



STATE OF HAWAII
DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT
235 S. BERETANIA STREET
HONOLULU, HAWAII 96813

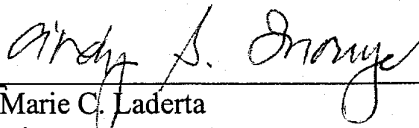
This report is submitted by the Department of Human Resources Development (HRD) in compliance with Section 80, Act 178, 2005 SLH, which provides as follows:

SECTION 80. Provided that of the general fund appropriation for work force attraction, selection, classification and efficiency (HRD 102), the sum of \$7,989,622 for fiscal year 2005-2006 and the sum of \$7,989,622 for fiscal year 2006-2007 shall be expended for workers' compensation claims; provided further that the department of human resources development shall submit a detailed report each year of all expenditures (page 2), including the:

- (1) number of claims for workers' compensation claim payments (page 3);
- (2) statistics on the duration of payments made to claimants; (pages 4 and 5);
- (3) statistics on the average compensation paid per claimant (page 6);
- (4) breakdown of the claims paid by department (page 6); and

provided further that the report shall be submitted to the legislature no later than twenty days prior to the convening of the 2006 and 2007 regular sessions; provided further that the department shall be assessed a fee of \$10,000 for each business day beyond the date that the report is due; and provided further that the director of the department of human resource development shall deposit all assessments to the general fund.

Respectfully submitted,


for Marie C. Laderta
Director

Section 80 of Act 178, SLH 2004

Benefits Processed

- 15,608 : The number of payment requests processed
- 10,535 : Or 68% of the processed were 'medical'
- .3293 : Medical Benefits made up almost 33% of the total dollar expenditures
- \$384.45 : The average benefit processed

CHART 1: NUMBER OF PAYMENTS PROCESSED PER BENEFIT TYPE AVERAGE DOLLAR PER PROCESSED BENEFIT TYPE TOTAL DOLLAR PER PROCESSED BENEFIT TYPE					
Benefit Type	# of Processed Benefits	% of Processed Benefits	Average \$ Processed	Total \$ Processed	% of Total \$
ATT	24	0.0015	504.00	12096	0.0020
BAD	248	0.0159	544.19	134959.61	0.0225
DFG	71	0.0045	383.61	27236.52	0.0045
DTH	48	0.0031	578.32	27759.44	0.0046
EXP	2847	0.1824	266.24	757976.2	0.1263
MED	10535	0.6750	187.58	1976157.88	0.3293
PPD	377	0.0242	5,163.89	1946784.94	0.3244
PTD	312	0.0200	616.01	192195.43	0.0320
TTD	856	0.0548	927.06	793565.79	0.1323
VCR	290	0.0186	454.12	131894.97	0.0219
Grand Total	15608		384.45	6000426.78	
(source: act_41_payments_fy2006.xls)					

ATT: ATTENDANT CARE
 BAD: BENEFIT ADJUSTMENT
 DFG: DISFIGUREMENT
 DTH: DEATH
 EXP: EXPENSE
 MED: MEDICAL
 PPD: PERMANENT PARTIAL DISABILITY
 PTD: PERMANENT TOTAL DISABILITY
 TPD: TEMPORARY PARTIAL DISABILITY
 TTD: TEMPORARY TOTAL DISABILITY
 VCR: VOCATIONAL REHABILITATION

Number of Claims for Workers' Compensation Claim Payments

- 1646 : ECD processed 1646 individual claims during FY2006
- 660 : Of the 1646 active claims, 660 were closed.
- 986 : Of the 1646 active claims, 986 continued to be active into FY2007.

