



Agenda



DETROIT LONG TERM CARE SYSTEM CHANGE TASK FORCE BUSINESS & ECONOMIC DEVELOPMENT SUBCOMMITTEE MEETING

DETROIT AREA AGENCY ON AGING
OLA MORRIS CONFERENCE ROOM
1333 BREWERY PARK BOULEVARD, 2ND FLOOR
DETROIT, MICHIGAN 48207

WEDNESDAY, DECEMBER 3, 2008
2:00 P.M. – 5:00 P.M.

*Michigan Medicaid Reimbursement
Limitations on Capital Investment*

- I. Call to Order/ Welcome & Introductions
- II. Approval of Meeting Minutes - November 5, 2008
- III. Review Full Task Force Subcommittee Reports
- IV. Summary of Existing Medicaid Policies (Robert Long – Plante & Moran)
- V. Guidelines for Proposed Policy Changes
 - A. Administrative rules modification (Bureaucratic interaction)
 - B. Legislative action (blue back bill creations) and bill management
 - C. Appropriations modifications through House and Senate Appropriations committees
- VI. Medicaid Policy Issues
 - Bed Limit for New Constructions and Major Renovations
 - Changes with bed limit revisions: Unallowable interest from average borrowing balance and asset value disallowance
 - Replacement Values with renovation and maintenance projects
 - Does not timely or adequately recognize costs
 - Federal mandate for sprinklers by 2013
 - Tenure Factor with Total Replacement Facility
 - Hinders new construction of old facilities, will be impacted by bed limit revisions
 - Minimum Occupancy Requirement
 - Requirement for 85% when Wayne County at 82% - impacts Medicaid rate dramatically

- Dual Certification
- Beds Out of Service
 - Space not used for other purposes
 - Explore bed banking without financial and space use penalties
- Rate Relief
- Long Term Goal - New Capital Reimbursement System
 - Recognize equity
 - Pay flat rate or rental for bed

III. Cash Flow Issues

- Medicaid Eligibility
 - Directly impacts Medicaid's ability to pay providers timely
- Disability Claims
- Patient Pay – bad debt?
- Provider Tax – what dollar impact by eligibility delays?

IV. Nursing Home Public Works Initiative

V. Financial Markets – Making Capital Available Long Term Goal

- Michigan State Housing Development Authority and Michigan Economic Development Fund – available to all , including proprietary providers

Moving Towards Enhancing the Quality of Care
