

		FOR BHF USE					

LL1

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.

I. IDPH License ID Number: 0049353

Facility Name: Manorcare of Palos Hts West

Address: 11860 Southwest Hwy Palos Heights 60463
Number City Zip Code

County: Cook

Telephone Number: (708) 361-4555 Fax # (708) 361-3777

HFS ID Number:

Date of Initial License for Current Owners: 04/15/96

Type of Ownership:

☐ VOLUNTARY, NON-PROFIT
☐ Charitable Corp.
☐ Trust
IRS Exemption Code

☒ PROPRIETARY
☐ Individual
☐ Partnership
☐ Corporation
☐ "Sub-S" Corp.
☒ Limited Liability Co.
☐ Trust
☐ Other

☐ GOVERNMENTAL
☐ State
☐ County
☐ Other

In the event there are further questions about this report, please contact:
Name: Jeff Lewandowski Telephone Number: (419) 252-5736
Email Address:

II. CERTIFICATION BY AUTHORIZED FACILITY OFFICER

I have examined the contents of the accompanying report to the State of Illinois, for the period from 06/01/15 to 05/31/16 and certify to the best of my knowledge and belief that the said contents are true, accurate and complete statements in accordance with applicable instructions. Declaration of preparer (other than provider) is based on all information of which preparer has any knowledge.

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

Officer or
Administrator
of Provider

(Signed)
(Type or Print Name) Martin D. Allen
(Title) Director

Paid
Preparer

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

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

Facility Name & ID Number Manorcare of Palos Hts West

0049353 Report Period Beginning: 06/01/15 Ending: 05/31/16

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 _____					
	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	<u>130</u>	Skilled (SNF)	<u>130</u>	<u>47,580</u>	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	<u>130</u>	TOTALS	<u>130</u>	<u>47,580</u>	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				
		Medicaid Recipient	Private Pay	Other	Total	
8	SNF	<u>14,457</u>	<u>2,430</u>	<u>21,830</u>	<u>38,717</u>	8
9	SNF/PED					9
10	ICF					10
11	ICF/DD					11
12	SC					12
13	DD 16 OR LESS					13
14	TOTALS	<u>14,457</u>	<u>2,430</u>	<u>21,830</u>	<u>38,717</u>	14

C. Percent Occupancy. (Column 5, line 14 divided by total licensed bed days on line 7, column 4.) 81.37%

D. How many bed-hold days during this year were paid by the Department?
0 (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 04/15/96

J. Was the facility purchased or leased after January 1, 1978?
YES ☒ Date 04/07/11 NO ☐

K. Was the facility certified for Medicare during the reporting year?
YES ☒ NO ☐ If YES, enter number of beds certified 130 and days of care provided 16,354

Medicare Intermediary Novitas Solutions

IV. ACCOUNTING BASIS

ACCRUAL ☒ MODIFIED CASH* ☐ CASH* ☐

Is your fiscal year identical to your tax year? YES ☐ NO ☒

Tax Year: 12/31 Fiscal Year: 5/31

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

Facility Name & ID Number Manorcare of Palos Hts West # 0049353 Report Period Beginning: 06/01/15 Ending: 05/31/16

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	344,058	26,354	615	371,027		371,027		371,027			1
2	Food Purchase		287,755		287,755		287,755	(1,384)	286,371			2
3	Housekeeping	203,716	25,149	1,404	230,269		230,269		230,269			3
4	Laundry	21,437	29,618		51,055		51,055		51,055			4
5	Heat and Other Utilities			206,731	206,731	3,559	210,290		210,290			5
6	Maintenance	45,973	13,855	96,153	155,981		155,981		155,981			6
7	Other (specify):* Med Waste			2,392	2,392		2,392		2,392			7
8	TOTAL General Services	615,184	382,731	307,295	1,305,210	3,559	1,308,769	(1,384)	1,307,385			8
	B. Health Care and Programs											
9	Medical Director			17,710	17,710		17,710		17,710			9
10	Nursing and Medical Records	3,873,695	298,053	122,230	4,293,978	11,947	4,305,925		4,305,925			10
10a	Therapy	2,016,439	8,589	7,051	2,032,079		2,032,079		2,032,079			10a
11	Activities	71,043	3,734	3,255	78,032		78,032		78,032			11
12	Social Services	207,074			207,074		207,074		207,074			12
13	CNA Training											13
14	Program Transportation											14
15	Other (specify):*											15
16	TOTAL Health Care and Programs	6,168,251	310,376	150,246	6,628,873	11,947	6,640,820		6,640,820			16
	C. General Administration											
17	Administrative	99,116		612,918	712,034	(219,287)	492,747		492,747			17
18	Directors Fees											18
19	Professional Services			43,363	43,363		43,363	(43,363)				19
20	Dues, Fees, Subscriptions & Promotions			68,320	68,320		68,320	(18,512)	49,808			20
21	Clerical & General Office Expenses	399,770	63,078	629,244	1,092,092		1,092,092	(510,077)	582,015			21
22	Employee Benefits & Payroll Taxes			1,009,551	1,009,551	53,551	1,063,102		1,063,102			22
23	Inservice Training & Education			1,279	1,279		1,279		1,279			23
24	Travel and Seminar			3,730	3,730		3,730		3,730			24
25	Other Admin. Staff Transportation											25
26	Insurance-Prop.Liab.Malpractice			979,698	979,698		979,698		979,698			26
27	Other (specify):*							(24)	(24)			27
28	TOTAL General Administration	498,886	63,078	3,348,103	3,910,067	(165,736)	3,744,331	(571,976)	3,172,355			28
29	TOTAL Operating Expense (sum of lines 8, 16 & 28)	7,282,321	756,185	3,805,644	11,844,150	(150,230)	11,693,920	(573,360)	11,120,560			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.

