

# **Pennsylvania Association of County Affiliated Homes (PACAH)**

## **Medicaid Rate Analysis Review December 2014**



**Carbis Walker LLP**

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*Certified Public Accountants & Consultants*

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## Executive Summary

### Introduction

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This is an analysis of the financial impact to the State of Pennsylvania (PA) when county owned skilled nursing facilities (County Homes) are sold. This analysis finds that based upon rate methodologies explained below, and if each home's Medicaid (MA) CMI was to jump to the state average non-public MA CMI, the total financial impact to PA if all 23 County Homes were to sell would be a loss to the state of approximately \$29.5 million. This is for the first year alone, compared to the amount PA is currently paying the County Homes.

The financial impact to PA has been demonstrated through five recent County Home sales. As witnessed in these five recent County Home sales, the MA rate paid by the state to the home tends to increase after the home is sold (page 3). This increase in MA rates is caused by a corresponding increase in the MA Case Mix Index (CMI) which is the primary driver of the MA rate in a non-County Home. In these five recent County Home sales alone, the average increase in MA rates was more than \$17 per day after the sale, which will cost PA approximately \$7 million on an annualized basis.

These recent County Home sales show a trend of the MA CMIs increasing and gravitating to the state average once the home is sold. If these trends were to continue, and the average non-public MA CMI of 1.04 is applied to the non-public home rate methodology, the financial impact is almost a \$29.5 million loss to PA in one fiscal year. It is clear from this study that the MA CMI is the driving factor and has the largest impact on the MA rate setting process and reimbursement. Although peer group prices and the capital component calculation play a role in the rate setting process, the MA CMI is the key component in driving the rate. This is shown in the drastic difference when using actual County Home MA CMIs and the average nonpublic MA CMI. The current County Home MA CMIs range from .83 to 1.06, with the majority of the County Home MA CMIs falling in the .88 to .94 range. Please note the average nonpublic MA CMI represents the average from the four quarters relative to the fiscal year July 1, 2013, to June 30, 2014.

Nonpublic nursing homes are currently reimbursed based on their allowable costs, related to nursing care, filed each year with PA. PA takes the three most audited years of allowable costs and puts them into the MA rate calculation. This MA rate calculation is complex and involves peer group prices, total facility CMIs, MA CMIs, financial yield rates, and other steps to calculate the MA rate. The process of taking the three most audited cost reports and performing this complex calculation is called "rebasng." Rebasng occurs every July 1, and every subsequent quarter (Oct.1, Jan. 1, Apr. 1) the MA CMI, as outlined above, drives the MA rate up or down.

Please note that as future MA cost reports are audited and new allowable costs are subsequently entered into the rate setting process, those updated allowable costs could have an impact on the totals reported above, either positively or negatively, depending on the allowable costs reported on the cost report. Future rebasing will play a role in the MA rates of County Homes that are sold. In any event, the MA CMI will continue to be the driving factor in the reimbursement process.

As each County Home converts to the nonpublic rate setting methodology, they may not immediately have a MA CMI increase to 1.04 for a full four quarters, which the example outlined above assumes. Although it could be an immediate increase, it could also be gradual, or some County Homes may never reach the nonpublic average. Given the increased scrutiny the MA CMI would receive due to the nonpublic rate setting methodology, recent trends confirm that a MA CMI increase could occur, and possibly revert to the State average. This increase in the MA CMI would highly depend on the County Home's acuity of its MA resident population, and management of the CMI. If the remaining County Homes were sold and a corresponding increase in the MA CMI did not result, the sale of County Homes would result in a gain to PA. As described above, this has not been the trend as outlined in the recent County Home sales.

## **Executive Summary**

### *Introduction*

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Please note that Westmoreland Manor and Neshaminy Manor Home have an average County Home MA CMI for the fiscal year 2013-2014, that is greater than the average nonpublic MA CMI of 1.04. This causes a divergence from the other County Homes because the estimated nonpublic MA rate using the average nonpublic MA CMI is lower than the MA rate using County CMIs. This is not the norm throughout the report. It should also be noted that these two County Homes are managed by a for-profit entity. As witnessed by the five recent sales, their MA rates have increased as a result of being sold. Even though these two County Homes' MA CMIs are currently above the state average, it is possible that their MA CMI could increase further.

As stated above, the overall goal of this engagement is to compare each County Home's current MA rate to an estimated MA rate assuming the County Home was sold and converted to a nonpublic nursing facility provider. The results of the engagement will then be utilized by PACAH's executive committee to determine appropriate action to benefit its members. The engagement's focus is on the MA rate and not on other County Home MA third-party reimbursement, such as MA Day One Incentives, Pay for Performance, Nursing Facility Assessment Tax, and Certified Public Expenditures.

As previously stated, Carbis Walker LLP did not analyze the impact to PA relative to Certified Public Expenditures if County Homes are sold. PA separated County Homes from nonpublic nursing homes in 2008, by reimbursing County Homes under the PA State Regulations 1189, as opposed to leaving County Homes in the 1187 Regulations. Due to this switch from 1187 to 1189 Regulations, PA can now use County Home allowable nursing home costs in the Certified Public Expenditure calculation, which allows PA to obtain additional federal matching funds. As a result of County Homes being sold, PA would lose the additional dollars that are being obtained via federal matching funds due to the change from 1189 to 1187 Regulation.

PACAH's mission for over 60 years has been to participate in activities to promote the general welfare of nursing home residents in PA. Because of its mission, PACAH is representing 23 County Homes and is working directly with Carbis Walker LLP to provide support for the engagement. In addition, PACAH strives to support and educate its members to facilitate quality care and quality life settings for its residents.

## Executive Summary

### Outline of Recent County Home Sales

	MA CMI Prior to Being Sold	Most recent MA CMI May 1, 2014	Difference	MA Rate Prior to Being Sold	MA Rate on 10/1/14	Difference	Actual MA Days from 12/31/13 MA Cost Report	*Additional Cost to the State of PA
Friendship Ridge	0.89	1.04	0.15	\$ 229.34	\$ 248.77	\$ 19.43	163,894	\$ 3,184,460
Sunnyview Nursing Center	0.94	1.02	0.08	197.99	207.60	9.61	60,332	579,791
Falling Springs Nursing Center	0.95	1.25	0.30	190.96	210.25	19.29	40,881	788,594
Centre Crest	0.93	0.97	0.04	163.95	185.40	21.45	47,086	1,009,995
Parkhouse Nursing Center	0.86	1.03	0.17	231.30	247.12	15.82	132,861	2,101,861
								<u>\$ 7,664,701</u>

\* Please note that the additional cost to the State of Pennsylvania is calculated by taking the difference in the current MA rate on 10/1/14, compared to the MA rate prior to being sold, and multiplying that difference by the actual MA days filed on the most recent MA cost report. This allows for an annualized estimated financial impact to be calculated for a 12-month period.

As outlined in the Executive Summary - Introduction, five recent County Home sales were analyzed for the estimated financial impact the sales have had on PA on an annualized basis. The above chart outlines that calculation. The first three columns outline the increase in the MA CMI since the County Homes were sold. As stated above, the MA CMI has shown a substantial increase in all five nursing homes. Columns 4, 5 and 6 show the increase in the MA rate since the former County Homes were sold. The MA rates have increased by an average of \$17 per MA day since the former County Homes were sold. This increase in the MA CMI and MA rate will cost PA an additional \$7.6 million on an annualized basis, as it relates specifically to the MA rate.

Please note that all of the former County Homes outlined above were purchased by for-profit entities, with the exception of Centre Crest, which was sold and converted to a non-profit entity. This trend shows that as the County Homes are sold, for-profit entities will manage the MA CMI efficiently, which will have a direct effect on the MA rate.

