

Minutes
Operating Board of Directors
DeKalb County Rehab & Nursing Center
September 12, 2012

Present: Directors: Casella, Andersen, Nielsen, Klein, Bannon

Absent Directors: Deverell, Shepard

Also Present: Bockman, Anderson, Buffenbarger

The meeting was called to order at 7:00am.

The agenda was approved by Andersen and Klein.

The July 2012 minutes were reviewed and approved.

Old Business: None

New Business:

Management Report:

Buffenbarger reviewed the census and payor mix information from the management report. Census remains relatively stable with an overall increase in occupancy but the Medicare A volume is down from previous months. This is consistent with historical averages.

Buffenbarger reported that labor costs remain stable but recent non-labor expenses have fluctuated enough to cause a review of facility contracts and invoices. DCRNC is working with the contract pharmacy to resolve concerns with invoices that are higher than the contract rate. Omnicare agreed that DCRNC was overbilled and provided a \$188,000 credit. The review continues to ensure the credit is in the proper amount. The most recent invoice from Omnicare was again inaccurate and DCRNC is awaiting an explanation for the variance. DCRNC may conduct a RFP for pharmacy services in the near future to determine whether we have the best possible arrangement.

Buffenbarger reported that the medical waste disposal service was also recently reviewed and DCRNC was able to find a replacement vendor that will reduce the cost significantly as of October 1st.

Buffenbarger reported that the Affordable Care Act will require nursing homes and other providers that bill Medicare or Medicaid to have a corporate compliance plan with specific elements by March, 2013. The plan requires significant policy and procedure editing, update of internal controls, auditing, and staff training. MPA now offers a shared service to address the requirement. DCRNC will need to decide in November how to address the pending requirement and we will examine this in greater detail at the November meeting.

Anderson asked if the Board would be provided options as to how the requirement can be met. Buffenbarger reported that options would be presented at the November meeting.

Next Meeting: November 14, 2012

Meeting adjourned at 7:30am.

Respectfully submitted,

Andrew Buffenbarger
Recording Secretary