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

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.

| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|--|---|---------------------------------------|---|-------------------------------------|--------------------------------|--------------------------------|--------------------------------------|---------------------------------|---------------------------------|--------------------------------------|--------------------------------------|--|--|--|--|---|--|--|--------------------------------|--|--|--------------------------------------|--|--|---|----------------|--------------|--|--|--|--|--|----------------------|----------------|--------------|------------------------------|--|-----------------------------|--|----------------------------|---------------|--|--|
| <p>I. IDPH License ID Number: <u>0053116</u></p> <p>Facility Name: <u>Newman Rehab & Hlth Care Ctr</u></p> <p>Address: <u>418 S Memorial Pk Rd</u> <u>Newman</u> <u>61942</u> Number City Zip Code</p> <p>County: <u>Douglas</u></p> <p>Telephone Number: <u>(217) 837-2421</u> Fax # <u>(217) 837-2631</u></p> <p>HFS ID Number: _____</p> <p>Date of Initial License for Current Owners: <u>10/1/2005</u></p> <p>Type of Ownership:</p> <table style="width: 100%;"> <tr> <td><input type="checkbox"/> VOLUNTARY, NON-PROFIT</td> <td><input checked="" type="checkbox"/> PROPRIETARY</td> <td><input type="checkbox"/> GOVERNMENTAL</td> </tr> <tr> <td><input type="checkbox"/> Charitable Corp.</td> <td><input type="checkbox"/> Individual</td> <td><input type="checkbox"/> State</td> </tr> <tr> <td><input type="checkbox"/> Trust</td> <td><input type="checkbox"/> Partnership</td> <td><input type="checkbox"/> County</td> </tr> <tr> <td>IRS Exemption Code _____</td> <td><input type="checkbox"/> Corporation</td> <td><input type="checkbox"/> Other _____</td> </tr> <tr> <td></td> <td><input type="checkbox"/> "Sub-S" Corp.</td> <td></td> </tr> <tr> <td></td> <td><input checked="" type="checkbox"/> Limited Liability Co.</td> <td></td> </tr> <tr> <td></td> <td><input type="checkbox"/> Trust</td> <td></td> </tr> <tr> <td></td> <td><input type="checkbox"/> Other _____</td> <td></td> </tr> </table> <p>In the event there are further questions about this report, please contact: Name: <u>Mike Kocher</u> Telephone Number: <u>(309) 689-5850</u> Email Address: _____</p> | <input type="checkbox"/> VOLUNTARY, NON-PROFIT | <input checked="" type="checkbox"/> PROPRIETARY | <input type="checkbox"/> GOVERNMENTAL | <input type="checkbox"/> Charitable Corp. | <input type="checkbox"/> Individual | <input type="checkbox"/> State | <input type="checkbox"/> Trust | <input type="checkbox"/> Partnership | <input type="checkbox"/> County | IRS Exemption Code _____ | <input type="checkbox"/> Corporation | <input type="checkbox"/> Other _____ | | <input type="checkbox"/> "Sub-S" Corp. | | | <input checked="" type="checkbox"/> Limited Liability Co. | | | <input type="checkbox"/> Trust | | | <input type="checkbox"/> Other _____ | | <p>II. CERTIFICATION BY AUTHORIZED FACILITY OFFICER</p> <p>I have examined the contents of the accompanying report to the State of Illinois, for the period from <u>1/1/2016</u> to <u>12/31/2016</u> 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.</p> <p>Intentional misrepresentation or falsification of any information in this cost report may be punishable by fine and/or imprisonment.</p> <table border="1" style="width: 100%;"> <tr> <td rowspan="2" style="width: 20%;">Officer or Administrator of Provider</td> <td>(Signed) _____</td> <td>(Date) _____</td> </tr> <tr> <td>(Type or Print Name) <u>Mark B. Petersen</u></td> <td></td> </tr> <tr> <td></td> <td>(Title) <u>Chief Executive Officer</u></td> <td></td> </tr> <tr> <td rowspan="5">Paid Preparer</td> <td>(Signed) _____</td> <td>(Date) _____</td> </tr> <tr> <td>(Print Name and Title) _____</td> <td></td> </tr> <tr> <td>(Firm Name & Address) _____</td> <td></td> </tr> <tr> <td>(Telephone) <u>() ()</u></td> <td>Fax # () ()</td> </tr> <tr> <td colspan="2" style="text-align: center;"> MAIL TO: BUREAU OF HEALTH FINANCE ILLINOIS DEPT OF HEALTHCARE AND FAMILY SERVICES 201 S. Grand Avenue East Springfield, IL 62763-0001 </td> </tr> </table> | Officer or Administrator of Provider | (Signed) _____ | (Date) _____ | (Type or Print Name) <u>Mark B. Petersen</u> | | | (Title) <u>Chief Executive Officer</u> | | Paid Preparer | (Signed) _____ | (Date) _____ | (Print Name and Title) _____ | | (Firm Name & Address) _____ | | (Telephone) <u>() ()</u> | Fax # () () | MAIL TO: BUREAU OF HEALTH FINANCE ILLINOIS DEPT OF HEALTHCARE AND FAMILY SERVICES 201 S. Grand Avenue East Springfield, IL 62763-0001 | |
| <input type="checkbox"/> VOLUNTARY, NON-PROFIT | <input checked="" type="checkbox"/> PROPRIETARY | <input type="checkbox"/> GOVERNMENTAL | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Charitable Corp. | <input type="checkbox"/> Individual | <input type="checkbox"/> State | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Trust | <input type="checkbox"/> Partnership | <input type="checkbox"/> County | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| IRS Exemption Code _____ | <input type="checkbox"/> Corporation | <input type="checkbox"/> Other _____ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | <input type="checkbox"/> "Sub-S" Corp. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | <input checked="" type="checkbox"/> Limited Liability Co. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | <input type="checkbox"/> Trust | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | <input type="checkbox"/> Other _____ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Officer or Administrator of Provider | (Signed) _____ | (Date) _____ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | (Type or Print Name) <u>Mark B. Petersen</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | (Title) <u>Chief Executive Officer</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Paid Preparer | (Signed) _____ | (Date) _____ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | (Print Name and Title) _____ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | (Firm Name & Address) _____ | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | (Telephone) <u>() ()</u> | Fax # () () | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | MAIL TO: BUREAU OF HEALTH FINANCE ILLINOIS DEPT OF HEALTHCARE AND FAMILY SERVICES 201 S. Grand Avenue East Springfield, IL 62763-0001 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Facility Name & ID Number Newman Rehab & Hlth Care Ctr

0053116 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 | 2 | 3 | 4 | |
|---|------------------------------------|-----------------------------|------------------------------|--|---|
| | Beds at Beginning of Report Period | Licensure Level of Care | Beds at End of Report Period | Licensed Bed Days During Report Period | |
| 1 | 60 | Skilled (SNF) | 60 | 21,900 | 1 |
| 2 | | Skilled Pediatric (SNF/PED) | | | 2 |
| 3 | | Intermediate (ICF) | | | 3 |
| 4 | | Intermediate/DD | | | 4 |
| 5 | | Sheltered Care (SC) | | | 5 |
| 6 | | ICF/DD 16 or Less | | | 6 |
| 7 | 60 | TOTALS | 60 | 21,900 | 7 |

B. Census-For the entire report period.

| | 1 Level of Care | 2 3 4 5 Patient Days by Level of Care and Primary Source of Payment | | | | |
|----|--------------------|--|------------------|------------|------------|----|
| | | 2 Medicaid Recipient | 3 Private Pay | 4 Other | 5 Total | |
| 8 | SNF | 6,311 | 6,018 | 2,000 | 14,329 | 8 |
| 9 | SNF/PED | | | | | 9 |
| 10 | ICF | | | | | 10 |
| 11 | ICF/DD | | | | | 11 |
| 12 | SC | | | | | 12 |
| 13 | DD 16 OR LESS | | | | | 13 |
| 14 | TOTALS | 6,311 | 6,018 | 2,000 | 14,329 | 14 |

C. Percent Occupancy. (Column 5, line 14 divided by total licensed bed days on line 7, column 4.) 65.43%

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 NO

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

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 Date 10/1/2005 NO

K. Was the facility certified for Medicare during the reporting year?
YES NO If YES, enter number of beds certified 60 and days of care provided 1,485

Medicare Intermediary National Government Services

IV. ACCOUNTING BASIS

ACCRUAL MODIFIED CASH* CASH*

Is your fiscal year identical to your tax year? YES 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 Newman Rehab & Hlth Care Ctr # 0053116 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 5 | Reclassified Total 6 | Adjust-ments 7 | Adjusted Total 8 | FOR BHF USE ONLY | |
|-----|--|--------------------------|----------------|----------------|------------------|------------------------|----------------------------|-------------------|------------------------|------------------|-----------|
| | | Salary/Wage 1 | Supplies 2 | Other 3 | Total 4 | | | | | 9 | 10 |
| | A. General Services | | | | | | | | | | |
| 1 | Dietary | 111,984 | 8,861 | | 120,845 | | 120,845 | 2,943 | 123,788 | | 1 |
| 2 | Food Purchase | | 90,722 | | 90,722 | | 90,722 | (2,026) | 88,696 | | 2 |
| 3 | Housekeeping | 113,457 | 12,491 | | 125,948 | | 125,948 | 51 | 125,999 | | 3 |
| 4 | Laundry | | 4,767 | | 4,767 | | 4,767 | | 4,767 | | 4 |
| 5 | Heat and Other Utilities | | | 51,274 | 51,274 | | 51,274 | 171 | 51,445 | | 5 |
| 6 | Maintenance | 33,050 | 10,838 | 23,848 | 67,736 | | 67,736 | 1,607 | 69,343 | | 6 |
| 7 | Other (specify):* <u>Home Office Ben. Allocation</u> | | | | | | | | | | 7 |
| 8 | TOTAL General Services | 258,491 | 127,679 | 75,122 | 461,292 | | 461,292 | 2,746 | 464,038 | | 8 |
| | B. Health Care and Programs | | | | | | | | | | |
| 9 | Medical Director | | | 15,600 | 15,600 | | 15,600 | | 15,600 | | 9 |
| 10 | Nursing and Medical Records | 727,834 | 79,261 | 10,678 | 817,773 | | 817,773 | (528) | 817,245 | | 10 |
| 10a | Therapy | | 53 | 253,676 | 253,729 | | 253,729 | | 253,729 | | 10a |
| 11 | Activities | 28,686 | 102 | 29 | 28,817 | | 28,817 | (10,663) | 18,154 | | 11 |
| 12 | Social Services | 31,571 | | | 31,571 | | 31,571 | | 31,571 | | 12 |
| 13 | CNA Training | | | | | | | | | | 13 |
| 14 | Program Transportation | | | | | | | | | | 14 |
| 15 | Other (specify):* <u>Home Office Ben. Allocation</u> | | | | | | | | | | 15 |
| 16 | TOTAL Health Care and Programs | 788,091 | 79,416 | 279,983 | 1,147,490 | | 1,147,490 | (11,191) | 1,136,299 | | 16 |
| | C. General Administration | | | | | | | | | | |
| 17 | Administrative | | | 219,600 | 219,600 | | 219,600 | (162,267) | 57,333 | | 17 |
| 18 | Directors Fees | | | | | | | | | | 18 |
| 19 | Professional Services | | | 7,686 | 7,686 | | 7,686 | 19,049 | 26,735 | | 19 |
| 20 | Dues, Fees, Subscriptions & Promotions | | | 5,486 | 5,486 | | 5,486 | 313 | 5,799 | | 20 |
| 21 | Clerical & General Office Expenses | 30,910 | 1,193 | 10,291 | 42,394 | | 42,394 | 34,313 | 76,707 | | 21 |
| 22 | Employee Benefits & Payroll Taxes | | | 134,826 | 134,826 | | 134,826 | 19,186 | 154,012 | | 22 |
| 23 | Inservice Training & Education | | | | | | | 66 | 66 | | 23 |
| 24 | Travel and Seminar | | | | | | | 32 | 32 | | 24 |
| 25 | Other Admin. Staff Transportation | | | 4,876 | 4,876 | | 4,876 | 2,699 | 7,575 | | 25 |
| 26 | Insurance-Prop.Liab.Malpractice | | | 30,978 | 30,978 | | 30,978 | 380 | 31,358 | | 26 |
| 27 | Other (specify):* <u>Home Office Ben. Allocation</u> | | | | | | | | | | 27 |
| 28 | TOTAL General Administration | 30,910 | 1,193 | 413,743 | 445,846 | | 445,846 | (86,229) | 359,617 | | 28 |
| 29 | TOTAL Operating Expense (sum of lines 8, 16 & 28) | 1,077,492 | 208,288 | 768,848 | 2,054,628 | | 2,054,628 | (94,674) | 1,959,954 | | 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 Newman Rehab & Hlth Care Ctr

