

FRANKLIN/GLENBURN HOME

Compliance Program—Code of Conduct



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FRANKLIN/GLENBURN HOME

Scope

Our Compliance Program Plan covers the compliance issues, laws and regulations and guidelines that are relevant to a provider of senior services including Senior Living Communities that may provide a wide range of healthcare services. This includes but is not limited to Medicare and Medicaid regulatory issues, guidelines from the Office of Inspector General, Internal Revenue Service and the Office of Civil Rights of the Department of Health and Human Services, Occupational Safety and Health Administration as well as other regulatory and business issues.

The term "Team Member" defines the various individuals who are associated with Franklin/Glenburn Home. This includes all individuals, including employees, vendors, contractors, volunteers, directors and officers who provide care and services to our residents.

The scope of the program includes:

Policies and procedures that guide our organization in appropriate business practice and promote compliance with laws and governmental regulations;

Recommendations and resources for training programs that is mandatory for Team Members to ensure understanding of the Code of Conduct;

Distribution of a copy of the Code of Conduct to all Team Members and with a written acknowledgment of its receipt by the Team Member;

Structures that include appropriate disciplinary monitoring and review of potential fraud and abuse issues conducted to identify need for corrective action as well as additional training;

Mechanisms established to provide Team Members with a means to report potential noncompliance issues or other areas of concern without fear of retribution;

A process for corrective action that includes appropriate disciplinary measures, to address any issues of noncompliance;

Guidelines that have been developed for prevention of, and when required, response to identified compliance issues. This includes an annual review of the Compliance Program and modifications to the Program as appropriate;

Designation of a Compliance Officer and other appropriate bodies such as a Compliance Committee charged with the responsibility for developing, operating and monitoring the Compliance Program within the organization.

Any questions regarding the policies in this Code of Conduct or references should be directed to your immediate supervisor, the Compliance Liaison or member of the Compliance Committee or the Compliance Officer.

We are a CCRC that provides a continuum of care including residential, assisted living/personal care, and skilled nursing environments. This Code of Conduct applies to every person at every level of the organization. This includes employees, board of directors, volunteers, independent contractors, subcontractors and vendors who may provide or are involved with healthcare or billing. The term "Resident" refers to individuals who receive the various types of healthcare, and other services that we provide.

Franklin/Glenburn Home is a Nursing Home and Retirement Community licensed under the Indiana State Department of Health.

The Code of Conduct is supported by the policies and procedures.

Structure and Organization

The Board of Directors of Franklin/Glenburn Home have established the following structure, reporting relationships and responsibilities to oversee the administration of the Compliance Program and to ensure that potential issues or violations identified by any Team Member are investigated and addressed.

Corporate Compliance Officer

The Corporate Compliance Officer works with our Executive Director and Administrator with periodic reporting responsibility to the Board of Directors. The Corporate Compliance Officer is responsible for the oversight of the Compliance Program, including continued coordination with the leadership team for the development, implementation, training, monitoring and enforcement activities within the organization.

Management

The Executive Director and Administrator carry the overall responsibility for creating a culture that values and emphasizes compliance and integrity and ensures privacy.

Erika Sullivan has been appointed by the Executive Director, Administrator, and Board as the **Corporate Compliance Officer**. She is responsible for coordinating compliance activities. These activities include quarterly audits, responses to hotline and overseeing the organization's Compliance Committee. As a function of this role, the Compliance Officer also functions as the Privacy Officer.

Franklin/Glenburn Home's **Compliance Committee** is comprised of members of the management team. The Corporate Compliance Officer is the chair for this committee. The committee meets on a quarterly basis.

FROM THE EXECUTIVE DIRECTOR, ADMINISTRATOR, AND BOARD OF DIRECTORS

Dear Employees, Vendors, Contractors, and Volunteers:

We have a long tradition of providing healthcare services to older adults in a way that demonstrates Christian love and compassion. We strive to follow our Quaker heritage of ethical and moral decision-making in the care we provide. This heritage enables us to share our values with the residents we serve.

