

State of New Jersey
New Jersey Medicaid DSH Audit
2005 DSH Year

Prepared by
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Independent Accountant's Report

New Jersey Department of Human Services
Trenton, New Jersey

We have examined the State of New Jersey's Disproportionate Share Hospitals (DSH) Report on Audit Verifications as required by 42 CFR §455.304(d) for the year ending June 30, 2005. The State of New Jersey is responsible to comply with federal Medicaid DSH statutes and regulations. Our responsibility is to express an opinion on the Report of Audit Verifications based on our examination.

Except as discussed in Note 1, our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining on a test basis, evidence about each of the audit verifications and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination of the State of New Jersey's compliance with federal Medicaid DSH requirements.

Our examination was conducted for the purpose of forming an opinion on the State of New Jersey's Report of Audit Verifications. The Schedule of Annual Reporting Requirements that is provided in accordance with 42 CFR §447.299 is presented for purposes of additional analysis and is not a required part of the Report on Audit Verifications. Such information has not been subjected to the procedures applied in the examination of the Report on Audit Verifications, and, accordingly, we express no opinion on it.

In our opinion, except for the effect of the items addressed in Note 1, our Report on Audit Verifications fairly presents the State of New Jersey's compliance with federal Medicaid DSH program requirements addressed by the audit verifications for the year ending June 30, 2005.

Myers and Stauffer, LC

December 15, 2010

State of New Jersey Disproportionate Share Hospital (DSH)

Report on Audit Verifications

For the Year Ended June 30, 2005

As required by 42 CFR §455.304(d) the State of New Jersey must provide an annual independent certified audit report verifying the following items with respect to their disproportionate share hospital (DSH) program.

Verification 1: Each hospital that qualifies for a DSH payment in the state was allowed to retain that payment so that the payment is available to offset its uncompensated care costs for furnishing inpatient hospital and outpatient hospital services during the Medicaid State plan rate year to Medicaid eligible individuals and individuals with no source of third party coverage for the services in order to reflect the total amount of claimed DSH expenditures.

Findings: The results of testing performed related to this verification are summarized on the Report on DSH Audit Verifications table included in this report.

Verification 2: The DSH payments made in the Medicaid State plan rate year must be measured against the actual uncompensated care cost in that same Medicaid State plan rate year. The actual uncompensated care costs for the Medicaid State plan rate year have been calculated and compared to the DSH payments made. Uncompensated care costs for the Medicaid State plan rate year were calculated in accordance with Federal Register/Vol. 73, No. 245, December 19, 2008.

Findings: The results of testing performed related to this verification are summarized in the Report on DSH Audit Verifications table included in this report.

Verification 3: Only uncompensated care costs of furnishing inpatient and outpatient hospital services to Medicaid eligible individuals and individuals with no third party coverage for the inpatient and outpatient hospital services they received as described in Section 1923(g)(1)(A) of the Act are eligible for inclusion in the calculation of the hospital-specific disproportionate share limit payment limit, as described in Section 1923 (g)(1)(A) of the Act.

Findings: The total uncompensated care costs reflected in the Report on DSH Audit Verifications reflects the uncompensated care costs of furnishing inpatient and outpatient hospital services to Medicaid eligible individuals and individuals with no third party coverage.

Verification 4: For purposes of the hospital-specific limit calculation, any Medicaid payments (including regular Medicaid fee-for-service rate payments, supplemental/enhanced Medicaid payments, and Medicaid managed care organization payments) made to a disproportionate share hospital for furnishing inpatient hospital and outpatient hospital services to Medicaid eligible individuals, which are in excess of the Medicaid incurred costs of such services, are applied against the uncompensated care costs of furnishing inpatient hospital and outpatient hospital services to individuals with no source of third party coverage for such services.

Findings: In calculating the hospital-specific DSH limit represented in the Report on DSH Audit Verifications, if a hospital had total Medicaid payments in excess of the calculated Medicaid cost, that excess was used in reducing the total uncompensated care costs.

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Report on Audit Verifications

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Verification 5: Any information and records of all of its inpatient and outpatient hospital service costs under the Medicaid program; claimed expenditures under the Medicaid program; uninsured inpatient and outpatient hospital service costs in determining payment adjustments under this Section; and any payments made on behalf of the uninsured from payment adjustments under this Section have been separately documented and retained by the State.

Findings: The state of New Jersey has represented that they will retain the documented costs and payments associated with calculating the hospital specific DSH limits contained in this report. The state retains cost data through the collections of cost reports; Medicaid expenditure data through the MMIS and other documentation; and uninsured data through the payments calculations and DSH audit.

Verification 6: The information specified in verification 5 above includes a description of the methodology for calculating each hospital's payment limit under Section 1923(g)(1) of the Act. Included in the description of the methodology, the audit report must specify how the State defines incurred inpatient hospital and outpatient hospital costs for furnishing inpatient hospital and outpatient hospital services to Medicaid eligible individuals and individuals with no source of third party coverage for the inpatient hospital and outpatient services they received.