V. COST CENTER EXPENSES (continued)

	Capital Expense	Cost Per General Ledger				Reclass-ification	Reclassified Total	Adjust-ments	Adjusted Total	FOR BHF USE ONLY		
		Salary/Wage	Supplies	Other	Total					9	10	
	D. Ownership	1	2	3	4	5	6	7	8			
30	Depreciation			362,140	362,140	18,235	380,375		380,375			30
31	Amortization of Pre-Op. & Org.											31
32	Interest			3,557,334	3,557,334	131,995	3,689,329	(3,563,293)	126,036			32
33	Real Estate Taxes			358,988	358,988		358,988		358,988			33
34	Rent-Facility & Grounds											34
35	Rent-Equipment & Vehicles			51,822	51,822		51,822		51,822			35
36	Other (specify):*											36
37	TOTAL Ownership			4,330,284	4,330,284	150,230	4,480,514	(3,563,293)	917,221			37
	Ancillary Expense											
	E. Special Cost Centers											
38	Medically Necessary Transportation											38
39	Ancillary Service Centers		651,110	395	651,505		651,505		651,505			39
40	Barber and Beauty Shops			12,563	12,563		12,563		12,563			40
41	Coffee and Gift Shops											41
42	Provider Participation Fee			199,418	199,418		199,418		199,418			42
43	Other (specify):* IV Therapy/ X-Ray/Lab		476	122,650	123,126		123,126		123,126			43
44	TOTAL Special Cost Centers		651,586	335,026	986,612		986,612		986,612			44
	GRAND TOTAL COST											
45	(sum of lines 29, 37 & 44)	7,282,321	1,407,771	8,470,954	17,161,046		17,161,046	(4,136,653)	13,024,393			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.)

	NON-ALLOWABLE EXPENSES	1 Amount	2 Refer- ence	3 BHF USE ONLY	
1	Day Care	\$	10	\$	1
2	Other Care for Outpatients				2
3	Governmental Sponsored Special Programs				3
4	Non-Patient Meals	(1,384)	2		4
5	Telephone, TV & Radio in Resident Rooms		21		5
6	Rented Facility Space				6
7	Sale of Supplies to Non-Patients				7
8	Laundry for Non-Patients				8
9	Non-Straightline Depreciation		30		9
10	Interest and Other Investment Income		32		10
11	Discounts, Allowances, Rebates & Refunds	(486)	21		11
12	Non-Working Officer's or Owner's Salary				12
13	Sales Tax	(89)	21		13
14	Non-Care Related Interest				14
15	Non-Care Related Owner's Transactions				15
16	Personal Expenses (Including Transportation)	(24)	27		16
17	Non-Care Related Fees				17
18	Fines and Penalties		21		18
19	Entertainment				19
20	Contributions	(3,058)	21		20
21	Owner or Key-Man Insurance				21
22	Special Legal Fees & Legal Retainers	(30,547)	19		22
23	Malpractice Insurance for Individuals		25		23
24	Bad Debt	(505,323)	21		24
25	Fund Raising, Advertising and Promotional	(18,512)	20		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	(3,577,230)			29
30	SUBTOTAL (A): (Sum of lines 1-29)	\$ (4,136,653)		\$	30

BHF USE ONLY								
48		49		50		51		52

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

		1 Amount	2 Reference	
31	Non-Paid Workers-Attach Schedule*	\$		31
32	Donated Goods-Attach Schedule*			32
33	Amortization of Organization & Pre-Operating Expense			33
34	Adjustments for Related Organization Costs (Schedule VII)			34
35	Other- Attach Schedule			35
36	SUBTOTAL (B): (sum of lines 31-35)	\$		36
37	(sum of SUBTOTALS TOTAL ADJUSTMENTS (A) and (B))	\$ (4,136,653)		37

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

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

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

NON-ALLOWABLE EXPENSES		Amount	Sch. V Line Reference	
1	Activity Income	\$	11	1
2	Misc. Income		21	2
3	Vending Income	(1,121)	21	3
4	Donations Revenue		21	4
5	Accounting/Collection Fees	(12,816)	19	5
6	Collection Agency		19	6
7	Loss on Disposal of Fixed Asset		36	7
8	HCP Lease Interest	(3,563,293)	32	8
9				9
10				10
11				11
12				12
13				13
14				14
15				15
16				16
17				17
18				18
19				19
20				20
21				21
22				22
23				23
24				24
25				25
26				26
27				27
28				28
29				29
30				30
31				31
32				32
33				33
34				34
35				35
36				36
37				37
38				38
39				39
40				40
41				41
42				42
43				43
44				44
45				45
46				46
47				47
48				48
49	Total	(3,577,230)		49

STATE OF ILLINOIS

Summary A

Facility Name & ID Number Manorcare of Palos Hts West # 0049353 Report Period Beginning: 06/01/15 Ending: 05/31/16

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	0	0	0	0	0	0	0	0	0	0	0	1
2	Food Purchase	(1,384)	0	0	0	0	0	0	0	0	0	0	(1,384)	2
3	Housekeeping	0	0	0	0	0	0	0	0	0	0	0	0	3
4	Laundry	0	0	0	0	0	0	0	0	0	0	0	0	4
5	Heat and Other Utilities	0	0	0	0	0	0	0	0	0	0	0	0	5
6	Maintenance	0	0	0	0	0	0	0	0	0	0	0	0	6
7	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	7
8	TOTAL General Services	(1,384)	0	0	0	0	0	0	0	0	0	0	(1,384)	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	0	0	0	0	0	0	0	0	0	0	0	0	10
10a	Therapy	0	0	0	0	0	0	0	0	0	0	0	0	10a
11	Activities	0	0	0	0	0	0	0	0	0	0	0	0	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	0	0	0	0	0	0	0	0	0	0	0	0	16
	C. General Administration													
17	Administrative	0	0	0	0	0	0	0	0	0	0	0	0	17
18	Directors Fees	0	0	0	0	0	0	0	0	0	0	0	0	18
19	Professional Services	(43,363)	0	0	0	0	0	0	0	0	0	0	(43,363)	19
20	Fees, Subscriptions & Promotions	(18,512)	0	0	0	0	0	0	0	0	0	0	(18,512)	20
21	Clerical & General Office Expenses	(510,077)	0	0	0	0	0	0	0	0	0	0	(510,077)	21
22	Employee Benefits & Payroll Taxes	0	0	0	0	0	0	0	0	0	0	0	0	22
23	Inservice Training & Education	0	0	0	0	0	0	0	0	0	0	0	0	23
24	Travel and Seminar	0	0	0	0	0	0	0	0	0	0	0	0	24
25	Other Admin. Staff Transportation	0	0	0	0	0	0	0	0	0	0	0	0	25
26	Insurance-Prop.Liab.Malpractice	0	0	0	0	0	0	0	0	0	0	0	0	26
27	Other (specify):*	(24)	0	0	0	0	0	0	0	0	0	0	(24)	27
28	TOTAL General Administration	(571,976)	0	0	0	0	0	0	0	0	0	0	(571,976)	28
	TOTAL Operating Expense													
29	(sum of lines 8,16 & 28)	(573,360)	0	0	0	0	0	0	0	0	0	0	(573,360)	29

