FOR BHF USE

LL1

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.

2016
STATE OF ILLINOIS
DEPARTMENT OF HEALTHCARE AND FAMILY SERVICES
FINANCIAL AND STATISTICAL REPORT (COST REPORT)
FOR LONG-TERM CARE FACILITIES
(FISCAL YEAR 2016)

I. IDPH License ID Number: 0047399

Facility Name: Batavia Rehab & Hlth Cre Ctr

Address: 520 Fabyan Parkway (Number) Batavia (City) 60510 (Zip Code)

County: Kane

Telephone Number: (630) 879-5266 **Fax #** (630) 879-5214

HFS ID Number:

Date of Initial License for Current Owners: 10/1/2005

Type of Ownership:

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

In the event there are further questions about this report, please contact:
Name: Mike Kocher **Telephone Number:** (309) 673-3009
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 1/1/2016 to 12/31/2016 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) Mark B. Petersen
(Title) Chief Executive Officer

Paid Preparer
(Signed)
(Date)
(Print Name and Title)
(Firm Name & Address)
(Telephone) ( ) Fax # ( )

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**

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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 N/A

	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		Skilled (SNF)			1
2		Skilled Pediatric (SNF/PED)			2
3	63	Intermediate (ICF)	63	22,995	3
4		Intermediate/DD			4
5		Sheltered Care (SC)			5
6		ICF/DD 16 or Less			6
7	63	TOTALS	63	22,995	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					8
9	SNF/PED					9
10	ICF	14,539	952		15,491	10
11	ICF/DD					11
12	SC					12
13	DD 16 OR LESS					13
14	TOTALS	14,539	952		15,491	14

C. Percent Occupancy. (Column 5, line 14 divided by total licensed bed days on line 7, column 4.) 67.37%

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 [ ]

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 10/1/2005

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

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

Medicare Intermediary N/A

IV. ACCOUNTING BASIS

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

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

Tax Year: 12/31/2016 Fiscal Year: 12/31/2016

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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	126,702	11,571		138,273		138,273	3,182	141,455			1
2	Food Purchase		106,224		106,224		106,224	(890)	105,334			2
3	Housekeeping	122,577	19,023		141,600		141,600	56	141,656			3
4	Laundry	26,951	5,436	766	33,153		33,153		33,153			4
5	Heat and Other Utilities			50,100	50,100		50,100		50,100			5
6	Maintenance	23,701	11,015	43,864	78,580		78,580	185	78,765			6
7	Other (specify):* Home Office Ben. Allocation											7
8	**TOTAL General Services**	299,931	153,269	94,730	547,930		547,930	2,533	550,463			8
	B. Health Care and Programs											
9	Medical Director			6,000	6,000		6,000		6,000			9
10	Nursing and Medical Records	868,234	63,875	3,398	935,507		935,507	37	935,544			10
10a	Therapy											10a
11	Activities	41,862	1,002	215	43,079		43,079	(1,083)	41,996			11
12	Social Services	35,364			35,364		35,364		35,364			12
13	CNA Training											13
14	Program Transportation											14
15	Other (specify):* Home Office Ben. Allocation											15
16	**TOTAL Health Care and Programs**	945,460	64,877	9,613	1,019,950		1,019,950	(1,046)	1,018,904			16
	C. General Administration											
17	Administrative			195,300	195,300		195,300	(128,675)	66,625			17
18	Directors Fees											18
19	Professional Services			1,736	1,736		1,736	20,996	22,732			19
20	Dues, Fees, Subscriptions & Promotions			8,254	8,254		8,254	339	8,593			20
21	Clerical & General Office Expenses	29,798	2,627	9,319	41,744		41,744	38,277	80,021			21
22	Employee Benefits & Payroll Taxes			153,531	153,531		153,531	22,479	176,010			22
23	Inservice Training & Education							71	71			23
24	Travel and Seminar							35	35			24
25	Other Admin. Staff Transportation			1,792	1,792		1,792	2,918	4,710			25
26	Insurance-Prop.Liab.Malpractice			17,041	17,041		17,041	10,503	27,544			26
27	Other (specify):* Home Office Ben. Allocation											27
28	**TOTAL General Administration**	29,798	2,627	386,973	419,398		419,398	(33,057)	386,341			28
29	**TOTAL Operating Expense (sum of lines 8, 16 & 28)**	1,275,189	220,773	491,316	1,987,278		1,987,278	(31,570)	1,955,708			29

***Attach a schedule if more than one type of cost is included on this line, or if the total exceeds $1000.**
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 Batavia Rehab & Hlth Cre Ctr #0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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 1	Supplies 2	Other 3	Total 4	5	6	7	8	9	10	
	D. Ownership											
30	Depreciation			1,389	1,389		1,389	35,077	36,466			30
31	Amortization of Pre-Op. & Org.							7,008	7,008			31
32	Interest							52,939	52,939			32
33	Real Estate Taxes							57,666	57,666			33
34	Rent-Facility & Grounds			172,088	172,088		172,088	(172,088)				34
35	Rent-Equipment & Vehicles			34,659	34,659		34,659	667	35,326			35
36	Other (specify):*											36
37	**TOTAL Ownership**			208,136	208,136		208,136	(18,731)	189,405			37
	Ancillary Expense											
	E. Special Cost Centers											
38	Medically Necessary Transportation											38
39	Ancillary Service Centers											39
40	Barber and Beauty Shops											40
41	Coffee and Gift Shops											41
42	Provider Participation Fee			128,429	128,429		128,429		128,429			42
43	Other (specify):*			61,384	61,384		61,384	(61,384)				43
44	**TOTAL Special Cost Centers**			189,813	189,813		189,813	(61,384)	128,429			44
45	**GRAND TOTAL COST (sum of lines 29, 37 & 44)**	1,275,189	220,773	889,265	2,385,227		2,385,227	(111,685)	2,273,542			45

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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 Reference	3 BHF USE ONLY	
1	Day Care	$		$	1
2	Other Care for Outpatients				2
3	Governmental Sponsored Special Programs				3
4	Non-Patient Meals	(948)	2		4
5	Telephone, TV & Radio in Resident Rooms	(4,061)	43		5
6	Rented Facility Space				6
7	Sale of Supplies to Non-Patients				7
8	Laundry for Non-Patients				8
9	Non-Straightline Depreciation	6,700	30		9
10	Interest and Other Investment Income	(713)	32		10
11	Discounts, Allowances, Rebates & Refunds				11
12	Non-Working Officer's or Owner's Salary				12
13	Sales Tax	(65)	43		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	(11,315)	43		18
19	Entertainment				19
20	Contributions				20
21	Owner or Key-Man Insurance				21
22	Special Legal Fees & Legal Retainers				22
23	Malpractice Insurance for Individuals				23
24	Bad Debt	(44,400)	43		24
25	Fund Raising, Advertising and Promotional	(1,132)	43		25
26	Income Taxes and Illinois Personal Property Replacement Tax				26
27	CNA Training for Non-Employees				27
28	Yellow Page Advertising				28
29	Other-Attach Schedule See Page 5A	(1,620)	Various		29
30	**SUBTOTAL (A): (Sum of lines 1-29)**	$ (57,554)		$	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)	(54,131)	Various	34
35	Other- Attach Schedule			35
36	**SUBTOTAL (B): (sum of lines 31-35)**	$ (54,131)		36
37	**TOTAL ADJUSTMENTS (sum of SUBTOTALS (A) and (B))**	$ (111,685)		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.			$		38
39						39
40	Gift and Coffee Shops					40
41	Barber and Beauty Shops					41
42	Laboratory and Radiology					42
43	Prescription Drugs					43
44						44
45	Other-Attach Schedule					45
46	Other-Attach Schedule					46
47	**TOTAL (C): (sum of lines 38-46)**			$		47

Batavia Rehab & Hlth Cre Ctr

ID# 0047399

Report Period Beginning: 1/1/2016

Ending: 12/31/2016

	NON-ALLOWABLE EXPENSES	Amount	Sch. V Line Reference	
1	Offset Miscellaneous Office Supplies Revenue	$ (69)	21	1
2	Offset Transportation Revenue	(1,083)	11	2
3	Offset Miscellaneous Nursing Supplies Revenue	(57)	10	3
4	Disallowed Special Events	(411)	43	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				25
26				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**	(1,620)		49

STATE OF ILLINOIS

Summary A

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 **Report Period Beginning:** 1/1/2016 **Ending:** 12/31/2016

SUMMARY OF PAGES 5, 5A, 6, 6A, 6B, 6C, 6D, 6E, 6F, 6G, 6H AND 6I

	Operating Expenses	PAGES	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	SUMMARY TOTALS	
	A. General Services	5 & 5A	6	6A	6B	6C	6D	6E	6F	6G	6H	6I	(to Sch V, col.7)	
1	Dietary	0	3,182	0	0	0	0	0	0	0	0	0	3,182	1
2	Food Purchase	(948)	58	0	0	0	0	0	0	0	0	0	(890)	2
3	Housekeeping	0	56	0	0	0	0	0	0	0	0	0	56	3
4	Laundry	0	0	0	0	0	0	0	0	0	0	0	0	4
5	Heat and Other Utilities	0	0	0	0	0	0	0	0	0	0	0	0	5
6	Maintenance	0	185	0	0	0	0	0	0	0	0	0	185	6
7	Other (specify):*	0	1,737	0	0	0	0	0	0	0	0	0	1,737	7
8	**TOTAL General Services**	(948)	5,218	0	0	0	0	0	0	0	0	0	4,270	8
	B. Health Care and Programs													
9	Medical Director	0	0	0	0	0	0	0	0	0	0	0	0	9
10	Nursing and Medical Records	(57)	94	0	0	0	0	0	0	0	0	0	37	10
10a	Therapy	0	0	0	0	0	0	0	0	0	0	0	0	10a
11	Activities	(1,083)	0	0	0	0	0	0	0	0	0	0	(1,083)	11
12	Social Services	0	0	0	0	0	0	0	0	0	0	0	0	12
13	CNA Training	0	0	0	0	0	0	0	0	0	0	0	0	13
14	Program Transportation	0	0	0	0	0	0	0	0	0	0	0	0	14
15	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	15
16	**TOTAL Health Care and Programs**	(1,140)	94	0	0	0	0	0	0	0	0	0	(1,046)	16
	C. General Administration													
17	Administrative	0	(128,675)	0	0	0	0	0	0	0	0	0	(128,675)	17
18	Directors Fees	0	0	0	0	0	0	0	0	0	0	0	0	18
19	Professional Services	0	8,103	0	8,573	4,320	0	0	0	0	0	0	20,996	19
20	Fees, Subscriptions & Promotions	0	0	339	0	0	0	0	0	0	0	0	339	20
21	Clerical & General Office Expenses	(69)	0	37,095	0	1,287	0	0	0	0	0	0	38,313	21
22	Employee Benefits & Payroll Taxes	0	0	20,742	0	0	0	0	0	0	0	0	20,742	22
23	Inservice Training & Education	0	0	71	0	0	0	0	0	0	0	0	71	23
24	Travel and Seminar	0	0	35	0	0	0	0	0	0	0	0	35	24
25	Other Admin. Staff Transportation	0	0	2,918	0	0	0	0	0	0	0	0	2,918	25
26	Insurance-Prop.Liab.Malpractice	0	0	411	0	10,092	0	0	0	0	0	0	10,503	26
27	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	27
28	**TOTAL General Administration**	(69)	(120,572)	61,611	8,573	15,699	0	0	0	0	0	0	(34,758)	28
29	**TOTAL Operating Expense (sum of lines 8,16 & 28)**	(2,157)	(115,260)	61,611	8,573	15,699	0	0	0	0	0	0	(31,534)	29

