

**APPEAL RECOMPUTATION
OF THE
AUDIT REPORT**

**STEELE'S QUALITY LIVING – ROAD 212
LINDSAY, CALIFORNIA
PROVIDER NUMBER: LTC80377F
NPI NUMBER: 1790900074**

**FISCAL PERIOD ENDED
DECEMBER 31, 2009**

**Audits Section – Fresno
Financial Audits Branch
Audits and Investigations
Department of Health Care Services**

**Section Chief: Michael Harrold
Audit Supervisor: Linda King
Auditor: Dianna Morgan**



TOBY DOUGLAS
DIRECTOR

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



EDMUND G. BROWN JR.
GOVERNOR

June 11, 2012

Pam Steele, President
P & A Steele, Inc.
20015 Road 212
Lindsay, CA 93247

In the Matter of:

STEELE'S QUALITY LIVING – ROAD 212
NATIONAL PROVIDER IDENTIFIER (NPI) 1790900074
FISCAL PERIOD ENDED DECEMBER 31, 2009
CASE NUMBER NF11-1209-638G-AH

Pursuant to the Office of Administrative Hearings and Appeals' Report of Findings dated April 3, 2012, the following revisions are made to the Medi-Cal audit report dated January 6, 2011.

SUMMARY OF REVISIONS

		<u>COST</u>	<u>COST PER DAY</u>
Audited Cost and Cost Per Day	\$	274,904	\$ 139.40
Revision		<u>30,664</u>	<u>15.55</u>
Revised Cost and Cost Per Day	\$	<u>305,568</u>	\$ <u>154.95</u>

Enclosed are the revised schedules detailing the results of the recomputation.

Original Signed by

Michael A. Harrold, Chief
Audits Section—Fresno
Financial Audits Branch

cc: Paul A. Nelson, CPA
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Pam Steele
Page 2

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**SUMMARY OF REVISED FACILITY CENSUS
AND REVISED CLIENT COST PER DAY**

Provider:
STEELE'S QUALITY LIVING - ROAD 212

Fiscal Period:
JANUARY 1, 2009 THROUGH DECEMBER 31, 2009

Provider Number:
LTC80377F

Provider NPI:
1790900074

**SUMMARY OF REVISED FACILITY CENSUS
AND REVISED CLIENT COST PER DAY**

	AS AUDITED	AS REVISED
1. Medi-Cal Client Days	1,972	1,972
2. Other Client Days	0	0
3. Total Client Days	<u>1,972</u>	<u>1,972</u>
4. Total Client Care Expenses (From Sch. 2)	\$ <u>274,904</u>	\$ <u>305,568</u>
5. AVERAGE CLIENT COST PER DAY (Line 4 / Line 3)	\$ <u>139.40</u>	\$ <u>154.95</u>

SHARE OF COST

1. Share of Cost Audit Adjustment	\$ <u>(21,285)</u>	\$ <u>(21,285)</u>
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OVERPAYMENTS

1. Duplicate Payments	\$ <u>0</u>	\$ <u>0</u>
2. Credit Balances	\$ <u>0</u>	\$ <u>0</u>
3. Total Overpayments	\$ <u>0</u>	\$ <u>0</u>