STATE OF ILLINOIS

Summary B

Facility Name & ID Number Manorcare of Palos Hts West # 0049353 Report Period Beginning: 06/01/15 Ending: 05/31/16

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

	Capital Expense	PAGES	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	SUMMARY	
	D. Ownership	5 & 5A	6	6A	6B	6C	6D	6E	6F	6G	6H	6I	TOTALS	
													(to Sch V, col.7)	
30	Depreciation	0	0	0	0	0	0	0	0	0	0	0	0	30
31	Amortization of Pre-Op. & Org.	0	0	0	0	0	0	0	0	0	0	0	0	31
32	Interest	(3,563,293)	0	0	0	0	0	0	0	0	0	0	(3,563,293)	32
33	Real Estate Taxes	0	0	0	0	0	0	0	0	0	0	0	0	33
34	Rent-Facility & Grounds	0	0	0	0	0	0	0	0	0	0	0	0	34
35	Rent-Equipment & Vehicles	0	0	0	0	0	0	0	0	0	0	0	0	35
36	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	36
37	TOTAL Ownership	(3,563,293)	0	0	0	0	0	0	0	0	0	0	(3,563,293)	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):*	0	0	0	0	0	0	0	0	0	0	0	0	43
44	TOTAL Special Cost Centers	0	0	0	0	0	0	0	0	0	0	0	0	44
45	GRAND TOTAL COST (sum of lines 29, 37 & 44)	(4,136,653)	0	0	0	0	0	0	0	0	0	0	(4,136,653)	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
HCR Manor Care, LLC	100			HCR Manor Care Svcs	Toledo	Home Office
				HL Empl Svcs, LLC	Toledo	Personnel
				HL Rehab Svcs, LLC	Toledo	Therapy Mgmt Svcs
				HL Rehab Svcs, LLC	Toledo	Therapy Services
				HL Home Health Care	Toledo	Nursing Staff

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)	
1	V	See	Home Office Allocation	\$ 612,918	HCR Manor Care Services, LLC	100.00%	\$ 612,918	\$	1
2	V	Page 8							2
3	V								3
4	V	1-44	Personnel	7,282,321	Heartland Employment Services, LLC	100.00%	7,282,321		4
5	V	10a	Therapy Management	15,080	Heartland Rehabilitation Services, LLC	100.00%	15,080		5
6	V								6
7	V								7
8	V								8
9	V								9
10	V								10
11	V								11
12	V								12
13	V								13
14	Total			\$ 7,910,319			\$ 7,910,319	\$ *	14

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

Facility Name & ID Number

Manorcare of Palos Hts West

0049353

Report Period Beginning:

06/01/15

Ending:

05/31/16

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								1
2			Heartland of Canton IL, LLC	Canton				2
3			Heartland of Champaign IL, LLC	Champaign				3
4			Heartland of Decatur IL, LLC	Decatur				4
5			Heartland of Galesburg IL, LLC	Galesburg				5
6			Heartland of Henry IL, LLC	Henry				6
7			Heartland of Macomb IL, LLC	Macomb				7
8			Heartland of Moline IL, LLC	Moline				8
9			Heartland of Normal IL, LLC	Normal				9
10			Heartland of Paxton IL, LLC	Paxton				10
11			Heartland of Peoria IL, LLC	Peoria				11
12			Heartland-Riverview of East Peoria IL, LLC	East Peoria				12
13			Manor Care at Arlington Heights	Arlington Heights				13
14			Manor Care of Elgin IL, LLC	Elgin				14
15			Manor Care of Elk Grove Village IL, LLC	Elk Grove Village				15
16			Manor Care of Hinsdale IL, LLC	Hinsdale				16
17			Manor Care of Homewood IL, LLC	Homewood				17
18			Manor Care of Kankakee IL, LLC	Kankakee				18
19			Manor Care of Libertyville IL, LLC	Libertyville				19
20			Manor Care of Naperville IL, LLC	Naperville				20
21			Manor Care of Northbrook IL, LLC	Northbrook				21
22			Manor Care of Oak Lawn (East) IL, LLC	Oak Lawn				22
23			Manor Care of Oak Lawn (West) IL, LLC	Oak Lawn				23
24			Manor Care of Palos Heights (East) IL, LLC	Palos Heights				24
25			Manor Care of Rolling Meadows IL, LLC	Rolling Meadows				25
26			Manor Care of South Holland IL, LLC	South Holland				26
27			Manor Care of Westmont IL, LLC	Westmont				27
28			Manor Care of Wilmette IL, LLC	Wilmette				28
29			Arden Courts of Elk Grove Village IL, LLC	Elk Grove Village				29
30			Arden Courts of Geneva IL, LLC	Geneva				30

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			Arden Courts of Glen Ellyn IL, LLC	Glen Ellyn				1
2			Arden Courts of Hazel Crest IL, LLC	Hazel Crest				2
3			Arden Courts of Northbrook IL, LLC	Northbrook				3
4			Arden Courts of Palos Heights IL, LLC	Palos Heights				4
5			Arden Courts of South Holland IL, LLC	South Holland				5
6								6
7								7
8								8
9								9
10								10
11								11
12								12
13								13
14								14
15								15
16								16
17								17
18								18
19								19
20								20
21								21
22								22
23								23
24								24
25								25
26								26
27								27
28								28
29								29
30								30

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	N/A								\$		1
2											2
3											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 Manorcare of Palos Hts West# 0049353

Report Period Beginning:

