#### Veterinary **CS**°

The business of client and patient care





Luxury boarding:

dvm360 Data Center: the state of practice

**Oh, no-diabetes!** Stop pet owner panic

**Quick self-quiz:** Are you ready to pay

Don't be a loan loser:

Did the dog need to die? and euthanasia



## Win over clients with dog-gone SER 0 p15



#### THE PRICE OF FLEA AND TICK PROTECTION FOR BIG DOGS DOESN'T HAVE TO GO THROUGH THE ROOF.

#### EVEN YOUR CLIENTS WITH BIG DOGS PAY JUST \$10 A MONTH FOR FLEA AND TICK PROTECTION.

At a suggested retail price of just \$29.99\* for 3 months, for every size dog, **Ovitrol**<sup>\*</sup> **X-Tend**<sup>™</sup> **Flea & Tick Spot On**\* **for Dogs** is a powerful solution for veterinary management of fleas, ticks and mosquitoes. It's a great way to build loyalty with clients faced with the super-sized costs of owning a big breed or multiple pets. Now, you can get over-the-top savings on Ovitrol<sup>\*</sup> X-Tend<sup>™</sup> Flea & Tick Spot On<sup>\*</sup> for Dogs or Cats with a **SPECIAL OFFER**. Call 1-888-241-9545 or visit us at Ovitrolxtend.com or vpl.com.

\*Every package of Ovitrol<sup>®</sup> X-Tend<sup>™</sup> Flea & Tick Spot On<sup>®</sup> product (every animal size) has a suggested retail price of \$29.99 to clinic clients.

©2013 Veterinary Products Laboratories. Ovitrol, Spot On, Vet-Kem and the Vet-Kem design are registered trademarks of Wellmark International. All other trademarks are the property of their respective owners. 13-0107



Ovitrol" X-Tend<sup>™</sup> Spot On<sup>®</sup> products are available for dogs and cats of all sizes, all for the same low price. Each box contains 3 doses and 1 X-Tender<sup>™</sup> Applicator.





#### 2 | Get in touch

#### 4 | Feedback

#### 8 | Practice management Q&A

- > Pin down preventive preferences
- > Pain control pushback

#### 9 | Practice tips

 Help clients show love for your practice

#### 10 | Success file

> Thieves that hide in plain sight



#### 11 | Data center

#### **12 | Practice with heart**

> A positive end to a 'good life'

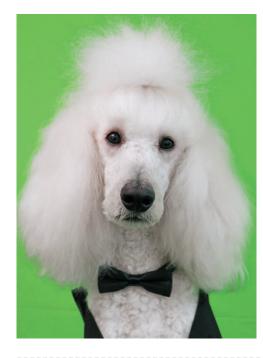
#### 13 | Hospital design

 Creature comforts benefit your bottom line



14 | Click & copy
> Take the doom out of diabetes
dvm360 Toolkit: Flea control
25 | Marketplace

36 | Hot butto



## SELL CLIENTS on your SERVICE

But you don't have to have butler-style service to win new clients and keep existing clients happy. **page 15** *By W. Dane Foxwell with Andy Roark, DVM* 

## Self quiz: Are you ready to pay team members more?

Team members love their jobs, but low pay is squeezing high performers out of the industry. Are you ready to do what it takes to turn around this depressing trend at *your* veterinary practice? **page 19** 

#### 9 crucial components to find a loan that fits

Choosing the right loan for you doesn't have to be a guessing game—if you know where to focus your efforts. **page 21** *By Tom McFerson, CPA, ABV* 

page 21 By Iom McFerson, CPA, ABV

## WHAT'S NEW on CVP360



#### Curious about the Fear Free movement?

Come to our July 22 Google+ Hangout on Air at noon CST with Drs. Marty Becker and Karen Overall. Visit **dvm360.com/fearfreehangout** for more information.



#### **Poll question:**

What customer service aspect do you like best about visiting your veterinarian?

JESSICA ZEMLER: I was very touched by the ceramic paw print I received after we lost our Aussie.

**ADRIENNE WAGNER:** Saturday appointment times! The receptionist was also gracious enough to alert me when there were going to be road closures that would make it difficult to get to the practice for my appointment.

JENNIFER VOSSMAN: Staff greeting my puppy-at one hospital every staff member who was behind the desk or walked by while we waited came up and gave my dog a treat.

KATIE JAMES: My dog worries, but every staff member greets him like he's the most special dog they've ever seen. All the attention makes him calm down quickly.

#### Mission

To give practicing veterinarians the business tools, insights, ideas and inspiration they need to fuel their passion for practice; run a well-managed, profitable business; enhance client loyalty and satisfaction; and maximize their patients' well-being.

#### **Content Group**

Editor/Business Channel Director | Brendan Howard (913) 871-3823, bhoward@advanstar.com Financial Editor | Cynthia Wutchiett, CPA Practice Management Editor | Ross Clark, DVM Practice Leadership Editor | Marty Becker, pym Special Assignments Editor | John Lofflin Content Manager | Adrienne Wagner Senior Content Specialists | Alison Fulton | Heather Biele, DVM Assistant Content Specialists | Victoria Biondi | Katie James Medical Editor | Heather Lewellen, DVM Technical Editor | Jennifer Vossman, RVT Editor, E-media | Jessica Zemler Senior Designer/Web Developer | Ryan Kramer Art Director | Steph Bentz Multimedia Contributor | Troy Van Horn

#### **Editorial Advisory Board**

Our board members provide critical insights into business management, and leadership issues. As recognized experts, they help Veterinary Economics provide content of immediate relevance and use to all veterinarians in private practice.

#### Practitioners Marty Becker, DVM | Ross Clark, DVM

Dennis Cloud, DVM | Shawn Finch, DVM James Guenther, DVM, CVPM, MBA Jim Kramer, DVM, CVPM Fred Metzger, DVM, DABVP | W. Andrew Rollo, DVM Jeff Rothstein, DVM, MBA | Ernest Ward Jr., DVM Jeff Werber, DVM Craig Woloshvn, DVM

#### **National Management Consultants**

Bob Levoy Shawn McVey, MA, MSW Karl Salzsieder, DVM, JD

#### **Financial Management Consultants**

Karen Felsted DVM, CPA, CVPM, MS | Garv Glassman, CPA Denise Tumblin, CPA | Cynthia Wutchiett, CPA

#### Veterinary Architects

Dan Chapel, AIA | E. John Knapp, AIA Heather Lewis, AIA | Wayne Usiak, AIA

#### Advanstar Veterinary

Vice President/General Manager | Becky Turner Chapman Group Content Director | Marnette Falley Medical Director | Theresa Entriken, DVM Director, Electronic Communications | Mark Eisler Director, The CVC Group | Peggy Shandy Lane

#### Sales Group

Sales Director | David Doherty Senior Account Managers, Advertising Chris Larsen | Terry Reilly Account Manager, Advertising | Angela Paulovcin Senior Account Manager, Projects | Jed Bean Sales and Projects Coordinator | Anne Belcher Books/resource guides Maureen Cannon | (440) 891-2742 List Rental Sales | Renée Schuster (440) 891-2613 | rschuster@advanstar.com



Chief Executive Officer | Joe Loggia Chief Executive Officer Fashion Group, Executive Vice-President | Tom Florio Executive Vice-President, Chief Administrative Officer &

Chief Financial Officer | Tom Ehardt Executive Vice-President | Georgiann DeCenzo

Executive Vice-President | Chris DeMoulin

Executive Vice-President, Business Systems | Rebecca Evangelou Executive Vice-President, Human Resources | Julie Molleston

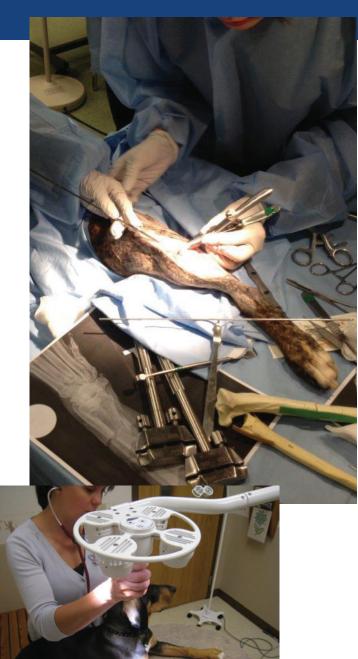
Sr Vice-President | Tracy Harris

Vice-President, General Manager Pharm/Science Group | Dave Esola Vice President, Legal | Michael Bernstein Vice President, Media Operations | Francis Heid

Vice-President, Treasurer & Controller | Adele Hartwick



### When you need it, you need it. Animal Health International.



#### Your needs.Your solutions. Your peace of mind. It's what we do best.

Animal Health International is the premier animal health products, technologies and services company in North America. We provide veterinary clinics, hospitals and mobile practices the supplies, products, and equipment needed every day to keep their practice profitable and productive, and their clients and patients happy and healthy.

From surgical and dental equipment and tools, to imaging and diagnostics, to consumables, pharmaceuticals, and all your clinic needs, Animal Health International provides what you need, when you need it.

To learn more about how Animal Health International can provide your practice with the tools, supplies and capital equipment you need, please call one of our Veterinary Clinic Specialists at 1-888-787-4483, or visit us at www.animalhealthinternational.com.



animalhealthinternational.com

#### **FEEDBACK**

## **OVERNIGHT-**only emergency clinics aren't **"DANGEROUS"**

This doctor disagrees about the danger of transporting pets back and forth between hospitals.

read all your publications monthly and am usually impressed by the content and relevance of the subject matter. However, I was taken aback by the article about 24/7 care ("The around-the-



clock advantage in veterinary practice," April 2014).

