







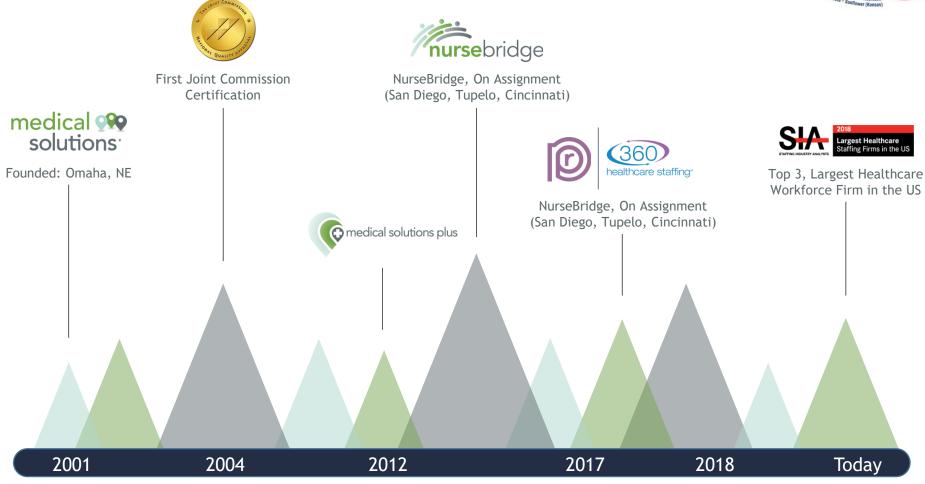
## Process or Peril

Contract Labor Risk Mitigation &

Departmental Process Change Management

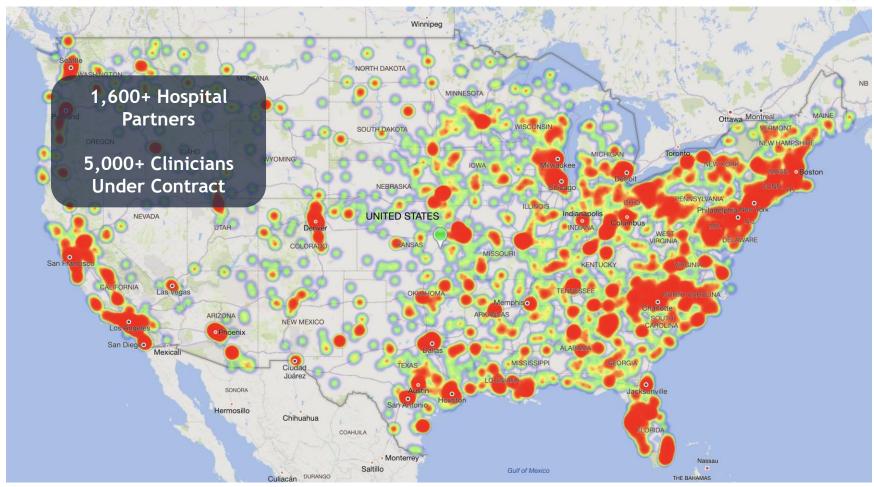














## Awards & Accolades

Our commitment to culture and success results in satisfied employees and prestigious accolades





### JOINT COMMISSION CERTIFICATION

2018, 2016, 2014, 2013, 2012, 2010, 2008, 2005



#### SIA'S "LARGEST U.S. TRAVEL NURSE STAFFING FIRMS"

2018: (#4), 2017: (#3), 2016: (#5), 2015: (#4), 2014: (#3)



#### SIA'S "LARGEST U.S. STAFFING FIRMS"

2018: (#53), 2017: (#35), 2016: (#68), 2015: (#94) 2014: (#107)



#### SIA'S "LARGEST U.S. HEALTHCARE STAFFING FIRMS"

2018: (#10), 2017: (#6), 2016: (#11), 2015: (#13), 2014: (#13) & 2013: (#22)



#### SIA'S "FASTEST-GROWING U.S. HEALTHCARE STAFFING FIRMS"

2018: (#65), 2017 (#20), 2016 (#42), 2014 (#41), 2010 (#13), 2009 (#3), 2008 (#10)



#### SIA'S "BEST STAFFING FIRMS TO WORK FOR"

2017, 2016, 2014, 2013, 2012, 2010, 2008, 2005



#### 11-TIME HONOREE INC. MAGAZINE'S INC. 5000

2018: (#2894), 2017: (#2063), 2016: (#1463), 2015: (#2121), 2014: (#1424), 2013 (#3264), 2012: (#4918), 2010: (#2467), 2009: (#743), 2008: (#472), 2007: (#625)



