

HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Everyday"

February 1, 2006

B-06-010

The Honorable Robert Bunda
Senate President
The Senate
Hawaii State Capitol, Room 003
Honolulu, Hawaii 96813

Dear Mr. President:

In accordance to Act 178, SLH 2005, Section 160, the Hawaii Health Systems Corporation submits the reports on the certification of losses under the state plan amendment for the quarter ending December 31, 2005.

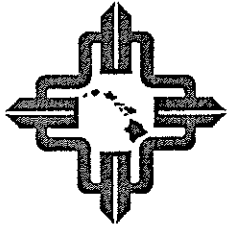
Should you have any questions, please call Kelley C. Roberson, Chief Operating Officer and Chief Financial Officer, at 733-4171.

Sincerely,

for Kelley C. Roberson, COO & CFO

THOMAS M. DRISKILL, Jr.
President and Chief Executive Officer

Attachments



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Everyday"

February 1, 2006

B-06-010

The Honorable Calvin Say
Speaker
House of Representatives
Hawaii State Capitol, Room 431
Honolulu, Hawaii 96813

Dear Mr. Speaker:

In accordance to Act 178, SLH 2005, Section 160, the Hawaii Health Systems Corporation submits the reports on the certification of losses under the state plan amendment for the quarter ending December 31, 2005.

Should you have any questions, please call Kelley C. Roberson, Chief Operating Officer and Chief Financial Officer, at 733-4171.

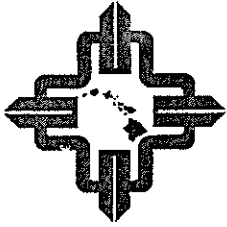
Sincerely,

for Kelley C. Roberson, COO & CFO

THOMAS M. DRISKILL, Jr.

President and Chief Executive Officer

Attachments



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Everyday"

January 31, 2006

COO/CFO-06-014

Mr. Brian Pang
State of Hawaii, Dept. of Health
Med-Quest Division
601 Kamokila Blvd, Rm 518
Kapolei, Hi 96707

SUBJECT: Certification of HHSC Medicaid Losses for Quarter Ended December 31, 2005

Dear Brian:

I certify under penalty of perjury that the information provided on the attached worksheet showing HHSC losses from the Medicaid program of \$5,029,978 for the quarter ended December 31, 2005 are true and correct. The cumulative losses for FY 2006 for the period ended December 31, 2005 amounted to \$7,984,954 fewer amounts reported last quarter of \$2,954,976 resulted in this quarterly loss. The losses were calculated using the latest information available for the period claimed, and that the funds/contributions are expended as necessary for federal matching funds pursuant to the requirement of 42CFR 433.51, and that these claimed expenditures have not previously been nor shall not subsequently be used for federal match in this or any other program. I am aware that this information is to be used for filing of a claim with the Federal government for Federal funds and that knowing misrepresentation constitutes violation of the Federal False Claims Act.

Sincerely,

KELLEY C. ROBERSON

Chief Operating Officer and Chief Financial Officer
Hawaii Health Systems Corporation

Attachment

HAWAII HEALTH SYSTEMS CORPORATION
 LOSSES FROM MEDICAD PROGRAM EXCLUDING CRITICAL ACCESS HOSPITAL
 FY 2006 QUARTER ENDED DECEMBER 31, 2005