I practice in the same county as Dr. Fred Metzger. When he went to 24/7 care, I sent him an email thanking him for bringing new options to the local area. Dr. Metzger has improved the standard of care for most small animal hospitals in central Pennsylvania through the continual evolution of his veterinary

Dr. Metzger replies:

appreciate Dr. John Shapira's compliments about our

"raising the standard of care in central PA" and I think central Pennsylvania pets greatly benefit from our competing ER's. Dr. Shapira's emergency practice does a great job and we frequently collaborate with their overnight doctors on cases.

I have been a member of the *Veterinary Economics* and *Veterinary Medicine* magazines' practitioner advisory boards for over 15 years because I give my honest opinion and I'm not afraid to give input on controversial issues—that's the mission of a practitioner's advisory board. practice. But as a participant of the competing emergency practice, I take umbrage to the dismissal of that practice as dangerous.

Is your publication a forum for general practice, or are you only advocating what your practitioner board deems necessary? Personal bias should never have appeared in the article. Is your job to inform or promulgate only what your board deems necessary?

Hopefully, you will get back to your mission of providing business tools, ideas and inspiration needed to fuel the passion for practice and leave the unnecessary personal bias out of wellintended articles.

> John Shapira, DVM Straley Veterinary Associates Bellefonte, Pennsylvania

Many overnight ERs will send the patient back to the primary care doctor in the morning because the emergency hospital closes. Many cases can be transferred easily; however, there are many examples where transporting may be detrimental.

I'm also concerned about pet owner safety, because they must transfer pets that may be in pain, and most owners aren't adequately trained to handle ill pets. I'm sure there are cases of serious automobile accidents caused when owners were preoccupied with their pets during transport.

And finally, would you want to be transported daily from the ER to your primary care physician every morning?

> Fred Metzger, DVM, DABVP Metzger Animal Hospital State College, Pennsylvania

#### It's a soft chew. Kills BOTH fleas and ticks. It's prescription only.



## NexGard<sup>™</sup> (afoxolaner) is the protection you asked for, and patients will beg for.

NexGard is FDA-approved to kill fleas, prevent flea infestations, and kill Black-Legged (deer) ticks, Lone Star ticks and American Dog ticks. NexGard is available only with a veterinarian's prescription, and features anti-diversion technology monitored by Pinkerton<sup>®</sup> Consulting & Investigations.



<sup>TM</sup>NexGard and FRONTLINE VET LABS are trademarks of Merial. ®PINKERTON is a registered trademark of Pinkerton Service Corporation. ©2014 Merial Limited, Duluth, GA. All rights reserved. NEX14TTRADEAD (06/14). **IMPORTANT SAFETY INFORMATION:** For use in dogs only. The most common adverse reaction is vomiting. Other adverse reactions reported are dry/flaky skin, diarrhea, lethargy, and anorexia. The safe use of NexGard in pregnant, breeding, or lactating dogs has not been evaluated. Use with caution in dogs with a history of seizures.

See brief summary on page 11.

#### **FEEDBACK**

#### Laser-focused CRITCISM One Veterinary Economics Editorial Advisory Board member has found success with therapy lasers. Some

**readers are not convinced.** was surprised to see the article "Laser Therapy: Less Pain, More Gain" (in which Dr. Jim Kramer, CVPM, talks about his use of a therapy laser online at **dvm360.com/lasers** and promoted in April 2014 *Veterinary Economics*), given that there is no evidence at this time that Class IV lasers have any analgesic value, and that this article may mistakenly give the impression that laser therapy will produce "less pain," and might be used erroneously in place of substantiated analgesia.

Troubling too is the sales pitch promoting these lasers on the basis of boasting practice revenue. The issue should not be money, but effectiveness, and there is no evidence to prove their effectiveness in pain control.

> Janet Davis, DVM Marymont Animal Hospital Silver Spring, Md.

#### \_\_\_\_\_

Dr. Kramer replies:

t's difficult to separate truth from hype when investigating new equipment. There's a level of inconsistent information, claims and counterclaims, ours vs. theirs, ect.

I first heard of therapy lasers at a presentation on physical therapy and rehabilitation at CVC Kansas City that was given by an expert on the subject who headed a large physical therapy facility dedicated to animal rehab.

We do a lot of orthopedic surgery and I was interested in techniques for post-surgery rehab. Therapy lasers and ultrasounds had just hit the



am sympathetic to my colleagues who are getting a lack of consistent information concerning facts necessary to consider prior to purchasing a therapy laser.

Pointing out some risk/benefit considerations may help guide many to pause and think about such a costly endeavor and not take this purchase lightly. This could also prevent future liabilities.

> Janet Gordon Palm, DVM, CVC Erchonia Corp.

market and I wanted to know about the relative costs and benefits. The presenter said that while they had both therapy lasers and ultrasound machines, the lasers were used far more in their facility. "Our staff fights over the lasers," she told us, because of their popularity and effectiveness.

We ended up purchasing a Class III laser that meets our hospital's standards for doing no harm, and we also only use it as adjunct therapy in addition to other pain management techniques we would otherwise employ.

> Jim Kramer, DVM, CVPM Columbus Small Animal Hospital Columbus, Neb.



#### Elevating the standard of diabetic care

Diabetes mellitus is one of the most common endocrine disorders veterinarians encounter in day-to-day practice. Still, the management of these cases within a practice may differ from one clinician to the next.

To ensure each pet owner receives a consistent message from every doctor and staff member, it's important to establish a diabetes management protocol within every practice.

#### A new protocol for glucose curve evaluation

In the recently published protocol for diabetic management,<sup>1</sup> Audrey K. Cook, BVM&S, MRCVS, DACVIM, DECVIM provides a step-by-step process for making decisions based on the nadir and average blood glucose values and the duration of insulin effect. The protocol also includes factors to consider to verify the reliability of the curve, including proper intervals between blood glucose collection and adequate number of readings to determine insulin duration.

#### The importance of home glucose monitoring

While the glucose curve is the foundation for making decisions about insulin type and dose, client perceptions and patient status must be considered, as well.<sup>1</sup> Home glucose monitoring may help improve pet owner comfort.

Clients who measure blood glucose at home may feel less anxious because they have a better understanding of the link between insulin and blood glucose, and they may feel more actively involved in their pets' treatment.<sup>1</sup>

Blood glucose values collected at home also tend to be more accurate when not influenced by the stress of hospitalization.<sup>1</sup> Pets are more likely to eat and exercise as they normally would. Additionally, obtaining a 12-hour curve can be completed with ease at home. This not only helps save the client both time and money but also frees up the hospital staff, which helps the clinic run more efficiently.

#### Working as a team

When instituting a diabetes management protocol, it's important that all team members are knowledgeable about the protocols and consistently adhere to them. This will provide a continuity of care that clients appreciate, especially if they are unable to see the same veterinarian for every appointment.

To improve the success of home glucose monitoring, the veterinary team should work closely with the client to mitigate fears

Benefits of using AlphaTRAK<sup>®</sup> blood glucose monitoring system to support home monitoring as discussed in the Clinical Brief: A Protocol for Diabetic Management

Specifically calibrated for cats and dogs for accurate readings Small sample size requiring only 0.3 µL of blood Advanced test strip technology for easy wicking

#### References

1. Cook AK, Lee JG, Lynch H. A protocol for diabetic management [clinical brief]. Veterinary Team Brief 2013; 1(6 suppl):1-8. Available at: www.veterinaryteambrief.com/diabeticmanagement. Accessed March 9, 2014.

© 2014 Abbott Laboratories. AlphaTRAK is a registered trademark of the Abbott Group of companies in various jurisdictions. AT2-2039

and build their confidence doing capillary sampling and utilizing the blood glucose monitor.

Routine appointments should be scheduled at least quarterly to examine the pet, discuss any client questions or concerns and review the glucose data.<sup>1</sup>

The comprehensive protocol for diabetic management can be found at:

www.veterinaryteambrief.com/diabeticmanagement.

#### The importance of diabetes protocols

"The biggest advantage of home monitoring for practitioners is the significantly greater understanding of their patients' glycemic regulation as well as the ability to obtain accurate blood glucose data that are not influenced by hospital stress or a truncated hospital schedule. The professional satisfaction gleaned from achieving diabetic remission in the cat and avoiding diabetic cataracts in the dog cannot be underestimated. The veterinarian will undoubtedly have a client for life."



Sara Ford, DVM, DACVIM Chief of internal medicine VCA Emergency Hospital & Referral Center San Diego, CA



Rachel Poulin, RVT, VTS (SAIM) Internal medicine team leader, Coral Springs Animal Hospital Coral Springs, FL "Clients are so appreciative of the time and energy put into educating them on diabetes and capillary sampling. When the benefits of capillary sampling are explained, the anxiety starts to fade. By investing that time and education into the client, you build a good reputation and earn the trust and respect of your client, which makes them more likely to give you excellent reviews and recommend your clinic to friends."



For more information on AlphaTRAK, contact your distributor sales rep or call Abbott Animal Health Customer Service at 888-299-7416.



## Pin down PREVENTIVE PREFERENCES

## Q: Our doctors are all over the place with their parasite preventive recommendations. How do we fix it?

lients pick up on obvious disagreement among doctors, which may be detrimental to the hospital's reputation because it sends the message that the veterinarians can't decide what's best for their pets, according to Dr. Ross Clark, founder of Woodland West PetCare Centers in Tulsa, Okla., co-founder of National PetCare Centers and *Veterinary Economics*' Practice Management Editor.

