

		FOR BHF USE			

LL2

Supportive Living Facility

2010

STATE OF ILLINOIS

DEPARTMENT OF HEALTHCARE & FAMILY SERVICES

COST REPORT FOR

SUPPORTIVE LIVING FACILITIES

(FISCAL YEAR 2010)

IMPORTANT NOTICE

THIS AGENCY IS REQUESTING DISCLOSURE OF INFORMATION THAT IS NECESSARY TO ACCOMPLISH THE STATUTORY PURPOSE AS OUTLINED IN SECTION 146.265 OF THE 89 IL ADMIN CODE. DISCLOSURE OF THIS INFORMATION IS MANDATORY. FAILURE TO PROVIDE ANY INFORMATION ON OR BEFORE THE DUE DATE WILL RESULT IN CESSATION OF PROGRAM PAYMENTS.

I. Facility ID Number: 1000099

Facility Name: Heritage Woods of DeKalb

Address: 2626 North Annie Glidden Road DeKalb 60115

Number City Zip Code

County: DeKalb

Telephone Number: (815) 787-6500 Fax # (815) 787-6560

Federal Employer ID Number:

Date Current Owners were Certified: 12/05/2008

Type of Ownership:

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

In the event there are further questions about this report, please contact:

Name: Grenshinka Osborne Telephone Number: (815) 935-1992 EXT 257

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 01/01/2010 to 12/31/2010 and certify to the best of my knowledge and belief that the said contents are true, accurate and complete statements in accordance with applicable instructions. Declaration of preparer (other than provider) is based on all information of which preparer has any knowledge.

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

Officer or Administrator of Provider	(Signed)		(Date)
	(Type or Print Name)	David J. Mitchell	
Paid Preparer	(Title)	CFO, BMA Management, LTD	
	(Signed)		(Date)
	(Print Name and Title)		
	(Firm Name & Address)		
	(Telephone)	()	Fax # ()

MAIL TO: BUREAU OF HEALTH FINANCE

IL DEPT OF HEALTHCARE AND FAMILY SERVICES

201 S. Grand Avenue East

Springfield, IL 62763-0001 Phone # (217) 782-1630

Facility Name Heritage Woods of DeKalb

Report Period Beginning: 01/01/2010 Ending: 12/31/2010

III. STATISTICAL DATA

A. Certified units; enter number of units and unit days

Date of change in certified units / /

1	2	3	4		
Units at Beginning of Report Period	Type of Apartment	Units at End of Report Period	Unit Days During Report Period		
1	76	Single Unit Apartment	76	27,740	1
2		Double Unit Apartment			2
3		Other			3
4	76	TOTALS	76	27,740	4

B. Census-For the entire report period.

1	2	3	4	5		
Type of Unit	Resident Days by Unit and Primary Source of Payment					
	Medicaid Recipient	Private Pay	Other	Total		
5	Single Unit	15,273	12,001		27,274	5
6	Double Unit					6
7	Other					7
8	TOTALS	15,273	12,001		27,274	8

C. Percent Occupancy. (Column 5, line 8 divided by total certified bed days on line 4, column 4.)

98.32%

D. Indicate the number of paid bed-hold days the SLF had during this year

349

Also, indicate the number of unpaid bed-hold days the SLF had during this year.

2

(Do not include bed-hold days in Section B.)

E. Does page 3 include expenses for services or investments not directly related to SLF services?

YES ☐ NO ☒

F. Does the BALANCE SHEET reflect any non-SLF assets?

YES ☐ NO ☒

G. List all services provided by your facility for non-residents. (E.g., day care, "meals on wheels", outpatient therapy)

H. ACCOUNTING BASIS

ACCRUAL ☒ MODIFIED CASH* ☐ CASH* ☐

I. Is your fiscal year identical to your tax year?

☒ YES ☐ NO

Tax Year: 12/31/2010 Fiscal Year: 12/31/2010

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

J. Does the facility have any Illinois Housing Development Authority Loans outstanding?

No

If yes, did the facility make all of the required payments of interest and principle?

If no, explain.

K. Does the facility have any loans from the Federal Home Loan Bank outstanding?

No

If yes, did the facility make all of the required payments of interest and principle?

If no, explain.

L. Does the facility have any loans from the IL Dept of Commerce and Economic Opportunity outstanding?

No

If yes, did the facility make all of the required payments of interest and principle?

If no, explain.