STATE OF ILLINOIS

Summary B

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr **#** 0047399 **Report Period Beginning:** 1/1/2016 **Ending:** 12/31/2016

SUMMARY OF PAGES 5, 5A, 6, 6A, 6B, 6C, 6D, 6E, 6F, 6G, 6H AND 6I

	Capital Expense	PAGES	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	SUMMARY TOTALS	
	D. Ownership	5 & 5A	6	6A	6B	6C	6D	6E	6F	6G	6H	6I	(to Sch V, col.7)	
30	Depreciation	6,700	0	8,209	1,035	19,133	0	0	0	0	0	0	35,077	30
31	Amortization of Pre-Op. & Org.	0	0	0	1,897	5,111	0	0	0	0	0	0	7,008	31
32	Interest	(713)	0	241	12,918	40,493	0	0	0	0	0	0	52,939	32
33	Real Estate Taxes	0	0	189	0	57,441	0	0	0	0	0	0	57,630	33
34	Rent-Facility & Grounds	0	0	0	0	(172,088)	0	0	0	0	0	0	(172,088)	34
35	Rent-Equipment & Vehicles	0	0	667	0	0	0	0	0	0	0	0	667	35
36	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	36
37	**TOTAL Ownership**	5,987	0	9,306	15,850	(49,910)	0	0	0	0	0	0	(18,767)	37
	Ancillary Expense													
	E. Special Cost Centers													
38	Medically Necessary Transportation	0	0	0	0	0	0	0	0	0	0	0	0	38
39	Ancillary Service Centers	0	0	0	0	0	0	0	0	0	0	0	0	39
40	Barber and Beauty Shops	0	0	0	0	0	0	0	0	0	0	0	0	40
41	Coffee and Gift Shops	0	0	0	0	0	0	0	0	0	0	0	0	41
42	Provider Participation Fee	0	0	0	0	0	0	0	0	0	0	0	0	42
43	Other (specify):*	(61,384)	0	0	0	0	0	0	0	0	0	0	(61,384)	43
44	**TOTAL Special Cost Centers**	(61,384)	0	0	0	0	0	0	0	0	0	0	(61,384)	44
45	**GRAND TOTAL COST (sum of lines 29, 37 & 44)**	(57,554)	(115,260)	70,917	24,423	(34,211)	0	0	0	0	0	0	(111,685)	45

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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
Mark B. Petersen	100	See PG6-Supp		See PG6-Supp		

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	1	Dietary	$	Petersen Health Care Management, Inc.	100.00%	$ 3,182	$ 3,182	1
2	V	2	Food		Petersen Health Care Management, Inc.	100.00%	58	58	2
3	V	3	Housekeeping		Petersen Health Care Management, Inc.	100.00%	56	56	3
4	V	5	Utilities		Petersen Health Care Management, Inc.	100.00%	0		4
5	V	6	Maintenance		Petersen Health Care Management, Inc.	100.00%	185	185	5
6	V	7	Mgmt. Allocation of Benefits		Petersen Health Care Management, Inc.	100.00%	1,737	1,737	6
7	V	9	Medical Director		Petersen Health Care Management, Inc.	100.00%	0		7
8	V	10	Nursing and Medical Records		Petersen Health Care Management, Inc.	100.00%	94	94	8
9	V	10A	Therapy		Petersen Health Care Management, Inc.	100.00%	0		9
10	V	15	Mgmt. Allocation of Benefits		Petersen Health Care Management, Inc.	100.00%	0		10
11	V	17	Administrative	195,300	Petersen Health Care Management, Inc.	100.00%	66,625	(128,675)	11
12	V	19	Professional Services		Petersen Health Care Management, Inc.	100.00%	8,103	8,103	12
13	V								13
14	Total			$ 195,300			$ 80,040	$ * (115,260)	14

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES (continued)

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)	
15	V	20	Dues, Fees, Subs & Promotions	$	Petersen Health Care Management, Inc.	100.00%	$ 339	$ 339	15
16	V	21	Clerical and General Office		Petersen Health Care Management, Inc.	100.00%	37,095	37,095	16
17	V	22	Employee Benefits and Payroll Taxes		Petersen Health Care Management, Inc.	100.00%	20,742	20,742	17
18	V	23	Inservice Training & Education		Petersen Health Care Management, Inc.	100.00%	71	71	18
19	V	24	Travel and Seminar		Petersen Health Care Management, Inc.	100.00%	35	35	19
20	V	25	Other Admin. Staff Transport.		Petersen Health Care Management, Inc.	100.00%	2,918	2,918	20
21	V	26	Insurance-Prop./Liab./Malprac.		Petersen Health Care Management, Inc.	100.00%	411	411	21
22	V	27	Mgmt. Allocation of Benefits		Petersen Health Care Management, Inc.	100.00%	0		22
23	V	30	Depreciation		Petersen Health Care Management, Inc.	100.00%	8,209	8,209	23
24	V	32	Interest		Petersen Health Care Management, Inc.	100.00%	241	241	24
25	V	33	Real Estate Taxes		Petersen Health Care Management, Inc.	100.00%	189	189	25
26	V	35	Rent-Equipment & Vehicles		Petersen Health Care Management, Inc.	100.00%	667	667	26
27	V								27
28	V								28
29	V								29
30	V								30
31	V								31
32	V								32
33	V								33
34	V								34
35	V								35
36	V								36
37	V								37
38	V								38
39	Total			$			$ 70,917	$ * 70,917	39

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES (continued)

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)	
15	V	1	Dietary	$	Petersen Health Operations, LLC	100.00%	$ 0	$	15
16	V	2	Food		Petersen Health Operations, LLC	100.00%	0		16
17	V	3	Housekeeping		Petersen Health Operations, LLC	100.00%	0		17
18	V	4	Laundry		Petersen Health Operations, LLC	100.00%	0		18
19	V	5	Utilities		Petersen Health Operations, LLC	100.00%	0		19
20	V	6	Maintenance		Petersen Health Operations, LLC	100.00%	0		20
21	V	7	Mgmt. Allocation of Benefits		Petersen Health Operations, LLC	100.00%	0		21
22	V	10	Nursing and Medical Records		Petersen Health Operations, LLC	100.00%	0		22
23	V	15	Mgmt. Allocation of Benefits		Petersen Health Operations, LLC	100.00%	0		23
24	V	17	Administrative		Petersen Health Operations, LLC	100.00%	0		24
25	V	19	Professional Services		Petersen Health Operations, LLC	100.00%	8,573	8,573	25
26	V	20	Dues, Fees, Subs & Promotions		Petersen Health Operations, LLC	100.00%	0		26
27	V	21	Clerical and General Office		Petersen Health Operations, LLC	100.00%	0		27
28	V	22	Employee Benefits & Payroll		Petersen Health Operations, LLC	100.00%	0		28
29	V	23	Inservice Training & Education		Petersen Health Operations, LLC	100.00%	0		29
30	V	24	Travel and Seminar		Petersen Health Operations, LLC	100.00%	0		30
31	V	25	Other Admin. Staff Transport.		Petersen Health Operations, LLC	100.00%	0		31
32	V	26	Insurance-Prop./Liab./Malprac.		Petersen Health Operations, LLC	100.00%	0		32
33	V	30	Depreciation		Petersen Health Operations, LLC	100.00%	1,035	1,035	33
34	V	31	Amortization		Petersen Health Operations, LLC	100.00%	1,897	1,897	34
35	V	32	Interest		Petersen Health Operations, LLC	100.00%	12,918	12,918	35
36	V	33	Real Estate Taxes		Petersen Health Operations, LLC	100.00%	0		36
37	V	34	Rent-Facility and Grounds		Petersen Health Operations, LLC	100.00%	0		37
38	V	35	Rent-Equipment & Vehicles		Petersen Health Operations, LLC	100.00%	0		38
39	Total			$			$ 24,423	$ * 24,423	39

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES (continued)

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)	
15	V	19	Professional Services	$	Batavia Land, LLC	100.00%	$ 4,320	$ 4,320	15
16	V	21	Equipment		Batavia Land, LLC	100.00%	1,287	1,287	16
17	V	26	Insurance-Property		Batavia Land, LLC	100.00%	3,166	3,166	17
18	V	26	Insurance-Mortgage Insurance		Batavia Land, LLC	100.00%	6,926	6,926	18
19	V	30	Depreciation		Batavia Land, LLC	100.00%	19,133	19,133	19
20	V	31	Amortization		Batavia Land, LLC	100.00%	5,111	5,111	20
21	V	32	Interest	533	Batavia Land, LLC	100.00%	41,026	40,493	21
22	V	33	Real Estate Taxes		Batavia Land, LLC	100.00%	57,441	57,441	22
23	V	34	Rent-Income and Grounds	172,088	Batavia Land, LLC	100.00%		(172,088)	23
24	V								24
25	V								25
26	V								26
27	V								27
28	V								28
29	V								29
30	V								30
31	V								31
32	V								32
33	V								33
34	V								34
35	V								35
36	V								36
37	V								37
38	V								38
39	Total			$ 172,621			$ 138,410	$ * (34,211)	39