06/01/15Ending: 05/31/16

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

HCR Manor Care Services LLC

Street Address

333 North Summit Street

City / State / Zip Code

Toledo, OH 43604-2617

Phone Number

(419) 252-5500

Fax Number

(419) 254-5495

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

1	2	3	4	5	6	7	8	9	
Schedule V		Unit of Allocation		Number of	Total Indirect	Amount of Salary	Facility	Allocation	
Line	Item	(i.e., Days, Direct Cost, Square Feet)	Total Units	Subunits Being	Cost Being	Cost Contained	Units	(col.8/col.4)x col.6	
Reference				Allocated Among	Allocated	in Column 6			
1	5	Utilities - Pooled	Accumulated Cost	559 NFs, HHs, & Re	\$ 818,127	\$	17,074,783	\$ 3,559	1
2	5	Utilities - Direct to all SNFs	Accumulated Cost	357 NFs			17,074,783	0	2
3	5	Utilities - Direct to West Div SNFs	Accumulated Cost	85 NFs			17,074,783	0	3
4									4
5	10	Nursing - Pooled	Accumulated Cost	559 NFs, HHs, & Re	314,713	212,796	17,074,783	1,369	5
6	10	Nursing - Direct to all SNFs	Accumulated Cost	357 NFs	2,144,378	1,338,476	17,074,783	10,578	6
7	10	Nursing - Direct to West Div SNFs	Accumulated Cost	85 NFs			17,074,783	0	7
8									8
9	17	Gen/Admin-Pooled	Accumulated Cost	559 NFs, HHs, & Re	60,268,030	28,103,285	17,074,783	262,206	9
10	17	Gen/Admin-Direct to all SNFs	Accumulated Cost	357 NFs	14,494,897	5,630,812	17,074,783	71,500	10
11	17	Gen/Admin-Direct to West Div SNFs	Accumulated Cost	85 NFs	3,257,281		17,074,783	59,925	11
12									12
13	22	Empl Bnfts-Pooled	Accumulated Cost	559 NFs, HHs, & Re	5,205,729		17,074,783	22,648	13
14	22	Empl Bnfts-Direct to all SNFs	Accumulated Cost	357 NFs	6,264,775		17,074,783	30,903	14
15	22	Empl Bnfts-Direct to West Div SNFs	Accumulated Cost	85 NFs			17,074,783	0	15
16									16
17	30	Depreciation - Pooled	Accumulated Cost	559 NFs, HHs, & Re	3,394,861		17,074,783	14,770	17
18	30	Depreciation - Direct to all SNFs	Accumulated Cost	357 NFs	702,366		17,074,783	3,465	18
19	30	Depr - Direct to West Div SNFs	Accumulated Cost	85 NFs			17,074,783	0	19
20									20
21									21
22	32	Pooled Interest	Accumulated Cost		28,376,750		17,074,783	123,457	22
23	32	Directly Assigned Interest	Not Allocated		18,868,647			8,538	23
24		H/O Costs Allocated to Non-SNFs and Other Divisions			33,166,797				24
25	TOTALS				\$ 177,277,351	\$ 35,285,370		\$ 612,918	25

IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE

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

	1	2		3	4	5	6	7	8	9	10	
	Name of Lender	Related**		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	Conv. Sub. Debentures		X				\$ 118,340	\$ 113,071		0.0755	\$ 8,538	1
2												2
3												3
4												4
5												5
	Working Capital											
6												6
7	Pooled Interest										123,457	7
8	Interest Expense / Interest Income										(5,959)	8
9	TOTAL Facility Related						\$ 118,340	\$ 113,071			\$ 126,036	9
	B. Non-Facility Related*											
10												10
11												11
12												12
13												13
14	TOTAL Non-Facility Related						\$	\$			\$	14
15	TOTALS (line 9+line14)						\$ 118,340	\$ 113,071			\$ 126,036	15

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

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

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

FACILITY NAME Manorcare of Palos Hts West COUNTY Cook

FACILITY IDPH LICENSE NUMBER 0049353

CONTACT PERSON REGARDING THIS REPORT Jeff Lewandowski

TELEPHONE (419) 252-5736 FAX #: (419) 254-5495

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.

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

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.

A. Square Feet: 47,653

B. General Construction Type: Exterior Masonry Frame Steel Number of Stories 2

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).

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:

2. Number of Years Over Which it is Being Amortized:

3. Current Period Amortization:

4. Dates Incurred:

Nature of Costs:

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

XI. OWNERSHIP COSTS:

1		2		3		4	
Use		Square Feet		Year Acquired		Cost	
1	Facility			1996		\$ 705,000	1
2							2
3	TOTALS					\$ 705,000	3

Facility Name & ID Number Manorcare of Palos Hts West

0049353

Report Period Beginning:

06/01/15

Ending:

05/31/16

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	130			1996	\$ 5,345,094	\$ 133,627		\$ 133,627	\$	\$ 2,685,110	4
5											5
6											6
7											7
8											8
	Improvement Type**										
9	Current Year Depreciation					148,144		148,144		1,711,459	9
10				1996	398,017						10
11				1997	165,442						11
12				1998	67,765						12
13				1999	27,686						13
14				2000	74,134						14
15				2001	129,144						15
16	VINYL WALLCOVERING & BORDERS			2002	1,250						16
17	CARPET, VINYL WALLCOVERING & BORDERS			2002	64,471						17
18	FLOORING IN PUBIC RESTROOM			2003	2,125						18
19	WALLCOVERING & PAINTING			2003	9,129						19
20	DOORS			2003	3,109						20
21	WINDOW TREATMENTS			2003	2,527						21
22	CONSTRUCTION DEPT. COST & INTEREST			2004	12,658						22
23	WALLCOVERING & PAINTING			2004	39,469						23
24	TV ANTENNA JACKS & COAX WIRING			2004	3,140						24
25	DOORS			2004	1,020						25
26	Sealcoat & Restripe Parking Lot			2004	2,280						26
27	Renov. - General Overhead & Interest			2004	3,752						27
28	Renov. - Painting			2004	35,265						28
29	Renov. - Wallcovering & Corner Guards			2004	6,697						29
30	Renov. - Carpentry			2004	4,180						30
31	Dorrs			2004	4,483						31
32	Ceramic Tile			2005	2,990						32
33	Wallcovering & Painting			2005	8,452						33
34	Carpet			2005	5,362						34
35	FABRICS / CURTAINS			2005	3,914						35
36				2005	1,150						36

