

		FOR BHF USE			

LL2

Supportive Living Facility

2013

STATE OF ILLINOIS

DEPARTMENT OF HEALTHCARE & FAMILY SERVICES

COST REPORT FOR

SUPPORTIVE LIVING FACILITIES

(FISCAL YEAR 2013)

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: 1000075

Facility Name: Hawthorne Inn of Clinton

Address: 1 Park Lane West Clinton 61727

County: Dewitt

Telephone Number: (217) 935-8500 Fax # ()

Federal Employer ID Number:

Date Current Owners were Certified: 01/02/2007

Type of Ownership:

VOLUNTARY, NON-PROFIT

X Charitable Corp.

Trust

IRS Exemption Code 501 (C) 3

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: Ron Wilson Telephone Number: (309) 343-1550

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 4/1/2012 to 3/31/2013 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) Darcee Fanning

(Title) Regional Director

Paid Preparer

(Signed) See Preparation Report

(Print Name and Title) McGladrey LLP 117 E Main Street, Suite 210

(Firm Name & Address) P.O. Box 1070 Galesburg, IL 61401

(Telephone) (309) 342-1175 Fax (309) 342-7816

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

HFS 3745C (N-4-05)

IL478-2471

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	15	Single Unit Apartment	15	5,475	1
2	6	Double Unit Apartment	6	4,380	2
3		Other			3
4	21	TOTALS	21	9,855	4

B. Census-For the entire report period.

	1 Type of Unit	2 3 4 5 Resident Days by Unit and Primary Source of Payment				
		Medicaid Recipient	Private Pay	Other	Total	
5	Single Unit	1,653	3,489		5,142	5
6	Double Unit	2,669	1,129		3,798	6
7	Other					7
8	TOTALS	4,322	4,618		8,940	8

C. Percent Occupancy. (Column 5, line 8 divided by total certified
bed days on line 4, column 4.) 90.72%

D. Indicate the number of paid bed-hold days the SLF had during this year
None Also, indicate the number of unpaid bed-hold days the SLF
had during this year. None (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: 3/31/2013 Fiscal Year: 3/31/2013

* 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. _____

STATE OF ILLINOIS

Page 3

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning:

4/1/2012

Ending:

3/31/2013

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	309,489	362,912	8,094	680,495	(547,810)	132,685	1
2	Housekeeping, Laundry and Maintenance	299,333	135,641	87,846	522,820	(472,192)	50,628	2
3	Heat and Other Utilities			200,993	200,993	(169,474)	31,519	3
4	Other (specify):							4
5	TOTAL General Services	608,822	498,553	296,933	1,404,308	(1,189,476)	214,832	5
	B. Health Care and Programs							
6	Health Care/ Personal Care	2,446,979	476,842	905,419	3,829,240	(3,683,727)	145,513	6
7	Activities and Social Services	119,271	5,177		124,448	(123,892)	556	7
8	Other (specify):							8
9	TOTAL Health Care and Programs	2,566,250	482,019	905,419	3,953,688	(3,807,619)	146,069	9
	C. General Administration							
10	Administrative and Clerical	221,645	65,191	479,669	766,505	(696,691)	69,814	10
11	Marketing Materials, Promotions and Advertising	60,425		33,553	93,978	(93,538)	440	11
12	Employee Benefits and Payroll Taxes			611,464	611,464	(566,081)	45,383	12
13	Insurance-Property, Liability and Malpractice			130,808	130,808	(115,240)	15,568	13
14	Other (specify):			454,759	454,759	(454,759)		14
15	TOTAL General Administration	282,070	65,191	1,710,253	2,057,514	(1,926,309)	131,205	15
16	TOTAL Operating Expense (Sum of lines 5, 9 and 15)	3,457,142	1,045,763	2,912,605	7,415,510	(6,923,404)	492,106	16
	Capital Expenses							
	D. Ownership							
17	Depreciation			38,933	38,933	(38,933)		17
18	Interest							18
19	Real Estate Taxes			183,600	183,600	(152,388)	31,212	19
20	Rent -- Facility and Grounds			1,215,036	1,215,036	(1,008,480)	206,556	20
21	Rent -- Equipment			849	849	(849)		21
22	Other (specify):							22
23	TOTAL Ownership			1,438,418	1,438,418	(1,200,650)	237,768	23
24	GRAND TOTAL (Sum of lines 16 and 23)	3,457,142	1,045,763	4,351,023	8,853,928	(8,124,054)	729,874	24

