

# Victoria Manor Ministry Funding Update and Impacts to 2019 Budget

June 17, 2019



# Highlights of MOH 2019-20 Funding Announcements

- Overall funding increases lower than expected and certain funding initiatives eliminated all together
- Offset by conservative budgeting around CMI adjustments and lower WSIB
- **Ministry base funding:**
  - NPC / PSS / Food / OA funding increases of 1% or \$1.77
  - Timing of food and OA increase moved from July 1 to April 1, 2019
- **Discontinuation of certain funding initiatives:**
  - High wage transition funding ending Aug 1, 2019
  - Structural compliance program funding ending Aug 1, 2019

# Highlights of MOH 2019-20 Funding Announcements

- **Increased flexibility on how funding is spent:**
  - Base funding of \$1.77 can be used across envelopes (32% max in OA)
  - Physiotherapy funding of \$2.27 incorporated into PSS envelope
  - Small home funding of \$180,000 does not need to be used for RN / RPN
  - New RN funding of \$106,000 can be used for any direct care staff
  - RAI-MDS funding converted to per diem of \$1.43
- **CMI Adjustments:**
  - Varies by community
  - LTC sector's overall acuity level increased by ~ 1.5%
  - Sienna's overall acuity level increased by ~ 1.8%, but overall CMI adjustment is ~ +0.3%

# Actual Ministry Funding vs. Budget

Category	Sienna 2019 Budget Assumption	Actual Announcement and Other Changes	2019 Budget Impact		Annualized Impact	
			Envelope	OA	Envelope	OA
PRD - NPC/PSS/Raw Food	2% (with food increase July 1)	1% (with food increase April 1)	(51,245)		(69,293)	
PRD - OA	1.6% starting July 1, 2019	1% starting April 1, 2019		(1,809)		(6,955)
Structural Compliance Funding for B & C Homes	\$1.00 PRD for C Homes \$2.50 PRD for B Homes	Elimination of funding effective August 1, 2019		(63,495)		(152,388)
High Wage Transition Fund	Monthly Fixed Amounts for 7 Communities	Elimination of funding effective August 1, 2019	(12,523)	(3,607)	(30,056)	(8,656)
CMI Adjustments	Varies by community	Varies by community starting August 1, 2019	(6,875)			(16,501)
RAI-MDS	Monthly Fixed Amount	\$1.43 PRD	3,109		8,212	
CMI Reserve	Reserve built into 2019 Budget	No need for reserve	35,013			
Preferred Accommodations	1.6%	2.3%		535		1,071
WSIB	Flat to 2019 (we were waiting for CMI Adjustments before making changes)	20% Reduction in Envelopes	32,843		32,843	
<b>TOTAL</b>			<b>322</b>	<b>(68,375)</b>	<b>(74,794)</b>	<b>(166,928)</b>

# Next Steps:

Action	Participants	Target Date
Communicate impact of MOH announcements to all ED's and DOC's	Operations and Finance	Friday June 7, 2019
Regional meetings with RVP's to review impact to individual communities	Operations with Finance Support	Wednesday June 12, 2019
Changes made to budget templates to reflect all adjustments	Finance	Friday June 21, 2019
Action plan to Joanne and Dianne on how budgets will be balanced (i.e., spending plan)	Operations	Friday June 21, 2019
Changes made to budget templates to fully re-balance envelopes	Operations	Friday June 28, 2019
Review all budget templates and re-load onto Yardi	Finance	Friday July 12, 2019