

State of New Jersey
New Jersey Medicaid DSH Audit
2006 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, 2006. 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, 2006.

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, 2006

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.

State of New Jersey Disproportionate Share Hospital (DSH)

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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 2006) 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
3676609	Capital Health System at Fuld
4138201	Capital Health System at Mercer
4144104	Carrier Clinic
3684504	Children's Specialized Hospital
3674207	Christ Hospital
4135504	Clara Maass Medical Center
3674606	Community Medical Center
4137205	Deborah Heart and Lung Center
4138309	Englewood Hospital and Medical Center
4137906	Hoboken University Medical Center
3676803	JFK at Edison / Anthony Yelencsics
4143329	Kessler Institute for Rehabilitation
3676200	Kimball Medical Center
4141504	Meadowlands Hospital
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
4138902	Virtua - Memorial Hospital of Burlington County

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)

Report on Audit Verifications

For the Year Ended June 30, 2006

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 2006) 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
3684504	Children's Specialized Hospital
4136004	Cooper Hospital / University Medical Center
3674801	Overlook Hospital
4144007	UMDNJ-University Behavioral HealthCare-Piscataway

- The following hospitals did not submit any uninsured data. 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
0007056	Rehabilitation Hospital of South Jersey
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 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 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.

State of New Jersey Disproportionate Share Hospital (DSH)

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7. 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 2006).

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

8. 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 2006).

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

9. 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)

10. 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
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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

State of New Jersey
Report on DSH Audit Verifications
For the Medicaid State Plan Rate Year Ended June 30, 2006