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning 4/1/2012 Ending: 3/31/2013

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

	Personnel	Number of FTE	Average Hourly Wage	
1	Registered Nurses		\$	1
2	Licensed Practical Nurses			2
3	Certified Nurse Assistants	7	10.28	3
4	Activity Director & Assistants			4
5	Social Service Workers			5
6	Head Cook			6
7	Cook Helpers/Assistants	3	8.80	7
8	Dishwashers			8
9	Maintenance Workers	1	12.21	9
10	Housekeepers	1	8.92	10
11	Laundry	1	8.49	11
12	Managers	1	18.10	12
13	Other Administrative			13
14	Clerical			14
15	Marketing	1	13.00	15
16	Other			16
17	Total (lines 1 thru 16)	15	\$	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
See Attached Schedule I			

OTHER RELATED BUSINESS ENTITIES

Name	3	City	4	Type of Business	5
See Attached Schedule I					

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	See Att Sch Va for Directors Fees			\$ 301	1
2					2
3					3
4					4
5					5
Total				\$ 301	6

VI. (B) Management fees paid to unrelated parties Amount of Fee

1		\$	1
2			2
Total		\$	3

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning:

4/1/2012

Ending:

3/31/2013

VIII. OWNERSHIP COSTS

A. Purchase price of land _____ Year land was acquired _____

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					\$	\$		\$	\$	\$	1
2											2
3											3
4											4
5											5
	Improvement Type										
6											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)				\$	\$		\$	\$	\$	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	\$	\$	\$	\$		\$	18
19	Vehicles	50,859				4	50,859	19
20	TOTAL (lines 18 and 19)	\$ 50,859	\$	\$	\$		\$ 50,859	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	SNF Equipment - Various	\$ 423,128	\$ \$ 34,156	\$ \$ 221,472	21
22	SNF Leasehold Impr - Various	102,736	4,777	23,423	22
23	SNF Ford E350 Van - 2005	46,919		46,919	23
24	TOTALS (lines 21, 22 and 23)	\$ 572,783	\$ 38,933	\$ 291,814	24

Facility Name: Hawthorne Inn of Clinton Report Period Beginning: 4/1/2012 Ending: 3/31/2013

IX. RENTAL COSTS

A. Building and Fixed Equipment

1. Name of Party Holding Lease: Mid-Illini Healthcare, Inc.

2. Does the facility also pay real estate taxes in addition to rental amount shown below on line 7, column 4? [X] 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	2004	21	4/15/05	\$ 1,215,036	10	5	3
4	Additions	2006		/ /				4
5				/ /				5
6				/ /				6
7	TOTAL		21		\$ 1,215,036			7

8. Is movable equipment rental included in building rental?

[X] YES [] NO

9. Rental amount for movable equipment \$ Not Determined

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					/ /	\$	\$	/ /		\$	1
2					/ /			/ /			2
3					/ /			/ /			3
	Working Capital										
4					/ /			/ /			4
5	Home Office Allocation	X			/ /			/ /			5
6	Less: Interest Income		X		/ /			/ /			6
7	TOTAL Facility Related					\$	\$			\$	7
	B. Non-Facility Related										
8					/ /			/ /			8
9					/ /			/ /			9
10	TOTALS (lines 7, 8 and 9)					\$	\$			\$	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: Hawthorne Inn of Clinton

Report Period Beginning: 4/1/2012

Ending:

3/31/2013

XI. BALANCE SHEET - Unrestricted Operating Fund.

As of 3/31/2013

(last day of reporting year)