Chart 2

Department	Closed Status as of 06/30/2006	Open Status as of 06/30/2006	Active FY2006
AGR	11	31	42
AGS	52	76	128
ATG	18	29	47
BED	7	8	15
BUF	4	10	14
CCA	4	13	17
DEF	19	24	43
EDN	19	18	37
GOV	1	3	4
HHL	4	4	8
HMS	106	137	243
HOR	5	4	9
HRD	0	5	5
HTH	165	230	395
LBR	8	21	29
LNR	62	72	134
LRB	1	1	2
LTG	0	1	1
OMB	1	0	1
PSD	163	287	450
SEN	3	4	7
TAX	7	8	15
Grand Total	660	986	1646

(source: act_41_claim_duration_fy2006.xls)

Section 80 of Act 178, SLH 2004

Duration of Payments Made to Claimants Whose Claims Were Closed During FY 06

- 492 : Or 74% of the 660 claims closed were active for less then 2 years
- 48 : Or 07% of the claims closed were 'long standing' (5+ years)
- 1.65 : The closed status claims were active an average of 1.65 years

Chart 3
Active FY2006 Claims with Closed Status asof 06/30/2006

Count of Claim Department	Duration						Grand Total
	< 1 YR	1 YR - 2 YR	2 YR - 3 YR	3 YR - 4 YR	4 YR - 5 YR	5+ YR	
AGR	9	2					11
AGS	32	10	5	3		2	52
ATG	3	5	6		2	2	18
BED	5					2	7
BUF	1				1	2	4
CCA	3	1					4
DEF	12	4		1	1	1	19
EDN	19						19
GOV	1						1
HHL	1	1	1	1			4
HMS	65	24	9	3	4	1	106
HOR	4		1				5
HTH	86	37	17	8	2	15	165
LBR	6	1	1				8
LNR	31	12	6	3	4	6	62
LRB				1			1
OMB	1						1
PSD	84	24	16	17	5	17	163
SEN	2		1				3
TAX	4	2		1			7
Grand Total	369	123	63	38	19	48	660

of the 660 closed status asof 06/30/2006	0.56	0.19	0.10	0.06	0.03	0.07
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of the 1646 active claims fy2006	0.22	0.07	0.04	0.02	0.01	0.03
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(source: act_41_claim_duration_fy2006.xls)

Duration of Payments Made to Claimants Whose Claims Remained Open

- 556 : Or 56% of the Open carryover have been active for less then 2 years
- 179 : Or 18% of the Active claims are carried over into the next FY are 'long standing'
- 2.82 : The carryover claims have been active an average of 2.95 years

Chart 4
Active FY2006 Claims with Open Status asof 06/30/2006

Count of Claim Department	Duration						Grand Total
	< 1 YR	1 YR - 2 YR	2 YR - 3 YR	3 YR - 4 YR	4 YR - 5 YR	5+ YR	
AGR	11	8	5	1		6	31
AGS	24	14	6	11	3	18	76
ATG	11	3	2	1	3	9	29
BED	4		3			1	8
BUF	3	2			1	4	10
CCA	4	4	3			2	13
DEF	7	8	3	1	2	3	24
EDN	16	2					18
GOV	1			1		1	3
HHL	1	3					4
HMS	67	21	17	10	6	16	137
HOR	1	1		1	1		4
HRD		2	1		1	1	5
HTH	96	32	27	18	13	44	230
LBR	7	2	7		2	3	21
LNR	33	14	5	8	4	8	72
LRB	1						1
LTG						1	1
PSD	103	44	43	19	17	61	287
SEN	3				1		4
TAX	2	1	2	2		1	8
Grand Total	395	161	124	73	54	179	986

of the 986 open status asof 06/30/2006	0.40	0.16	0.13	0.07	0.05	0.18
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of the 1646 active claims fy2006	0.24	0.10	0.08	0.04	0.03	0.11
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(source: act_41_claim_duration_fy2006.xls)

Section 80 of Act 178, SLH 2004

Average Compensation Paid Per Claimant and Claims Paid Per Department

- \$3645.46 : ECD processed an average of \$3645.46 per active claim in FY2006.