"But of course, some variation is OK because veterinarians like to practice their own style of medicine. Harmonious variety of practice styles is a beautiful thing," says Dr. Clark.

Consider the variety of products you carry and why. Some practices carry multiple lines be-

cause of pets' varied needs (a great reason) and varied opinions among the associates working there (not a great reason). "From the practice owner's standpoint, there's concern for the additional cost of carrying multiple lines of products in order to nullify emotional and legitimate concerns of associate DVMs," says Dr. Clark.

At the same time, associates don't want to feel constrained by too few choices. Pinpoint employees' concerns with specific items. If the flea or tick preventive list is less than five products, you might eliminate any that doctors have serious qualms about then ask everyone to vote on their favorite products. Those with the most votes would become the products of choice. **VE** 

## **PAIN CONTROL PUSHBACK** Q: Some of our clients don't want to pay for and don't see the need for at-home pain control drugs. How do we explain the value and importance of pet pain control?

## Find it all here.

#### Additional expert advice

Read more from Dr. Downing on communicating the value of crucial pain control to clients at dvm360.com/ pmgapain. se language clients will understand and phrases that will get their attention, says Dr. Robin Downing, CVPP, CCRP, DAAPM, owner of Windsor Veterinary Clinic and The Downing Center for Animal Pain Management in Windsor, Colo. Here are a few approaches you can try depending on the patient's pain:

Acute pain. Use analogies. Explain that because pets' nervous systems are similar to ours, anything that's painful for us will be painful for them—even minor surgery. Pain medicine often prevents unnecessary suffering. Also, scientific evidence shows that failure to manage pain as soon as possible can negatively impact the nervous system, potentially causing persistent pain long after injury or surgery occurs.

**Chronic pain.** Perform a careful palpation exam to show clients their pets' reaction when pressure is applied to certain areas.

"I always demonstrate the pressure I'll use on the patient by pressing on the client's forearm with their permission," says Dr. Downing. "That way, they know that the pressure I'm using should be perceived as pressure, not as pain. If the pet reacts, the client can see that the pet is truly hurting."

Also choose words with emotions tied to them, such as "Your pet is suffering," or "Your pet deserves to be comfortable and relieved of pain." **VE** 

# Help clients show **love** for your **clinic**

This clinic provides helpful instructions to clients on how to post an online review.

ost of our new clients now find us on the web and potential clients search reviews and compare the "star" ratings of each hospital. Writing those reviews isn't always easy, and there are many steps involved. To encourage reviews we make it as easy as possible by giving a brochure to clients that gives them step-by-step instructions on how to write a review for our clinic. —Robert Henrickson, DVM, Manhasset Animal Hospital Manhasset, N.Y.

Start

Want to do the same for your clinic? We've created an editable template based on Dr. Henrickson's example. Go to **dvm360.com/reviewdoc** to download a copy. **VE** 



Solutions for every stage of your practice



Run

Expand

Transition

## From new-practice-in-town to best-practice-in-town.

Whether you're starting or expanding your practice, U.S. Bank can help with acquisition financing, expansions, buyouts, refinancing and more. Call your Practice Finance Specialist today, and let's talk.

#### Jeramie Eimers

Practice Finance Specialist 800.313.8820 Ext. 2

#### All of us serving you



📃 usbank.com/practicefinance





Subject to normal credit approval and program guidelines. Some restrictions and fees may apply. Please see your banker for more information. Deposit products offered by U.S. Bank National Association. Member FDIC. © 2014

# Thieves that {hide} in plain sight

Cell phones, web browsers and text windows: how idle time online could be hurting your veterinary practice. *By Bob Levoy* 

ime theft, the deliberate waste of time at work, has been estimated to be more than four hours per employee per week—or about six weeks a year! At \$15 to \$20 an hour, that adds up fast. Could it be happening in your practice?

In today's environment, the Internet is the culprit in many cases and the possibilities for abuse are endless: surfing, shopping, spending time on social networking sites, emailing—all during work hours. Other causes of time theft include arriving late for work, socializing too much with co-workers and making too many personal phone calls.

Time theft

takes a tremen-

productivity. As

a result, an addi-

tional burden is placed on hard-

working team

members to pick

up the slack and

maintain work-

flow. This causes

dous toll on



resentment not only towards the time-wasters, but also towards the doctor or hospital manager who keeps them on the payroll.

#### **Action steps**

> Include policies on phone and Internet usage as well as tardiness in your practice **manual.** Require team members to sign off that they've read the guidelines, understand the policies and will follow them.

> Let team members know how much you'll tolerate. Some practice owners and managers say that allowing employees to surf the Internet or check Facebook between chores actually boosts productivity. There's an argument to be made that taking a break for a few minutes can make you more productive. And most employees would agree. In a 2012

Salary.com survey, 71 percent of respondents said they believe short breaks throughout the day are beneficial. Proponents of tougher Internet controls establish limits; for example, team members can use the Internet during breaks or lunchtime. Still other practice owners have installed blocking and monitoring software on web browsers on their work computer.

#### **Reality check**

No one is a machine. Occasional breaks in the workday are needed. Infrequent, legitimate phone calls, socializing and/or lateness should be expected. However, deliberate and frequent time theft seriously affects practice productivity, morale and the bottom line. **VE** 

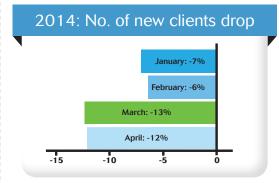


Veterinary Economics *Editorial Advisory Board member Bob Levoy is the author of seven best-selling books, including* 101 Secrets of High Performance Veterinary Practice.

#### **DATA** center

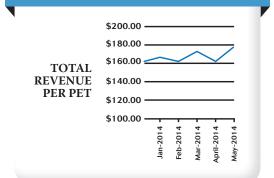
#### Introducing THE DATA CENTER

This monthly column will cover data, industry trends, spending habits and more. For continuing coverage visit dvm360.com/datacenter.



Continuing a trend seen January-March 2014, the April 2014 edition of the VHMA's Insiders' Insights shows that compared to April 2013, client visits were down 12% in April 2014.





Sikka Software, a benchmarking and opt-in database company that measures key performance indicators, has seen a 29-month high in revenue per pet in May 2014 with a total of \$174, which total practice revenue divided by unique pet visits for that month. They expect this trend to continue to rise when the June data is available.

Tell us-are your numbers up? Send an email to ve@advanstar.com.

#### **Nex**Gard (afoxolaner) Chewables

CAUTION: Federal (USA) law restricts this drug to use by or on the order of a licensed veterinarian

CAU TINK: return (1997) for restruction of the set of t

Bindications: NEXCARD kills adult fleas and is indicated for the treatment and prevention of flea infestations (*Ctenocephalides felis*) and NEXCARD kills adult fleas and is indicated for the treatment and prevention of flea infestations (*Ctenocephalides felis*) and the the treatment and control of Black-legged tick (*Nexdes scapularis*), Manerican Dog tick (*Dermacentor variabilis*), and Lone Star tick (*Amblyomma americanum*) infestations in dogs and puppies 8 weeks of age and older, weighing 4 pounds of body weight or greater, for one month.

#### Dosage and Administration: NEXGARD is given orally once a

ven orally once a month, at the minimum dosage of 1.14 mg/lb (2.5 mg/kg). Dosing Schedule:

	Body Weight	Afoxolaner Per Chewable (mg)	Chewables Administered	
1	4.0 to 10.0 lbs.	11.3	One	
	10.1 to 24.0 lbs.	28.3	One	
	24.1 to 60.0 lbs.	68	One	
	60.1 to 121.0 lbs.	136	One	
	Over 121.0 lbs.	Administer the appropriate combination of chewables		

NEXGARD can be administered with or without food. Care should be taken that the dog consumes the complete dose, and treated animals should be observed for a few minutes to ensure that part of the dose is not lost or refused. If it is suspecter that any of the dose has been lost or if vominigo accurs within two hours of administration, redose with another full dose. If a dose is missed, administer NEXGARD and resume a monthly dosing schedule.

a Uose B minseu, autoritate inclusion on in results a monethy occurs. Fea Treatment and Prevention: Treatment with NEXGARD may begin at any time of the year. In areas where fleas are common year-round, monthly treatment with NEXGARD should continue the entire year without interruption.

To minimize the likelihood of flea reinfestation, it is important to treat all animals within a household with an approved flea control product

Tick Treatment and Contro

Treatment with NEXGARD may begin at any time of the year (see Effectiveness).

Contraindications: There are no known contraindications for the use of NEXGARD

Warnings:

Not for use in humans. Keep this and all drugs out of the reach of children. In case of accidental ingestion, contact a physician immediately

Precautions:

The safe use of NEXGARD in breeding, pregnant or lactating dogs has not been evaluated. Use with caution in dogs with a history of seizures (see Adverse Reactions).

Maxing of security and the electronical of the electronical of a security of the electronical of the elect over the docume y story percent of a working and the second secon study, and two of those doos experienced anorexia with the first dose but not subsequent doses. Table 1: Dogs With Adverse Reactions.