		1 Operating	2 After Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	\$ 124,944	\$	1
2	Cash-Patient Deposits	9,675		2
3	Accounts & Short-Term Notes Receivable- Patients (less allowance 58,635)	1,834,294		3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance	50,589		6
7	Other Prepaid Expenses	1,990		7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):			9
10	TOTAL Current Assets (sum of lines 1 thru 9)	\$ 2,021,492	\$	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land			13
14	Buildings, at Historical Cost			14
15	Leasehold Improvements, at Historical Cost	102,736		15
16	Equipment, at Historical Cost	520,906		16
17	Accumulated Depreciation (book methods)	(342,673)		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):			23
24	TOTAL Long-Term Assets (sum of lines 11 thru 23)	\$ 280,969	\$	24
25	TOTAL ASSETS (sum of lines 10 and 24)	\$ 2,302,461	\$	25

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	\$ 150,979	\$	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits	9,675		28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable	90,891		30
31	Accrued Taxes Payable	354,139		31
32	Accrued Interest Payable			32
33	Deferred Compensation			33
34	Federal and State Income Taxes			34
	Other Current Liabilities(specify):			
35	Interdivision Payable	2,906,673		35
36	Other Accrued Expenses	20,591		36
37	TOTAL Current Liabilities (sum of lines 26 thru 36)	\$ 3,532,948	\$	37
	D. Long-Term Liabilities			
38	Long-Term Notes Payable			38
39	Mortgage Payable			39
40	Bonds Payable			40
41	Deferred Compensation			41
	Other Long-Term Liabilities(specify):			
42	Security Deposits	68,250		42
43				43
44	TOTAL Long-Term Liabilities (sum of lines 38 thru 43)	\$ 68,250	\$	44
45	TOTAL LIABILITIES (sum of lines 37 and 44)	\$ 3,601,198	\$	45
46	TOTAL EQUITY	\$ (1,298,737)	\$	46
47	TOTAL LIABILITIES AND EQUITY (sum of lines 45 and 46)	\$ 2,302,461	\$	47

*(See instructions.)

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning: 4/1/2012

Ending:

3/31/2013

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

	Revenue	Amount	
	A. SLF Resident Care		
1	Gross SLF Resident Revenue	\$ 927,706	1
2	Discounts and Allowances		2
3	SUBTOTAL Resident Care (line 1 minus line 2)	\$ 927,706	3
	B. Other Operating Revenue		
4	Special Services		4
5	Other Health Care Services		5
6	Special Grants		6
7	Gift and Coffee Shop		7
8	Barber and Beauty Care		8
9	Non-Resident Meals		9
10	Laundry		10
11	SUBTOTAL OTHER OPERATING REVENUE (sum of lines 4 thru 10)	\$	11
	C. Non-Operating Revenue		
12	Contributions		12
13	Interest and Other Investment Income		13
14	SUBTOTAL Non-Operating Revenue (sum of lines 12 and 13)	\$	14
	D. Other Revenue (specify):		
15	SNF Related Revenue	7,703,286	15
16			16
17	SUBTOTAL Other Revenue (sum of lines 15 and 16)	\$ 7,703,286	17
18	TOTAL REVENUE (sum of lines 3, 11, 14 and 17)	\$ 8,630,992	18

	Expenses	Amount	
	A. Operating Expenses		
19	General Services	1,404,308	19
20	Health Care/ Personal Care	3,953,688	20
21	General Administration	2,057,514	21
	B. Capital Expense		
22	Ownership	1,438,418	22
	C. Other Expenses		
23	Special Cost Centers		23
24	Non-Operating Expenses		24
25	Other (specify):		25
26			26
27			27
28	TOTAL EXPENSES (sum of lines 19 thru 27)	\$ 8,853,928	28
29	Income Before Income Taxes (line 18 minus line 28)	\$ (222,936)	29
30	Income Taxes	\$	30
31	NET INCOME OR LOSS FOR THE YEAR (line 29 minus line 30)	\$ (222,936)	31