## **Executive Summary**

### *Summary of Procedures Performed*

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Below is a summary of the procedures we performed in relation to the engagement:

- Through discussions with PACAH, we obtained an understanding of the desired objectives for the engagement and documented them into an engagement agreement between CW and PACAH.
- Based upon the above understanding, we prepared an initial list of information required from PACAH and its County Home members and forwarded this list to PACAH to relay to its County Home members, to allow them to compile the information. The information requested included, but was not limited to, Medicaid days from July 1, 2013, to June 30, 2014, and MA CMI scores as of specific picture dates.
- CW studied the reimbursement methodology outlined by the Department of Public Welfare (DPW) proposed rulemaking from Saturday, October 5, 2013, labeled "Rate Setting for county nursing facilities that change ownership" (43 Pa.B. 5822). Please note that this rulemaking was finalized on July 19, 2014 (44 Pa.B. 4498).
- CW also discussed the methodology relative to rate setting for county nursing facilities that change ownership with the DPW to confirm our understanding of the process.
- In conjunction with the information gathered from PACAH membership, and the DPW website, along with CW internal data, CW was able to input data into the applicable database to quantify outcomes.
- Quantified outcomes were based off the assumption that the County Homes were converted on July 1, 2013. As of the report date July 1, 2014, peer groups were not available. Also, using a conversion date of July 1, 2013, allowed the usage of actual Medicaid days for the period July 1, 2013, to June 30, 2014. This, in turn, helped produce more accurate projections for each County Home.
- The County Home MA CMI Picture dates used for the engagement were February 1, 2013, May 1, 2013, August 1, 2013, and November 1, 2013. Please note that County Home MA CMIs were used for recalculation of Medicaid rates along with the average nonpublic MA CMI. The calculation was performed both ways to allow the report to show the impact of the MA CMI on the Medicaid rates, and also to show the possible reimbursement range a County Home could fall into depending on their MA CMI.
- For comparison purposes and quantifying the report outcomes, the County Homes' Medical Assistance rates as reported on DPW's website for July 1, 2013, was used for the analysis.
- Outlined in detail the Medicaid rate setting process for County Homes that change ownership.
- Provided a detailed calculation for each individual County Home, using the assumptions outlined above. The calculation showed the quarterly change in the MA rate using nonpublic nursing home reimbursement methodology for the first year after a County Home changed ownership. Please see the detailed description of this process outlined in the report (Pg. 4). The engagement takes into consideration the impact in the first year of conversion, and nothing beyond the first year. Beyond the first year of conversion, audited cost reports would become available and would impact the rate. CW could not rely on estimated numbers from future audited cost reports to determine an accurate rate. Also, the budget adjustment factor used throughout the report is as of July 2013. This rate is subject to change based on DPW's and the State of Pennsylvania's discretion given the yearly budget shortfall or supplies.
- For each County Home a total impact was calculated using both the County Home MA CMIs and the average nonpublic MA CMI for the specific picture dates outlined above.
- Once the analysis was complete, prepared a summary of the findings of the engagement using the details derived from each individual County Home.

## Executive Summary

### Detailed Outline of Rate Setting Process

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As outlined in the Summary of Procedures Performed under the Executive Summary section on page 2, CW discussed the rate setting methodology for County Homes changing ownership with the Department of Public Welfare. Also CW reviewed the MA Bulletins published by the Department of Public Welfare to gain a detailed understanding of the process. Outlined below are the highlights from MA Bulletin (43. Pa.B 5822) dated Saturday, October 5, 2013.

#### Purpose of the Proposed Rulemaking

The purpose of the proposed rulemaking is to amend Chapter 1187.97 of the PA Code (rates for new nursing facilities and nursing facilities with a change of ownership), specifically rate setting methodology used when a County Home has a change of ownership. Also, certain terminology used in definitions was updated. This proposed rulemaking is being driven by the fact that County Homes have been phased out of the Chapter 1187 rate-setting process. Per diem rates for former County Homes cannot be determined because audited data under Chapter 1187 is no longer available as of June 30, 2012.

#### Background

From July 1, 2006, to June 30, 2012, when a County Home changed ownership, the per diem rate was calculated in accordance with Chapter 1187.96. County Homes' cost data is no longer audited under Chapter 1187 regulations, since they have now been fully phased out of the rate setting process relative to nonpublic nursing homes. County Homes are reimbursed via the Chapter 1189 regulations, and their cost data is no longer audited for compliance under Chapter 1187. Also, per diem rates for County Homes do not include net operating or capital rates which would be used to determine a rate for a nursing home that went through a change of ownership. Therefore, the Department of Public Welfare will use peer group prices to determine the net operating portion of the per diem rate until audited cost report data is available for rebasing the MA rate.

#### Details of Rate Setting

If a County Home changes ownership, the peer group prices from the appropriate peer group for resident care and other resident-related and administrative costs will be used to determine the MA rate. Once a MA cost report is submitted by the new provider and audited, that data will then be used to rebase the MA rate for the new provider. Until then, the peer group prices will determine the starting point for the calculation.

The MA CMI from the most recent quarter prior to the change of ownership will be used to determine the MA CMI that will be used to calculate the resident care rate. For every other quarter after the initial rate setting quarter, the nursing home's actual MA CMI would be used from the applicable picture date that applies to that quarter. The other resident-related rate and the administrative portion of the rate will be determined, as stated above, from the peer group prices.

The capital component of the MA rate would be determined by only the fixed property component of the capital rate. Major movable property costs and real estate taxes would not be part of the initial rate setting of the capital component after a change of ownership.

The fixed property component, if assuming change of ownership on July 1, 2013, would take into account several factors. The fixed bed limitation of \$26,000 per bed would apply. The July 1, 2013, financial yield rate would be used, and also the greater of the actual or available beds at 90% as of December 31, 2012. A hypothetical calculation is illustrated below.

Fixed bed limitation (\$26,000 x 200 beds)	\$5,200,000
Times financial yield rate at 7/1/13	4.76%
Allowable capital costs	<u>\$ 247,520</u>
Divided by the greater of actual or available bed days at 90%	<u>65,700</u>
Capital rate	<u>\$ 3.77</u>

**Executive Summary**  
*Financial Impact Summary*

	Peer Group	Bed Size	**MA Occupancy Percentage	2013-2014 MA Rate	*Average 2013-2014 Estimated Nonpublic Rate Using County MA CMI's	2013-2014 Estimated Nonpublic Rate Nonpublic MA CMI's	2013-2014 MA Days	Estimated Additional State Dollars from PA
Armstrong County Health Center	12	115	68.21%	\$ 158.08	\$ 151.21	\$ 172.70	22,466	\$ 328,453
Berks Heim Nursing & Rehab	4	420	78.56%	217.10	216.46	233.91	121,094	2,035,590
Bradford County Manor	11	200	67.80%	171.79	172.23	182.99	40,180	450,016
Cedarbrook Nursing Homes	4	680	86.24%	223.03	209.21	234.03	189,600	2,085,600
Claremont NRC at Cumb. County	4	290	79.71%	210.08	216.32	234.16	75,190	1,810,575
Communitites at Indian Haven	12	108	53.25%	174.13	170.14	172.62	19,241	(29,054)
Crawford County Care Center	11	157	76.17%	176.93	164.26	182.79	42,390	248,405
Fair Acres Geriatric Center	1	908	91.17%	205.46	206.20	244.80	271,563	10,683,288
Gracedale- Northampton County	4	725	76.81%	216.05	210.15	234.20	168,299	3,029,382
John J. Kane - Glen Hazel	2	210	91.28%	236.35	184.69	213.46	55,299	(1,265,794)
John J. Kane - McKeesport	1	360	83.86%	213.08	227.93	245.00	85,824	2,739,502
John J. Kane - Ross Township	2	240	87.80%	230.10	201.00	213.44	64,922	(1,081,601)
John J. Kane - Scott Township	1	314	83.75%	217.12	235.66	245.00	67,195	1,873,397
Neshaminy Manor Home	1	360	72.04%	262.34	245.59	244.78	95,143	(1,670,711)
Philadelphia Nursing Home	1	451	95.17%	229.66	212.48	244.99	133,377	2,044,669
Pleasant Acres Nursing & Rehab	4	375	88.55%	235.55	209.61	234.05	111,982	(167,973)
Pleasant Ridge Manor	4	300	84.19%	222.56	213.26	234.20	103,576	1,205,625
Pleasant Valley Manor	11	174	71.08%	167.28	166.66	182.80	43,543	675,787
Pocopson Home	1	275	88.46%	213.87	215.49	244.75	84,977	2,624,090
Rouse Warren County Home	11	176	66.86%	162.70	167.20	182.75	41,360	829,268
Susque View Home	11	146	77.50%	170.67	167.30	182.84	39,973	486,471
Washington County Health Center	1	288	76.53%	220.62	222.17	244.93	73,005	1,774,752
Westmoreland Manor	1	408	83.49%	255.29	247.61	244.77	118,359	(1,245,137)
								<u>\$ 29,464,600</u>

\* Please see individual entities for quarterly rate changes, the average above relates to the four quarters relative to the 2013-2014 fiscal year.