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES

A. (Continued) Enter below the names of ALL owners and related organizations (parties) as defined in the instructions

	1 OWNERS		2 RELATED NURSING HOMES		3 OTHER RELATED BUSINESS ENTITIES			
	Name	Ownership %	Name	City	Name	City	Type of Business	
1			Aledo Health Care Center	Aledo	Petersen Companies, L	Peoria	Mgmt/Bookkeeping	1
2			Arcola Health Care Center	Arcola	Petersen Health Care I	Peoria	Mgmt/Bookkeeping	2
3			Aspen Rehab & Health Care	Silvis	Petersen Health Care,	Peoria	Mgmt/Bookkeeping	3
4			Batavia Rehab & Health Care Center	Batavia	Petersen Health Enter	Peoria	Mgmt/Bookkeeping	4
5			Bement Health Care Center	Bement	Petersen Health Opera	Peoria	Mgmt/Bookkeeping	5
6			Benton Rehab & Health Care Center	Benton	Petersen Health Syster	Peoria	Mgmt/Bookkeeping	6
7			Bloomington Rehab & Health Care Center	Bloomington	Petersen Hotels LLC	Peoria	Hospitality	7
8			Casey Health Care Center	Casey	Petersen Hospitality L	Peoria	Hospitality	8
9			Charleston Rehab & Health Care Center	Charleston	Petersen Health Care I	Peoria	Mgmt/Bookkeeping	9
10			Cisne Rehab & Health Care Center	Cisne	Petersen Management	Peoria	Mgmt/Bookkeeping	10
11			Countryview Care Center of Macomb	Macomb	Petersen Health Busin	Peoria	Mgmt/Bookkeeping	11
12			Countryview Terrace	Louisville	Petersen Health Care Y	Sullivan	Lessor	12
13			Cumberland Rehab & Health Care Center	Greenup	Petersen Health Care X	Peoria	Lessor	13
14			Decatur Rehab & Health Care Center	Decatur	Midwest Health Opera	Peoria	Mgmt/Bookkeeping	14
15			Eastside Health & Rehabilitation Center	Pittsfield	Petersen Health Prope	Peoria	Mgmt/Bookkeeping	15
16			Eastview Terrace	Sullivan	Petersen Roseville, LL	Roseville	Lessor	16
17			El Paso Health Care Center	El Paso	Petersen Health Juncti	Peoria	Mgmt/Bookkeeping	17
18			Enfield Rehab & Health Care Center	Enfield	Petersen Health Qualit	Peoria	Mgmt/Bookkeeping	18
19			Farmer City Rehab & Health Care Center	Farmer City	Petersen Health and W	Peoria	Mgmt/Bookkeeping	19
20			Flanagan Rehab & Health Care Center	Flanagan	Petersen 24, LLC	Peoria	Hospitality	20
21			Flora Gardens Care Center	Flora				21
22			Flora Health Care Center	Flora				22
23			Fondulac Rehab & Health Care Center	East Peoria				23
24			Havana Health Care Center	Havana				24
25			Illini Heritage Rehab & Health Care	Champaign				25
26			Jonesboro Rehab & Health Care Center	Jonesboro				26
27			Kewanee Care Home	Kewanee				27
28			LaHarpe Davier Health Care Center	LaHarpe				28
29			Lebanon Care Center	Lebanon				29
30			Marigold Rehab & Health Care Center	Galesburg				30

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES

A. (Continued) Enter below the names of ALL owners and related organizations (parties) as defined in the instructions

	1 OWNERS		2 RELATED NURSING HOMES		3 OTHER RELATED BUSINESS ENTITIES			
	Name	Ownership %	Name	City	Name	City	Type of Business	
1			Mason Point	Sullivan				1
2			McLeansboro Rehab & Health Care Center	McLeansboro				2
3			Mt. Vernon Health Care Center	Mt. Vernon				3
4			Newman Rehab & Health Care Center	Newman				4
5			Nokomis Rehab & Health Care Center	Nokomis				5
6			North Aurora Care Center	North Aurora				6
7			Palm Terrace of Mattoon	Mattoon				7
8			Piper City Rehab & Living Center	Piper City				8
9			Pleasant View Rehab & Health Care Center	Morrison				9
10			Polo Rehabilitation & Health Care Center	Polo				10
11			Prairie City Rehab & Health Care Center	Prairie City				11
12			Robings Manor Nursing Home	Brighton				12
13			Rochelle Gardens	Rochelle				13
14			Rochelle Rehab & Health Care Center	Rochelle				14
15			Rock Falls Rehab & Health Care Center	Rock Falls				15
16			Arrow Wood Independent Living	Rock Falls				16
17			Roseville Rehab and Health Care Center	Roseville				17
18			Rosiclare Rehab & Health Care Center	Rosiclare				18
19			Royal Oaks Care Center	Kewanee				19
20			Sandwich Rehab & Health Care Center	Sandwich				20
21			Iron Wood Independent Living	Sandwich				21
22			Shawnee Rose Care Center	Harrisburg				22
23			Shelbyville Rehab & Health Care Center	Shelbyville				23
24			South Elgin Rehab & Health Care Center	South Elgin				24
25			Sullivan Health Care Center	Sullivan				25
26			Sunset Manor Nursing Home	Canton				26
27			Swansea Rehab & Health Care	Swansea				27
28			Timbercreek Rehab & Health Center	Pekin				28
29			Toulon Health Care Center	Toulon				29
30			Tuscola Health Care Center	Tuscola				30

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES

A. (Continued) Enter below the names of ALL owners and related organizations (parties) as defined in the instructions

	1 OWNERS		2 RELATED NURSING HOMES		3 OTHER RELATED BUSINESS ENTITIES			
	Name	Ownership %	Name	City	Name	City	Type of Business	
1			Twin Lakes Rehab & Health Care Center	Paris				1
2			Vandalia Rehab & Health Care Center	Vandalia				2
3			Watseka Health Care Center	Watseka				3
4			Westside Rehab & Care Center	West Frankfort				4
5			Whispering Oaks	Rosiclare				5
6			White Oak Rehab & Health Care Center	Mt. Vernon				6
7			Willow Rose Rehab & Health Care Center	Jerseyville				7
8			Sheldon Health Care Center	Sheldon				8
9			Tuscola Health Care Center	Tuscola				9
10			Effingham Health Care Center	Effingham				10
11			Collinsville Health Care Center	Collinsville				11
12			Ozark Rehab & Health Care Center	Osage Beach, MO				12
13			Tarkio Rehab & Health Care Center	Tarkio, MO				13
14			Shangri-la Rehab & Living Center	Blue Springs, MO				14
15			Prairie Rose Care Center	Pana				15
16			Illini Heritage Rehab & Health Center	Champaign				16
17			Courtyard Estates of Kewanee	Kewanee				17
18			Courtyard Estates of Bradford	Bradford				18
19			Courtyard Estates of Galva	Galva				19
20			Courtyard Estates of Walcott	Walcott				20
21			Courtyard Village of Kewanee	Kewanee				21
22			Lakewood Village	Charleston				22
23			Courtyard Estates of Monmouth	Monmouth				23
24			Riverview Estates	Havana				24
25			Simple Blessings	Casey				25
26			Courtyard Estates of Bushnell	Bushnell				26
27			Courtyard Estates of Canton	Canton				27
28			Legacy Estates of Monmouth	Monmouth				28
29			Courtyard Estates of Sullivan	Sullivan				29
30			Courtyard Estates of Peoria	Peoria				30

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

VII. RELATED PARTIES

A. (Continued) **Enter below the names of ALL owners and related organizations (parties) as defined in the instructions**

	1 OWNERS		2 RELATED NURSING HOMES		3 OTHER RELATED BUSINESS ENTITIES			
	Name	Ownership %	Name	City	Name	City	Type of Business	
1			Cornerstone Health and Rehabilitation	Peoria				1
2			Rock River Gardens	Sterling				2
3			Sauk Valley Senior Living & Rehabilitation	Rock Falls				3
4			Courtyard Estates of Farmington	Farmington				4
5			Courtyard Estates of Knoxville	Knoxville				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								25
26								26
27								27
28								28
29								29
30								30

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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 Name	2 Title	3 Function	4 Ownership Interest	5 Compensation Received From Other Nursing Homes*	6 Average Hours Per Work Week Devoted to this Facility and % of Total Work Week		7 Compensation Included in Costs for this Reporting Period**		8 Schedule V. Line & Column Reference	
						Hours	Percent	Description	Amount		
1									$		1
2											2
3	N/A										3
4											4
5											5
6											6
7											7
8											8
9											9
10											10
11											11
12											12
13								TOTAL	$		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 Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 2/31/2016

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: Petersen Health Care Management, Inc.
Street Address: 830 W. Trailcreek Drive
City / State / Zip Code: Peoria, IL 61614
Phone Number: (309) 691-8113
Fax Number: (309) 691-8622

	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	1	Dietary	Resident Days	1,521,544	75	$ 312,540	$ 357,910	15,491	$ 3,182	1
2	2	Food	Resident Days	1,521,544	75	5,673	0	15,491	58	2
3	3	Housekeeping	Resident Days	1,521,544	75	5,456	2,897	15,491	56	3
4	5	Utilities	Resident Days	1,521,544	75	18,209	0	15,491	0	4
5	6	Maintenance	Resident Days	1,521,544	75	170,632	137,057	15,491	185	5
6	7	Mgmt. Allocation of Benefits	Resident Days	1,521,544	75	0	0	15,491	1,737	6
7	9	Medical Director	Resident Days	1,521,544	75	0	0	15,491	0	7
8	10	Nursing and Medical Records	Resident Days	1,521,544	75	9,261	1,782,521	15,491	94	8
9	10A	Therapy	Resident Days	1,521,544	75	0	0	15,491	0	9
10	15	Mgmt. Allocation of Benefits	Resident Days	1,521,544	75	0	0	15,491	0	10
11	17	Administrative	Resident Days	1,521,544	75	4,806,228	5,473,961	15,491	66,625	11
12	19	Professional Services	Resident Days	1,521,544	75	795,918	0	15,491	8,103	12
13	20	Dues, Fees, Subs & Promotions	Resident Days	1,521,544	75	33,278	0	15,491	339	13
14	21	Clerical and General Office	Resident Days	1,521,544	75	3,643,535	3,756,135	15,491	37,095	14
15	22	Employee Benefits and Payroll Ta	Resident Days	1,521,544	75	2,037,314	0	15,491	20,742	15
16	23	Inservice Training & Education	Resident Days	1,521,544	75	6,986	0	15,491	71	16
17	24	Travel and Seminar	Resident Days	1,521,544	75	3,389	0	15,491	35	17
18	25	Other Admin. Staff Transport.	Resident Days	1,521,544	75	286,637	0	15,491	2,918	18
19	26	Insurance-Prop./Liab./Malprac.	Resident Days	1,521,544	75	40,378	0	15,491	411	19
20	27	Mgmt. Allocation of Benefits	Resident Days	1,521,544	75	0	0	15,491	0	20
21	30	Depreciation	Resident Days	1,521,544	75	806,271	0	15,491	8,209	21
22	32	Interest	Resident Days	1,521,544	75	23,686	0	15,491	241	22
23	33	Real Estate Taxes	Resident Days	1,521,544	75	18,560	0	15,491	189	23
24	35	Rent-Equipment & Vehicles	Resident Days	1,521,544	75	65,550	0	15,491	667	24
25	TOTALS					$ 13,089,501	$ 11,510,481		$ 150,957	25