FACILITY	MEDICAD ACUTE SERVICES INCL WAITLISTED (7/1/05-12/31/05 SVC DATES)										MEDICAD LTC ROUTINE SERVICES INCL LCF MR (7/1/05-12/31/05 SVG DATES)									
	(1) # ACCT	(1) DAYS	(1) CHARGES	(2) COST	(1) REIMB	(7) LOSS	(8) PRIOR LOSS	(9) DIFF	(3) DAYS	(6) REIMB	(4) CHARGES	(5) COST	(6) REIMB	(7) LOSS	(8) PRIOR LOSS	(9) DIFF	TOTAL LOSS	PRIOR LOSS	DIFF	
HAMAKUA	324	2,735	5,891,616	2,893,351	1,544,870	(1,348,481)	(677,620)	(670,861)	7,310	2,593,426	2,590,167	3,841,355	3,286,946	(553,852)	(233,514)	(553,852)	(233,514)	(320,338)		
KAU (CAH)									14,689	4,195,080	3,841,355			(344,409)	(149,226)	(395,189)	(289,840)	(1,066,050)		
KOHALA (CAH)																				
KONA	174	755	1,848,933	974,942	593,822	(381,120)	(181,728)	(199,392)	2,856	967,150	1,143,863	681,642		(462,221)	(231,016)	(231,205)	(412,744)	(430,957)		
KULA									15,680	4,414,365	5,078,819	3,860,810		(1,418,009)	(565,190)	(654,819)	(953,159)	(854,819)		
LANAI (CAH)																				
LEAHI																				
MALUHIA	352	2,386	7,031,273	3,319,464	1,526,072	(1,793,392)	(567,771)	(1,225,621)	28,706	7,475,269	7,202,850	6,677,216		(525,634)	(200,791)	(324,843)	(280,791)	(324,843)		
MAUI	16	196	200,994	221,364	127,865	(93,469)	(26,017)	(67,452)	22,659	4,798,350	4,802,691	4,155,916		(446,775)	(5,723)	(441,052)	(5,723)	(441,052)		
SMNH	866	6,072	15,072,605	7,409,121	3,792,659	(3,818,482)	(1,453,136)	(2,163,326)	10,860	3,028,336	2,930,501	2,521,909		(417,592)	(118,386)	(299,206)	(417,493)	(395,658)		
TOTAL HHSC									102,270	27,432,899	27,339,246	22,970,754		(4,358,492)	(1,501,840)	(2,856,652)	(2,354,976)	(5,029,976)		

(1) Per HHSC Accounts Receivable for Medicaid Acute inpatient waitlisted as of 12/31/05, reimbursement does not include capital pass thru payments

(2) Applied Medicaid acute cost to charge ratio from the FY 05 Medicaid Cost Report As Filed

(3) Per HHSC Census Report for 7/1/05 - 12/31/05 for Medicaid

(4) Applied 705 - 1205 LTC R&B Average charges per Management Statistics x Medicaid Days

(5) FY 05 Medicaid LTC routine cost per day x Medicaid days

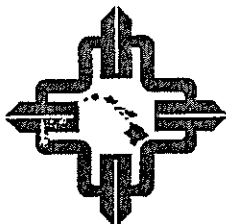
(6) Medicaid Days x PPS rates for 7/1/05-6/30/06

(7) Reimb - Cost

(8) Loss reported in previous report

(9) Current Loss - Previous Reported Loss

Date Completed: 01/28/2006



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Everyday"

January 31, 2006

COO/CFO-06-015

Mr. Brian Pang
State of Hawaii, Dept. of Health
Med-Quest Division
601 Kamokila Blvd, Rm 518
Kapolei, Hi 96707

SUBJECT: Uncompensated Costs of HHSC Quest, Uninsured and Medicaid Outpatient for the Quarter ended December 31, 2005

Dear Brian:

I certify under penalty of perjury that the information provided on the attached worksheet showing HHSC losses from participation in the Quest program, provision of services to uninsured patients and provision of Medicaid outpatient services of \$4,244,120 for the quarter ended December 31, 2005 are true and correct. The cumulative losses for FY 2006 for the period ended December 31, 2005 amounted to \$8,290,307 less amount reported last quarter of \$4,046,188 resulted in this quarter's reported loss. The losses were calculated using the latest information available for the period claimed; and the funds/contributions were expended as necessary for federal matching funds pursuant to the requirement of 42CFR 433.51. These claimed expenditures have not previously been and shall not subsequently be used for federal match in this or any other program. I am aware that this information is to be used for filing of a claim with the Federal government for Federal funds and that knowing misrepresentation constitutes violation of the Federal False Claims Act.