The healthcare industry is constantly changing and being impacted by numerous laws and regulations. In our desire to establish a work place that complies with these laws and regulations, we have developed a Compliance and Ethics Program that supports Franklin/Glenburn Home's team members in making the right decisions. This document, call the Code of Conduct, represents the primary focus for our Compliance and Ethics Program. The Code of Conduct not only reflects our heritage and values, but also serves as a bold statement that influences how we enhance a resident's quality of life.

The Compliance Program and the Code of Conduct only exist to guide our normal decisions that are both ethical and compliant with applicable laws, statutes and regulations. Our Code of Conduct does not replace each person's obligation of making wise, fair, and honest decisions. It is intended to explain our personal and organizational responsibility and to reflect those areas in which improper or unwise decisions can harm our entire organization and our commitment to share Christian love and compassion to those we serve.

We value your contribution to the residents and appreciate your support in properly maintaining the most ethical work place possible. We commend you for your commitment of honesty and integrity, which are also part of Franklin/Glenburn Home's values. Each team member is responsible in helping to protect our work environment that complies with laws and regulations. We thank you for your commitment and contribution to Franklin/Glenburn Home's mission, values, and most importantly to our residents.

This handbook will explain the Compliance and Privacy Program to you so that you can apply the guidelines in your daily duties at Franklin/Glenburn Home. If you have any questions, comments or concerns regarding these guidelines you should contact your immediate supervisor. You may also contact the Corporate Compliance Officer, Erika Sullivan, or use our Corporate Compliance Hotline at 800.211.2713.

Thank you for continuing to work in a manner that achieves the goals of our organization.

Sincerely,

Sue Sowders
Executive Director

Le Ann Petit
Administrator

Franklin/Glenburn Board of Directors
Rev. William Murphy Noble Stallons
Rev. Joe Trueblood Sue Knoll
Rev. David V.W. Owen Gail Margarf
Barney Boyd

FRANKLIN/GLENBURN HOME

Code of Conduct

Introduction

The Code of Conduct is the foundation of the Compliance Program. The Code of Conduct is a guide to appropriate workplace behavior; it will help you make the right decisions if you are not sure how to respond to a situation. This Code of Conduct applies to everyone including all staff, management, board of directors, volunteers, contractors and vendors. Our staff must comply with both the spirit and the letter of federal, state and local laws and regulations that apply to the healthcare and other services that we provide, as well as, all laws that apply to **our** business dealings. Violations of these laws and regulations can result in severe penalties for us and the individuals we do work with including financial penalties, exclusion from participation in government programs and in some cases imprisonment.

As a “Team Member”, we share a commitment to legal, ethical and professional conduct in everything that we do. We support these commitments in our work each day, whether we care for residents, order supplies, prepare meals, keep records, take physician orders, pay invoices or make decisions about the future of our organization.

The success of Franklin/Glenburn Home as a provider of healthcare and other services depends on you, your personal and professional integrity, your responsibility to act in good faith, and your obligation to do the right things for the right reasons.

The Compliance Program provides principles, standards, training and tools to guide you in meeting your legal, ethical and professional responsibilities. As a team member, you are responsible for supporting the Compliance Program in every aspect of workplace behavior. Your performance review and continued working relationship includes understanding and adhering to the compliance code of conduct as it applies to your job responsibilities and all your interactions with Franklin/Glenburn Home.

This handbook describes our Code of Conduct. It supplements the Employee Handbook and the specific policies and procedures that apply to your departmental job responsibilities. As a business partner or contracted partner it provides guidelines and expectations for our continued working relationship. The Code of Conduct discusses the importance of:

Care Excellence – providing quality, compassionate, respectful and clinically appropriate care.

Professional Excellence – maintaining ethical standards of healthcare and business practices.

Regulatory Excellence – complying with federal and state laws, regulations and guidelines that govern healthcare, housing services and other services we provide.

A Shared Responsibility

Because we are in the business of caring for and providing services for others, it is critical that each of us adheres to appropriate standards of behavior. As individuals and as an organization we are responsible to many different groups. We must act ethically and responsibly in our relations with:

- Residents and their families;
- Colleagues and coworkers;
- Volunteers and affiliated colleagues;
- Healthcare payors, including the federal and state governments;
- Regulators, surveyors and monitoring agencies;
- Physicians, Nurse Practitioners, Physician Assistants;
- Vendors and suppliers;
- Business Team Members; and
- The Communities we serve.