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 2/31/2016

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: Petersen Health Operations, LLC
Street Address: 830 W. Trailcreek Drive
City / State / Zip Code: Peoria, IL 61614
Phone Number: ((309)691-8113
Fax Number: ((309)691-8622

	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	1	Dietary	Resident Days	197,666	9	$	$	15,491	$	1
2	2	Food	Resident Days	197,666	9			15,491		2
3	3	Housekeeping	Resident Days	197,666	9			15,491		3
4	4	Laundry	Resident Days	197,666	9			15,491		4
5	5	Utilities	Resident Days	197,666	9			15,491		5
6	6	Maintenance	Resident Days	197,666	9			15,491		6
7	7	Mgmt. Allocation of Benefits	Resident Days	197,666	9			15,491		7
8	10	Nursing and Medical Records	Resident Days	197,666	9			15,491		8
9	15	Mgmt. Allocation of Benefits	Resident Days	197,666	9			15,491		9
10	17	Administrative	Resident Days	197,666	9			15,491		10
11	19	Professional Services	Resident Days	197,666	9	109,392		15,491	8,573	11
12	20	Dues, Fees, Subs & Promotions	Resident Days	197,666	9			15,491		12
13	21	Clerical and General Office	Resident Days	197,666	9			15,491		13
14	22	Employee Benefits & Payroll	Resident Days	197,666	9			15,491		14
15	23	Inservice Training & Education	Resident Days	197,666	9			15,491		15
16	24	Travel and Seminar	Resident Days	197,666	9			15,491		16
17	25	Other Admin. Staff Transport.	Resident Days	197,666	9			15,491		17
18	26	Insurance-Prop./Liab./Malprac.	Resident Days	197,666	9			15,491		18
19	30	Depreciation	Resident Days	197,666	9	13,207		15,491	1,035	19
20	31	Amortization	Resident Days	197,666	9	24,205		15,491	1,897	20
21	32	Interest	Resident Days	197,666	9	164,836		15,491	12,918	21
22	33	Real Estate Taxes	Resident Days	197,666	9			15,491		22
23	34	Rent-Facility and Grounds	Resident Days	197,666	9			15,491		23
24	35	Rent-Equipment & Vehicles	Resident Days	197,666	9			15,491		24
25	TOTALS					$ 311,640	$		$ 24,423	25

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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	Capital Finance Group		X	Mortgage	Varies	10/1/2014	$ 1,123,000	$ 1,049,639	12/31/24	Varies	$ 41,026	1
2												2
3												3
4												4
5												5
	Working Capital											
6												6
7												7
8												8
9	TOTAL Facility Related						$ 1,123,000	$ 1,049,639			$ 41,026	9
	B. Non-Facility Related*											
10								Home Office Allocation-PHO			241	10
11								Home Office Allocation-PHCM			12,918	11
12								Interest Income Offset			(1,246)	12
13												13
14	TOTAL Non-Facility Related						$	$			$ 11,913	14
15	TOTALS (line 9+line14)						$ 1,123,000	$ 1,049,639			$ 52,939	15

16) Please indicate the total amount of mortgage insurance expense and the location of this expense on Sch. V. $ _____ 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.)**

**** 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 Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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

B. Real Estate Taxes

1. Real Estate Tax accrual used on 2015 report. **Important, please see the next worksheet, "RE_Tax". The real estate tax statement and bill must accompany the cost report.**	$	44,052	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.)	$	50,013	2
3. Under or (over) accrual (line 2 minus line 1).	$	5,961	3
4. Real Estate Tax accrual used for 2016 report. (Detail and explain your calculation of this accrual on the lines below.)	$	51,516	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. **Home Office Allocation** 189 **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.	$	57,666	7

Real Estate Tax History:

Real Estate Tax Bill for Calendar Year:			
	2011	41,760	8
	2012	41,002	9
	2013	42,087	10
	2014	42,808	11
	2015	50,013	12

Accrual based on prior year tax bill.

	FOR BHF USE ONLY		
13	FROM R. E. TAX STATEMENT FOR 2015	$	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.

2015 LONG TERM CARE REAL ESTATE TAX STATEMENT

FACILITY NAME Batavia Rehab & Hlth Cre Ctr COUNTY Kane

FACILITY IDPH LICENSE NUMBER 0047399

CONTACT PERSON REGARDING THIS REPORT MIKE KOCHER

TELEPHONE (309)689-5850 FAX #: (309)691-8622

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

Enter the tax index number and real estate tax assessed for 2015 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 2015.

	(A) Tax Index Number	(B) Property Description	(C) Total Tax	(D) Tax Applicable to Nursing Home
1.	12-14-103-006	Long-Term Care Facility	$ 50,012.62	$ 50,012.62
2.			$	$
3.			$	$
4.			$	$
5.			$	$
6.			$	$
7.			$	$
8.			$	$
9.			$	$
10.			$	$
		TOTALS	$ 50,012.62	$ 50,012.62

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 2015 tax bills which were listed in Section A to this statement. Be sure to use the 2015 tax bill which is normally paid during 2016.

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 Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

X. BUILDING AND GENERAL INFORMATION:

A. Square Feet: 14,290 B. General Construction Type: Exterior Brick Frame Wood Number of Stories 1

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).

N/A

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

1. Total Amount Incurred: 19,160 2. Number of Years Over Which it is Being Amortized: 5

3. Current Period Amortization: 7,008 4. Dates Incurred: 2010-2012 Refinancing

Nature of Costs:
(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	Facility	79,279	2005	$ 110,500	1
2					2
3	TOTALS	79,279		$ 110,500	3

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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	63		2005	1972	$ 104,000	$	25	$ 4,160	$ 4,160	$ 49,920	4
5				2012	22,390		25	896	896	4,032	5
6											6
7											7
8											8
	Improvement Type**										
9	Tile			2005	8,119		20	406	406	4,669	9
10	Sidewalks			2006	14,105		15	940	940	9,870	10
11	Roof			2006	18,900		10	945	945	18,900	11
12	Backflow			2007	6,490		10	649	649	6,166	12
13	Laundry Room Drywall and Replacement of Sub-Floor			2007	7,430		20	372	372	3,534	13
14	Sprinkler System			2007	3,792		15	252	252	2,394	14
15	Shower Room Repairs			2008	4,600		39	118	118	1,003	15
16	Roof Repair			2008	3,480		25	140	140	1,190	16
17	Furnace			2008	4,200		5			4,200	17
18	Water Heater-100 Gallon			2008	12,377		7			12,377	18
19	Carpeting			2008	34,139		15	2,276	2,276	19,346	19
20	Floor Tiling-Store Room & Lunch Room			2009	7,435		15	496	496	3,720	20
21	Sprinkler System Repair			2009	16,775		15	1,118	1,118	8,385	21
22	Floor Tiling-Kitchen			2009	20,746		15	1,383	1,383	10,373	22
23	Sprinkler System Repair			2010	4,048		7	578	578	3,757	23
24	Nurse Call Station Replacement-East Side of Building			2012	6,704		15	912	912	3,215	24
25	Roof Replacement			2013	41,915		25	1,764	1,764	6,174	25
26	Subflooring Replacement-Men & Women Bathroom & Showers			2013	11,767		15	1,652	1,652	5,782	26
27	Fire Sprinkler System Replacement			2013	5,487		7	784	784	2,744	27
28	Nurse Call Station Replacement-West Side of Building			2014	6,975		7	996	996	2,490	28
29	Subflooring Replacement-Men & Women Bathroom & Showers			2014	13,024		15	868	868	2,170	29
30	Air Conditioner-Roof Top Unit East Wing of Building			2015	12,370		15	826	826	1,239	30
31	Air Conditioner-Roof Top Unit West Wing of Building			2016	11,198		15	373	373	373	31
32	Dry Pipe Valve Repair			2016	3,985		7	285	285	285	32
33	Tile Replacement in Hallways			2016	3,150		10	158	158	158	33
34											34
35											35
36											36

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

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

See Page 12A, Line 70 for total

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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			$	$		$	$	$	37
38									38
39									39
40									40
41									41
42									42
43									43
44									44
45									45
46									46
47									47
48									48
49									49
50									50
51									51
52									52
53									53
54									54
55									55
56									56
57									57
58									58
59									59
60									60
61									61
62	Land Improvements Booked			940			(940)		62
63	Building Booked			896			(896)		63
64	Building Improvement Booked			15,193			(15,193)		64
65									65
66	2016-Home Office Allocation-Building Improvements		6,839			164	164		66
67	2016-Home Office Allocation-Land Improvements		629			41	41		67
68									68
69									69
70	TOTAL (lines 4 thru 69)		$ 417,069	$ 17,029		$ 23,552	$ 6,523	$ 188,466	70

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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	$ 34,620	$ 3,286	$ 3,461	$ 175	5-10 yrs.	$ 21,849	71
72	Current Year Purchases	5,800	207	414	207	7 yrs.	414	72
73	Fully Depreciated Assets	34,840					34,840	73
74	Home Office Allocation			9,039	9,039			74
75	TOTALS	$ 75,260	$ 3,493	$ 12,914	$ 9,421		$ 57,103	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				$	$	$	$		$	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)	$ 602,829	81
82	Current Book Depreciation	(line 70, col.5 + line 75, col.2 + line 80, col.5) + (Pages 12B thru 12I, if applicable)	$ 20,522	82
83	Straight Line Depreciation	(line 70, col.7 + line 75, col.3 + line 80, col.6) + (Pages 12B thru 12I, if applicable)	$ 36,466	83 **
84	Adjustments	(line 70, col.8 + line 75, col.4 + line 80, col.7) + (Pages 12B thru 12I, if applicable)	$ 15,944	84
85	Accumulated Depreciation	(line 70, col.9 + line 75, col.6 + line 80, col.9) + (Pages 12B thru 12I, if applicable)	$ 245,569	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		$	$	$	86
87					87
88	N/A				88
89					89
90					90
91	TOTALS	$	$	$	91

G. Construction-in-Progress

	Description	Cost	
92		$	92
93			93
94	N/A		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 Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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.	/2017	$
13.	/2018	$
14.	/2019	$

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: $ 28,463 Description: See Attached Schedule 14A
(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	Facility	2015 Ford E150 Van	$ 571.88	$ 6,863	17
18					18
19					19
20					20
21	TOTAL		$ 571.88	$ 6,863	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.

