FOR BHF USE

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IMPORTANT NOTICE
THIS AGENCY IS REQUESTING DISCLOSURE OF INFORMATION THAT IS NECESSARY TO ACCOMPLISH THE STATUTORY PURPOSE AS OUTLINED IN 210 ILCS 45/3-208. DISCLOSURE OF THIS INFORMATION IS MANDATORY. FAILURE TO PROVIDE ANY INFORMATION ON OR BEFORE THE DUE DATE WILL RESULT IN CESSATION OF PROGRAM PAYMENTS. THIS FORM HAS BEEN APPROVED BY THE FORMS MANAGEMENT CENTER.

2011
STATE OF ILLINOIS
DEPARTMENT OF HEALTHCARE AND FAMILY SERVICES
FINANCIAL AND STATISTICAL REPORT (COST REPORT)
FOR LONG-TERM CARE FACILITIES
(FISCAL YEAR 2011)

I. IDPH License ID Number: 0037507

Facility Name: Sherman West Court

Address: 1950 Larkin Avenue (Number) Elgin (City) 60123-5843 (Zip Code)

County: Kane

Telephone Number: (847) 742-7070 **Fax #** (847) 742-7248

HFS ID Number:

Date of Initial License for Current Owners: 02/18/91

Type of Ownership:

X	VOLUNTARY,NON-PROFIT		PROPRIETARY		GOVERNMENTAL
X	Charitable Corp.		Individual		State
	Trust		Partnership		County
IRS Exemption Code 501 (c)(3)			Corporation		Other
			"Sub-S" Corp.		
			Limited Liability Co.		
			Trust		
			Other		

In the event there are further questions about this report, please contact:
Name: Michael W. Martin **Telephone Number:** (217) 258-8888
Email Address:

II. CERTIFICATION BY AUTHORIZED FACILITY OFFICER

I have examined the contents of the accompanying report to the State of Illinois, for the period from 5/1/10 to 4/30/11 and certify to the best of my knowledge and belief that the said contents are true, accurate and complete statements in accordance with applicable instructions. Declaration of preparer (other than provider) is based on all information of which preparer has any knowledge.

Intentional misrepresentation or falsification of any information in this cost report may be punishable by fine and/or imprisonment.

Officer or Administrator of Provider
(Signed) (Date)
(Type or Print Name)
(Title)

Paid Preparer
(Signed) SEE ACCOUNTANTS' COMPILATION REPORT (Date)
(Print Name and Title)
(Firm Name & Address) McGladrey & Pullen, LLP, 20 N. Martingale Road, Ste. 500, Schaumburg, IL 60173
(Telephone) (847) 517-7070 Fax # (847) 517-7067

MAIL TO: BUREAU OF HEALTH FINANCE
ILLINOIS DEPT OF HEALTHCARE AND FAMILY SERVICES
201 S. Grand Avenue East
Springfield, IL 62763-0001 Phone # (217) 782-1630

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

III. STATISTICAL DATA

A. Licensure/certification level(s) of care; enter number of beds/bed days, (must agree with license). Date of change in licensed beds 8/1/2010

	1 Beds at Beginning of Report Period	2 Licensure Level of Care	3 Beds at End of Report Period	4 Licensed Bed Days During Report Period	
1	120	Skilled (SNF)	112	41,616	1
2		Skilled Pediatric (SNF/PED)			2
3		Intermediate (ICF)			3
4		Intermediate/DD			4
5		Sheltered Care (SC)			5
6		ICF/DD 16 or Less			6
7	120	TOTALS	112	41,616	7

B. Census-For the entire report period.

	1 Level of Care	2 Patient Days by Level of Care and Primary Source of Payment: Medicaid Recipient	3 Private Pay	4 Other	5 Total	
8	SNF		128	15,356	15,484	8
9	SNF/PED					9
10	ICF	3,173	10,729	355	14,257	10
11	ICF/DD					11
12	SC					12
13	DD 16 OR LESS					13
14	TOTALS	3,173	10,857	15,711	29,741	14

C. Percent Occupancy. (Column 5, line 14 divided by total licensed bed days on line 7, column 4.) 71.47%

D. How many bed-hold days during this year were paid by the Department?
None (Do not include bed-hold days in Section B.)

E. List all services provided by your facility for non-patients.
(E.g., day care, "meals on wheels", outpatient therapy)
None

F. Does the facility maintain a daily midnight census? Yes

G. Do pages 3 & 4 include expenses for services or investments not directly related to patient care?
YES [X] NO [ ] Note : Non-allowable costs have been eliminated in Schedule V, Column 7.

H. Does the BALANCE SHEET (page 17) reflect any non-care assets?
YES [ ] NO [X]

I. On what date did you start providing long term care at this location?
Date started 2/18/91

J. Was the facility purchased or leased after January 1, 1978?
YES [X] Date 2/18/91 NO [ ]

K. Was the facility certified for Medicare during the reporting year?
YES [X] NO [ ] If YES, enter number of beds certified 56 and days of care provided 13,569

Medicare Intermediary National Government Services

IV. ACCOUNTING BASIS

ACCRUAL [X] MODIFIED CASH* [ ] CASH* [ ]

Is your fiscal year identical to your tax year? YES [X] NO [ ]

Tax Year: 4/30/11 Fiscal Year: 4/30/11

* All facilities other than governmental must report on the accrual basis.

SEE ACCOUNTANTS' COMPILATION REPORT

Sherman West Court
Facility #0037507
4/30/2011

Schedule 2A

Bed Days Computation

	# of beds	# of Days 5/1/10 - 7/31/10	Bed Days Available	
Skilled (SNF)	**120**	92	11,040	A

	# of beds	# of Days 8/1/10 - 4/30/11	Bed Days Available	
Skilled (SNF)	**112**	273	30,576	A

TOTAL BED DAYS AVAILABLE

Sum of A	Skilled (SNF)	**41,616**

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

V. COST CENTER EXPENSES (throughout the report, please round to the nearest dollar)

	Operating Expenses	Costs Per General Ledger				Reclass-ification	Reclassified Total	Adjust-ments	Adjusted Total	FOR BHF USE ONLY		
		Salary/Wage	Supplies	Other	Total							
	A. General Services	1	2	3	4	5	6	7	8	9	10	
1	Dietary		105,447		105,447		105,447	285,837	391,284			1
2	Food Purchase		174,526		174,526		174,526	(2,941)	171,585			2
3	Housekeeping		23,051		23,051		23,051	125,283	148,334			3
4	Laundry		6,265		6,265		6,265	51,340	57,605			4
5	Heat and Other Utilities			166,189	166,189		166,189		166,189			5
6	Maintenance			127,328	127,328		127,328	106,682	234,010			6
7	Other (specify):*											7
8	TOTAL General Services		309,289	293,518	602,806		602,806	566,201	1,169,007			8
	B. Health Care and Programs											
9	Medical Director			30,550	30,550		30,550		30,550			9
10	Nursing and Medical Records	1,354,939	249,630	1,466,605	3,071,174		3,071,174	(128,429)	2,942,745			10
10a	Therapy							1,263,396	1,263,396			10a
11	Activities							93,974	93,974			11
12	Social Services							83,825	83,825			12
13	CNA Training											13
14	Program Transportation											14
15	Other (specify):*											15
16	TOTAL Health Care and Programs	1,354,939	249,630	1,497,155	3,101,724		3,101,724	1,312,766	4,414,490			16
	C. General Administration											
17	Administrative			54,133	54,133		54,133	49,075	103,208			17
18	Directors Fees											18
19	Professional Services			86,253	86,253		86,253	1,305	87,558			19
20	Dues, Fees, Subscriptions & Promotions			18,508	18,508		18,508	10,000	28,508			20
21	Clerical & General Office Expenses	2,536,868	7,197	68,977	2,613,042		2,613,042	(1,733,517)	879,525			21
22	Employee Benefits & Payroll Taxes			685,900	685,900		685,900		685,900			22
23	Inservice Training & Education											23
24	Travel and Seminar			4,487	4,487		4,487	(105)	4,382			24
25	Other Admin. Staff Transportation			3,852	3,852		3,852		3,852			25
26	Insurance-Prop.Liab.Malpractice			327,207	327,207		327,207		327,207			26
27	Other (specify):*											27
28	TOTAL General Administration	2,536,868	7,197	1,249,317	3,793,382		3,793,382	(1,673,242)	2,120,140			28
29	TOTAL Operating Expense (sum of lines 8, 16 & 28)	3,891,808	566,116	3,039,989	7,497,913		7,497,913	205,725	7,703,638			29

*Attach a schedule if more than one type of cost is included on this line, or if the total exceeds $1000.