Sincerely,

KELLEY C. ROBERSON

Chief Operating Officer and Chief Financial Officer
Hawaii Health Systems Corporation

Attachment

HAWAII HEALTH SYSTEMS CORPORATION
 LOSSES FROM QUEST & UNINSURED PROGRAM
 FY 2006 QUARTER ENDED DECEMBER 31, 2005

FACILITY	QUEST ACUTE SERVICES										QUEST OUTPATIENT SERVICES										TOTAL LOSS					
	# ACCT	DAYS	CHARGES	(1)	(2)	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	# ACCT	DAYS	CHARGES	(1)	(2)	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	CURRENT LOSS	PRIOR LOSS	DIFF	
HAWAIIA	854	2,592	6,274,813	3,093,327	48.92%	1,899,519	31.87%	(1,069,643)	(443,815)	(1,069,643)	3,953	4,267,551	1,844,452	43.15%	1,155,513	26.04%	644,949	26.04%	(1,155,513)	(230,743)	(924,770)	(1,498)	(1,498)	(5,927)	(7,425)	(5,927)
HILO	3	245	394,841	402,478	101.93%	247,420	62.66%	(155,059)	(53,505)	(155,059)	807	245,070	107,550	43.47%	46,044	18.81%	119,026	48.14%	(119,026)	(29,871)	(89,155)	(23,731)	(112,886)	(141,202)	(28,316)	
KONA	392	1,184	3,024,330	1,259,950	41.65%	1,068,516	35.31%	(1,914,644)	(81,454)	(1,914,644)	1,894	1,592,952	518,990	32.58%	483,205	30.34%	77,313	47.23%	(77,313)	(7,331)	(84,644)	(47,233)	(111,877)	(118,136)	(102,010)	
KUHA	1	4	3,910	3,962	50.17%	1,154	29.23%	(2,756)	(81)	(2,756)	81	9,781	2,890	29.55%	75	0.77%	4,400	45.50%	(4,400)	(440)	(4,840)	(659)	(5,499)	(249)	(249)	
MAUI	2	2	2,932	3,166	111.06%	749	25.04%	(4,332)	81	(4,332)	102	56,002	48,174	86.02%	7,536	14.52%	(42,141)	14.52%	(42,141)	(22,969)	(19,172)	(659)	(22,813)	(22,813)		
MALUHIA	907	2,831	7,870,018	3,239,883	41.00%	1,969,209	25.25%	(1,210,374)	(606,311)	(1,184,265)	2,118	2,569,568	845,297	33.68%	622,549	24.61%	(222,748)	24.61%	(622,549)	(130,701)	(491,848)	(2,012)	(2,012)	(726,310)	(726,310)	
SMITH	13	151	155,975	150,484	96.48%	84,548	60.87%	(55,340)	(46,306)	(1,172,775)	19	11,054	15,181	136.61%	3,687	33.33%	(11,174)	33.33%	(11,174)	(5,925)	(5,210)	(165,710)	(165,710)	(14,488)		
TOTAL HHSC	2,252	6,808	17,724,718	8,110,260	45.73%	5,408,544	30.50%	(2,701,718)	(1,231,311)	(1,427,663)	9,108	9,023,615	3,756,859	41.74%	2,530,431	28.04%	(1,236,236)	28.04%	(1,236,236)	(849,830)	(569,215)	(3,917,364)	(1,881,364)	(2,026,000)		