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

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

See Page 12A, Line 70 for total

Facility Name & ID Number Manorcare of Palos Hts West

0049353

Report Period Beginning:

06/01/15

Ending:

05/31/16

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 Shower Floors	2005	\$ 9,945	\$		\$	\$	\$	37
38 Ceramic Tile / Bathrooms	2005	10,800						38
39 Painting	2005	3,859						39
40 1 new Rated Door	2005	1,260						40
41 electrical work	2006	904						41
42 drywall / access panels	2006	1,044						42
43 12 doors	2006	4,495						43
44 4 simplex locks	2007	2,128						44
45 Renov - General overhead & interest	2007	29,772						45
46 Renov - Carpentry & Subcontr	2007	8,370						46
47 Renov - resilient flooring	2007	88,568						47
48 Renov - Carpeting & Pads	2007	10,156						48
49 Renov - Wallcovering	2007	110,905						49
50 renov - basic electrical	2007	8,735						50
51 electrical for lighting	2007	1,692						51
52 3 roof top units	2007	29,952						52
53 Consulting for PT Expansion	2008	4,847						53
54 Bathroom floor and toilets	2007	7,106						54
55 door frame and flooring	2008	4,542						55
56 fire doors	2008	6,260						56
57 fire dampers	2009	12,600						57
58 Renov - Arch & engineering cost	2009	2,479						58
59 Renov - resilient flooring	2009	885						59
60 Renov - Wallcovering	2009	7,534						60
61 Renov - General overhead & interest	2009	9,308						61
62 Renov -Interest on Const	2009	868						62
63 Renov - Carpentry & Subcontr	2009	69,237						63
64 Renov - Carpentry & Subcontr	2009	41,772						64
65 UL-263 Ceiling	2009	4,540						65
66 2 rooftop replacements	2009	25,017						66
67 water heater	2009	845						67
68 water heater	2009	1,293						68
69 water heater	2009	13,500						69
70 TOTAL (lines 4 thru 69)		\$ 6,959,923	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	70

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

Facility Name & ID Number Manorcare of Palos Hts West

0049353

Report Period Beginning:

06/01/15

Ending:

05/31/16

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	
	Improvement Type**	Year Constructed	Cost	Current Book Depreciation	Life in Years	Straight Line Depreciation	Adjustments	Accumulated Depreciation	
1	Totals from Page 12A, Carried Forward		\$ 6,959,923	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	1
2	10tib RTU	2010	16,605						2
3	Install PTAC	2010	1,661						3
4	flooring	2010	3,078						4
5	Parking lot paving	2009	13,669						5
6	flooring, 2nd flr dining	2010	6,420						6
7	curbs & flash in roof deck	2010	2,300						7
8	air vent grills	2010	13,475						8
9	carpeting	2010	2,633						9
10	frt carpeting	2010	161						10
11	3000 make up air unit	2010	26,578						11
12	additional air vent grills	2011	5,995						12
13	roof ventilator	2011	2,764						13
14	kitchen ceiling fans	2011	8,870						14
15	floor and wall tile 2 restrooms	2011	12,877						15
16	carpet install in Admin	2011	2,867						16
17	pave parking lot	2010	6,986						17
18	doors and frames in corridors	2011	49,214						18
19	Renov - Fire Damper upgrade in bldg	2011	51,784						19
20	Renov - Basic Electrical for fire damper upgrade	2011	1,804						20
21	2000 sq. ft. of lower roof	2011	8,360						21
22	4 fire rated access hatch	2011	9,870						22
23	Renov - Carpentry 1st & 2nd floor offices & copier rooms	2011	36,225						23
24	Renov - Carpeting 1st & 2nd floor offices & copier rooms	2011	313						24
25	Renov - Wallcovering 1st & 2nd floor offices & copier rooms	2011	1,895						25
26	Revov - Basic Electrical 1st & 2nd floor offices & copier rooms	2011	4,802						26
27	HM door at electrical room	2011	2,410						27
28	3 sets of exterior HM door	2011	22,905						28
29	countertop for 2nd flr nourishment	2012	3,055						29
30	3 insinkerators	2012	10,317						30
31	Roofing membrane - main roof	2012	8,424						31
32	hot water heater	2012	17,985						32
33	vinyl flooring 14 baths on 2nd floor	2012	11,862						33
34	TOTAL (lines 1 thru 33)		\$ 7,328,086	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	34

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

Facility Name & ID Number Manorcare of Palos Hts West

0049353

Report Period Beginning:

06/01/15

Ending:

05/31/16

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	
	Improvement Type**	Year Constructed	Cost	Current Book Depreciation	Life in Years	Straight Line Depreciation	Adjustments	Accumulated Depreciation	
1	Totals from Page 12B, Carried Forward		\$ 7,328,086	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	1
2	concrete sidewalk repairs around perimeter of facility	2012	9,920						2
3	electrical panel -kitchen	2012	1,665						3
4	fusible links in 80 fire dampers	2012	10,026						4
5	bathroom flooring in 19 resident rooms on 2nd floor	2012	16,485						5
6	ceiling mounted heater in lobby	2013	3,680						6
7	parking lot overlay	2013	8,121						7
8	roofing replacement	2013	8,658						8
9	elevator door upgrades	2014	5,400						9
10	elect upgrades-admin, HR, 1st flr DON ofcs. Med rms	2014	5,380						10
11	Parking Exp - Asphalt paving	2014	41,730						11
12	Parking Exp - Landscaping & Grading and Exterior Signs	2014	203,362						12
13	Parking Exp - Concrete Paving	2014	72,432						13
14	Parking Exp - Permanent Fencing	2014	11,294						14
15	COMPRESSOR MOTOR	2015	2,606						15
16	door restrictors-(3) elevator	2015	4,050						16
17	install EZ path devices (8) @ smoke alarm walls above fire drs	2014	13,767						17
18	conduit & wiring needed to extend emergency circuits to: Admin, admissions, BOM Ofcs & corridor shower rm/toilet area, front corridor btwn DON & HR								18
19	1st flr lounge & corridor btwn rms 101-116	2014	3,693						19
20	ROOF UPGRADE	2014	6,408						20
21	WATER HEATER	2015	21,736						21
22	wallcovering internet café	2015	1,260						22
23	Parking Exp - Carpentry/Subcontr	2014	25,137						23
24	Parking Exp - Basic Electrical	2014	136,249						24
25	Parking Exp -Fire Sprinkler System	2014	7,704						25
26									26
27	CARPET FREIGHT	2015	440						27
28	Life Safety Circuit Corrections to elec panel 1st flr elec rm	2015	5,737						28
29	fire stop ductwrk @ smoke wall @ 1st flr PT & by rm 102	2015	3,460						29
30	engineering consulting for parking lot improvements	2015	3,500						30
31	carpeting 1st floor hallways and lobby	2015	11,959						31
32	Carpet Freight	2015	737						32
33									33
34	TOTAL (lines 1 thru 33)		\$ 7,974,682	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	34

