

Success Story

\$26 million facility matures financial processes to better serve community

Bay County Medical Care Facility

“Now that our supervisors actually see their financials on a daily basis in Sage Intacct and know how much money they have available to spend ... they’re taking cost control very seriously. As a result, we’ve cut the variance between operating expenditures and revenue in half leading to much need capital improvements.”

Mike Reguiski

Finance Director, Bay County Medical Care Facility



Company overview

Bay County Medical Care Facility is a government owned and operated skilled nursing facility with 206 beds dually certified by Medicare and Medicaid. It provides 24-hour rehabilitation services, dementia care, and hospice care via an assessment team of nursing, dietary, social work, physical therapy, occupational therapy, speech therapy, restorative, and activity staff.

Results with Sage Intacct

- Reduced spending by 5-7% through improved visibility and accountability.
- Achieved 50% gross margin improvement.
- Improved reporting accuracy by 70%.
- Slashed monthly close cycle by 90%.
- Software paid for itself in about 5 months.

Sage

Company
Bay County Medical Care Facility

Location
Michigan, US

Industry
Health & Social Care

Sage Products
Sage Intacct





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For over 50 years, Bay County Michigan has operated a medical care facility (BCMCF) to provide critical skilled nursing services for the community's aging residents. Over time, the facility has grown from 80 beds to over 200, and is currently undertaking a major renovation. However, prior to 2001, BCMCF outsourced its accounting function and relied on legacy on-premises back office systems and Excel spreadsheets to manage financials. After trying a few different accounting solutions, the facility decided to deploy Sage Intacct and integrate it with the company's MatrixCare clinical software.

During this time, they also offered a new in-house staff accountant position to long-time purchasing agent Carrie Brozewski. She brought deep knowledge of the organization into her new role, but didn't have the bandwidth to get up to speed on accounting best practices, government reporting requirements, or the new financial management system. Existing manual purchasing processes required so much of her energy that she was only able to spend 20% of her time on producing financial statements for the board.

Five years ago, BCMCF hired Mike Regulski as a part-time finance director to help Carrie take the organization's accounting practices to the next level. According to Mike, "After 30 years working for Bay County and running its financial systems, I initially had misgivings about the way accounting had been structured at the medical care facility. But as we learned more about Sage Intacct's capabilities, restructured our chart of accounts to support state mandates, and adopted new modules, my whole outlook changed. Sage Intacct is very robust, and I'm pleased to see all of the efficiencies it brings to our finance team."



Sage Intacct is very robust and has brought many efficiencies to the Bay County Medical Care Facility finance team.

Automation increases productivity by 50% and slashes monthly close by 90%

In recent years, BCMCF has moved beyond the basic functions of Sage Intacct and leveraged the powerful cloud-based software to eliminate Excel-based processes and duplicate data entry — improving the finance team’s overall productivity by at least 50%. In particular, Sage Intacct’s automated purchasing workflows save Carrie quite a bit of time over her previous process of tediously chasing down paper-based purchase requisitions and purchase order (PO) approvals.

Now, the facility’s individual departments enter their purchase requisitions directly into Sage Intacct, from which purchase orders are automatically generated. The accounts payable (A/P) clerk can then execute electronic payments and wire transfers directly from the system.

“By streamlining purchasing, Sage Intacct has freed up my time, so I can learn more about how best to use the software and focus on training our supervisors,” said Carrie. “In fact, I’ve shifted 70% more of my effort into the financials themselves, as well as important projects like preparing our first-ever comprehensive facility-wide fixed asset inventory,” said Carrie.

Additionally, BCMCF dramatically shortened its monthly close — from three weeks to just a day or two. With Sage Intacct’s simple payroll uploads and integration with MatrixCare for automated billing, Carrie and Mike note that preparing end-of-month financials is a much more relaxed process all around.



Greater departmental accountability helps improve margins by 50%

With all of these process improvements in place, BCMCF's administrator agreed with the recommendation of the finance director to change the facility's approach to budgeting. Rather than relying on her to dictate top-down budgets for each department — such as nursing, physical therapy, dietary, or activities — for the first time, individual department supervisors took on responsibility for developing their own detailed budgets. To support this new model, the finance team established budget hearings and reviews, and created twenty-three departmental dashboards that facilitates department managers in spend management.

“Sage Intacct's dashboards make budgeting and planning much easier, especially for our supervisors who are adjusting to a brand new process of actively managing their monthly spending,” mentioned Mike. “We're providing current financial data and budget-to-actuals for each department at a glance, which has made the organization as a whole more financially sound and accountable for the money we receive from taxpayers,” said Mike.

For example, in the past, nobody really knew who was working overtime, or how much each department was spending on it. With Sage Intacct, the facility can now view accurate payroll data by department, which helped managers reduce overtime by 35% and better allocate personnel for an overall 3-4% reduction in labor costs. The system also freed the finance team's time to more regularly analyze general ledger balances and ensure that transactions are posted to the correct accounts and time periods, giving BCMCF more accurate, timely visibility and greatly increasing the confidence of the facility's administrator and board in the financials.



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