The average rate shown above is for informational purposes relative to the summary.

\*\* Obtained from 12/31/13 MA-11 Cost Report

Note: The additional cost to PA of \$29,464,600 is calculated by multiplying the MA rate that was estimated using the average nonpublic MA CMI (1.04) by the actual MA days reported on the 2013 Medicaid cost report for each County Home. This total is then compared to the same calculation, using the actual County Home MA rate for the 2013-2014 fiscal year instead.

For Example: Armstrong County Health Center's estimated rate for fiscal year 2013-2014 using nonpublic nursing home reimbursement methodology and a MA CMI of 1.04 is \$172.70. Therefore, \$172.70 x 22,466 (MA days) equals \$3,879,878. Their actual County Home MA rate for 2013-2014 is \$158.08 x 22,466 (MA days) equals \$3,551,425. Therefore, when the difference is calculated between the two totals, the sale of the County Home would require \$328,453 of additional State dollars for this one fiscal year, as it relates specifically to the MA rate. Other State dollars that are exchanged between PA and the nursing home are not taken into account in the above calculation.



# **Armstrong County Health Center**

## Medicaid Rate Analysis Review

Armstrong County Health Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
February 1, 2013, MA CMI	<u>0.83</u>
Rebased resident-related peer group price	107.87
Other resident-related peer group price	44.20
Administrative peer group price	20.54
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 176.37</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	149.56
July 1, 2013, County MA rate	<u>158.08</u>
Difference	<u>(8.52)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>5,607</u>
Estimated quarterly financial impact	<u>\$ (47,772)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
May 1, 2013, MA CMI	<u>0.88</u>
Adjusted resident-related peer group price	<u>114.36</u>
The sum of the remaining peer group price components	68.50
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 182.86</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	155.07
July 1, 2013, County MA rate	<u>158.08</u>
Difference	<u>(3.01)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>5,613</u>
Estimated quarterly financial impact	<u>\$ (16,895)</u>

## Medicaid Rate Analysis Review

Armstrong County Health Center

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
August 1, 2013, MA CMI	<u>0.82</u>
Adjusted resident-related peer group price	<u>106.57</u>
The sum of the remaining peer group price components	68.50

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 175.07</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	148.46
July 1, 2013, County MA rate	<u>158.08</u>
Difference	<u>(9.62)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>5,479</u>
Estimated quarterly financial impact	<u>\$ (52,708)</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
November 1, 2013, MA CMI	<u>0.85</u>
Adjusted resident-related peer group price	<u>110.47</u>
The sum of the remaining peer group price components	68.50

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 178.97</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	151.76
July 1, 2013, County MA rate	<u>158.08</u>
Difference	<u>(6.32)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>5,767</u>
Estimated quarterly financial impact	<u>\$ (36,447)</u>

## Medicaid Rate Analysis Review

Armstrong County Health Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	<u>135.16</u>
Other resident-related peer group price	44.20
Administrative peer group price	20.54
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 203.66</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	172.70
July 1, 2013, proposed County MA rate	<u>158.08</u>
Difference	<u>14.62</u>
2013-2014 Medicaid days	<u>22,466</u>
Estimated total financial impact	<u>\$ 328,453</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (153,822)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 328,453

# **Berks Heim Nursing and Rehabilitation**

## Medicaid Rate Analysis Review

*Berks Heim Nursing and Rehabilitation*

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
February 1, 2013, MA CMI	0.93
Rebased resident-related peer group price	170.14
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	3.42
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 255.71
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	216.85
July 1, 2013, County MA rate	217.10
Difference	(0.25)
MA days Jul. 1, 2013 - Sept. 30, 2013	29,862
Estimated quarterly financial impact	\$ (7,466)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
May 1, 2013, MA CMI	0.94
Adjusted resident-related peer group price	171.97
The sum of the remaining peer group price components	85.57
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 257.54
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	218.40
July 1, 2013, County MA rate	217.10
Difference	1.30
MA days Oct. 1, 2013 - Dec. 31, 2013	29,847
Estimated quarterly financial impact	\$ 38,801

## Medicaid Rate Analysis Review

*Berks Heim Nursing and Rehabilitation*

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
August 1, 2013, MA CMI	<u>0.91</u>
Adjusted resident-related peer group price	166.48
The sum of the remaining peer group price components	<u>85.57</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 252.05</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	213.74
July 1, 2013, County MA rate	<u>217.10</u>
Difference	<u>(3.36)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>30,254</u>
Estimated quarterly financial impact	<u>\$ (101,653)</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
November 1, 2013, MA CMI	<u>0.93</u>
Adjusted resident-related peer group price	170.14
The sum of the remaining peer group price components	<u>85.57</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 255.71</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	216.85
July 1, 2013, County MA rate	<u>217.10</u>
Difference	<u>(0.25)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>31,131</u>
Estimated quarterly financial impact	<u>\$ (7,783)</u>

## Medicaid Rate Analysis Review

*Berks Heim Nursing and Rehabilitation*

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	190.27
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.42</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 275.84</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	233.91
July 1, 2013, proposed County MA rate	<u>217.10</u>
Difference	<u>16.81</u>
2013-2014 Medicaid days	<u>121,094</u>
Estimated total financial impact	<u>\$ 2,035,590</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (78,101)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 2,035,590



# **Bradford County Manor**

## Medicaid Rate Analysis Review

Bradford County Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
February 1, 2013, MA CMI	1.01
Rebased resident-related peer group price	142.38
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	3.76
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 211.56</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	179.40
July 1, 2013, County MA rate	<u>171.79</u>
Difference	<u>7.61</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>9,739</u>
Estimated quarterly financial impact	<u>\$ 74,114</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
May 1, 2013, MA CMI	0.94
Adjusted resident-related peer group price	132.51
The sum of the remaining peer group price components	<u>69.18</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 201.69</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	171.04
July 1, 2013, County MA rate	<u>171.79</u>
Difference	<u>(0.75)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>10,100</u>
Estimated quarterly financial impact	<u>\$ (7,575)</u>

## Medicaid Rate Analysis Review

Bradford County Manor

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
August 1, 2013, MA CMI	<u>0.91</u>
Adjusted resident-related peer group price	128.28
The sum of the remaining peer group price components	<u>69.18</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
November 1, 2013, MA CMI	<u>0.94</u>
Adjusted resident-related peer group price	132.51
The sum of the remaining peer group price components	<u>69.18</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 197.46</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	167.45
July 1, 2013, County MA rate	<u>171.79</u>
Difference	<u>(4.34)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>9,945</u>
Estimated quarterly financial impact	<u>\$ (43,161)</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 201.69</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	171.04
July 1, 2013, County MA rate	<u>171.79</u>
Difference	<u>(0.75)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>10,396</u>
Estimated quarterly financial impact	<u>\$ (7,797)</u>

## Medicaid Rate Analysis Review

Bradford County Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	146.61
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 215.79</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	182.99
July 1, 2013, proposed County MA rate	<u>171.79</u>
Difference	<u>11.20</u>
2013-2014 Medicaid days	<u>40,180</u>
Estimated total financial impact	<u>\$ 450,016</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ 15,581

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 450,016

# **Cedarbrook Nursing Homes**

## Medicaid Rate Analysis Review

Cedarbrook Nursing Homes

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
February 1, 2013, MA CMI	0.83
Rebased resident-related peer group price	151.85
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	3.56
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 237.56
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	201.45
July 1, 2013, County MA rate	223.03
Difference	(21.58)
MA days Jul. 1, 2013 - Sept. 30, 2013	49,410
Estimated quarterly financial impact	\$ (1,066,268)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
May 1, 2013, MA CMI	0.88
Adjusted resident-related peer group price	161.00
The sum of the remaining peer group price components	85.71
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 246.71
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	209.21
July 1, 2013, County MA rate	223.03
Difference	(13.82)
MA days Oct. 1, 2013 - Dec. 31, 2013	49,494
Estimated quarterly financial impact	\$ (684,007)

## Medicaid Rate Analysis Review

Cedarbrook Nursing Homes

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
August 1, 2013, MA CMI	<u>0.89</u>
Adjusted resident-related peer group price	162.83
The sum of the remaining peer group price components	<u>85.71</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
November 1, 2013, MA CMI	<u>0.92</u>
Adjusted resident-related peer group price	168.31
The sum of the remaining peer group price components	<u>85.71</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 248.54