FACILITY NAME: Hawthorne Inn of Clinton

ID#: 37-1223846

BEGINNING: 4/1/2012

ENDING: 3/31/2013

ATTACHED SCHEDULE I

VII. Related Organizations
A.Related SLF's and Health Care Businesses
and Other Related Business Entities

Name	City and State	Type of Business
1 SLF's and Health Care divisions of Residential Alternatives of Illinois, Inc.:		
Hawthorne Inn of Danville	Danville, IL	Skilled nursing facility
Manor Court of Clinton	Clinton, IL	Skilled nursing and supportive living facility
Manor Court of Freeport	Freeport, IL	Skilled nursing facility
Manor Court of Peoria	Peoria, IL	Skilled nursing facility
Manor Court of Peru	Peru, IL	Skilled nursing facility
Manor Court of Princeton	Princeton, IL	Skilled nursing and supportive living facility
Hawthorne Inn of Freeport	Freeport, IL	Supportive living facility
Hawthorne Inn of Peoria	Peoria, IL	Assisted living facility
Hawthorne Inn of Peru	Peru, IL	Assisted living facility
Liberty Estates of Geneseo	Geneseo, IL	Assisted living and independent living facility
Liberty Estates of Streator	Streator, IL	Assisted living and independent living facility
Freeport Rehab & Healthcare	Freeport, IL	Skilled nursing facility
Other facilities operated by Residential Alternatives of Illinois, Inc.		
Liberty Estates of Danville	Danville, IL	Independent living facility
Liberty Estates of Freeport	Freeport, IL	Independent living facility
Liberty Estates of Peoria	Peoria, IL	Independent living facility
Liberty Estates of Peru	Peru, IL	Independent living facility
2 Residential Alternatives of Iowa (common Board of Directors)	Coralville, IA	Long-term care facilities
3 Frances House, Inc.(sole corporate member of Residential Alternatives of Illinois, Inc.) operates the following DD facilities		
Casa Willis	Sterling, IL	
Freeport Terrace	Freeport, IL	

Gordon Jones Terrace	Lanark, IL
Hallam Terrace	Rockford, IL
Hammett House	Sterling, IL
Kanthak House	Ottawa, IL
Olson Terrace	Rockford, IL
Ridge Terrace	Freeport, IL
Rockford Group Homes:	
Cantebury Place	Rockford, IL
Glenwood Villa	Rockford, IL
Rockton Court	Rockford, IL
Rose House	Moline, IL
Seborg Terrace	Rockford, IL
Smith Square	Moline, IL
Stern Square	Sterling, IL
Stouffer Terrace	Oregon, IL

Frances House, Inc. is also the sole corporate member of the following not-for-profit lessors of Residential Alternatives of Illinois, Inc.

Peoria Manor Court, Ltd., NFP	Galesburg, IL
Peru Becker, Ltd., NFP	Galesburg, IL
Danville Independence, LLC	Galesburg, IL
Hawthorne Inn of Princeton, LLC	Galesburg, IL

4 Pioneer Concepts, Inc (Frances House, Inc is the sole corporate member) operates the following DD facilities

Broadway Terrace	Chicago Heights, IL
Carole Lane Terrace	Sauk Village, IL
Cook County I Group Homes:	
Flossmoor Terrace	Flossmoor, IL
Ravisloe Terrace	Country Club Hills, IL
Spaulding Terrace	Markham, IL
Cook County II Group Homes:	
Calumet City Terrace	Calumet City, IL
Dolton Terrace	Dolton, IL
Lynwood Terrace	Lynwood, IL
Holland Terrace	South Holland, IL
Matteson Court	Matteson, IL
Prairie House	Sauk Village, IL
Torrence Place	Sauk Village, IL

5 Pinnacle Opportunities, Inc (Frances House, Inc is the sole corporate member) operated the following facilities
DD facilities

Chamness Square	Bourbannais, IL
Collins Square	Bradley, IL
Hunt Terrace	Kankakee, IL
Kankakee I Group Homes:	
Dearborn Court	Kankakee, IL
River Court	Kankakee, IL
Station Court	Kankakee, IL
Kankakee II Group Homes:	
Eagle Court	Kankakee, IL
Kankakee Court	Kankakee, IL
Roy Court	Bourbannais, IL

CILA facilities

Gravlin Square	Bradley, IL
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6 Concepts Plus, Inc. (Frances House, Inc is the sole corporate member) operated the following DD facilities

Lake County Group Homes:	
Lewis Terrace	North Chicago, IL
Seymour Terrace	North Chicago, IL

Waukegan Terrace
Pine Terrace

Waukegan, IL
Waukegan, IL

7 LTC Support Services, LLC (RAI is one of eight corporate members)
LTC provides consulting services that include, but are not limited to:
training, regulatory compliance, quality assurance programs, human
resource support, marketing and maintenance.