	Treatment Group			
	Afoxolaner		Oral active control	
	N <sup>1</sup>	% (n=415)	N <sup>2</sup>	% (n=200)
Vomiting (with and without blood)	17	4.1	25	12.5
Dry/Flaky Skin	13	3.1	2	1.0
Diarrhea (with and without blood)	13	3.1	7	3.5
Lethargy	7	1.7	4	2.0
Anorexia	5	1.2	9	4.5

<sup>1</sup>Number of dogs in the afoxolaner treatment group with the identified abnormality. <sup>2</sup>Number of dogs in the control group with the identified abnormality.

<sup>1</sup>Number of dogs in the control group with the identified abnormality. In the US field study, one dog with a history of seizures experienced a seizure on the same day after receiving the first dose and on the same day after receiving the second dose of NEXGARD. This dog experienced a third seizure one week after receiving the third dose. The dog remainde enrolled and completed the study. Another dog with a history of seizures had seizure 19 days after the third dose of NEXGARD. The dog remained enrolled and completed the study. A third dog with a history of seizures received NEXGARD and experienced no seizures throughout the study. To report suspected adverse events, for technical assistance or to obtain a copy of the MSDS, contact Merial at 1-888-637-4251 or www.merial.com/nexaged. For additional information about adverse drug experience reporting for animal drugs, contact FDA at 1-888-FDAVETS or online at <u>http://www.fda.gov/AnimalVeterinary/SafetyHeath.</u>

Mode of Action:

Afoxolaner is a member of the isoxazoline family, shown to bind at a binding site to inhibit insect and acarine ligand-gated chloride channels, in particular those gated by the neurotransmitter gamma-aminobutyric acid (GABA), thereby blocking pre-and post-synaptic transfer of chloride neurostarsmitter gamma-aminobutyric acid (GABA), thereby blocking pre-uncontrolled activity of the central nervous system and death of insects and acarines. The selective toxicity of afoxalane between insects and acarines and mammals may be inferred by the differential sensitivity of the insects and acarines' GABA receptors versus mammalian GABA receptors.

GABA receptors versus mammalian GABA receptors. **Effectiveness:** In a vell-controlled laboratory study, NEXGARD began to kill fleas four hours after initial administration and demonstrated .99% effectiveness at eight hours. In a separate well-controlled laboratory study, NEXGARD demonstrated 100%, effectiveness against adult fleas 24 hours post-infestation for 36 days, and was 2.93%, effective at 12 hours post-infestation. Dogs in both the treated and control groups that were infested with fleas on Day -1 generated flea eggs at 12- and 24-hours post-infestation. Dogs in both the treated and control groups that were infested with fleas on Day -1 generated flea eggs at 12- and 24-hours post-treatment (0-11 eggs and 1-17 eggs) in the NEXGARD treated dogs, and 4-30 eggs and 0-11 eggs in the control dogs, at 12- and 24-hours, respectively). At subsequent evaluations post-infestation, fleas from dogs in the treated group were essentially unable to produce any eggs (D-1 eggs) while fleas from dogs in the control group continued to produce gas (1-14 eggs). In a 90-day US field study conducted in household with existing flea infestations of varying severity. He effectiveness of NEXGARD against fleas on the Day 30, 00 and 90 visits compared with baseline was \$80.9%, 90.7%, and 99.9%, respectively). Collectively, the data from the three studies (two laboratory and one field) demonstrate that NEXGARD kills fleas before Collectively, the data from the three studies (two laboratory and one field) demonstrate that NEXGARD kills fleas before they can lay eggs, thus preventing subsequent flea infestations after the start of treatment of existing flea infestations.

In well-controlled laboratory studies, NEXGARD demonstrated >94% effectiveness against Demacentor variabilis and kodes scapularis, 48 hours post-infestation, and against Amblyomma americanum 72 hours post-infestation, for 30 days.

bades scapularis, 48 hours post-infestation, and against Amblyomma americanum 72 hours post-infestation, for 30 days. Animal Safety: In a margin of safety study, NEXGARD was administered orally to 8- to 9-week-old Beagle puppies at 1, 3, and 5 times the maximum exposure days (8 a) mg/kg) for three treatments very 28 days, followed by three treatments very 14 days, for a total of six treatments. Dogs in the control group were sham-dosed. There were no clinically-relevant effects related to treatment on physical examination, body weight, rodo consumption, clinical abtholypy (hematology, clinical abtholing) recognition tests, gross pathology, histopathology or organ weights. Vorniting occurred throughout the study, with a similar incidence in the treated and control groups, including one dog in the & group that vomited four hours after treatment. In a well-controlled field study, NEXGARD was used concomitantly with other medications, such as vaccines, antheliminities, antibiotics (including topicals), storeids, NSARDS, anesthetics, and antihistamines. No adverse reactions were observed from the concomitant use of NEXGARD with other medications.

Storage Information: Store at or below 30°C (86°F) with excursions permitted up to 40°C (104°F).

How Supplies to below 30 c (or ) mini excusions permitted up to 60 c (104 r). How Supplies NEXGARD is available in four sizes of beelf-flavored soft chevables: 11.3, 28.3, 68 or 136 mg afoxolaner. Each chevable size is available in color-coded packages of 1, 3 of beelf-flavored chevables.

NADA 141-406, Approved by FDA

Marketed by: Frontline Vet Labs™, a Division of Merial Limited. Duluth, GA 30096-4640 USA Made in Brazil

1050-4493-02 Rev. 4/2014

™NexGard and FRONTLINE VET LABS are trademarks of Merial. ©2014 Merial. All rights reserved.

FRONTLINE VET LABS

## A positive end to a 'GOOD LIFE'



Due diligence is deserved when recommending funeral services for pets. By Marty Becker, DVM

ne of the most important moments in solidifying the family-pet-veterinarian bond comes when it's time to say goodbye to a beloved pet. Unlike most other healthcare professionals, we provide cradle-to-grave care, and when it works like it should, a "good death" is the bookend to a "good life." But sadly, what happens after we perform the most sensitive of services inside our practices far too often causes a stain on our practices and the profession.

This was brought to life for me as I spoke to a conference of 600 professionals who handle cremation and funeral services.

Like veterinarians, the cremation and funeral professionals have their inside jokes, like, "We're the last ones to 'let you down!" They were dead serious, however, when several rose up after my talk to challenge our profession for unprofessionalism and duplicity.

About half of the people raised their hands to tell me they worked at companies that did services for both humans and pets. They told me that the grief at a pet funeral is much worse than at a funeral for a human family member.

Shocked, I asked why. They said grieving for people is always through filters of family disputes, past duplicity, hidden agendas ... the list went on and on. With pets, there's none of that, they said just pure love, loyalty and happiness.

And because there is so much emotion in a pet's passing, they always make sure pets and pet owners are cradled in loving, skilled hands throughout the process. Where it all falls apart, they said, is the hand-off from the veterinary hospital to them. I heard story after story, with voices rising in passion, that the veterinary community mostly chooses who to use for these services based on cost, or rebates, or seemingly at random. In a community, often the worst-run facility with the worst reputation among other death care professionals is the one that thrives financially. They gave me three specific ideas on how to make sure clients are handled by better cremation and funeral professionals:

Visit the pet death-care facilities within a reasonable distance from your practice. Judge the facilities the way clients judge veterinary practices. Look at the exterior. Watch for dead plants, a no-no for a facility that should be celebrating life. Make sure it's clean-looking and doesn't smell bad.

Ask about their process. Find out exactly what happens from the time they pick up a pet until cremation or interment is complete.

**Ask about their communication.** How does the death-care facility team talk to and meet with pet owners?

We research laboratories, equipment and suppliers—we need to do due diligence when researching and recommending a death-care facility. If we do things the right way, then we can better guarantee a "good death" to a pet's "good life" and a pet owner's return to your door with their other pets. **VE** 



Dr. Marty Becker is a speaker and author of 21 books. He is the Veterinary Economics Practice Leadership Editor and practices in North Idaho Animal Hospital in Sandpoint, Idaho.

# Creature comforts benefit your **bottom line**

Luxury boarding is still in high demand among veterinary clientele, urban *and* rural. Learn how this feature can attract pet owners and create cash flow for your practice.

Practice owners Drs. Chad and Stephanie Bailey were surprised to receive an overwhelming number of client requests for luxury boarding suites. So along with their new veterinary hospital—the Merit Award-winning Cleveland Road Animal Hospital in Wooster, Ohio—the husband-and-wife team opened The Pet Hotel, the first luxury boarding, spa and doggy day care facility in the area. They cater to boarded cats and dogs not only with attractive housing, but also medical care, grooming and even room service with special meal options and snacks.

"Saving time with one-stop shopping is critical to our clients. Providing them with high-quality veterinary medicine, boarding, grooming, day care and training under one roof at a reasonable price is a great start," says Dr. Chad Bailey.

At Veterinary Medical Center of St. Lucie County (VMC St. Lucie), another Merit Award winner, in Port St. Lucie, Fla., practice owner Dr. Michael Geraghty designed fun themed suites with pet owners top of mind—and so far, business is booming.

Want to add luxury boarding to your own practice? First, share your business plan with your architect. He or she will need a clear understanding of this in order to help you choose the right number of suites to build.

Wayne Usiak, senior partner of Wayne Usiak and Associates/BDA Architecture P.C. in Albuquerque, N.M., and *Veterinary Economics* Editorial Advisory Board member, worked on the VMC project. When setting prices for luxury suites, he recommends looking at the demographics in your area—personally, he's seen prices from \$45 to \$75 per night.

It's also wise to include expansion possibilities





into your original design, like they did at The Pet Hotel. If this trend's past and present serve as any indication for the future, it won't be long before all pet owners want their furry friends to live in the lap of luxury.