#0053116

Report Period Beginning:

1/1/2016

Ending:

12/31/2016

V. COST CENTER EXPENSES (continued)

| | Capital Expense | Cost Per General Ledger | | | | Reclass-ification 5 | Reclassified Total 6 | Adjust-ments 7 | Adjusted Total 8 | FOR BHF USE ONLY | | |
|----|---|-------------------------|---------------|------------|------------|------------------------|----------------------------|-------------------|------------------------|------------------|----|----|
| | | Salary/Wage 1 | Supplies 2 | Other 3 | Total 4 | | | | | 9 | 10 | |
| | D. Ownership | | | | | | | | | | | |
| 30 | Depreciation | | | 24,803 | 24,803 | | 24,803 | 6,305 | 31,108 | | | 30 |
| 31 | Amortization of Pre-Op. & Org. | | | | | | | 20,235 | 20,235 | | | 31 |
| 32 | Interest | | | | | | | 30,421 | 30,421 | | | 32 |
| 33 | Real Estate Taxes | | | 19,699 | 19,699 | | 19,699 | 175 | 19,874 | | | 33 |
| 34 | Rent-Facility & Grounds | | | 207,083 | 207,083 | | 207,083 | | 207,083 | | | 34 |
| 35 | Rent-Equipment & Vehicles | | | 34,726 | 34,726 | | 34,726 | 617 | 35,343 | | | 35 |
| 36 | Other (specify):* | | | | | | | | | | | 36 |
| 37 | TOTAL Ownership | | | 286,311 | 286,311 | | 286,311 | 57,753 | 344,064 | | | 37 |
| | Ancillary Expense | | | | | | | | | | | |
| | E. Special Cost Centers | | | | | | | | | | | |
| 38 | Medically Necessary Transportation | | | | | | | | | | | 38 |
| 39 | Ancillary Service Centers | | 43,353 | | 43,353 | | 43,353 | | 43,353 | | | 39 |
| 40 | Barber and Beauty Shops | | | | | | | | | | | 40 |
| 41 | Coffee and Gift Shops | | | | | | | | | | | 41 |
| 42 | Provider Participation Fee | | | 107,667 | 107,667 | | 107,667 | | 107,667 | | | 42 |
| 43 | Other (specify):* | | 378 | 20,567 | 20,945 | | 20,945 | (20,945) | | | | 43 |
| 44 | TOTAL Special Cost Centers | | 43,731 | 128,234 | 171,965 | | 171,965 | (20,945) | 151,020 | | | 44 |
| 45 | GRAND TOTAL COST (sum of lines 29, 37 & 44) | 1,077,492 | 252,019 | 1,183,393 | 2,512,904 | | 2,512,904 | (57,866) | 2,455,038 | | | 45 |

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

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.)

| | | 1 | 2 | 3 | |
|----|---|-------------|------------|--------------|----|
| | NON-ALLOWABLE EXPENSES | Amount | Refer-ence | BHF USE ONLY | |
| 1 | Day Care | \$ | | \$ | 1 |
| 2 | Other Care for Outpatients | | | | 2 |
| 3 | Governmental Sponsored Special Programs | | | | 3 |
| 4 | Non-Patient Meals | (2,079) | 2 | | 4 |
| 5 | Telephone, TV & Radio in Resident Rooms | (3,506) | 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 | (1,288) | 30 | | 9 |
| 10 | Interest and Other Investment Income | (124) | 32 | | 10 |
| 11 | Discounts, Allowances, Rebates & Refunds | | | | 11 |
| 12 | Non-Working Officer's or Owner's Salary | | | | 12 |
| 13 | Sales Tax | (170) | 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 | (6,464) | 43 | | 18 |
| 19 | Entertainment | | | | 19 |
| 20 | Contributions | | 43 | | 20 |
| 21 | Owner or Key-Man Insurance | | | | 21 |
| 22 | Special Legal Fees & Legal Retainers | | | | 22 |
| 23 | Malpractice Insurance for Individuals | | | | 23 |
| 24 | Bad Debt | (5,000) | 43 | | 24 |
| 25 | Fund Raising, Advertising and Promotional | (1,022) | 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 | (16,061) | Various | | 29 |
| 30 | SUBTOTAL (A): (Sum of lines 1-29) | \$ (35,714) | | \$ | 30 |

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 | 2 | |
|----|---|-------------|-----------|----|
| | | Amount | 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) | (22,152) | Various | 34 |
| 35 | Other- Attach Schedule | | | 35 |
| 36 | SUBTOTAL (B): (sum of lines 31-35) | \$ (22,152) | | 36 |
| | (sum of SUBTOTALS | | | |
| 37 | TOTAL ADJUSTMENTS (A) and (B)) | \$ (57,866) | | 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 | 2 | 3 | 4 |
|----|--|-----|----|--------|-----------|
| | | Yes | No | Amount | 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 |

| BHF USE ONLY | | | | | | | |
|--------------|--|----|--|----|--|----|--|
| 48 | | 49 | | 50 | | 51 | |
| | | | | | | | |

Newman Rehab & Hlth Care Ctr

ID# 0053116

Report Period Beginning: 1/1/2016

Ending: 12/31/2016

| NON-ALLOWABLE EXPENSES | | Amount | Sch. V Line Reference | |
|------------------------|---|------------|-----------------------|----|
| 1 | Labs-Part A | \$ (1,792) | 43 | 1 |
| 2 | X-Rays-Part A | (1,320) | 43 | 2 |
| 3 | Resident Flower | (444) | 43 | 3 |
| 4 | Disallowed Special Events | (1,227) | 43 | 4 |
| 5 | Offset Transportation Revenue | (10,663) | 11 | 5 |
| 6 | Offset Miscellaneous Nursing Supplies Revenue | (615) | 10 | 6 |
| 7 | | | | 7 |
| 8 | | | | 8 |
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| 46 | | | | 46 |
| 47 | | | | 47 |
| 48 | | | | 48 |
| 49 | Total | (16,061) | | 49 |

STATE OF ILLINOIS

Summary A

Facility Name & ID Number Newman Rehab & Hlth Care Ctr# 0053116 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 | |
|-----|--|-----------------|------------------|---------------|---------------|----------|----------|----------|----------|----------|----------|----------|-------------------|-----------|
| | A. General Services | 5 & 5A | 6 | 6A | 6B | 6C | 6D | 6E | 6F | 6G | 6H | 6I | TOTALS | |
| | | | | | | | | | | | | | (to Sch V, col.7) | |
| 1 | Dietary | 0 | 2,943 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,943 | 1 |
| 2 | Food Purchase | (2,079) | 53 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (2,026) | 2 |
| 3 | Housekeeping | 0 | 51 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 51 | 3 |
| 4 | Laundry | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 4 |
| 5 | Heat and Other Utilities | 0 | 171 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 171 | 5 |
| 6 | Maintenance | 0 | 1,607 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,607 | 6 |
| 7 | Other (specify):* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 7 |
| 8 | TOTAL General Services | (2,079) | 4,825 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,746 | 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 | (615) | 87 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (528) | 10 |
| 10a | Therapy | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 10a |
| 11 | Activities | (10,663) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (10,663) | 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 | (11,278) | 87 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (11,191) | 16 |
| | C. General Administration | | | | | | | | | | | | | |
| 17 | Administrative | 0 | (162,267) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (162,267) | 17 |
| 18 | Directors Fees | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 18 |
| 19 | Professional Services | 0 | 7,495 | 0 | 11,554 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 19,049 | 19 |
| 20 | Fees, Subscriptions & Promotions | 0 | 0 | 313 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 313 | 20 |
| 21 | Clerical & General Office Expenses | 0 | 0 | 34,313 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 34,313 | 21 |
| 22 | Employee Benefits & Payroll Taxes | 0 | 0 | 19,186 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 19,186 | 22 |
| 23 | Inservice Training & Education | 0 | 0 | 66 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 66 | 23 |
| 24 | Travel and Seminar | 0 | 0 | 32 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 32 | 24 |
| 25 | Other Admin. Staff Transportation | 0 | 0 | 2,699 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,699 | 25 |
| 26 | Insurance-Prop.Liab.Malpractice | 0 | 0 | 380 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 380 | 26 |
| 27 | Other (specify):* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 27 |
| 28 | TOTAL General Administration | 0 | (154,772) | 56,989 | 11,554 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (86,229) | 28 |
| 29 | TOTAL Operating Expense (sum of lines 8,16 & 28) | (13,357) | (149,860) | 56,989 | 11,554 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (94,674) | 29 |

STATE OF ILLINOIS

Summary B

Facility Name & ID Number Newman Rehab & Hlth Care Ctr# 0053116

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 5 & 5A | PAGE 6 | PAGE 6A | PAGE 6B | PAGE 6C | PAGE 6D | PAGE 6E | PAGE 6F | PAGE 6G | PAGE 6H | PAGE 6I | SUMMARY TOTALS (to Sch V, col.7) | |
|----|--|-----------------|------------------|---------------|---------------|------------|------------|------------|------------|------------|------------|------------|--|-----------|
| | D. Ownership | | | | | | | | | | | | | |
| 30 | Depreciation | (1,288) | 0 | 7,593 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 6,305 | 30 |
| 31 | Amortization of Pre-Op. & Org. | 0 | 0 | 0 | 20,235 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 20,235 | 31 |
| 32 | Interest | (124) | 0 | 223 | 30,322 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 30,421 | 32 |
| 33 | Real Estate Taxes | 0 | 0 | 175 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 175 | 33 |
| 34 | Rent-Facility & Grounds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 34 |
| 35 | Rent-Equipment & Vehicles | 0 | 0 | 617 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 617 | 35 |
| 36 | Other (specify):* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 36 |
| 37 | TOTAL Ownership | (1,412) | 0 | 8,608 | 50,557 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 57,753 | 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):* | (20,945) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (20,945) | 43 |
| 44 | TOTAL Special Cost Centers | (20,945) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (20,945) | 44 |
| 45 | GRAND TOTAL COST (sum of lines 29, 37 & 44) | (35,714) | (149,860) | 65,597 | 62,111 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (57,866) | 45 |