Total fees expensed during the current year for SLF portion: \$ 22,195

FACILITY NAME: Hawthorne Inn of Clinton
ID#: 37-1223846

BEGINNING: 4/1/2012
ENDING: 3/31/2013

Manor Court of Clinton (skilled nursing) and Hawthorne Inn of Clinton (supportive living) are both housed in the same bldg and reported as a single division of Residential Alternatives of Illinois, Inc. Therefore, the divisional income statement and balance sheet report both operations. The SNF related costs have been adjusted out of this cost report

Attached Schedule II

SUMMARY SCHEDULE					
Sch. IV of Allocation of Skilled Nursing Facility Costs					
Line #		Salaries	Supplies	Other	Total
1	Dietary and Food	248,414	291,302	8,094	547,810
2	Hskp, Laundry, Main	267,160	123,500	81,532	472,192
3	Heat & Other Utilities			169,474	169,474
4	Other				-
6	Health Care/personal	2,301,466	476,842	905,419	3,683,727
7	Activities & Soc Serv	119,271	4,621		123,892
8	Other				-
10	Admin/Clerical	207,544	58,418	431,311	697,273
11	Mkt, Promo, Adv	53,930		33,113	87,043
12	Emp Ben & PR taxes			566,082	566,082
13	Insurance			115,456	115,456
14	Other			454,520	454,520
17	Depreciation			38,933	38,933
18	Interest				-
19	Real Estate Taxes			152,388	152,388
20	Rent			1,008,480	1,008,480
21	Rent Equip			849	849
TOTALS		3,197,785	954,683	3,965,651	8,118,119

Net adjustment required

8,118,119

FACILITY NAME: Hawthorne Inn of Clinton
ID#: 37-1223846

BEGINNING: 4/1/2012
ENDING: 3/31/2013

ATTACHED SCHEDULE III

IV. Cost Center Expenses
Reclassifications and Adjustments

Reported on Schedule IV on Line

Description		Adjustments Col 5
See Att Sch II	Allocation to SNF cost report	(8,118,119)
See Att Sch V	Home office allocation	799
Line 11	Allocated Marketing wages to SLF	(6,495)
Line 14	Allocated Lobbying Expense to SLF	(239)
Total Adjustments on Schedule IV		(8,124,054)

ATTACHED SCHEDULE IV

Bed Listing & Home Office Allocation

Weighted beds @ 03/31/13									
Facility	Nursing Home Beds 100%	Sheltered Care Beds 50%	SLF Beds 40%	ALC Beds 50%	Estate Units 10%	Weighted Average Total	All Homes Percentage of Total	SLF Percentage of Total	
Liberty Estates of Danville	0	0	0	0	8	8	0.93%	0.00%	
Liberty Estates of Freeport	0	0	0	0	7	7	0.82%	0.00%	
Liberty Estates of Peoria	0	0	0	0	8	8	0.93%	0.00%	
Liberty Estates of Geneseo	0	0	0	7	3	10	1.17%	0.00%	

Liberty Estates of Peru	0	0	0	0	7	7	0.82%	0.00%
Liberty Estates of Streator	0	0	0	10	3	13	1.52%	0.00%
Hawthorne Inn of Danville	76	32	0	0	0	108	12.59%	0.00%
Manor Court of Princeton	98	0	11	0	0	109	12.70%	1.28%
Manor Court of Clinton	134	0	11	0	0	145	16.90%	1.28%
Manor Court of Peoria	50	0	0	0	0	50	5.83%	0.00%
Manor Court of Peru	94	18	0	0	0	112	13.05%	0.00%
Manor Court of Freeport	90	6	0	0	0	96	11.19%	0.00%
Hawthorne Inn of Peoria	0	0	0	34	0	34	3.96%	0.00%
Hawthorne Inn of Peru	0	0	0	34	0	34	3.96%	0.00%
Hawthorne Inn of Freeport	0	0	15	0	0	15	1.75%	1.75%
Freeport Rehab & Healthcare	102	0	0	0	0	102	11.89%	0.00%
						858	100%	4.31%