See the full version of this story and additional photos at **dvm360.com/hdluxury**. **v**E

>>> Boarded cats at The Pet Hotel enjoy state-of-the-art feline condos that continually circulate fresh air into the entire area. Windows are strategically placed to face the outdoors so cats can watch the world go by. "Pets are valued family members and our clients demand the creature comforts of home," says Dr. Chad Bailey.

>>> At VMC St. Lucie, clients boarding dogs can choose among jungle, beach, Disney, princess and cowboy room themes. Each suite has a satellite TV and is under surveillance by staff and owners using webcams. "Boarding is a vital part of our revenue stream, says Dr. Michael Geraghty. "After only seven full months of operation, the monthly gross from boarding paid half of our loan payment."

## Take the **DOOM** out of **DIABETES**

With the right training and guidance—and just a little bit of encouragement—you can help clients understand that this common disease is actually quite manageable.

t's understandable that when most pet owners hear the word "diabetes," they immediately imagine a lifetime of suffering for their pet—and a substantial investment of time and money on their part. But Dr. David Bruyette, DACVIM, medical director of VCA West Los Angeles Animal Hospital in Los Angeles, Calif., says it doesn't have to be that way.

"Pet owners often have concerns about the disease based on what they know about it in people,"



nd has

he says. "We just need to adjust their perception."

One way to do this is to make sure you communicate openly and honestly about the diagnosis once it's made. Explain to clients that pets don't have the same complications that people do and that most diabetic pets do quite well—and even have a good quality of life—with treatment. But that doesn't mean keeping pet owners in the dark about the complications that pets can experience. "Up to 70 percent of dogs with diabetes will develop cataracts at some point," Dr. Bruyette says. "Even if pet owners do a great job at home and come to the clinic frequently for regular check-ups, cataract formation is common. Pet owners need to be aware of this."

Another important way to take the sting out of the diabetes diagnosis is to break down the pet owner's role in the treatment process into manageable steps. Talk them through any changes they'll make in their pet's diet and feeding regimen and make sure they feel comfortable administering insulin injections. Ask a technician to show them how to draw up the insulin in a syringe and where to give the injections. Let clients practice with saline to get the feel of it.

Dr. Bruyette also steers clients toward reputable websites with videos that show the proper way to give insulin injections, just in case they get confused after they leave the hospital. Once clients are comfortable with these items, it's easier to talk to them about monitoring their pet's blood glucose at home, he says.

"We just need to make it doable for clients," Dr. Bruyette says. "We need to encourage clients and let them know that by doing a few simple things at home, like feeding the right diet and giving insulin injections, there's no reason their pet can't live a good life."

To download informational client handouts about diabetes in dogs and cats, visit **dvm360**. **com/diabeteshandout**. **v**E

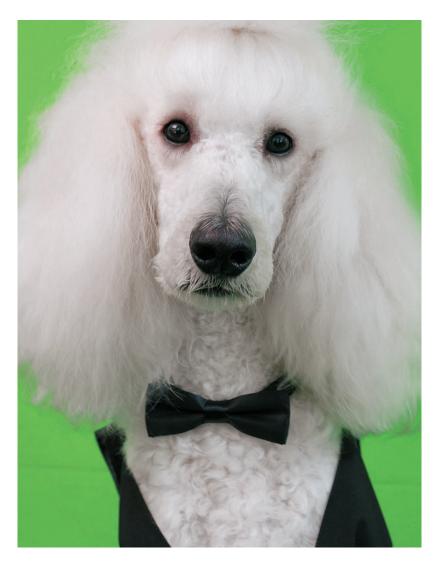
## SELL CLIENTS on your SERVICE

But you don't have to have butler-style service to win new clients and keep existing clients happy. By W. Dane Foxwell

hen was the last time you received sub-par customer service? I recently ran into trouble with an online travel-booking service and ended up spending hours on hold. I traded emails with people who weren't willing or able to help me and ultimately swore I would drive across the country before I used that company again. In short, my experience was so bad that I've sworn off that company for good, and if I could hurt their website's feelings, I would. Did I tell my friends of my displeasure? You bet.

Now, think about the last time someone wowed you with customer service. For me, I was in a restaurant last month where the waitress treated me like I was the only person there. She explained what the restaurant was known for, shared what was popular and asked questions about the kinds of dishes I generally like. When the meal was over, I didn't want a to-go box—I wanted a job there.

I often tell friends about this restaurant and hope to get back as soon as possible. But here's the interesting part: The food wasn't particularly amazing. It was very good, but there are lots of restaurants with very good food. The way the staff there made me feel, however, was incredible. That's the power of outstanding customer service.



#### **COVER** story

At its core, customer service is simply the pursuit of customer satisfaction. Studies have shown that a satisfied customer is more likely to become a loyal customer, which is important for two bottom-line reasons<sup>1</sup>. (Head over to dvm360.com/service for a list of references mentioned in this article.) First, the cost of attracting a new client can be as much as 10 times the cost of retaining an existing one<sup>2</sup>. Second, satisfied and loyal customers are more willing to pay higher prices than neutral or dissatisfied clients<sup>1</sup>. Not surprisingly, the cost of dissatisfied customers is high. While the average satisfied customer tells eight people about their experience, the average dissatisfied customer tells 22<sup>2</sup>. Given this reality, it's worth investing some time in trying to ensure that pet owners visiting your practice feel as satisfied as possible.

Here are five tips, backed by customer service research, to help ensure your clinic is making a good impression on pet owners.

#### Communicate more

One study showed that the more people who positively interact and communicate with customers, the more likely it is that customers will feel satisfied with their experience<sup>3</sup>. This means pet owners who have positive interactions with two front-desk staff members, three technicians and two veterinarians are more likely to become loyal clients than pet owners who interact with one front-desk staff member, one technician and one veterinarian. Simply having everyone on your staff greet each person they meet can make a difference. A smile and a "hello" is all it takes.

You can get the ball moving on more and better interaction two easy ways. First, for team buy-in, explain this idea at a team meeting and ask for help. Second, simply lead by example. Greet staff members every morning with a positive attitude and encourage them to do the same to each other. This way when they interact with a customer, it will be something they automatically do, rather than something they need to think about.

#### **2**Improve the customer experience

There are three segments of the customer experience: before the service, during the service and after the service<sup>4</sup>.

Before the pet owner comes to your clinic, opportunities to improve the experience include phone calls, wellness care reminders, your website and your social media interactions. During the service, you can boost client satisfaction by minimizing wait times, designing pleasant clinic aesthetics, making sure your team is professionally dressed and, most important, effectively communicating the value of goods and services. After the service, interactions such as follow-up calls and educational emails may further improve the overall pet owner experience. Always remember: The customer's perception of experience quality is more strongly affected by how the experience was delivered than what service was delivered<sup>4</sup>. (Up to a point, obviously. Friendly, timely interactions can't make up for poor clinical care.) Attitude may not be everything, but it makes a huge difference.

#### Exceed expectations

The relationship between expectations and satisfaction is nonlinear, which means that the amount by which you exceed or fail to meet an expectation does not directly relate to how satisfied or dissatisfied a pet owner will be with your service. The fact is, even slightly exceeding a customer's expectations can produce major increases in his or her satisfaction<sup>1</sup>.

On a basic level, customers coming to a veterinary hospital expect very little. They expect to come to a clean building, to be seen relatively quickly and to have their pet's health evaluated by people who treat them and their pets with care and respect. Fortunately, this leaves a lot of room for exceeding expectations. You might do that by offering coffee for customers and snacks for pets, providing up-to-date reading material or doggy toys in the waiting room, or having receptionists greet all clients and pets by name.

With that said, don't confuse providing "little extras" with delivering a great basic service. Getting a cup of coffee is nice, but not if it's served in a dirty waiting room 30 minutes after a client's appointment was scheduled to begin.

Put clients' minds at ease

From start to finish: Ease of access, convenience, process ease, familiarity, perception of expertise and the relationship built with the customer are some of the biggest factors in customer satisfaction<sup>4</sup>. Pet owners who must struggle to find your clinic, grapple with their dog while they sign in, comprehend an incomplete explanation of their pets' medical conditions or struggle to form a

## Find it all here.

#### Want more strategy for making improvements?

See how a secret shopper visit your practice can sniff out the areas of service you need to work



on. Practice consultant Sheila Grosdidier goes undercover check it out at dvm360.com/ secretshopper.



UP TO 100% FINANCING . DEDICATED CONSTRUCTION TEAM . CONSTRUCTION LENDING EXPERTS

## SOMETIMES DREAMS NEED A PARTNER



www.liveoakbank.com/vet • 877.890.5867

©2014 Live Oak Banking Company. All rights reserved. Member FDIC



#### YOUR PRACTICE NEEDS IT; YOU HAVE THE POWER TO ACHIEVE IT...



PRECISE PERFORMING PROFESSIONAL

September 17-20, 2014 • St. Louis, MO Hyatt Regency St. Louis at the Arch

Cutting edge ideas on critical topics...

- Creating a Mindset for Change and Innovation
- Team Synergy
- Leading from Potential to Performance
- Staffing the Emergency Practice
- The State of Practice
- Financial Literacy Beyond the Basics

Earn 15.5 CEs (16.5 for CVPMs)

This is the only conference of its kind BY managers FOR managers!



Veterinary Hospital Managers Association

For more details visit www.vhma.org.