SEE ACCOUNTANTS' COMPILATION REPORT

NOTE: Include a separate schedule detailing the reclassifications made in column 5. Be sure to include a detailed explanation of each reclassification.

Facility Name & ID Number Sherman West Court #0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

V. COST CENTER EXPENSES (continued)

	Capital Expense	Cost Per General Ledger				Reclass-ification	Reclassified Total	Adjust-ments	Adjusted Total	FOR BHF USE ONLY		
		Salary/Wage	Supplies	Other	Total							
	D. Ownership	1	2	3	4	5	6	7	8	9	10	
30	Depreciation			193,641	193,641		193,641	76,279	269,920			30
31	Amortization of Pre-Op. & Org.											31
32	Interest			271,079	271,079		271,079	(3,466)	267,613			32
33	Real Estate Taxes											33
34	Rent-Facility & Grounds											34
35	Rent-Equipment & Vehicles			26,126	26,126		26,126		26,126			35
36	Other (specify):*											36
37	**TOTAL Ownership**			490,846	490,846		490,846	72,813	563,659			37
	Ancillary Expense											
	E. Special Cost Centers											
38	Medically Necessary Transportation			7,033	7,033		7,033		7,033			38
39	Ancillary Service Centers		899,300		899,300		899,300		899,300			39
40	Barber and Beauty Shops											40
41	Coffee and Gift Shops											41
42	Provider Participation Fee			62,424	62,424		62,424		62,424			42
43	Other (specify):* **Non-Allow Costs**			237,651	237,651		237,651	(237,651)	0			43
44	**TOTAL Special Cost Centers**		899,300	307,108	1,206,408		1,206,408	(237,651)	968,757			44
45	**GRAND TOTAL COST (sum of lines 29, 37 & 44)**	3,891,808	1,465,416	3,837,943	9,195,167		9,195,167	40,887	9,236,054			45

***Attach a schedule if more than one type of cost is included on this line, or if the total exceeds $1000.**

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

VI. ADJUSTMENT DETAIL

A. The expenses indicated below are non-allowable and should be adjusted out of Schedule V, pages 3 or 4 via column 7. In column 2 below, reference the line on which the particular cost was included. (See instructions.)

	NON-ALLOWABLE EXPENSES	1 Amount	2 Refer-ence	3 BHF USE ONLY	
1	Day Care	$		$	1
2	Other Care for Outpatients				2
3	Governmental Sponsored Special Programs				3
4	Non-Patient Meals	(2,941)	2		4
5	Telephone, TV & Radio in Resident Rooms				5
6	Rented Facility Space				6
7	Sale of Supplies to Non-Patients				7
8	Laundry for Non-Patients				8
9	Non-Straightline Depreciation	11,560	30		9
10	Interest and Other Investment Income	(3,466)	32		10
11	Discounts, Allowances, Rebates & Refunds				11
12	Non-Working Officer's or Owner's Salary				12
13	Sales Tax				13
14	Non-Care Related Interest				14
15	Non-Care Related Owner's Transactions				15
16	Personal Expenses (Including Transportation)				16
17	Non-Care Related Fees				17
18	Fines and Penalties				18
19	Entertainment	(1,991)	43		19
20	Contributions				20
21	Owner or Key-Man Insurance				21
22	Special Legal Fees & Legal Retainers	(19,262)	19		22
23	Malpractice Insurance for Individuals				23
24	Bad Debt	(141,546)	43		24
25	Fund Raising, Advertising and Promotional	(45,650)	43		25
26	Income Taxes and Illinois Personal Property Replacement Tax				26
27	CNA Training for Non-Employees				27
28	Yellow Page Advertising	(382)	21		28
29	Other-Attach Schedule See Pg 5A	(51,397)	Var.		29
30	**SUBTOTAL (A): (Sum of lines 1-29)**	$ (255,075)		$	30

BHF USE ONLY									
48		49		50		51		52	

B. If there are expenses experienced by the facility which do not appear in the general ledger, they should be entered below.(See instructions.)

		1 Amount	2 Reference	
31	Non-Paid Workers-Attach Schedule*	$		31
32	Donated Goods-Attach Schedule*			32
33	Amortization of Organization & Pre-Operating Expense			33
34	Adjustments for Related Organization Costs (Schedule VII)	295,962		34
35	Other- Attach Schedule			35
36	**SUBTOTAL (B): (sum of lines 31-35)**	$ 295,962		36
37	**TOTAL ADJUSTMENTS (sum of SUBTOTALS (A) and (B))**	$ 40,887		37

***These costs are only allowable if they are necessary to meet minimum licensing standards. Attach a schedule detailing the items included on these lines.**

C. Are the following expenses included in Sections A to D of pages 3 and 4? If so, they should be reclassified into Section E. Please reference the line on which they appear before reclassification. (See instructions.)

		1 Yes	2 No	3 Amount	4 Reference	
38	Medically Necessary Transport.		X	$		38
39						39
40	Gift and Coffee Shops		X			40
41	Barber and Beauty Shops		X			41
42	Laboratory and Radiology		X			42
43	Prescription Drugs		X			43
44						44
45	Other-Attach Schedule		X			45
46	Other-Attach Schedule		X			46
47	**TOTAL (C): (sum of lines 38-46)**			$		47

SEE ACCOUNTANTS' COMPILATION REPORT

Sherman West Court

ID# 0037507

Report Period Beginning: 5/1/10

Ending: 4/30/11

	NON-ALLOWABLE EXPENSES	Amount	Sch. V Line Reference	
1	Disallow Reference Lab Expense	$ (40,799)	43	1
2	Disallow Residents Clothing Expense	(2,955)	43	2
3	Offset Code Alert Income against Related Exp	(365)	10	3
4	Offset Misc Inc against Misc Exp	(1,004)	21	4
5				5
6				6
7	Reclass salaries to correct cost center	272,615	1	7
8	Reclass salaries to correct cost center	125,283	3	8
9	Reclass salaries to correct cost center	51,340	4	9
10	Reclass salaries to correct cost center	91,463	6	10
11	Reclass salaries to correct cost center	1,198,034	10	11
12	Reclass salaries to correct cost center	87,325	11	12
13	Reclass salaries to correct cost center	83,825	12	13
14	Reclass salaries to correct cost center	103,208	17	14
15	Reclass salaries to correct cost center	(2,013,093)	21	15
16	Reclass purchased services to correct cost centers	13,222	1	16
17	Reclass purchased services to correct cost centers	15,219	6	17
18	Reclass purchased services to correct cost centers	(1,326,098)	10	18
19	Reclass purchased services to correct cost centers	6,649	11	19
20	Reclass purchased services to correct cost centers	1,263,396	10A	20
21	Reclass purchased services to correct cost centers	22,047	19	21
22	Reclass purchased services to correct cost centers	5,565	21	22
23				23
24	Disallow Satellite Earth Terminal	(4,710)	43	24
25	Disallow Data Processing Accrual	(1,480)	19	25
26	Disallow Non-Allowable Travel & Seminar Exp.	(84)	19	26
27				27
28				28
29				29
30				30
31				31
32				32
33				33
34				34
35				35
36				36
37				37
38				38
39				39
40				40
41				41
42				42
43				43
44				44
45				45
46				46
47				47
48				48
49	**Total**	(51,397)		49

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

VII. RELATED PARTIES

A. Enter below the names of ALL owners and related organizations (parties) as defined in the instructions. Use Page 6-Supplemental as necessary.

1 OWNERS		2 RELATED NURSING HOMES		3 OTHER RELATED BUSINESS ENTITIES		
Name	Ownership %	Name	City	Name	City	Type of Business
Sherman Health Systems	100	N/A		Sherman Hospital	Elgin	Hospital
				Sherman Home Care Partners	Elgin	Home Health Agency
				Sherman Health Systems	Elgin	Management Co.