FACILITY	UNINSURED ACUTE SERVICES										UNINSURED OUTPATIENT SERVICES										TOTAL LOSS			
	# ACCT	DAYS	CHARGES	COST	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	# ACCT	DAYS	CHARGES	COST	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	CURRENT LOSS	PRIOR LOSS	DIFF	
HAWAIIA	75	282	946,795	444,533	48.02%	54,348	5.84%	(398,185)	(186,850)	(387,526)	815	1,058,157	489,636	46.36%	3,233	0.31%	(64,178)	0.31%	(64,178)	(235)	(4,178)	(785)	(3,393)	
HILO	1	3	66,322	85,185	128.46%	19,211	28.96%	(46,974)	(78,885)	(68,318)	127	34,995	48,062	137.34%	4,507	13.11%	(43,475)	13.11%	(43,475)	(23,521)	(19,953)	(141,469)	(165,320)	(23,851)
KONA	2	13	3,798	6,028	158.75%	2,920	78.92%	(2,449)	(61,954)	(297,132)	729	8,008,056	283,255	3.54%	44,597	0.55%	(2,185,536)	0.55%	(2,185,536)	(85,485)	(133,173)	(515,788)	(147,478)	(368,310)
KUHA	85	220	735,218	304,601	41.43%	7,869	1.07%	(1,297,132)	(61,954)	(297,132)	179	15,078	7,485	49.64%	5,425	36.68%	(940)	36.68%	(940)	(89)	(840)	(89)	(929)	
MAUI	1	1	1,000	1,000	100.00%	1,000	100.00%	0	0	0	27	24,134	23,739	98.35%	527	2.19%	(23,212)	2.19%	(23,212)	(11,919)	(11,919)	(23,212)	(11,919)	
MALUHIA	311	1,032	4,268,103	1,449,046	41.00%	126,514	2.97%	(1,622,532)	(85,620)	(1,609,420)	1,934	2,148,882	773,733	36.05%	118,156	5.50%	(635,597)	5.50%	(635,597)	(241,131)	(494,718)	(7,218,056)	(1,231,817)	(8,450,273)
SMITH	3	15	16,270	15,697	96.48%	8,482	52.16%	(8,788)	(12,788)	(15,987)	5	6,553	862	13.16%	238	3.65%	(6,315)	3.65%	(6,315)	(488)	(165)	(14,331)	(13,274)	(1,057)
TOTAL HHSC	486	1,816	6,029,310	2,620,738	43.47%	212,586	3.53%	(2,408,152)	(1,231,703)	(1,155,843)	3,713	4,206,593	1,618,404	38.47%	236,270	5.62%	(1,332,134)	5.62%	(1,332,134)	(661,825)	(720,115)	(3,780,266)	(1,883,622)	(1,906,624)

FACILITY	MEDICAID ACUTE SERVICES REPORTED UNDER CERTIFICATION REPORT										MEDICAID OUTPATIENT SERVICES										TOTAL LOSS		
	# ACCT	DAYS	CHARGES	COST	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	# ACCT	DAYS	CHARGES	COST	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	CURRENT LOSS	PRIOR LOSS	DIFF
HAWAIIA	19	378	3,786	3,825	103.17%	1,201	31.74%	(2,585)	(1,478)	(1,117)	19	3,786	3,825	103.17%	1,201	31.74%	(2,585)	31.74%	(2,585)	(339)	(339)	(339)	(339)
HILO	1	1	2,418	1,810	74.85%	892	36.93%	(1,626)	(41,938)	(41,938)	150	133,358	105,376	78.34%	49,174	36.87%	(84,184)	36.87%	(84,184)	(24,378)	(58,506)	(54,128)	(34,231)
KONA	50	34,289	47,092	37,944	80.57%	15,003	45.50%	(31,489)	(16,800)	(14,609)	823	751,027	244,681	32.58%	221,062	29.43%	(23,618)	29.43%	(23,618)	(20,327)	(3,488)	(16,800)	(14,609)
KUHA	48	13,405	6,654	49.64%	2,971	22.19%	(3,683)	(6,654)	(6,654)	(6,654)	24	19,686	19,364	98.35%	6,102	31.00%	(13,202)	31.00%	(13,202)	(8,408)	(4,794)	(3,488)	(3,488)
MAUI	190	1,182,053	401,518	33.98%	327,074	27.44%	(774,455)	(774,455)	(774,455)	(774,455)	170	1,182,053	401,518	33.98%	327,074	27.44%	(774,455)	27.44%	(774,455)	(8,408)	(8,408)	(8,408)	(8,408)
MALUHIA	17	17,079	21,332	136.81%	3,564	20.75%	(19,768)	(19,768)	(19,768)	(19,768)	2,985	4,584,004	1,910,039	41.67%	1,248,002	29.41%	(562,037)	29.41%	(562,037)	(271,222)	(290,815)	(6,200)	(6,200)
SMITH	1	1	1,000	1,000	100.00%	1,000	100.00%	0	0	0	1	1,000	1,000	100.00%	1,000	100.00%	0	100.00%	0	0	0	0	0
TOTAL HHSC	2,985	4,584,004	1,910,039	41.67%	1,248,002	29.41%	(562,037)	(271,222)	(290,815)	(290,815)	2,985	4,584,004	1,910,039	41.67%	1,248,002	29.41%	(562,037)	29.41%	(562,037)	(271,222)	(290,815)	(6,200)	(6,200)