Findings: The documentation that will be retained related to the calculation of the hospital specific DSH limits contained in this report will include a description of the methodology used in calculating each hospital's DSH limit under Section 1923(g)(1) of the Act.

State of New Jersey Disproportionate Share Hospital (DSH)

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Note 1: During the course of the engagement the following data issues or other caveats were identified and are being reported in accordance with the requirements of 42 CFR 455.301.

1. The following hospitals were unable to satisfactorily document uninsured patient payments received during the DSH year. In many cases the hospitals could not provide the date of collection and/or reported the payments on an accrual basis instead of the required cash basis. Other hospitals were unable to provide any payments or only provided a partial year of payments. These payment issues may result in misstated uncompensated care costs. These difficulties were most often related to the time period between the patient service dates and/or cash receipt dates (DSH year 2005) and the timing of the DSH audit (Calendar 2010) and not necessarily due to inaction or lack of cooperation by the hospitals listed.

4139402	Atlantic City Medical Center
4136705	Bayonne Hospital
4141105	Bayshore Community Hospital
4139003	Bergen Regional Medical Center
3676609	Capital Health System at Fuld
4138201	Capital Health System at Mercer
4144104	Carrier Clinic
3674207	Christ Hospital
3674606	Community Medical Center
4137205	Deborah Heart and Lung Center
4138309	Englewood Hospital and Medical Center
4141300	Hackettstown Community Hospital
4137906	Hoboken University Medical Center
3676803	JFK at Edison / Anthony Yelencsics
4143329	Kessler Institute for Rehabilitation
3676200	Kimball Medical Center
4141504	Meadowlands Hospital
9031308	Memorial Hospital of Salem County
3675807	Monmouth Medical Center
3685101	Mount Carmel Guild
4135008	Newark Beth Israel Medical Center
4135105	Palisades General Hospital
4144414	Ramapo Ridge Psychiatric Hospital (Short Term)
3676901	RWJ at Hamilton
3675904	Saint Barnabas Medical Center
4135300	Saint Mary's Hospital
4144007	UMDNJ-University Behavioral HealthCare-Piscataway
4135601	University Medical Center at Princeton
4135806	Valley Hospital

2. The following hospitals were unable to satisfactorily document the services they provided to uninsured patients during the DSH year. However, these hospitals were able to estimate the uninsured services

State of New Jersey Disproportionate Share Hospital (DSH)

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provided using summary hospital records. Due to the lack of documentation, we were unable to fully test the reasonableness of the hospitals' estimates and the impact of any potential misstatement on their uncompensated care cost (UCC) calculations. These difficulties were most often related to the time period between the patient service dates and/or cash receipt dates (DSH year 2005) and the timing of the DSH audit (Calendar 2010) and not necessarily due to inaction or lack of cooperation by the hospitals listed.

4136705	Bayonne Hospital
4139003	Bergen Regional Medical Center
4136004	Cooper Hospital / University Medical Center
3676803	JFK at Edison / Anthony Yelencsics
9031308	Memorial Hospital of Salem County
3674801	Overlook Hospital
8908109	Rehabilitation Hospital of Tinton Falls (Healthsouth)
4144007	UMDNJ-University Behavioral HealthCare-Piscataway

- The following hospitals did not submit any uninsured data. Therefore, we calculated their UCC exclusively using cost reports and Medicaid PS&R data. This likely results in a significantly understated UCC limit, since no uninsured data is included.

4138708	Mountainside Hospital
3682307	Runnells Specialized Hospital
7161000	Saint Barnabas Behavioral Health Center
4136608	Saint Francis Medical Center
4143400	Saint Lawrence Rehabilitation Hospital
4139208	Warren Hospital

- Dual-eligible patients data (patients with both Medicare and Medicaid eligibility) provided by the state's fiscal agent did not include all Medicare payments. We were able to estimate total Medicare payments for the dual-eligible services using cost report data or by relying on hospital internal records for crossover patients.
- New Jersey Medicaid Managed Care services are included in the uncompensated care cost calculations. The State of New Jersey experienced difficulties accumulating the data we requested for the Medicaid Managed Care services provided by the DSH hospitals. Therefore, several hospitals used their own internal data for the reporting of charges and payments. As a result, we were unable to document to our complete satisfaction the New Jersey Medicaid Managed Care services provided and payments received.
- The State of New Jersey was unable to provide the 2004 Medicaid Managed Care payments on the PS&R reports, due to system limitations. For those hospitals using the State PS&R reports, we were able to estimate the payments based on the 2005-2007 average payment to cost ratio.
- The majority of hospitals were unable to obtain Medicaid MMIS out-of-state paid claims reports to satisfactorily document the out-of-state services provided and payments received. Out-of-state (non-New Jersey) Medicaid services are included in the uncompensated care cost calculation for hospitals that were

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able to provide and document their out-of-state Medicaid services using their own internal data. Several hospitals did not report any out-of-state Medicaid services. These difficulties were predominately due to hospital requests to out-of-state Medicaid agencies not being responded to timely, and are not due to inaction or a lack of cooperation by the hospitals.