HFS 3745C (N-4-05)

IL478-2471

Facility Name: Heritage Woods of DeKalb

Report Period Beginning:

01/01/2010

Ending:

12/31/2010

IV. COST CENTER EXPENSES (please round to the nearest dollar)

Operating Expenses		Costs Per General Ledger				Reclassifications and Adjustments	Adjusted Total	
		Salary/Wage 1	Supplies 2	Other 3	Total 4			
	A. General Services							
1	Dietary and Food Purchase		142,451	2,172	144,623		144,623	1
2	Housekeeping, Laundry and Maintenance		12,926	44,483	57,409		57,409	2
3	Heat and Other Utilities			124,982	124,982	(22,798)	102,184	3
4	Other (specify): SEE ATTACHMENT PG 3			7,839	7,839		7,839	4
5	TOTAL General Services		155,377	179,476	334,853	(22,798)	312,055	5
	B. Health Care and Programs							
6	Health Care/ Personal Care		2,300		2,300		2,300	6
7	Activities and Social Services		2,631		2,631		2,631	7
8	Other (specify):							8
9	TOTAL Health Care and Programs		4,931		4,931		4,931	9
	C. General Administration							
10	Administrative and Clerical		8,338	229,669	238,007	(16,160)	221,847	10
11	Marketing Materials, Promotions and Advertising		4,725	21,840	26,565		26,565	11
12	Employee Benefits and Payroll Taxes							12
13	Insurance-Property, Liability and Malpractice			30,717	30,717		30,717	13
14	Other (specify): SEE ATTACHMENT PG 3			1,058,376	1,058,376		1,058,376	14
15	TOTAL General Administration		13,063	1,340,602	1,353,665	(16,160)	1,337,505	15
16	TOTAL Operating Expense (Sum of lines 5, 9 and 15)		173,371	1,520,078	1,693,449	(38,958)	1,654,491	16
	Capital Expenses							
	D. Ownership							
17	Depreciation			447,419	447,419		447,419	17
18	Interest			491,255	491,255		491,255	18
19	Real Estate Taxes			62,864	62,864		62,864	19
20	Rent -- Facility and Grounds							20
21	Rent -- Equipment							21
22	Other (specify): SEE ATTACHMENT PG 3			691,329	691,329		691,329	22
23	TOTAL Ownership			1,692,867	1,692,867		1,692,867	23
24	GRAND TOTAL (Sum of lines 16 and 23)		173,371	3,212,945	3,386,316	(38,958)	3,347,358	24

Facility Name: Heritage Woods of DeKalb

Report Period Beginning: 01/01/2010 Ending: 12/31/2010

V. STAFFING AND SALARY COSTS (Please report each line separately.)

	Personnel	Number of FTE	Average Hourly Wage	
1	Registered Nurses	1	\$ 25.48	1
2	Licensed Practical Nurses	1	18.97	2
3	Certified Nurse Assistants	16	7.89	3
4	Activity Director & Assistants	1	14.44	4
5	Social Service Workers			5
6	Head Cook	1	20.25	6
7	Cook Helpers/Assistants	8	9.13	7
8	Dishwashers			8
9	Maintenance Workers	1	17.05	9
10	Housekeepers	2	8.60	10
11	Laundry			11
12	Managers	1	37.24	12
13	Other Administrative			13
14	Clerical	2	14.37	14
15	Marketing	1	25.53	15
16	Other			16
17	Total (lines 1 thru 16)	35	\$	17

VII. RELATED ORGANIZATIONS

A. Enter below the names of all related organizations. Attach an additional schedule if necessary.

RELATED SLF's & HEALTH CARE BUSINESSES

Name	1	City	2

OTHER RELATED BUSINESS ENTITIES

Name	3	City	4	Type of Business	5

B. Does your facility receive services from a parent organization or home office; the costs for which were not included on page 3? YES ☐ NO ☒
Name of related entity: _____ If yes, what is the value of those services? \$ _____
(Please attach a separate schedule itemizing those services.)

C. Does page 3 include any costs derived from transactions (including rent) with related parties? YES ☐ NO ☒
If so, please attach a separate schedule detailing the nature of those services, their costs as they appear on your books and the underlying cost to the related party (i.e., not including markup).

VI. (A) STATEMENT OF COMPENSATION AND OTHER PAYMENTS TO OWNERS, RELATIVES AND MEMBERS OF THE BOARD OF DIRECTORS.

	NAME and FUNCTION	Ownership Interest	Average Hours Per Work Week Devoted to this Business	Amount of Compensation for this Reporting Period	
1				\$	1
2					2
3					3
4					4
5					5
Total				\$	6

VI. (B) Management fees paid to unrelated parties

Amount of Fee

1	BMA Management, LTD.	\$ 136,678	1
2			2
Total		\$ 136,678	3

VIII. OWNERSHIP COSTS

A. Purchase price of land 204,014 Year land was acquired 2007

B. Building Depreciation -- Including Fixed Equipment. Round all numbers to the nearest dollar. *Total units on this schedule must agree with page 2.