B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth. [X] YES [ ] NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

1 Schedule V		2 Line	3 Cost Per General Ledger Item	4 Amount	5 Cost to Related Organization Name of Related Organization	6 Percent of Ownership	7 Operating Cost of Related Organization	8 Difference: Adjustments for Related Organization Costs (7 minus 4)	
1	V	17	Management Fees	$ 54,133	Sherman Health Systems	100.00%	$	$ (54,133)	1
2	V	21	Administrative Expense		Sherman Health Systems	100.00%	285,376	285,376	2
3	V	30	Depreciation Expense		Sherman Health Systems	100.00%	64,719	64,719	3
4	V								4
5	V								5
6	V								6
7	V								7
8	V								8
9	V								9
10	V								10
11	V								11
12	V								12
13	V								13
14	Total			$ 54,133			$ 350,095	$ * 295,962	14

* Total must agree with the amount recorded on line 34 of Schedule VI.

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

VII. RELATED PARTIES (continued)

C. Statement of Compensation and Other Payments to Owners, Relatives and Members of Board of Directors.

NOTE: ALL owners (even those with less than 5% ownership) and their relatives who receive any type of compensation from this home must be listed on this schedule.

	1	2	3	4	5	6		7		8	
	Name	Title	Function	Ownership Interest	Compensation Received From Other Nursing Homes*	Average Hours Per Work Week Devoted to this Facility and % of Total Work Week		Compensation Included in Costs for this Reporting Period**		Schedule V. Line & Column Reference	
						Hours	Percent	Description	Amount		
1	Michael Kenyon	Chairman	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fee	$ 1,000	L21, C3	1
2	Earl W. Lamp	Treasurer	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	500	L21, C3	2
3	Al Pagorski	Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	1,000	L21, C3	3
4	Ronald Pavlik	Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	750	L21, C3	4
5	Richard Floyd	Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	0	L21, C3	5
6	Dr. Michael Grassi	Medical Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	750	L21, C3	6
7	Dr. Todd Gephart	Medical Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	750	L21, C3	7
8	Tom Nitz	Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	0	L21, C3	8
9	Lois Oberst	Elgin Women's Club	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	750	L21, C3	9
10	Audrey Reed	Director	Board Member	None	None	Less than 1	Less than 1	Board Mtg Fees	0	L21, C3	10
11											11
12											12
13								TOTAL	$ 5,500		13

* If the owner(s) of this facility or any other related parties listed above have received compensation from other nursing homes, attach a schedule detailing the name(s) of the home(s) as well as the amount paid. THIS AMOUNT MUST AGREE TO THE AMOUNTS CLAIMED ON THE THE OTHER NURSING HOMES' COST REPORTS.

** This must include all forms of compensation paid by related entities and allocated to Schedule V of this report (i.e., management fees). FAILURE TO PROPERLY COMPLETE THIS SCHEDULE INDICATING ALL FORMS OF COMPENSATION RECEIVED FROM THIS HOME, ALL OTHER NURSING HOMES AND MANAGEMENT COMPANIES MAY RESULT IN THE DISALLOWANCE OF SUCH COMPENSATION

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

VIII. ALLOCATION OF INDIRECT COSTS

A. Are there any costs included in this report which were derived from allocations of central office or parent organization costs? (See instructions.) YES [X] NO [ ]

B. Show the allocation of costs below. If necessary, please attach worksheets.

Name of Related Organization: Sherman Health Systems
Street Address: 1019 East Chicago Street
City / State / Zip Code: Elgin, IL 60120-6822
Phone Number: (847) 608-6114
Fax Number: (847) 608-6117

	1 Schedule V Line Reference	2 Item	3 Unit of Allocation (i.e.,Days, Direct Cost, Square Feet)	4 Total Units	5 Number of Subunits Being Allocated Among	6 Total Indirect Cost Being Allocated	7 Amount of Salary Cost Contained in Column 6	8 Facility Units	9 Allocation (col.8/col.4)x col.6	
1	21	Administrative Expense	Accumulated Costs	277,563,700	3	$ 8,748,939	$	9,053,621	$ 285,376	1
2	30	Depreciation Expense	Accumulated Costs	277,563,700	3	1,984,141		9,053,621	64,719	2
3										3
4										4
5										5
6										6
7										7
8										8
9										9
10										10
11										11
12										12
13										13
14										14
15										15
16										16
17										17
18										18
19										19
20										20
21										21
22										22
23										23
24										24
25	TOTALS					$ 10,733,080	$		$ 350,095	25

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE

A. Interest: (Complete details must be provided for each loan - attach a separate schedule if necessary.)

	1	2		3	4	5	6	7	8	9	10	
	Name of Lender	Related** YES	Related** NO	Purpose of Loan	Monthly Payment Required	Date of Note	Amount of Note Original	Amount of Note Balance	Maturity Date	Interest Rate (4 Digits)	Reporting Period Interest Expense	
	A. Directly Facility Related Long-Term											
1	Illinois Health Facilities		X	Refinance Construction	$24,326.00	10/15/97	$ 4,736,121	$ 4,775,818	8/20/27	Various	$ 271,079	1
2	Authority			Bond								2
3												3
4												4
5												5
	Working Capital											
6												6
7												7
8												8
9	TOTAL Facility Related				$24,326.00		$ 4,736,121	$ 4,775,818			$ 271,079	9
	B. Non-Facility Related*											
10								Interest Income Offset			(3,466)	10
11												11
12												12
13												13
14	TOTAL Non-Facility Related						$	$			$ (3,466)	14
15	TOTALS (line 9+line14)						$ 4,736,121	$ 4,775,818			$ 267,613	15

16) Please indicate the total amount of mortgage insurance expense and the location of this expense on Sch. V. $ N/A Line # N/A

* Any interest expense reported in this section should be adjusted out on page 5, line 14 and, consequently, page 4, col. 7. (See instructions.)

SEE ACCOUNTANTS' COMPILATION REPORT

** If there is ANY overlap in ownership between the facility and the lender, this must be indicated in column 2. (See instructions.)

Facility Name & ID Number Sherman West Court # 0037507 **Report Period Beginning:** 5/1/10 **Ending:** 4/30/11

IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE (continued)

B. Real Estate Taxes

1. Real Estate Tax accrual used on 2010 report.	**Important, please see the next worksheet, "RE_Tax". The real estate tax statement and bill must accompany the cost report.**	$	1
2. Real Estate Taxes paid during the year: (Indicate the tax year to which this payment applies. If payment covers more than one year, detail below.)	**2010**	$	2
3. Under or (over) accrual (line 2 minus line 1).		$	3
4. Real Estate Tax accrual used for 2011 report. (Detail and explain your calculation of this accrual on the lines below.)		$	4
5. Direct costs of an appeal of tax assessments which has NOT been included in professional fees or other general operating costs on Schedule V, sections A, B or C. **(Describe appeal cost below. Attach copies of invoices to support the cost and a copy of the appeal filed with the county.**		$	5
6. Subtract a refund of real estate taxes. You must offset the full amount of any direct appeal costs classified as a real estate tax cost plus one-half of any remaining refund. **TOTAL REFUND $ For Tax Year.** **(Attach a copy of the real estate tax appeal board's decision.)**		$	6
7. Real Estate Tax expense reported on Schedule V, line 33. This should be a combination of lines 3 thru 6.		$	7

Real Estate Tax History:

Real Estate Tax Bill for Calendar Year:		
	2006	8
	2007	9
	2008	10
	2009	11
	2010	12

Facility is exempt from real estate taxes

FOR BHF USE ONLY

13	FROM R. E. TAX STATEMENT FOR 2010	$	13
14	PLUS APPEAL COST FROM LINE 5	$	14
15	LESS REFUND FROM LINE 6	$	15
16	AMOUNT TO USE FOR RATE CALCULATION	$	16

NOTES:

1. **Please indicate a negative number by use of brackets( ). Deduct any overaccrual of taxes from prior year.**
2. **If facility is a non-profit which pays real estate taxes, you must attach a denial of an application for real estate tax exemption unless the building is rented from a for-profit entity.**
   This denial must be no more than four years old at the time the cost report is filed.