8. The following State owned and operated psychiatric hospitals were unable to satisfactorily document the services they provided and payments received from uninsured patients. They were also unable to satisfactorily document their Medicaid-eligible services and payments received other than those included on the state Medicaid Fee for Service paid claims report. We were able to estimate the uninsured services provided using facility summary data, Medicaid-eligibility assumptions and cost reports. We were not able to obtain an uninsured patient listing with charge level detail to calculate uncompensated care cost using Medicare cost report methods or test that only uninsured and Medicaid-eligible patients were included in the uncompensated care cost calculations. The State's difficulty fulfilling our data request appeared to be influenced by the length of time between when the DSH audit was performed (Calendar 2010) and the DSH audit year (State Fiscal Year 2005).

4508106	Ancora Psychiatric Hospital
4507703	Greystone Psychiatric Hospital
4508203	Hagedorn Psychiatric Hospital
4507908	Trenton Psychiatric Hospital

9. The following County owned and operated psychiatric hospitals were unable to satisfactorily document the services they provided and payments received from uninsured patients. They were also unable to satisfactorily document their Medicaid-eligible services and payments received other than those included on the state Medicaid Fee for Service paid claims report. We were able to estimate the uninsured services provided using facility summary data, Medicaid-eligibility assumptions and cost reports. We were not able to obtain an uninsured patient listing with charge level detail to calculate uncompensated care cost using Medicare cost report methods or test that only uninsured and Medicaid-eligible patients were included in the uncompensated care cost calculations. The State's difficulty fulfilling our data request appeared to be influenced by the length of time between when the DSH audit was performed (Calendar 2010) and the DSH audit year (State Fiscal Year 2005).

6812007	Buttonwood Psychiatric Hospital
4508700	Camden County Health Services Center
4508602	Essex County Hospital Center
7197012	Hudson County Psychiatric Hospital

10. Hospitals were requested to sign attestation statements related to the data they provided to us during our examination. The following hospitals did not sign the requested attestation statements.

3675602	South Jersey / Elmer
3674509	South Jersey Hospital System
4140508	Saint Michael's Medical Center
3677001	University (UMDNJ)

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11. The following hospitals are closed. We were unable to obtain the information needed to document their UCC for the DSH year due to this operating status.

4136802	Barnert Memorial Hospital
4136829	Barnert Psychiatric Unit
4136501	Beth Israel Medical Center Passaic
4508301	Brisbane Psychiatric Hospital
4136306	Cathedral Health System-St. James
3676706	Columbus Hospital
3676005	General Hospital Center at Passaic
4140702	Greenville Hospital
4139909	Hospital Center at Orange
4135903	Irvington General Hospital
3675301	Muhlenberg Regional Medical Center
4137604	Pascack Valley Hospital
4138503	St. Francis Community Hospital (JC)
4140303	Union Hospital
4138007	West Hudson Hospital
3676404	William B. Kessler Memorial Hospital

Note 2: In December 2000, the U.S. Congress approved the Medicare, Medicaid and State Child Health Insurance Program Benefits Improvement and Protection Act of 2000, which raised the DSH cost reimbursement limit from 100 to 175 percent of uncompensated care costs for all public hospitals, including state-owned hospitals. This provision becomes effective at the beginning of the federal fiscal year 2003 and remained in effect for two years. The 175 percent provision has been noted separately in this report for all public hospitals.

State of New Jersey
Report on DSH Audit Verifications
For the Medicaid State Plan Rate Year Ended June 30, 2005