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. 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 | 2 | 3 Cost Per General Ledger | 4 | 5 Cost to Related Organization | 6 | 7 | 8 Difference: Adjustments for Related Organization Costs (7 minus 4) | |
|------------|-------|---------------------------------|------------|---------------------------------------|----------------------|--|--|----|
| Schedule V | Line | Item | Amount | Name of Related Organization | Percent of Ownership | Operating Cost of Related Organization | | |
| 1 | V | 1 Dietary | \$ | Petersen Health Care Management, Inc. | 100.00% | \$ 2,943 | \$ 2,943 | 1 |
| 2 | V | 2 Food | | Petersen Health Care Management, Inc. | 100.00% | 53 | 53 | 2 |
| 3 | V | 3 Housekeeping | | Petersen Health Care Management, Inc. | 100.00% | 51 | 51 | 3 |
| 4 | V | 5 Utilities | | Petersen Health Care Management, Inc. | 100.00% | 171 | 171 | 4 |
| 5 | V | 6 Maintenance | | Petersen Health Care Management, Inc. | 100.00% | 1,607 | 1,607 | 5 |
| 6 | V | 7 Mgmt. Allocation of Benefits | | Petersen Health Care Management, Inc. | 100.00% | 0 | | 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% | 87 | 87 | 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 | 219,600 | Petersen Health Care Management, Inc. | 100.00% | 57,333 | (162,267) | 11 |
| 12 | V | 19 Professional Services | | Petersen Health Care Management, Inc. | 100.00% | 7,495 | 7,495 | 12 |
| 13 | V | | | | | | | 13 |
| 14 | Total | | \$ 219,600 | | | \$ 69,740 | \$ * (149,860) | 14 |

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

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. 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 | 2 | 3 Cost Per General Ledger | 4 | 5 Cost to Related Organization | 6 | 7 | 8 Difference: | | |
|------------|-------|--|--------|---------------------------------------|----------------------|--|--|--------|----|
| Schedule V | Line | Item | Amount | Name of Related Organization | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) | | |
| 15 | V | 20 Dues, Fees, Subs & Promotions | \$ | Petersen Health Care Management, Inc. | 100.00% | \$ 313 | \$ | 313 | 15 |
| 16 | V | 21 Clerical and General Office | | Petersen Health Care Management, Inc. | 100.00% | 34,313 | | 34,313 | 16 |
| 17 | V | 22 Employee Benefits and Payroll Taxes | | Petersen Health Care Management, Inc. | 100.00% | 19,186 | | 19,186 | 17 |
| 18 | V | 23 Inservice Training & Education | | Petersen Health Care Management, Inc. | 100.00% | 66 | | 66 | 18 |
| 19 | V | 24 Travel and Seminar | | Petersen Health Care Management, Inc. | 100.00% | 32 | | 32 | 19 |
| 20 | V | 25 Other Admin. Staff Transport. | | Petersen Health Care Management, Inc. | 100.00% | 2,699 | | 2,699 | 20 |
| 21 | V | 26 Insurance-Prop./Liab./Malprac. | | Petersen Health Care Management, Inc. | 100.00% | 380 | | 380 | 21 |
| 22 | V | 27 Mgmt. Allocation of Benefits | | Petersen Health Care Management, Inc. | 100.00% | 0 | | 0 | 22 |
| 23 | V | 30 Depreciation | | Petersen Health Care Management, Inc. | 100.00% | 7,593 | | 7,593 | 23 |
| 24 | V | 32 Interest | | Petersen Health Care Management, Inc. | 100.00% | 223 | | 223 | 24 |
| 25 | V | 33 Real Estate Taxes | | Petersen Health Care Management, Inc. | 100.00% | 175 | | 175 | 25 |
| 26 | V | 35 Rent-Equipment & Vehicles | | Petersen Health Care Management, Inc. | 100.00% | 617 | | 617 | 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 | | \$ | | | \$ 65,597 | \$ * | 65,597 | 39 |

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

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. 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 | 2 | 3 Cost Per General Ledger | 4 | 5 Cost to Related Organization | 6 | 7 | 8 Difference: | | |
|------------|--------------|-----------------------------------|--------|--------------------------------|----------------------|--|--|--------|----|
| Schedule V | Line | Item | Amount | Name of Related Organization | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) | | |
| 15 | V | 1 Dietary | \$ | Petersen Health Wellness, LLC | 100.00% | \$ 0 | \$ | 15 | |
| 16 | V | 2 Food | | Petersen Health Wellness, LLC | 100.00% | 0 | | 16 | |
| 17 | V | 3 Housekeeping | | Petersen Health Wellness, LLC | 100.00% | 0 | | 17 | |
| 18 | V | 4 Laundry | | Petersen Health Wellness, LLC | 100.00% | 0 | | 18 | |
| 19 | V | 5 Utilities | | Petersen Health Wellness, LLC | 100.00% | 0 | | 19 | |
| 20 | V | 6 Maintenance | | Petersen Health Wellness, LLC | 100.00% | 0 | | 20 | |
| 21 | V | 7 Mgmt. Allocation of Benefits | | Petersen Health Wellness, LLC | 100.00% | 0 | | 21 | |
| 22 | V | 10 Nursing and Medical Records | | Petersen Health Wellness, LLC | 100.00% | 0 | | 22 | |
| 23 | V | 15 Mgmt. Allocation of Benefits | | Petersen Health Wellness, LLC | 100.00% | 0 | | 23 | |
| 24 | V | 17 Administrative | | Petersen Health Wellness, LLC | 100.00% | 0 | | 24 | |
| 25 | V | 19 Professional Services | | Petersen Health Wellness, LLC | 100.00% | 11,554 | 11,554 | 25 | |
| 26 | V | 20 Dues, Fees, Subs & Promotions | | Petersen Health Wellness, LLC | 100.00% | 0 | | 26 | |
| 27 | V | 21 Clerical and General Office | | Petersen Health Wellness, LLC | 100.00% | 0 | | 27 | |
| 28 | V | 22 Employee Benefits & Payroll | | Petersen Health Wellness, LLC | 100.00% | 0 | | 28 | |
| 29 | V | 23 Inservice Training & Education | | Petersen Health Wellness, LLC | 100.00% | 0 | | 29 | |
| 30 | V | 24 Travel and Seminar | | Petersen Health Wellness, LLC | 100.00% | 0 | | 30 | |
| 31 | V | 25 Other Admin. Staff Transport. | | Petersen Health Wellness, LLC | 100.00% | 0 | | 31 | |
| 32 | V | 26 Insurance-Prop./Liab./Malprac. | | Petersen Health Wellness, LLC | 100.00% | 0 | | 32 | |
| 33 | V | 30 Depreciation | | Petersen Health Wellness, LLC | 100.00% | 0 | | 33 | |
| 34 | V | 31 Amortization | | Petersen Health Wellness, LLC | 100.00% | 20,235 | 20,235 | 34 | |
| 35 | V | 32 Interest | | Petersen Health Wellness, LLC | 100.00% | 30,322 | 30,322 | 35 | |
| 36 | V | 33 Real Estate Taxes | | Petersen Health Wellness, LLC | 100.00% | 0 | | 36 | |
| 37 | V | 34 Rent-Facility and Grounds | | Petersen Health Wellness, LLC | 100.00% | 0 | | 37 | |
| 38 | V | 35 Rent-Equipment & Vehicles | | Petersen Health Wellness, LLC | 100.00% | 0 | | 38 | |
| 39 | Total | | \$ | | | \$ 62,111 | \$ * | 62,111 | 39 |

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

Facility Name & ID Number

Newman Rehab & Hlth Care Ctr

0053116

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, I | 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 | Sullivan | Lessor | 12 |
| 13 | | | Cumberland Rehab & Health Care Center | Greenup | Petersen Health Care | 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

Newman Rehab & Hlth Care Ctr

0053116

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

Newman Rehab & Hlth Care Ctr

0053116

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

Newman Rehab & Hlth Care Ctr

0053116

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 |
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| 29 | | | | | | | | 29 |
| 30 | | | | | | | | 30 |

Facility Name & ID Number Newman Rehab & Hlth Care Ctr # 0053116 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 Newman Rehab & Hlth Care Ctr

0053116

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 NO

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

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | | |
|---------------------------|--------|--|---------------|--|-------------------------------------|---|----------------|---------------------------------|------------|----|
| Schedule V Line Reference | Item | Unit of Allocation (i.e.,Days, Direct Cost, Square Feet) | Total Units | Number of Subunits Being Allocated Among | Total Indirect Cost Being Allocated | Amount of Salary Cost Contained in Column 6 | Facility Units | Allocation (col.8/col.4)x col.6 | | |
| 1 | 1 | Dietary | Resident Days | 1,521,544 | 75 | \$ 312,540 | \$ 357,910 | 14,329 | \$ 2,943 | 1 |
| 2 | 2 | Food | Resident Days | 1,521,544 | 75 | 5,673 | 0 | 14,329 | 53 | 2 |
| 3 | 3 | Housekeeping | Resident Days | 1,521,544 | 75 | 5,456 | 2,897 | 14,329 | 51 | 3 |
| 4 | 5 | Utilities | Resident Days | 1,521,544 | 75 | 18,209 | 0 | 14,329 | 171 | 4 |
| 5 | 6 | Maintenance | Resident Days | 1,521,544 | 75 | 170,632 | 137,057 | 14,329 | 1,607 | 5 |
| 6 | 7 | Mgmt. Allocation of Benefits | Resident Days | 1,521,544 | 75 | 0 | 0 | 14,329 | 0 | 6 |
| 7 | 9 | Medical Director | Resident Days | 1,521,544 | 75 | 0 | 0 | 14,329 | 0 | 7 |
| 8 | 10 | Nursing and Medical Records | Resident Days | 1,521,544 | 75 | 9,261 | 1,782,521 | 14,329 | 87 | 8 |
| 9 | 10A | Therapy | Resident Days | 1,521,544 | 75 | 0 | 0 | 14,329 | 0 | 9 |
| 10 | 15 | Mgmt. Allocation of Benefits | Resident Days | 1,521,544 | 75 | 0 | 0 | 14,329 | 0 | 10 |
| 11 | 17 | Administrative | Resident Days | 1,521,544 | 75 | 4,806,228 | 5,473,961 | 14,329 | 57,333 | 11 |
| 12 | 19 | Professional Services | Resident Days | 1,521,544 | 75 | 795,918 | 0 | 14,329 | 7,495 | 12 |
| 13 | 20 | Dues, Fees, Subs & Promotions | Resident Days | 1,521,544 | 75 | 33,278 | 0 | 14,329 | 313 | 13 |
| 14 | 21 | Clerical and General Office | Resident Days | 1,521,544 | 75 | 3,643,535 | 3,756,135 | 14,329 | 34,313 | 14 |
| 15 | 22 | Employee Benefits and Payroll Ta | Resident Days | 1,521,544 | 75 | 2,037,314 | 0 | 14,329 | 19,186 | 15 |
| 16 | 23 | Inservice Training & Education | Resident Days | 1,521,544 | 75 | 6,986 | 0 | 14,329 | 66 | 16 |
| 17 | 24 | Travel and Seminar | Resident Days | 1,521,544 | 75 | 3,389 | 0 | 14,329 | 32 | 17 |
| 18 | 25 | Other Admin. Staff Transport. | Resident Days | 1,521,544 | 75 | 286,637 | 0 | 14,329 | 2,699 | 18 |
| 19 | 26 | Insurance-Prop./Liab./Malprac. | Resident Days | 1,521,544 | 75 | 40,378 | 0 | 14,329 | 380 | 19 |
| 20 | 27 | Mgmt. Allocation of Benefits | Resident Days | 1,521,544 | 75 | 0 | 0 | 14,329 | 0 | 20 |
| 21 | 30 | Depreciation | Resident Days | 1,521,544 | 75 | 806,271 | 0 | 14,329 | 7,593 | 21 |
| 22 | 32 | Interest | Resident Days | 1,521,544 | 75 | 23,686 | 0 | 14,329 | 223 | 22 |
| 23 | 33 | Real Estate Taxes | Resident Days | 1,521,544 | 75 | 18,560 | 0 | 14,329 | 175 | 23 |
| 24 | 35 | Rent-Equipment & Vehicles | Resident Days | 1,521,544 | 75 | 65,550 | 0 | 14,329 | 617 | 24 |
| 25 | TOTALS | | | | | \$ 13,089,501 | \$ 11,510,481 | | \$ 135,337 | 25 |

