

**APPEAL RECOMPUTATION  
OF THE  
RATE DEVELOPMENT WORKSHEETS**

**SAN RAMON REGIONAL MEDICAL CENTER  
SAN RAMON, CALIFORNIA  
NATIONAL PROVIDER IDENTIFIER: 1932131489**

**FISCAL PERIOD ENDED  
MAY 31, 2009**

**Audits Section – Richmond  
Financial Audits Branch  
Audits and Investigations  
Department of Health Care Services**

**Section Chief: Louise Wong  
Audit Supervisor: Matthew Moy  
Auditor: Jocelyn Bautista-Slan**



TOBY DOUGLAS  
DIRECTOR

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



EDMUND G. BROWN JR.  
GOVERNOR

January 11, 2013

Craig Armin  
VP Government Programs  
Tenet Healthcare Corporation  
1445 Ross Avenue, Suite 1400  
Dallas, TX 75202-2703

In the Matter of:

SAN RAMON REGIONAL MEDICAL CENTER  
NATIONAL PROVIDER IDENTIFIER (NPI) 1932131489  
FISCAL PERIOD ENDED MAY 31, 2009  
CASE NUMBER HA13-0509-224B-RD

Pursuant to the Office of Administrative Hearings and Appeals' Report of Findings dated November 14, 2012, the following revisions are made to the Medi-Cal Rate Development Worksheets audit report dated October 17, 2012.

SUMMARY OF REVISIONS

MEDI-CAL NET COST OF COVERED SERVICES

Audited Net Cost of Covered Services	\$	2,264,354
Revision		<u>27,785</u>
Revised Net of Covered Services	\$	<u>2,292,139</u>

TOTAL MEDI-CAL INPATIENT CHARGES

Audited Total Medi-Cal Inpatient Charges	\$	11,849,293
Revision		<u>211,421</u>
Revised Total Medi-Cal Inpatient Charges	\$	<u>12,060,714</u>

Enclosed is the revised Rate Development Worksheets and supporting schedules detailing the results of the recomputation.

Craig Armin  
Page 2

If you have any questions in regard to this revision, please call Jocelyn Bautista-Slan, Auditor of my staff at (510) 620-3100.

Original Signed by

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Certified

cc: Evie Correa, Chief  
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**RATE DEVELOPMENT SCHEDULES**

<b>PROVIDER NAME</b>	<b>SAN RAMON REGIONAL MEDICAL CENTER</b>
<b>NPI</b>	<b>1932131489</b>
<b>FISCAL PERIOD</b>	<b>JUNE 1, 2008 THROUGH MAY 31, 2009</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	\$	4,245,563
2. Rent and Lease Expense:	8820-8822, and/or .75 and .76	\$	585,366
3. Interest Expense:	8860, 8870	\$	
4. Property Taxes and License Fees:	8850 and/or .83	\$	634,380
5. Utility Expense:	.77, .78, .79, and .80	\$	1,436,841
6. Malpractice Insurance Expense:	8830 and/or .81	\$	586,066
<b>B. GROSS OPERATING EXPENSES</b>	Sch 10, line 101, col. 3	\$	126,824,626
<b>C. STUDENT AND PHYSICIANS COMPENSATION</b>			
1. Salaries and Wages (include benefits)	.07, 8210.09 - 8290.09	\$	
2. Professional Fees	.20	\$	2,893,024
<b>D. PHARMACY NONLABOR EXPENSE</b>	8390.37 and 8390.38	\$	4,756,205
<b>E. FOOD SERVICES NONLABOR EXPENSE</b>	8320, 8330 and 8340 and/or .42 and .43	\$	768,051
<b>F. DIRECT OPERATING COSTS</b>			
1. Salaries and Wages	.00 - .09, .91, .95	\$	52,945,310
2. Employee Benefits	.10 - .19, .92, .96	\$	16,565,031
3. Other Professional Fees	.21 - .29	\$	829,320
4. Purchased Services	.61 - .69	\$	13,494,617
5. Supplies	.31 - .36, .39 - .41, .44 - .50, .93, .97	\$	16,055,198
6. Other Direct Operating Expense	.85 - .90	\$	11,029,654

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<b>FISCAL PERIOD</b>	<b>JUNE 1, 2008 THROUGH MAY 31, 2009</b>
<b>CONTRACT PERIOD</b>	<b>N/A</b>