Hospital	Medicaid Provider Number	Verification #1	Verification #2		Verification #3	Verification #4	Verification #5	Verification #6	
		Was Hospital Allowed to Retain DSH Payment?	DSH Payment for Medicaid State Plan Rate Year	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <Over> Total Uncompensated Care Costs (UCC)	Were only I/P and O/P Hospital Costs to Medicaid eligible and Uninsured Included in UCC?	If Medicaid Payments were in excess of Medicaid cost was the Total UCC reduced by this amount?	Have all claimed expenditures and payments for Medicaid and Uninsured been documented and retained?	Does the retained documentation include a description of the methodology used to calculate UCC?
Ancora Psychiatric Hospital	4508106	Yes	97,099,317	96,571,761	(527,556)	Yes	Yes	Yes	Yes
Atlantic City Medical Ctr	4139402	Yes	20,746,665	48,266,585	27,519,920	Yes	Yes	Yes	Yes
Bayonne Hospital	4136705	Yes	3,929,522	10,327,131	6,397,609	Yes	Yes	Yes	Yes
Bayshore Community Hosp	4141105	Yes	893,929	4,244,733	3,350,804	Yes	Yes	Yes	Yes
Bergen Regional Medical Center	4139003	Yes	47,890,720	16,927,755	(30,962,965)	Yes	Yes	Yes	Yes
Betty Bacharach Rehabilitation Hospital	4143701	No	21,044	1,357,711	1,336,667	Yes	Yes	Yes	Yes
Buttonwood Psych Hospital - County Facility	6812007	No	3,236,551	3,157,079	(79,472)	Yes	Yes	Yes	Yes
Camden County Health Services Center	4508700	No	20,194,003	19,871,124	(322,879)	Yes	Yes	Yes	Yes
Cape Regional Medical Center	4135709	Yes	956,257	5,446,990	4,490,733	Yes	Yes	Yes	Yes
Capital Health System at Fuld	3676609	Yes	19,296,061	18,464,233	(831,828)	Yes	Yes	Yes	Yes
Capital Health System at Mercer	4138201	Yes	4,200,647	16,448,438	12,247,791	Yes	Yes	Yes	Yes
Carrier Clinic	4144104	Yes	190,223	234,524	44,301	Yes	Yes	Yes	Yes
Centrastate Medical Center	4141008	Yes	3,608,793	6,235,577	2,626,784	Yes	Yes	Yes	Yes
Children's Specialized Hospital	3684504	No	804,468	(2,501,608)	(804,468)	Yes	Yes	Yes	Yes
Chilton Memorial Hospital	4136209	Yes	526,559	4,877,928	4,351,369	Yes	Yes	Yes	Yes
Christ Hospital	3674207	Yes	11,732,612	16,608,586	4,875,974	Yes	Yes	Yes	Yes
Clara Maass Medical Center	4135504	Yes	3,468,463	14,888,320	11,419,857	Yes	Yes	Yes	Yes
Community Medical Center	3674606	Yes	3,249,785	19,350,555	16,100,770	Yes	Yes	Yes	Yes
Cooper Hospital / Univ Med Ctr	4136004	Yes	28,479,659	55,030,128	26,550,469	Yes	Yes	Yes	Yes
Deborah Heart and Lung Center	4137205	Yes	8,906,894	15,178,306	6,271,412	Yes	Yes	Yes	Yes
East Mountain Hospital, Inc.	0001694	Yes	58,744	227,695	168,951	Yes	Yes	Yes	Yes
East Orange General Hospital	4140001	Yes	16,233,603	509,370	(15,724,233)	Yes	Yes	Yes	Yes
Englewood Hospital and Medical Center	4138309	Yes	3,450,880	10,333,259	6,882,379	Yes	Yes	Yes	Yes
Essex County Hospital Center	4508602	No	31,831,051	31,734,747	(96,304)	Yes	Yes	Yes	Yes