Facility Name & ID Number Newman Rehab & Hlth Care Ctr

0053116

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 NO

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

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | |
|---------------------------|--------|---|---------------|--|-------------------------------------|---|----------------|---------------------------------|----|
| Schedule V Line Reference | Item | Unit of Allocation (i.e., Days, Direct Cost, Square Feet) | Total Units | Number of Subunits Being Allocated Among | Total Indirect Cost Being Allocated | Amount of Salary Cost Contained in Column 6 | Facility Units | Allocation (col.8/col.4)x col.6 | |
| 1 | 1 | Dietary | Resident Days | 94,948 | 7 | \$ | 14,329 | \$ | 1 |
| 2 | 2 | Food | Resident Days | 94,948 | 7 | | 14,329 | | 2 |
| 3 | 3 | Housekeeping | Resident Days | 94,948 | 7 | | 14,329 | | 3 |
| 4 | 4 | Laundry | Resident Days | 94,948 | 7 | | 14,329 | | 4 |
| 5 | 5 | Utilities | Resident Days | 94,948 | 7 | | 14,329 | | 5 |
| 6 | 6 | Maintenance | Resident Days | 94,948 | 7 | | 14,329 | | 6 |
| 7 | 7 | Mgmt. Allocation of Benefits | Resident Days | 94,948 | 7 | | 14,329 | | 7 |
| 8 | 10 | Nursing and Medical Records | Resident Days | 94,948 | 7 | | 14,329 | | 8 |
| 9 | 15 | Mgmt. Allocation of Benefits | Resident Days | 94,948 | 7 | | 14,329 | | 9 |
| 10 | 17 | Administrative | Resident Days | 94,948 | 7 | | 14,329 | | 10 |
| 11 | 19 | Professional Services | Resident Days | 94,948 | 7 | 76,557 | 14,329 | 11,554 | 11 |
| 12 | 20 | Dues, Fees, Subs & Promotions | Resident Days | 94,948 | 7 | | 14,329 | | 12 |
| 13 | 21 | Clerical and General Office | Resident Days | 94,948 | 7 | | 14,329 | | 13 |
| 14 | 22 | Employee Benefits & Payroll | Resident Days | 94,948 | 7 | | 14,329 | | 14 |
| 15 | 23 | Inservice Training & Education | Resident Days | 94,948 | 7 | | 14,329 | | 15 |
| 16 | 24 | Travel and Seminar | Resident Days | 94,948 | 7 | | 14,329 | | 16 |
| 17 | 25 | Other Admin. Staff Transport. | Resident Days | 94,948 | 7 | | 14,329 | | 17 |
| 18 | 26 | Insurance-Prop./Liab./Malprac. | Resident Days | 94,948 | 7 | | 14,329 | | 18 |
| 19 | 30 | Depreciation | Resident Days | 94,948 | 7 | | 14,329 | | 19 |
| 20 | 31 | Amortization | Resident Days | 94,948 | 7 | 134,086 | 14,329 | 20,235 | 20 |
| 21 | 32 | Interest | Resident Days | 94,948 | 7 | 200,924 | 14,329 | 30,322 | 21 |
| 22 | 33 | Real Estate Taxes | Resident Days | 94,948 | 7 | | 14,329 | | 22 |
| 23 | 34 | Rent-Facility and Grounds | Resident Days | 94,948 | 7 | | 14,329 | | 23 |
| 24 | 35 | Rent-Equipment & Vehicles | Resident Days | 94,948 | 7 | | 14,329 | | 24 |
| 25 | TOTALS | | | | | \$ 411,567 | \$ | \$ 62,111 | 25 |

Facility Name & ID Number

Newman Rehab & Hlth Care Ctr

0053116

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 | Name of Lender | 2 | | 3 | 4 | 5 | 6 | | 7 | 8 | 9 | 10 | | | | | | |
|-------------------------------------|-----------------------------------|-----------|----|---|---|---|-----------------|--------------------------|------------------------------------|---|---|---------------|--------------|----------------|---------|---------------|--------------------------|-----------------------------------|
| | | Related** | | | | | Purpose of Loan | Monthly Payment Required | | | | | Date of Note | Amount of Note | | Maturity Date | Interest Rate (4 Digits) | Reporting Period Interest Expense |
| | | YES | NO | | | | | | | | | | | Original | Balance | | | |
| A. Directly Facility Related | | | | | | | | | | | | | | | | | | |
| Long-Term | | | | | | | | | | | | | | | | | | |
| 1 | | | | | | | | | | | | \$ | | | | | | |
| 2 | | | | | | | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | | | | | | |
| 4 | | | | | | | | | | | | | | | | | | |
| 5 | | | | | | | | | | | | | | | | | | |
| Working Capital | | | | | | | | | | | | | | | | | | |
| 6 | | | | | | | | | | | | | | | | | | |
| 7 | | | | | | | | | | | | | | | | | | |
| 8 | | | | | | | | | | | | | | | | | | |
| 9 | TOTAL Facility Related | | | | | | \$ | \$ | | | | \$ | | | | | | |
| B. Non-Facility Related* | | | | | | | | | | | | | | | | | | |
| 10 | | | | | | | | | Interest Income Offset | | | (124) | | | | | | |
| 11 | | | | | | | | | Home Office Allocation-PHCM | | | 223 | | | | | | |
| 12 | | | | | | | | | Home Office Allocation-PHW | | | 30,322 | | | | | | |
| 13 | | | | | | | | | | | | | | | | | | |
| 14 | TOTAL Non-Facility Related | | | | | | \$ | \$ | | | | \$ 30,421 | | | | | | |
| 15 | TOTALS (line 9+line14) | | | | | | \$ | \$ | | | | \$ 30,421 | | | | | | |

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.)

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

B. Real Estate Taxes

Important, please see the next worksheet, "RE_Tax". The real estate tax statement and bill must accompany the cost report.

| | | | | |
|--|-------------------------------|----|---------------|---|
| 1. Real Estate Tax accrual used on 2015 report. | | \$ | 20,748 | 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.) | | \$ | 19,927 | 2 |
| 3. Under or (over) accrual (line 2 minus line 1). | | \$ | (821) | 3 |
| 4. Real Estate Tax accrual used for 2016 report. (Detail and explain your calculation of this accrual on the lines below.) | | \$ | 20,520 | 4 |
| 5. Direct costs of an appeal of tax assessments which has NOT been included in professional fees or other general operating costs on Schedule V, sections A, B or C. (Describe appeal cost below. Attach copies of invoices to support the cost and a copy of the appeal filed with the county.) | | \$ | | 5 |
| 6. Subtract a refund of real estate taxes. You must offset the full amount of any direct appeal costs classified as a real estate tax cost plus one-half of any remaining refund. TOTAL REFUND \$ _____ For _____ Tax Year. (Attach a copy of the real estate tax appeal board's decision.) | Home Office Allocation | \$ | 175 | 6 |
| 7. Real Estate Tax expense reported on Schedule V, line 33. This should be a combination of lines 3 thru 6. | | \$ | 19,874 | 7 |

Real Estate Tax History:

| | | | |
|---|------|---------------|----|
| Real Estate Tax Bill for Calendar Year: | 2011 | 21,932 | 8 |
| | 2012 | 20,529 | 9 |
| | 2013 | 20,362 | 10 |
| | 2014 | 20,145 | 11 |
| | 2015 | 19,927 | 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 Newman Rehab & Hlth Care Ctr COUNTY Douglas

FACILITY IDPH LICENSE NUMBER 0053116

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) | (B) | (C) | (D) <u>Tax</u> <u>Applicable to</u> <u>Nursing Home</u> |
|----------------------------|--------------------------------|----------------------------|--|
| <u>Tax Index Number</u> | <u>Property Description</u> | <u>Total Tax</u> | |
| 1. <u>07-06-31-400-012</u> | <u>Long-Term Care Facility</u> | \$ <u>19,926.82</u> | \$ <u>19,926.82</u> |
| 2. _____ | _____ | \$ _____ | \$ _____ |
| 3. _____ | _____ | \$ _____ | \$ _____ |
| 4. _____ | _____ | \$ _____ | \$ _____ |
| 5. _____ | _____ | \$ _____ | \$ _____ |
| 6. _____ | _____ | \$ _____ | \$ _____ |
| 7. _____ | _____ | \$ _____ | \$ _____ |
| 8. _____ | _____ | \$ _____ | \$ _____ |
| 9. _____ | _____ | \$ _____ | \$ _____ |
| 10. _____ | _____ | \$ _____ | \$ _____ |
| | TOTALS | \$ <u><u>19,926.82</u></u> | \$ <u><u>19,926.82</u></u> |

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.**

X. BUILDING AND GENERAL INFORMATION:

A. Square Feet: 20,206 B. General Construction Type: Exterior Brick Frame Protected Number of Stories 1

C. Does the Operating Entity? (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? (a) Own the Equipment (b) Rent equipment from a Related Organization. (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? YES NO
If so, please complete the following:

1. Total Amount Incurred: 188,175 2. Number of Years Over Which it is Being Amortized: 20
3. Current Period Amortization: 20,235 4. Dates Incurred: 2013-2014

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

XI. OWNERSHIP COSTS:

| | 1 | 2 | 3 | 4 | |
|----------|----------|-------------|---------------|------|---|
| A. Land. | Use | Square Feet | Year Acquired | Cost | |
| 1 | Facility | 20,206 | 2005 | | 1 |
| 2 | | | | | 2 |
| 3 | TOTALS | 20,206 | | \$ | 3 |

XI. OWNERSHIP COSTS (continued)

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | |
|---------------------------|---|---------------|------------------|--------|---------------------------|---------------|----------------------------|-------------|--------------------------|
| Beds* | FOR BHF USE ONLY | Year Acquired | Year Constructed | Cost | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |
| 4 | | | | | \$ | | | \$ | \$ |
| 5 | | | | | | | | | |
| 6 | | | | | | | | | |
| 7 | | | | | | | | | |
| 8 | | | | | | | | | |
| Improvement Type** | | | | | | | | | |
| 9 | Sidewalks | | 2006 | 5,535 | | 8 | | | 5,535 |
| 10 | 2 Rooftop A/C | | 2006 | 11,726 | | 5 | | | 11,726 |
| 11 | Roof | | 2007 | 43,864 | | 20 | 2,193 | 2,193 | 20,834 |
| 12 | Water Heater | | 2007 | 25,462 | | 10 | 2,546 | 2,546 | 24,187 |
| 13 | Rooftop Unit | | 2011 | 7,350 | | 15 | 490 | 490 | 2,695 |
| 14 | Rooftop Unit | | 2011 | 6,925 | | 15 | 462 | 462 | 2,541 |
| 15 | Sand Filter | | 2012 | 5,000 | | 7 | 714 | 714 | 3,213 |
| 16 | Roof Replacement | | 2013 | 38,675 | | 25 | 1,548 | 1,548 | 5,418 |
| 17 | Nurses Station | | 2013 | 6,947 | | 15 | 464 | 464 | 1,624 |
| 18 | Flooring for Bathroom | | 2013 | 11,775 | | 15 | 786 | 786 | 1,946 |
| 19 | Water Heater | | 2014 | 6,029 | | 7 | 862 | 862 | 2,155 |
| 20 | Carpeting Replacement in Hallway and Main Level | | 2014 | 12,855 | | 15 | 857 | 857 | 2,143 |
| 21 | Compressor Repair | | 2014 | 4,033 | | 7 | 576 | 576 | 1,440 |
| 22 | Concrete Repair | | 2014 | 2,650 | | 7 | 189 | 189 | 567 |
| 23 | A/C Condenser Units | | 2014 | 5,625 | | 15 | 375 | 375 | 938 |
| 24 | Nurses Station | | 2015 | 19,150 | | 15 | 1,278 | 1,278 | 1,917 |
| 25 | | | | | | | | | |
| 26 | | | | | | | | | |
| 27 | | | | | | | | | |
| 28 | | | | | | | | | |
| 29 | | | | | | | | | |
| 30 | | | | | | | | | |
| 31 | Land Improvements Booked | | | | 369 | | | (369) | |
| 32 | Building Improvement Booked | | | | 10,740 | | | (10,740) | |
| 33 | | | | | | | | | |
| 34 | 2016-Home Office Allocation-Building Improvements | | | 6,326 | | | 152 | 152 | |
| 35 | 2016-Home Office Allocation-Land Improvements | | | 582 | | | 38 | 38 | |
| 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