#### **COVER** story

relationship with your staff won't feel content and relaxed. You can soothe customer nerves and bolster their confidence in your service by simplifying and streamlining the check-in/out processes, clearly addressing all concerns when they come up and assisting with unloading or loading pets from vehicles. The main point here is that small efforts to make the entire process as smooth and relaxed as possible for both the pet and the pet owner can pay off in a big way.

#### **5** Handle unhappy **5** customers quickly and effectively

Fact: 8 percent of unhappy customers will become loyal customers if they feel their complaint was handled quickly and effectively. That may not sound like much, but the significance becomes apparent when we consider that just a 5 percent increase in customer retention can lead to anywhere from a 25 to 85 percent increase in bottom-line production<sup>2</sup>. When pet owners are unhappy, find some immediate way to show that you hear their concerns and then make things right in a way that quickly and effectively addresses their issue.

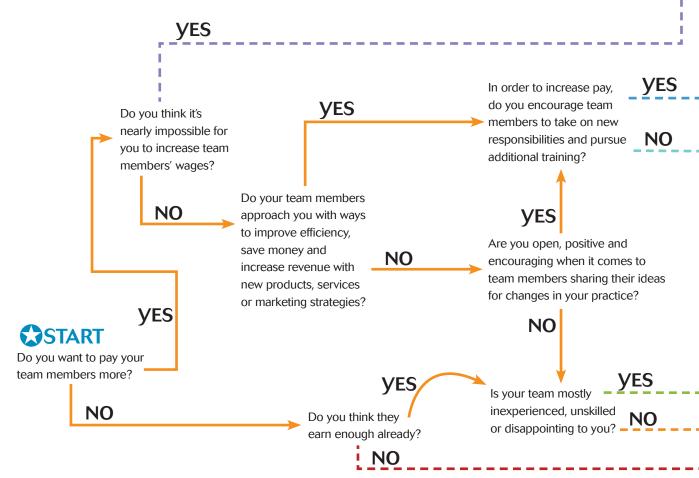
Remember that people equate the speed in which we return their phone calls to how important we believe that person to be. Responding quickly, even if it's only to let an angry pet owner know that their complaint has been heard and is being investigated, may mean the difference between having the opportunity to work through a problem and reading about the problem in a negative online review of your practice.

Research on the subject of customer satisfaction has again and again come to the same conclusion: There are major economic benefits to making customers feel satisfied. Beyond the business benefits, there's an upside that's not so easy to measure, but which matters just the same—the pride you and your clinic staff feel in having provided the best possible service to those who came to you for help. **VE** 

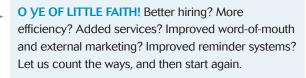
W. Dane Foxwell is a fourth-year DVM student at the University of Missouri College of Veterinary Medicine. Dr. Andy Roark also contributed to this article. He practices in Greenville, S.C. and is the founder and managing director of veterinary consulting firm Tall Oaks Enterprises.

## Self-quiz: Are you ready to pay team members more?

Team members love their jobs, but low pay is squeezing some high performers out of the industry. Are you ready to do what it takes—with the cooperation of proactive team members—to turn around this depressing trend at *your* veterinary practice?



#### **PROFESSIONAL GROWTH**



YES

**YES** 

**VES** 

NO

VES

NO

NO

Will you add services to improve team member pay?



Will you market to new and existing clients more often and in smarter ways to improve team member pay?

NO

**OLD-TIMER!** It's the rare veterinary practice that can't add a service, market it well, and make more money. And it's the rare service that can't benefit from some team member involvement. Boarding? Grooming? Puppy and kitten training and common behavior issues?

**YES** 

**ENABLER!** When team members learn more, they help themselves, their colleagues, their practice and their practice owner to earn more and improve patient care. That's money in the bank...and in their salaries. Think it over and start again.

**LOUSY HIRING!** Why suffer with team members who lack the skills, the enthusiasm and the work ethic you demand? A higher wage is one important way to raise the caliber of your team, its efficiency and your practice success. Think about it and start again.

SETTLING FOR LESS! You may pay extremely well (and your team agrees congratulations!), but *Firstline* magazine readers said low wages were the No. 1 problem with their jobs. Think about it and start again if you think you and your team can do better.

#### SCROOGE! Further reading for you: A Christmas Carol by Charles Dickens. Try this

again when you

see the light.

CONGRATULATIONS! You're

ready to get started on with the help of your team members to increase pay at your practice. Join us with sister magazine *Firstline* as we tackle what team members and doctors can do to increase salaries and wages at the nation's veterinary hospitals.

> ANTI-MARKETER! For team members to earn more, generally revenue needs to increase or expenses need to decrease. Want more revenue? Improve marketing to increase client visits. Think it over and start again.

#### A whole-team approach to better salaries

Our sister magazine *Firstline* is quizzing veterinary team members this month: "Are you ready to earn more?" Visit **dvm360.com/earnmore** to find these questions for your team. If you're ready to do the hard work, visit us online and in future issues for ways to start paying team members more.



### **O CRUCIAL COMPONENTS** to find a **LOAN** that fits

Choosing the right building or equipment loan for you doesn't have to be a guessing game—if you know where to focus your efforts. By Tom McFerson, CPA, ABV

hether you're buying a veterinary practice, refinancing commercial real estate or plotting a startup, finding the right loan can be a long and arduous process. Plus, the borrowing landscape is constantly shifting, and choosing the wrong loan can have a lasting impact on your practice and cash flow.

The following are nine areas I believe all veterinary practitioners should consider when looking for the right loan for their practice. Some of this is basic business knowledge, but even the savviest practice owners may find tidbits as well.

#### Commercial, SBA and private loans

Banks typically fund commercial loans. Small Business Administration (SBA) loans are funded by the bank in partnership with the government. Private party loans are funded by an individual or group, like family or interested investors.

SBA loans typically require more paperwork and come with additional fees, or points on the



loan, to keep the SBA up and running. However, they also offer a variety of packages for the riskier, unsecured business loans that veterinarians often require.

Private party loans are easier and quicker to pull off, but there's a drawback to borrowing from family or friends. For example, looking across the dinner table at Dad, whom you owe \$100,000, can be awkward. Interest rate This is often the most crucial component of a potential loan. Typically, there are two types: fixed and variable. The fixed rate remains stable throughout the length of the loan. The variable rate fluctuates based on outside factors (U.S. Treasury Notes or Prime Rate).

At the outset of the loan, the variable rate will be lower than

the fixed rate, making it more attractive—but there's the risk that the variable rate will climb higher over the course of the loan. A 4 percent variable rate could rise to 7 percent in a few years, depending on uncontrollable factors. The fixed rate, while higher initially, won't fluctuate and provides what many borrowers prefer: peace of mind.

**Term** The term, or length, of the loan varies depending on what you're financing and the risk involved. A smaller piece of equipment generally has a shorter loan term, typically five to seven years. Real estate usually has a longer term, about 20 to 25 years.

A longer loan term can be a two-edged sword. It means a lower monthly payment, which helps cash flow. But it also means more interest is being paid over the course of the loan.

**Down payment** This is one of the biggest potential stumbling blocks to financing. Whatever the transaction, the loan is impacted by how much you're willing to put down at the outset.

Depending on what you're financing or whom you're financing with, down payment can vary significantly. A real estate purchase may require a down payment of 20 to 30 percent, while a veterinary practice purchase may require no money up front.

Determining the right down payment often depends on personal cash flow and the need to keep a significant cash reserve. Some practitioners feel more emotionally secure with more money in the bank as a safety net; some need less. If an owner has a business credit line or home equity line of credit in place, he or she may be more willing to make a larger down payment.

#### **Prepayment** penalty

Lenders sometimes restrict how quickly the borrower can repay a loan. Too fast, and you may be subject to a penalty, which typically decreases the longer the loan stays active and disappears in two to four years.

Why? Lenders often package and sell your loans to outside investors. To make these packages more attractive, lenders want to guarantee cash flow generated by the loans for up to three years—thus, the penalty to you for refinancing or repaying these loans ahead of schedule.

A prepayment penalty limits the borrower's flexibility, but in most cases, it's a lesser issue and shouldn't disqualify the loan for the borrower.

6 Balloon payment Another technique banks use to help borrowers' cash flow is the balloon payment. Instead of fully amortizing the loan—requiring equal payments over the length of the loan to ensure the balance is paid in full—a bank allows lower payments in exchange for a large payoff at the end of the term.

This loan requires a steady nerve by borrowers. Will they have enough money at the end of the term to pay off this big chunk of cash? Will they be able to refinance the balloon payment amount at similar terms when the time comes? It boils down to better cash flow now versus the chance of worse cash flow down the road.

#### Veterinary lenders

A lender who knows how to interpret veterinary practice finances will help your chances. Veterinary lenders have studied every type of practice, have seen every veterinary transaction and should be able to structure something best suited to you. Equally important, if they recognize that the loan can't be done for whatever reason, they'll tell you up front.

#### **Collateral** and personal guarantees

To complete the loan, what assets will the bank require to be held as collateral? If you're buying real estate, then the land

#### **PRACTICE** finances

and building will be secured by a "first trust" deed. Similarly, if you're buying a veterinary practice, all practice assets equipment, goodwill, clients will also be secured. But will the lender require anything else? Will the borrower have to personally guarantee the loan? Sometimes there's no choice.

Hassle factor Anyone who has borrowed before knows what they're in for: mountains of paperwork and hoops to jump through. Don't be afraid to ask your potential lenders about the process. How much documentation is involved? What is the approval process? Typically, the larger the loan, the further up the chain of command it needs to travel. Is there a loan committee that approves these loans? How often does this committee meet? What's the turnaround time?