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	104,653,059	111,944,020	7,290,961	Yes	Yes	Yes	Yes
Atlantic City Medical Ctr	4139402	Yes	22,732,191	54,210,419	31,478,228	Yes	Yes	Yes	Yes
Bayonne Hospital	4136705	Yes	4,321,248	13,834,831	9,513,583	Yes	Yes	Yes	Yes
Bayshore Community Hosp	4141105	Yes	1,024,780	4,172,639	3,147,859	Yes	Yes	Yes	Yes
Bergen Regional Medical Center	4139003	Yes	48,884,823	19,893,954	(28,990,869)	Yes	Yes	Yes	Yes
Betty Bacharach Rehabilitation Hospital	4143701	Yes	35,304	1,799,177	1,763,873	Yes	Yes	Yes	Yes
Buttonwood Psych Hospital - County Facility	6812007	No	2,918,970	3,122,329	203,359	Yes	Yes	Yes	Yes
Camden County Health Services Center	4508700	No	19,723,108	21,097,176	1,374,068	Yes	Yes	Yes	Yes
Cape Regional Medical Center	4135709	Yes	885,040	6,060,525	5,175,485	Yes	Yes	Yes	Yes
Capital Health System at Fuld	3676609	Yes	20,070,940	20,477,566	406,626	Yes	Yes	Yes	Yes
Capital Health System at Mercer	4138201	Yes	5,682,984	19,378,397	13,695,413	Yes	Yes	Yes	Yes
Carrier Clinic	4144104	Yes	-	(117,330)	-	Yes	Yes	Yes	Yes
Centrastate Medical Center	4141008	Yes	3,810,163	7,100,202	3,290,039	Yes	Yes	Yes	Yes
Children's Specialized Hospital	3684504	No	624,202	(2,584,030)	(624,202)	Yes	Yes	Yes	Yes
Chilton Memorial Hospital	4136209	Yes	690,099	3,837,437	3,147,338	Yes	Yes	Yes	Yes
Christ Hospital	3674207	Yes	11,340,597	18,842,259	7,501,662	Yes	Yes	Yes	Yes
Clara Maass Medical Center	4135504	Yes	3,913,433	13,348,177	9,434,744	Yes	Yes	Yes	Yes
Community Medical Center	3674606	Yes	3,522,072	16,604,450	13,082,378	Yes	Yes	Yes	Yes
Cooper Hospital / Univ Med Ctr	4136004	Yes	47,641,309	63,818,829	16,177,520	Yes	Yes	Yes	Yes
Deborah Heart and Lung Center	4137205	Yes	8,980,068	15,238,385	6,258,317	Yes	Yes	Yes	Yes
East Mountain Hospital, Inc.	0001694	Yes	-	(23,918)	-	Yes	Yes	Yes	Yes
East Orange General Hospital	4140001	Yes	21,876,237	364,663	(21,511,574)	Yes	Yes	Yes	Yes
Englewood Hospital and Medical Center	4138309	Yes	3,856,105	10,739,816	6,883,711	Yes	Yes	Yes	Yes
Essex County Hospital Center	4508602	No	27,786,946	29,722,805	1,935,859	Yes	Yes	Yes	Yes
Greystone Psychiatric Hospital	4507703	Yes	65,699,978	70,277,159	4,577,181	Yes	Yes	Yes	Yes
Hackensack University Medical Center	3674100	Yes	23,195,277	26,884,581	3,689,304	Yes	Yes	Yes	Yes
Hackettstown Comm Hosp	4141300	Yes	586,533	3,316,187	2,729,654	Yes	Yes	Yes	Yes