Greystone Psychiatric Hospital	4507703	Yes	66,739,872	63,494,289	(3,245,583)	Yes	Yes	Yes	Yes
Hackensack University Medical Center	3674100	Yes	13,668,063	26,302,935	12,634,872	Yes	Yes	Yes	Yes
Hackettstown Comm Hosp	4141300	Yes	549,152	3,166,277	2,617,125	Yes	Yes	Yes	Yes
Hagedorn Psychiatric Hospital	4508203	Yes	33,706,897	34,321,852	614,955	Yes	Yes	Yes	Yes
Hampton Hospital	5446406	Yes	112,615	112,317	(298)	Yes	Yes	Yes	Yes
Healthsouth Garden State	4143604	Yes	1,723	128,168	126,445	Yes	Yes	Yes	Yes
Hoboken University Medical Center	4137906	No	14,780,444	19,204,915	4,424,471	Yes	Yes	Yes	Yes
Holy Name Hospital	4135407	Yes	1,261,872	4,493,985	3,232,113	Yes	Yes	Yes	Yes
Hudson County Psychiatric Hospital	7197012	Yes	14,367,544	14,267,730	(99,814)	Yes	Yes	Yes	Yes
Hunterdon Medical Center	4135202	Yes	3,189,441	5,564,404	2,374,963	Yes	Yes	Yes	Yes
Jersey City Medical Center	4139801	Yes	71,456,922	88,345,186	16,888,264	Yes	Yes	Yes	Yes
Jersey Shore Medical Center	3675700	Yes	6,563,754	23,427,314	16,863,560	Yes	Yes	Yes	Yes
JFK at Edison / Anthony Yelencsics	3676803	Yes	1,653,659	10,620,707	8,967,048	Yes	Yes	Yes	Yes
Kennedy Memorial Hospitals-UMC	4140206	Yes	7,857,446	8,990,373	1,132,927	Yes	Yes	Yes	Yes
Kessler Institute for Rehabilitation	4143329	Yes	111,043	(208,470)	(111,043)	Yes	Yes	Yes	Yes
Kimball Medical Center	3676200	Yes	7,201,935	9,846,448	2,644,513	Yes	Yes	Yes	Yes
Lourdes Med Ctr at Burlington County	3675203	Yes	840,942	5,910,592	5,069,650	Yes	Yes	Yes	Yes
Matheny School & Hospital	4143001	No	18,494	(511,280)	(18,494)	Yes	Yes	Yes	Yes
Meadowlands Hospital	4141504	Yes	681,756	997,484	315,728	Yes	Yes	Yes	Yes
Memorial Hospital of Salem County	9031308	No	383,394	(665,446)	(383,394)	Yes	Yes	Yes	Yes
Monmouth Medical Center	3675807	Yes	12,114,827	20,088,852	7,974,025	Yes	Yes	Yes	Yes
Morristown Memorial Hospital	4136101	Yes	9,091,973	34,234,764	25,142,791	Yes	Yes	Yes	Yes
Mount Carmel Guild	3685101	Yes	899,772	(408,760)	(899,772)	Yes	Yes	Yes	Yes
Mountainside Hospital	4138708	No	2,308,595	793,090	(1,515,505)	Yes	Yes	Yes	Yes
Newark Beth Israel Medical Center	4135008	Yes	40,414,610	67,019,002	26,604,392	Yes	Yes	Yes	Yes
Newton Memorial Hospital	4137001	Yes	5,450,080	4,958,382	(491,698)	Yes	Yes	Yes	Yes
Ocean Medical Center	3674908	Yes	1,580,261	6,406,938	4,826,677	Yes	Yes	Yes	Yes
Our Lady of Lourdes Medical Center	4137108	Yes	5,605,435	14,729,187	9,123,752	Yes	Yes	Yes	Yes
Overlook Hospital	3674801	Yes	2,400,064	17,219,475	14,819,411	Yes	Yes	Yes	Yes
Palisades General Hospital	4135105	No	3,492,198	11,122,170	7,629,972	Yes	Yes	Yes	Yes
Ramapo Ridge Psychiatric Hospital (Short Term)	4144414	Yes	240,151	1,118,483	878,332	Yes	Yes	Yes	Yes
Raritan Bay Medical Center	4137809	Yes	26,002,492	34,025,977	8,023,485	Yes	Yes	Yes	Yes