Assuming a smooth approval process, what's the expected timeframe to get a loan completed? Though it can be difficult to define, a real estate loan typically takes longer because of the size and the need for an appraisal. An equipment loan can go much faster.

Borrowing can be a positive experience. It allows you to pursue a lifelong dream (buying a practice) or short-term financial goal (buying a new piece of equipment). Paying attention to these nine items will help ensure that the next loan is the right one for you.

Tom McFerson, CPA, ABV, is a partner at the veterinary financial and consulting firm Gatto McFerson in Santa Monica, Calif.





# Make Plans for a **Perfect Practice**

#### Veterinary Economics Hospital Design Conference® at CVC Kansas City

Whether you want to renovate, remodel, or build from scratch, the perfect practice begins with better design. And better design begins with the one and only Veterinary Economics Hospital Design Conference, August 20-22.

Attend this special CVC Kansas City preconvention event for guidance from pros that specialize in building dream practices – clinics that begin the healing process the moment a client steps through the door. Register today for insight on...

- Financial options for every contingency
- How to build a "stress-free" hospital
- Design trends in the veterinary world

Plus, you'll receive a 30-minute one-on-one consultation with an architect or architectural engineer ... a Hospital Design Conference proceedings book of design articles and resources ... and a copy of the *Veterinary Economics Portfolio of Award-Winning Floor Plans – combined, a \$445 value.* Then the conference provides breakfast, lunch, refreshments, and access to the Hospital Design Conference Exhibit Hall.

#### This is one event you can't afford to miss.



Scan here to learn more.





## products360

#### CEDR HR Solutions Veterinary policy manuals

CEDR HR Solutions' customizable veterinary policy manuals bring your practice's office policies into instant compliance with more than 250 state and federal employment regulations.



CEDR's office manuals are crafted by attorneys and employment law experts and customized for each practice to help veterinary practice owners stay compliant, avoid the issues that lead to lawsuits, and lower liability. Each manual comes with unlimited HR support.

For fastest response, call 866-414-6056 or visit cedrsolutions.com.

#### Boehringer Ingelheim Low-dose feline vaccines

Boehringer Ingelheim Vetmedica has announced the launch of Ultra Fel-O-Vax, a <sup>1</sup>/<sub>2</sub>-ml vaccine line for cats. The product is manufactured with PureFil technology, which is designed to reduce vaccine reactions associated with



extraneous proteins and cellular debris. PureFil technology also includes improved purification processes and tighter manufacturing profiles, resulting in more serial-to-serial consistency. Ultra Fel-O-Vax is available in core and non-core combinations to align with AAFP feline vaccination guidelines.

For fastest response visit biviultrafelovax.com

## New label claims for ticks

Merial has announced that NexGard (afoxolaner) chewables, which kill fleas and the American dog tick (Dermacentor variables),



has also been approved by the FDA to kill two additional species of ticks—the black-legged tick (*Ixodes scapulars*) and the lone star tick (*Amblyomma americium*.) NexGard's active ingredient, afoxolaner, was developed for the treatment of fleas and ticks and designed to eliminate them for 30 days. It is approved for use in dogs and puppies 8 weeks of age or older and weighing more than 4 pounds. *For fastest response visit NexGardForDogs.com* 

#### PRN Pharmacal Canine otic medication

PRN Pharmacal has introduced once-aweek Cameo Otic ointment to manage otitis externa and maintain healthy ears.



The product's potent formulation kills yeast and bacteria, including Pseudomonas, at a level of 99.8 percent for up to seven days with just one dose. By reducing bacteria and yeast, Cameo Otic helps control secondary signs such as redness, pain and itching, and the blend of natural ingredients helps alleviate resistance concerns, making it ideal for dogs with recurring or chronic otitis externa. The solution is packaged in eight single-use tubes, which is the precise dosing for two ears for a month.

For fastest response visit prnpharmacal.com/cameo

#### **Continues on page 35**

#### CLEANING EQUIPMENT & SUPPLIES

Miele\_Professional Search

#### Tired of replacing laundry machines?



Miele's high performance commercial cleaning systems are designed to last at least 30,000 operating hours, which if used 40 hours per week equals 15 years of service or more.

#### The Systems At A Glance:

- Rugged construction
- Highest G force
- Lower total cost of ownership
- High temperature disinfection and sanitizing programs heat water to 200° F



Miele Professional 9 Independence Way Princeton, NJ 08540 @800.991.9380 ext. 2434 ⊠proinfo@mieleusa.com



Invest in the Miele G 7889 washer disinfector and you will streamline reprocessing and improve your practice by:

- Reducing manual labor enabling staff to attend to clients
- Reducing sharps incidents
- Providing verifiable, intermediate level disinfected instruments for sterilization
- Providing a system that has been tested to last 15 years\* or more

Email proinfo@mieleusa.com for more information on our veterinary package which includes a two year warranty.





ADVERTISING

## Stay Informed By The Best

VetNetwork Search



www.vetnetwork.com

#### Why the Most Successful Practice Owners Read Our Blog:

- Real World Veterinary Experience
- Legal Expertise
- Best Business Practices
- Current Marketing Trends

#### VISIT OUR BLOG AT www.vetnetwork.com/blog

www.vetnetwork.com 800-564-4215 VetNetwork

# Where Do You Rank on Google?

With Reasonably-Priced Custom SEO by Our Experts

800-564-421

Company

′etNetwork



#### DIAGNOSTIC IMAGING



#### Digital Imaging Made Affordable.

ClearVet<sup>™</sup> has redefined the veterinary digital radiography experience. Whether you're looking for full body, dental, ultrasound, or a cloud storage solution, we offer the system that is right for you. You can trust that when you buy a ClearVet™ system, you get the biggest bang for your buck. Invest in ClearVet™ Digital Radiography today. We'll take care of you.













**ClearPacs** Cloud

ClearVet<sup>™</sup> CR









Dental X-Ray



888.998.2838 • www.clearvetdigital.com

## Follow us!

Get instant updates on critical developments in veterinary medicine, business, and news by following dvm360.

#### facebook.com/dvm360 twitter.com/dvm360



#### dvm360.com/products | Products & Services SHOWCASE



ind it all here

Search for the company name you see in each of the ads in this section for FREE INFORMATION!

Mobile Clinics are a "Pets Best Bet"! f visit us on facebook 800-776-9984 www.laboit.com





Researching a purchase? dvm360.com offers hundreds more product listings. Just visit dvm360.com/products

www.animalarts.biz

#### dvm360.com | MARKETPLACE



#### Get more product information online Researching a purchase? dvm360.com offers hundreds

more product listings. Just visit **dvm360.com/products** 



#### **MEDICAL EQUIPMENT**



#### **VETERINARY POSITIONS AVAILABLE**

#### GEORGIA

Webb Animal Clinic of Rincon, GA is seeking a full-time veterinarian to join our incredible team. New graduates welcome. Rincon is a rapidly growing suburb located only twenty five minutes from historic Savannah and a few minutes further are the coastal beaches of Georgia and South Carolina. Our practice consists of a well trained staff that strive to provide superb customer service and compassionate patient care. Webb Animal Clinic is housed in a well equipped, 8,000 sq foot facility offering an in house lab station with chemistry, CBC, and electrolyte capabilities; exam rooms; consultation/euthanasia room; digital radiology; dentalair 3 unit; cryopen; continuous glucose monitoring system; endoscopy unit; and the new LOGIQe ultrasound machine with color flow and continual wave technology; state-of-the-art surgery suite with Engler positive pressure anesthesia delivery systems; pulse ox; ECG; BP monitor; and IV pumps. Many case opportunities in advanced internal medicine, soft tissue, and orthopedic surgeries. Benefits include paid licensing fees, organizational dues, health insurance, CE, paid vacation, and competitive salary with bonus system. Candidate must be self motivated, have excellent communication skills, and be a team player. Please email Dr. Joe Mckenzie at jhmdvm@comcast.net, Call Shay Williams, Practice Manager at 912-429-1192, or email webbanimalcliniceff@yahoo.com.

#### GEORGIA

Emergency Vet Wanted. NE Georgia, lake community. Competitive salary and benefits. Call Robert Hall, DVM at 678-772-8144.

#### SOUTH CAROLINA

seeking associate veterinarian to join us in a multidoctor, companion animal practice in the South Carolina low country. Located between Charleston and Summerville, in the progressive town of Ladson. College Park Road Veterinary Clinic is seeking an experienced team player dedicated to quality medicine and surgery in a caring, service oriented environment. Our facility is well equipped and supported by a dedicated, competent staff. Benefits include paid vacation; CE allowance; national, state, and local association dues; and health insurance. Salary based on experience and ability. Please call Dr. Joe Mckenzie at 912-232-5700, 912-660-3384, or email jhmdvm@ comcast.net.



#### VIRGINIA

Associate veterinarian needed full time for well established small animal practice in Northern, VA. Equipment includes full in-house laboratory, ultrasound, x-ray, dental equipment and Storz Endoscope. Reproduction experience a plus. New graduates are welcome to apply. Position includes sharing after hours reproduction emergency calls. Competitive salary. Please fax resume to 703-754-0533 or email clcac11@gmail.com.

dvm360.com Find it all here!