A. DIRECT PAYROLL COSTS (Totals)	<u>REFERENCE</u>		
1. Management and Supervision			
a. Productive Salaries	.00	\$	7,124,937
b. Productive Hours			123,184.00
2. Technicians and Specialists			
a. Productive Salaries	.01	\$	8,965,543
b. Productive Hours			204,041.00
3. Registered Nurses			
a. Productive Salaries	.02	\$	19,210,468
b. Productive Hours			320,626.00
4. Licensed Vocational Nurses			
a. Productive Salaries	.03	\$	145,769
b. Productive Hours			4,002.00
5. Aides and Orderlies			
a. Productive Salaries	.04	\$	1,533,804
b. Productive Hours			61,533.00
6. Physicians (Salaried)			
a. Productive Salaries	.07	\$	-
b. Productive Hours			-
7. Nonphysician Medical Practitioners			
a. Productive Salaries	.08	\$	156,242
b. Productive Hours			1,836.00
8. Environmental and Food Services			
a. Productive Salaries	.06	\$	2,144,368
b. Productive Hours			91,097.00
9. Clerical and Other Administrative			
a. Productive Salaries	.05	\$	6,345,744
b. Productive Hours			234,912.00
10. Other Salaries and Wages			
a. Productive Salaries	.09	\$	-
b. Productive Hours			-
11. All Nonproductive Salaries and Wages			
a. Nonproductive Salaries	Labor Distribution	\$	11,426,264
b. Nonproductive Hours	Report or Provider W/P		163,126.00
<b>B. SUBTOTAL DIRECT PAYROLL COST</b>			
1. Productive Salaries (lines A1a - A10a)		\$	<u>45,626,875</u>
2. Productive Hours (lines A1b - A10b)			<u>1,041,231.00</u>
<b>C. TOTAL PRODUCTIVE AND NONPRODUCTIVE SALARIES (A11a + B1)</b>		<b>\$</b>	<b><u>57,053,139</u></b>
<b>D. TOTAL PRODUCTIVE AND NONPRODUCTIVE HOURS (A11b + B2)</b>			<b><u>1,204,357.00</u></b>

Provider Name				Fiscal Period		NPI	Revisions
SAN RAMON REGIONAL MEDICAL CENTER				JUNE 1, 2008 THROUGH MAY 31, 2009		1932131489	2
Report References				Explanation of Revisions	Audited	Increase (Decrease)	Revised
Rev. No.	Audit Report Page	RD Schedule Page Line					
<b><u>REVISION TO RATE DEVELOPMENT SCHEDULES</u></b>							
1	1	3	A	Medi-Cal Net Cost of Covered Services—Noncontract	\$ 2,264,354	\$ 27,785	\$ 2,292,139
	1	3	A	Medi-Cal Net Cost of Covered Services—Contract	\$	\$	\$
	1	3	B	Deductibles and Coinsurance—Noncontract	\$ 57,392	\$ 0	\$ 57,392
	1	3	B	Deductibles and Coinsurance—Contract	\$	\$	\$
	1	3	C 1	Medi-Cal Inpatient Days—Adults and Pediatrics—Noncontract	687	0	687
	1	3	C 1	Medi-Cal Inpatient Days—Adults and Pediatrics—Contract			
	1	3	C 2	Medi-Cal Inpatient Days—ICU—Noncontract	122	0	122
	1	3	C 2	Medi-Cal Inpatient Days—ICU—Contract			
	1	3	C 3	Medi-Cal Inpatient Days—CCU—Noncontract			
	1	3	C 3	Medi-Cal Inpatient Days—CCU—Contract			
	1	3	C 4	Medi-Cal Inpatient Days—Nursery—Noncontract	11	0	11
	1	3	C 4	Medi-Cal Inpatient Days—Nursery—Contract			
	1	3	C 5	Medi-Cal Inpatient Days—NICU—Noncontract	2	0	2
	1	3	C 5	Medi-Cal Inpatient Days—NICU—Contract			
	1	3	C 6 a	Medi-Cal Inpatient Days—_____ Noncontract			
	1	3	C 6 a	Medi-Cal Inpatient Days—_____ Contract			
	1	3	C 6 b	Medi-Cal Inpatient Days—_____ Noncontract			
	1	3	C 6 b	Medi-Cal Inpatient Days—_____ Contract			

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SAN RAMON REGIONAL MEDICAL CENTER				JUNE 1, 2008 THROUGH MAY 31, 2009	1932131489	2	
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Rev. No.	Audit Report Page	RD Schedule Page Line					
	1	3	D	Total Hospital Discharges	4,963	0	4,963
	1	3	E	Total Medi-Cal Discharges—Acute—Noncontract	85	0	85
	1	3	E	Total Medi-Cal Discharges—Acute—Contract			
2	1	3	F	Total Medi-Cal Inpatient Charges—Noncontract	\$ 11,849,293	\$ 211,421	\$ 12,060,714
	1	3	F	Total Medi-Cal Inpatient Charges—Contract	\$	\$	\$
	2	4	A 1	Depreciation Expense	\$ 4,245,563	\$ 0	\$ 4,245,563
	2	4	A 2	Rent and Lease Expense	\$ 585,366	\$ 0	\$ 585,366
	2	4	A 3	Interest Expense	\$	\$	\$
	2	4	A 4	Property Taxes and License Fees	\$ 634,380	\$ 0	\$ 634,380
	2	4	A 5	Utility Expense	\$ 1,436,841	\$ 0	\$ 1,436,841
	2	4	A 6	Malpractice Insurance Expense	\$ 586,066	\$ 0	\$ 586,066
	2	4	B	Gross Operating Expenses	\$ 126,824,626	\$ 0	\$ 126,824,626
	2	4	C 1	Student and Physicians Compensation—Salaries and Wages	\$	\$	\$
	2	4	C 2	Student and Physicians Compensation—Professional Fees	\$ 2,893,024	\$ 0	\$ 2,893,024
	2	4	D	Pharmacy Nonlabor Expense	\$ 4,756,205	\$ 0	\$ 4,756,205

