



**The Corporation of the City of Cornwall**  
**Regular Meeting of Council**  
**Report**

Department: Glen Stor Dun Lodge  
Division: Glen-Stor-Dun Lodge  
Report Number: [Report Number]  
Prepared By: Steven Golden, Administrator  
Meeting Date: October 15, 2019  
Subject: **Glen Stor Dun Lodge 2020 Funding Changes**

**Purpose**

To provide Council with an update regarding the announced funding changes provided by the Ministry of Health and Long-Term Care (Ministry) to Long Term Care Homes across Ontario.

**Recommendation**

That Council receive this report and refer the matter to the 2020 budget planning process.

**Financial Implications**

This report provides information for funding the GSDL receives from the Ministry through the High Wage Transition Fund (HWTF) and the Structural Compliance Premiums (SCP) and for Level of Care (LOC).

The municipal share for the GSDL is funded by the City of Cornwall and the United Counties of SDG based on a calculation of number of beds. The share is funded approximately 70:30 City/County.

**Strategic Priority Implications**

## **Background / Discussion**

Following the Provincial Budget, both the HWTF and the SCP were slated to be wound down effective July 1, 2019, but in light of the on-going conversations with sector stakeholders, discontinuation was delayed.

The HWTF was introduced on April 1, 1996 as a three-year temporary transition measure. The objective was to assist long-term care (LTC) home operators to maintain equitable service levels while higher than average wage costs were addressed. The HWTF has now exceeded its intended purpose as the transition to the LOC funding model has since standardized funding approaches across all LTC homes.

The SCP was introduced on April 1, 1998. The Ministry has paid a SCP to LTC home operators who were not eligible at the time to receive other financial assistance from the Ministry to upgrade their homes. The intention was to support eligible operators with complying with relevant design standards until such time that they were eligible for other Ministry support for development and upgrading projects, namely the Construction Funding Subsidy program.

On September 20, 2019, communication was received from the Ministry (attached) that extended the HWTF to December 31, 2019 and the SCP to March 31, 2020.

As a result of the discontinuation of both funding sources, in the 2020 budget, there will be a decrease of Ministry funding of \$69,828 for the HWTF and \$108,405 in the SCP for a total of \$178,233.

The GSDL receives Case Mix Index (CMI) funding for LOC. The CMI modelling approach is based on the care requirements of the residents. The CMI is calculated from assessments that were completed by our employees from April 2017 to March 2018.

Effective August 1, 2019, the CMI funding for the GSDL decreased when compared to the previous year.

The CMI is determined by applying a stability floor and a re-indexing factor. A stability floor is in place to ensure that no home experience a decline of more than 5% in CMI funding from the previous year. A re-indexing factor is applied to

all homes to maintain the provincial average funded CMI.

Home Name	2018-2019 Funded CMI	2019-2020 Home Level CMI	2019-2020 Funded CMI
<i>Provincial Average</i>	<b>1.0178</b>	<b>1.0923</b>	<b>1.02</b>
Glen Stor Dun Lodge	1.0236	1.0779	1.0046

As a result of the CMI funding change, the GSDL will see a decrease of \$1.91 per resident day in the Nursing envelope for 2020. Total projected loss of revenue for 2020 is \$92,202.

The Ministry has announced that it is providing LOC funding of \$1.77 per resident day. This increase is non-CMI adjusted and at this time considered as one-time funding. The projected increase in revenue for 2020 is \$85,278. Administration plans to apply this funding to the Nursing envelope to offset the loss of CMI funding.

## Accessibility Impact

Document Title:	Glen Stor Dun Lodge Funding Changes 2020 - 2019-01-Glen Stor Dun Lodge.docx
Attachments:	- MOHLTC memo Sept 20 2019.pdf
Final Approval Date:	Oct 9, 2019

This report and all of its attachments were approved and signed as outlined below:

**Maureen Adams - Oct 9, 2019 - 1:50 PM**