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

Facility Name & ID Number Manorcare of Palos Hts West

0049353

Report Period Beginning:

06/01/15

Ending:

05/31/16

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	
1 Totals from Page 12C, Carried Forward		\$ 7,974,682	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	1
2 hot water expansion tank in boiler room	2015	2,968						2
3 replace 6 shower valves for 1st & 2nd floor showers	2015	3,499						3
4 carpet all corridors on first floor	2015	12,105						4
5								5
6 Interior Renovation consisting of the following:								6
7 resilient flooring	2015	5,828						7
8 aluminum windows	2015	4,694						8
9 carpeting & wallcovering	2015	162,942						9
10								10
11 firestopping at 1st flr staiwell & 1st flr smoke wall by rm 119	2016	7,733						11
12 hot water heater for kitchen	2016	23,459						12
13 repairs to RTU #4 -dripping into 2nd flr offices	2016	3,111						13
14								14
15								15
16								16
17								17
18								18
19								19
20								20
21								21
22								22
23								23
24								24
25								25
26								26
27								27
28								28
29								29
30								30
31								31
32								32
33								33
34 TOTAL (lines 1 thru 33)		\$ 8,201,020	\$ 281,771		\$ 281,771	\$	\$ 4,396,569	34

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

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	\$ 2,530,132	\$ 80,369	\$ 80,369	\$		\$ 2,346,774	71
72	Current Year Purchases	126,883						72
73	Fully Depreciated Assets							73
74	Home Office Depreciation			18,235	18,235			74
75	TOTALS	\$ 2,657,015	\$ 80,369	\$ 98,604	\$ 18,235		\$ 2,346,774	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				\$	\$	\$	\$		\$
77									
78									
79									
80	TOTALS			\$	\$	\$	\$		\$

E. Summary of Care-Related Assets					1	2
		Reference			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)			\$	11,563,035
82	Current Book Depreciation	(line 70, col.5 + line 75, col.2 + line 80, col.5) + (Pages 12B thru 12I, if applicable)			\$	362,140
83	Straight Line Depreciation	(line 70, col.7 + line 75, col.3 + line 80, col.6) + (Pages 12B thru 12I, if applicable)			\$	380,375
84	Adjustments	(line 70, col.8 + line 75, col.4 + line 80, col.7) + (Pages 12B thru 12I, if applicable)			\$	18,235
85	Accumulated Depreciation	(line 70, col.9 + line 75, col.6 + line 80, col.9) + (Pages 12B thru 12I, if applicable)			\$	6,743,343

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		\$	\$	\$
87				
88				
89				
90				
91	TOTALS	\$	\$	\$

G. Construction-in-Progress		
	Description	Cost
92		\$
93		
94		
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: _____
2. Does the facility also pay real estate taxes in addition to rental amount shown below on line 7, column 4?
If NO, see instructions. ☐ YES ☐ NO

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

8. List separately any amortization of lease expense included on page 4, line 34.
This amount was calculated by dividing the total amount to be amortized
by the length of the lease _____.
9. Option to Buy: ☐ YES ☐ NO Terms: _____*

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: \$ 51,822 Description: O2 Concentrators, Wheelchairs, Geri Chairs, Elec. Beds, Etc.
(Attach a schedule detailing the breakdown of movable equipment)

C. Vehicle Rental (See instructions.)

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

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

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

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

1. HAVE YOU TRAINED CNAs DURING THIS REPORT PERIOD?

☐ YES

☒ NO

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

2. CLASSROOM PORTION:

IN-HOUSE PROGRAM

IN OTHER FACILITY

COMMUNITY COLLEGE

HOURS PER CNA

3. CLINICAL PORTION:

IN-HOUSE PROGRAM

IN OTHER FACILITY

HOURS PER CNA

B. EXPENSES

ALLOCATION OF COSTS (d)

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

C. CONTRACTUAL INCOME

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

\$

D. NUMBER OF CNAs TRAINED

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

(a) Include wages paid during the classroom portion of training. Do not include fringe benefits.

(b) Include wages paid during the clinical portion of training. Do not include fringe benefits.

(c) For in-house training programs only. Do not include fringe benefits.

(d) Allocate based on if the CNA is from your facility or is being contracted to be trained in your facility. Drop-out costs can only be for costs incurred by your own CNAs.

(e) The total amount of Drop-out and Completed Costs for your own CNAs must agree with Sch. V, line 13, col. 8.

(f) Attach a schedule of the facility names and addresses of those facilities for which you trained CNAs.