Batavia Rehab & Hlth Cre Ctr
0047399
Period Beginning **1/1/2016**
Period End **12/31/2016**

Schedule 14A

XII. Rental Costs

B. Equipment

16. Description of rental amount for movable equipment

Medical Equipment	$ 23,843
Dishwasher	705
Generator	90
Copier	3,158
Home Office Allocation	667
	28,463

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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

   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.

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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		hrs							4
5	Physician Care		visits							5
6	Dental Care	N/A	visits							6
7	Work Related Program		hrs							7
8	Habilitation		hrs							8
9	Pharmacy		# of prescrpts							9
10	Psychological Services (Evaluation and Diagnosis/ Behavior Modification)		hrs							10
11	Academic Education		hrs							11
12	Other (specify):									12
13	Other (specify):									13
14	TOTAL			$		$	$		$	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.

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

XV. BALANCE SHEET - Unrestricted Operating Fund. As of 12/31/2016 (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	$ 79,452	$ 79,452	1
2	Cash-Patient Deposits	8,429	8,429	2
3	Accounts & Short-Term Notes Receivable-Patients (less allowance 61,152)	813,872	813,872	3
4	Supply Inventory (priced at Cost)	8,400	8,400	4
5	Short-Term Investments			5
6	Prepaid Insurance	18,018	23,919	6
7	Other Prepaid Expenses		13,785	7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):	9,358	9,358	9
10	**TOTAL Current Assets (sum of lines 1 thru 9)**	$ 937,529	$ 957,215	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land		110,500	13
14	Buildings, at Historical Cost		133,229	14
15	Leasehold Improvements, at Historical Cost	18,333	283,840	15
16	Equipment, at Historical Cost	8,415	75,260	16
17	Accumulated Depreciation (book methods)	(1,483)	(245,569)	17
18	Deferred Charges			18
19	Organization & Pre-Operating Costs		112,446	19
20	Accumulated Amortization - Organization & Pre-Operating Costs		(11,500)	20
21	Restricted Funds		229,036	21
22	Other Long-Term Assets (specify):			22
23	Other(specify):			23
24	**TOTAL Long-Term Assets (sum of lines 11 thru 23)**	$ 25,265	$ 687,242	24
25	**TOTAL ASSETS (sum of lines 10 and 24)**	$ 962,794	$ 1,644,457	25

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	$ 220,364	$ 220,364	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits			28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable	68,453	68,453	30
31	Accrued Taxes Payable (excluding real estate taxes)	26,459	26,459	31
32	Accrued Real Estate Taxes(Sch.IX-B)		51,516	32
33	Accrued Interest Payable		3,368	33
34	Deferred Compensation			34
35	Federal and State Income Taxes			35
	Other Current Liabilities(specify):			
36	Payroll Withholdings	253,850	253,850	36
37	Accrued Management Fees	(6,040)	(6,040)	37
38	**TOTAL Current Liabilities (sum of lines 26 thru 37)**	$ 563,086	$ 617,970	38
	D. Long-Term Liabilities			
39	Long-Term Notes Payable			39
40	Mortgage Payable		1,049,639	40
41	Bonds Payable			41
42	Deferred Compensation			42
	Other Long-Term Liabilities(specify):			
43	Intercompany Loans	485,753	(42,425)	43
44				44
45	**TOTAL Long-Term Liabilities (sum of lines 39 thru 44)**	$ 485,753	$ 1,007,214	45
46	**TOTAL LIABILITIES (sum of lines 38 and 45)**	$ 1,048,839	$ 1,625,184	46
47	**TOTAL EQUITY(page 18, line 24)**	$ (86,045)	$ 19,273	47
48	**TOTAL LIABILITIES AND EQUITY (sum of lines 46 and 47)**	$ 962,794	$ 1,644,457	48

***(See instructions.)**

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

XVI. STATEMENT OF CHANGES IN EQUITY

		1 Total	
1	**Balance at Beginning of Year, as Previously Reported**	$ (61,633)	1
2	Restatements (describe):		2
3	**Prior Period Adjustments Made After Cost Report Was Filed**	37,267	3
4			4
5			5
6	**Balance at Beginning of Year, as Restated (sum of lines 1-5)**	$ (24,366)	6
	A. Additions (deductions):		
7	NET Income (Loss) (from page 19, line 43)	(61,679)	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)		15
16	Other (describe)		16
17	**TOTAL Additions (deductions) (sum of lines 7-16)**	$ (61,679)	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)**	$ (86,045)	24 *

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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

	I. Revenue	1 Amount	
	A. Inpatient Care		
1	Gross Revenue -- All Levels of Care	$ 2,319,837	1
2	Discounts and Allowances for all Levels	(522)	2
3	**SUBTOTAL Inpatient Care (line 1 minus line 2)**	$ 2,319,315	3
	B. Ancillary Revenue		
4	Day Care		4
5	Other Care for Outpatients		5
6	Therapy		6
7	Oxygen		7
8	**SUBTOTAL Ancillary Revenue (lines 4 thru 7)**	$	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		13
14	Non-Patient Meals	948	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	1,363	21
22	Laundry		22
23	**SUBTOTAL Other Operating Revenue (lines 9 thru 22)**	$ 2,311	23
	D. Non-Operating Revenue		
24	Contributions		24
25	Interest and Other Investment Income***	713	25
26	**SUBTOTAL Non-Operating Revenue (lines 24 and 25)**	$ 713	26
	E. Other Revenue (specify):**		
27	Settlement Income (Insurance, Legal, Etc.)		27
28	Transportation Revenue	1,083	28
28a	Miscellaneous Revenue	126	28a
29	**SUBTOTAL Other Revenue (lines 27, 28 and 28a)**	$ 1,209	29
30	**TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29)**	$ 2,323,548	30

	II. Expenses	2 Amount	
	A. Operating Expenses		
31	General Services	547,930	31
32	Health Care	1,019,950	32
33	General Administration	419,398	33
	B. Capital Expense		
34	Ownership	208,136	34
	C. Ancillary Expense		
35	Special Cost Centers	61,384	35
36	Provider Participation Fee	128,429	36
	D. Other Expenses (specify):		
37			37
38			38
39			39
40	**TOTAL EXPENSES (sum of lines 31 thru 39)***	$ 2,385,227	40
41	**Income before Income Taxes (line 30 minus line 40)****	(61,679)	41
42	**Income Taxes**		42
43	**NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42)**	$ (61,679)	43

	III. Net Inpatient Revenue detailed by Payer Source		
44	Medicaid - Net Inpatient Revenue	$ 2,192,621	44
45	Private Pay - Net Inpatient Revenue	126,778	45
46	Medicare - Net Inpatient Revenue		46
47	Other-(specify)		47
48	Other-(specify)		48
49	TOTAL Inpatient Care Revenue (This total must agree to Line 3)	$ 2,319,399	49

* **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.**

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

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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	2,039	2,110	$ 67,333	$ 31.91	1
2	Assistant Director of Nursing	1,878	1,974	50,750	25.71	2
3	Registered Nurses	3,987	4,275	142,030	33.22	3
4	Licensed Practical Nurses	10,329	10,522	301,207	28.63	4
5	CNAs & Orderlies	25,413	25,087	306,914	12.23	5
6	CNA Trainees					6
7	Licensed Therapist					7
8	Rehab/Therapy Aides					8
9	Activity Director	1,989	2,084	27,030	12.97	9
10	Activity Assistants	8	8	70	8.75	10
11	Social Service Workers	1,906	2,065	35,364	17.13	11
12	Dietician					12
13	Food Service Supervisor	1,987	1,987	29,463	14.83	13
14	Head Cook					14
15	Cook Helpers/Assistants	8,758	9,156	97,239	10.62	15
16	Dishwashers					16
17	Maintenance Workers	1,361	1,482	23,701	15.99	17
18	Housekeepers	9,456	10,284	122,577	11.92	18
19	Laundry	1,837	1,980	26,951	13.61	19
20	Administrator	2,080	2,080	66,625	32.03	20
21	Assistant Administrator					21
22	Other Administrative					22
23	Office Manager	1,966	2,028	29,798	14.69	23
24	Clerical					24
25	Vocational Instruction					25
26	Academic Instruction					26
27	Medical Director					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 Care(specify)					32
33	Other(specify) Transportation	1,414	1,476	14,762	10.00	33
34	TOTAL (lines 1 - 33)	76,408	78,598	$ 1,341,814 *	$ 17.07	34

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

** See instructions.

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		$		35
36	Medical Director	Monthly	6,000	L9,C3	36
37	Medical Records Consultant				37
38	Nurse Consultant				38
39	Pharmacist Consultant	Monthly	3,398	L10, C3	39
40	Physical Therapy Consultant				40
41	Occupational Therapy Consultant				41
42	Respiratory Therapy Consultant				42
43	Speech Therapy Consultant				43
44	Activity Consultant				44
45	Social Service Consultant				45
46	Other(specify)				46
47					47
48					48
49	TOTAL (lines 35 - 48)		$ 9,398		49

C. CONTRACT NURSES

		1 Number of Hrs. Paid & Accrued	2 Total Contract Wages	3 Schedule V Line & Column Reference	
50	Registered Nurses		$		50
51	Licensed Practical Nurses				51
52	Certified Nurse Assistants/Aides				52
53	TOTAL (lines 50 - 52)		$		53

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

XIX. SUPPORT SCHEDULES

A. Administrative Salaries

Name	Function	Ownership %	Amount
Chiquita Clemons	Administrator	0	$ 66,625
TOTAL (agree to Schedule V, line 17, col. 1) (List each licensed administrator separately.)			$ 66,625

B. Administrative - Other

Description	Amount
Management Fees-See Page 6, Eliminated on P 3, C 7	$ 195,300
TOTAL (agree to Schedule V, line 17, col. 3) (Attach a copy of any management service agreement)	$ 195,300

C. Professional Services

Vendor/Payee	Type	Amount
E-Health Data Solutions	Computer Services	$ 2,221
Honkamp, Krueger and Co.	Accounting Fees	297
Comcast	Computer Services	1,258
Brooks, Tarulis, and Tibble	Legal Fees	2,030
Capitol Finance Group	Refund of Fees	(4,070)
TOTAL (agree to Schedule V, line 19, column 3) (For legal fee disclosure, see page 39 of instructions)		$ 1,736

