

ADVISORY GROUP ON Efficiency and Benchmarking **PROPOSAL#:** AGEB # 2
SUBJECT: LSU Hospital Assessments **DATE ADOPTED BY ADVISORY GROUP:** 8-24-09
COMMISSION ACTION: ADOPTED **DATE:** 10-27-09 **RECOMMENDATION #:** 25

RECOMMENDATION: The governor and the legislature authorize and direct the LSU Health System to adopt the recommendations of Alvarez and Marsal for the operation of the interim Charity Hospital in New Orleans. The governor and legislature direct each other charity hospital in Louisiana to contract for a similar financial and operational assessment with a third party private sector consulting firm, such as but not necessarily Alvarez and Marsal, that specializes and has a proven track record in turnaround management, corporate restructuring and performance improvement for institutions and their stakeholders.

Summary Description/Nature of Change	Key Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/Study
The governor and the legislature authorize and direct the LSU Health System to adopt the recommendations of Alvarez and Marsal for the operation of the interim Charity Hospital in New Orleans. The governor and legislature direct each other charity hospital in Louisiana to contract for a similar financial and operational assessment with a third party private sector consulting firm, such as but not necessarily Alvarez and Marsal, that specializes and has a proven track record in turnaround management, corporate restructuring and performance improvement for institutions and their stakeholders.	Legislature or Louisiana State University Health System	To save money by ensuring that all hospitals operated by the LSU Health System are being operated in the most efficient and cost effective manner.	Statute, executive order or contract		