Any compromise in our standards could harm our residents, our coworkers and our organization. Like every organization that provides healthcare, we do business under very strict regulations and close governmental oversight. Fraud and abuse are serious issues. Sometimes even an innocent mistake can have significant consequences that could result in substantial penalties to Franklin/Glenburn Home.

All Team Members are required to complete training on the Code of Conduct and the Compliance Program as a condition of employment and business relationship and you must follow the Code of Conduct to remain employed. The Code of Conduct sets forth mandatory standards. **There is no justification for departing from the Code of Conduct no matter what the situation may be.** Every Team Member is responsible for ensuring that they comply with the Code of Conduct and all policies and procedures. Any Team Member who violates any of these standards and/or policies and procedures is subject to discipline up to and including termination of employment.

A Personal Obligation

As we are each responsible for following the Code of Conduct in our daily work, we are also responsible for enforcing it. This means that you have a duty to report any problems you observe or perceive, regardless of your role.

As a Team Member, you must help ensure that you are doing everything practical to comply with applicable laws. If you observe or suspect a situation that you believe may be unethical, illegal, unprofessional or wrong, or you have a clinical, ethical or financial concern, you **must** report it. You are expected to satisfy this duty by complying with the Three-Step Reporting Process and Indiana State Department of Health required reporting obligations.

Compliance Hotline

There is a specific communication process for reporting compliance issues.

The Three Step Reporting Process

First, talk to your supervisor. He or she is most familiar with the laws, regulations and policies that relate to your work.

Second, if you are not able to talk to your supervisor, seek out another member of the management team or someone from human resources.

Third, if you still have a concern, contact the Compliance Officer or member of the organization's Compliance Committee.

If none of the above steps resolve your questions or concerns, or if you prefer, call the Franklin/Glenburn Home Compliance Hotline at 800.211.2713 for assistance. All calls are confidential and you may call *ANONYMOUSLY* if you choose.

You can make a report in good faith to the Compliance Hotline without fear of reprisal, retaliation, or punishment for your actions. Anyone, including a supervisor, who retaliates against a Team Member for contacting the Hotline or reporting compliance issues in another manner, will be disciplined.

The Compliance Hotline is staffed by an outside agency and is available 24 hours, 7 days a week. Each call is investigated and kept confidential to the highest possible degree possible.

Care Excellence



Our most important job is providing quality care to our residents. This means offering compassionate support to our residents and working toward the best possible outcomes while following all applicable rules and regulations including Medicare Conditions of Participation.

Resident Rights

Residents receiving healthcare and other services have clearly defined rights. To honor these, we must:

- Make no distinction in the admission, transfer or discharge of a resident, or in the care we provide on the basis of race, gender, age, religion, national origin, disability, color, marital status, veteran status, medical condition, sexual orientation, or other protected class status, insurance or financial status;
- Treat all residents in a manner that preserves their dignity, autonomy, self-esteem and civil rights;
- Protect every resident from physical, emotional, verbal or sexual abuse or neglect;
- Protect all aspects of resident privacy and confidentiality;
- Respect client's personal property and money and protect it from loss, theft, improper use and damage;
- Respect the right of residents and their legal representatives to be informed of and participate in decision about their care and treatment;
- Respect the right of residents and/or their legal representatives to access their medical records as required by the Health Information Portability and Accountability Act (HIPAA);
- Recognize that residents have the right to consent or refuse care and the right to be informed of the medical consequences of such refusal;
- Protect residents' rights to be free from physical and chemical restraints; and
- Respect the residents' right to self-determination and autonomy.

Abuse and Neglect

We will not tolerate any type of resident abuse or neglect – physical, emotional, verbal or sexual. Residents must be protected from abuse by Team Members, family members, legal guardians, friends or any other person. This standard applies to all residents at all times.

The state of Indiana defines abuse as the following:

1. Abuse—under federal law, "Abuse" means the willful infliction of injury, unreasonable confinement, intimidation, or punishment with, resulting physical harm or pain or mental anguish.

