Care CEUs

Finance and Management

1. Which of the following best represents an essential element of financial management?

A. Reconciliation
B. Resident registration
C. Evaluating health care professionals
D. Reviewing residents' health care records

---

2. A healthcare administrator has questions regarding financial statements. Which of the following informational points of interest should be communicated to the health care administrator?

A. Health care administrators should avoid using balance sheets that provide an overview of assets.
B. Health care administrators should avoid using balance sheets that provide an overview of equity.
C. To best evaluate and understand financial statements, health care administrators should analyze all types of financial statements with the understanding that they are related.
D. To best evaluate and understand financial statements, health care administrators should analyze all types of financial statements with the understanding that they are not related.

---

3. Which of the following statements is most accurate?

A. To be deductible, a business expense only has to be ordinary.
B. To be deductible, a business expense only has to be capitalized.
C. To be deductible, a business expense only has to be necessary.
D. To be deductible, a business expense must be both ordinary and necessary.

---

4. Which of the following best represents an objective of financial management?

A. Avoiding resource optimization
B. Developing a budget
C. Limiting assets
D. Limiting equity

---

5. According to Medicaid, which of the following may qualify an individual as a long-stay resident?

A. An average length of stay in a nursing home setting of approximately two months
B. An average length of stay in a nursing home setting of approximately six months
C. An average length of stay in a nursing home setting of approximately one year
D. An average length of stay in a nursing home setting of approximately two years

---

6. A healthcare administrator has questions regarding Medicare. Which of the following informational points of interest should be communicated to the health care administrator?

A. In October 2019, Medicare implemented a new payment system for nursing home care known as the patient-driven payment model (PDPM).
B. In October 2019, Medicare implemented a new payment system for nursing home care known as the case-mix model.
C. Only Medicaid uses the patient-driven payment model (PDPM).
D. Only Medicaid uses the case-mix model.

---

7. Which of the following statements is most accurate?

A. To qualify for Medicaid coverage for nursing home care, individuals only have to meet the income threshold.
B. To qualify for Medicaid coverage for nursing home care, individuals only have to meet the asset threshold.
C. To qualify for Medicaid coverage for nursing home care, individuals must meet both income and asset thresholds.
D. To qualify for Medicaid coverage for nursing home care, individuals must be over the age of 75, and meet both income and asset thresholds.

---

8. A healthcare administrator is developing an educational lecture about budgeting. Which of the following educational points of interest should be included in the lecture?

A. Budgets should only be used to examine equity.
B. Budgets should only be used for a period of two to six months.
C. Budgets can provide a base on which to pivot.
D. Budgets often prevent pivoting.

---

9. Which of the following statements best describes static budgeting?

A. Static budgeting is a type of budgeting that incorporates anticipated values regarding inputs and outputs, which are evaluated before a specific time period begins.
B. Static budgeting is a type of budgeting that incorporates anticipated values regarding inputs and outputs, which are evaluated after a specific time period begins.
C. Static budgeting is a type of budgeting that reflects the input of resources and the output of services for each department or unit of an organization.
D. Static budgeting is a type of budgeting that reflects the input of services and the output of resources for each department or unit of an organization.

---

10. Which of the following best represents a component of a budgeting system?

A. Statistical projecting
B. Lateral projecting
C. Reverse revenue projecting

D. Implemented revenue adjusting

Copyright © 2026 Care CEUs

Visit us at https://www.careceus.com