

For healthcare organizations to maintain financial stability, it is imperative that they understand the costs of their services.



Cost Accounting Manager

HCC Cost Accounting Manager integrates with **HCC Contract Manager**, **HCC Information Manager** and **HCC Best Practice Manager** to simplify comprehensive analyses of costs, revenues, and utilization.

How it works...

HCC Cost Accounting Manager determines the detailed cost of resources for all services or procedures by generating charge-item level costs. Any combination of costing methodologies is supported – including ratio of cost to charges (RCC), relative value units (RVU), engineered standards, “80/20” approach for detail, and activity-based costing (ABC). Multiple costing models may be stored that reflect different costing periods (e.g., year, quarter, month) or different costing assumption and approaches. The resulting charge-item level costs may be applied automatically to the **HCC** patient encounter database.

- ◆ Calculate charge-item level costs at a user-defined level of detail appropriate for each department.
- ◆ Easily audited end-user remapping or exclusion of revenues and expenses.
- ◆ Support for multiple costing methods, as appropriate for each department or expense type.
- ◆ Default mechanisms prevent accidental exclusion of costs.
- ◆ Stores results of multiple cost accounting periods and scenarios.
- ◆ Automatic posting of costs when charge detail is interfaced daily into HCC patient database.



Focused Solutions for Clear Results

Hospital Cost Consultants LLC is a leading provider of cost and reimbursement management software and services. With over 25 years of experience in the healthcare industry, HCC offers a full range of implementation, training, and consulting services to complement its decision support applications-- Contract Manager, Cost Accounting Manager, Best Practice Manager, and Information Manager. All are available as stand-alone products or as part of an integrated decision support system that utilizes a single patient encounter database for consistent, enterprise-wide reporting.

Indirect and Direct Allocation

Cost Accounting Manager uses a multiple iteration step-down process to allocate indirect department costs. It allows you to define up to 9,999 allocation steps and assign either automatic or manual allocation statistics to each step.

Up to 9,999 cost components can be defined for direct, indirect, fixed, and variable costs. Each cost component is linked to a user-defined set of charge item level allocation statistics. Cost Accounting Manager calculates costs for every charge item/activity – at the component level, with additional element detail as desired. Multiple methodologies for allocating costs to charge items are supported, including RCC, RVU, and engineered standards. You even have the option of combining multiple methods within a single department.

Charge Revenue Summary					Total Summary Data	Unit Cost Data	FA/I/D		
Cost Period	Department	Description	Charge Code	Description	Total Qty	Total Charges	Total Alloc Cost	Total Std Cost	Alloc/Std (%)
00FY	9211	CAT SCAN	00851	CT THORAX	69	37950.00	15426.40	9630.39	1.60
00FY	9211	CAT SCAN	00883	CT GUIDAN	1	483.00	200.96	124.39	1.62
00FY	9211	CAT SCAN	03315	CT LOWER	94	18800.00	9910.94	5663.11	1.75
00FY	9211	CAT SCAN	03334	CT LOWER	21	5880.00	4010.33	2457.21	1.63
00FY	9211	CAT SCAN	03348	CT LOWER	5	2000.00	1157.50	721.04	1.61
00FY	9211	CAT SCAN	03367	CT3D RECCO	16	4221.70	1965.08	1151.15	1.71
00FY	9211	CAT SCAN	03374	CT GUIDAN	35	2390.50	2134.40	1063.89	2.01
00FY	9211	CAT SCAN	03427	CT ORBT SE	8	3200.00	1652.00	1153.66	1.61
00FY	9211	CAT SCAN	07108	CT CERVICA	185	101750.00	41360.64	25820.62	1.60
00FY	9211	CAT SCAN	07488	CT DRAINA	73	13373.60	7282.84	4119.99	1.77
00FY	9211	CAT SCAN	08694	CT THORAX	19	11970.00	5873.51	3730.37	1.57
00FY	9211	CAT SCAN	08695	CT THORAX	2110	1160500.00	565558.77	373871.74	1.51
00FY	9211	CAT SCAN	08700	CT THORAX	1396	656120.00	280805.13	185515.00	1.51
00FY	9211	CAT SCAN	08713	CT ABDOME	124	78120.00	38332.39	24345.56	1.57
00FY	9211	CAT SCAN	08715	CT ABDOME	4751	2612690.00	1454418.55	957849.11	1.52

The Charge Costing screen displays charge-item level cost data for a specific cost accounting period. Both allocated (actual) cost and standard costs are displayed on a summary total and a per unit basis. Drill-downs can be done to view component and element level cost details.

Actual and Standard Costing

Use general ledger expenses as the basis for determining actual allocated costs. Simultaneously, use standard rates to calculate the expected costs. Variance reports compare actual and standard costs at the component, procedure, and department levels. The budgeted general ledger may be costed to model costs if the organization were to perform to budget.

For more information about HCC's Financial Information Solutions, call 800.242.2678

or

Visit us on the web at www.hococo.com

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HCC Contract Manager



HCC Cost Accounting Manager



HCC Best Practice Manager



HCC Information Manager