FACILITY NAME:

Hawthorne Inn of Clinton

ID#:

37-1223846

BEGINNING:

4/1/2012

ENDING:

3/31/2013

ATTACHED SCHEDULE V

ALLOCATION OF HOME OFFICE INDIRECT COSTS

Sch. V		SUMMARY SCHEDULE		
Line #		Salaries	Other	Total
1	Dietary and Food	0	0	-
2	Hskp, Laundry, Main	0	0	-
3	Heat & Other Utilities	0	0	-
4	Other	0	0	-
6	Health Care/personal	0	0	-
7	Activities & Soc Serv	0	0	-
8	Other	0	0	-
10	Admin/Clerical	0	582	582
11	Mkt, Promo, Adv	0	0	-
12	Emp Ben & PR taxes	0	1	1
13	Insurance	0	216	216
14	Other	0	0	-
17	Depreciation	0	0	-
18	Interest	0	0	-
19	Real Estate Taxes	0	0	-
		0	0	-
		0	0	-

TOTALS

0

799

799

Net adjustment required

799

FACILITY NAME: Hawthorne Inn of Clinton
ID#: 37-1223846

BEGINNING: 4/1/2012
ENDING: 3/31/2013

ATTACHED SCHEDULE Va **ALLOCATION OF INDIRECT COSTS**
(Detail Schedule)

Allocation Factors:

SLF Home Office Factor **0.0128**

Schedule	Description	Total Expenses Incurred	Non- Allowable Costs	Costs To Be Allocated	Allocated Total	Adjustment <u>Grouping</u>
V-1-1	Labor-Dietary	0		0	0	0
V-1-2	Supplies-Dietary	0		0	0	0
V-2-1	Labor-Purchasing	0		0	0	0
V-3-3	Utilities	0		0	0	0
V-10-1	Labor - Administrative			0	0	
V-10-1	Labor-Clerical			0	0	0
V-10-2	Supplies			0	0	0
V-10-3	Miscellaneous	0		0	0	
V-10-3	Postage & Shipping			0	0	
V-10-3	Equipment			0	0	
V-10-3	Equipment Contracts			0	0	
V-10-3	Equip Maintenance & Repair			0	0	
V-10-3	Telephone			0	0	
V-10-3	Board of Directors	23,444	0	23,444	301	
V-10-3	Legal Fees	16,851	16,851	0	0	
V-10-3	Professional Services	21,685	0	21,685	278	
V-10-3	Licenses/Fees/Misc	242		242	3	
V-10-3	Inservice Training	0		0	0	
V-10-3	Travel	0		0	0	
V-10-3	Vehicle Expense	0		0	0	582
V-11-3	Advertising - Employment			0	0	
V-11-3	Subscriptions & Fees			0	0	0
V-12-3	Worker's Compensation	0		0	0	
V-12-3	Other Employee Expense	87		87	1	

V-12-3	FICA	0		0	0	
V-12-3	State Unemployment Tax			0	0	
V-12-3	Health Insurance	0		0	0	1
V-13-3	Vehicle Insurance	0		0	0	
V-13-3	Liability Insurance	16,880		16,880	216	
V-13-3	Property Insurance	0		0	0	216
V-17-3	Depreciation Expense			0	0	0
V-18-3	Interest Expense	0	0	0	0	
V-18-3	Investment Income	0	0	0	0	0
	TOTALS	79,189	16,851	62,338	799	799

Board of Directors Costs:		
John Kniery	1,500.00	
Doug Biederstedt	4,500.00	
Irwin Jann	3,000.00	
Jeff Shaw	4,500.00	
William Kempiners	4,500.00	
Meeting expenses	100.00	
Travel costs	5,344.00	
Total	23,444.00	
Less:		
Out of State Travel	-	
	23,444.00	