FACILITY	TOTAL ACUTE										TOTAL OUTPATIENT SERVICES										TOTAL LOSS		
	# ACCT	DAYS	CHARGES	COST	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	# ACCT	DAYS	CHARGES	COST	CIC RATIO	REIMB	REIMBCHGR	LOSS	PRIOR LOSS	DIFF	CURRENT LOSS	PRIOR LOSS	DIFF
HAWAIIA	869	2,884	7,181,598	3,513,860	48.92%	2,054,027	28.66%	(1,458,113)	(320,696)	(1,457,194)	930	18,911	18,748	103.17%	5,639	29.78%	(14,109)	29.78%	(14,109)	(2,093)	(2,093)	(2,093)	
HILO	4	16	66,322	85,185	128.46%	19,211	28.96%	(46,974)	(78,885)	(68,318)	127	34,995	48,062	137.34%	4,507	13.11%	(43,475)	13.11%	(43,475)	(23,521)	(19,953)	(141,469)	
KONA	394	1,197	3,024,330	1,259,950	41.65%	1,068,516	35.31%	(1,914,644)	(81,454)	(1,914,644)	2,021	1,592,952	518,990	32.58%	483,205	30.34%	(77,313)	47.23%	(84,644)	(47,233)	(111,877)	(118,136)	
KUHA	86	224	735,218	304,601	41.43%	7,869	1.07%	(1,297,132)	(61,954)	(297,132)	186	15,078	7,485	49.64%	5,425	36.68%	(940)	36.68%	(940)	(89)	(840)	(89)	
MAUI	908	2,833	7,870,018	3,239,883	41.00%	1,969,209	25.25%	(1,210,374)	(606,311)	(1,184,265)	2,137	2,569,568	845,297	33.68%	622,549	24.61%	(222,748)	24.61%	(222,748)	(130,701)	(491,848)	(2,012)	
MALUHIA	312	1,033	4,268,103	1,449,046	41.00%	126,514	2.97%	(1,622,532)	(85,620)	(1,609,420)	1,939	2,148,882	773,733	36.05%	118,156	5.50%	(635,597)	5.50%	(635,597)	(241,131)	(494,718)	(7,218,056)	
SMITH	14	16	16,270	15,697	96.48%	8,482	52.16%	(8,788)	(12,788)	(15,987)	6	6,553	862	13.16%	238	3.65%	(6,315)	3.65%	(6,315)	(488)	(165)	(14,331)	
TOTAL HHSC	2,738	8,445	23,784,049	10,210,568	45.16%	5,819,836	23.65%	(4,295,332)	(2,593,507)	(2,593,507)	15,924	17,814,212	7,285,142	40.95%	4,114,703	23.10%	(1,583,174)	23.10%	(1,583,174)	(884,232)	(884,232)	(6,286,307)	(4,043,198)

(1) Per HHSC Accounts Receivable @ 12/31/05 for 7005-12005 discharges, for acute inpatient, applied a zero balance reimb % to acct balance to complete expected reimb
 (2) Applied inpatient and outpatient cost to charge ratios from the most recently available audited Medicaid cost report
 (3) Reimb - Cost
 Date Compiled: 1/28/06 AY