

From: Brown, Holly M <holly.brown@mercer.com>
Sent: Tuesday, August 17, 2021 4:04 PM
To: Smith, Rick
Subject: RE: [External] ODP Financial Workgroup

Hi Rick – I will take a look at what the work group is requesting and get back to you tomorrow with any thoughts/comments. Thanks!

Holly Brown

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welcome to brighter

A business of Marsh McLennan

From: Smith, Rick [REDACTED]
Sent: Tuesday, August 17, 2021 1:32 PM
To: Brown, Holly M <holly.brown@mercer.com>
Subject: FW: [External] ODP Financial Workgroup
Importance: High

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Hi Holly,

I am not sure I am going to answer this, but in the event I do want to respond, could you help me fill in the blanks?

Thanks,
Rick

From: Bill Harriger <BHarriger@verland.org>
Sent: Tuesday, August 17, 2021 9:55 AM
To: Smith, Rick [REDACTED] >
Cc: Thomas Crofcheck <ThomasCrofcheck@melmark.org>; Fawver, Trish <TFawver@merakey.org>; Tonja Smith <tonja.smith@achomecare.org>; Bill Schoppe <bschoppe@pathcenter.org>; Chris Elliott <CElliott@barberni.org>; eyth.john@archumanservices.org; Mary Beth Horner <MHORNER@lifepath.org>; Saylor, Kristine <Ksaylor@khs.org>; Kenneth Gibat <kgibat@persondirectedsupports.com>
Subject: [External] ODP Financial Workgroup
Importance: High

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Good Morning Rick,

The members of the Financial Work Group had an opportunity to get together yesterday to discuss, in part the assumptions used in the rate setting process. One issue that came up was actually an issue that was discussed at a PAR CFO Roundtable back in 2018, and that was a Crosswalk from the historic cost report expense categories to the then proposed fee schedule based rate assumptions. As you may recall from our email exchanges back then, there was some question as to which assumption(s) account for all of the various types of expenses that were allowable, audited, and ODP approved as found on the cost reports for Fiscal Years 08/09 - 15/16 .

As we are looking at a Rate Refresh, we would ask that either you or Mercer please tell us where each of the old cost report expense categories, as defined by ODP in the cost report instructions, can be found as considered in the fee schedule rate assumptions. Attached please find the Cost Report Instructions Version 12.0 pages 50-59 which describe, in detail, the specific types of costs that are allowable and which line on Schedule A, those costs were to be reported on the ODP Cost Report

Please point to the specific "Allowable Cost Components" category found in the FY2017/2018 MRWG Residential Habilitation Services Assumption Log(s) that each of the Schedule A costs can be found. You can refer to the attached ODP Cost Report Instructions for a detailed description for each cost report line listed below. Please note that all allowable, eligible, cost used in the previous cost based rate setting process were reported on Schedule A Lines 1-15.

Cost Report Line 1, Program Direct Care Staff Salary/Wages is accounted for in assumption _____

Cost Report Line 2, Program Direct Care Staff ERE is accounted for in assumption _____

Cost Report Line 3, Other Program Staff Salary/Wages is accounted for in assumption _____

Cost Report Line 4, Other Program Staff ERE is accounted for in assumption _____

Cost Report Line 5, Contracted Staff is accounted for in assumption _____

Cost Report Line 6, Administrative Staff Salary/Wages is accounted for in assumption _____

Cost Report Line 7, Administrative Staff ERE is accounted for in assumption _____

Cost Report Line 8, Program Supplies is accounted for in assumption _____

Cost Report Line 9, Other Vehicle Expense is accounted for in assumption _____

Cost Report Line 10, Other Program Expense is accounted for in assumption _____

Cost Report Line 11, Transportation – Participant Motor Vehicle is accounted for in assumption _____

Cost Report Line 12, Transportation - Participant is accounted for in assumption _____

Cost Report Line 13, Other Occupancy Expenses is accounted for in assumption _____

Cost Report Line 14, Depreciation - Buildings is accounted for in assumption _____

Cost Report Line 15, Depreciation - Fixed Assets/Equipment is accounted for in assumption _____

We would appreciate this to be completed prior to our meeting on Thursday.

We greatly appreciate the opportunity to be part of this important effort in refreshing the rates.

Thank you,

The ODP Financial Workgroup.