2010 LONG TERM CARE REAL ESTATE TAX STATEMENT

FACILITY NAME Sherman West Court COUNTY Kane

FACILITY IDPH LICENSE NUMBER 0037507

CONTACT PERSON REGARDING THIS REPORT Carolyn Cekal

TELEPHONE (224) 783-1217 FAX #: (847) 742-7248

A. **Summary of Real Estate Tax Cost**

Enter the tax index number and real estate tax assessed for 2010 on the lines provided below. Enter only the portion of the cost that applies to the operation of the nursing home in Column D. Real estate tax applicable to any portion of the nursing home property which is vacant, rented to other organizations, or used for purposes other than long term care must not be entered in Column D. Do not include cost for any period other than calendar year 2010.

	(A) Tax Index Number	(B) Property Description	(C) Total Tax	(D) Tax Applicable to Nursing Home
1.	Facility is exempt from real estate taxes		$	$
2.			$	$
3.			$	$
4.			$	$
5.			$	$
6.			$	$
7.			$	$
8.			$	$
9.			$	$
10.			$	$
		TOTALS	$	$

B. **Real Estate Tax Cost Allocations**

Does any portion of the tax bill apply to more than one nursing home, vacant property, or property which is not directly used for nursing home services? _____ YES X NO

If YES, attach an explanation and a schedule which shows the calculation of the cost allocated to the nursing home. (Generally the real estate tax cost must be allocated to the nursing home based upon sq. ft. of space used.)

C. **Tax Bills**

Attach a copy of the original 2010 tax bills which were listed in Section A to this statement. Be sure to use the 2010 tax bill which is normally paid during 2011.

PLEASE NOTE: ***Payment information from the Internet*** or otherwise is ***not considered acceptable tax bill documentation*** . Facilities located in Cook County are required to provide copies of their original **second installment** tax bill.

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

X. BUILDING AND GENERAL INFORMATION:

A. Square Feet: 40,260 B. General Construction Type: Exterior Brick Frame Wood/Masonry Number of Stories One

C. Does the Operating Entity? [X] (a) Own the Facility [ ] (b) Rent from a Related Organization. [ ] (c) Rent from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI. Those checking (c) may complete Schedule XI or Schedule XII-A. See instructions.)

D. Does the Operating Entity? [X] (a) Own the Equipment [ ] (b) Rent equipment from a Related Organization. [X] (c) Rent equipment from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI-C. Those checking (c) may complete Schedule XI-C or Schedule XII-B. See instructions.)

E. List all other business entities owned by this operating entity or related to the operating entity that are located on or adjacent to this nursing home's grounds (such as, but not limited to, apartments, assisted living facilities, day training facilities, day care, independent living facilities, CNA training facilities, etc.) List entity name, type of business, square footage, and number of beds/units available (where applicable).

None

F. Does this cost report reflect any organization or pre-operating costs which are being amortized? [ ] YES [ ] NO
If so, please complete the following:

1. Total Amount Incurred: N/A
2. Number of Years Over Which it is Being Amortized: N/A
3. Current Period Amortization: N/A
4. Dates Incurred: N/A

Nature of Costs: N/A
(Attach a complete schedule detailing the total amount of organization and pre-operating costs.)

XI. OWNERSHIP COSTS:

A. Land.

	1 Use	2 Square Feet	3 Year Acquired	4 Cost	
1	Resident Care	115,500	1991	$ 504,179	1
2					2
3	TOTALS	115,500		$ 504,179	3

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XI. OWNERSHIP COSTS (continued)

B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.

	1 Beds*	FOR BHF USE ONLY	2 Year Acquired	3 Year Constructed	4 Cost	5 Current Book Depreciation	6 Life in Years	7 Straight Line Depreciation	8 Adjustments	9 Accumulated Depreciation	
4	112		1991	1991	$ 2,486,860	$ 62,171	40	$ 62,171	$	$ 1,256,380	4
5											5
6											6
7											7
8											8
	Improvement Type**										
9	Building Improvements			1991	99,031		5			99,031	9
10	Building Improvements			1991	219,089		10			219,089	10
11	Building Improvements			1991	205,843		15			205,843	11
12	Building Improvements			1991	826,676	32,720	20	32,720		826,676	12
13	Building Improvements			1991	91,155	3,646	25	3,646		73,681	13
14	Building Improvements			1991	21,960		10			21,960	14
15	Building Improvements			1991	3,398		15			3,398	15
16	Building Improvements			1992	22,980		10			22,980	16
17	Building Improvements			1992	2,000		15			2,000	17
18	Building Improvements			1993	962		5			962	18
19	Building Improvements			1993	13,219		10			13,219	19
20	Building Improvements			1993	3,750		15			3,750	20
21	Building Improvements			1993	14,525	50	20	726	676	12,706	21
22	Building Improvements			1994	6,951	348	20	348		5,739	22
23	Carpet Tiles			1995	1,500		10			1,500	23
24	Sliding Doors			1996	3,345		10			3,345	24
25	Resurface Parking Lot			1996	4,800		5			4,800	25
26	Carpeting			1997	3,930		5			3,930	26
27	Carpet/tile Base			1997	12,580		5			12,580	27
28	Kickplates			1997	4,165		5			4,165	28
29	Carpet Living Room			1998	4,340		10			4,340	29
30	Cement Board & Ceramic Tile			1999	4,475		10			4,480	30
31	Wallpaper			1999	1,819		5			1,819	31
32	Landscaping			1999	893		5			893	32
33	Construction contract for new entrance & nursing station			1999	938,914	23,473	40	23,473		279,235	33
34	Kitchen Wall Boards			2000	1,365		5			1,365	34
35	Parking Lot Improvements			2000	52,250	3,483	30	1,742	(1,741)	19,162	35
36	Purchasing Department Ceiling Light Fixtures			2000	1,967		10			1,967	36

*Total beds on this schedule must agree with page 2.

See Page 12A, Line 70 for total

**Improvement type must be detailed in order for the cost report to be considered complete

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XI. OWNERSHIP COSTS (continued)

B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.

	1 Improvement Type**	3 Year Constructed	4 Cost	5 Current Book Depreciation	6 Life in Years	7 Straight Line Depreciation	8 Adjustments	9 Accumulated Depreciation	
37	Carpeting	2002	$ 19,785	$	5	$	$	$ 19,785	37
38	Wallpaper	2002	19,893		5			19,893	38
39	Roofing	2001	1,400	140	10	140		1,330	39
40	Door	2001	1,125	75	15	75		713	40
41	Carpeting	2003	5,732		5			5,732	41
42	Carpeting	2003	1,855		5			2,040	42
43	Wiring for therapy rooms	2003	4,431	443	10	443		3,766	43
44	HVAC upgrade and testing	2003	52,902	3,527	15	3,527		29,980	44
45	Fire sprinklers	2003	12,149	607	20	607		5,160	45
46	HVAC upgrade and testing	2003	51,875	4,589	10	5,188	599	46,704	46
47	Light fixtures and wiring for cafeteria	2004	3,967	397	10	397		2,977	47
48	Wallpaper	2004	6,868		5			7,557	48
49	Vent pipe	2004	1,068		5			1,068	49
50	Vinyl base	2004	900		5			900	50
51	HVAC upgrade and testing	2004	8,909		15	594	594	4,455	51
52	Door holder	2004	1,046	71	15	70	(1)	525	52
53	Circuit breaker	2004	2,250		15	150	150	1,125	53
54	Door plate	2004	2,053		15	137	137	1,027	54
55	Sewer line and trap	2004	2,940		15	196	196	1,472	55
56	Drapes	2005	5,817		5			5,817	56
57	Carpeting	2005	11,175		5			11,175	57
58	Carpeting	2005	9,400	940	10	940		6,110	58
59	Light fixtures and wiring	2005	8,667	867	10	867		5,634	59
60	Sign for dining room	2005	2,039	204	10	204		1,326	60
61	Fire system	2005	12,230	815	15	815		4,891	61
62	Sewer line	2005	2,950	118	25	118		767	62
63									63
64	Fire Doors - 4	2006	5,670	378	15	378		2,079	64
65	Dining room doors/closures	2006	1,785	119	15	119		655	65
66	Cement sidewalk ramp	2006	1,950	130	15	130		715	66
67	Exit lights - 4	2006	3,600	240	15	240		1,320	67
68									68
69									69
70	TOTAL (lines 4 thru 69)		$ 5,321,173	$ 139,551		$ 140,160	$ 609	$ 3,307,693	70

SEE ACCOUNTANTS' COMPILATION REPORT

**Improvement type must be detailed in order for the cost report to be considered complete.

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XI. OWNERSHIP COSTS (continued)

B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.