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 254.02

Nonpublic nursing facility budget adjustment

0.84801

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

210.76

Estimated April 1, 2014, nonpublic rate

215.41

July 1, 2013, County MA rate

223.03

July 1, 2013, County MA rate

223.03

Difference

(12.27)

Difference

(7.62)

MA days Jan. 1, 2014 - Mar. 31, 2014

45,588

MA days Apr. 1, 2014 - Jun. 30, 2014

45,108

Estimated quarterly financial impact

\$ (559,365)

Estimated quarterly financial impact

\$ (343,723)

## Medicaid Rate Analysis Review

Cedarbrook Nursing Homes

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	190.27
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.56</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 275.98</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	234.03
July 1, 2013, proposed County MA rate	<u>223.03</u>
Difference	<u>11.00</u>
2013-2014 Medicaid days	<u>189,600</u>
Estimated total financial impact	<u>\$ 2,085,600</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (2,653,363)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 2,085,600



## **Claremont NRC at Cumberland County**

## Medicaid Rate Analysis Review

Claremont NRC at Cumberland County

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
February 1, 2013, MA CMI	0.92
Rebased resident-related peer group price	168.31
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	3.71
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 254.17
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	215.54
July 1, 2013, County MA rate	210.08
Difference	5.46
MA days Jul. 1, 2013 - Sept. 30, 2013	18,802
Estimated quarterly financial impact	\$ 102,659

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
May 1, 2013, MA CMI	0.90
Adjusted resident-related peer group price	164.66
The sum of the remaining peer group price components	85.86
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 250.52
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	212.44
July 1, 2013, County MA rate	210.08
Difference	2.36
MA days Oct. 1, 2013 - Dec. 31, 2013	19,600
Estimated quarterly financial impact	\$ 46,256

## Medicaid Rate Analysis Review

Claremont NRC at Cumberland County

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
August 1, 2013, MA CMI	<u>0.93</u>
Adjusted resident-related peer group price	170.14
The sum of the remaining peer group price components	<u>85.86</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
November 1, 2013, MA CMI	<u>0.95</u>
Adjusted resident-related peer group price	173.80
The sum of the remaining peer group price components	<u>85.86</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 256.00</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	217.09
July 1, 2013, County MA rate	<u>210.08</u>
Difference	<u>7.01</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>18,853</u>
Estimated quarterly financial impact	<u>\$ 132,160</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 259.66</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	220.20
July 1, 2013, County MA rate	<u>210.08</u>
Difference	<u>10.12</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>17,935</u>
Estimated quarterly financial impact	<u>\$ 181,502</u>

## Medicaid Rate Analysis Review

Claremont NRC at Cumberland County

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	190.27
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.71</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 276.13</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	234.16
July 1, 2013, proposed County MA rate	<u>210.08</u>
Difference	<u>24.08</u>
2013-2014 Medicaid days	<u>75,190</u>
Estimated total financial impact	<u>\$ 1,810,575</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ 462,577

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 1,810,575

## **Communities at Indian Haven**

## Medicaid Rate Analysis Review

*Communities at Indian Haven*

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
February 1, 2013, MA CMI	<u>1.06</u>
Rebased resident-related peer group price	137.76
Other resident-related peer group price	44.20
Administrative peer group price	20.54
Estimated fixed property component	<u>3.66</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 206.16</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	174.82
July 1, 2013, County MA rate	<u>174.13</u>
Difference	<u>0.69</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>5,117</u>
Estimated quarterly financial impact	<u>\$ 3,531</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
May 1, 2013, MA CMI	<u>1.00</u>
Adjusted resident-related peer group price	129.96
The sum of the remaining peer group price components	<u>68.40</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 198.36</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	168.21
July 1, 2013, County MA rate	<u>174.13</u>
Difference	<u>(5.92)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>4,841</u>
Estimated quarterly financial impact	<u>\$ (28,659)</u>

## Medicaid Rate Analysis Review

*Communities at Indian Haven*

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
August 1, 2013, MA CMI	<u>1.03</u>
Adjusted resident-related peer group price	133.86
The sum of the remaining peer group price components	<u>68.40</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
November 1, 2013, MA CMI	<u>0.98</u>
Adjusted resident-related peer group price	127.36
The sum of the remaining peer group price components	<u>68.40</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 202.26</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	171.52
July 1, 2013, County MA rate	<u>174.13</u>
Difference	<u>(2.61)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>4,481</u>
Estimated quarterly financial impact	<u>\$ (11,695)</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 195.76</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	166.01
July 1, 2013, County MA rate	<u>174.13</u>
Difference	<u>(8.12)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>4,802</u>
Estimated quarterly financial impact	<u>\$ (38,992)</u>

## Medicaid Rate Analysis Review

Communities at Indian Haven

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 129.96
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	135.16
Other resident-related peer group price	44.20
Administrative peer group price	20.54
Estimated fixed property component	<u>3.66</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 203.56</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	172.62
July 1, 2013, proposed County MA rate	<u>174.13</u>
Difference	<u>(1.51)</u>
2013-2014 Medicaid days	<u>19,241</u>
Estimated total financial impact	<u>\$ (29,054)</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (75,815)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ (29,054)



# **Crawford County Care Center**

## Medicaid Rate Analysis Review

Crawford County Care Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
February 1, 2013, MA CMI	0.91
Rebased resident-related peer group price	128.28
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	3.52
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 197.22
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	167.25
July 1, 2013, County MA rate	176.93
Difference	(9.68)
MA days Jul. 1, 2013 - Sept. 30, 2013	10,703
Estimated quarterly financial impact	\$ (103,605)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
May 1, 2013, MA CMI	0.86
Adjusted resident-related peer group price	121.23
The sum of the remaining peer group price components	68.94
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 190.17
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	161.27
July 1, 2013, County MA rate	176.93
Difference	(15.66)
MA days Oct. 1, 2013 - Dec. 31, 2013	10,845
Estimated quarterly financial impact	\$ (169,833)

## Medicaid Rate Analysis Review

Crawford County Care Center

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
August 1, 2013, MA CMI	<u>0.90</u>
Adjusted resident-related peer group price	126.87
The sum of the remaining peer group price components	<u>68.94</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 195.81

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

166.05

July 1, 2013, County MA rate

176.93

Difference

(10.88)

MA days Jan. 1, 2014 - Mar. 31, 2014

10,417

Estimated quarterly financial impact

\$ (113,337)

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
November 1, 2013, MA CMI	<u>0.87</u>
Adjusted resident-related peer group price	122.64
The sum of the remaining peer group price components	<u>68.94</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 191.58

Nonpublic nursing facility budget adjustment

0.84801

Estimated April 1, 2014, nonpublic rate

162.47

July 1, 2013, County MA rate

176.93

Difference

(14.46)

MA days Apr. 1, 2014 - Jun. 30, 2014

10,425

Estimated quarterly financial impact

\$ (150,746)

## Medicaid Rate Analysis Review

Crawford County Care Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	146.61
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.52</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 215.55</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	182.79
July 1, 2013, proposed County MA rate	<u>176.93</u>
Difference	<u>5.86</u>
2013-2014 Medicaid days	<u>42,390</u>
Estimated total financial impact	<u>\$ 248,405</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (537,521)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 248,405

# **Fair Acres Geriatric Center**

## Medicaid Rate Analysis Review

Fair Acres Geriatric Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	<u>0.82</u>
Rebased resident-related peer group price	157.18
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.52</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 246.51</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	209.04
July 1, 2013, County MA rate	<u>205.46</u>
Difference	<u>3.58</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>70,875</u>
Estimated quarterly financial impact	<u>\$ 253,733</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	<u>0.80</u>
Adjusted resident-related peer group price	153.34
The sum of the remaining peer group price components	<u>89.33</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 242.67</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	205.79
July 1, 2013, County MA rate	<u>205.46</u>
Difference	<u>0.33</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>69,426</u>
Estimated quarterly financial impact	<u>\$ 22,911</u>

