



Impact of Policies on Rural Communities

Hawaii

Provider Name/Number	Provider Type	Operating Margin ¹	Sequestration ² 2% Inpatient and Outpatient Medicare Revenue Cut			Bad Debt Reimbursement Cut ³ 35% Medicare Bad Debt Reimbursement Cut		
			Annual Revenue Lost ¹	Potential Job Loss ⁴	Potential GDP Loss ⁵	Annual Revenue Lost ¹	Potential Job Loss ⁴	Potential GDP Loss ⁵
Hale Ho Ola Hamakua (121307)	CAH	9.5%	\$8,553	0	\$22,579	\$0	0	\$0
Hilo Medical Center (120005)	RPPS	9.3%	\$1,897,733	30	\$4,062,929	\$100,395	2	\$214,940
Kahuku Medical Center (121304)	CAH	-7.5%	\$9,717	0	\$25,404	\$10,389	0	\$27,162
Kau Hospital (121301)	CAH	10.0%	\$12,454	0	\$33,338	\$7,917	0	\$21,193
Kauai Veterans Memorial Hospital (121300)	CAH	8.9%	\$145,489	2	\$278,769	\$16,698	0	\$31,994
Kohala Hospital (121302)	CAH	12.0%	\$11,651	0	\$23,304	\$0	0	\$0
Kona Community Hospital (120019)	RPPS	-26.5%	\$761,030	11	\$1,468,817	\$32,585	0	\$62,890
Kula Hospital (121308)	CAH	-7.8%	\$6,813	0	\$16,087	\$2,731	0	\$6,449
Lanai Community Hospital (121305)	CAH	-64.5%	\$5,456	0	\$14,507	\$75	0	\$199
Molokai General Hospital (121303)	CAH	-1.1%	\$46,412	1	\$107,461	\$4,381	0	\$10,144
North Hawaii Community Hospital (120028)	RPPS	-142.2%	\$262,454	4	\$498,385	\$22,988	0	\$43,654
Samuel Mahelona Memorial Hospital (121306)	CAH	-11.5%	\$7,098	0	\$15,159	\$2,613	0	\$5,581
Wilcox Medical Center (120014)	RPPS	-3.0%	\$733,397	11	\$1,500,614	\$31,893	0	\$65,257

¹ CMS Healthcare Cost Report Information System (HCRIS) Q3 2022. Operating margin is computed in accordance with Flex Monitoring Team guidance. Reported Covid-19 PHE Funds (Worksheet G-3 line 24,50) excluded from operating margin. Adjustments made to operating margin to reflect full 2% sequester.

² Budget control Act of 2011

³ Middle class Tax Relief and Job Creation Act of 2012

⁴ National Center for Rural Health works, 2016

⁵ The World Bank, 2021