

**REPORT
ON THE
HOME OFFICE AUDIT**

**DEL MONTE, INC.
REDWOOD CITY, CALIFORNIA**

**FISCAL PERIOD ENDED
DECEMBER 31, 2010**

**Audits Section—Richmond
Financial Audits Branch
Audits and Investigations
Department of Health Care Services**

**Section Chief: Louise Wong
Audit Supervisor: Marisa N. Ho
Auditor: Jun Yan**



TOBY DOUGLAS
DIRECTOR

State of California—Health and Human Services Agency
Department of Health Care Services



EDMUND G. BROWN JR.
GOVERNOR

January 23, 2012

Don Veridiano, Owner
Del Monte, Inc.
210 Del Monte Avenue
South San Francisco, CA 94080

DEL MONTE, INC.
FISCAL PERIOD ENDED DECEMBER 31, 2010

We have examined the Medi-Cal Home Office Cost Report for the fiscal period ended December 31, 2010. Our examination was made under the authority of Section 14170 of the Welfare and Institutions Code and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the data presented in the Comparison of Reported and Audited Home Office Cost represents a proper determination of home office allowable costs for the above fiscal period in accordance with Medi-Cal reimbursement principles and was accepted as filed.

This audit report includes the:

1. Comparison of Reported and Audited Home Office Cost and supporting schedules

If you have questions regarding this report, you may call the Audits Section—Richmond at (510) 620-3100.

Original Signed by

Louise Wong, Chief
Audits Section—Richmond
Financial Audits Branch

Certified

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**COMPARISON OF REPORTED AND AUDITED
HOME OFFICE COST**

HOME OFFICE:
DEL MONTE INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2010

CHAIN COMPONENTS 1	MEDI-CAL NUMBER 2	FISCAL YEAR END 3	REPORTED COST 4	AUDITED COST 5	VARIANCE 6
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(From Sch 2, Col 6) (Col 5 - Col 4)

1. ADAMS ICF DD-N	LTC80331F	12/31/2010	\$19,736	\$19,736	\$0
2. DEL MONTE ICF DD-N	LTC80210F	12/31/2010	21,963	21,963	0
3. STEPHANIE ICF DD-N	LTC80233F	12/31/2010	16,297	16,297	0
4. FRANCISCO ICF	LTC80254G	12/31/2010	19,466	19,466	0
5. PUTNAM ICF	LTC80246G	12/31/2010	21,963	21,963	0
6. PUTNAM WEST ICF DD-N	LTC80283G	12/31/2010	20,148	20,148	0
7. SAN JUAN ICF	LTC80356G	12/31/2010	21,963	21,963	0

TOTALS

	\$141,534	\$141,534	\$0
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SUMMARY OF DIRECT AND ALLOCATED POOL COST

HOME OFFICE:
DEL MONTE INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2010

CHAIN COMPONENTS 1	MEDI-CAL NUMBER 2	FISCAL YEAR END 3	DIRECT EXPENSES 4	POOLED EXPENSES 5	TOTAL DIRECT & POOLED FACILITY EXPENSE 6
			(From Sch 4)	(From Sch 3)	(Col 4 + Col 5)
1. ADAMS ICF DD-N	LTC80331F	12/31/2010	\$0	\$19,736	\$19,736
2. DEL MONTE ICF DD-N	LTC80210F	12/31/2010	0	21,963	21,963
3. STEPHANIE ICF DD-N	LTC80233F	12/31/2010	0	16,297	16,297
4. FRANCISCO ICF	LTC80254G	12/31/2010	0	19,466	19,466
5. PUTNAM ICF	LTC80246G	12/31/2010	0	21,963	21,963
6. PUTNAM WEST ICF DD-N	LTC80283G	12/31/2010	0	20,148	20,148
7. SAN JUAN ICF	LTC80356G	12/31/2010	0	21,963	21,963
TOTALS			<u>\$0</u>	<u>\$141,534</u>	<u>\$141,534</u>
					(To Sch 1)

ALLOCATION OF POOLED EXPENSES

HOME OFFICE:
DEL MONTE INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2010