## Medicaid Rate Analysis Review

Fair Acres Geriatric Center

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	<u>0.79</u>
Adjusted resident-related peer group price	151.43
The sum of the remaining peer group price components	<u>89.33</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	<u>0.80</u>
Adjusted resident-related peer group price	153.34
The sum of the remaining peer group price components	<u>89.33</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 240.76</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	204.16
July 1, 2013, County MA rate	<u>205.46</u>
Difference	<u>(1.30)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>64,528</u>
Estimated quarterly financial impact	<u>\$ (83,886)</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 242.67</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	205.79
July 1, 2013, County MA rate	<u>205.46</u>
Difference	<u>0.33</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>66,734</u>
Estimated quarterly financial impact	<u>\$ 22,022</u>

## Medicaid Rate Analysis Review

Fair Acres Geriatric Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.52</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.68</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	244.80
July 1, 2013, proposed County MA rate	<u>205.46</u>
Difference	<u>39.34</u>
2013-2014 Medicaid days	<u>271,563</u>
Estimated total financial impact	<u>\$ 10,683,288</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ 214,780

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 10,683,288



## **Gracedale – Northampton County**

## Medicaid Rate Analysis Review

Gracedale - Northampton County

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
February 1, 2013, MA CMI	0.88
Rebased resident-related peer group price	161.00
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	3.76
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 246.91
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	209.38
July 1, 2013, County MA rate	216.05
Difference	(6.82)
MA days Jul. 1, 2013 - Sept. 30, 2013	43,704
Estimated quarterly financial impact	\$ (298,061)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
May 1, 2013, MA CMI	0.89
Adjusted resident-related peer group price	162.83
The sum of the remaining peer group price components	85.91
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 248.74
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	210.93
July 1, 2013, County MA rate	216.05
Difference	(5.27)
MA days Oct. 1, 2013 - Dec. 31, 2013	40,483
Estimated quarterly financial impact	\$ (213,345)

## Medicaid Rate Analysis Review

Gracedale - Northampton County

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
August 1, 2013, MA CMI	0.88
Adjusted resident-related peer group price	161.00
The sum of the remaining peer group price components	85.91

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
November 1, 2013, MA CMI	0.89
Adjusted resident-related peer group price	162.83
The sum of the remaining peer group price components	85.91

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 246.91
Nonpublic nursing facility budget adjustment	0.84801
Estimated Jan. 1, 2014, nonpublic rate	209.38
July 1, 2013, County MA rate	216.05
Difference	(6.82)
MA days Jan. 1, 2014 - Mar. 31, 2014	40,522
Estimated quarterly financial impact	\$ (276,360)

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 248.74
Nonpublic nursing facility budget adjustment	0.84801
Estimated April 1, 2014, nonpublic rate	210.93
July 1, 2013, County MA rate	216.05
Difference	(5.27)
MA days Apr. 1, 2014 - Jun. 30, 2014	43,590
Estimated quarterly financial impact	\$ (229,719)

## Medicaid Rate Analysis Review

Gracedale - Northampton County

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	190.27
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 276.18</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	234.20
July 1, 2013, proposed County MA rate	<u>216.05</u>
Difference	<u>18.00</u>
2013-2014 Medicaid days	<u>168,299</u>
Estimated total financial impact	<u>\$ 3,029,382</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (1,017,485)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 3,029,382

## **John J. Kane – Glen Hazel**

## Medicaid Rate Analysis Review

John J. Kane - Glen Hazel

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
February 1, 2013, MA CMI	<u>0.82</u>
Rebased resident-related peer group price	137.40
Other resident-related peer group price	48.07
Administrative peer group price	25.63
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 214.86</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	182.20
July 1, 2013, County MA rate	<u>236.35</u>
Difference	<u>(54.15)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>14,445</u>
Estimated quarterly financial impact	<u>\$ (782,197)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
May 1, 2013, MA CMI	<u>0.87</u>
Adjusted resident-related peer group price	145.78
The sum of the remaining peer group price components	<u>77.46</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 223.24</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	189.31
July 1, 2013, County MA rate	<u>236.35</u>
Difference	<u>(47.04)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>14,127</u>
Estimated quarterly financial impact	<u>\$ (664,534)</u>

## Medicaid Rate Analysis Review

John J. Kane - Glen Hazel

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
August 1, 2013, MA CMI	<u>0.80</u>
Adjusted resident-related peer group price	134.05
The sum of the remaining peer group price components	<u>77.46</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 211.51

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

179.36

July 1, 2013, County MA rate

236.35

Difference

(56.99)

MA days Jan. 1, 2014 - Mar. 31, 2014

13,620

Estimated quarterly financial impact

\$ (776,204)

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
November 1, 2013, MA CMI	<u>0.86</u>
Adjusted resident-related peer group price	144.10
The sum of the remaining peer group price components	<u>77.46</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 221.56

Nonpublic nursing facility budget adjustment

0.84801

Estimated April 1, 2014, nonpublic rate

187.89

July 1, 2013, County MA rate

236.35

Difference

(48.46)

MA days Apr. 1, 2014 - Jun. 30, 2014

13,107

Estimated quarterly financial impact

\$ (635,165)

## Medicaid Rate Analysis Review

John J. Kane - Glen Hazel

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	174.26
Other resident-related peer group price	48.07
Administrative peer group price	25.63
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 251.72</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	213.46
July 1, 2013, proposed County MA rate	<u>236.35</u>
Difference	<u>(22.89)</u>
2013-2014 Medicaid days	<u>55,299</u>
Estimated total financial impact	<u>\$ (1,265,794)</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMI's - (gain) / loss

\$ (2,858,100)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMI's - (gain) / loss

\$ (1,265,794)



## **John J. Kane - McKeesport**

## Medicaid Rate Analysis Review

John J. Kane - McKeesport

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	0.95
Rebased resident-related peer group price	182.10
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.75
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 271.66
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	230.37
July 1, 2013, County MA rate	213.08
Difference	17.29
MA days Jul. 1, 2013 - Sept. 30, 2013	22,286
Estimated quarterly financial impact	\$ 385,325

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	0.94
Adjusted resident-related peer group price	180.18
The sum of the remaining peer group price components	89.56
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 269.74
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	228.74
July 1, 2013, County MA rate	213.08
Difference	15.66
MA days Oct. 1, 2013 - Dec. 31, 2013	22,271
Estimated quarterly financial impact	\$ 348,764

## Medicaid Rate Analysis Review

John J. Kane - McKeesport

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	<u>0.93</u>
Adjusted resident-related peer group price	178.26
The sum of the remaining peer group price components	<u>89.56</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 267.82</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	227.12
July 1, 2013, County MA rate	<u>213.08</u>
Difference	<u>14.04</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>21,043</u>
Estimated quarterly financial impact	<u>\$ 295,444</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	<u>0.92</u>
Adjusted resident-related peer group price	176.35
The sum of the remaining peer group price components	<u>89.56</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 265.91</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	225.49
July 1, 2013, County MA rate	<u>213.08</u>
Difference	<u>12.41</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>20,224</u>
Estimated quarterly financial impact	<u>\$ 250,980</u>

## Medicaid Rate Analysis Review

John J. Kane - McKeesport

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.75</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.91</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	245.00
July 1, 2013, proposed County MA rate	<u>213.08</u>
Difference	<u>31.92</u>
2013-2014 Medicaid days	<u>85,824</u>
Estimated total financial impact	<u>\$ 2,739,502</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMI - (gain) / loss

\$ 1,280,513

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMI - (gain) / loss

\$ 2,739,502

## **John J. Kane – Ross Township**

## Medicaid Rate Analysis Review

John J. Kane - Ross Township

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
February 1, 2013, MA CMI	<u>1.00</u>
Rebased resident-related peer group price	167.56
Other resident-related peer group price	48.07
Administrative peer group price	25.63
Estimated fixed property component	<u>3.73</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 244.99</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	207.75
July 1, 2013, County MA rate	<u>230.10</u>
Difference	<u>(22.35)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>16,971</u>
Estimated quarterly financial impact	<u>\$ (379,302)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
May 1, 2013, MA CMI	<u>0.96</u>
Adjusted resident-related peer group price	160.86
The sum of the remaining peer group price components	<u>77.43</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 238.29</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	202.07
July 1, 2013, County MA rate	<u>230.10</u>
Difference	<u>(28.03)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>16,633</u>
Estimated quarterly financial impact	<u>\$ (466,223)</u>

## Medicaid Rate Analysis Review

John J. Kane - Ross Township

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
August 1, 2013, MA CMI	<u>0.91</u>
Adjusted resident-related peer group price	152.48
The sum of the remaining peer group price components	<u>77.43</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 229.91