2. Mental Abuse—includes, but is not limited to, humiliation, harassment, and threats of punishment or deprivation.
3. Physical Abuse—includes, but is not limited to, hitting, slapping, pinching, kicking, etc. It also includes controlling behavior through corporal punishment.
4. Sexual Abuse—includes, but is not limited to, sexual harassment, sexual coercion, or sexual assault.
5. Verbal Abuse—refers to use of oral, written or gestured language that includes disparaging and derogatory terms to residents or their families or within their hearing distance.
6. Involuntary Seclusion—the separation of a resident from other residents or from the resident's legal representative. Temporary monitored separation from other residents will not be considered involuntary seclusion and may be permitted if used as a therapeutic intervention to reduce agitation or to protect the health and safety of other residents as determined by professional staff and consistent with the plan of care.
7. Misappropriation—under federal law, "Misappropriation" means the deliberate misplacement, exploitation, or wrongful temporary or permanent use of a resident's belongings or money without the resident's consent.
8. Neglect—under federal law, "Neglect" means failure to provide goods and services necessary to avoid physical harm, mental anguish, or mental illness.
9. Staff—for purposes of reporting, "Staff" is any individual used by the facility to provide services directly or indirectly to residents. This includes volunteers, students, individuals employed by the facility or individuals under contract to provide services to the facility.
10. Resident—includes a current long-term care resident or former resident of Franklin/Glenburn Home.
11. Catastrophic Reaction—an extraordinary reaction of a resident to ordinary stimuli such as the attempt to provide care.
12. Injury of Unknown Source—An injury is classified as an "Injury of Unknown Source" when both of the following conditions are met:
 - a. The source of the injury was not observed by any person, or the source of the injury could not be explained by the resident; and
 - b. The injury is suspicious because of the extent of the injury, the location of the injury, the number of injuries observed at one particular point in time, or the incidence of injuries over time.

Any Team Member who abuses or neglects a resident is subject to termination. In addition, legal or criminal action may be taken. Abuse and neglect must be reported immediately to your supervisor or other member of management under the mandatory reporting requirements in the state of Indiana. DO NOT call the Compliance Hotline for issues of abuse or neglect.

Report it immediately!

The Elder Justice Act also requires immediate reporting by individuals in the event of a crime or injury. Refer to Franklin/Glenburn Home EJA policies for further guidance.

Resident Confidentiality

Every Team Member must treat all resident information, including any documents or records that contain client-identifying information, medical records and charts as confidential. Team Members must use and disclose medical, financial or personal information only in a manner consistent with the HIPAA/HITECH Privacy and Security policies and procedures as well as state and federal law.

Resident Property

Team Members must respect residents' personal property and protect it from loss, theft, damage or misuse. Team Members who have access to property or funds must maintain accurate records and accounts.

Providing Quality of Care

As a *Continuing Care Retirement Community (CCRC)*, our primary commitment is to provide the care, services and products necessary to help each resident reach or maintain his or her highest possible level of physical, mental and psychosocial well-being. Franklin/Glenburn Home has policies and procedures and provides training and education to help each Team Member strive to achieve this goal. You will learn about policies and procedures specific to your job responsibilities as part of your employment orientation and training.

Our care standards include:

- Accurately assessing the individual needs of each resident and developing interdisciplinary care plans that meet those assessed needs;
- Reviewing goals and plans of care to ensure that the residents' ongoing needs are being met;
- Providing only medically necessary, physician prescribed services and products that meet the residents' clinical needs;
- Confirming that services and products (including medications) are within accepted standards of practice for the resident's clinical condition;
- Ensuring that services and products are reasonable in terms of frequency, amount and duration;
- Measuring clinical outcomes and resident satisfaction to confirm that quality of care goals are met;
- Providing accurate and timely clinical and financial documentation and record-keeping;
- Ensuring that residents' care is given only by properly licensed and credentialed providers with appropriate background, experience and expertise;
- Reviewing resident care policies and procedures and clinical protocols to ensure that they meet current standards of practice; and
- Monitoring and improving clinical outcomes through a Quality Improvement Committee with established benchmarks.

Medical Services

We are committed to providing comprehensive, medically necessary services for our residents. The Medical Director provides oversight to physicians and other medical services as defined by state and federal regulations. The Medical Director is compensated at a fair market value for the services he or she provides. The Medical Director oversees the care and treatment policies and is actively involved in the Quality Improvement Committee.