CHART 5: AVERAGE DOLLAR PER ACTIVE CLAIM BY DEPT

Department	Count of Active Claims	ATT	BAD	DFG	DTH	EXP	MED	PPD	PTD	TTD	VCR	Grand Total
AGR	42			1.43		377.63	776.80	1,272.39	0.00	483.27	79.71	2,991.03
AGS	128		81.84	29.69	114.88	369.15	1,511.85	1,742.51	183.42	485.49	119.24	4,638.06
ATG	47		200.83	13.30		724.27	385.80	2,383.99	424.91			4,133.09
BED	15			1.90		165.05	733.94	33.33				934.22
BUF	14	864.00		35.71		245.02	1,683.84					2,828.58
CCA	17					335.03	404.83					739.86
DEF	43			6.98		816.76	1,142.93	633.98				2,600.65
EDN	37			1.35		145.59	973.56	677.81				1,798.31
GOV	4					89.27	563.07					652.33
HHL	8					202.00	27.13					229.13
HMS	243		35.63	27.37		539.88	1,263.67	1,058.62	106.43	207.21		3,238.82
HOR	9					353.71	592.65					946.36
HRD	5					228.44	4,728.42					4,956.86
HTH	395		173.99	5.76		495.33	1,333.74	1,101.99	98.34	472.57	52.36	3,734.09
LBR	29			22.41		487.80	1,416.04	555.91			40.54	2,522.70
LNR	134			38.81	97.43	549.20	1,081.98	1,085.19		219.46	93.14	3,165.20
LRB	2						95.37					95.37
LTG	1						2,015.70			3,685.50		5,701.20
OMB	1						527.64					527.64
PSD	450		83.69	15.77		397.82	1,210.84	1,332.84	186.76	977.90	163.06	4,368.68
SEN	7					1,154.16	329.27	4,781.62		137.24	766.96	7,169.25
TAX	15					48.81	263.04	1,206.40				1,518.26
Grand Total	1646	7.35	81.99	16.55	16.86	460.50	1,200.58	1,182.74	116.77	482.12	80.01	3,645.46

(source: act_41_payments_fy2006.xls)

CHART 6: TOTAL PAYMENTS PER BENEFIT TYPE BY DEPT

Department	Count of Payments	ATT	BAD	DFG	DTH	EXP	MED	PPD	PTD	TTD	VCR	Grand Total
AGR	415			60.00		15,860.56	32,617.40	53,440.32		20,297.19	3,347.61	125,623.08
AGS	1748		10,475.68	3,800.00	14,704.42	47,251.23	193,516.31	223,041.57	23,477.27	62,142.08	15,262.87	593,671.43
ATG	278		9,438.90	625.00		34,040.57	18,132.61	112,047.43	19,970.58			194,255.09
BED	55			28.52		2,475.68	11,009.06	500.00				14,013.26
BUF	176	12,096.00		500.00		3,430.29	23,573.77					39,600.06
CCA	86					5,695.58	6,882.08					12,577.66
DEF	420			300.00		35,120.70	49,145.83	27,261.28				111,827.81
EDN	279			50.00		5,386.90	36,021.60	25,079.04				66,537.54
GOV	14					357.06	2,252.27					2,609.33
HHL	9					1,616.01	217.04					1,833.05
HMS	2147		8,659.20	6,650.00		131,191.39	307,072.77	257,244.25	25,862.87	50,352.59		787,033.07
HOR	69					3,183.39	5,333.85					8,517.24
HRD	40					1,142.18	23,642.12					24,784.30
HTH	4406		68,725.85	2,275.00		195,656.95	526,828.00	435,287.30	38,844.73	186,664.54	20,683.55	1,474,965.92
LBR	333			650.00		14,146.08	41,065.08	16,121.45			1,175.61	73,158.22
LNR	945			5,200.00	13,055.02	73,592.28	144,985.13	145,414.84		29,408.05	12,481.27	424,136.59
LRB	2						190.73					190.73
LTG	7						2,015.70			3,685.50		5,701.20
OMB	3						527.64					527.64
PSD	4110		37,659.98	7,098.00		179,018.04	544,878.37	599,780.10	84,039.98	440,055.13	73,375.35	1,965,904.95
SEN	18					8,079.10	2,304.86	33,471.36		960.71	5,368.71	50,184.74
TAX	48					732.21	3,945.66	18,096.00				22,773.87
Grand Total	15608	12,096.00	134,959.61	27,236.52	27,759.44	757,976.20	1,976,157.88	1,946,784.94	192,195.43	793,565.79	131,694.97	6,000,426.78

(source: act_41_payments_fy2006.xls)