



Office of the
Medicaid Inspector
General

DENNIS ROSEN
Medicaid Inspector General

Audit of Medicaid Rates

Final Audit Report
Audit #: 18-1924

Regency Extended Care Center

Provider ID #: 00312414
NPI #: 1235213638



Office of the
Medicaid Inspector
General

ANDREW M. CUOMO
Governor

DENNIS ROSEN
Medicaid Inspector General

August 28, 2019

[REDACTED]
Regency Extended Care Center
65 Ashburton Avenue
Yonkers, New York 10701

Re: Final Audit Report
Audit #: 18-1924
Provider ID #: 00312414

Dear [REDACTED]

This is the Office of the Medicaid Inspector General's (OMIG) Final Audit Report for Regency Extended Care Center (Provider).

In accordance with Title 18 of the Official Compilation of the Codes, Rules and Regulations of the State of New York Section 517.6, the attached Final Audit Report represents the final determination on the issues found during OMIG's audit.

The Provider did not respond to OMIG's July 23, 2019 Draft Audit Report. As a result, the overpayment identified in this Final Audit Report remains unchanged from the Draft Audit Report. The total amount due is \$130,143.

If you have any questions or comments concerning this report, please contact [REDACTED] at [REDACTED] or through email at [REDACTED]. Please refer to audit number 18-1924 in all correspondence.

[REDACTED]
Bureau of Rate Audit
Division of Medicaid Audit
Office of the Medicaid Inspector General

Attachments
Certified Mail Number: 7016 0340 0000 6538 4522
Return Receipt Requested

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Background, Objective, and Audit Scope

Background

The New York State Department of Health (DOH) is the single state agency responsible for the administration of the Medicaid program. As part of its responsibility as an independent entity within DOH, the Office of the Medicaid Inspector General (OMIG) conducts audits and reviews of various providers of Medicaid reimbursable services, equipment, and supplies. These audits and reviews are directed at assessing provider compliance with applicable laws, regulations, rules, and policies of the Medicaid program as set forth in New York Public Health Law, New York Social Services Law, the regulations of DOH (Titles 10 and 18 of the New York Codes Rules and Regulations), DOH's Medicaid Provider Manuals and *Medicaid Update* publications.

Objective

The objective of this audit was to determine whether Regency Extended Care Center's (Provider) Medicaid rates for services complied with applicable Federal and State laws, regulations, rules, and policies governing the New York State Medicaid program and to verify that:

- the data reported by the Provider and used in the establishment of the Medicaid rates was accurate and proper;
- the underlying costs used in the rate calculation were necessary, proper, and related to patient care given by the Provider;
- the Provider and/or patient related records contained the documentation required by the regulations; and,
- the expenses and associated rates of payment were submitted in accordance with DOH regulations and the appropriate Provider and Reporting Manuals.

Audit Scope

An audit of Medicaid rates paid to the Provider from January 1, 2013 through December 31, 2016 was completed.

The audit consisted of a review of the Provider's records that support the capital portion of its Report of Residential Health Care Facility (RCHF-4) for each of the calendar years January 1, 2011 through December 31, 2014. These reports are the basis for the capital portion of the Provider's January 1, 2013 through December 31, 2016 Medicaid rates. Other capital costs and per diem adjustments in these rates which were based upon subsequent RCHF-4 reports or other sources of information were also subject to audit.

Audit Findings

OMIG issued a Draft Audit Report to the Provider on July 23, 2019 that identified a \$130,143 Medicaid overpayment. The Provider did not respond to the Draft Audit Report. As a result, the overpayment identified in this Final Audit Report remains unchanged from the Draft Audit Report. OMIG's findings appear in Attachments A through C. The attachments present the Medicaid impact, promulgated Medicaid rates subject to audit, compilation of audit findings including a description of each, as well as supporting regulations. Based on the attached audited rates calculated by the Bureau of Long-Term Care Reimbursement, the Medicaid overpayment currently due is \$130,143. This overpayment is subject to Department of Health (DOH) and Division of Budget (DOB) final approval. While not anticipated, any difference between the calculated overpayment and the final DOH and DOB approved amount will be resolved with the Provider by OMIG Bureau of Collections Management.

