

**APPEAL RECOMPUTATION  
ON THE AUDIT OF  
RATE DEVELOPMENT BRANCH SCHEDULES  
LANCASTER COMMUNITY HOSPITAL  
LANCASTER, CALIFORNIA  
NATIONAL PROVIDER IDENTIFIER: 1508856535  
FISCAL PERIOD ENDED  
DECEMBER 31, 2010**

**Audits Section—Burbank  
Financial Audits Branch  
Audits and Investigations  
California Department of Health Care Services**

**Section Chief: Daniel J. Giardinelli  
Audit Supervisor: Celia Avina  
Auditor: Kit Chao**



TOBY DOUGLAS  
*Director*

State of California—Health and Human Services Agency  
Department of Health Care Services



EDMUND G. BROWN JR.  
*Governor*

November 7, 2012

**CERTIFIED MAIL NO. 7008 0500 0001 8271 1226**

Carole A. DeSmedt  
Area Reimbursement Manager – Western Region  
UHS of Delaware, Inc.  
367 South Gulph Road  
King of Prussia, PA 19406-0958

In the Matter of:

**LANCASTER COMMUNITY HOSPITAL  
NATIONAL PROVIDER IDENTIFIER (NPI) 1508856535  
FISCAL PERIOD ENDED DECEMBER 31, 2010  
CASE NUMBER RD13-1210-184C-DB**

Pursuant to the Office of Administrative Hearings and Appeals' Report of Findings dated October 17, 2012, the Medi-Cal Rate Development Worksheets dated July 30, 2012 have been revised.

Enclosed are the revised schedules detailing the results of the recomputation.

If you have any questions regarding this revised report, you may call the Audits Section-Burbank at (818) 295-2620.

**Original Signed By**

Daniel J. Giardinelli, Chief  
Audits Section—Burbank  
Financial Audits Branch

Enclosure

cc: Evie Correa, Chief  
Audit Review and Analysis Section  
California Department of Health Care Services  
P.O. Box 997413, MS 2109  
Sacramento, CA 95899-7413

Carole A. DeSmedt  
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cc: Chris Opera, Chief  
Non-Contract Hospital Recoupment Unit  
Safety Net Financing Division  
California Department of Health Care Services  
M.S. 4518  
P.O. Box 997436  
Sacramento, CA 95899-7436

Kurt Broten  
Chief Financial Officer  
Palmdale Regional Medical Center  
38600 Medical Center Drive  
Palmdale, CA 93551



## RATE DEVELOPMENT SCHEDULES

<b>PROVIDER NAME</b>	<b>LANCASTER COMMUNITY HOSPITAL</b>
<b>NPI</b>	<b>1508856535</b>
<b>FISCAL PERIOD</b>	<b>JANUARY 1, 2010 THROUGH DECEMBER 31, 2010</b>
<b>CONTRACT PERIOD</b>	<b>N/A</b>

	<u>REFERENCE</u>		
<b>A. EXPENSE PASS-THROUGH DATA</b>			
1. Depreciation Expense:	8810 - 8813, and/or .71, .72, .73 and .74	\$	1,145,739
2. Rent and Lease Expense:	8820-8822, and/or .75 and .76	\$	1,976,293
3. Interest Expense:	8860, 8870	\$	1,421,948
4. Property Taxes and License Fees:	8850 and/or .83	\$	1,124,230
5. Utility Expense:	.77, .78, .79, and .80	\$	968,177
6. Malpractice Insurance Expense:	8830 and/or .81	\$	781,745
<b>B. GROSS OPERATING EXPENSES</b> (Rev. )	C/R W/S A, line 101, col. 3	\$	85,945,842
<b>C. STUDENT AND PHYSICIANS COMPENSATION</b>			
1. Salaries and Wages (include benefits)	.07, 8210.09 - 8290.09	\$	0
2. Professional Fees	.20	\$	811,018
<b>D. PHARMACY NONLABOR EXPENSE</b> (Rev. )	8390.37 and 8390.38	\$	2,880,644
<b>E. FOOD SERVICES NONLABOR EXPENSE</b> (Rev. )	8320, 8330 and 8340 and/or .42 and .43	\$	1,410,632
<b>F. DIRECT OPERATING COSTS</b>			
1. Salaries and Wages (Rev. )	.00 - .09, .91, .95	\$	31,029,718
2. Employee Benefits (Rev. )	.10 - .19, .92, .96	\$	9,617,718
3. Other Professional Fees (Rev. )	.21 - .29	\$	188,180
4. Purchased Services (Rev. )	.61 - .69	\$	12,275,680
5. Supplies (Rev. )	.31 - .36, .39 - .41 .44 - .50, .93, .97	\$	12,997,749
6. Other Direct Operating Expense	.85 - .90	\$	0





Provider Name		Fiscal Period		NPI	Revision		
LANCASTER COMMUNITY HOSPITAL		JANUARY 1, 2010 THROUGH DECEMBER 31, 2010		1508856535	1		
Report References							
Rev. No.	Audit Report Page	RD Schedule		Audited	Increase (Decrease)		
		Page	Line				
Explanation of Audit Revisions							
<u>REVISION TO RATE DEVELOPMENT SCHEDULES</u>							
1	1	3	E	Total Medi-Cal Discharges - Acute - Noncontract	553	(8)	545
Appeal Finding - Issue Number 1							