	1 Improvement Type**	3 Year Constructed	4 Cost	5 Current Book Depreciation	6 Life in Years	7 Straight Line Depreciation	8 Adjustments	9 Accumulated Depreciation	
1	Totals from Page 12A, Carried Forward		$ 5,321,173	$ 139,551		$ 140,160	$ 609	$ 3,307,693	1
2	Upgrade firedoors per IDPH specification	2006	6,020	401	15	401	0	2,205	2
3	Sprinkler installation in attic	2006	4,414	294	15	294	0	1,617	3
4	Generator - 150 amp circuit breaker	2006	1,103	55	20	55	0	303	4
5	Installation of handrails	2006	6,400	320	20	320		1,760	5
6	Sprinkler system air compressor	2007	3,020	302	10	302		1,510	6
7	5 PTAC units & connections	2007	3,326	222	15	222		777	7
8	Roof shingles	2007	92,083	6,139	15	6,139		21,484	8
9	14 Smoke detectors and bases	2007	1,036	69	15	69		243	9
10									10
11	Wallpaper for resident rooms	2007	7,146	1,429	5	1,429		5,003	11
12	Repair dry pipe sprinkler system	2007	3,905	260	15	260		910	12
13	Hot Water Boiler	2008	17,742	1,183	15	1,183		4,139	13
14	PTAC Zoneline Heater/Air Conditioners for Resident Rooms	2008	26,069	2,607	10	2,607		9,123	14
15									15
16	Replace 3, 4 &6" Sprinkler Main	2008	59,719	3,981	15	3,981		9,953	16
17	Ductwork-Sprinkler System Install	2008	2,952	197	15	197		492	17
18	Carrier-5 Ton A/C Condensing Unit	2008	3,310	331	10	331		828	18
19	Replace Nurse Station Cabinets	2009	4,484	299	15	299		747	19
20	Shower Rehab-plumbing, tile, hardware	2009	44,000	2,933	15	2,933		7,333	20
21									21
22	Furnish & Install New Doors	2011	4,575	229	10	229		229	22
23	Replace Trane HT Exchanger	2011	5,620	281	10	281		281	23
24									24
25									25
26									26
27									27
28									28
29									29
30									30
31									31
32									32
33									33
34	TOTAL (lines 1 thru 33)		$ 5,618,097	$ 161,083		$ 161,693	$ 610	$ 3,376,630	34

SEE ACCOUNTANTS' COMPILATION REPORT

**Improvement type must be detailed in order for the cost report to be considered complete.

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XI. OWNERSHIP COSTS (continued)

C. Equipment Costs-Excluding Transportation. (See instructions.)

	Category of Equipment	1 Cost	Current Book Depreciation 2	Straight Line Depreciation 3	4 Adjustments	Component Life 5	Accumulated Depreciation 6	
71	Purchased in Prior Years	$ 480,242	$ 31,526	$ 42,477	$ 10,951	5-20	$ 601,512	71
72	Current Year Purchases	19,686	1,031	1,031		5-15	1,031	72
73	Fully Depreciated Assets	986,024					986,024	73
74	Allocated from Sherman Health Systems			64,719	64,719			74
75	TOTALS	$ 1,485,952	$ 32,558	$ 108,228	$ 75,670		$ 1,588,567	75

D. Vehicle Costs. (See instructions.)*

	1 Use	Model, Make and Year 2	Year Acquired 3	4 Cost	Current Book Depreciation 5	Straight Line Depreciation 6	7 Adjustments	Life in Years 8	Accumulated Depreciation 9	
76	N/A			$	$	$	$		$	76
77										77
78										78
79										79
80	TOTALS			$	$	$	$		$	80

E. Summary of Care-Related Assets

		1 Reference	2 Amount		
81	Total Historical Cost	(line 3, col.4 + line 70, col.4 + line 75, col.1 + line 80, col.4) + (Pages 12B thru 12I, if applicable)	$ 7,608,228	81	
82	Current Book Depreciation	(line 70, col.5 + line 75, col.2 + line 80, col.5) + (Pages 12B thru 12I, if applicable)	$ 193,641	82	
83	Straight Line Depreciation	(line 70, col.7 + line 75, col.3 + line 80, col.6) + (Pages 12B thru 12I, if applicable)	$ 269,920	83	**
84	Adjustments	(line 70, col.8 + line 75, col.4 + line 80, col.7) + (Pages 12B thru 12I, if applicable)	$ 76,280	84	
85	Accumulated Depreciation	(line 70, col.9 + line 75, col.6 + line 80, col.9) + (Pages 12B thru 12I, if applicable)	$ 4,965,197	85	

F. Depreciable Non-Care Assets Included in General Ledger. (See instructions.)

	1 Description & Year Acquired	2 Cost	Current Book Depreciation 3	Accumulated Depreciation 4	
86	N/A	$	$	$	86
87					87
88					88
89					89
90					90
91	TOTALS	$	$	$	91

G. Construction-in-Progress

	Description	Cost	
92	N/A	$	92
93			93
94			94
95		$	95

* Vehicles used to transport residents to & from day training must be recorded in XI-F, not XI-D.

** This must agree with Schedule V line 30, column 8.

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XII. RENTAL COSTS

A. Building and Fixed Equipment (See instructions.)

1. Name of Party Holding Lease: N/A
2. Does the facility also pay real estate taxes in addition to rental amount shown below on line 7, column 4? If NO, see instructions. ☐ YES ☐ NO

		1 Year Constructed	2 Number of Beds	3 Original Lease Date	4 Rental Amount	5 Total Years of Lease	6 Total Years Renewal Option*	
3	Original Building:				$			3
4	Additions							4
5								5
6								6
7	TOTAL				$ **			7

8. List separately any amortization of lease expense included on page 4, line 34. This amount was calculated by dividing the total amount to be amortized by the length of the lease .

9. Option to Buy: ☐ YES ☐ NO Terms: *

10. Effective dates of current rental agreement:
Beginning
Ending

11. Rent to be paid in future years under the current rental agreement:

	Fiscal Year Ending	Annual Rent
12.	/2012	$
13.	/2013	$
14.	/2014	$

B. Equipment-Excluding Transportation and Fixed Equipment. (See instructions.)

15. Is Movable equipment rental included in building rental? ☐ YES ☐ NO
16. Rental Amount for movable equipment: $ 26,126 Description: $13,263-Copiers/Postage Meters, $360-Water Softener, $448-Knife & Sharpening, $12,055-Therapy Equipment
(Attach a schedule detailing the breakdown of movable equipment)

C. Vehicle Rental (See instructions.)

	1 Use	2 Model Year and Make	3 Monthly Lease Payment	4 Rental Expense for this Period	
17			$	$	17
18					18
19			N/A		19
20					20
21	TOTAL		$	$	21

* If there is an option to buy the building, please provide complete details on attached schedule.

** This amount plus any amortization of lease expense must agree with page 4, line 34.

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XIII. EXPENSES RELATING TO CERTIFIED NURSE AIDE (CNA) TRAINING PROGRAMS (See instructions.)

A. TYPE OF TRAINING PROGRAM (If CNAs are trained in another facility program, attach a schedule listing the facility name, address and cost per CNA trained in that facility.)

1. HAVE YOU TRAINED CNAs DURING THIS REPORT PERIOD?
   [ ] YES
   [X] NO

It is the policy of this facility to only hire certified nurses aides.

If "yes", please complete the remainder of this schedule. If "no", provide an explanation as to why this training was not necessary.