Repayment Options

In accordance with 18 NYCRR Part 518, which regulates the collection of overpayments, your repayment options are described below.

Option #1: Make a full payment by check or money order within 20 days of the date of this Final Audit Report. The check should be made payable to the **New York State Department of Health** with the audit number included, and be sent with the attached remittance advice to:

[REDACTED]
New York State Department of Health
Medicaid Financial Management
GNARESP Corning Tower, Room 2739
Audit #: 18-1924
Albany, New York 12237

Option #2: Enter into a repayment agreement with OMIG. If your repayment terms exceed 90 days from the date of this Final Audit Report, recoveries of amounts due are subject to interest charges at the Prime Rate plus two percent (2%). If the process of establishing the repayment agreement exceeds 20 days from the date of the final audit report, OMIG will impose a 50% withhold after 20 days until an agreement is established. OMIG acceptance of the repayment agreement is based on your repaying the Medicaid overpayment as agreed. OMIG will adjust the rate of recovery, or require payment in full, if your unpaid balance is not being repaid as agreed. In addition, if you receive an adjustment in your favor while you owe funds to New York State, such adjustment will be applied against any amount owed. If you wish to enter into a repayment agreement, please contact the Bureau of Collections Management within 20 days at the following:

New York State
Office of the Medicaid Inspector General
Bureau of Collections Management
800 North Pearl Street
Albany, New York 12204
Phone #: [REDACTED]
Fax #: [REDACTED]

Hearing Rights

The Provider has the right to challenge this action and determination by requesting an administrative hearing within 60 days of the date of this notice. In accordance with 18 NYCRR Section 519.18(a), "The issues and documentation considered at the hearing are limited to issues directly relating to the final determination. An appellant may not raise issues regarding the methodology used to determine any rate of payment or fee, nor raise any new matter not considered by the department upon submission of objections to a draft audit or notice of proposed agency action."

If the Provider wishes to request a hearing, the request must be submitted in writing within 60 days of the date of this notice to:

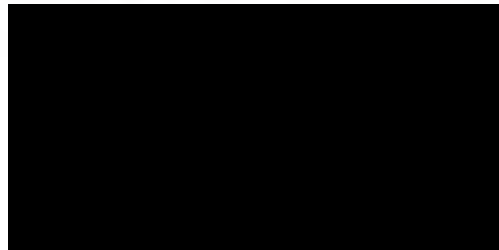
General Counsel
New York State
Office of the Medicaid Inspector General
Office of Counsel
800 North Pearl Street
Albany, New York 12204

Questions regarding the request for a hearing should be directed to Office of Counsel, at [REDACTED]

If a hearing is held, the Provider may have a person represent it or the Provider may represent itself. If the Provider chooses to be represented by someone other than an attorney, the Provider must supply along with its hearing request a signed authorization permitting that person to represent the Provider at the hearing; the Provider may call witnesses and present documentary evidence on its behalf.

For a full listing of hearing rights please see 18 NYCRR Part 519.

Contact Information



Office Address:

New York State
Office of the Medicaid Inspector General
Division of Medicaid Audit
445 Hamilton Avenue, Suite 506
White Plains, New York 10601

Mission

The mission of the Office of the Medicaid Inspector General is to enhance the integrity of the New York State Medicaid program by preventing and detecting fraudulent, abusive, and wasteful practices within the Medicaid program and recovering improperly expended Medicaid funds while promoting high quality patient care.

Vision

To be the national leader in promoting and protecting the integrity of the Medicaid program.



Office of the
Medicaid Inspector
General

REMITTANCE ADVICE

Regency Extended Care Center
65 Ashburton Avenue
Yonkers, New York 10701

Provider ID #: 00312414

Audit #: 18-1924


Amount Due: \$130,143

Audit
Type

- ☐ Managed Care
☐ Fee-for-Service
☒ Rate

Checklist

1. To ensure proper credit, please enclose this form with your check.
2. Make checks payable to: New York State Department of Health.
3. Record the audit number on your check.
4. Mail the check to:


New York State Department of Health
Medicaid Financial Management
GNARESP Corning Tower, Room 2739
Audit #: 18-1924
Albany, New York 12237