PART I - ALLOCATION BETWEEN PROVIDER AND NONPROVIDER COMPONENTS

FACILITY 1	Allocation Statistics Base: Accumulated Cost 2	Percent 3	Allocation Pool Expenses 4
Program Services	\$141,534	100.0000%	\$141,534
Nonprogram Services	0	0.0000%	0
TOTAL	\$141,534	100.0000%	\$141,534

(From Sch 5)

PART II - ALLOCATION TO INDIVIDUAL CHAIN COMPONENTS

CHAIN COMPONENTS	MEDI-CAL NUMBER	Audit Adjustment	Allocation Statistic: (Client Days)	Allocated Pool Expense (Col 3 X UCM)
1. ADAMS ICF DD-N	LTC80331F		1,968	\$19,736
2. DEL MONTE ICF DD-N	LTC80210F		2,190	21,963
3. STEPHANIE ICF DD-N	LTC80233F		1,625	16,297
4. FRANCISCO ICF	LTC80254G		1,941	19,466
5. PUTNAM ICF	LTC80246G		2,190	21,963
6. PUTNAM WEST ICF DD-N	LTC80283G		2,009	20,148
7. SAN JUAN ICF	LTC80356G		2,190	21,963
TOTALS			<u>14,113</u>	<u>\$141,534</u>

(To Sch 2)

UNIT COST MULTIPLIER (UCM) (Pooled Expenses/Patient Days)	10.028626
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DIRECT ALLOCATION OF EXPENSES TO CHAIN COMPONENTS

HOME OFFICE:
DEL MONTE INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2010

CHAIN COMPONENTS 1	MEDI-CAL NUMBER	REPORTED TOTAL (Col F) 2	Expense Directly Allocable to Chain Component				AUDITED TOTAL 7
			N/A 3	N/A 4	N/A 5	N/A 6	
1. ADAMS ICF DD-N	LTC80331F	\$0	\$0	\$0	\$0	\$0	\$0
2. DEL MONTE ICF DD-N	LTC80210F	0	0	0	0	0	0
3. STEPHANIE ICF DD-N	LTC80233F	0	0	0	0	0	0
4. FRANCISCO ICF	LTC80254G	0	0	0	0	0	0
5. PUTNAM ICF	LTC80246G	0	0	0	0	0	0
6. PUTNAM WEST ICF DD-N	LTC80283G	0	0	0	0	0	0
7. SAN JUAN ICF	LTC80356G	0	0	0	0	0	0
TOTALS		\$0	\$0	\$0	\$0	\$0	\$0

(To Sch 2)

STATEMENT OF REIMBURSABLE COSTS

HOME OFFICE:
DEL MONTE INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2010

ACCOUNT DESCRIPTION 1	REPORTED POOLED COSTS 2	COST AUDIT ADJUSTMENTS 3	POOLED COST SUBTOTAL 4	DIRECT COST 5	AUDITED POOLED COSTS 6
			(Col 2 + Col 3)		(Col 4 - Col 5)
1. Salaries - Officers	\$141,534		\$141,534		\$141,534
2. Salaries - Other			0		0
3. Payroll Taxes			0		0
4. Employee Benefits			0		0
5. Travel			0		0
6. Entertainment			0		0
7. Automobile			0		0
8. Depreciation - Building			0		0
9. Depreciation - Equipment			0		0
10. Other Depreciation and Amortization			0		0
11. Leases and Rentals			0		0
12. Interest - Mortgages			0		0
13. Interest - Other			0		0
14. Taxes and Licenses			0		0
15. Legal and Accounting			0		0
16. Insurance			0		0
17. Telephone			0		0
18. Utilities			0		0
19. Office Supplies			0		0
20. Nonprogram			0		0
21. Other			0		0
22. Other General and Administrative			0		0
23. Repairs and Maintenance			0		0
24. Dues and Subscriptions			0		0
25. Equipment Rental			0		0
26. Minor Equipment			0		0
27. Continuing Education			0		0
28. Transportation			0		0
TOTAL EXPENSES	\$141,534	\$0	\$141,534	\$0	\$141,534
				(To Sch 4)	(To Sch 3)