2. CLASSROOM PORTION:
   - IN-HOUSE PROGRAM [ ]
   - IN OTHER FACILITY [ ]
   - COMMUNITY COLLEGE [ ]
   - HOURS PER CNA ____

3. CLINICAL PORTION:
   - IN-HOUSE PROGRAM [ ]
   - IN OTHER FACILITY [ ]
   - HOURS PER CNA ____

B. EXPENSES

ALLOCATION OF COSTS (d)

			1	2	3	4
			Facility			
			Drop-outs	Completed	Contract	Total
1	Community College Tuition		$	$	$	$
2	Books and Supplies					
3	Classroom Wages	(a)				
4	Clinical Wages	(b)				
5	In-House Trainer Wages	(c)				
6	Transportation					
7	Contractual Payments					
8	CNA Competency Tests					
9	TOTALS		$	$	$	$
10	SUM OF line 9, col. 1 and 2	(e)	$			

C. CONTRACTUAL INCOME

In the box below record the amount of income your facility received training CNAs from other facilities.

$

D. NUMBER OF CNAs TRAINED

COMPLETED	
1. From this facility	
2. From other facilities (f)	
DROP-OUTS	
1. From this facility	
2. From other facilities (f)	
TOTAL TRAINED	

(a) Include wages paid during the classroom portion of training. Do not include fringe benefits.
(b) Include wages paid during the clinical portion of training. Do not include fringe benefits.
(c) For in-house training programs only. Do not include fringe benefits.
(d) Allocate based on if the CNA is from your facility or is being contracted to be trained in your facility. Drop-out costs can only be for costs incurred by your own CNAs.
(e) The total amount of Drop-out and Completed Costs for your own CNAs must agree with Sch. V, line 13, col. 8.
(f) Attach a schedule of the facility names and addresses of those facilities for which you trained CNAs.

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XIV. SPECIAL SERVICES (Direct Cost) (See instructions.)

	1	2		3	4	5	6	7	8	
	Service	Schedule V Line & Column Reference	Staff		Outside Practitioner (other than consultant)		Supplies (Actual or) Allocated)	Total Units (Column 2 + 4)	Total Cost (Col. 3 + 5 + 6)	
			Units of Service	Cost	Units	Cost				
1	Licensed Occupational Therapist		hrs	$		$	$		$	1
2	Licensed Speech and Language Development Therapist		hrs							2
3	Licensed Recreational Therapist		hrs							3
4	Licensed Physical Therapist	L10A, C3	hrs		18,832	1,263,396		18,832	1,263,396	4
5	Physician Care		visits							5
6	Dental Care		visits							6
7	Work Related Program		hrs							7
8	Habilitation		hrs							8
9	Pharmacy	L39, C2	# of prescrpts				791,439		791,439	9
10	Psychological Services (Evaluation and Diagnosis/ Behavior Modification)		hrs							10
11	Academic Education		hrs							11
12	Other (specify): See Attached	See Sch 16A					107,861		107,861	12
13	Other (specify):									13
14	TOTAL			$	18,832	$ 1,263,396	$ 899,300	18,832	$ 2,162,696	14

NOTE: This schedule should include fees (other than consultant fees) paid to licensed practitioners. Consultant fees should be detailed on Schedule XVIII-B. Salaries of unlicensed practitioners, such as CNAs, who help with the above activities should not be listed on this schedule.

SEE ACCOUNTANTS' COMPILATION REPORT

Sherman West Court
Facility #0037507
4/30/2011

Schedule 16A

XIV. Special Services
Line 13 Other (specify):

Service	Line Ref	Outside Units	Practitioner Cost	Supplies
Specialized Beds & Equipment	39(2)			46,092
Oxygen	39(2)			61,769
				107,861

SEE ACCOUNTANTS' COMPILATION REPORT

STATE OF ILLINOIS

Facility Name & ID Number Sherman West Court **#** 0037507 **Report Period Beginning:** 5/1/10 **Ending:** 4/30/11

XV. BALANCE SHEET - Unrestricted Operating Fund. **As of** 4/30/11 **(last day of reporting year)**

This report must be completed even if financial statements are attached.

		1 Operating	2 After Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	$ 287,925	$ 287,925	1
2	Cash-Patient Deposits	245	245	2
3	Accounts & Short-Term Notes Receivable-Patients (less allowance 153,554)	1,612,298	1,612,298	3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance	2,326	2,326	6
7	Other Prepaid Expenses	10,413	10,413	7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):			9
10	**TOTAL Current Assets (sum of lines 1 thru 9)**	$ 1,913,207	$ 1,913,207	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments	203,984	203,984	12
13	Land	504,179	504,179	13
14	Buildings, at Historical Cost	3,425,769	2,486,860	14
15	Leasehold Improvements, at Historical Cost	2,235,152	3,131,238	15
16	Equipment, at Historical Cost	1,494,638	1,485,952	16
17	Accumulated Depreciation (book methods)	(4,625,175)	(4,965,197)	17
18	Deferred Charges			18
19	Organization & Pre-Operating Costs			19
20	Accumulated Amortization - Organization & Pre-Operating Costs			20
21	Restricted Funds			21
22	Other Long-Term Assets (specify):			22
23	Other(specify): See Schedule 17A	1,877,025	1,877,025	23
24	**TOTAL Long-Term Assets (sum of lines 11 thru 23)**	$ 5,115,572	$ 4,724,041	24
25	**TOTAL ASSETS (sum of lines 10 and 24)**	$ 7,028,779	$ 6,637,248	25

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	$ 376,943	$ 376,943	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits	245	245	28
29	Short-Term Notes Payable	177,330	177,330	29
30	Accrued Salaries Payable	258,705	258,705	30
31	Accrued Taxes Payable (excluding real estate taxes)			31
32	Accrued Real Estate Taxes(Sch.IX-B)			32
33	Accrued Interest Payable	64,826	64,826	33
34	Deferred Compensation	162,594	162,594	34
35	Federal and State Income Taxes			35
	Other Current Liabilities(specify):			
36	Due to/from Sherman Health Systems	257,332	257,332	36
37	See Schedule 17A	176,245	176,245	37
38	**TOTAL Current Liabilities (sum of lines 26 thru 37)**	$ 1,474,220	$ 1,474,220	38
	D. Long-Term Liabilities			
39	Long-Term Notes Payable			39
40	Mortgage Payable			40
41	Bonds Payable	4,598,488	4,598,488	41
42	Deferred Compensation			42
	Other Long-Term Liabilities(specify):			
43	Accrued Liability-Malpractice	315,741	315,741	43
44				44
45	**TOTAL Long-Term Liabilities (sum of lines 39 thru 44)**	$ 4,914,229	$ 4,914,229	45
46	**TOTAL LIABILITIES (sum of lines 38 and 45)**	$ 6,388,449	$ 6,388,449	46
47	**TOTAL EQUITY(page 18, line 24)**	$ 640,330	$ 248,799	47
48	**TOTAL LIABILITIES AND EQUITY (sum of lines 46 and 47)**	$ 7,028,779	$ 6,637,248	48

SEE ACCOUNTANTS' COMPILATION REPORT

***(See instructions.)**

Sherman West Court
Facility #0037507
4/30/2011

Schedule 17A

XV - Balance Sheet: Line 23 - Other (specify):

Description	Operating	After Consolidation
Asset Clearing	25,000	25,000
Deferred Finance Charges - 97 Bond	63,979	63,979
Due to/from Sherman Hospital	1,788,046	1,788,046
	1,877,025	1,877,025

XV - Balance Sheet: Line 37 - Other Current Liabilities (specify):

Description	Operating	After Consolidation
A/R - Medicare Settlements	(2,766)	(2,766)
Liability due to Blue Cross	127,128	127,128
Accrued Liability - Nursing Home Provisions	4,207	4,207
Accrued Liability - Workmen's Comp	13,377	13,377
Accrued Liability - Health	28,910	28,910
Accrued Liability - Long Term Disability	-	-
Accrued Liability - Dental	1,329	1,329
Accrued Liability - Other	4,060	4,060
	176,245	176,245

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 **Report Period Beginning:** 5/1/10 **Ending:** 4/30/11