SUMMARY OF REVISED FACILITY EXPENSES

Provider:
STEELE'S QUALITY LIVING - ROAD 212

Fiscal Period:
JANUARY 1, 2009 THROUGH DECEMBER 31, 2009

Provider Number:
LTC80377F

NPI:
1790900074

Line No.	DESCRIPTION	REV NO.	AS AUDITED Col. 1	REVISION Col. 2	AS REVISED Col. 3
	EXPENSES: CLIENT SERVICES				
	Basic Facility Cost - Property Expenses				
045	Depreciation and Amortization	1	\$ 0	\$ 4,600	\$ 4,600
050	Leases and Rentals		0		0
055	Real Property Taxes		2,033		2,033
060	Personal Property Taxes		0		0
065	Mortgage Interest	3	0	5,237	5,237
070	Property Insurance		602		602
075	TOTAL PROPERTY EXPENSES (Lines 045 through 070)		\$ 2,635	\$ 9,837	\$ 12,472
	Basic Facility Cost - General Home Expenses				
080	Home Operations and Maintenance		\$ 9,580	\$	\$ 9,580
085	Utilities		12,703		12,703
090	Client Transportation		1,280		1,280
095	Dietary		15,129		15,129
100	Personal Care and Laundry		337		337
105	TOTAL GENERAL HOME EXPENSES (Lines 080 through 100)		\$ 39,029	\$ 0	\$ 39,029
110	TOTAL BASIC FACILITY COST (Lines 075 plus 105)		\$ 41,664	\$ 9,837	\$ 51,501
	EXPENSES: DIRECT CARE STAFF COSTS				
115	QMRP Salaries	2	\$ 0	\$ 6,000	\$ 6,000
120	QMRP Fringe Benefits		0		0
125	Lead Salaries		10,500		10,500
130	Lead Fringe Benefits		2,035		2,035
135	Aides Salaries		123,946		123,946
140	Aides Fringe Benefits		24,020		24,020
145	Other Salaries		0		0
150	Other Fringe Benefits		0		0
155	TOTAL DIRECT CARE STAFF COSTS (Lines 115 through 150)		\$ 160,501	\$ 6,000	\$ 166,501

SUMMARY OF REVISED FACILITY EXPENSES

Provider:
STEELE'S QUALITY LIVING - ROAD 212

Fiscal Period:
JANUARY 1, 2009 THROUGH DECEMBER 31, 2009

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Line No.	DESCRIPTION	REV NO.	AS AUDITED Col. 1	REVISION Col. 2	AS REVISED Col. 3
	EXPENSES: CONSULTANT COSTS				
160	Dietician Consultant		\$ 237	\$	\$ 237
165	Speech Pathology Consultant		0		0
170	Physical Therapy Consultant		0		0
175	Occupational Therapy Consultant		540		540
180	Pharmacist Consultant		420		420
185	Nurse Consultant	2	15	5,000	5,015
190	Psychologist Consultant		0		0
195	Physician Consultant		0		0
200	Recreational Consultant		0		0
205	Social Service Consultant		0		0
210	Other Consultant		0		0
215	TOTAL CONSULTANT COST (Lines 160 through 210)		\$ 1,212	\$ 5,000	\$ 6,212
	EXPENSES: ADMINISTRATIVE COSTS				
220	Administrative Salaries		\$ 0	\$	\$ 0
225	Administrative Fringe Benefits		0		0
226	Quality Assurance Fees	4	0	9,827	9,827
230	Other Administrative and General		71,527		71,527
235	TOTAL ADMINISTRATIVE COST (Lines 220 through 230)		\$ 71,527	\$ 9,827	\$ 81,354
	TOTAL COSTS RELATED TO CLIENT CARE (Lines 110, 155, 215 and 235)		\$ 274,904	\$ 30,664	\$ 305,568
	NON-CLIENT CARE EXPENSES		(To Sch. 1)		(To Sch. 1)
240	Non-Program Services		\$ 0	\$	\$ 0
245	TOTAL FACILITY EXPENSES (Lines 110, 155, 215, 235 and 240)		\$ 274,904	\$ 30,664	\$ 305,568

Provider Name		Fiscal Period				Provider Number		Revisions					
STEELE'S QUALITY LIVING - ROAD 212		JANUARY 1, 2009 THROUGH DECEMBER 31, 2009				LTC80377F		4					
Rev. No.	Report References				Line	Col.	Sch.	Line	Col.	Explanation of Appeal Revisions	As Audited	Increase (Decrease)	As Revised
	Cost Report	Audit Report											
1	4	45	4	2	45	2				Deprecation and Amortization Informal Appeal Finding - Issue 1, Adjustment 2	\$0	\$4,600	\$4,600
2	4.1	115	4	2	115	2				QMRP Salaries Nurse Consultant Informal Appeal Finding - Issue 3 and 6, Adjustments 4 and 7	\$0	\$6,000	\$6,000
	4.1	185	4	2	185	2					15	5,000	5,015
3	4	65	4	2	65	2				Mortgage Interest Informal Appeal Finding - Issue 7, Adjustment 8	\$0	\$5,237	\$5,237
4	4.1	226	4	2	226	2				Quality Assurance Fees Informal Appeal Finding - Issue 13, Adjustment 14	\$0	\$9,827	\$9,827