

Goldberg, Adam

From: deborah.smith@fticonsulting.com
Sent: Tuesday, November 12, 2002 3:01 PM
To: LDavis@pattonboggs.com
Cc: Goldberg, Adam; Dominic.dinapoli@fticonsulting.com; Sjoquist, Mary
Subject: Re: Fw: HealthSouth

Lanny, Adam and Mary,

As requested, attached please find our estimated fees to complete.

Regards,

Debbie Smith

Deborah M. Smith
Senior Managing Director
FTI Consulting, Inc.
1177 Avenue of the Americas
New York, New York 10036
646-471-2313
deborah.smith@fticonsulting.com

PB 02379

9/15/2003



Fee Estimate for Remaining Tasks

<u>Task</u>	<u>Estimated Fees and Expenses</u>
Unbilled actual time from November 6, 2002 through November 12, 2002.	\$ 24,756
Presentation of the FTI report by Dom D:Napoli, Debbie Smith and Martin Cohen to the Board of Directors.	18,000
Review of the FTI report by Debbie Smith and Martin Cohen with management and minor edits to the report to incorporate management's comments and feedback.	19,000
Comparison of the Company's actual third-quarter outpatient therapy results with last year and with FTI's findings: Reconciliation of outpatient therapy net revenue, including changes in contractual allowances and other reserves; Comparison of 3Q2002 coding / billing patterns with 3Q2001; Comparison of 3Q2002 coding / billing patterns with FTI's re-coded sample data; 3Q2002 monthly coding / billing analysis.	42,000
Analysis of the Company's reported outpatient therapy referral and visit volume trends: Analyze change in referral (admission) volume between 3Q2002 and 3Q2001; Analyze change in visits per discharge between 3Q2002 and 3Q2001; Analyze change visits per therapist FTE between 3Q2002 and 3Q2001.	13,000
Total Remaining Fees and Expenses	\$ 116,756