XVI. STATEMENT OF CHANGES IN EQUITY

		1 Total	
1	**Balance at Beginning of Year, as Previously Reported**	$ (1,123,330)	1
2	Restatements (describe):		2
3	**Prior Period Adjustment**	800	3
4			4
5			5
6	**Balance at Beginning of Year, as Restated (sum of lines 1-5)**	$ (1,122,530)	6
	A. Additions (deductions):		
7	NET Income (Loss) (from page 19, line 43)	1,762,860	7
8	Aquisitions of Pooled Companies		8
9	Proceeds from Sale of Stock		9
10	Stock Options Exercised		10
11	Contributions and Grants		11
12	Expenditures for Specific Purposes		12
13	Dividends Paid or Other Distributions to Owners	( )	13
14	Donated Property, Plant, and Equipment		14
15	Other (describe) **Rounding**		15
16	Other (describe)		16
17	**TOTAL Additions (deductions) (sum of lines 7-16)**	$ 1,762,860	17
	B. Transfers (Itemize):		
18			18
19			19
20			20
21			21
22			22
23	**TOTAL Transfers (sum of lines 18-22)**	$	23
24	**BALANCE AT END OF YEAR (sum of lines 6 + 17 + 23)**	$ 640,330	24 *

*** This must agree with page 17, line 47.**

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XVII. INCOME STATEMENT (attach any explanatory footnotes necessary to reconcile this schedule to Schedules V and VI.) All required classifications of revenue and expense must be provided on this form, even if financial statements are attached.

Note: This schedule should show gross revenue and expenses. Do not net revenue against expense.

	Revenue	1 Amount	
	A. Inpatient Care		
1	Gross Revenue -- All Levels of Care	$ 13,694,802	1
2	Discounts and Allowances for all Levels	(3,195,788)	2
3	**SUBTOTAL Inpatient Care (line 1 minus line 2)**	$ 10,499,014	3
	B. Ancillary Revenue		
4	Day Care		4
5	Other Care for Outpatients		5
6	Therapy		6
7	Oxygen	129,812	7
8	**SUBTOTAL Ancillary Revenue (lines 4 thru 7)**	$ 129,812	8
	C. Other Operating Revenue		
9	Payments for Education		9
10	Other Government Grants		10
11	CNA Training Reimbursements		11
12	Gift and Coffee Shop		12
13	Barber and Beauty Care	5,606	13
14	Non-Patient Meals	2,941	14
15	Telephone, Television and Radio		15
16	Rental of Facility Space		16
17	Sale of Drugs		17
18	Sale of Supplies to Non-Patients		18
19	Laboratory		19
20	Radiology and X-Ray		20
21	Other Medical Services	312,430	21
22	Laundry		22
23	**SUBTOTAL Other Operating Revenue (lines 9 thru 22)**	$ 320,977	23
	D. Non-Operating Revenue		
24	Contributions	435	24
25	Interest and Other Investment Income***	3,466	25
26	**SUBTOTAL Non-Operating Revenue (lines 24 and 25)**	$ 3,901	26
	E. Other Revenue (specify):**		
27	Settlement Income (Insurance, Legal, Etc.)		27
28	See Schedule 19A	4,324	28
28a			28a
29	**SUBTOTAL Other Revenue (lines 27, 28 and 28a)**	$ 4,324	29
30	**TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29)**	$ 10,958,027	30

	Expenses	2 Amount	
	A. Operating Expenses		
31	General Services	602,806	31
32	Health Care	3,101,724	32
33	General Administration	3,793,382	33
	B. Capital Expense		
34	Ownership	490,846	34
	C. Ancillary Expense		
35	Special Cost Centers	1,143,984	35
36	Provider Participation Fee	62,424	36
	D. Other Expenses (specify):		
37			37
38			38
39			39
40	**TOTAL EXPENSES (sum of lines 31 thru 39)***	$ 9,195,167	40
41	**Income before Income Taxes (line 30 minus line 40)****	1,762,860	41
42	**Income Taxes**		42
43	**NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42)**	$ 1,762,860	43

* **This must agree with page 4, line 45, column 4.**

** **Does this agree with taxable income (loss) per Federal Income Tax Return? Yes If not, please attach a reconciliation.**

*** **See the instructions. If this total amount has not been offset against interest expense on Schedule V, line 32, please include a detailed explanation. SEE ACCOUNTANTS' COMPILATION REPORT**

****Provide a detailed breakdown of "Other Revenue" on an attached sheet.**

Sherman West Court
Facility #0037507
4/30/2011

Schedule 19A

XVII - Income Statement: Line 28 - Other Revenue (specify):

Description	Operating
Miscellaneous Income	1,004
Other Inc-Code Alert Security System	1,026
Other Inc-Wheelchair Revenue	2,294
Activities & Outings Income	-
	4,324

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XVIII. A. STAFFING AND SALARY COSTS (Please report each line separately.)
(This schedule must cover the entire reporting period.)

		1 # of Hrs. Actually Worked	2** # of Hrs. Paid and Accrued	3 Reporting Period Total Salaries, Wages	4 Average Hourly Wage	
1	Director of Nursing	4,878	5,271	$ 209,521	$ 39.75	1
2	Assistant Director of Nursing					2
3	Registered Nurses	38,839	41,587	1,302,845	31.33	3
4	Licensed Practical Nurses	2,351	2,480	52,095	21.01	4
5	CNAs & Orderlies	51,895	55,090	754,387	13.69	5
6	CNA Trainees					6
7	Licensed Therapist					7
8	Rehab/Therapy Aides					8
9	Activity Director	1,926	2,086	43,237	20.73	9
10	Activity Assistants	3,446	4,040	44,088	10.91	10
11	Social Service Workers	3,158	3,474	83,825	24.13	11
12	Dietician	994	1,018	21,786	21.40	12
13	Food Service Supervisor	1,974	2,086	43,227	20.72	13
14	Head Cook	6,521	6,797	102,269	15.05	14
15	Cook Helpers/Assistants	10,871	11,707	105,333	9.00	15
16	Dishwashers					16
17	Maintenance Workers	3,713	3,873	91,463	23.62	17
18	Housekeepers	12,301	13,537	125,283	9.25	18
19	Laundry	4,693	4,929	51,340	10.42	19
20	Administrator	1,982	2,086	103,208	49.48	20
21	Assistant Administrator					21
22	Other Administrative	15,753	16,958	326,516	19.25	22
23	Office Manager					23
24	Clerical	8,865	8,865	95,033	10.72	24
25	Vocational Instruction					25
26	Academic Instruction					26
27	Medical Director	1,881	2,087	29,601	14.18	27
28	Qualified MR Prof. (QMRP)					28
29	Resident Services Coordinator					29
30	Habilitation Aides (DD Homes)					30
31	Medical Records					31
32	Other Health C: See Sch 20A	9,419	10,189	204,525	20.07	32
33	Other(specify) Admissions Coord	3,675	3,879	102,226	26.35	33
34	TOTAL (lines 1 - 33)	189,135	202,039	$ 3,891,808 *	$ 19.26	34

B. CONSULTANT SERVICES

		1 Number of Hrs. Paid & Accrued	2 Total Consultant Cost for Reporting Period	3 Schedule V Line & Column Reference	
35	Dietary Consultant	213	$ 13,222	L1 C7	35
36	Medical Director	120	30,550	L9 C3	36
37	Medical Records Consultant	44	2,840	L10 C7	37
38	Nurse Consultant				38
39	Pharmacist Consultant	141	9,180	L10 C7	39
40	Physical Therapy Consultant				40
41	Occupational Therapy Consultant				41
42	Respiratory Therapy Consultant				42
43	Speech Therapy Consultant				43
44	Activity Consultant	128	6,649	L11 C7	44
45	Social Service Consultant				45
46	Other(specify)				46
47					47
48					48
49	TOTAL (lines 35 - 48)	646	$ 62,441		49

C. CONTRACT NURSES

		1 Number of Hrs. Paid & Accrued	2 Total Contract Wages	3 Schedule V Line & Column Reference	
50	Registered Nurses	694	$ 32,061	L10 C3	50
51	Licensed Practical Nurses	362	15,108	L10 C3	51
52	Certified Nurse Assistants/Aides	3,433	81,318	L10 C3	52
53	TOTAL (lines 50 - 52)	4,489	$ 128,487		53

SEE ACCOUNTANTS' COMPILATION REPORT

* This total must agree with page 4, column 1, line 45.