Professional Excellence

The professional, responsible and ethical behavior of every Team Member reflects on the reputation of our organization and the services we provide. Whether you work directly with residents or in other areas that support resident services you are expected to maintain our standards of honesty, integrity and professional excellence, every day.

Hiring and Employment Practices

Franklin/Glenburn Home is committed to fair employment practices. When hiring and evaluating, we:

- Comply with federal, state and local Equal Employment Opportunity laws, hiring the best qualified individuals regardless of race, color, age, religion, national origin, gender identity, sexual orientation or disability. All promotions, transfers evaluations, compensation and disciplinary actions also follow this policy.
- Conduct employment screenings to protect the integrity of our workforce and welfare of our residents and Team Members.
- Require all who need licenses or certifications to maintain their credentials in compliance with state and federal laws; documentation of licenses or certifications must be provided.

Employee Screening

Franklin/Glenburn Home is prohibited by federal law from employing, or retaining, or contracting with anyone who is excluded from any federal or state funded programs. Screening procedures have been implemented and are conducted prior to hire and a minimum of annually thereafter, to identify such individuals. These standards also apply to temporary healthcare workers. These policies and procedures are intended to ensure that we do not contract with, employ or bill for services ordered, rendered or supervised by anyone:

- Confirmed with a positive drug test;
- Convicted of a violent crime, including assault, abuse or rape;
- Convicted of a criminal offense related to healthcare, including fraud, neglect or abuse of clients;
- Convicted of a felony in the preceding seven years;
- Convicted of an offense considered exclusionary by state statutes regulation or standard;
- Excluded from or ineligible to participate in federal healthcare programs;
- Disbarred or excluded by a duly authorized licensing agency

As long as you are employed or affiliated with Franklin/Glenburn Home, you must immediately report to your supervisor if you are convicted of an offense that would preclude employment in a healthcare facility; if action has been taken against your

license or certification; or if you are excluded from participation in a federal or state healthcare program. Any Team Member who is alleged to have committed a serious criminal act will be suspended or, if convicted of a felony, terminated.

Employee Relations

To maintain an ethical, comfortable work environment, staff must:

- Refrain from any form of sexual harassment or violence in the workplace;
- Treat all colleagues and coworkers with equal respect, regardless of their national origin, race, color, religion, sexual orientation, age, gender identity or disability;
- Protect the privacy of other Team Members by keeping personal information confidential and allowing only authorized individuals access to the information; and
- Not supervise or be supervised by an individual with whom they have a close personal relationship.

Workplace Violence

Every employee has the right to work in a safe environment. Violence, abuse or aggressive behavior will not be tolerated.

Workplace Safety

Maintaining a safe workplace is critical to the well-being of our residents, visitors and coworkers. That is why policies and procedures have been developed that describes the organization's safety requirements. Every Team Member should become familiar with safety regulations and emergency plans regarding fire and disaster in their work area.

In addition to organizational policies, we must abide by all environmental laws and regulations. You are expected to follow organizational safety guidelines and to take personal responsibility for helping to maintain a secure work environment. If you notice a safety hazard, you must take action to correct it if you can, or report it to your supervisor immediately.

Drug and Alcohol Abuse

We are committed to maintaining a workforce dedicated and capable of providing quality resident services and performing other applicable duties. To that end, Team Members are prohibited from consuming any substance that impairs their ability to provide quality services or otherwise perform their employment.

Team Members may never use, sell or bring on company property, alcohol, illegal drugs and/or narcotics or report to work under the influence of alcohol, illegal drugs and/or narcotics. For a Team Member who appears to have work performance problems related to drug or alcohol use, a drug and alcohol screening will be conducted and appropriate action will be taken if necessary.

Illegal, improper or unauthorized use of any controlled substance that is intended for a resident is prohibited. If you become aware of any improper diversion of drugs or medical supplies, you must immediately report the incident to your department supervisor, the Compliance Officer, or the Compliance Hotline.