State of New Jersey
Report on DSH Audit Verifications
For the Medicaid State Plan Rate Year Ended June 30, 2005

Hospital	Medicaid Provider Number	Verification #1	Verification #2		Verification #3	Verification #4	Verification #5	Verification #6	
		Was Hospital Allowed to Retain DSH Payment?	DSH Payment for Medicaid State Plan Rate Year	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <Over> Total Uncompensated Care Costs (UCC)	Were only I/P and O/P Hospital Costs to Medicaid eligible and Uninsured Included in UCC?	If Medicaid Payments were in excess of Medicaid cost was the Total UCC reduced by this amount?	Have all claimed expenditures and payments for Medicaid and Uninsured been documented and retained?	Does the retained documentation include a description of the methodology used to calculate UCC?
Rehab Hospital of Tinton Falls (Healthsouth)	8908109	No	745	190,979	190,234	Yes	Yes	Yes	Yes
Riverview Hospital	4137400	Yes	2,594,719	9,658,446	7,063,727	Yes	Yes	Yes	Yes
Runnells Specialized Hospital	3682307	No	915,626	910,418	(5,208)	Yes	Yes	Yes	Yes
RWJ at Hamilton	3676901	No	1,483,171	7,669,027	6,185,856	Yes	Yes	Yes	Yes
RWJ at Rahway	3674401	Yes	1,035,308	2,972,227	1,936,919	Yes	Yes	Yes	Yes
RWJ University Hospital	4137701	Yes	9,342,420	49,854,017	40,511,597	Yes	Yes	Yes	Yes
Saint Barnabas Behavioral Health Center	7161000	No	4,897	331,387	326,490	Yes	Yes	Yes	Yes
Saint Barnabas Medical Center	3675904	Yes	4,484,380	16,474,097	11,989,717	Yes	Yes	Yes	Yes
Saint Clare's / Riverside	4138601	Yes	18,953,975	17,850,311	(1,103,664)	Yes	Yes	Yes	Yes ***
Saint Clare's / Sussex	4141601	Yes	270,732	1,021,405	750,673	Yes	Yes	Yes	Yes
Saint Francis Medical Center	4136608	No	7,315,176	(2,192,574)	(7,315,176)	Yes	Yes	Yes	Yes
Saint Joseph's Wayne	4141407	Yes	1,361,174	2,742,770	1,381,596	Yes	Yes	Yes	Yes
Saint Lawrence Rehabilitation Hospital	4143400	No	4,000	(19,341)	(4,000)	Yes	Yes	Yes	Yes
Saint Mary's Hospital	4135300	Yes	12,541,576	8,722,034	(3,819,542)	Yes	Yes	Yes	Yes
Saint Michael's Medical Center	4140508	Yes	34,732,623	31,702,016	(3,030,607)	Yes	Yes	Yes	Yes
Saint Peter's Medical Center	4139500	Yes	3,319,870	45,067,747	41,747,877	Yes	Yes	Yes	Yes
Shore Memorial Hospital	3674703	Yes	540,869	13,268,669	12,727,800	Yes	Yes	Yes	Yes
Somerset Medical Center	4138406	No	1,620,435	5,672,653	4,052,218	Yes	Yes	Yes	Yes
South Jersey / Emer	3675602	Yes	203,396	1,818,140	1,614,744	Yes	Yes	Yes	Yes
South Jersey Hosp System	3674509	Yes	4,057,681	19,596,884	15,539,203	Yes	Yes	Yes	Yes
Southern Ocean Cty Hosp	4141202	Yes	403,559	4,212,168	3,808,609	Yes	Yes	Yes	Yes
St. Joseph's Hospital and Medical Center	4136403	Yes	35,720,816	54,382,510	18,661,694	Yes	Yes	Yes	Yes
Summit Hospital	4143906	Yes	44,689	266,216	221,527	Yes	Yes	Yes	Yes
Trenton Psychiatric Hospital	4507908	Yes	71,033,033	69,253,228	(1,779,805)	Yes	Yes	Yes	Yes
Trinitas Hospital	4136900	Yes	36,143,215	39,789,425	3,646,210	Yes	Yes	Yes	Yes
UMDNJ-University Behavioral HealthCare-Piscataway	4144007	No	15,856,504	27,012,825	11,156,321	Yes	Yes	Yes	Yes *
Underwood Memorial Hosp	3676102	Yes	2,277,832	7,153,329	4,875,497	Yes	Yes	Yes	Yes
Univ Medical Center at Princeton	4135601	Yes	1,176,069	9,254,831	8,078,762	Yes	Yes	Yes	Yes
University (UMDNJ)	3677001	Yes	154,585,825	250,975,932	96,390,107	Yes	Yes	Yes	Yes *
Valley Hospital	4135806	Yes	1,311,462	7,958,733	6,647,271	Yes	Yes	Yes	Yes
Virtua - Mem Hsp of Burlington County	4138902	Yes	793,760	8,193,478	7,399,718	Yes	Yes	Yes	Yes
Virtua Health - West Jersey Hospital	3674304	Yes	1,451,380	32,630,198	31,178,818	Yes	Yes	Yes	Yes
Warren Hospital	4139208	No	2,070,142	1,330,985	(739,157)	Yes	Yes	Yes	Yes
Weisman Children's Rehab	7584407	Yes	93,997	156,355	62,358	Yes	Yes	Yes	Yes
Closed DSH Hospitals									
Barnert Memorial Hospital			5,195,895	-	(5,195,895)	Yes	Yes	Yes	Yes **
Barnert Psych Unit			82,697	-	(82,697)	Yes	Yes	Yes	Yes **
Beth Israel Medical Center Passaic			4,099,951	-	(4,099,951)	Yes	Yes	Yes	Yes **
Brisbane Psychiatric Hospital			756,277	-	(756,277)	Yes	Yes	Yes	Yes **
Cathedral Health System - St. James			211,964	-	(211,964)	Yes	Yes	Yes	Yes **
Columbus Hospital			3,543,485	-	(3,543,485)	Yes	Yes	Yes	Yes **
General Hospital Center at Passaic			2,095,578	-	(2,095,578)	Yes	Yes	Yes	Yes **
Greenville Hospital			2,253,981	-	(2,253,981)	Yes	Yes	Yes	Yes **
Hospital Center at Orange			3,362	-	(3,362)	Yes	Yes	Yes	Yes **
Irvington General Hospital			3,068,032	-	(3,068,032)	Yes	Yes	Yes	Yes **
Muhlenberg Regional Medical Center			7,272,736	-	(7,272,736)	Yes	Yes	Yes	Yes **
Pascack Valley Hospital			767,696	-	(767,696)	Yes	Yes	Yes	Yes **
St. Francis Community Hospital (IC)			(4,222)	-	4,222	Yes	Yes	Yes	Yes **
Union Hospital			1,397,641	-	(1,397,641)	Yes	Yes	Yes	Yes **
West Hudson Hospital			1,021	-	(1,021)	Yes	Yes	Yes	Yes **
Wm. B. Kessler Mem Hosp			1,012,738	-	(1,012,738)	Yes	Yes	Yes	Yes **

State of New Jersey
 Report on DSH Audit Verifications
 For the Medicaid State Plan Rate Year Ended June 30, 2005

Hospital	Medicaid Provider Number	Verification #1	Verification #2		Verification #3	Verification #4	Verification #5	Verification #6
		Was Hospital Allowed to Retain DSH Payment?	DSH Payment for Medicaid State Plan Rate Year	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <Over> Total Uncompensated Care Costs (UCC)	Were only I/P and O/P Hospital Costs to Medicaid eligible and Uninsured Included in UCC?	If Medicaid Payments were in excess of Medicaid cost was the Total UCC reduced by this amount?	Have all claimed expenditures and payments for Medicaid and Uninsured been documented and retained?