XI. OWNERSHIP COSTS (continued)

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

| 1 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | |
|--------------------|-------------------------|------------|---------------------------|---------------|----------------------------|-------------|--------------------------|----|
| Improvement Type** | Year Constructed | Cost | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | 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 | | | | | | | | 62 |
| 63 | | | | | | | | 63 |
| 64 | | | | | | | | 64 |
| 65 | | | | | | | | 65 |
| 66 | | | | | | | | 66 |
| 67 | | | | | | | | 67 |
| 68 | | | | | | | | 68 |
| 69 | | | | | | | | 69 |
| 70 | TOTAL (lines 4 thru 69) | \$ 220,509 | \$ 11,109 | | \$ 13,530 | \$ 2,421 | \$ 88,879 | 70 |

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

Facility Name & ID Number Newman Rehab & Hlth Care Ctr

0053116

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 | \$ 101,755 | \$ 13,694 | \$ 10,175 | \$ (3,519) | 5-10 yrs. | \$ 30,377 | 71 |
| 72 | Current Year Purchases | | | | | | | 72 |
| 73 | Fully Depreciated Assets | 12,150 | | | | | 12,150 | 73 |
| 74 | Home Office Allocation | | | 7,403 | 7,403 | | | 74 |
| 75 | TOTALS | \$ 113,905 | \$ 13,694 | \$ 17,578 | \$ 3,884 | | \$ 42,527 | 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) | \$ 334,414 | 81 |
| 82 | Current Book Depreciation | (line 70, col.5 + line 75, col.2 + line 80, col.5) + (Pages 12B thru 12I, if applicable) | \$ 24,803 | 82 |
| 83 | Straight Line Depreciation | (line 70, col.7 + line 75, col.3 + line 80, col.6) + (Pages 12B thru 12I, if applicable) | \$ 31,108 | 83** |
| 84 | Adjustments | (line 70, col.8 + line 75, col.4 + line 80, col.7) + (Pages 12B thru 12I, if applicable) | \$ 6,305 | 84 |
| 85 | Accumulated Depreciation | (line 70, col.9 + line 75, col.6 + line 80, col.9) + (Pages 12B thru 12I, if applicable) | \$ 131,406 | 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.

XII. RENTAL COSTS

A. Building and Fixed Equipment (See instructions.)

1. Name of Party Holding Lease: Springwood Associates Limited Partnership

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: | | 60 | 12/1/1992 | \$ 207,083 | 10 | N/A | 3 |
| 4 | Additions | | | | | | | 4 |
| 5 | | | | | | | | 5 |
| 6 | | | | | | | | 6 |
| 7 | TOTAL | | 60 | | \$ 207,083 | | | 7 |

10. Effective dates of current rental agreement:

Beginning 12/1/1992

Ending 10/1/2018

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

Fiscal Year Ending Annual Rent

| | | |
|-----|--------------|-------------------|
| 12. | <u>/2017</u> | \$ <u>210,478</u> |
| 13. | <u>/2018</u> | \$ <u>210,478</u> |
| 14. | <u>/2019</u> | \$ <u>210,478</u> |

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 _____.

207,083

9. Option to Buy: YES NO Terms: _____*

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: \$ 28,405 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 | <u>Facility</u> | <u>2012 Ford E150</u> | \$ <u>578.00</u> | \$ <u>6,938</u> | 17 |
| 18 | | | | | 18 |
| 19 | | | | | 19 |
| 20 | | | | | 20 |
| 21 | TOTAL | | \$ 578.00 | \$ 6,938 | 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.

**Newman Rehab & Hlth Care Ctr
0053116**

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 | \$ 13,692 |
| Dishwasher | 701 |
| Generator | 5,079 |
| Copier | 8,316 |
| Home Office Allocation | 617 |
| | <u>28,405</u> |

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.)

| | | |
|--|---|--|
| <p>1. HAVE YOU TRAINED CNAs DURING THIS REPORT PERIOD? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO</p> <p>If "yes", please complete the remainder of this schedule. If "no", provide an explanation as to why this training was not necessary.</p> | <p>2. <u>CLASSROOM PORTION:</u></p> <p>IN-HOUSE PROGRAM <input type="checkbox"/></p> <p>IN OTHER FACILITY <input type="checkbox"/></p> <p>COMMUNITY COLLEGE <input type="checkbox"/></p> <p>HOURS PER CNA _____</p> | <p>3. <u>CLINICAL PORTION:</u></p> <p>IN-HOUSE PROGRAM <input type="checkbox"/></p> <p>IN OTHER FACILITY <input type="checkbox"/></p> <p>HOURS PER CNA _____</p> |
|--|---|--|

B. EXPENSES

ALLOCATION OF COSTS (d)

| | | Facility | | | |
|----|--|-----------|-----------|----------|-------|
| | | 1 | 2 | 3 | 4 |
| | | 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.

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

| | 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 | 10A(2), 10A(3) | hrs | \$ | 6,939 | \$ 104,082 | \$ 53 | 6,939 | \$ 104,135 | 1 |
| 2 | Licensed Speech and Language Development Therapist | 10A(3) | hrs | | 2,423 | 36,344 | | 2,423 | 36,344 | 2 |
| 3 | Licensed Recreational Therapist | | hrs | | | | | | | 3 |
| 4 | Licensed Physical Therapist | 10A(3) | hrs | | 7,550 | 113,250 | | 7,550 | 113,250 | 4 |
| 5 | Physician Care | | visits | | | | | | | 5 |
| 6 | Dental Care | | visits | | | | | | | 6 |
| 7 | Work Related Program | | hrs | | | | | | | 7 |
| 8 | Habilitation | | hrs | | | | | | | 8 |
| 9 | Pharmacy | 39(2) | # of prescrpts | | | | 43,353 | | 43,353 | 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 | | | \$ | 16,912 | \$ 253,676 | \$ 43,406 | 16,912 | \$ 297,082 | 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.

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 | \$ (90,195) | \$ (90,195) | 1 |
| 2 | Cash-Patient Deposits | | | 2 |
| 3 | Accounts & Short-Term Notes Receivable- Patients (less allowance 59,279) | 918,279 | 918,279 | 3 |
| 4 | Supply Inventory (priced at Cost) | 7,621 | 7,621 | 4 |
| 5 | Short-Term Investments | | | 5 |
| 6 | Prepaid Insurance | 13,661 | 13,661 | 6 |
| 7 | Other Prepaid Expenses | | | 7 |
| 8 | Accounts Receivable (owners or related parties) | | | 8 |
| 9 | Other(specify): <u>Security Deposit</u> | 45,797 | 45,797 | 9 |
| 10 | TOTAL Current Assets (sum of lines 1 thru 9) | \$ 895,163 | \$ 895,163 | 10 |
| | B. Long-Term Assets | | | |
| 11 | Long-Term Notes Receivable | | | 11 |
| 12 | Long-Term Investments | | | 12 |
| 13 | Land | 5,535 | | 13 |
| 14 | Buildings, at Historical Cost | | 6,326 | 14 |
| 15 | Leasehold Improvements, at Historical Cost | 217,066 | 214,183 | 15 |
| 16 | Equipment, at Historical Cost | 113,905 | 113,905 | 16 |
| 17 | Accumulated Depreciation (book methods) | (145,119) | (131,406) | 17 |
| 18 | Deferred Charges | | | 18 |
| 19 | Organization & Pre-Operating Costs | | | 19 |
| 20 | Accumulated Amortization - Organization & Pre-Operating Costs | | | 20 |
| 21 | Restricted Funds | | | 21 |
| 22 | Other Long-Term Assets (specify): | | | 22 |
| 23 | Other(specify): <u>Intercompany Loans</u> | 582 | 582 | 23 |
| 24 | TOTAL Long-Term Assets (sum of lines 11 thru 23) | \$ 191,969 | \$ 203,590 | 24 |
| 25 | TOTAL ASSETS (sum of lines 10 and 24) | \$ 1,087,132 | \$ 1,098,753 | 25 |

| | | 1 Operating | 2 After Consolidation* | |
|----|--|----------------|------------------------------|----|
| | C. Current Liabilities | | | |
| 26 | Accounts Payable | \$ 727,393 | \$ 727,393 | 26 |
| 27 | Officer's Accounts Payable | | | 27 |
| 28 | Accounts Payable-Patient Deposits | | | 28 |
| 29 | Short-Term Notes Payable | | | 29 |
| 30 | Accrued Salaries Payable | 51,793 | 51,793 | 30 |
| 31 | Accrued Taxes Payable (excluding real estate taxes) | 25,861 | 25,861 | 31 |
| 32 | Accrued Real Estate Taxes(Sch.IX-B) | 20,520 | 20,520 | 32 |
| 33 | Accrued Interest Payable | | | 33 |
| 34 | Deferred Compensation | | | 34 |
| 35 | Federal and State Income Taxes | | | 35 |
| | Other Current Liabilities(specify): | | | |
| 36 | <u>Payroll Withholdings</u> | 83,808 | 83,808 | 36 |
| 37 | <u>Accrued Management Fees</u> | 118,067 | 118,067 | 37 |
| 38 | TOTAL Current Liabilities (sum of lines 26 thru 37) | \$ 1,027,442 | \$ 1,027,442 | 38 |
| | D. Long-Term Liabilities | | | |
| 39 | Long-Term Notes Payable | | | 39 |
| 40 | Mortgage Payable | | | 40 |
| 41 | Bonds Payable | | | 41 |
| 42 | Deferred Compensation | | | 42 |
| | Other Long-Term Liabilities(specify): | | | |
| 43 | | | | 43 |
| 44 | | | | 44 |
| 45 | TOTAL Long-Term Liabilities (sum of lines 39 thru 44) | \$ | \$ | 45 |
| 46 | TOTAL LIABILITIES (sum of lines 38 and 45) | \$ 1,027,442 | \$ 1,027,442 | 46 |
| 47 | TOTAL EQUITY(page 18, line 24) | \$ 59,690 | \$ 71,311 | 47 |
| 48 | TOTAL LIABILITIES AND EQUITY (sum of lines 46 and 47) | \$ 1,087,132 | \$ 1,098,753 | 48 |

*(See instructions.)

XVI. STATEMENT OF CHANGES IN EQUITY

| | | 1 Total | |
|-----------|---|---------------------|-------------|
| 1 | Balance at Beginning of Year, as Previously Reported | \$ (303,775) | 1 |
| 2 | Restatements (describe): | | 2 |
| 3 | Prior Period Adjustments Made After Cost Reports Were Filed | (24,170) | 3 |
| 4 | | | 4 |
| 5 | | | 5 |
| 6 | Balance at Beginning of Year, as Restated (sum of lines 1-5) | \$ (327,945) | 6 |
| | A. Additions (deductions): | | |
| 7 | NET Income (Loss) (from page 19, line 43) | 387,635 | 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) | \$ 387,635 | 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) | \$ 59,690 | 24 * |

* This must agree with page 17, line 47.