#### **BETTER BUSINESS BUREAU** INTEGRITY AWARD

2018, 2014



#### BETTER BUSINESS BUREAU SILVER AWARD OF DISTINCTION







2013



### MODERN HEALTHCARE'S "BEST PLACES TO WORK IN HEALTHCARE"

2016: #72, 2015: #88



#### **OMAHA CHAMBER OF COMMERCE'S** "BEST PLACES TO WORK IN OMAHA"

2018, 2017, 2014, 2013, 2012, 2011, 2009, 2008



#### SAN DIEGO BUSINESS JOURNAL'S "BEST PLACES TO WORK IN SAN DIEGO"

2018, 2016



#### CINCINNATI BUSINESS COURIER'S "BEST PLACES TO WORK IN CINCINNATI"

2018: (#1), 2017: (#3), 2016: (#5), 2015: (#4), 2014: (#3)



#### MISSISSIPPI BUSINESS JOURNAL'S "BEST PLACES TO WORK IN MISSISSIPPI"

2018, 2016, 2015





# The Workforce Challenges Facing our Hospital Clients



Here's what we've learned from our partners



FILL CRUCIAL GAPS
IN STAFFING



ELEVATE CLINICAL QUALITY



MINIMIZE RISK OF NON-COMPLIANCE



INCREASE EFFICIENCY



CONTROL COSTS



# The U.S. is Running Out of Clinicians



Projected RN Demand

More than 1 million new nurses
will be needed by 2020,
Theorem to tweitle needed by 2020,
and Services Administration. Care of our aging population
workers to take care of our aging population
by 2025, according to the Bureau of Labon, Statistics.
683,700

However, the Asserican Nursing Association predicts roughly 700,000 nurses will retire or leave the labor force by 2024.

2000 2005 2010 2015 2020



## Staffing Impact on **Nurses & Patients**



Research shows staffing decisions affect care outcomes and the bottom line.

### **WORKING OVERTIME ADDS RISK**



3 7 1 times more likely that MEDICATION **ERRORS** may occur



3.39

times more likely that the patient may get **HOSPITAL ACQUIRED INFECTIONS** 

When an RN works MORE THAN 13 HOURS, they are more likely to...

**BURNOUT** 

2.7x 2.4x 2.6x

DISSATISFIED

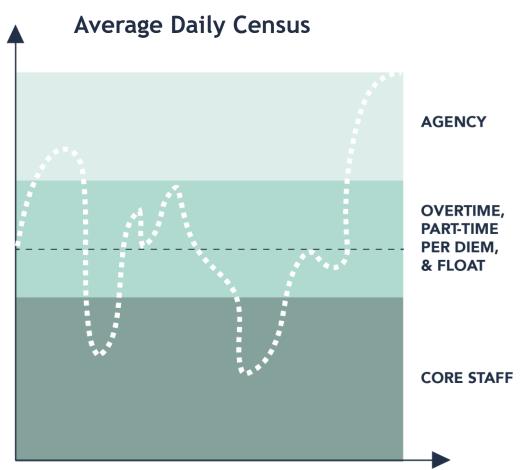
**LEAVE JOB NEXT YEAR** 



# Finding the Right Staffing Mix



The strategic use of contingent labor can help hospitals cut costs while providing optimum patient care and quality outcomes.



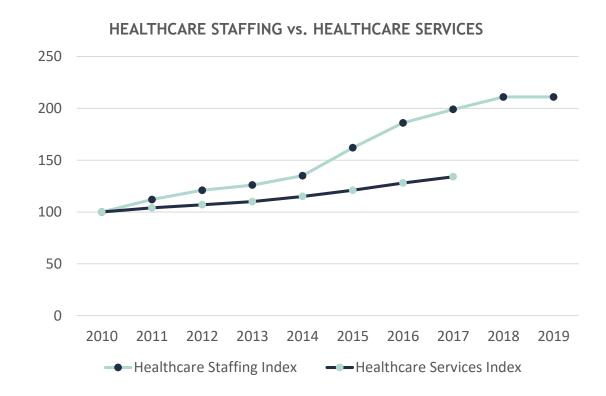




# Contigent Staffing On the Rise



As contingent labor programs grow, hospital leaders look to the staffing industry to help them achieve their staffing goals.