Hagedorn Psychiatric Hospital	4508203	Yes	35,229,016	37,683,348	2,454,332	Yes	Yes	Yes	Yes
Hampton Hospital	5446406	Yes	109,569	117,202	7,633	Yes	Yes	Yes	Yes
Healthsouth Garden State	4143604	Yes	5,364	80,466	75,102	Yes	Yes	Yes	Yes
Hoboken University Medical Center	4137906	No	13,994,112	17,343,154	3,349,042	Yes	Yes	Yes	Yes
Holy Name Hospital	4135407	Yes	1,344,543	9,058,643	7,714,100	Yes	Yes	Yes	Yes
Hudson County Psychiatric Hospital	7197012	Yes	14,372,211	15,373,493	1,001,282	Yes	Yes	Yes	Yes
Hunterdon Medical Center	4135202	Yes	3,724,973	6,666,801	2,941,828	Yes	Yes	Yes	Yes
Jersey City Medical Center	4139801	Yes	88,606,018	101,591,531	12,985,513	Yes	Yes	Yes	Yes
Jersey Shore Medical Center	3675700	Yes	6,994,440	21,114,494	14,120,054	Yes	Yes	Yes	Yes
JFK at Edison / Anthony Yelencsics	3676803	Yes	2,180,318	10,936,601	8,756,283	Yes	Yes	Yes	Yes
Kennedy Memorial Hospital-UMC	4140206	Yes	9,019,012	11,154,247	2,135,235	Yes	Yes	Yes	Yes
Kessler Institute for Rehabilitation	4143329	Yes	224,619	(1,158,878)	(224,619)	Yes	Yes	Yes	Yes
Kimball Medical Center	3676200	Yes	7,490,327	11,928,114	4,437,787	Yes	Yes	Yes	Yes
Lourdes Med Ctr at Burlington County	3675203	Yes	777,640	4,643,822	3,866,182	Yes	Yes	Yes	Yes
Matheny School & Hospital	4143001	No	29,283	20,508	(8,775)	Yes	Yes	Yes	Yes
Meadowlands Hospital	4141504	Yes	714,999	1,406,016	691,017	Yes	Yes	Yes	Yes
Memorial Hospital of Salem County	9031308	No	260,509	380,877	120,368	Yes	Yes	Yes	Yes
Monmouth Medical Center	3675807	Yes	12,961,815	19,350,134	6,388,319	Yes	Yes	Yes	Yes
Morristown Memorial Hospital	4136101	Yes	10,330,153	73,246,911	62,916,758	Yes	Yes	Yes	Yes
Mount Carmel Guild	3685101	Yes	1,935,959	2,070,833	134,874	Yes	Yes	Yes	Yes
Mountainside Hospital	4138708	No	2,434,991	448,919	(1,986,072)	Yes	Yes	Yes	Yes
Newark Beth Israel Medical Center	4135008	Yes	49,842,937	69,857,267	20,014,330	Yes	Yes	Yes	Yes
Newton Memorial Hospital	4137001	Yes	6,121,046	6,126,205	5,159	Yes	Yes	Yes	Yes
Ocean Medical Center	3674908	Yes	1,850,414	6,243,839	4,393,425	Yes	Yes	Yes	Yes
Our Lady of Lourdes Medical Center	4137108	Yes	7,030,440	19,568,583	12,538,143	Yes	Yes	Yes	Yes
Overlook Hospital	3674801	Yes	2,607,932	44,019,238	41,411,306	Yes	Yes	Yes	Yes
Palisades General Hospital	4135105	No	3,530,228	13,562,715	10,032,487	Yes	Yes	Yes	Yes

State of New Jersey
Report on DSH Audit Verifications
For the Medicaid State Plan Rate Year Ended June 30, 2006