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

194.97

July 1, 2013, County MA rate

230.10

Difference

(35.13)

MA days Jan. 1, 2014 - Mar. 31, 2014

15,981

Estimated quarterly financial impact

\$ (561,413)

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
November 1, 2013, MA CMI	<u>0.94</u>
Adjusted resident-related peer group price	157.51
The sum of the remaining peer group price components	<u>77.43</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 234.94

Nonpublic nursing facility budget adjustment

0.84801

Estimated April 1, 2014, nonpublic rate

199.23

July 1, 2013, County MA rate

230.10

Difference

(30.87)

MA days Apr. 1, 2014 - Jun. 30, 2014

15,337

Estimated quarterly financial impact

\$ (473,453)

## Medicaid Rate Analysis Review

John J. Kane - Ross Township

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 167.56
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	174.26
Other resident-related peer group price	48.07
Administrative peer group price	25.63
Estimated fixed property component	<u>3.73</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 251.69</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	213.44
July 1, 2013, proposed County MA rate	<u>230.10</u>
Difference	<u>(16.66)</u>
2013-2014 Medicaid days	<u>64,922</u>
Estimated total financial impact	<u>\$ (1,081,601)</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMI - (gain) / loss

\$ (1,880,391)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMI - (gain) / loss

\$ (1,081,601)



## **John J. Kane – Scott Township**

## Medicaid Rate Analysis Review

John J. Kane - Scott Township

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	0.98
Rebased resident-related peer group price	187.85
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.76
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 277.42
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	235.25
July 1, 2013, County MA rate	217.12
Difference	18.13
MA days Jul. 1, 2013 - Sept. 30, 2013	17,546
Estimated quarterly financial impact	\$ 318,109

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	0.99
Adjusted resident-related peer group price	189.76
The sum of the remaining peer group price components	89.57
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 279.33
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	236.88
July 1, 2013, County MA rate	217.12
Difference	19.76
MA days Oct. 1, 2013 - Dec. 31, 2013	17,096
Estimated quarterly financial impact	\$ 337,817

## Medicaid Rate Analysis Review

John J. Kane - Scott Township

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	<u>0.99</u>
Adjusted resident-related peer group price	189.76
The sum of the remaining peer group price components	<u>89.57</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	<u>0.97</u>
Adjusted resident-related peer group price	185.93
The sum of the remaining peer group price components	<u>89.57</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 279.33</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	236.88
July 1, 2013, County MA rate	<u>217.12</u>
Difference	<u>19.76</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>16,498</u>
Estimated quarterly financial impact	<u>\$ 326,000</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 275.50</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	233.63
July 1, 2013, County MA rate	<u>217.12</u>
Difference	<u>16.51</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>16,055</u>
Estimated quarterly financial impact	<u>\$ 265,068</u>

## Medicaid Rate Analysis Review

John J. Kane - Scott Township

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.92</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	245.00
July 1, 2013, proposed County MA rate	<u>217.12</u>
Difference	<u>27.88</u>
2013-2014 Medicaid days	<u>67,195</u>
Estimated total financial impact	<u>\$ 1,873,397</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMI - (gain) / loss

\$ 1,246,994

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMI - (gain) / loss

\$ 1,873,397

# **Neshaminy Manor**

## Medicaid Rate Analysis Review

Neshaminy Manor Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	<u>1.02</u>
Rebased resident-related peer group price	195.51
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.49</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 284.81</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	241.52
July 1, 2013, County MA rate	<u>262.34</u>
Difference	<u>(20.82)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>23,508</u>
Estimated quarterly financial impact	<u>\$ (489,437)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	<u>1.06</u>
Adjusted resident-related peer group price	203.18
The sum of the remaining peer group price components	<u>89.30</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 292.48</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	248.03
July 1, 2013, County MA rate	<u>262.34</u>
Difference	<u>(14.31)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>24,188</u>
Estimated quarterly financial impact	<u>\$ (346,130)</u>

## Medicaid Rate Analysis Review

Neshaminy Manor Home

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	1.07
Adjusted resident-related peer group price	205.10
The sum of the remaining peer group price components	89.30

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 294.40

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

249.65

July 1, 2013, County MA rate

262.34

Difference

(12.69)

MA days Jan. 1, 2014 - Mar. 31, 2014

23,996

Estimated quarterly financial impact

\$ (304,509)

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	1.03
Adjusted resident-related peer group price	197.43
The sum of the remaining peer group price components	89.30

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 286.73

Nonpublic nursing facility budget adjustment

0.84801

Estimated April 1, 2014, nonpublic rate

243.15

July 1, 2013, County MA rate

262.34

Difference

(19.19)

MA days Apr. 1, 2014 - Jun. 30, 2014

23,451

Estimated quarterly financial impact

\$ (450,025)

## Medicaid Rate Analysis Review

Neshaminy Manor Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.49</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.65</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	244.78
July 1, 2013, proposed County MA rate	<u>262.34</u>
Difference	<u>(17.56)</u>
2013-2014 Medicaid days	<u>95,143</u>
Estimated total financial impact	<u>\$ (1,670,711)</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (1,590,101)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ (1,670,711)



# Philadelphia Nursing Home

## Medicaid Rate Analysis Review

Philadelphia Nursing Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	0.83
Rebased resident-related peer group price	159.09
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.74
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 248.64
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	210.85
July 1, 2013, County MA rate	229.66
Difference	(18.81)
MA days Jul. 1, 2013 - Sept. 30, 2013	33,623
Estimated quarterly financial impact	\$ (632,449)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	0.86
Adjusted resident-related peer group price	164.84
The sum of the remaining peer group price components	89.55
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 254.39
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	215.73
July 1, 2013, County MA rate	229.66
Difference	(13.93)
MA days Oct. 1, 2013 - Dec. 31, 2013	33,650
Estimated quarterly financial impact	\$ (468,745)

## Medicaid Rate Analysis Review

Philadelphia Nursing Home

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	<u>0.84</u>
Adjusted resident-related peer group price	161.01
The sum of the remaining peer group price components	<u>89.55</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	<u>0.83</u>
Adjusted resident-related peer group price	159.09
The sum of the remaining peer group price components	<u>89.55</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 250.56</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	212.48
July 1, 2013, County MA rate	<u>229.66</u>
Difference	<u>(17.18)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>33,398</u>
Estimated quarterly financial impact	<u>\$ (573,778)</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 248.64</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	210.85
July 1, 2013, County MA rate	<u>229.66</u>
Difference	<u>(18.81)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>32,706</u>
Estimated quarterly financial impact	<u>\$ (615,200)</u>

## Medicaid Rate Analysis Review

Philadelphia Nursing Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.74</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.90</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	244.99
July 1, 2013, proposed County MA rate	<u>229.66</u>
Difference	<u>15.33</u>
2013-2014 Medicaid days	<u>133,377</u>
Estimated total financial impact	<u>\$ 2,044,669</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (2,290,172)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 2,044,669

# **Pleasant Acres Nursing & Rehabilitation Center**

## Medicaid Rate Analysis Review

Pleasant Acres Nursing & Rehabilitation Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
February 1, 2013, MA CMI	<u>0.87</u>
Rebased resident-related peer group price	159.17
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.58</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 244.90</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	207.67
July 1, 2013, County MA rate	<u>235.55</u>
Difference	<u>(27.88)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>28,845</u>
Estimated quarterly financial impact	<u>\$ (804,199)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
May 1, 2013, MA CMI	<u>0.89</u>
Adjusted resident-related peer group price	162.83
The sum of the remaining peer group price components	<u>85.73</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 248.56</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	210.78
July 1, 2013, County MA rate	<u>235.55</u>
Difference	<u>(24.77)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>28,637</u>
Estimated quarterly financial impact	<u>\$ (709,338)</u>

## Medicaid Rate Analysis Review

Pleasant Acres Nursing & Rehabilitation Center

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
August 1, 2013, MA CMI	0.88
Adjusted resident-related peer group price	161.00
The sum of the remaining peer group price components	85.73

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 246.73

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

209.23

July 1, 2013, County MA rate

235.55

Difference

(26.32)

MA days Jan. 1, 2014 - Mar. 31, 2014

27,617

Estimated quarterly financial impact

\$ (726,879)