	1 Units*	FOR BHF USE ONLY	2 Year Acquired	3 Year Constructed	4 Cost	5 Current Book Depreciation	6 Life in Years	7 Straight Line Depreciation	8 Adjustments	9 Accumulated Depreciation	
1	76			2008	\$ 8,055,314	\$ 292,891	28	\$ 287,690	\$ (5,201)	\$ 744,502	1
2											2
3											3
4											4
5											5
6	Improvement Type										
6	Land Improvements				443,798	50,519	15	29,587	(20,932)	102,296	6
7											7
8											8
9											9
10											10
11											11
12											12
13											13
14											14
15											15
16											16
17	TOTAL (lines 1 thru 16)				\$ 8,499,112	\$ 343,410		\$ 317,277	\$ (26,133)	\$ 846,798	17

C. Equipment Depreciation -- Including Transportation.

	Type	1 Cost	2 Current Book Depreciation	3 Straight Line Depreciation	4 Adjustments	5 Life in Years	6 Accumulated Depreciation	
18	Movable Equipment	\$ 607,045	\$ 116,553	\$ 121,409	4,856	5	\$ 432,216	18
19	Vehicles							19
20	TOTAL (lines 18 and 19)	\$ 607,045	\$ 116,553	\$ 121,409	4,856		\$ 432,216	20

D. Depreciable Non-Care Assets Included in General Ledger.

	1 Description and Year Acquired	2 Cost	3 Current Book Depreciation	4 Accumulated Depreciation	
21		\$	\$	\$	21
22					22
23					23
24	TOTALS (lines 21, 22 and 23)	\$	\$	\$	24

Facility Name: Heritage Woods of DeKalb

Report Period Beginning: 01/01/2010 Ending: 2/31/2010

IX. RENTAL COSTS

A. Building and Fixed Equipment

1. Name of Party Holding Lease: N/A

2. Does the facility also pay real estate taxes in addition to rental amount shown below on line 7, column 4? ☐ YES ☒ NO

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

8. Is movable equipment rental included in building rental?
☐ YES ☒ NO

9. Rental amount for movable equipment \$

10. If the facility rents any vehicles which are used for care-related purposes, please attach a schedule detailing the model year and make, the rental expense for this period and the use of the vehicle.

X. INTEREST EXPENSE

1		2		3	4	6		7	8	9	
	Name of Lender	Related**		Purpose of Loan	Date of Note	Amount of Note		Maturity Date	Interest Rate (4 Digits)	Reporting Period Int. Expense	
		YES	NO			Original	Balance				
	A. Directly Facility Related										
	Long-Term										
1	Almagamated Bank		X	First Mortgage	6/1/07	\$ 8,000,000	\$ 7,915,000	12/1/41	0.0610	\$ 487,564	1
2	Almagamated Bank		X	Second Mortgage	6/6/07	360,000	360,000	12/1/42	NA		2
3					/ /			/ /			3
	Working Capital										
4					/ /			/ /			4
5					/ /			/ /			5
6					/ /			/ /			6
7	TOTAL Facility Related					\$ 8,360,000	\$ 8,275,000			\$ 487,564	7
	B. Non-Facility Related										
8					/ /			/ /			8
9					/ /			/ /			9
10	TOTALS (lines 7, 8 and 9)					\$ 8,360,000	\$ 8,275,000			\$ 487,564	10

* If there is an option to buy the building, please provide complete details on an attached schedule.
** If there is any overlap in ownership between the facility and the lender, this must be indicated in column 2.

Facility Name: Heritage Woods of DeKalb

Report Period Beginning: 01/01/2010

Ending: 12/31/2010

XI. BALANCE SHEET - Unrestricted Operating Fund.

As of 12/31/2010

(last day of reporting year)

		1 Operating	2 After Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	\$ 132,018	\$	1
2	Cash-Patient Deposits			2
3	Accounts & Short-Term Notes Receivable-Patients (less allowance)	87,305		3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance	17,153		6
7	Other Prepaid Expenses	1,018		7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):			9
10	TOTAL Current Assets (sum of lines 1 thru 9)	\$ 237,494	\$	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land	647,812		13
14	Buildings, at Historical Cost	8,055,314		14
15	Leasehold Improvements, at Historical Cost			15
16	Equipment, at Historical Cost	607,045		16
17	Accumulated Depreciation (book methods)	(1,279,014)		17
18	Deferred Charges			18
19	Organization & Pre-Operating Costs	449,801		19
20	Accumulated Amortization - Organization & Pre-Operating Costs	(41,364)		20
21	Restricted Funds	1,563,443		21
22	Other Long-Term Assets (specify):			22
23	Other(specify):			23
24	TOTAL Long-Term Assets (sum of lines 11 thru 23)	\$ 10,003,037	\$	24
25	TOTAL ASSETS (sum of lines 10 and 24)	\$ 10,240,531	\$	25

*(See instructions.)