D. Employee Benefits and Payroll Taxes

Description	Amount
Workers' Compensation Insurance	$ 21,853
Unemployment Compensation Insurance	29,181
FICA Taxes	96,846
Employee Health Insurance	2,232
Employee Meals	
Illinois Municipal Retirement Fund (IMRF)*	
Employee Relations	1,582
Employee Retirement	1,837
Home Office Allocation	22,479
TOTAL (agree to Schedule V, line 22, col.8)	$ 176,010

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

Description	Line #	Amount
N/A		
TOTAL		$

* Attach copy of IMRF notifications

F. Dues, Fees, Subscriptions and Promotions

Description	Amount
IDPH License Fee	$ 3,980
Advertising: Employee Recruitment	
Health Care Worker Background Check	
(Indicate # of checks performed 42)	492
Patient Background Checks 9	108
Miscellaneous Licenses & Permits	1,043
Miscellaneous Dues & Subscriptions	2,631
Home Office Allocation	339
Less: Public Relations Expense	( )
Non-allowable advertising	( )
Yellow page advertising	( )
TOTAL (agree to Sch. V, line 20, col. 8)	$ 8,593

G. Schedule of Travel and Seminar**

Description	Amount
Out-of-State Travel	$
In-State Travel	
Seminar Expense	
Home Office Allocation	35
Entertainment Expense	( )
TOTAL (agree to Sch. V, line 24, col. 8)	$ 35

**See instructions.

Batavia Rehab & Hlth Cre Ctr
0047399
Period Beginning **1/1/2016**
Period End **12/31/2016**

Schedule 21A

XIX. SUPPORT SCHEDULE
C. Professional Services

Vendor/Payee	Type	Amount
Total (agree to Schedule V, line 19, column 3)		1,736
Home Office Allocation		
Lucie, Scalf, and Bougher	Legal	36
Miscellaneous	Legal	11
Miller Hall and Triggs	Legal	63
Healthcare Resources International	Legal	312
Hunziker Law	Legal	75
Lexis Nexis	Legal	6
Illinois Secretary of State	Legal	22
Lane and Waterman	Legal	128
Quinn and Johnston	Legal	567
Peoria County Recorder	Legal	16
Capital Finance Group	Legal	250
CliftonLarson Allen	Accountants	325
Ginoli & Co.	Accountants	4,516
Capital Finance Group	Accountants	5,087
Miscellaneous	Computer Services	41
Change Healthcare	Computer Services	6
PTC Select	Computer Services	4
Advanced Answers on Demand	Computer Services	2,853
Stratus Networks	Computer Services	290
Kemper Technology	Computer Services	191
AT&T	Computer Services	4
Ability Network	Computer Services	1,216
CIAN	Computer Services	145
Comcast	Computer Services	24
CCH	Computer Services	10
Charter Communications	Computer Services	28
Allscripts	Computer Services	424
ATS	Computer Services	191
Allpayer Exchange	Computer Services	10
Optimizer	Other Prof Fees	29
Ankura	Other Prof Fees	221
David Budde	Other Prof Fees	25
Bruner, Cooper, Zuck	Other Prof Fees	64
Marotta, Gund, Budd, Dzerda	Other Prof Fees	3,769
Professional Software and Services	Other Prof Fees	16
Hughes Valuation Services	Other Prof Fees	20
Alan Litwiller	Other Prof Fees	1
Total (agree to Schedule V, line 19, column 8)		22,732

Facility Name & ID Number Batavia Rehab & Hlth Cre Ctr # 0047399 Report Period Beginning: 1/1/2016 Ending: 12/31/2016

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. **IHCA-$2,631**

(3) Did the nursing home make political contributions or payments to a politica
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? **7 yrs.**

(6) Indicate the total amount of both disposable and non-disposable diaper expense
and the location of this expense on Sch. V. $ **17,860** Line **10**

(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 fo
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

(11) Indicate the amount of the Provider Participation Fees paid and accrued to the Departmen
during this cost report period. $ **128,429**
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.

(13) Have costs for all supplies and services which are of the type that can be billed tc
the Department, in addition to the daily rate, been properly classifiec
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 fo
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. $ **0** Has any meal income been offset against
related costs? **Yes** Indicate the amount. $ **948**

(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 fo
residents? **Yes** If YES, please indicate the amount of income earned from such a
program during this reporting period. $ **1,083**
c. What percent of all travel expense relates to transportation of nurses and patients? **100**
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? **Yes**
f. Has the cost for commuting or other personal use of autos been adjusted
out of the cost report? **Yes**
g. Does the facility transport residents to and from day training? No
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: **Ginoli and Company**

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

(19) Has a schedule for the legal fees reported on the cost report been provided by the facility?
See page 39 of the instructions for details. **No**
Attach invoices and a summary of services for all architect and appraisal fees

ITEM	Value 1	Cond.	Value 2	Difference	RESULTS	COMPARE CEL	SUB-SCHED.	LINE NO.	COL. NO.	WITH CELL	SUB-SCHED.	LINE NO.	COL. NO.
Adjustment Deta	-111,685	equal to	-111,685	0	O.K.	Pg5 Z22	B.	37	1	Pg4 K29	N/A	45	7
Interest Expens	52,939	equal to	52,939	0	O.K.	Pg9 P34	A.	15	10	Pg4 L13	N/A	32	8
Real Estate Tax	57,666	equal to	57,666	0	O.K.	Pg10 W24	B.	5	N/A	Pg4 L14	N/A	33	8
Amortization exp	7,008	equal to	7,008	0	O.K.	Pg11 I33	E.	3	N/A	Pg4 L12	N/A	31	8
Ownership Cost	36,466	equal to	36,466	0	O.K.	Pg13 Y28	E.	49	2	Pg4 L11	N/A	30	8
Rental Costs A	0	equal to	0	0	O.K.	Pg14 L20+N22	A.	7 + 8	4+N/A	Pg4 L15	N/A	34	8
Rental Costs B	35,326	equal to	35,326	0	O.K.	Pg14 J30+N40	B.+ C.	16+21	N/A+4	Pg4 L16	N/A	35	8
Nurse Aid Traini	0	equal to	0	0	O.K.	Pg15 L36	B.	10	1	Pg3 L23	N/A	13	8
Special Serv.- Staff Wages		equal to	0	0	O.K.	Pg16 N32	N/A	14	3	Pg4 E22	N/A	39	1
Therapy Service		equal to	0	#VALUE!	#VALUE!	Pg16 Z12+Z14..	N/A;B	1-4;40-43	8;2	Pg3 H20	N/A	1Oa	4
Special Serv.- S		equal to	0	#VALUE!	#VALUE!	Pg16 V32	N/A	14	6	Pg4 F22 + Pg 3	N/A	39,10a	2
Income Stat. Ge	547,930	equal to	547,930	0	O.K.	Pg19 P11	N/A	31	2	Pg3 H16	N/A	8	4
Income Stat. He	1,019,950	equal to	1,019,950	0	O.K.	Pg19 P12	N/A	32	2	Pg3 H26	N/A	16	4
Income Stat. Ad	419,398	equal to	419,398	0	O.K.	Pg19 P13	N/A	33	2	Pg3 H39	N/A	28	4
Income Stat. Ov	208,136	equal to	208,136	0	O.K.	Pg19 P15	N/A	34	2	Pg4 H18	N/A	37	4
Income Stat. Sp	61,384	equal to	61,384	0	O.K.	Pg19 P17	N/A	35	2	Pg4 H21..H24+I	N/A	38to41+43	4
Income Stat. Pr	128,429	equal to	128,429	0	O.K.	Pg19 P18	N/A	36	2	Pg4 H25	N/A	42	4
Staff- Nursing	868,234	equal to	868,234	0	O.K.	Pg20 K11..K15+	A.	1-5,24,25,27-30	3	Pg3 E19	N/A	10	1
Staff- Nurse aid	0	< or = to		0	O.K.	Pg20 K16	A.	6	3	Pg3 E23	N/A	13	1
Staff-Licensed T	0	equal to	0	0	O.K.	Pg20 K17	A.	7	3	Pg4 E22	N/A	39	1
Staff- Activities	41,862	equal to	41,862	0	O.K.	Pg20 K19+K20	A.	9+10	3	Pg3 E21	N/A	11	1
Staff- Social Se	35,364	equal to	35,364	0	O.K.	Pg20 K21	A.	11	3	Pg3 E22	N/A	12	1
Staff- Dietary	126,702	equal to	126,702	0	O.K.	Pg20 K22..K26	A.	16-Dec	3	Pg3 E9	N/A	1	1
Staff- Maintenar	23,701	equal to	23,701	0	O.K.	Pg20 K27	A.	17	3	Pg3 E14	N/A	6	1
Staff- Housekee	122,577	equal to	122,577	0	O.K.	Pg20 K28	A.	18	3	Pg3 E11	N/A	3	1
Staff- Laundry	26,951	equal to	26,951	0	O.K.	Pg20 K29	A.	19	3	Pg3 E12	N/A	4	1
Staff- Administra	66,625	equal to	66,625	0	O.K.	Pg20 K30..K32	A.	20-22	3	Pg3 E28	N/A	17	1
Staff- Clerical	29,798	equal to	29,798	0	O.K.	Pg20 K33..K34	A.	23+24	3	Pg3 E32	N/A	21	1
Staff- Medical D	0	equal to		0	O.K.	Pg20 K37	A.	27	3	Pg3 E18	N/A	9	1
Total Salaries A	1,341,814	equal to	1,275,189	66,625	FAILED	Pg20 K44	A.	34	3	Pg4 E29	N/A	45	1
Dietary Consulta	0	< or = to		#VALUE!	#VALUE!	Pg20 X12	B.	35	2	Pg3 G9	N/A	1	3
Medical Directo	6,000	< or = to	6,000	0	O.K.	Pg20 X13	B.	36	2	Pg3 G18	N/A	9	3
Consultants & c	3,398	< or = to	3,398	0	FAILED	Pg20 X14..X16+	B. & C.	i7to39 and 50to5	2	Pg3 G19	N/A	10	3
Activity Consulta	0	< or = to	215	-215	O.K.	Pg20 X21	B.	44	2	Pg3 G21	N/A	11	3
Social Service C	0	< or = to		0	O.K.	Pg20 X22	B.	45	2	Pg3 G22	N/A	12	3
Supp. Sched.- A	66,625	equal to	66,625	0	O.K.	Pg21 I16	A.	N/A	N/A	Pg3 E28	N/A	17	1
Supp. Sched.- A	195,300	equal to	195,300	0	O.K.	Pg21 I24	B.	N/A	N/A	Pg3 G28	N/A	17	3
Supp. Sched.- F	1,736	equal to	1,736	0	O.K.	Pg21 I41	C.	N/A	N/A	Pg3 G30	N/A	19	3
Supp. Sched.- E	176,010	equal to	176,010	0	O.K.	Pg21 P22	D.	N/A	N/A	Pg3 L33	N/A	22	8
Supp. Sched.- S	8,593	equal to	8,593	0	O.K.	Pg21 V22	F.	N/A	N/A	Pg3 L31	N/A	20	8
Supp. Sched.- S	35	equal to	35	0	O.K.	Pg21 V41	G.	N/A	N/A	Pg3 L35	N/A	24	8
Gen. Info - Parti	128,429	equal to	128,429	0	O.K.	Pg23 I38	N/A	11	N/A	Pg4 G25	N/A	42	3
Gen. Info - Emp	0	equal to	0	0	O.K.	Pg23 S16	N/A	16	N/A	Pg21 P12	D.	N/A	N/A
Nurse aide train	0	equal to		0	O.K.	Pg15 U29..U31	B.	3, 4 & 5	4	Pg3 E23	N/A	13	1
Days of medica	0	equal to	0	0	O.K.	Pg2 AB29	K.	N/A	N/A	Pg2 J30	B.	8	4
Adjustment for r	-54,131	equal to	-54,131	0	O.K.	Pg5 Z18	B.	34	1	Pg6 to Pg 6I Y4	B.	14	8
Total loan balan	1,049,639	equal to	1,049,639	0	O.K.	Pg9 L34	A.	15	7	Pg17 V13+V27.	N/A	29+39-41	2
Real estate tax	51,516	equal to	51,516	0	O.K.	Pg10 W15	B.	4	N/A	Pg17 V17	N/A	32	2
Land	110,500	equal to	110,500	0	O.K.	Pg11 T43	A.	3	4	Pg17 K25	N/A	13	2
Building cost	417,069	equal to	417,069	0	O.K.	Pg12 to 12I L43	B.	36	4	Pg17 K26+K27	N/A	14 & 15	2
Equipment and	75,260	equal to	75,260	0	O.K.	Pg13 O22+L13	C.& D.	41 + 46	1 + 4	Pg17 K28	N/A	16	2
Accumulated de	245,569	equal to	245,569	0	O.K.	Pg13 Y30	E.	51	2	Pg17 K29	N/A	17	2
End of year equ	-86,045	equal to	-86,045	0	O.K.	Pg18 I33	N/A	24	1	Pg17 S39	N/A	47	1
Net income (los	-61,679	equal to	-61,679	0	O.K.	Pg18 I15	N/A	7	1	Pg19 P30	N/A	43	2
Unamortized de	0	equal to		0	O.K.	Pg22 F31-J31..S	H.	20	3	Pg17 K30	N/A	18	2
Balance Sheet	962,794	equal to	962,794	0	O.K.	Pg17:H41	N/A	25	1	Pg17 S41	N/A	48	1