Organizational Relations

Professional excellence in organizational relations includes:

- Complying with federal tax law to maintain tax exempt status under section 501c3 of the IRC.
- Maintaining company privacy and keeping proprietary information confidential;
- Avoiding outside activities or interests that conflict with responsibilities to Franklin/Glenburn Home and reporting such activity or interest prior to and during employment;
- Allowing only designated management staff to report to the public or media; and
- Assuring that we comply with the licensing and certification laws that apply to our business.

Proprietary Information

In the performance of your duties, you may have access to, receive or entrusted with confidential and/or proprietary information, that is owned by Franklin/Glenburn Home and is not presently available to the public. This type of information should never be shared with anyone outside the organization without authorization from a member of the executive team.

Examples of proprietary information that should not be shared include:

- Resident and Team Member data and information;
- Details about clinical programs, procedures and protocols;
- Policies, procedures and forms;
- Training materials;
- Current or future charges or fees or other competitive terms and conditions;
- Current or possible negotiations or bids with payers or other clients;
- Compensation and benefits information for staff;
- Stocks or any kind of financial information; and/or
- Market information, marketing plans or strategic plans.

Business Courtesies and Gifts

You may not accept any tip or gratuity from residents; neither may they receive gifts from nor give gifts to residents; nor may they borrow money from nor lend money to residents; nor may they engage with residents in the purchase or sale of any item. You may not accept any gift from a resident under a will or trust instrument except in those cases where you and the resident are related by blood or marriage.

Team Members may not serve as a resident's executor, trustee, administrator, or guardian or provide financial services or act under a power of attorney for a resident except in those cases where the Team Member and resident are related by blood or marriage unless otherwise prohibited by state law.

Under no circumstances will a Team Member solicit business courtesies, entertainment or gifts that depart from the Business Courtesies and Gifts policy.

Conflict of Interest

A conflict of interest exists any time your loyalty to the organization is, or even appears to be, compromised by a personal interest. There are many types of conflict of interest and these guidelines cannot anticipate them all, however the following provide some examples:

- Financial involvement with vendors or others that would cause you to put their financial interests ahead of ours;
- Team Member/Officer participation in public affairs or corporate or community directorships or public office;
- An immediate family member who works for a vendor or contractor doing business with the organization and who is in a position to influence your decisions affecting the work of the organization;
- Participating in transactions that put your personal interests ahead of Franklin/Glenburn Home or cause loss or embarrassment to the organization;
- Taking a job outside of Franklin/Glenburn Home that overlaps with your normal working hours at or interferes with your job performance; or
- Working for Franklin/Glenburn Home and another vendor that provides goods or services at the same time.

All Team Members must ensure that they remain free from actual or perceived conflicts of interest.

Use of Property

Property – everything from office supplies and computers to company vehicles – represents a significant expense and should only be used for legitimate business purposes. Everyone must make sure that they:

- Only use property for the organization's business, not personal use;

- Exercise good judgment and care when using supplies, equipment, vehicles and other property; and
- Respect copyright and intellectual property laws; or
- Never copy or download software without appropriate permissions.

Computers and the Internet

Team Members are expected to use computers, email and internet systems appropriately and according to the established policy and procedure. Team Members are not permitted to use the internet for improper or unlawful activity or download or play games on organization computers.

Internet use can be tracked and how Team Members use their time on the Internet may be monitored.

Vendor Relationships

We take responsibility for being a good client and dealing with vendors honestly and ethically. We are committed to fair competition among prospective vendors and contractors for our business. Arrangements between Franklin/Glenburn Home and its vendors must always be approved by management. Certain business arrangements must be detailed in writing, approved by management and the Compliance Officer or designee. Agreements with contractors and vendors who receive resident information, with the exception of care providers, will require a Business Team Member Agreement with the organization as defined by Health Insurance Portability and Accountability Act. Contractors and vendors who provide resident care, reimbursement or other services to resident beneficiaries of federal and/ or state healthcare programs are subject to the Code of Conduct and must:

- Maintain defined standards for the products and services they provide to Franklin/Glenburn Home and the residents;
- Comply with all policies and procedures as well as the laws and regulations that apply to their business or profession;
- Maintain all applicable licenses and certification and provide evidence of current workers compensation and liability insurance as applicable; and
- Require that their Team Members comply with the Code of Conduct and the Compliance Program and related training as appropriate.

