

**REPORT
ON THE AUDIT OF
RATE DEVELOPMENT SCHEDULES**

**KAISER FOUNDATION HOSPITALS - FRESNO
FRESNO, CALIFORNIA
NATIONAL PROVIDER IDENTIFIER: 1083784672**

**FISCAL PERIOD ENDED
DECEMBER 31, 2009**

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

**Section Chief: Michael Harrold
Audit Supervisor: Kathy Atkins
Auditor: Barbara Still**



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



EDMUND G. BROWN JR.
GOVERNOR

April 3, 2012

Jane C. Moore
Senior Manager Finance
National Medicare Finance
Kaiser Foundation Hospitals – 4th Floor
393 East Walnut Street
Pasadena, CA 91188

KAISER FOUNDATION HOSPITALS - FRESNO
NATIONAL PROVIDER IDENTIFIER (NPI) 1083784672
FISCAL PERIOD ENDED DECEMBER 31, 2009

We have examined the Rate Development Schedules for the above-referenced fiscal period. Our examination was made under the authority of Section 14170 of the Welfare and Institutions Code and was limited to a review of the Rate Development Branch Schedules, Medi-Cal Cost Report, and accompanying financial statements.

The data presented in the Rate Development Worksheets represents the reported Rate Development Branch Schedules for the above fiscal period which was accepted as filed.

This audit report includes the:

1. Rate Development Schedules
2. Audit Adjustments Schedule

The results of this examination may be used to determine the Medi-Cal Peer Grouping Inpatient Reimbursement Limitation (PIRL) rate calculations. This will be determined by the Benefits, Waiver Analysis and Rates Division pursuant to California Code of Regulations (CCR), Title 22, Sections 51545 through 51556. These regulations may be viewed at www.oal.ca.gov.

If you have questions regarding this report, you may call the Audits Section – Fresno at (559) 446-2458.

Original Signed by

Michael A. Harrold, Chief
Audits Section—Fresno
Financial Audits Branch

Administrator
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Certified

RATE DEVELOPMENT SCHEDULES

PROVIDER NAME	KAISER FOUNDATION HOSPITALS - FRESNO
NPI	1083784672
FISCAL PERIOD	JANUARY 1, 2009 THROUGH DECEMBER 31, 2009
CONTRACT PERIOD	N/A

	<u>REFERENCE</u>		
A. EXPENSE PASS-THROUGH DATA			
1. Depreciation Expense: (Adj)	8810 - 8813, and/or .71, .72, .73 and .74	\$	6,848,401
2. Rent and Lease Expense: (Adj)	8820-8822, and/or .75 and .76	\$	2,662,339
3. Interest Expense: (Adj)	8860, 8870	\$	486,290
4. Property Taxes and License Fees: (Adj)	8850 and/or .83	\$	86,401
5. Utility Expense: (Adj)	.77, .78, .79, and .80	\$	1,525,527
6. Malpractice Insurance Expense: (Adj)	8830 and/or .81	\$	581,378
B. GROSS OPERATING EXPENSES (Adj)	Sch 10, line 101, col. 3	\$	234,400,185
C. STUDENT AND PHYSICIANS COMPENSATION			
1. Salaries and Wages (include benefits) (Adj)	.07, 8210.09 - 8290.09	\$	
2. Professional Fees (Adj)	.20	\$	
D. PHARMACY NONLABOR EXPENSE (Adj)	8390.37 and 8390.38	\$	3,252,430
E. FOOD SERVICES NONLABOR EXPENSE (Adj)	8320, 8330 and 8340 and/or .42 and .43	\$	528,657
F. DIRECT OPERATING COSTS			
1. Salaries and Wages	.00 - .09, .91, .95	\$	70,609,345
2. Employee Benefits	.10 - .19, .92, .96	\$	28,814,534
3. Other Professional Fees	.21 - .29	\$	0
4. Purchased Services	.61 - .69	\$	48,913,683
5. Supplies	.31 - .36, .39 - .41 .44 - .50, .93, .97	\$	11,018,280

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