Enter Cost Cen **YOU HAVE CHOSEN THE SUPPORT CALC. THAT IS LINKED TO THE COST REPORT!!!!** 7/7/2017 09:19:18 AM

HSA Number: 4 Name: **Batavia Rehab & Hlth Cre Ctr**

Cost report peri From: 1/1/2016 To: 12/31/2016 Base Number: 492

If this is an ICF/DD 16 facility, e N

Licensed bed d 22,995 Occupancy: 15,491 Pct. of occupan 67.37%

ıblic Aid Support Rate: $ ______

Genl Services S	299,931	Col 1, Line 8 ---Audit Adj:	______
Genl Admin Sal	29,798	Col 1, Line 28 ---Audit Adj:	______
Total Salary Wa	1,275,189	Col 1, Line 44 ---Audit Adj:	______
Employee Bene	176,010	Col 8, Line 22 ---Audit Adj:	______
Total General S	550,463	Col 8, Line 8 ---Audit Adj:	______
Total General A	386,341	Col 8, Line 28 ---Audit Adj:	______

Instructions and Calculation Steps

STEP I Adjust Support Service Costs to Include Correct Amounts of Fringe Benefits and Payroll Taxes.

Fringe benefits and payroll taxes are reported as a lump sum under General Administration expenses on your cost report (Page 3, Column 10, Line 22). You will need to take this amount out of General Administration expenses and calculate the correct portions of this lump sum to be added to your general services and General Administration expenses. This is done by proration.

A. General Services

1 Determine the proportion of general services wages to total wages.

2 Multiply the total lump sum fringe amount by this proportion to get the fringe amount for General Services.

3 Add the proportioned fringe amount to you total general services expenses to get your new total general services cost.

General Services Wages (Column 1, Line 8)	$299,931
Divided by Total Wages (Column 1, Line 44)	$1,275,189
General service wages as percent of total wages	23.5205%
Employee Benefits (Column 10, Line 22)	$176,010
Allocation of Employee Benefits to General Services Costs	$41,398
Plus Total General Services (Column 10, Line 8)	$550,463
New Total General Services Cost	$591,861

B. General Administration

1 Determine the proportion of General Administration wages to total wages.

2 Multiply the total lump sum fringe amount by this proportion to get the fringes amount for General Administration.

3 Add the proportioned fringe amount to your total General Administration expenses.

4 Subtract the total lump sum fringe amount from your General Administration expenses to get your new total General Administration Cost.

General Administration Wages (Column 1, Line 28).	$29,798
Divided by Total Wages (Column 1, Line 45)	$1,275,189
General administration wages as a percent of total wages	2.3368%
Employee Benefits (Column 10, Line 22)	$176,010
Allocation of Employee Benefits to General Admin. Costs	$4,113
Plus Total General Administration (Column 10, Line 28)	$386,341
Minus Total Fringe (Column 10, Line 22)	$176,010
New Total General Administration Cost	$214,444

STEP II Adjust Support Service Costs for Inflation

To calculate the impact of inflation, different inflation fators are used for the General Service and General Administration costs of your cost report. These inflation factors are listed in Table I, Inflation Multipliers. To select the appropriate inflation factors, you need to calculate your base number using the formula outlined below. Once you have calculated your base number, find it in Table I. Select the inflation factors which correspond with your base number and use these in updating your support cost.

A. Base Number Calculation

Convert the beginning and ending dates of your cost reporting period (page 1, Schedule II of your cost report) into numbers and apply the following formula:

Beginning Month + Ending Mon	13	divided by 2 =	6.5
Beginning Day + Ending Day =	32	divided by 60.8 =	0.526315789
Beginning Year + Ending Year -	232	multiplied by 6 =	1392
Sum of the three lines			1399.026316
Subtract from the sum			907.00
Base Number (expressed as a whole number, fraction dropped)			492

B. Select the Appropriate Inflation Multipliers

Refer to Table I, inflation Multipliers, and find the multipliers which correspond with the base number you have calculated.

General Services Multiplier:	1
General Administration Multiplier:	1

C. Apply Inflation Multipliers to Update Cost

1 Multiply New Total General Services Cost (from Step I-A) by the appropriate multiplier from Table I:

New Total General Service Cost (Step I-A)	$591,861	
General Services Multiplier (Step II-B)	1	
Updated General Services Cost		$591,861

2 Multiply New Total General Administration Cost (from Step I-B)by the appropriate multiplier from Table I:

New Total General Service Cost (Step I-B)	$214,444	
General Administration Multiplier (Step II-B)	1	
Updated General Services Cost		$214,444
3 Total Updated Support Costs (1 + 2)		$806,305

STEP III Convert Total Updated Support Costs (C-3) to Per Diem Costs

Use one of the two procedures below to compute per diem costs.

CALCULATED PER DIEM SUPPORT COSTS $46.19

A. If the occupancy (Cost Report, Page 2, Schedule III-C) is equal to or above 93 percent, divide your total updated support costs (Step II, C, 3, above) by the total patient days (Cost Report, Page 2, Schedule III-B, Column 5, Line 14).

Total Support Costs (Step II, C, 3, above)	$806,305
Total Patient Days (Cost Report)	15,491
Support Costs per Diem	$52.05

OR

B. If the occupancy is below 93 percent, calculate 93 percent of the licensed bed days (Cost Report, Page 2, Schedule III-A, Column 4, Line 7). Then subtract the total patient days (Cost Report, Page 2, Schedule III-B, Column 5, Line 14) from the result and calculate one-third of the difference. Then add the one-third difference to the total patient days to obtain your adjusted occupancy. Next divide your total updated Support Costs (Step II, C, 3 above) by your adjusted occupancy.

Licensed Bed Days	22,995
Multiplied by	0.93
	21,385
Minus total Patient Days	15,491
	5,894
One-third of difference	1,965
Plus Total Patient Days	15,491
Adjusted Occupancy	17,456
Total Support Costs (Step II, C, 3, above)	$806,305
Divided by Adjusted Occupany	17456
Support Costs Per Diem	$46.19

STEP IV Calculate Support Rate

The maximum allowable support reimbursement rate is the 75th percentile for your region. The 35th and 75th percentile rates by HSA are listed in Table II, support Rate Percentiles by HSA. Use one of the three procedures below and refer to Table II to calculate your support rate.

A. If your support costs per diem from STEP II is equal to or greater than the 75th percentile for your HSA, then your support rate is the 75th percentile rate listed in Table II.