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Rev. No.	Audit Report Page	RD Schedule Page Line					
2	4	E		Food Services Nonlabor Expense	\$ 768,051	\$ 0	\$ 768,051
2	4	F 1		Direct Operating—Salaries and Wages	\$ 52,945,310	\$ 0	\$ 52,945,310
2	4	F 2		Direct Operating—Employee Benefits	\$ 16,565,031	\$ 0	\$ 16,565,031
2	4	F 3		Direct Operating—Other Professional Fees	\$ 829,320	\$ 0	\$ 829,320
2	4	F 4		Direct Operating—Purchased Services	\$ 13,494,617	\$ 0	\$ 13,494,617
2	4	F 5		Direct Operating—Supplies	\$ 16,055,198	\$ 0	\$ 16,055,198
2	4	F 6		Direct Operating—Other Direct Operating Expense	\$ 11,029,654	\$ 0	\$ 11,029,654
3	5	A 1 a		Management and Supervision—Productive Salaries	\$ 7,124,937	\$ 0	\$ 7,124,937
3	5	A 1 b		Management and Supervision—Productive Hours	123,184	0	123,184
3	5	A 2 a		Technicians and Specialists—Productive Salaries	\$ 8,965,543	\$ 0	\$ 8,965,543
3	5	A 2 b		Technicians and Specialists—Productive Hours	204,041	0	204,041
3	5	A 3 a		Registered Nurses—Productive Salaries	\$ 19,210,468	\$ 0	\$ 19,210,468
3	5	A 3 b		Registered Nurses—Productive Hours	320,626	0	320,626
3	5	A 4 a		Licensed Vocational Nurses—Productive Salaries	\$ 145,769	\$ 0	\$ 145,769
3	5	A 4 b		Licensed Vocational Nurses—Productive Hours	4,002	0	4,002
3	5	A 5 a		Aides and Orderlies—Productive Salaries	\$ 1,533,804	\$ 0	\$ 1,533,804
3	5	A 5 b		Aides and Orderlies—Productive Hours	61,533	0	61,533

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Rev. No.	Audit Report Page	RD Schedule Page Line					
3		5	A 6 a	Physicians (Salaried)—Productive Salaries	\$	\$	\$
3		5	A 6 b	Physicians (Salaried)—Productive Hours			
3		5	A 7 a	Nonphysician Medical Practitioners—Productive Salaries	\$ 156,242	\$ 0	\$ 156,242
3		5	A 7 b	Nonphysician Medical Practitioners—Productive Hours	1,836	0	1,836
3		5	A 8 a	Environmental and Food Services—Productive Salaries	\$ 2,144,368	\$ 0	\$ 2,144,368
3		5	A 8 b	Environmental and Food Services—Productive Hours	91,097	0	91,097
3		5	A 9 a	Clerical and Other Administrative—Productive Salaries	\$ 6,345,744	\$ 0	\$ 6,345,744
3		5	A 9 b	Clerical and Other Administrative—Productive Hours	234,912	0	234,912
3		5	A 10 a	Other Salaries and Wages—Productive Salaries	\$	\$	\$
3		5	A 10 b	Other Salaries and Wages—Productive Hours			
3		5	A 11	Nonproductive Salaries and Wages	\$ 11,426,264	\$ 0	\$ 11,426,264
3		5	A 11	Nonproductive Hours	163,126	0	163,126
3		5	B 1	Subtotal Productive Salaries	\$ 45,626,875	\$ 0	\$ 45,626,875
3		5	B 2	Subtotal Productive Hours	1,041,231	0	1,041,231
3		5	C	Total Productive and Nonproductive Salaries	\$ 57,053,139	\$ 0	\$ 57,053,139
3		5	D	Total Productive and Nonproductive Hours	1,204,357	0	1,204,357
To revise the Rate Development Schedules to agree with the Report of Findings dated November 14, 2012, issue number 3, Case No. HA13-0509-224B-RD.							