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

		1	2		3	4	5	6	7	8	
	Service	Schedule V Line & Column Reference	Staff		Cost	Outside Practitioner (other than consultant)		Supplies (Actual or) Allocated)	Total Units (Column 2 + 4)	Total Cost (Col. 3 + 5 + 6)	
			Units of Service			Units	Cost				
1	Licensed Occupational Therapist	10a	10869	hrs	\$ 480,085		\$	751	10,869	\$ 480,836	1
2	Licensed Speech and Language Development Therapist	10a	4115	hrs	181,764			186	4,115	181,950	2
3	Licensed Recreational Therapist			hrs							3
4	Licensed Physical Therapist	10a	7925	hrs	350,013			7,652	7,925	357,665	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				651,110		651,110	9
10	Psychological Services (Evaluation and Diagnosis/ Behavior Modification)			hrs							10
11	Academic Education			hrs							11
12	Other (specify): <u>Inhalation Therapist</u>	10a	908		40,119				908	40,119	12
13	Other (specify): <u>IV Therapy/X-Ray/Lab</u>	43, 2 & 3					122,650	476		123,126	13
14	TOTAL				\$ 1,051,981		\$ 122,650	\$ 660,175	23,817	\$ 1,834,806	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	2	
		Operating	After	
			Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	\$ 3,990	\$	1
2	Cash-Patient Deposits			2
3	Accounts & Short-Term Notes Receivable-Patients (less allowance (602,512))	1,709,914		3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance			6
7	Other Prepaid Expenses	4,755		7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):			9
10	TOTAL Current Assets (sum of lines 1 thru 9)	\$ 1,718,659	\$	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land	705,000		13
14	Buildings, at Historical Cost	8,201,020		14
15	Leasehold Improvements, at Historical Cost			15
16	Equipment, at Historical Cost	2,657,015		16
17	Accumulated Depreciation (book methods)	(6,743,343)		17
18	Deferred Charges	9,419,380		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) OMIT	54,744		22
23	Other(specify):			23
24	TOTAL Long-Term Assets (sum of lines 11 thru 23)	\$ 14,293,816	\$	24
25	TOTAL ASSETS (sum of lines 10 and 24)	\$ 16,012,475	\$	25

		1	2	
		Operating	After	
			Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	\$ 138,489	\$	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits			28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable	548,450		30
31	Accrued Taxes Payable (excluding real estate taxes)			31
32	Accrued Real Estate Taxes(Sch.IX-B)	345,340		32
33	Accrued Interest Payable			33
34	Deferred Compensation			34
35	Federal and State Income Taxes			35
	Other Current Liabilities(specify):			
36	Accounts Payable	114,402		36
37				37
38	TOTAL Current Liabilities (sum of lines 26 thru 37)	\$ 1,146,681	\$	38
	D. Long-Term Liabilities			
39	Long-Term Notes Payable	113,071		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)	\$ 113,071	\$	45
46	TOTAL LIABILITIES (sum of lines 38 and 45)	\$ 1,259,752	\$	46
47	TOTAL EQUITY(page 18, line 24)	\$ 14,752,723	\$	47
48	TOTAL LIABILITIES AND EQUITY (sum of lines 46 and 47)	\$ 16,012,475	\$	48

*(See instructions.)

XVI. STATEMENT OF CHANGES IN EQUITY

		1 Total	
1	Balance at Beginning of Year, as Previously Reported	\$ 14,406,338	1
2	Restatements (describe):		2
3			3
4			4
5			5
6	Balance at Beginning of Year, as Restated (sum of lines 1-5)	\$ 14,406,338	6
	A. Additions (deductions):		
7	NET Income (Loss) (from page 19, line 43)	(1,569,724)	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)	\$ (1,569,724)	17
	B. Transfers (Itemize):		
18	Change in Interdivision	1,916,109	18
19			19
20			20
21			21
22			22
23	TOTAL Transfers (sum of lines 18-22)	\$ 1,916,109	23
24	BALANCE AT END OF YEAR (sum of lines 6 + 17 + 23)	\$ 14,752,723	24 *

* This must agree with page 17, line 47.

Facility Name & ID Number Manorcare of Palos Hts West

0049353

Report Period Beginning: 06/01/15

Ending: 05/31/16

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

1

	I. Revenue	Amount	
	A. Inpatient Care		
1	Gross Revenue -- All Levels of Care	\$ 16,636,217	1
2	Discounts and Allowances for all Levels	(9,725,769)	2
3	SUBTOTAL Inpatient Care (line 1 minus line 2)	\$ 6,910,448	3
	B. Ancillary Revenue		
4	Day Care		4
5	Other Care for Outpatients		5
6	Therapy	7,070,773	6
7	Oxygen		7
8	SUBTOTAL Ancillary Revenue (lines 4 thru 7)	\$ 7,070,773	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	1,145	12
13	Barber and Beauty Care	14,519	13
14	Non-Patient Meals	1,384	14
15	Telephone, Television and Radio		15
16	Rental of Facility Space		16
17	Sale of Drugs	1,357,575	17
18	Sale of Supplies to Non-Patients		18
19	Laboratory	122,228	19
20	Radiology and X-Ray	86,586	20
21	Other Medical Services	26,147	21
22	Laundry	31	22
23	SUBTOTAL Other Operating Revenue (lines 9 thru 22)	\$ 1,609,615	23
	D. Non-Operating Revenue		
24	Contributions		24
25	Interest and Other Investment Income***		25
26	SUBTOTAL Non-Operating Revenue (lines 24 and 25)	\$	26
	E. Other Revenue (specify):****		
27	Settlement Income (Insurance, Legal, Etc.)		27
28	<u>Purchase Discount</u>	486	28
28a			28a
29	SUBTOTAL Other Revenue (lines 27, 28 and 28a)	\$ 486	29
30	TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29)	\$ 15,591,322	30

2

	II. Expenses	Amount	
	A. Operating Expenses		
31	General Services	1,305,210	31
32	Health Care	6,628,873	32
33	General Administration	3,910,067	33
	B. Capital Expense		
34	Ownership	4,330,284	34
	C. Ancillary Expense		
35	Special Cost Centers	787,194	35
36	Provider Participation Fee	199,418	36
	D. Other Expenses (specify):		
37			37
38			38
39			39
40	TOTAL EXPENSES (sum of lines 31 thru 39)*	\$ 17,161,046	40
41	Income before Income Taxes (line 30 minus line 40)**	(1,569,724)	41
42	Income Taxes		42
43	NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42)	\$ (1,569,724)	43

	III. Net Inpatient Revenue detailed by Payer Source		
44	Medicaid - Net Inpatient Revenue	\$ 2,470,727	44
45	Private Pay - Net Inpatient Revenue	1,061,974	45
46	Medicare - Net Inpatient Revenue	2,827,141	46
47	Other-(specify) <u>Hospice</u>	68,908	47
48	Other-(specify) <u>Insurance</u>	481,698	48
49	TOTAL Inpatient Care Revenue (This total must agree to Line 3)	\$ 6,910,448	49

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

** Does this agree with taxable income (loss) per Federal Income Tax Return? _____ 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.