Marketing and Advertising

We use marketing and advertising activities to educate the public, increase awareness of our services and recruit new Team Members. These materials and announcements, whether verbal, printed or electronic will present only truthful, informative, non-deceptive information. We abide by the HIPAA privacy rules in our marketing and fundraising practices and provide individuals with instructions on how to opt out of future communications.

Regulatory Excellence

Because we are in healthcare, we must follow the many federal, state and local laws that govern our business. Keeping up with the most current rules and regulations is a big job – and an important one. We are all responsible for learning and staying current with the federal, state and local laws, rules and regulations, as well as the policies and procedures that apply to our job responsibilities.

Billing and Business Practices

We are committed to operating with honesty and integrity. Therefore, all Team Members must ensure that all statements, submissions and other communications with residents, prospective residents, the government, suppliers and other third parties are truthful, accurate and complete.

We are committed to ethical, honest billing practices and expect every Team Member to be vigilant in maintaining these standards at all times. We will not tolerate any deliberately false or inaccurate billing. Any Team Member who knowingly submits a false claim, or provides information that may contribute to submitting a false claim such as falsified clinical documentation, to any payer – public or private – is subject to termination. In addition, legal or criminal action may be taken.

Prohibited practices include, but are not limited to:

- Billing for services or items that were not provided or costs that were not incurred;
- Duplicate billing - billing for item or services more than once;
- Billing for items or services that were not medically necessary;
- Assigning an inaccurate code or resident status to increase reimbursement;
- Providing false or misleading information about a resident's condition or eligibility;
- Failing to identify and refund credit balances;
- Submitting bills without supporting documentation;
- Soliciting, offering, receiving or paying a kickback, bribe, rebate or any other remuneration in exchange for referrals; and/or
- Unlawfully inducing business associates.

If you observe or suspect that false claims are being submitted or have knowledge of a prohibited practice, you must immediately report the situation to a supervisor, the Compliance Officer, or the Compliance Hotline.

Referrals and Kickbacks

Team Members and related entities often have close associations with local healthcare providers and other referral sources. To demonstrate ethical business practices, we must make sure that all relationships with these professionals are open, honest and legal.

Resident referrals are accepted based solely on the clinical needs and our ability to provide the services required by the resident and our ability to provide the identified services. Franklin/Glenburn Home never solicits, accepts offers or gives kickbacks of any kind for the referral of residents.

A “kickback” is an item or service of value including cash, goods, supplies, gifts, “freebie” or bribes that is received in exchange for a business decision such as a resident referral. Accepting kickbacks is not only against policies and procedures but also against the law. To assure adherence to ethical standards in our business relationships, Team Members must:

- Verify all business arrangements with physicians or other healthcare providers or vendors in a written document; and
- Comply with all state and federal regulations when arranging referrals to physician-owned businesses or other healthcare providers.

Team Members cannot request, accept, offer or give any item or service that is intended to influence – or even appears to influence – the referral, solicitation or provision of healthcare service paid for any private or commercial healthcare payer or federal or state healthcare program, including Medicare and Medicaid, or other providers.

Copyright Laws

Print and electronic materials are protected by copyright laws. Team Members are expected to respect these laws and not reproduce electronic print or print material without the permission from the writer or publisher.

Financial Practices and Controls

Ensuring that financial and operating information is current and accurate is an important means of protecting assets. All Team Members must make sure that all information provided by bookkeepers, accountants, reimbursement staff, internal and external auditors and compliance staff are accurate and complete. We must also comply with federal and state regulations when maintaining accounting records and financial statements and cooperate fully with internal and external audits.

Fair Dealing

All Team Members must deal fairly with residents, suppliers, competitors and other Team Members. No Team Member, manager or director shall take unfair advantage of anyone through manipulation, concealment, abuse of privileged information, misrepresentation of material facts, or any other unfair dealing practice.

Protection and Proper Use of Assets

All Team Members must protect the assets of the organization and ensure their authorized and efficient use. Theft, carelessness and waste have a direct impact on the organization's viability. All assets must be used solely for legitimate business purposes.

Document Creation, Use and Maintenance

Every Team Member is responsible for the integrity and accuracy of documents, records, and e-mails including, but not limited to, client medical records, billing records, and financial records. No information in any record or document may ever be falsified or altered.