* Note: In December 2000, the U.S. Congress approved the Medicare, Medicaid and State Child Health Insurance Program Benefits Improvement and Protection Act of 2000, which raised the DSH cost reimbursement limit from 100 to 175 percent of uncompensated care costs for all public hospitals, including state-owned hospitals. This provision became effective at the beginning of the federal fiscal year 2003 and remained in effect for two years. The 175 percent provision has been applied to UMDNJ-University Behavioral HealthCare Piscataway and University(UMDNJ). The calculated Total Eligible Uncompensated Care Costs reflects the 175% cost reimbursement limit.

** Note: Hospital currently closed.

***Note: St. Clare's Dover \$144,725 DSH payment and information (Medicaid #3675408) is included with Saint Clare's / Riverside

State of New Jersey
 Schedule of Annual Reporting Requirements
 For the Medicaid State Plan Rate Year Ended June 30, 2005

Definition of Uncompensated Care:

The definition of uncompensated care was based on guidance published by CMS in the final rule (73 Fed. Reg. 77904, December 19, 2008). The calculated uncompensated care costs (UCC) represent the net uncompensated costs of providing inpatient and outpatient hospital services to Medicaid eligible individuals and individuals with no source of third party coverage. The UCC for these patient groups was calculated using Medicare cost reporting methods, and utilized the Medicare cost report, Medicaid Paid Claims Summaries, and Hospital-Provided Data. Total uncompensated care costs represents the net uncompensated care costs of providing inpatient and outpatient hospital services to patients that fall into one of the following Medicaid in-State and out-of-State payment categories: Fee-for-Service Medicaid primary, Fee-for-Service Crossovers, Managed Care Medicaid primary, Managed Care Medicaid Crossover, and Uninsured individuals with no source of third party coverage. The cost of services for each of this payment categories were calculated using the appropriate per diems or cost-to-charge ratios from each hospital's Medicare Cost Report. These costs were then reduced by the total payments received for the services provided, including any supplemental Medicaid payments or Section 1011 payment where applicable.