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	1,430	1,537	\$ 77,735	\$ 50.58	1
2	Assistant Director of Nursing	4,294	4,613	174,908	37.92	2
3	Registered Nurses	53,804	57,811	1,927,208	33.34	3
4	Licensed Practical Nurses	17,572	18,880	484,990	25.69	4
5	CNAs & Orderlies	88,894	95,662	1,186,584	12.40	5
6	CNA Trainees	0	0	0		6
7	Licensed Therapist	26,682	28,670	1,266,296	44.17	7
8	Rehab/Therapy Aides	22,882	24,587	750,143	30.51	8
9	Activity Director	5,605	6,020	71,043	11.80	9
10	Activity Assistants					10
11	Social Service Workers	7,588	8,157	207,074	25.39	11
12	Dietician					12
13	Food Service Supervisor					13
14	Head Cook					14
15	Cook Helpers/Assistants	25,437	27,342	344,058	12.58	15
16	Dishwashers					16
17	Maintenance Workers	1,923	2,067	45,973	22.24	17
18	Housekeepers	17,826	19,161	203,716	10.63	18
19	Laundry	2,171	2,335	21,437	9.18	19
20	Administrator	2,080	2,080	99,116	47.65	20
21	Assistant Administrator	0	0	0		21
22	Other Administrative					22
23	Office Manager					23
24	Clerical	20,624	22,095	399,770	18.09	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	1,542	1,657	22,270	13.44	31
32	Other Health Care(specify)					32
33	Other(specify)					33
34	TOTAL (lines 1 - 33)	300,354	322,674	\$ 7,282,321 *	\$ 22.57	34

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	17,710	9, 3	36
37	Medical Records Consultant				37
38	Nurse Consultant				38
39	Pharmacist Consultant				39
40	Physical Therapy Consultant				40
41	Occupational Therapy Consultant				41
42	Respiratory Therapy Consultant				42
43	Speech Therapy Consultant				43
44	Activity Consultant				44
45	Social Service Consultant				45
46	Other(specify)				46
47					47
48					48
49	TOTAL (lines 35 - 48)		\$ 17,710		49

C. CONTRACT NURSES

		1	2	3	
		Number of Hrs. Paid & Accrued	Total Contract Wages	Schedule V Line & Column Reference	
50	Registered Nurses	173	\$ 10,898	10, 3	50
51	Licensed Practical Nurses				51
52	Certified Nurse Assistants/Aides				52
53	TOTAL (lines 50 - 52)	173	\$ 10,898		53

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

** See instructions.

XIX. SUPPORT SCHEDULES

A. Administrative Salaries			
Name	Function	% Ownership	Amount
Caitlin Casey	Administrator	0	\$ 99,116
TOTAL (agree to Schedule V, line 17, col. 1) (List each licensed administrator separately.)			\$ 99,116
B. Administrative - Other			
Description			Amount
Various Home Office Services - See Page 8 for breakdown			\$ 612,918
TOTAL (agree to Schedule V, line 17, col. 3) (Attach a copy of any management service agreement)			\$ 612,918
C. Professional Services			
Vendor/Payee	Type		Amount
Anspach Meeks Ellenberger LLP	Legal Fees		\$ 69
Polsinelli Shughart PC	Legal Fees		104
SNF Global	Legal Fees		30,375
(Legal Fees were adjusted off via Page 5, Line 22; therefore no invoices are attached)			
Meyers & Flowers LLC	Collection Services		10,630
National Eligibility Solutions LLC	Collection Services		30
Transworld Systems	Collection Services		2,155
(Collection Costs were adjusted off via Page 5a, Line 5)			
TOTAL (agree to Schedule V, line 19, column 3) (For legal fee disclosure, see page 39 of instructions)			\$ 43,363
D. Employee Benefits and Payroll Taxes			
Description			Amount
Workers' Compensation Insurance		\$	61,740
Unemployment Compensation Insurance			90,933
FICA Taxes			531,879
Employee Health Insurance			300,764
Employee Meals			
Illinois Municipal Retirement Fund (IMRF)*			
Disability Payments			
401K			18,040
Appreciation, Oth Benefits & Mktg Adj			119
Tuition Program			
SMSP Match			1,316
Employee Uniforms			4,760
Home Office Allocation			53,551
TOTAL (agree to Schedule V, line 22, col.8)			\$ 1,063,102
E. Schedule of Non-Cash Compensation Paid to Owners or Employees			
Description	Line #		Amount
		\$	
TOTAL			\$
F. Dues, Fees, Subscriptions and Promotions			
Description			Amount
IDPH License Fee		\$	3,980
Advertising: Employee Recruitment			21,241
Health Care Worker Background Check (Indicate # of checks performed)	296		6,273
Patient Background Checks	349		3,490
Dues & Subscriptions			5,991
Association Dues			7,718
Advertising			46,257
Other Licensessand Permits			3,770
Less: Non-Allowable Association Dues			(2,655)
Less: Public Relations Expense		(	)
Non-allowable advertising			(46,257)
Yellow page advertising		(	)
TOTAL (agree to Sch. V, line 20, col. 8)			\$ 49,808
G. Schedule of Travel and Seminar**			
Description			Amount
Out-of-State Travel		\$	
In-State Travel			3,730
Includes travel expense to the Home Office in Toledo, OH for regional meetings			
Seminar Expense			
Entertainment Expense		(	)
TOTAL (agree to Sch. V, line 24, col. 8)			\$ 3,730

*** Attach copy of IMRF notifications**

****See instructions.**

Facility Name & ID Number <u>Manorcare of Palos Hts West</u>	STATE OF ILLINOIS # <u>0049353</u>	Report Period Beginning: <u>06/01/15</u>	Ending: <u>05/31/16</u>
---	--	---	--------------------------------

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. ICHA \$3,212 & ACHA \$1,851

(3) Did the nursing home make political contributions or payments to a political action organization? YES If YES, have these costs been properly adjusted out of the cost report? YES

(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? _____

(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? 5-10 YEARS

(6) Indicate the total amount of both disposable and non-disposable diaper expense and the location of this expense on Sch. V. \$ 63,391 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? YES
 If YES, give effective date of lease. 04/07/11

(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. \$ 199,418
 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 benefit on Schedule V. \$ N/A Has any meal income been offset against related costs? YES Indicate the amount. \$ 1,384

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

(17) Has an audit been performed by an independent certified public accounting firm? NO
 Firm Name: _____

(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