



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	11.1%	\$8,280	0	\$22,199	\$0	0	\$0
Hilo Benioff Medical Center Main (120005)	RPPS	10.4%	\$2,081,221	33	\$4,963,608	\$84,862	1	\$202,393
Kahuku Medical Center (121304)	CAH	-5.8%	\$10,433	0	\$26,501	\$7,199	0	\$18,286
Kau Hospital (121301)	CAH	-5.8%	\$9,879	0	\$28,464	\$3,829	0	\$11,034
Kauai Veterans Memorial Hospital (121300)	CAH	13.3%	\$201,078	3	\$459,430	\$19,522	0	\$44,604
Kohala Hospital (121302)	CAH	22.3%	\$13,592	0	\$31,267	\$0	0	\$0
Kona Community Hospital (120019)	RPPS	-12.5%	\$727,200	10	\$1,524,533	\$50,092	1	\$105,014
Kula Hospital (121308)	CAH	-30.6%	\$8,426	0	\$19,224	\$0	0	\$0
Lanai Community Hospital (121305)	CAH	-63.1%	\$4,202	0	\$10,038	\$0	0	\$0
Molokai General Hospital (121303)	CAH	-1.6%	\$126,007	2	\$326,322	\$10,723	0	\$27,769
Queens North Hawaii Community Hospital (120028)	RPPS	1.2%	\$301,844	4	\$591,115	\$14,467	0	\$28,331
Samuel Mahelona Memorial Hospital (121306)	CAH	9.7%	\$6,176	0	\$14,612	\$9	0	\$21
Wilcox Medical Center (120014)	RPPS	7.2%	\$903,622	13	\$1,926,263	\$64,695	1	\$137,911

¹ CMS Healthcare Cost Report Information System (HCRIS) Q3 2024. 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, 2023