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
November 1, 2013, MA CMI	0.89
Adjusted resident-related peer group price	162.83
The sum of the remaining peer group price components	85.73

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 248.56

Nonpublic nursing facility budget adjustment

0.84801

Estimated April 1, 2014, nonpublic rate

210.78

July 1, 2013, County MA rate

235.55

Difference

(24.77)

MA days Apr. 1, 2014 - Jun. 30, 2014

26,883

Estimated quarterly financial impact

\$ (665,892)

## Medicaid Rate Analysis Review

Pleasant Acres Nursing & Rehabilitation Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	190.27
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.58</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 276.00</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	234.05
July 1, 2013, proposed County MA rate	<u>235.55</u>
Difference	<u>(1.50)</u>
2013-2014 Medicaid days	<u>111,982</u>
Estimated total financial impact	<u>\$ (167,973)</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (2,906,308)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ (167,973)



# Pleasant Ridge Manor

## Medicaid Rate Analysis Review

Pleasant Ridge Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
February 1, 2013, MA CMI	0.91
Rebased resident-related peer group price	166.48
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	3.76
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 252.39
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	214.03
July 1, 2013, County MA rate	222.56
Difference	(8.53)
MA days Jul. 1, 2013 - Sept. 30, 2013	25,855
Estimated quarterly financial impact	\$ (220,543)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
May 1, 2013, MA CMI	0.89
Adjusted resident-related peer group price	162.83
The sum of the remaining peer group price components	85.91
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 248.74
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	210.93
July 1, 2013, County MA rate	222.56
Difference	(11.63)
MA days Oct. 1, 2013 - Dec. 31, 2013	25,857
Estimated quarterly financial impact	\$ (300,717)

## Medicaid Rate Analysis Review

Pleasant Ridge Manor

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
August 1, 2013, MA CMI	0.90
Adjusted resident-related peer group price	164.66
The sum of the remaining peer group price components	85.91

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 250.57
Nonpublic nursing facility budget adjustment	0.84801
Estimated Jan. 1, 2014, nonpublic rate	212.48
July 1, 2013, County MA rate	222.56
Difference	(10.08)
MA days Jan. 1, 2014 - Mar. 31, 2014	25,261
Estimated quarterly financial impact	\$ (254,631)

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
November 1, 2013, MA CMI	0.92
Adjusted resident-related peer group price	168.31
The sum of the remaining peer group price components	85.91

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 254.22
Nonpublic nursing facility budget adjustment	0.84801
Estimated April 1, 2014, nonpublic rate	215.58
July 1, 2013, County MA rate	222.56
Difference	(6.98)
MA days Apr. 1, 2014 - Jun. 30, 2014	26,603
Estimated quarterly financial impact	\$ (185,689)

## Medicaid Rate Analysis Review

Pleasant Ridge Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 182.95
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	190.27
Other resident-related peer group price	59.63
Administrative peer group price	22.52
Estimated fixed property component	<u>3.76</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 276.18</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	234.20
July 1, 2013, proposed County MA rate	<u>222.56</u>
Difference	<u>11.64</u>
2013-2014 Medicaid days	<u>103,576</u>
Estimated total financial impact	<u>\$ 1,205,625</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMI's - (gain) / loss

\$ (961,580)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMI's - (gain) / loss

\$ 1,205,625

# **Pleasant Valley Manor**

## Medicaid Rate Analysis Review

Pleasant Valley Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
February 1, 2013, MA CMI	<u>0.88</u>
Rebased resident-related peer group price	124.05
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.53</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 193.00</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	163.67
July 1, 2013, County MA rate	<u>167.28</u>
Difference	<u>(3.61)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>10,555</u>
Estimated quarterly financial impact	<u>\$ (38,104)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
May 1, 2013, MA CMI	<u>0.91</u>
Adjusted resident-related peer group price	128.28
The sum of the remaining peer group price components	<u>68.95</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 197.23</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	167.26
July 1, 2013, County MA rate	<u>167.28</u>
Difference	<u>(0.02)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>10,867</u>
Estimated quarterly financial impact	<u>\$ (217)</u>

## Medicaid Rate Analysis Review

*Pleasant Valley Manor*

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
August 1, 2013, MA CMI	<u>0.94</u>
Adjusted resident-related peer group price	132.51
The sum of the remaining peer group price components	<u>68.95</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
November 1, 2013, MA CMI	<u>0.89</u>
Adjusted resident-related peer group price	125.46
The sum of the remaining peer group price components	<u>68.95</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 201.46</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	170.84
July 1, 2013, County MA rate	<u>167.28</u>
Difference	<u>3.56</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>10,910</u>
Estimated quarterly financial impact	<u>\$ 38,840</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 194.41</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	164.86
July 1, 2013, County MA rate	<u>167.28</u>
Difference	<u>(2.42)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>11,211</u>
Estimated quarterly financial impact	<u>\$ (27,131)</u>

## Medicaid Rate Analysis Review

Pleasant Valley Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	146.61
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.53</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 215.56</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	182.80
July 1, 2013, proposed County MA rate	<u>167.28</u>
Difference	<u>15.52</u>
2013-2014 Medicaid days	<u>43,543</u>
Estimated total financial impact	<u>\$ 675,787</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (26,612)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 675,787



# Pocopson Home

## Medicaid Rate Analysis Review

Pocopson Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	0.84
Rebased resident-related peer group price	161.01
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.46
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 250.28
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	212.24
July 1, 2013, County MA rate	213.87
Difference	(1.63)
MA days Jul. 1, 2013 - Sept. 30, 2013	22,087
Estimated quarterly financial impact	\$ (36,002)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	0.85
Adjusted resident-related peer group price	162.93
The sum of the remaining peer group price components	89.27
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 252.20
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	213.87
July 1, 2013, County MA rate	213.87
Difference	-
MA days Oct. 1, 2013 - Dec. 31, 2013	21,171
Estimated quarterly financial impact	\$ -

## Medicaid Rate Analysis Review

Pocopson Home

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	<u>0.85</u>
Adjusted resident-related peer group price	162.93
The sum of the remaining peer group price components	<u>89.27</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	<u>0.90</u>
Adjusted resident-related peer group price	172.51
The sum of the remaining peer group price components	<u>89.27</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 252.20</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	213.87
July 1, 2013, County MA rate	<u>213.87</u>
Difference	<u>-</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>20,750</u>
Estimated quarterly financial impact	<u>\$ -</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 261.78</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	221.99
July 1, 2013, County MA rate	<u>213.87</u>
Difference	<u>8.12</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>20,969</u>
Estimated quarterly financial impact	<u>\$ 170,268</u>

## Medicaid Rate Analysis Review

Pocopson Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.46</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.62</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	244.75
July 1, 2013, proposed County MA rate	<u>213.87</u>
Difference	<u>30.88</u>
2013-2014 Medicaid days	<u>84,977</u>
Estimated total financial impact	<u>\$ 2,624,090</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ 134,266

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 2,624,090

## **Rouse Warren County Home**

## Medicaid Rate Analysis Review

Rouse Warren County Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
February 1, 2013, MA CMI	<u>0.88</u>
Rebased resident-related peer group price	124.05
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.47</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 192.94</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	163.62
July 1, 2013, County MA rate	<u>162.70</u>
Difference	<u>0.92</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>10,158</u>
Estimated quarterly financial impact	<u>\$ 9,345</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
May 1, 2013, MA CMI	<u>0.91</u>
Adjusted resident-related peer group price	128.28
The sum of the remaining peer group price components	<u>68.89</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 197.17</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	167.20
July 1, 2013, County MA rate	<u>162.70</u>
Difference	<u>4.50</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>10,338</u>
Estimated quarterly financial impact	<u>\$ 46,521</u>

## Medicaid Rate Analysis Review

Rouse Warren County Home

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
August 1, 2013, MA CMI	<u>0.92</u>
Adjusted resident-related peer group price	129.69
The sum of the remaining peer group price components	<u>68.89</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 198.58

Nonpublic nursing facility budget adjustment

0.84801

Estimated Jan. 1, 2014, nonpublic rate

168.40

July 1, 2013, County MA rate

162.70

Difference

5.70

MA days Jan. 1, 2014 - Mar. 31, 2014

10,279

Estimated quarterly financial impact

\$ 58,590

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
November 1, 2013, MA CMI	<u>0.93</u>
Adjusted resident-related peer group price	131.10
The sum of the remaining peer group price components	<u>68.89</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility