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	\$ 344,672	\$	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits			28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable			30
31	Accrued Taxes Payable	59,700		31
32	Accrued Interest Payable	40,235		32
33	Deferred Compensation			33
34	Federal and State Income Taxes			34
	Other Current Liabilities(specify):			
35	SEE ATTACHMENT PG 7	38,051		35
36				36
37	TOTAL Current Liabilities (sum of lines 26 thru 36)	\$ 482,658	\$	37
	D. Long-Term Liabilities			
38	Long-Term Notes Payable			38
39	Mortgage Payable	8,275,000		39
40	Bonds Payable			40
41	Deferred Compensation			41
	Other Long-Term Liabilities(specify):			
42				42
43				43
44	TOTAL Long-Term Liabilities (sum of lines 38 thru 43)	\$ 8,275,000	\$	44
45	TOTAL LIABILITIES (sum of lines 37 and 44)	\$ 8,757,658	\$	45
46	TOTAL EQUITY	\$ 1,482,873	\$	46
47	TOTAL LIABILITIES AND EQUITY (sum of lines 45 and 46)	\$ 10,240,531	\$	47

Facility Name: Heritage Woods of DeKalb

Report Period Beginning: 01/01/2010

Ending:

12/31/2010

XII. INCOME STATEMENT (attach any explanatory footnotes necessary to reconcile this Schedule to Schedule IV.)

		1	
	Revenue	Amount	
	A. SLF Resident Care		
1	Gross SLF Resident Revenue	\$ 2,610,313	1
2	Discounts and Allowances	(3,077)	2
	SUBTOTAL Resident Care		
3	(line 1 minus line 2)	\$ 2,607,236	3
	B. Other Operating Revenue		
4	Special Services	105,648	4
5	Other Health Care Services		5
6	Special Grants		6
7	Gift and Coffee Shop		7
8	Barber and Beauty Care	18,905	8
9	Non-Resident Meals	7,467	9
10	Laundry		10
	SUBTOTAL OTHER OPERATING REVENUE		
11	(sum of lines 4 thru 10)	\$ 132,020	11
	C. Non-Operating Revenue		
12	Contributions		12
13	Interest and Other Investment Income	177	13
	SUBTOTAL Non-Operating Revenue		
14	(sum of lines 12 and 13)	\$ 177	14
	D. Other Revenue (specify):		
15			15
16			16
	SUBTOTAL Other Revenue		
17	(sum of lines 15 and 16)	\$	17
	TOTAL REVENUE		
18	(sum of lines 3, 11, 14 and 17)	\$ 2,739,433	18

		2	
	Expenses	Amount	
	A. Operating Expenses		
19	General Services	334,853	19
20	Health Care/ Personal Care	4,931	20
21	General Administration	1,353,665	21
	B. Capital Expense		
22	Ownership	1,692,867	22
	C. Other Expenses		
23	Special Cost Centers		23
24	Non-Operating Expenses		24
25	Other (specify):		25
26			26
27			27
	TOTAL EXPENSES		
28	(sum of lines 19 thru 27)	\$ 3,386,316	28
	Income Before Income Taxes		
29	(line 18 minus line 28)	\$ (646,883)	29
	Income Taxes		
30		\$	30
	NET INCOME OR LOSS FOR THE YEAR		
31	(line 29 minus line 30)	\$ (646,883)	31

COST CENTER EXPENSES

A. General Services - Other

Exterminating	1,235
Rubbish Removal	2,927
Vehicle Expense	1,583
Water Softener	1,194
Misc Operating Expense	<u>900</u>
TOTAL	<u><u>7,839</u></u>

C. General Administration - Other

Consulting	21,000
Legal	474
Audit	10,090
Contract Labor	1,025,143
Bad Debts Expense	<u>1,669</u>
TOTAL	<u><u>1,058,376</u></u>

D. Ownership

Partnership Management Fee	65,445
Asset Management Fee	31,623
Incentive Management	574,977
Tax Credit Fees & Incentive Fee	1,500
Amortization Expense	14,784
Property Damage Loss	<u>3,000</u>
TOTAL	<u><u>691,329</u></u>

Reclassifications and Adjustments

Heat & Other Utilities	(22,798) Cable
Administrative and Clerical	(16,160) Telephone Revenue

BALANCE SHEET

C. Current Liabilities

Accrued Asset Management Fees	15,914
Accrued Liabilities	20,513
Unearned Revenue	<u>1,624</u>
Total Other Current Liabilities	<u><u>38,051</u></u>