Team Members must not disclose internally or externally, either directly or indirectly, confidential information except on a **need to know** basis and in the performance of their duties. Team Members must never disclose confidential information externally unless expressly directed to do so by legal counsel. Upon termination of employment a Team Member must promptly return all confidential information to the organization.

Examples of confidential business information includes potential or threatened litigation, litigation strategy, purchases or sales of substantial assets, business plans, marketing strategies, organizational plans, financial management, training materials, fee schedules, department performance metrics and administrative policies.

Licensure and Certification

We are committed to ensuring that only qualified professionals provide care and services to residents. Practitioners and other professionals treating residents must abide by all applicable licensing, credentialing and certification requirements. In addition, every effort is made to validate licenses and certification through the appropriate state or federal agency and screening of all employees, vendors and contractors through the OIG and SAM and Indiana Medicaid databases.

Voluntary Disclosure

It is the policy of Franklin/Glenburn Home to voluntarily report fraudulent conduct it uncovers that affects any federal or state healthcare program. Reporting will be completed within the time frames as identified under the Patient Protection and Affordable Care Act.

Government Investigations

We are committed to cooperating with reasonable requests from any governmental inquiry, audits or investigations. Team Members are encouraged to cooperate with such requests, conscious of the fact that Team Members) have the following rights:

- The right to speak or decline to speak, as all such conversation is voluntary;
- The right to speak to an attorney before deciding to be interviewed; and
- The right to insist that an attorney be present if he/she agrees to be interviewed.

In complying with policy you must not:

- Lie or make false or misleading statements to any government investigator or inspector;
- Destroy or alter any records or documents in anticipation of a request from the government or the court;
- Attempt to persuade another team member or any person to give false or misleading information to a government investigator or inspector; or
- Be uncooperative with a government investigation.

If you receive a subpoena or other written request for information from the government or a court, contact your supervisor, the Compliance Liaison or the Compliance Officer before responding.

Disciplinary Action

Disciplinary action will be taken against any Team Member who fails to act in accordance with this Code of Conduct, the Compliance Program, supporting policies and procedures and applicable federal and state laws. Disciplinary action may be warranted in relation to violators of the Compliance Program and to those who fail to detect violations or who fail to respond appropriately to a violation, whatever their role in the organization. Disciplinary action will utilize standard disciplinary processes or termination of business relationships and agreements. The Compliance Officer, in conjunction with the Chief Executive Officer and Administrator, is empowered to initiate the disciplinary action through the immediate supervisor and to monitor appropriate implementation of the disciplinary process.

Compliance Questions

The laws applicable to our operations are numerous and complicated. When you are not sure whether a particular activity or practice violates the law or the Compliance Program, then you should not "guess" as to the correct answer. Instead, immediately seek guidance from your department supervisor or the Compliance Officer. Team Members will not be penalized for asking compliance-related questions. Indeed, we are intent on maintaining a culture in which everyone is comfortable asking the questions

necessary to ensure that he or she understands the duties imposed on them by this Code of Conduct, the Compliance Program and other applicable federal and state laws.

Conclusion

The Compliance Program is critical for Franklin/Glenburn Home continued success. You are crucial to ensuring the integrity of Franklin/Glenburn Home. The Code of Conduct and the Compliance Program set standards for the legal, professional and ethical conduct of our business. Some key points to remember are:

- Franklin/Glenburn Home and all its Team Members are committed to personal and organizational integrity, to act in good faith, and to be accountable for our actions.
- The Code of Conduct and the Compliance Program prepare us to deal with the growing complexity of ethical, professional and legal requirements of delivering healthcare and the CCRC environment.
- The Compliance Program is an ongoing initiative designed to foster a supportive work environment, provide standards for clinical and business conduct, and offer education and training opportunities for Team Members.

The success of the Franklin/Glenburn Home Compliance Program depends on our commitment to act with integrity, both personally, professionally and as an organization. As a Team Member, your duty is to ensure that the organization is doing everything practical to comply with applicable laws. You are expected to satisfy this duty by performing your responsibilities in accordance with professional standards, the regulations and the policies and procedures.

Effective Date: 09.13.13

Revision Date: 06.24.14