Facility Name & ID Number Newman Rehab & Hlth Care Ctr

0053116

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 | | Amount | |
|--|---|--------------|-----|
| A. Inpatient Care | | | |
| 1 | Gross Revenue -- All Levels of Care | \$ 2,604,731 | 1 |
| 2 | Discounts and Allowances for all Levels | (291,481) | 2 |
| 3 | SUBTOTAL Inpatient Care (line 1 minus line 2) | \$ 2,313,250 | 3 |
| B. Ancillary Revenue | | | |
| 4 | Day Care | | 4 |
| 5 | Other Care for Outpatients | | 5 |
| 6 | Therapy | 475,859 | 6 |
| 7 | Oxygen | 3,410 | 7 |
| 8 | SUBTOTAL Ancillary Revenue (lines 4 thru 7) | \$ 479,269 | 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 | 2,079 | 14 |
| 15 | Telephone, Television and Radio | | 15 |
| 16 | Rental of Facility Space | | 16 |
| 17 | Sale of Drugs | 74,216 | 17 |
| 18 | Sale of Supplies to Non-Patients | | 18 |
| 19 | Laboratory | | 19 |
| 20 | Radiology and X-Ray | 2,717 | 20 |
| 21 | Other Medical Services | 17,606 | 21 |
| 22 | Laundry | | 22 |
| 23 | SUBTOTAL Other Operating Revenue (lines 9 thru 22) | \$ 96,618 | 23 |
| D. Non-Operating Revenue | | | |
| 24 | Contributions | | 24 |
| 25 | Interest and Other Investment Income*** | 124 | 25 |
| 26 | SUBTOTAL Non-Operating Revenue (lines 24 and 25) | \$ 124 | 26 |
| E. Other Revenue (specify):**** | | | |
| 27 | Settlement Income (Insurance, Legal, Etc.) | | 27 |
| 28 | <u>Transportation Revenue</u> | 10,663 | 28 |
| 28a | <u>Miscellaneous Revenue</u> | 615 | 28a |
| 29 | SUBTOTAL Other Revenue (lines 27, 28 and 28a) | \$ 11,278 | 29 |
| 30 | TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29) | \$ 2,900,539 | 30 |

| II. Expenses | | Amount | |
|-------------------------------------|--|--------------|----|
| A. Operating Expenses | | | |
| 31 | General Services | 461,292 | 31 |
| 32 | Health Care | 1,147,490 | 32 |
| 33 | General Administration | 445,846 | 33 |
| B. Capital Expense | | | |
| 34 | Ownership | 286,311 | 34 |
| C. Ancillary Expense | | | |
| 35 | Special Cost Centers | 64,298 | 35 |
| 36 | Provider Participation Fee | 107,667 | 36 |
| D. Other Expenses (specify): | | | |
| 37 | | | 37 |
| 38 | | | 38 |
| 39 | | | 39 |
| 40 | TOTAL EXPENSES (sum of lines 31 thru 39)* | \$ 2,512,904 | 40 |
| 41 | Income before Income Taxes (line 30 minus line 40)** | 387,635 | 41 |
| 42 | Income Taxes | | 42 |
| 43 | NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42) | \$ 387,635 | 43 |

| III. Net Inpatient Revenue detailed by Payer Source | | Amount | |
|---|---|--------------|----|
| 44 | Medicaid - Net Inpatient Revenue | \$ 1,139,017 | 44 |
| 45 | Private Pay - Net Inpatient Revenue | 786,329 | 45 |
| 46 | Medicare - Net Inpatient Revenue | 323,693 | 46 |
| 47 | Other-(specify) <u>Insurance Net Inpatient Revenue</u> | 64,211 | 47 |
| 48 | Other-(specify) | | 48 |
| 49 | TOTAL Inpatient Care Revenue (This total must agree to Line 3) | \$ 2,313,250 | 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 Newman Rehab & Hlth Care Ctr

0053116

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 | 2** | 3 | 4 | | |
|----|-------------------------------|----------------------------|--|---------------------|----------|----|
| | # of Hrs. Actually Worked | # of Hrs. Paid and Accrued | Reporting Period Total Salaries, Wages | Average Hourly Wage | | |
| 1 | Director of Nursing | 1,820 | 1,820 | \$ 59,583 | \$ 32.74 | 1 |
| 2 | Assistant Director of Nursing | | | | | 2 |
| 3 | Registered Nurses | 2,160 | 2,359 | 67,431 | 28.58 | 3 |
| 4 | Licensed Practical Nurses | 8,831 | 9,118 | 181,069 | 19.86 | 4 |
| 5 | CNAs & Orderlies | 31,422 | 32,358 | 350,578 | 10.83 | 5 |
| 6 | CNA Trainees | | | | | 6 |
| 7 | Licensed Therapist | | | | | 7 |
| 8 | Rehab/Therapy Aides | | | | | 8 |
| 9 | Activity Director | 1,912 | 2,106 | 28,686 | 13.62 | 9 |
| 10 | Activity Assistants | | | | | 10 |
| 11 | Social Service Workers | 2,080 | 2,080 | 31,571 | 15.18 | 11 |
| 12 | Dietician | | | | | 12 |
| 13 | Food Service Supervisor | 1,887 | 1,973 | 27,344 | 13.86 | 13 |
| 14 | Head Cook | | | | | 14 |
| 15 | Cook Helpers/Assistants | 9,056 | 9,249 | 84,640 | 9.15 | 15 |
| 16 | Dishwashers | | | | | 16 |
| 17 | Maintenance Workers | 2,080 | 2,080 | 33,050 | 15.89 | 17 |
| 18 | Housekeepers | 10,441 | 11,133 | 113,457 | 10.19 | 18 |
| 19 | Laundry | | | | | 19 |
| 20 | Administrator | 2,080 | 2,080 | 57,333 | 27.56 | 20 |
| 21 | Assistant Administrator | | | | | 21 |
| 22 | Other Administrative | | | | | 22 |
| 23 | Office Manager | 1,905 | 2,090 | 30,910 | 14.79 | 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 | 958 | 1,057 | 23,284 | 22.03 | 31 |
| 32 | Other Health Care(specify) | | | | | 32 |
| 33 | Other(specify) <u>CPC</u> | 1,996 | 2,097 | 45,889 | 21.88 | 33 |
| 34 | TOTAL (lines 1 - 33) | 78,628 | 81,600 | \$ 1,134,825 * | \$ 13.91 | 34 |

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

** See instructions.

B. CONSULTANT SERVICES

| | 1 | 2 | 3 | |
|----|---------------------------------|--|------------------------------------|----|
| | Number of Hrs. Paid & Accrued | Total Consultant Cost for Reporting Period | Schedule V Line & Column Reference | |
| 35 | Dietary Consultant | \$ | | 35 |
| 36 | Medical Director | Monthly 15,600 | L9,C3 | 36 |
| 37 | Medical Records Consultant | | | 37 |
| 38 | Nurse Consultant | | | 38 |
| 39 | Pharmacist Consultant | Monthly 3,086 | L10, C3 | 39 |
| 40 | Physical Therapy Consultant | | | 40 |
| 41 | Occupational Therapy Consultant | | | 41 |
| 42 | Respiratory Therapy Consultant | 8 477 | | 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) | 8 \$ 19,163 | | 49 |

C. CONTRACT NURSES

| | 1 | 2 | 3 | |
|----|----------------------------------|----------------------|------------------------------------|----|
| | Number of Hrs. Paid & Accrued | Total Contract Wages | 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 |

XIX. SUPPORT SCHEDULES

| A. Administrative Salaries | | | | D. Employee Benefits and Payroll Taxes | | | F. Dues, Fees, Subscriptions and Promotions | |
|---|---------------------|-------------|------------|--|-----------|-------------------------------------|---|--------|
| Name | Function | Ownership % | Amount | Description | Amount | Description | Amount | |
| Cindy Crable | Administrator | 0 | \$ 57,333 | Workers' Compensation Insurance | \$ 20,304 | IDPH License Fee | \$ 1,990 | |
| | | | | Unemployment Compensation Insurance | 28,472 | Advertising: Employee Recruitment | 168 | |
| | | | | FICA Taxes | 80,279 | Health Care Worker Background Check | | |
| | | | | Employee Health Insurance | 4,823 | (Indicate # of checks performed 9) | 241 | |
| | | | | Employee Meals | | Patient Background Checks | 619 | |
| | | | | Illinois Municipal Retirement Fund (IMRF)* | | Miscellaneous Licenses & Permits | 968 | |
| | | | | Employee Relations | 421 | Miscellaneous Dues & Subscriptions | 1,500 | |
| | | | | Employee Retirement | 527 | Home Office Allocation | 313 | |
| | | | | Home Office Allocation | 19,186 | | | |
| TOTAL (agree to Schedule V, line 17, col. 1) (List each licensed administrator separately.) | | | \$ 57,333 | TOTAL (agree to Schedule V, line 22, col.8) | | \$ 5,799 | | |
| B. Administrative - Other | | | | | | | Less: Public Relations Expense () | |
| Description | | | Amount | | | | Non-allowable advertising () | |
| Management Fees-See Page 6, Eliminated on P 3, C 7 | | | \$ 219,600 | | | | Yellow page advertising () | |
| TOTAL (agree to Schedule V, line 17, col. 3) (Attach a copy of any management service agreement) | | | \$ 219,600 | | | | TOTAL (agree to Sch. V, line 20, col. 8) | |
| C. Professional Services | | | | E. Schedule of Non-Cash Compensation Paid to Owners or Employees | | | G. Schedule of Travel and Seminar** | |
| Vendor/Payee | Type | | Amount | Description | Line # | Amount | Description | Amount |
| E-Health Data Solutions | Computer Services | | \$ 3,042 | | | | Out-of-State Travel | \$ |
| Honkamp Krueger & Co. | Accounting Services | | 937 | | | | | |
| Allscripts | Computer Services | | 962 | N/A | | | In-State Travel | |
| Frontier | Computer Services | | 1,365 | | | | | |
| Livingston, Barger, Brandt... | Legal Fees | | 1,380 | | | | Seminar Expense | |
| TOTAL (agree to Schedule V, line 19, column 3) (For legal fee disclosure, see page 39 of instructions) | | | \$ 7,686 | TOTAL | | \$ | Home Office Allocation | 32 |
| | | | | | | | Entertainment Expense () | |
| | | | | | | | TOTAL (agree to Sch. V, line 24, col. 8) | \$ 32 |

* Attach copy of IMRF notifications

**See instructions.

Newman Rehab & Hlth Care Ctr

0053116

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) | | 7,686 |

Home Office Allocation

| | | |
|------------------------------------|-------------------|-------|
| Lucie, Scalf, and Bougher | Legal | 33 |
| Miscellaneous | Legal | 13 |
| Miller Hall and Triggs | Legal | 58 |
| Healthcare Resources International | Legal | 289 |
| Hunziker Law | Legal | 69 |
| Lexis Nexis | Legal | 6 |
| Gemino | Legal | 5,205 |
| Illinois Secretary of State | Legal | 38 |
| Peoria County Recorder | Legal | 15 |
| CliftonLarson Allen | Accountants | 300 |
| Ginoli & Co. | Accountants | 3,051 |
| Miscellaneous | Computer Services | 38 |
| Change Healthcare | Computer Services | 6 |
| PTC Select | Computer Services | 3 |
| Advanced Answers on Demand | Computer Services | 2,639 |
| Stratus Networks | Computer Services | 268 |
| Kemper Technology | Computer Services | 177 |
| AT&T | Computer Services | 4 |
| Ability Network | Computer Services | 1,125 |
| CIAN | Computer Services | 134 |
| Comcast | Computer Services | 22 |
| CCH | Computer Services | 9 |
| Charter Communications | Computer Services | 26 |
| Allscripts | Computer Services | 392 |
| ATS | Computer Services | 177 |
| Allpayer Exchange | Computer Services | 9 |
| Optimizer | Other Prof Fees | 27 |
| Ankura | Other Prof Fees | 205 |
| David Budde | Other Prof Fees | 23 |
| Bruner, Cooper, Zuck | Other Prof Fees | 60 |
| Marotta, Gund, Budd, Dzerda | Other Prof Fees | 4,595 |
| Professional Software and Services | Other Prof Fees | 15 |
| Hughes Valuation Services | Other Prof Fees | 18 |
| Alan Litwiller | Other Prof Fees | 1 |