\$ 199.99

Nonpublic nursing facility budget adjustment

0.84801

Estimated April 1, 2014, nonpublic rate

169.60

July 1, 2013, County MA rate

162.70

Difference

6.90

MA days Apr. 1, 2014 - Jun. 30, 2014

10,585

Estimated quarterly financial impact

\$ 73,037

## Medicaid Rate Analysis Review

Rouse Warren County Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	146.61
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.47</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 215.50</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	182.75
July 1, 2013, proposed County MA rate	<u>162.70</u>
Difference	<u>20.05</u>
2013-2014 Medicaid days	<u>41,360</u>
Estimated total financial impact	<u>\$ 829,268</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ 187,493

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 829,268



## **Susque View Home**

## Medicaid Rate Analysis Review

Susque View Home

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### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
February 1, 2013, MA CMI	<u>0.93</u>
Rebased resident-related peer group price	131.10
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.58</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 200.10</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	169.69
July 1, 2013, County MA rate	<u>170.67</u>
Difference	<u>(0.98)</u>
MA days Jul. 1, 2013 - Sept. 30, 2013	<u>10,264</u>
Estimated quarterly financial impact	<u>\$ (10,059)</u>

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
May 1, 2013, MA CMI	<u>0.89</u>
Adjusted resident-related peer group price	125.46
The sum of the remaining peer group price components	<u>69.00</u>
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 194.46</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Oct. 1, 2013, nonpublic rate	164.91
July 1, 2013, County MA rate	<u>170.67</u>
Difference	<u>(5.76)</u>
MA days Oct. 1, 2013 - Dec. 31, 2013	<u>10,219</u>
Estimated quarterly financial impact	<u>\$ (58,861)</u>

## Medicaid Rate Analysis Review

Susque View Home

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
August 1, 2013, MA CMI	<u>0.92</u>
Adjusted resident-related peer group price	129.69
The sum of the remaining peer group price components	<u>69.00</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
November 1, 2013, MA CMI	<u>0.90</u>
Adjusted resident-related peer group price	126.87
The sum of the remaining peer group price components	<u>69.00</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 198.69</u>
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Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	168.49
July 1, 2013, County MA rate	<u>170.67</u>
Difference	<u>(2.18)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>9,930</u>
Estimated quarterly financial impact	<u>\$ (21,647)</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 195.87</u>
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Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	166.10
July 1, 2013, County MA rate	<u>170.67</u>
Difference	<u>(4.57)</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>9,560</u>
Estimated quarterly financial impact	<u>\$ (43,689)</u>

## Medicaid Rate Analysis Review

Susque View Home

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 140.97
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	146.61
Other resident-related peer group price	44.78
Administrative peer group price	20.64
Estimated fixed property component	<u>3.58</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 215.61</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	182.84
July 1, 2013, proposed County MA rate	<u>170.67</u>
Difference	<u>12.17</u>
2013-2014 Medicaid days	<u>39,973</u>
Estimated total financial impact	<u>\$ 486,471</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (134,256)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ 486,471

# **Washington County Health Center**

## Medicaid Rate Analysis Review

Washington County Health Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	0.88
Rebased resident-related peer group price	168.68
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.67
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 258.16
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	218.92
July 1, 2013, County MA rate	220.62
Difference	(1.70)
MA days Jul. 1, 2013 - Sept. 30, 2013	18,888
Estimated quarterly financial impact	\$ (32,110)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	0.93
Adjusted resident-related peer group price	178.26
The sum of the remaining peer group price components	89.48
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 267.74
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	227.05
July 1, 2013, County MA rate	220.62
Difference	6.43
MA days Oct. 1, 2013 - Dec. 31, 2013	18,199
Estimated quarterly financial impact	\$ 117,020

## Medicaid Rate Analysis Review

Washington County Health Center

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	<u>0.88</u>
Adjusted resident-related peer group price	168.68
The sum of the remaining peer group price components	<u>89.48</u>

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	<u>0.91</u>
Adjusted resident-related peer group price	174.43
The sum of the remaining peer group price components	<u>89.48</u>

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 258.16</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated Jan. 1, 2014, nonpublic rate	218.92
July 1, 2013, County MA rate	<u>220.62</u>
Difference	<u>(1.70)</u>
MA days Jan. 1, 2014 - Mar. 31, 2014	<u>17,323</u>
Estimated quarterly financial impact	<u>\$ (29,449)</u>

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 263.91</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated April 1, 2014, nonpublic rate	223.80
July 1, 2013, County MA rate	<u>220.62</u>
Difference	<u>3.18</u>
MA days Apr. 1, 2014 - Jun. 30, 2014	<u>18,595</u>
Estimated quarterly financial impact	<u>\$ 59,132</u>

## Medicaid Rate Analysis Review

Washington County Health Center

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	<u>1.04</u>
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	<u>3.67</u>
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	<u>\$ 288.83</u>
Nonpublic nursing facility budget adjustment	<u>0.84801</u>
Estimated July 1, 2013, nonpublic rate	244.93
July 1, 2013, proposed County MA rate	<u>220.62</u>
Difference	<u>24.31</u>
2013-2014 Medicaid days	<u>73,005.00</u>
Estimated total financial impact	<u>\$ 1,774,752</u>

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMI's - (gain) / loss

\$ 114,593

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMI's - (gain) / loss

\$ 1,774,752



# **Westmoreland Manor**

## Medicaid Rate Analysis Review

Westmoreland Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
February 1, 2013, MA CMI	1.05
Rebased resident-related peer group price	201.26
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.48
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 290.55
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	246.39
July 1, 2013, County MA rate	255.29
Difference	(8.90)
MA days Jul. 1, 2013 - Sept. 30, 2013	30,496
Estimated quarterly financial impact	\$ (271,414)

### October 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
May 1, 2013, MA CMI	1.06
Adjusted resident-related peer group price	203.18
The sum of the remaining peer group price components	89.29
October 1, 2013, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 292.47
Nonpublic nursing facility budget adjustment	0.84801
Estimated Oct. 1, 2013, nonpublic rate	248.02
July 1, 2013, County MA rate	255.29
Difference	(7.27)
MA days Oct. 1, 2013 - Dec. 31, 2013	30,544
Estimated quarterly financial impact	\$ (222,055)

## Medicaid Rate Analysis Review

Westmoreland Manor

### January 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
August 1, 2013, MA CMI	1.05
Adjusted resident-related peer group price	201.26
The sum of the remaining peer group price components	89.29

### April 1, 2014, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
November 1, 2013, MA CMI	1.07
Adjusted resident-related peer group price	205.10
The sum of the remaining peer group price components	89.29

January 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 290.55
Nonpublic nursing facility budget adjustment	0.84801
Estimated Jan. 1, 2014, nonpublic rate	246.39
July 1, 2013, County MA rate	255.29
Difference	(8.90)
MA days Jan. 1, 2014 - Mar. 31, 2014	28,762
Estimated quarterly financial impact	\$ (255,982)

April 1, 2014, adjusted peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 294.39
Nonpublic nursing facility budget adjustment	0.84801
Estimated April 1, 2014, nonpublic rate	249.64
July 1, 2013, County MA rate	255.29
Difference	(5.65)
MA days Apr. 1, 2014 - Jun. 30, 2014	28,557
Estimated quarterly financial impact	\$ (161,347)

## Medicaid Rate Analysis Review

Westmoreland Manor

### July 1, 2013, Nonpublic Facility Rate Calculation:

Resident-related peer group price	\$ 191.68
Average nonpublic MA CMI	1.04
Rebased resident-related peer group price	199.35
Other resident-related peer group price	57.70
Administrative peer group price	28.11
Estimated fixed property component	3.48
July 1, 2013, rebased peer group price, assuming conversion on July 1, 2013, to a nonpublic facility	\$ 288.64
Nonpublic nursing facility budget adjustment	0.84801
Estimated July 1, 2013, nonpublic rate	244.77
July 1, 2013, proposed County MA rate	255.29
Difference	(10.52)
2013-2014 Medicaid days	118,359
Estimated total financial impact	\$ (1,245,137)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using County Home MA CMIs - (gain) / loss

\$ (910,798)

Estimated total financial impact to PA, assuming conversion to a nonpublic facility on July 1, 2013, using nonpublic MA CMIs - (gain) / loss

\$ (1,245,137)

## **Disclaimer**

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