

Providence Seward Medical & Care Center

Presentation to Seward City Council

Work Session

May 13, 2019


Agenda

- Financial & Operational Challenges
 - Mitigating Strategies
 - Ongoing Challenges
 - Debt Funding Requirements
 - Facility Capital Needs
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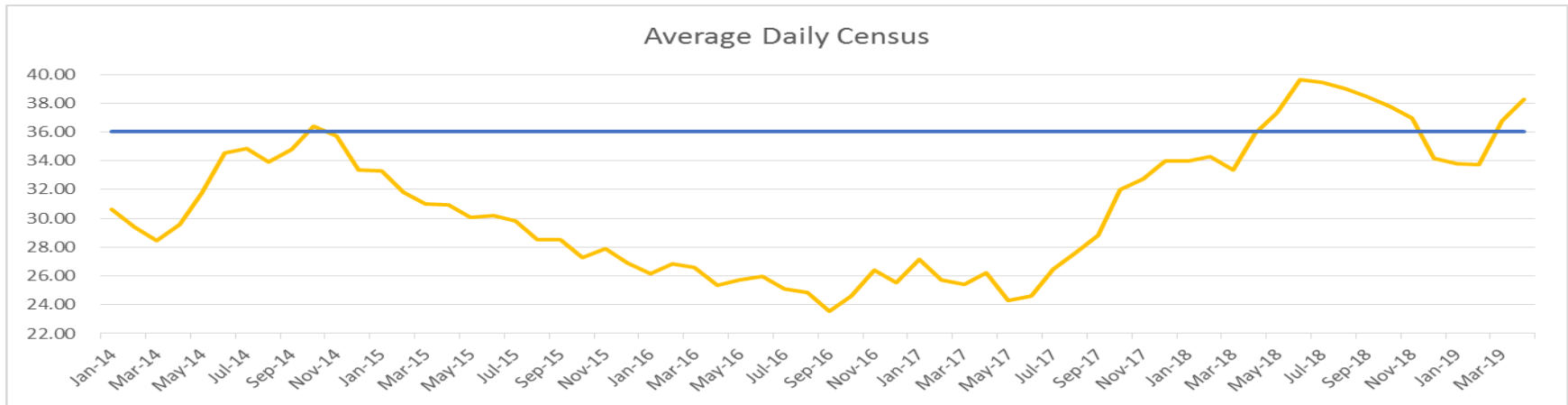
Financial & Operational Challenges

- Greenhouse criteria limits admissions
- Staffing challenges
 - Salary concerns
 - Affordable housing
 - Physician shortage
- Medicaid challenges
 - Authorization
 - Cash Flow

Mitigating Strategies

- Central Intake & Eligibility
 - Additional medical complexity
 - Physician team fully staffed
 - Assessing compensation strategy
 - Medicaid Small Facility Agreement
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Highlights



- Central intake process began mid-2017 – significant impact on census
- Adding eligibility assistance May 2019 to combat lag in Medicaid eligibility
- New Administrator starts 5.28.19
- Providence is not collecting interest on outstanding liability

Ongoing Challenges

- Staff needs
 - Training
 - Housing
 - Compensation
- New LTC facilities opening in 2019
- Medicaid authorization & eligibility
- Medicaid budget uncertainty
- Capital Availability

Debt Funding Requirements

- SMH Revenue Bonds

Outstanding Balance	\$16.9M
Cash on Hand	<u>6.9M</u>
Remaining balance	\$ 10.0M

- Providence Liability

Balance @ 4/30/19	\$ 6.8M
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Facility Capital Needs

	<1 year	1 year	2 years	3 years	5+ years
Clinical Equipment	53,280	348,425	125,000	230,000	450,000
Patient Safety Equipment		228,000	25,000		420,000
Other Equipment	90,000	212,000	20,000	70,000	160,000
Infrastructure	50,500	351,000	367,000	125,000	735,000
Vehicles	15,000	113,500		66,000	35,000
	208,780	1,252,925	537,000	491,000	1,800,000