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?
Ramapo Ridge Psychiatric Hospital (Short Term)	4144414	Yes	214,815	1,318,046	1,103,231	Yes	Yes	Yes	Yes
Raritan Bay Medical Center	4137809	Yes	23,881,305	39,825,190	15,943,885	Yes	Yes	Yes	Yes
Rehab Hospital of South Jersey	0007056	No	1,159	71,227	70,068	Yes	Yes	Yes	Yes
Rehab Hospital of Tinton Falls (Healthsouth)	8908109	No	1,506	202,234	200,728	Yes	Yes	Yes	Yes
Riverview Hospital	4137400	Yes	2,819,443	9,339,015	6,519,572	Yes	Yes	Yes	Yes
Runnells Specialized Hospital	3682307	No	1,042,527	1,575,456	532,929	Yes	Yes	Yes	Yes
RWJ at Hamilton	3676901	No	1,663,006	8,823,239	7,160,233	Yes	Yes	Yes	Yes
RWJ at Rahway	3674401	Yes	1,064,200	3,838,568	2,774,368	Yes	Yes	Yes	Yes
RWJ University Hospital	4137701	Yes	19,006,147	54,382,726	35,376,579	Yes	Yes	Yes	Yes
Saint Barnabas Behavioral Health Center	7161000	No	5,515	329,025	323,510	Yes	Yes	Yes	Yes
Saint Barnabas Medical Center	3675904	Yes	6,633,778	18,425,291	11,791,513	Yes	Yes	Yes	Yes
Saint Clare's / Riverside	4138601	Yes	17,738,252	15,454,108	(2,284,144)	Yes	Yes	Yes	Yes **
Saint Clare's / Sussex	4141601	Yes	270,358	823,199	552,841	Yes	Yes	Yes	Yes
Saint Francis Medical Center	4136608	No	9,386,864	(1,941,737)	(9,386,864)	Yes	Yes	Yes	Yes
Saint Joseph's Wayne	4141407	Yes	1,240,416	2,051,872	811,456	Yes	Yes	Yes	Yes
Saint Lawrence Rehabilitation Hospital	4143400	No	3,523	(17,712)	(3,523)	Yes	Yes	Yes	Yes
Saint Mary's Hospital	4135300	Yes	16,092,241	11,155,773	(4,936,468)	Yes	Yes	Yes	Yes
Saint Michael's Medical Center	4140508	Yes	35,510,366	33,749,260	(1,761,106)	Yes	Yes	Yes	Yes
Saint Peter's Medical Center	4139500	Yes	3,985,187	49,550,393	45,565,206	Yes	Yes	Yes	Yes
Shore Memorial Hospital	3674703	Yes	1,084,295	14,331,166	13,246,871	Yes	Yes	Yes	Yes
Somerset Medical Center	4138406	No	1,868,257	7,233,242	5,364,985	Yes	Yes	Yes	Yes
South Jersey / Emer	3675602	Yes	221,913	1,656,855	1,434,942	Yes	Yes	Yes	Yes
South Jersey Hosp System	3674509	Yes	4,795,190	19,534,350	14,739,160	Yes	Yes	Yes	Yes ***
Southern Ocean Cty Hosp	4141202	Yes	451,698	5,047,254	4,595,556	Yes	Yes	Yes	Yes
St. Joseph's Hospital and Medical Center	4136403	Yes	53,918,486	47,958,914	(5,959,572)	Yes	Yes	Yes	Yes
Summit Hospital	4143906	Yes	131,790	230,484	98,694	Yes	Yes	Yes	Yes
Trenton Psychiatric Hospital	4507908	Yes	72,812,595	77,885,297	5,072,702	Yes	Yes	Yes	Yes
Trinitas Hospital	4136900	Yes	37,490,049	41,104,941	3,614,892	Yes	Yes	Yes	Yes
UMDNJ-University Behavioral HealthCare-Piscataway	4144007	No	10,734,402	13,133,325	2,398,923	Yes	Yes	Yes	Yes
Underwood Memorial Hosp	3676102	Yes	2,695,440	8,494,878	5,799,438	Yes	Yes	Yes	Yes
Univ Medical Center at Princeton	4135601	Yes	2,768,353	11,176,797	8,408,444	Yes	Yes	Yes	Yes
University (UMDNJ)	3677001	Yes	102,001,869	172,704,848	70,702,979	Yes	Yes	Yes	Yes
Valley Hospital	4135806	Yes	1,377,327	8,821,013	7,443,686	Yes	Yes	Yes	Yes
Virtua - Mem Hsp of Burlington County	4138902	Yes	927,939	9,803,469	8,875,530	Yes	Yes	Yes	Yes
Virtua Health - West Jersey Hospital	3674304	Yes	3,140,183	34,706,855	31,566,672	Yes	Yes	Yes	Yes
Warren Hospital	4139208	No	2,144,357	2,122,430	(21,927)	Yes	Yes	Yes	Yes
Weisman Children's Rehab	7584407	Yes	10,901	(37,562)	(10,901)	Yes	Yes	Yes	Yes
Closed DSH Hospitals									
Barnert Memorial Hospital			5,778,929	-	(5,778,929)	Yes	Yes	Yes	Yes *
Barnert Psych Unit			-	-	-	Yes	Yes	Yes	Yes *
Beth Israel Medical Center Passaic			4,329,274	-	(4,329,274)	Yes	Yes	Yes	Yes *
Brisbane Psychiatric Hospital			-	-	-	Yes	Yes	Yes	Yes *
Cathedral Health System - St. James			249,901	-	(249,901)	Yes	Yes	Yes	Yes *
Columbus Hospital			3,240,453	-	(3,240,453)	Yes	Yes	Yes	Yes *
General Hospital Center at Passaic			154	-	(154)	Yes	Yes	Yes	Yes *
Greenville Hospital			2,392,366	-	(2,392,366)	Yes	Yes	Yes	Yes *
Hospital Center at Orange			8,537	-	(8,537)	Yes	Yes	Yes	Yes *
Irvington General Hospital			2,194,325	-	(2,194,325)	Yes	Yes	Yes	Yes *
Muhlenberg Regional Medical Center			9,638,638	-	(9,638,638)	Yes	Yes	Yes	Yes *
Pascack Valley Hospital			692,688	-	(692,688)	Yes	Yes	Yes	Yes *
St. Francis Community Hospital (JC)			12,195	-	(12,195)	Yes	Yes	Yes	Yes *
Union Hospital			1,595,454	-	(1,595,454)	Yes	Yes	Yes	Yes *