#### **PRACTICES FOR SALE OR LEASE**

#### NATIONAL



Lake Lanier Area – Small animal practice grossing \$610K+. Quality lifestyle in high trafficked location. Seasoned / experienced staff. Excellent opportunity. Call Mike Nelson, Nelson & Associates, 770-475-7559. Central GA – Small animal practice grossing \$550K+. Great opportunity in rapidly growing community. High tech practice – very well equipped. Call Mike Nelson, Nelson & Associates, 770-475-7559.

facebook.com/dvm360

twitter.com/dvm360



#### PRODUCTS

#### Continued from page 25



#### DermaZoo Pharma Ophthalmic wipes

DermaZoo Pharma has released TrisOphtho eye wipes for dogs, cats and horses. The product, which contains tris-EDTA, makes cleaning around eyes safe and easy for clients. The wipes contain a patent-pending formula that includes EDTA, tromethamine and 0.002 percent chlorhexidine. Tris-EDTA is alkalinizing and antimicrobial, plus it potentiates antibiotics and synergizes chlorhexidine's antimicrobial effect. Tris-Ophtho eye wipes are indicated for prevention and removal of tear stains, reducing odor and infection around the eye, and routine cleansing. Wipes may also be used to aid in the removal of salivary staining on feet.

For fastest response visit dermazoo.com

#### trepanion<sup>Th</sup> Medical insurance for your pet

#### Carestream

#### Mobile image viewing

Carestream's newest version of its Image Suite software now supports viewing of radiograph images on iPad devices. Users of the latest version of the software can add the tablet viewer option, while users of previous generations of software can upgrade to gain access. Image Suite delivers a flexible image acquisition, processing and storage platform that supports Carestream's wireless DRX-1 systems as well as CR imaging systems and optional mini-PACS.



It also offers Web-based patient scheduling, image review and reporting and flexible archiving solutions.

For fastest response visit carestream.com

#### DuPont Chemicals and Fluoroproducts PEDv disinfectant

DuPont Chemicals and Fluoroproducts has announced that Neogen, a farm biosecurity company, can now offer swine producers a proven disinfectant for



porcine epidemic diarrhea virus (PEDv): the DuPont Virkon S disinfectant. This product is proven to be effective against PEDv at a dilution rate of 1:600, in the presence of high organic content (5 percent) and at low temperatures (down to 5° C), reflecting its proven performance and suitability for real-world, on-farm conditions. Assessment of the safety of Virkon S shows that operators have no need for excessive personal protection during biosecurity procedures.

For fastest response visit neogen.com

#### Trupanion

#### Core policy changes

Trupanion, a medical insurance provider for pets, has introduced updates to its core policy. Policyholders will see an expanded core policy, improved coverage for intact pets, clarification of pre-existing conditions and dental coverage. The core policy now includes 10 treatments that were previously only offered through an additional care package (Rider A). Additionally, the company's Rider A package has been renamed the Recovery and Complementary Care Rider and includes seven treatments and therapies: acupuncture, behavioral modification, chiropractic, homeopathy, hydrotherapy, naturopathy and rehabilitative therapy. *For fastest response visit Trupanion.com.* 

Veterinary Economics (Print ISSN: 0042-4862, Digital ISSN: 2150-7392) is published monthly by Advanstar Communications Inc., 131 West First St., Duluth, MN 55802-2065. Subscription rates: one year \$43, two years \$66, three years \$100 in the United States and Possessions; \$60 for one year, \$117 for two years, \$162 for three years in Canada and Mexico; all other countries. Beriodicals postage paid at Unith, MN 55806 and additional mailing offices. POSINMSTER: Please est address: sharinges to *Vetrinary Economics*, PLO, bac Koldes (Duluth, MN 55800-6606. Canada, MA) and S12 in all and the morther 40612008. Return undeliverable Canadian addresses to IMEX Global Solutions PD Box 25542 London, ON NGC 682 CANADA. Printeriary Economics, PLO, bac Koldes (Duluth, MN 55800-6606. Canada, MA) and S12 in all and the morther 40612008. Return undeliverable Canadian addresses to IMEX Global Solutions PD Box 25542 London, ON NGC 682 CANADA. Printeriary Economics, PLO, bac Koldes (Duluth, MN 55800-6606. Canada, Addresses to Metarinary Economications in c. all rights reserved. No part of this publication may be reprodued or transmitted in any form y any means, electronic or mechanical including by photocopy, recording, or information storage and retrieval without permission in writing from the publisher. Authorization to photocopy items for internal/educational or personal use of specific clients is granted by Advanstar Communications inc. (To fibrariae sand other users registered with the Copright) Clearance Center, 222 Rosewood Dr. Danvers, MA 01923, 978-760-4901 fav 978-646-8700 or wish they/new.copright. Communications inc. and a customer is anne, addresses, phone numbers, and e-mail addresses to third paries who wish to promote request to Permission Dept. fax 440-756-525 or email: meanon@advanstar.com.Advanstar's lists. Outside the Uhited States, please call (216) 740-6477. Veterinary Economics does not verify any claims or other information angebrain on advance and the reserves and the users registered with the Advanstar's c

#### HOT button

## Gone too soon? When ETHICS and EUTHANASIA CONFLICT



Dr. Andrew Rollo is a Veterinary Economics Editorial Advisory Board member and an associate at Madison Veterinary Hospital in Michigan.

There are bound to be shades of gray in difficult decisions, but is euthanasia too often the end result?

was speaking with a friend the other day who always shows an interest in what I do. I told him about a sad case in which I euthanized a healthy 1.5-year-old Great Dane mix because of the dog's unpredictable aggression. The pet was a rescue that bonded quickly with its owner—so much so that there was destructive behavior when the owner left the house. A few attempts of anti-depressants only made the problem worse. So the owner made adjustments and only went places where she could take the dog.

Unfortunately, anxiety turned to aggression at first with other large dogs, but then with any dog daring to walk in front of the house. The Great Dane would turn into the Incredible Hulk, and the window, blinds and anyone in the vicinity would pay the price. One day the owner's

#### When do you euthanize a healthy animal if ever? Marc Rosenberg, DVM,

offers additional insight at dvm360.com/ euthanasiaethics. grandson was a little too close when a dog walked by and he got the brunt end of the aggression. The owner told herself it was a fluke and that she would make sure the grandchildren don't play near him or the windows. But one day he wouldn't come out of his Mr. Hyde personality and bit the owner.

With no one she felt she could give him to and

without the financial means to pursue consultation with a veterinary behavioral specialist, she felt she had only one choice. After a long conversation, as difficult as it was, I agreed.

After telling my friend this story, he asked about removing all of the dog's teeth. Wouldn't that make him less of a threat and therefore allow him to stay alive and in the home? I told him that would be unethical. Certainly there are dogs that lose their teeth because of dental disease or an immune-mediated reaction to tartar and need to have them all pulled. But removing all the teeth from a dog with a healthy mouth is something we simply don't do. I explained that a dog without teeth doesn't become harmless; the dog can scratch or knock someone down, especially one this size.

Our conversation did get me thinking, do veterinary ethics bring us too soon to premature euthanasia? Should a dog be debarked that won't stop barking in an apartment no matter what the owner tries? There are scratching cats that keep their homes and lives when they're declawed. But in Europe and Australia, veterinary ethics have made this illegal. In some areas here, our widely recommended procedure to spay and neuter dogs and cats is deemed unacceptable and even unethical.

For some of these issues, there will never be a black-or-white answer. The least we can do is talk about them and push the envelope in areas where it can be pushed. **VE**  "That's just my [supressed immune system. ELEVATED HEART RATE. ABNORMAL RESPIRATORY RATE. GI UPSET. HORMONE CHANGES. INAPPETANCE.] stress coming out."

## Starta new dialogue about behavior then start new Zylkene.

**Because your patients aren't just stressed out. They're stressed within**. Your clients don't realize behavior problems aren't just stress-related, they're health-related too. You're the life line for answers and new Zylkene is your first line:



- <sup>2</sup> The only veterinary nutraceutical with alpha-casozepine, a safe and natural ingredient derived from casein, a milk protein with calming properties
- Clinically proven for behavioral problem management without drowsiness or sedation
- Indicated for situational stress or chronic anxiety in dogs or cats
- Palatable, once-daily formulation in three sizes

Learn more at vetoquinolusa.com/zylkene or call 800-267-5707.

Relax, you've got **Zylkene**<sup>®</sup>

ylkene is a registered trademark of Vétoguinol. ©2014 Vétoguinol 7/2014

Vétoquinol a Sign of Passion

#### Wells Fargo Practice Finance

## Here to help you every step of the way





Whether you're preparing for ownership or planning for growth, Wells Fargo Practice Finance can help you achieve your practice goals:

- Up to 100% financing to help acquire, start, or expand your practice
- Competitive fixed rates with preferred pricing for AAHA members
- Complimentary business planning tools, educational resources, and practice management consulting to help you succeed throughout your career

To get started, call **1-866-4MY-PAWS (1-866-469-7297)**. To request your **free Practice Growth Kit**, visit **visit wellsfargo.com/veterinaryeconomics**.



Wells Fargo Practice Finance is the only practice lender recommended by the American Animal Hospital Association.



Is now the time to expand, remodel or upgrade your veterinary practice?

Get the facts with a **free Practice Growth Kit**, including our latest issue of *Strategies for Success* and easy-to-use Project Planner.

#### Together we'll go far



All financing is subject to credit approval. All trademarks are the property of their respective owners. © 2014 Wells Fargo Bank, N.A. All rights reserved. Wells Fargo Practice Finance is a division of Wells Fargo Bank, N.A.