** See instructions.

Sherman West Court
IDPH Facility ID # 0037507
4/30/2011

Schedule 20A

Schedule XVIII
Line 32, Other

Description	Hours Worked	Hours Paid	Salaries/ Wages	Average
MDS Coordinator	2,700	2,862	106,392	37.17
Unit Clerk	3,786	4,167	58,929	14.14
Resident Assistants	2,933	3,160	39,204	12.41
Total	9,419	10,189	204,525	20.07

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XIX. SUPPORT SCHEDULES

A. Administrative Salaries

Name	Function	Ownership %	Amount
Joseph McManus	Administrator	0	$ 103,208
TOTAL (agree to Schedule V, line 17, col. 1)			
(List each licensed administrator separately.)			$ 103,208

B. Administrative - Other

Description	Amount
Management Fees (eliminated in Column 7)	$ 54,133
TOTAL (agree to Schedule V, line 17, col. 3)	$ 54,133
(Attach a copy of any management service agreement)	

C. Professional Services

Vendor/Payee	Type	Amount
Duane Morris, LLP	Legal	$ 47,908
Accumed Services	Data Processing	8,580
IVAN's	Data Processing	525
McKesson Medical	Data Processing	270
Nebo System Inc.	Data Processing	240
McGladrey & Pullen, LLP	Accounting	14,204
Schelflow & Rydell	Collection	3,046
Accrual - Legal	Legal	10,000
Accrual - Data Processing	Data Processing	1,480
TOTAL (agree to Schedule V, line 19, column 3)		
(If total legal fees exceed $5,000, attach copy of invoices.)		$ 86,253

D. Employee Benefits and Payroll Taxes

Description	Amount
Workers' Compensation Insurance	$ 123,662
Unemployment Compensation Insurance	23,527
FICA Taxes	289,914
Employee Health Insurance	166,580
Employee Meals	
Illinois Municipal Retirement Fund (IMRF)*	
LT Disability	1,417
ST Disability	1,929
Employee Recognition	6,014
Other Employee Benefits	14,420
Pension Contributions	51,228
Employee Dental Benefits	7,209
TOTAL (agree to Schedule V, line 22, col.8)	$ 685,900

E. Schedule of Non-Cash Compensation Paid to Owners or Employees

Description	Line #	Amount
N/A		$
TOTAL		$

F. Dues, Fees, Subscriptions and Promotions

Description	Amount
IDPH License Fee	$ 995
Advertising: Employee Recruitment	
Health Care Worker Background Check	
(Indicate # of checks performed)	
Patient Background Checks 833	10,000
Life Service Netowrk of IL	6,304
JCAHO	1,990
Paddock Publishing-Resident Newspaper	3,348
Miscellaneous Membership Dues & Licenses	4,186
Miscellaneous Subscriptions	1,685
Less: Public Relations Expense	( )
Non-allowable advertising	( )
Yellow page advertising	( )
TOTAL (agree to Sch. V, line 20, col. 8)	$ 28,508

G. Schedule of Travel and Seminar**

Description	Amount
Out-of-State Travel	$
In-State Travel	
Seminar Expense	4,382
Entertainment Expense	( )
TOTAL (agree to Sch. V, line 24, col. 8)	$ 4,382

* Attach copy of IMRF notifications

**See instructions.

SEE ACCOUNTANTS' COMPILATION REPORT

Sherman West Court
Facility #0037507
4/30/2011 Schedule 21A

Schedule XIX(C) Professional Services

Total (from Page 21C) agrees to Schedule V, Line 19, Column 3	86,253
Add: Sherman Hospital Medicare Billing	22,047
Less: Non-allowable data processing accrual	(1,480)
Less: Non-allowable legal accrual & OOP	(16,216)
Less: Non-allowable collection fees	(3,046)
Total (agrees to Schedule V, Line 19, Column 8)	87,558

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XIX-H. SUPPORT SCHEDULE - DEFERRED MAINTENANCE COSTS (which have been included in Sch. V, line 6, col. 3).
(See instructions.)

	1	2	3	4	5	6	7	8	9	10	11	12	13
	Improvement Type	Month & Year Improvement Was Made	Total Cost	Useful Life	Amount of Expense Amortized Per Year								
					FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015
1			$		$	$	$	$	$	$	$	$	$
2													
3									N/A				
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													
15													
16													
17													
18													
19													
20	TOTALS		$		$	$	$	$	$	$	$	$	$

SEE ACCOUNTANTS' COMPILATION REPORT

Facility Name & ID Number Sherman West Court # 0037507 Report Period Beginning: 5/1/10 Ending: 4/30/11

XX. GENERAL INFORMATION:

(1) Are nursing employees (RN,LPN,NA) represented by a union? **No**

(2) Are there any dues to nursing home associations included on the cost report? **Yes**
If YES, give association name and amount. **Life Services Network of Illinois- $6,304**

(3) Did the nursing home make political contributions or payments to a political action organization? **No** If YES, have these costs been properly adjusted out of the cost report? **N/A**

(4) Does the bed capacity of the building differ from the number of beds licensed at the end of the fiscal year? **No** If YES, what is the capacity? **N/A**

(5) Have you properly capitalized all major repairs and equipment purchases? **Yes**
What was the average life used for new equipment added during this period? **10 Years**

(6) Indicate the total amount of both disposable and non-disposable diaper expense and the location of this expense on Sch. V. $ **55,432** Line **L10, C2**

(7) Have all costs reported on this form been determined using accounting procedures consistent with prior reports? **Yes** If NO, attach a complete explanation.

(8) Are you presently operating under a sale and leaseback arrangement? **No**
If YES, give effective date of lease. **N/A**

(9) Are you presently operating under a sublease agreement? YES **X** NO

(10) Was this home previously operated by a related party (as is defined in the instructions for Schedule VII)? YES NO **X** If YES, please indicate name of the facility, IDPH license number of this related party and the date the present owners took over.
N/A

(11) Indicate the amount of the Provider Participation Fees paid and accrued to the Department during this cost report period. $ **62,424**
This amount is to be recorded on line 42 of Schedule V.

(12) Are there any salary costs which have been allocated to more than one line on Schedule V for an individual employee? **No** If YES, attach an explanation of the allocation.

SEE ACCOUNTANTS' COMPILATION REPORT

(13) Have costs for all supplies and services which are of the type that can be billed to the Department, in addition to the daily rate, been properly classified in the Ancillary Section of Schedule V? **Yes**

(14) Is a portion of the building used for any function other than long term care services for the patient census listed on page 2, Section B? **No** For example, is a portion of the building used for rental, a pharmacy, day care, etc.) If YES, attach a schedule which explains how all related costs were allocated to these functions.

(15) Indicate the cost of employee meals that has been reclassified to employee benefits on Schedule V. $ **N/A** Has any meal income been offset against related costs? **Yes** Indicate the amount. $ **2,941**

(16) Travel and Transportation
a. Are there costs included for out-of-state travel? **No**
If YES, attach a complete explanation.
b. Do you have a separate contract with the Department to provide medical transportation for residents? **No** If YES, please indicate the amount of income earned from such a program during this reporting period. $ **N/A**
c. What percent of all travel expense relates to transportation of nurses and patients? **N/A**
d. Have vehicle usage logs been maintained? **Adequate records have been maintained.**
e. Are all vehicles stored at the nursing home during the night and all other times when not in use? **N/A**
f. Has the cost for commuting or other personal use of autos been adjusted out of the cost report? **N/A**
g. Does the facility transport residents to and from day training? **N/A**
Indicate the amount of income earned from providing such transportation during this reporting period. $ **N/A**

(17) Has an audit been performed by an independent certified public accounting firm? **Yes**
Firm Name: **McGladrey & Pullen, LLP**

(18) Have all costs which do not relate to the provision of long term care been adjusted out of Schedule V? **Yes**

(19) If total legal fees are in excess of $5,000, have legal invoices and a summary of services performed been attached to this cost report? **Yes**
Attach invoices and a summary of services for all architect and appraisal fees.