State of New Jersey
 Report on DSH Audit Verifications
 For the Medicaid State Plan Rate Year Ended June 30, 2006

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?
West Hudson Hospital			4,805	-	(4,805)	Yes	Yes	Yes	Yes
Wm. B. Kessler Mem Hosp			592,273	-	(592,273)	Yes	Yes	Yes	Yes

* Note: Hospital currently closed.

**Note: St. Clare's Dover \$116,765 DSH payment and information (Medicaid #3675408) included with Saint Clare's / Riverside

***Note: South Jersey Health System-Newcome \$23 DSH payment and information (Medicaid #3676307) included with South Jersey Hosp System

State of New Jersey
Schedule of Annual Reporting Requirements
For the Medicaid State Plan Rate Year Ended June 30, 2006

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 I/P 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
University (UMDNJ)	88,536,310	47.17%	43.59%	MIUR >1%	122,509,695	36,933,559	16,567,358	176,010,612	220,510,009	44,499,397	594,770	-	128,800,221	128,205,451	172,704,848	102,001,869
Valley Hospital	8,025,565	4.35%	2.99%	MIUR >1%	9,705,228	1,190,328	-	10,895,556	13,765,300	2,869,744	1,472,833	-	7,424,102	5,951,269	8,821,013	1,377,327
Virtua - Mem Hsp of Burlington County	8,655,693	12.79%	9.13%	MIUR >1%	10,923,253	6,847,780	-	17,771,033	19,491,210	1,720,177	608,428	87,417	8,779,137	8,083,292	9,803,469	927,939
Virtua Health - West Jersey Hospital	11,043,567	5.81%	8.03%	MIUR >1%	17,477,093	9,967,470	-	27,444,563	37,197,275	9,752,712	1,499,304	64,401	26,517,848	24,954,143	34,706,855	3,140,183
Warren Hospital	7,630,418	13.84%	5.16%	MIUR >1%	7,440,505	2,769,843	-	10,210,348	12,340,106	2,129,758	-	7,328	-	(7,328)	2,122,430	2,144,357
Weisman Children's Rehab	-	59.65%	45.13%	MIUR >1%	6,198,190	-	-	6,198,190	6,160,628	(37,562)	-	-	-	-	(37,562)	10,901
Institute for Mental Disease	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ancora Psychiatric Hospital	-	6.87%	94.01%	MIUR >1%	5,164,635	-	-	5,164,635	8,308,459	3,143,824	-	-	108,800,196	108,800,196	111,944,020	104,653,059
Buttonwood Psych Hospital - County Facility	-	0.80%	80.81%	MIUR >1%	2,258	-	-	2,258	30,350	28,092	-	-	3,094,237	3,094,237	3,122,329	2,918,970
Camden County Health Services Center	-	4.38%	155.88%	MIUR >1%	897,025	-	-	897,025	1,037,603	140,578	-	-	20,956,598	20,956,598	21,097,176	19,723,108
Carrier Clinic	-	9.64%	7.25%	MIUR >1%	2,226,737	-	-	2,226,737	2,039,379	(187,358)	29,639	-	99,667	70,028	(117,330)	-
East Mountain Hospital, Inc.	-	86.01%	86.58%	MIUR >1%	3,086,304	-	-	3,086,304	3,036,546	(49,758)	-	-	25,840	25,840	(23,918)	-
Essex County Hospital Center	-	8.45%	89.63%	MIUR >1%	3,151,645	-	-	3,151,645	3,068,161	(83,484)	-	-	29,806,289	29,806,289	29,722,805	27,786,946
Greystone Psychiatric Hospital	-	2.26%	97.50%	MIUR >1%	1,417,984	-	-	1,417,984	1,642,696	224,712	-	-	70,052,447	70,052,447	70,277,159	65,699,978
Hagedorn Psychiatric Hospital	-	27.31%	79.06%	MIUR >1%	8,651,596	-	-	8,651,596	13,737,913	5,086,317	-	-	32,597,031	32,597,031	37,683,348	35,229,016
Hampton Hospital	-	10.43%	7.29%	MIUR >1%	1,755,554	-	-	1,755,554	1,757,483	1,929	32,382	-	147,655	115,273	117,202	109,569
Hudson County Psychiatric Hospital	-	0.00%	93.85%	MIUR >1%	-	-	-	-	-	-	-	-	15,373,493	15,373,493	15,373,493	14,372,211
Mount Carmel Guild	-	0.00%	50.74%	LIUR >25%	13,243,914	3,835	-	13,247,749	13,984,435	736,686	40,728	-	1,374,875	1,334,147	2,070,833	1,935,959
Ramapo Ridge Psychiatric Hospital (Short Term)	-	8.87%	28.32%	MIUR >1%	4,039,647	-	-	4,039,647	4,914,109	874,462	-	-	443,584	443,584	1,318,046	214,815
Runnells Specialized Hospital	-	33.58%	7.26%	MIUR >1%	3,732,006	-	-	3,732,006	5,307,462	1,575,456	-	-	-	-	1,575,456	1,042,527
Saint Barnabas Behavioral Health Center	-	5.42%	1.76%	MIUR >1%	172,753	2,183	-	174,936	503,961	329,025	-	-	-	-	329,025	5,515
Summit Hospital	-	14.46%	13.10%	MIUR >1%	2,296,491	-	-	2,296,491	1,974,965	(321,526)	91,363	-	643,373	552,010	230,484	131,790
Trenton Psychiatric Hospital	-	3.03%	97.18%	MIUR >1%	2,313,789	-	-	2,313,789	2,514,956	201,167	-	-	77,684,130	77,684,130	77,885,297	72,812,595
UMDNJ-University Behavioral HealthCare-Piscataway	-	15.11%	53.78%	MIUR >1%	13,670,842	15,202	-	13,686,044	14,505,959	819,915	904,305	-	13,217,715	12,313,410	13,133,325	10,734,402
Out-of-State DSH Hospitals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
None	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closed DSH Hospitals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Barnert Memorial Hospital	13,831,342	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	5,778,929 *
Barnert Psych Unit	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	- *
Beth Israel Medical Center Passaic	19,850,599	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	4,329,274 *
Brisbane Psychiatric Hospital	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	- *
Cathedral Health System - St. James	63,078,751	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	249,901 *
Columbus Hospital	12,461,989	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	3,240,453 *
General Hospital Center at Passaic	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	154 *
Greenville Hospital	4,136,801	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	2,392,366 *
Hospital Center at Orange	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	8,537 *
Irvington General Hospital	5,071,746	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	2,194,325 *
Muhlenberg Regional Medical Center	14,810,732	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	9,638,638 *
Pascack Valley Hospital	3,400,999	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	692,688 *
St. Francis Community Hospital (JC)	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	12,195 *
Union Hospital	3,069,308	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	1,595,454 *
West Hudson Hospital	-	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	4,805 *
Wm. B. Kessler Mem Hosp	1,951,358	0.00%	0.00%	MIUR >1%	-	-	-	-	-	-	-	-	-	-	-	592,273 *

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