A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
Hospital Name	State Estimated Hospital-Specific DSH Limit	Medicaid IP Utilization Rate	Low-Income Utilization Rate	State-Defined Eligibility Statistic	Regular IP/OP Medicaid FFS Rate Payments	IP/OP Medicaid MCO Payments	Supplemental / Enhanced IP/OP Medicaid Payments	Total Medicaid IP/OP Medicaid Payments (F+G+H)	Total Cost of Care - Medicaid IP/OP Services	Total Medicaid Uncompensated Care Costs (J-I)	Total IP/OP Indigent Care/Self-Pay Revenues	Total Applicable Section 1011 Payments	Total IP/OP Uninsured Cost of Care	Total Uninsured Uncompensated Care Costs (N-M-L)	Total Eligible Uncompensated Care Costs (K+O)	Total DSH Payments Received
Univ Medical Center at Princeton	5,827,938	10.00%	2.45%	MIUR >1%	12,212,692	692,895	-	12,905,587	15,172,034	2,266,447	2,133,458	-	9,121,842	6,988,384	9,254,831	1,176,069
University (UMDNJ)	153,420,022	47.34%	38.71%	MIUR >1%	126,098,783	35,223,703	14,728,489	176,050,975	201,154,156	25,103,181	2,181,275	-	120,492,912	118,311,637	250,975,932	154,585,825 *
Valley Hospital	5,744,911	4.23%	3.03%	MIUR >1%	8,790,865	1,098,247	-	9,889,112	12,367,780	2,478,668	1,568,697	-	7,048,762	5,480,065	7,958,733	1,311,462
Virtua - Mem Hsp of Burlington County	5,067,156	10.97%	7.46%	MIUR >1%	10,295,388	4,932,477	-	15,227,865	16,282,668	1,054,803	473,030	35,261	7,646,966	7,138,675	8,193,478	793,760
Virtua Health - West Jersey Hospital	4,922,245	5.67%	7.90%	MIUR >1%	16,832,850	8,980,971	-	25,813,821	35,046,554	9,232,733	1,536,753	41,570	24,975,788	23,397,465	32,630,198	1,451,380
Warren Hospital	11,206,989	15.11%	5.59%	MIUR >1%	7,857,698	2,281,778	-	10,139,476	11,472,063	1,332,587	-	1,602	-	(1,602)	1,330,985	2,070,142
Weisman Children's Rehab	-	57.34%	37.11%	MIUR >1%	5,279,003	-	-	5,279,003	5,435,358	156,355	-	-	-	-	156,355	93,997
Institute for Mental Disease																
Ancora Psychiatric Hospital	-	5.75%	92.93%	MIUR >1%	4,285,720	-	-	4,285,720	6,126,037	1,840,317	-	-	94,731,444	94,731,444	96,571,761	97,099,317
Buttonwood Psych Hospital - County Facility	-	0.85%	83.46%	MIUR >1%	4,914	-	-	4,914	3,2059	27,145	-	-	3,129,934	3,129,934	3,157,079	3,236,551
Camden County Health Services Center	-	4.75%	152.43%	MIUR >1%	747,353	-	-	747,353	1,052,395	305,042	-	-	19,566,082	19,566,082	19,871,124	20,194,003
Carrier Clinic	-	9.46%	6.83%	MIUR >1%	2,059,063	-	-	2,059,063	2,002,644	(56,419)	55,491	-	346,434	290,943	234,524	190,223
East Mountain Hospital, Inc.	-	72.91%	72.84%	MIUR >1%	2,555,303	-	-	2,555,303	2,720,229	164,926	-	-	62,769	62,769	227,695	58,744
Essex County Hospital Center	-	9.55%	88.23%	MIUR >1%	3,879,651	-	-	3,879,651	3,781,098	(98,553)	-	-	31,833,300	31,833,300	31,734,747	31,831,051
Greystone Psychiatric Hospital	-	2.02%	94.96%	MIUR >1%	1,273,045	-	-	1,273,045	1,368,912	95,867	-	-	63,398,422	63,398,422	63,494,289	66,739,872
Hagedorn Psychiatric Hospital	-	30.87%	76.08%	MIUR >1%	9,975,325	-	-	9,975,325	15,665,346	5,690,021	-	-	28,631,831	28,631,831	34,321,852	33,706,897
Hampton Hospital	-	9.34%	6.78%	MIUR >1%	1,493,757	-	-	1,493,757	1,473,852	(19,905)	22,241	-	154,463	132,222	112,317	112,615
Hudson County Psychiatric Hospital	-	0.00%	94.88%	MIUR >1%	-	-	-	-	-	-	-	-	14,267,730	14,267,730	14,267,730	14,367,544
Mount Carmel Guild	-	0.00%	35.15%	LIUR >25%	17,965,285	-	-	17,965,285	16,058,556	(1,906,729)	61,344	-	1,559,313	1,497,969	(408,760)	899,772
Ramapo Psychiatric Hospital (Short Term)	-	5.10%	28.38%	MIUR >1%	3,315,997	-	-	3,315,997	4,072,576	756,579	-	-	361,904	361,904	1,118,483	240,151
Runnells Specialized Hospital	-	29.66%	6.69%	MIUR >1%	3,257,016	-	-	3,257,016	4,167,434	910,418	-	-	-	-	910,418	915,626
Saint Barnabas Behavioral Health Center	-	5.66%	1.96%	MIUR >1%	190,514	-	-	190,514	521,901	331,387	-	-	-	-	331,387	4,897
Summit Hospital	-	20.08%	16.23%	MIUR >1%	2,646,554	-	-	2,646,554	2,378,445	(268,109)	109,108	-	643,433	534,325	266,216	44,689
Trenton Psychiatric Hospital	-	3.73%	93.61%	MIUR >1%	2,902,858	-	-	2,902,858	2,857,775	(45,083)	-	-	69,298,311	69,298,311	69,253,228	71,033,033
UMDNJ-University Behavioral HealthCare-Piscataway	-	18.23%	42.66%	MIUR >1%	13,962,061	-	7,971	13,970,032	15,975,608	2,005,576	1,079,119	-	14,509,443	13,430,324	27,012,825	15,856,504 *
Out-of-State DSH Hospitals																
None																
Closed DSH Hospitals																
Barnert Memorial Hospital	22,292,808	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	5,195,895 **
Barnert Psych Unit	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	82,697 **
Beth Israel Medical Center Passaic	14,064,420	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	4,099,951 **
Brisbane Psychiatric Hospital	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	756,277 **
Cathedral Health System - St. James	113,324,528	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	211,964 **
Columbus Hospital	24,306,496	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	3,543,485 **
General Hospital Center at Passaic	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	2,095,578 **
Greenville Hospital	3,371,170	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	2,253,981 **
Hospital Center at Orange	13,013,161	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	3,362 **
Irvington General Hospital	5,317,182	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	3,068,032 **
Muhlenberg Regional Medical Center	16,773,091	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	7,272,736 **
Pasack Valley Hospital	2,018,177	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	767,696 **
St. Francis Community Hospital (JC)	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	(4,222) **
Union Hospital	3,158,009	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	1,397,641 **
West Hudson Hospital	1,972,922	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	1,021 **
Wm. B. Kessler Mem Hosp	1,764,246	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	1,012,738 **

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