B. If your support costs per diem from Step III is equal to or greater than the 35th percentile, but less than the 75th percentile for your HSA, then your support rate is your support costs per diem plus 50 percent of the difference between your support costs per diem and the 75th percentile rate listed in Table II. Use the following procedure to calculate your rate:

75 Percentile Rate for your HSA	$47.44
Minus Support Costs Per Diem	$46.19
Difference	$1.25
Multiply the Difference by	0.5
One-Half of the Difference	$0.63
Plus Support Costs Per Diem	$46.19
Support Rate if costs are between 35th and 75th percentile	46.82

C. If your support cost per diem from Step III is below the 35th percentile for your HSA, then your support rate is your support costs per diem plus 50 percent of the difference between your support costs per diem and the 75th percentile rate up to a ceiling. This ceiling is equal to 50 percent of the difference between the 35th and 75th percentiles plus $.05. The ceiling for each HSA is listed in Table II. Use the following procedure to calculate your rate:

75 Percentile Rate for your HSA	$47.44
Minus Support Costs Per Diem	$46.19
Difference	$1.25
Multiply the Difference by	0.5
One-Half of the Difference	$0.63
Compare one-half the difference to the profit ceiling for your HSA in Table II and	3.795
Enter the Lower of the Two Amounts	$0.630
Plus Support Costs Per Diem	$46.19
Support Rate if support costs less than 35th percentile	$46.82

D. YOUR FINAL TOTAL SUPPORT RATE from A, B, or C above **$46.82**

75th Percentile is	$47.44
35th Percentile is	$39.95

Table I
Inflation Multipliers

Base Number	General Services Multiplier	General Administration Multiplier
261	1.1187	1.1531
262	1.1182	1.1530
263	1.1178	1.1528
264	1.1071	1.1376
265	1.1067	1.1375
266	1.1062	1.1373
267	1.0975	1.1249
268	1.0971	1.1248
269	1.0966	1.1246
270	1.0887	1.1134
271	1.0882	1.1132
272	1.0877	1.1130
273	1.0815	1.1043
274	1.0811	1.1042
275	1.0806	1.1040
276	1.0730	1.0932
277	1.0725	1.0931
278	1.0720	1.0929
279	1.0666	1.0853
280	1.0661	1.0851
281	1.0657	1.0850
282	1.0588	1.0753
283	1.0583	1.0751
284	1.0579	1.0750
285	1.0535	1.0690
286	1.0531	1.0689
287	1.0527	1.0687
288	1.0413	1.0524
289	1.0409	1.0522
290	1.0404	1.0521
291	1.0321	1.0403
292	1.0317	1.0402
293	1.0313	1.0400
294	1.0254	1.0318
295	1.0250	1.0317
296	1.0246	1.0315
297	1.0228	1.0294
298	1.0224	1.0293
299	1.0219	1.0291
300	1.0166	1.0218
301	1.0162	1.0216
302	1.0158	1.0215
303	1.0076	1.0098
304	1.0072	1.0097
305	1.0067	1.0095
306	1.0000	1.0000

Table II
SupportRate percentiles by HSA

HSA	75th Percentile	35th Percentile	Below 35th Profit Ceiling
1	48.45	39.86	4.345
2	47.44	39.95	3.795
3	41.84	34.67	3.635
4	47.44	39.95	3.795
5	41.31	34.45	3.645
6	52.64	38.99	6.875
7	52.64	38.99	6.875
8	52.64	38.99	6.875
9	49.92	38.30	5.860
10	48.45	39.86	4.345
11	43.93	35.79	4.120

Table II (For ICF/DD 16 Facilities)
SupportRate percentiles by HSA
Not updated with current figures

HSA	75th Percentile	35th Percentile	Below 35th Profit Ceiling
1	34.86	27.19	3.885
2	33.30	25.97	3.715
3	32.74	25.54	3.650
4	33.30	25.97	3.715
5	30.46	23.75	3.405
6	40.44	31.54	4.500
7	40.44	31.54	4.500
8	40.44	31.54	4.500
9	37.60	29.32	4.190
10	34.86	27.19	3.885
11	32.73	25.52	3.655

	Salaries	Supplies	Other	Total	Reclass-ifications	Reclassified Total	Adjustments	Adjusted Total
1. Dietary	126,702	11,571	0	138,273	0	138,273	3,182	141,455
2. Food Purchase	0	106,224	0	106,224	0	106,224	-890	105,334
3. Housekeeping	122,577	19,023	0	141,600	0	141,600	56	141,656
4. Laundry	26,951	5,436	766	33,153	0	33,153	0	33,153
5. Heat and Other Utilities	0	0	50,100	50,100	0	50,100	0	50,100
6. Maintenance	23,701	11,015	43,864	78,580	0	78,580	185	78,765
7. Other (specify)*	0	0	0	0	0	0	0	0
8. Total General Services	299,931	153,269	94,730	547,930	0	547,930	2,533	550,463
9. Medical Director	0	0	6,000	6,000	0	6,000	0	6,000
10. Nursing & Medical Records	868,234	63,875	3,398	935,507	0	935,507	37	935,544
10a. Therapy	0	0	0	0	0	0	0	0
11. Activities	41,862	1,002	215	43,079	0	43,079	-1,083	41,996
12. Social Services	35,364	0	0	35,364	0	35,364	0	35,364
13. Nurse Aide Training	0	0	0	0	0	0	0	0
14. Program Transportation	0	0	0	0	0	0	0	0
15. Other (specify)*	0	0	0	0	0	0	0	0
16. Total Health Care & Programs	945,460	64,877	9,613	1,019,950	0	1,019,950	-1,046	#######
17. Administrative	0	0	195,300	195,300	0	195,300	-128,675	66,625
18. Directors Fees	0	0	0	0	0	0	0	0
19. Professional Services	0	0	1,736	1,736	0	1,736	20,996	22,732
20. Fees, Subscriptions & Promotion	0	0	8,254	8,254	0	8,254	339	8,593
21. Clerical & General Office	29,798	2,627	9,319	41,744	0	41,744	38,277	80,021
22. Employee Benefits & Payroll	0	0	153,531	153,531	0	153,531	22,479	176,010
23. Inservice Training & Education	0	0	0	0	0	0	71	71
24. Travel and Seminar	0	0	0	0	0	0	35	35
25. Other Admin. Staff Trans	0	0	1,792	1,792	0	1,792	2,918	4,710
26. Insurance-Prop.Liab.Malpractice	0	0	17,041	17,041	0	17,041	10,503	27,544
27. Other (specify)*	0	0	0	0	0	0	0	0
28. Total General Adminis	29,798	2,627	386,973	419,398	0	419,398	-33,057	386,341
29. Total General Administrative	1,275,189	220,773	491,316	1,987,278	0	1,987,278	-31,570	#######
30. Depreciation	0	0	1,389	1,389	0	1,389	35,077	36,466
31. Amortization of Pre-Op. & Org.	0	0	0	0	0	0	7,008	7,008
32. Interest	0	0	0	0	0	0	52,939	52,939
33. Real Estate	0	0	0	0	0	0	57,666	57,666
34. Rent - Facility & Grounds	0	0	172,088	172,088	0	172,088	-172,088	0
35. Rent - Equipment & Vehicles	0	0	34,659	34,659	0	34,659	667	35,326
36. Other (specify):*	0	0	0	0	0	0	0	0
37. Total Ownership	0	0	208,136	208,136	0	208,136	-18,731	189,405
38. Medically Necessary T	0	0	0	0	0	0	0	0
39. Ancillary Service Cent	0	0	0	0	0	0	0	0
40. Barber and Beauty Shop	0	0	0	0	0	0	0	0
41. Coffee and Gift Shops	0	0	0	0	0	0	0	0
42	0	0	128,429	128,429	0	128,429	0	128,429
43. Other (specify):*	0	0	61,384	61,384	0	61,384	-61,384	0
44. Total Special Cost Ce	0	0	189,813	189,813	0	189,813	-61,384	128,429
45. Grand Total	1,275,189	220,773	889,265	2,385,227	0	2,385,227	-111,685	#######

	Operating	After Consolidation
General Service Cost Center		
1. Cash on hand and in banks	79,452	79,452
2. Cash - Patient Deposits	8,429	8,429
3. Accounts & Notes Recievable	813,872	813,872
4. Supply Inventory	8,400	8,400
5. Short-Term Investments	0	0
6. Prepaid Insurance	18,018	23,919
7. Other Prepaid Expenses	0	13,785
8. Accounts Receivable-Owner/Related Party	0	0
9. Other (specify):	9,358	9,358
10. Total current assets	937,529	957,215
LONG TERM ASSETS		
11. Long-Term Notes Receivable	0	0
12. Long-Term Investments	0	0
13. Land	0	110,500
14. Buildings, at Historical Cost	0	133,229
15. Leasehold Improvements, Historical Cost	18,333	283,840
16. Equipment, at Historical Cost	8,415	75,260
17. Accumulated Depreciation (book methods)	-1,483	-245,569
18. Deferred Charges	0	0
19. Organization & Pre-Operating Costs	0	112,446
20. Accum Amort - Org/Pre-Op Costs	0	-11,500
21. Restricted Funds	0	229,036
22. Other Long-Term Assets (specify):	0	0
23. other (specify):	0	0
24. Total Long-Term Assets	25,265	687,242
25. Total Assets	962,794	1,644,457
CURRENT LIABILITIES		
26. Accounts Payable	220,364	220,364
27. Officer's Accounts Payable	0	0
28. Accounts Payable-Patients Deposits	0	0
29. Short-Term Notes Payable	0	0
30. Accrued Salaries Payable	68,453	68,453
31. Accrued Taxes Payable	26,459	26,459
32. Accrued Real Estate Taxes	0	51,516
33. Accrued Interest Payable	0	3,368
34. Deferred Compensation	0	0
35. Federal and State Income Taxes	0	0
36. Other Current Liabilities (specify):	253,850	253,850
37. Other Current Liabilities (specify):	-6,040	-6,040
38. Total Current Liabilities	563,086	617,970
LONG TERM LIABILITES		
39.Long-Term Notes Payable	0	0
40.Mortgage Payable	0	1,049,639
41.Bonds Payable	0	0
42.Deferred Compensation	0	0
43.Other Long-Term Liabilities (specify):	485,753	-42,425
44.Other Long-Term Liabilities (specify):	0	0
45.Total Long-Term Liabilities	485,753	1,007,214
46.Total Liabilities	1,048,839	1,625,184
47.Total Equity	-86,045	19,273
48.Total Liabilities and Equity	962,794	1,644,457

	Balance per Medicaid Trial Balance
1. Gross Revenue - All levels of Care	2,319,837
2. Discounts and Allowances for all Levels	-522
Subtotal - Inpatient Care	2,319,315
4. Day Care	0
5. Other Care for Outpatients	0
6. Therapy	0
7. Oxygen	0
Subtotal - Anciliary Revenue	-
9. Payments for Education	0
10. Other Governmental Grants	0
11. Nurses Aide Training Reimbursements	0
12. Gift and Coffee Shop	0
13. Barber and Beauty Care	0
14. Non-Patient Meals	948
15. Telephone, Television, and Radio	0
16. Rental of Facility Space	0
17. Sale of Drugs	0
18. Sale of Supplies to Non-Patients	0
19. Laboratory	0
20. Radiologyand X-Ray	0
21. Other Medical Services	1,363
22. Laundry	0
Subtotal - Other Operating Revenue	2,311
24. Contributions	0
25. Interest and Other Investments Income	713
Subtotal - Non-Operating Revenue	713
27. Other Revenue (specify):	1,083
28. Other Revenue (specify):	126
Subtotal - Other Revenue	1,209
30. Total Revenue	2,323,548
31. General Services	544,654
32. Health Care	979,751
33. General Administration	442,114
34. Ownership	210,015
35. Special Cost Centers	70,500
35. Provider Participation Fee	144,974
37. Other	0
40. Total Expenses	2,392,008
41. Income Before Income Taxes	-68,460
42. Income Taxes	0
43. Net Income or Loss for the Year	-68,460