Total (agree to Schedule V, line 19, column 8)

26,736

Facility Name & ID Number Newman Rehab & Hlth Care Ctr

0053116

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 \$1500
- (3) Did the nursing home make political contributions or payments to a political action organization? No If YES, have these costs been properly adjusted out of the cost report? N/A
- (4) Does the bed capacity of the building differ from the number of beds licensed at the end of the fiscal year? No If YES, what is the capacity? N/A
- (5) Have you properly capitalized all major repairs and equipment purchases? Yes
What was the average life used for new equipment added during this period? 7 yrs.
- (6) Indicate the total amount of both disposable and non-disposable diaper expense and the location of this expense on Sch. V. \$ 15,739 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 for Schedule VII)? YES NO X If YES, please indicate name of the facility, IDPH license number of this related party and the date the present owners took over.
- (11) Indicate the amount of the Provider Participation Fees paid and accrued to the Department during this cost report period. \$ 107,667
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 to the Department, in addition to the daily rate, been properly classified in the Ancillary Section of Schedule V? Yes
- (14) Is a portion of the building used for any function other than long term care services for the patient census listed on page 2, Section B? No For example, is a portion of the building used for rental, a pharmacy, day care, etc.) If YES, attach a schedule which explains how all related costs were allocated to these functions.
- (15) Indicate the cost of employee meals that has been reclassified to employee benefits on Schedule V. \$ 0 Has any meal income been offset against related costs? Yes Indicate the amount. \$ 2,079
- (16) Travel and Transportation
a. Are there costs included for out-of-state travel? No
If YES, attach a complete explanation.
b. Do you have a separate contract with the Department to provide medical transportation for residents? Yes If YES, please indicate the amount of income earned from such a program during this reporting period. \$ 10,663
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 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 Detail | -57,866 | equal to | -57,866 | 0 | O.K. | Pg5 Z22 | B. | 37 | 1 | Pg4 K29 | N/A | 45 | 7 |
| Interest Expense | 30,421 | equal to | 30,421 | 0 | O.K. | Pg9 P34 | A. | 15 | 10 | Pg4 L13 | N/A | 32 | 8 |
| Real Estate Tax Expenses | 19,874 | equal to | 19,874 | 0 | FAILED | Pg10 W24 | B. | 5 | N/A | Pg4 L14 | N/A | 33 | 8 |
| Amortization exp. Pre-opening & org. | 20,235 | equal to | 20,235 | 0 | O.K. | Pg11 I33 | E. | 3 | N/A | Pg4 L12 | N/A | 31 | 8 |
| Ownership Costs-Depreciation | 31,108 | equal to | 31,108 | 0 | O.K. | Pg13 Y28 | E. | 49 | 2 | Pg4 L11 | N/A | 30 | 8 |
| Rental Costs A | 207,083 | equal to | 207,083 | 0 | O.K. | Pg14 L20+N22 | A. | 7 + 8 | 4+N/A | Pg4 L15 | N/A | 34 | 8 |
| Rental Costs B | 35,343 | equal to | 35,343 | 0 | O.K. | Pg14 J30+N40 | B.+ C. | 16+21 | N/A+4 | Pg4 L16 | N/A | 35 | 8 |
| Nurse Aid Training Prog. | 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 Services | 253,729 | equal to | 253,729 | 0 | O.K. | Pg16 Z12+Z14.. | N/A;B | 1-4,40-43 | 8;2 | Pg3 H20 | N/A | 10a | 4 |
| Special Serv.- Supplies | 43,406 | equal to | 43,406 | 0 | O.K. | Pg16 V32 | N/A | 14 | 6 | Pg4 F22 + Pg 3 | N/A | 39,10a | 2 |
| Income Stat. General Serv. | 461,292 | equal to | 461,292 | 0 | O.K. | Pg19 P11 | N/A | 31 | 2 | Pg3 H16 | N/A | 8 | 4 |
| Income Stat. Health Care | 1,147,490 | equal to | 1,147,490 | 0 | O.K. | Pg19 P12 | N/A | 32 | 2 | Pg3 H26 | N/A | 16 | 4 |
| Income Stat. Admininstation | 445,846 | equal to | 445,846 | 0 | O.K. | Pg19 P13 | N/A | 33 | 2 | Pg3 H39 | N/A | 28 | 4 |
| Income Stat. Ownership | 286,311 | equal to | 286,311 | 0 | O.K. | Pg19 P15 | N/A | 34 | 2 | Pg4 H18 | N/A | 37 | 4 |
| Income Stat. Special Cost Ctr | 64,298 | equal to | 64,298 | 0 | O.K. | Pg19 P17 | N/A | 35 | 2 | Pg4 H21..H24+I | N/A | 38to41+43 | 4 |
| Income Stat. Prov. Partic. | 107,667 | equal to | 107,667 | 0 | O.K. | Pg19 P18 | N/A | 36 | 2 | Pg4 H25 | N/A | 42 | 4 |
| Staff- Nursing | 727,834 | equal to | 727,834 | 0 | O.K. | Pg20 K11..K15+ | A. | 1-5,24,25,27-30 | 3 | Pg3 E19 | N/A | 10 | 1 |
| Staff- Nurse aide Training | 0 | < or = to | 0 | 0 | O.K. | Pg20 K16 | A. | 6 | 3 | Pg3 E23 | N/A | 13 | 1 |
| Staff-Licensed Therapist | 0 | equal to | 0 | 0 | O.K. | Pg20 K17 | A. | 7 | 3 | Pg4 E22 | N/A | 39 | 1 |
| Staff- Activities | 28,686 | equal to | 28,686 | 0 | O.K. | Pg20 K19+K20 | A. | 9+10 | 3 | Pg3 E21 | N/A | 11 | 1 |
| Staff- Social Serv. Workers | 31,571 | equal to | 31,571 | 0 | O.K. | Pg20 K21 | A. | 11 | 3 | Pg3 E22 | N/A | 12 | 1 |
| Staff- Dietary | 111,984 | equal to | 111,984 | 0 | O.K. | Pg20 K22..K26 | A. | 16-Dec | 3 | Pg3 E9 | N/A | 1 | 1 |
| Staff- Maintenance | 33,050 | equal to | 33,050 | 0 | O.K. | Pg20 K27 | A. | 17 | 3 | Pg3 E14 | N/A | 6 | 1 |
| Staff- Housekeeping | 113,457 | equal to | 113,457 | 0 | O.K. | Pg20 K28 | A. | 18 | 3 | Pg3 E11 | N/A | 3 | 1 |
| Staff- Laundry | 0 | equal to | #VALUE! | #VALUE! | | Pg20 K29 | A. | 19 | 3 | Pg3 E12 | N/A | 4 | 1 |
| Staff- Administrative | 57,333 | equal to | 57,333 | 0 | O.K. | Pg20 K30..K32 | A. | 20-22 | 3 | Pg3 E28 | N/A | 17 | 1 |
| Staff- Clerical | 30,910 | equal to | 30,910 | 0 | O.K. | Pg20 K33..K34 | A. | 23+24 | 3 | Pg3 E32 | N/A | 21 | 1 |
| Staff- Medical Director | 0 | equal to | 0 | 0 | O.K. | Pg20 K37 | A. | 27 | 3 | Pg3 E18 | N/A | 9 | 1 |
| Total Salaries And Wages | 1,134,825 | equal to | 1,077,492 | 57,333 | FAILED | Pg20 K44 | A. | 34 | 3 | Pg4 E29 | N/A | 45 | 1 |
| Dietary Consultant | 0 | < or = to | #VALUE! | #VALUE! | | Pg20 X12 | B. | 35 | 2 | Pg3 G9 | N/A | 1 | 3 |
| Medical Director | 15,600 | < or = to | 15,600 | 0 | O.K. | Pg20 X13 | B. | 36 | 2 | Pg3 G18 | N/A | 9 | 3 |
| Consultants & contractors | 3,563 | < or = to | 10,678 | -7,115 | O.K. | Pg20 X14..X16+ | B. & C. | 7to39 and 50to5 | 2 | Pg3 G19 | N/A | 10 | 3 |
| Activity Consultant | 0 | < or = to | 29 | -29 | O.K. | Pg20 X21 | B. | 44 | 2 | Pg3 G21 | N/A | 11 | 3 |
| Social Service Consultant | 0 | < or = to | 0 | 0 | O.K. | Pg20 X22 | B. | 45 | 2 | Pg3 G22 | N/A | 12 | 3 |
| Supp. Sched.- Admin. Salar. | 57,333 | equal to | 57,333 | 0 | O.K. | Pg21 I16 | A. | N/A | N/A | Pg3 E28 | N/A | 17 | 1 |
| Supp. Sched.- Admin. Other | 219,600 | equal to | 219,600 | 0 | O.K. | Pg21 I24 | B. | N/A | N/A | Pg3 G28 | N/A | 17 | 3 |
| Supp. Sched.- Prof. Serv. | 7,686 | equal to | 7,686 | 0 | O.K. | Pg21 I41 | C. | N/A | N/A | Pg3 G30 | N/A | 19 | 3 |
| Supp. Sched.- Benefit/Taxes | 154,012 | equal to | 154,012 | 0 | FAILED | Pg21 P22 | D. | N/A | N/A | Pg3 L33 | N/A | 22 | 8 |
| Supp. Sched.- Sched of dues.. | 5,799 | equal to | 5,799 | 0 | O.K. | Pg21 V22 | F. | N/A | N/A | Pg3 L31 | N/A | 20 | 8 |
| Supp. Sched.- Sched. of trav | 32 | equal to | 32 | 0 | O.K. | Pg21 V41 | G. | N/A | N/A | Pg3 L35 | N/A | 24 | 8 |
| Gen. Info - Particip. Fees | 107,667 | equal to | 107,667 | 0 | O.K. | Pg23 I38 | N/A | 11 | N/A | Pg4 G25 | N/A | 42 | 3 |
| Gen. Info - Employee Meals | 0 | equal to | 0 | 0 | O.K. | Pg23 S16 | N/A | 16 | N/A | Pg21 P12 | D. | N/A | N/A |
| Nurse aide training | 0 | equal to | 0 | 0 | O.K. | Pg15 U29..U31 | B. | 3, 4 & 5 | 4 | Pg3 E23 | N/A | 13 | 1 |
| Days of medicare provided | 1,485 | equal to | 2,000 | -515 | FAILED | Pg2 AB29 | K. | N/A | N/A | Pg2 J30 | B. | 8 | 4 |
| Adjustment for related org. costs | -22,152 | equal to | -22,152 | 0 | O.K. | Pg5 Z18 | B. | 34 | 1 | Pg6 to Pg 6I Y4 | B. | 14 | 8 |
| Total loan balance | 0 | equal to | 0 | 0 | O.K. | Pg9 L34 | A. | 15 | 7 | Pg17 V13+V27. | N/A | 29+39-41 | 2 |
| Real estate tax accrual | 20,520 | equal to | 20,520 | 0 | O.K. | Pg10 W15 | B. | 4 | N/A | Pg17 V17 | N/A | 32 | 2 |
| Land | 0 | equal to | #VALUE! | #VALUE! | | Pg11 T43 | A. | 3 | 4 | Pg17 K25 | N/A | 13 | 2 |
| Building cost | 220,509 | equal to | 220,509 | 0 | O.K. | Pg12 to 12I L43 | B. | 36 | 4 | Pg17 K26+K27 | N/A | 14 & 15 | 2 |
| Equipment and vehicle cost | 113,905 | equal to | 113,905 | 0 | O.K. | Pg13 O22+L13 | C.& D. | 41 + 46 | 1 + 4 | Pg17 K28 | N/A | 16 | 2 |
| Accumulated depr. | 131,406 | equal to | 131,406 | 0 | O.K. | Pg13 Y30 | E. | 51 | 2 | Pg17 K29 | N/A | 17 | 2 |
| End of year equity | 59,690 | equal to | 59,690 | 0 | O.K. | Pg18 I33 | N/A | 24 | 1 | Pg17 S39 | N/A | 47 | 1 |
| Net income (loss) | 387,635 | equal to | 387,635 | 0 | O.K. | Pg18 I15 | N/A | 7 | 1 | Pg19 P30 | N/A | 43 | 2 |
| Unamortized deferred maint. cost | 0 | equal to | 0 | 0 | O.K. | Pg22 F31-J31..I | H. | 20 | 3 | Pg17 K30 | N/A | 18 | 2 |
| Balance Sheet | 1,087,132 | equal to | 1,087,132 | 0 | O.K. | Pg17:H41 | N/A | 25 | 1 | Pg17 S41 | N/A | 48 | 1 |