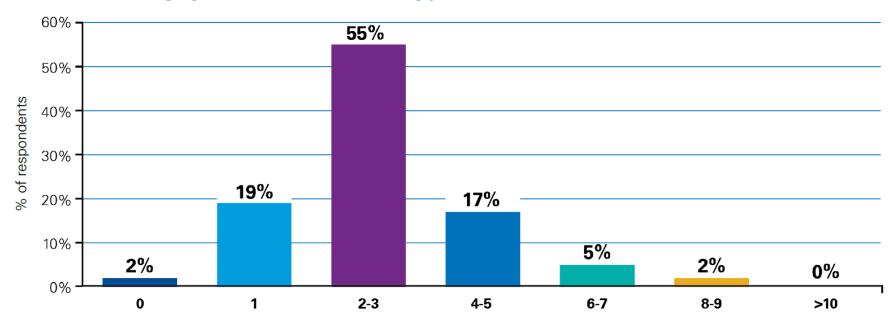




## **Growth of Our Industry**



### Number of staffing agencies used to fill traveling positions



Source: KPMG's 2017 U.S. Hospital Nursing Labor Costs Study

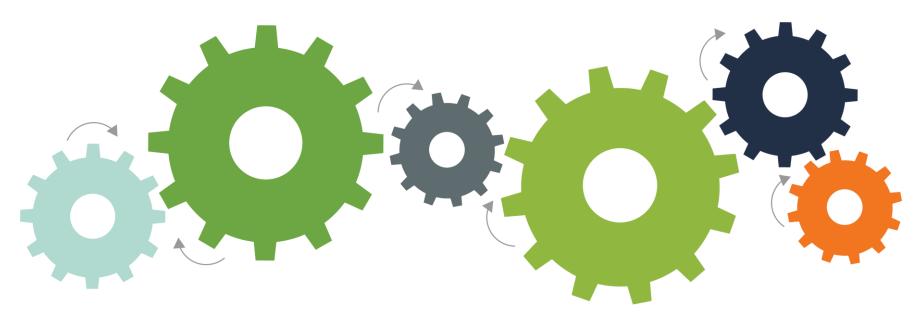
Note: Responses allowed were: Never, Sometimes, Most of the time, or Always.

Source: KPMG's 2017 U.S. Hospital Nursing Labor Costs Study



## Contingent Labor Life Cycle





Step One Needs Step Two
Initiate
w/Agency

Step ThreeEvaluateCandidates

Step Four
Onboard &
Credential

Step Five
Candidate
Starts/
Completes

Step Six Invoicing



# Contract Labor Risk Mitigation



"All staffing companies are the same"

"We have an agency"

"HR handles that"

"We are contracted with an MSP agency until 2022"

"Finance doesn't oversee contract labor"

What is the "cost" of your process, and how can you protect your brand and money?



# Major Factors to Consider When Using Contingency





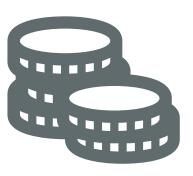
## Contracting & Agency Selection

Risk Apportionment Operational Hygiene Organizational Alignment



## Compliance

Joint Commission Certification
Process Variance
HCAHPS



### Cost & Savings

Market Rates Add-on Costs Orientation Credits Cancelation



## Contracting & **Agency Selection**







- ardize terms, hourly rates, and bill release the figure of the second rates and bill release the second rates and bill release the second rates are second release to the second
- - Templeystifefctravellerions 3x per Traveler,
- Servingulanoits
  - Presentation/Placement Terms
- Process, Philosophy, Culture, Daily Ops
- Technology
  - Payroll systems, Time keeping, Analytics, Customized alignment





## Compliance





## Standardization Matched with your Requirements

- Joint Commission Certification
- Process Variance
  - Process, Philosophy, Culture, Daily Ops
- HCAHPS
  - Reimbursement
  - Patient Satisfaction
  - Employee Satisfaction
  - Quality Metrics
  - OT, Burnout, Contingency
    - \$50,000 orientation cost for 1 Perm RN



## Cost & Savings

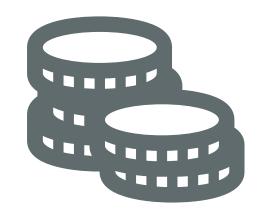


## **Market Rates**

- How will Traveler be used, who sets rates, and is quality important to your brand?
  - Price + Process = Best talent



- Operational resources
- OT & Holidays 1.5X Hourly bill rate = Extortion
- Night differential
- Call backs & minimums
- Orientation Credits
  - Shared cost First 12 hours, 50/50 split, termination credit
- Cancelations
  - 3 shifts per Traveler, per 13 week assignment





## Cost & Savings





250 Bed Acute Care Hospital



750 Registered nurses



20 TOAs - Travelers on Assignment = Nursing Contingent Ratio of 2.8%

## 20 Travelers x \$76 x 40 hours x 52 weeks

\$2.84M in annual spend



## **Market Rates**



National Average Bill Rate - \$75.94 Mid America Region 8 Average Bill Rate - **\$76.15** 

5% discrepancy = \$142,000 in reduced spend 5% discount = \$142,000 in savings

\*Speed to Placement

\*Request a Market Analysis Report

\*Negotiate time, process, transparency, and even guarantees in exchange for price. (it costs you nothing)



## Add-On Costs





Overtime & Holiday Pay

Standard: Holiday: 1.5X Bill Rate 1.25X - 1.5X

Overtime:

Flat Rate through 48; No more than 1.25X after that



Night Differential, Certification Differential; Do not agree

Call Back - Match your OT Rate (after 48 hours)



## **Credits & Cancelations**





### **Orientation Credit:**

Agency to cover first 12 hours at no charge.

- Reduces Spend
- Promotes successful contracts
  - Incentivizes agency to extend talent



### Cancellation:

3 Shifts to be cancelled at client's discretion, at no charge.

Added flexibility without hindering suppliers to fill orders





# THANK YOU!



Jason A. Mahnke National Account Executive

Jason.mahnke@medicalsolutions.com 402.509.1298 • 402.200.9997

