

RESOLUTION

ROCK COUNTY BOARD



OF SUPERVISORS

Health Services Committee

INITIATED BY

Sherry Gunderson

DRAFTED BY

Health Services Committee

SUBMITTED BY

May 30, 2012

DATE DRAFTED

AMENDING THE ROCK HAVEN 2012 BUDGET TO REFLECT THE INCREASE IN MEDICARE PART A REVENUE AND EXPENSES

- 1. WHEREAS, Medicare Part A resident days are higher than anticipated; and
- 2.
- 3. WHEREAS, Resident acuity has resulted in higher supply and equipment costs; and,
- 4.
- 5. WHEREAS, Higher acuity also resulted in higher reimbursement for care.
- 6.
- 7. NOW, THEREFORE, BE IT RESOLVED, that the Rock County Board of Supervisors duly
- 8. assembled this 28 of June, 2012 does hereby amend Rock Haven's
- 9. 2012 Budget as follows:

| <u>Account/Description</u> | <u>Budget at</u> | <u>Increase</u> | <u>Amended</u> |
|----------------------------|------------------|-------------------|----------------|
| | <u>06/01/12</u> | <u>(Decrease)</u> | <u>Budget</u> |
| <u>Source of Funds</u> | | | |
| 32-7115-7100-45011 | | | |
| Intergovernmental-Medicare | 130,145 | 80,000 | 210,145 |
| <u>Use of Funds</u> | | | |
| 32-7260-7400-62179 | | | |
| Pharmacy | 95,000 | 80,000 | 175,000 |

12-6B-047

Respectfully submitted,

HEALTH SERVICES COMMITTEE

Betty Jo Bussis
Betty Jo Bussis, Chair

Mary Beaver
Mary Beaver

Terry Fell
Terry Fell

Steve Howland
Steve Howland

Billy Bob Grahn
Billy Bob Grahn

FINANCE COMMITTEE ENDORSEMENT

Reviewed and approved on a vote of

5-0

Mary Mawhinney
Mary Mawhinney, Chair

LEGAL NOTE:

The County Board is authorized to take this action by sec. 59.51(2), Wis. Stats. As an amendment to the adopted 2012 County Budget, passage requires a 2/3 vote of the entire membership of the County Board pursuant to sec. 65.90(5)(b), Wis. Stats.

Eugene R. Dumas
Eugene R. Dumas
Deputy Corporation Counsel

FISCAL NOTE:

This resolution amends Rock Haven's budget to reflect higher than expected Medicare related revenues and expenses due to an increase in the number of Medicare resident days and the acuity of thos residents.

Sherry Oja
Sherry Oja
Finance Director

ADMINISTRATIVE NOTE:

Recommended.

Craig Knutson
Craig Knutson
County Administrator

Executive Summary

Medicare Part A pays for short-term stays for residents coming from a qualifying hospital stay to receive skilled nursing and/or therapy services. The reimbursement for each resident is based upon the services provided and reflected on the Minimum Data Set. That information establishes a Resource Utilization Group (RUG) category and sets daily payment.

Over this year, we have seen an increase in both the number of Medicare resident days and the acuity of those residents resulting in higher Medicare expenses and higher Medicare revenue. This budget amendment will increase both line items to reflect these changes. The amendment is budget neutral.