| | Salaries | Supplies | Other | Total | Reclass- ifications | Reclassified Total | Adjusted Adjustments | Adjusted Total |
|-------------------------------------|-----------|----------|-----------|-----------|------------------------|-----------------------|-------------------------|-------------------|
| 1. Dietary | 111,984 | 8,861 | 0 | 120,845 | 0 | 120,845 | 2,943 | 123,788 |
| 2. Food Purchase | 0 | 90,722 | 0 | 90,722 | 0 | 90,722 | -2,026 | 88,696 |
| 3. Housekeeping | 113,457 | 12,491 | 0 | 125,948 | 0 | 125,948 | 51 | 125,999 |
| 4. Laundry | 0 | 4,767 | 0 | 4,767 | 0 | 4,767 | 0 | 4,767 |
| 5. Heat and Other Utilities | 0 | 0 | 51,274 | 51,274 | 0 | 51,274 | 171 | 51,445 |
| 6. Maintenance | 33,050 | 10,838 | 23,848 | 67,736 | 0 | 67,736 | 1,607 | 69,343 |
| 7. Other (specify)* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Total General Services | 258,491 | 127,679 | 75,122 | 461,292 | 0 | 461,292 | 2,746 | 464,038 |
| 9. Medical Director | 0 | 0 | 15,600 | 15,600 | 0 | 15,600 | 0 | 15,600 |
| 10. Nursing & Medical Records | 727,834 | 79,261 | 10,678 | 817,773 | 0 | 817,773 | -528 | 817,245 |
| 10a. Therapy | 0 | 53 | 253,676 | 253,729 | 0 | 253,729 | 0 | 253,729 |
| 11. Activities | 28,686 | 102 | 29 | 28,817 | 0 | 28,817 | -10,663 | 18,154 |
| 12. Social Services | 31,571 | 0 | 0 | 31,571 | 0 | 31,571 | 0 | 31,571 |
| 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 | 788,091 | 79,416 | 279,983 | 1,147,490 | 0 | 1,147,490 | -11,191 | ##### |
| 17. Administrative | 0 | 0 | 219,600 | 219,600 | 0 | 219,600 | -162,267 | 57,333 |
| 18. Directors Fees | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19. Professional Services | 0 | 0 | 7,686 | 7,686 | 0 | 7,686 | 19,049 | 26,735 |
| 20. Fees, Subscriptions & Promotion | 0 | 0 | 5,486 | 5,486 | 0 | 5,486 | 313 | 5,799 |
| 21. Clerical & General Office | 30,910 | 1,193 | 10,291 | 42,394 | 0 | 42,394 | 34,313 | 76,707 |
| 22. Employee Benefits & Payroll | 0 | 0 | 134,826 | 134,826 | 0 | 134,826 | 19,186 | 154,012 |
| 23. Inservice Training & Education | 0 | 0 | 0 | 0 | 0 | 0 | 66 | 66 |
| 24. Travel and Seminar | 0 | 0 | 0 | 0 | 0 | 0 | 32 | 32 |
| 25. Other Admin. Staff Trans | 0 | 0 | 4,876 | 4,876 | 0 | 4,876 | 2,699 | 7,575 |
| 26. Insurance-Prop.Liab.Malpractice | 0 | 0 | 30,978 | 30,978 | 0 | 30,978 | 380 | 31,358 |
| 27. Other (specify)* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Total General Adminis | 30,910 | 1,193 | 413,743 | 445,846 | 0 | 445,846 | -86,229 | 359,617 |
| 29. Total General Administrative | 1,077,492 | 208,288 | 768,848 | 2,054,628 | 0 | 2,054,628 | -94,674 | ##### |
| 30. Depreciation | 0 | 0 | 24,803 | 24,803 | 0 | 24,803 | 6,305 | 31,108 |
| 31. Amortization of Pre-Op. & Org. | 0 | 0 | 0 | 0 | 0 | 0 | 20,235 | 20,235 |
| 32. Interest | 0 | 0 | 0 | 0 | 0 | 0 | 30,421 | 30,421 |
| 33. Real Estate | 0 | 0 | 19,699 | 19,699 | 0 | 19,699 | 175 | 19,874 |
| 34. Rent - Facility & Grounds | 0 | 0 | 207,083 | 207,083 | 0 | 207,083 | 0 | 207,083 |
| 35. Rent - Equipment & Vehicles | 0 | 0 | 34,726 | 34,726 | 0 | 34,726 | 617 | 35,343 |
| 36. Other (specify):* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 37. Total Ownership | 0 | 0 | 286,311 | 286,311 | 0 | 286,311 | 57,753 | 344,064 |
| 38. Medically Necessary T | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 39. Ancillary Service Cent | 0 | 43,353 | 0 | 43,353 | 0 | 43,353 | 0 | 43,353 |
| 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 | 107,667 | 107,667 | 0 | 107,667 | 0 | 107,667 |
| 43. Other (specify):* | 0 | 378 | 20,567 | 20,945 | 0 | 20,945 | -20,945 | 0 |
| 44. Total Special Cost Ce | 0 | 43,731 | 128,234 | 171,965 | 0 | 171,965 | -20,945 | 151,020 |
| 45. Grand Total | 1,077,492 | 252,019 | 1,183,393 | 2,512,904 | 0 | 2,512,904 | -57,866 | ##### |

| | | After |
|---|-----------|---------------|
| | Operating | Consolidation |
| General Service Cost Center | | |
| 1. Cash on hand and in banks | -90,195 | -90,195 |
| 2. Cash - Patient Deposits | 0 | 0 |
| 3. Accounts & Notes Recievable | 918,279 | 918,279 |
| 4. Supply Inventory | 7,621 | 7,621 |
| 5. Short-Term Investments | 0 | 0 |
| 6. Prepaid Insurance | 13,661 | 13,661 |
| 7. Other Prepaid Expenses | 0 | 0 |
| 8. Accounts Receivable-Owner/Related Party | 0 | 0 |
| 9. Other (specify): | 45,797 | 45,797 |
| 10. Total current assets | 895,163 | 895,163 |
| LONG TERM ASSETS | | |
| 11. Long-Term Notes Receivable | 0 | 0 |
| 12. Long-Term Investments | 0 | 0 |
| 13. Land | 5,535 | 0 |
| 14. Buildings, at Historical Cost | 0 | 6,326 |
| 15. Leasehold Improvements, Historical Cost | 217,066 | 214,183 |
| 16. Equipment, at Historical Cost | 113,905 | 113,905 |
| 17. Accumulated Depreciation (book methods) | -145,119 | -131,406 |
| 18. Deferred Charges | 0 | 0 |
| 19. Organization & Pre-Operating Costs | 0 | 0 |
| 20. Accum Amort - Org/Pre-Op Costs | 0 | 0 |
| 21. Restricted Funds | 0 | 0 |
| 22. Other Long-Term Assets (specify): | 0 | 0 |
| 23. other (specify): | 582 | 582 |
| 24. Total Long-Term Assets | 191,969 | 203,590 |
| 25. Total Assets | 1,087,132 | 1,098,753 |
| CURRENT LIABILITIES | | |
| 26. Accounts Payable | 727,393 | 727,393 |
| 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 | 51,793 | 51,793 |
| 31. Accrued Taxes Payable | 25,861 | 25,861 |
| 32. Accrued Real Estate Taxes | 20,520 | 20,520 |
| 33. Accrued Interest Payable | 0 | 0 |
| 34. Deferred Compensation | 0 | 0 |
| 35. Federal and State Income Taxes | 0 | 0 |
| 36. Other Current Liabilities (specify): | 83,808 | 83,808 |
| 37. Other Current Liabilities (specify): | 118,067 | 118,067 |
| 38. Total Current Liabilities | 1,027,442 | 1,027,442 |
| LONG TERM LIABILITES | | |
| 39.Long-Term Notes Payable | 0 | 0 |
| 40.Mortgage Payable | 0 | 0 |
| 41.Bonds Payable | 0 | 0 |
| 42.Deferred Compensation | 0 | 0 |
| 43.Other Long-Term Liabilities (specify): | 0 | 0 |
| 44.Other Long-Term Liabilities (specify): | 0 | 0 |
| 45.Total Long-Term Liabilities | 0 | 0 |
| 46.Total Liabilities | 1,027,442 | 1,027,442 |
| 47.Total Equity | 59,690 | 71,311 |
| 48.Total Liabilities and Equity | 1,087,132 | 1,098,753 |

| | Balance per Medicaid Trial Balance |
|--|--|
| 1. Gross Revenue - All levels of Care | 2,604,731 |
| 2. Discounts and Allowances for all Levels | -291,481 |
| Subtotal - Inpatient Care | 2,313,250 |
| 4. Day Care | 0 |
| 5. Other Care for Outpatients | 0 |
| 6. Therapy | 475,859 |
| 7. Oxygen | 3,410 |
| Subtotal - Ancillary Revenue | 479,269 |
| 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 | 2,079 |
| 15. Telephone, Television, and Radio | 0 |
| 16. Rental of Facility Space | 0 |
| 17. Sale of Drugs | 74,216 |
| 18. Sale of Supplies to Non-Patients | 0 |
| 19. Laboratory | 0 |
| 20. Radiology and X-Ray | 2,717 |
| 21. Other Medical Services | 17,606 |
| 22. Laundry | 0 |
| Subtotal - Other Operating Revenue | 96,618 |
| 24. Contributions | 0 |
| 25. Interest and Other Investments Income | 124 |
| Subtotal - Non-Operating Revenue | 124 |
| 27. Other Revenue (specify): | 10,663 |
| 28. Other Revenue (specify): | 615 |
| Subtotal - Other Revenue | 11,278 |
| 30. Total Revenue | 2,900,539 |
| 31. General Services | 448,516 |
| 32. Health Care | 1,165,781 |
| 33. General Administration | 426,230 |
| 34. Ownership | 287,096 |
| 35. Special Cost Centers | 205,727 |
| 35. Provider Participation Fee | 110,869 |
| 37. Other | 0 |
| 40. Total Expenses | 2,644,219 |
| 41. Income Before Income Taxes | 256,320 |
| 42. Income Taxes | 0 |
| 43. Net Income or Loss for the Year | 256,320 |