

Facility Name HERITAGE WOODS OF SOUTH ELGIN

Report Period Beginning: 01/01/2016 Ending: 12/31/2016

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	182	Single Unit Apartment	182	66,612	1
2		Double Unit Apartment			2
3		Other			3
4	182	TOTALS	182	66,612	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	49,622	16,312		65,934	5
6	Double Unit					6
7	Other					7
8	TOTALS	49,622	16,312		65,934	8

C. Percent Occupancy. (Column 5, line 8 divided by total certified bed days on line 4, column 4.) 98.98%

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

1,332 Also, indicate the number of unpaid bed-hold days the SLF had during this year. (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 X

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

YES NO X

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

H. ACCOUNTING BASIS

ACCRUAL X MODIFIED CASH* CASH*

I. Is your fiscal year identical to your tax year? X YES NO

Tax Year: 2016 Fiscal Year: 2016

* 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: HERITAGE WOODS OF SOUTH ELGIN

Report Period Beginning:

01/01/2016

Ending:

12/31/2016

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	425,299	358,480	2,249	786,028		786,028	1
2	Housekeeping, Laundry and Maintenance	199,016	75,190	129,083	403,289		403,289	2
3	Heat and Other Utilities			255,968	255,968	(50,065)	205,903	3
4	Other (specify): See Page 3 Attachment			29,824	29,824		29,824	4
5	TOTAL General Services	624,315	433,670	417,124	1,475,109	(50,065)	1,425,044	5
	B. Health Care and Programs							
6	Health Care/ Personal Care	1,412,288	23,308		1,435,596		1,435,596	6
7	Activities and Social Services	116,651	17,373		134,024		134,024	7
8	Other (specify):							8
9	TOTAL Health Care and Programs	1,528,939	40,681		1,569,620		1,569,620	9
	C. General Administration							
10	Administrative and Clerical	249,709	44,558	540,466	834,733	(64,080)	770,653	10
11	Marketing Materials, Promotions and Advertising	105,923	14,596	64,702	185,221		185,221	11
12	Employee Benefits and Payroll Taxes			486,842	486,842		486,842	12
13	Insurance-Property, Liability and Malpractice			92,873	92,873		92,873	13
14	Other (specify): See Page 3 Attachment			128,588	128,588	(45,615)	82,973	14
15	TOTAL General Administration	355,632	59,154	1,313,471	1,728,257	(109,695)	1,618,562	15
16	TOTAL Operating Expense (Sum of lines 5, 9 and 15)	2,508,886	533,505	1,730,596	4,772,987	(159,760)	4,613,227	16
	Capital Expenses							
	D. Ownership							
17	Depreciation			1,082,055	1,082,055		1,082,055	17
18	Interest			551,132	551,132	(2,715)	548,417	18
19	Real Estate Taxes			195,525	195,525		195,525	19
20	Rent -- Facility and Grounds							20
21	Rent -- Equipment			11,942	11,942		11,942	21
22	Other (specify): See Page 3 Attachment			126,696	126,696		126,696	22
23	TOTAL Ownership			1,967,350	1,967,350	(2,715)	1,964,635	23
24	GRAND TOTAL (Sum of lines 16 and 23)	2,508,886	533,505	3,697,946	6,740,337	(162,475)	6,577,862	24

Facility Name: HERITAGE WOODS OF SOUTH ELGIN

Report Period Beginning: 01/01/2016 Ending: 12/31/2016

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

	Personnel	Number of FTE	Average Hourly Wage	
1	Registered Nurses	Inc line 12	\$ Inc line 1	1
2	Licensed Practical Nurses	8	23.04	2
3	Certified Nurse Assistants	37	11.55	3
4	Activity Director & Assistants	Inc line 12	Inc line 1	4
5	Social Service Workers			5
6	Head Cook			6
7	Cook Helpers/Assistants	18	9.62	7
8	Dishwashers			8
9	Maintenance Workers	Inc line 12	Inc line 1	9
10	Housekeepers	5	9.48	10
11	Laundry			11
12	Managers	6	23.60	12
13	Other Administrative	7	24.79	13
14	Clerical	Inc line 13	Inc line 1	14
15	Marketing	Inc line 12	Inc line 1	15
16	Other			16
17	Total (lines 1 thru 16)	81	\$	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

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	Gardant Management Solutions	\$ 413,339	1
2			2
Total		\$ 413,339	3

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).

Facility Name: HERITAGE WOODS OF SOUTH ELGIN

Report Period Beginning:

01/01/2016

Ending:

12/31/2016

VIII. OWNERSHIP COSTS

A. Purchase price of land 2,285,525 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	182			2009	\$ 13,788,099	\$ 501,385	27.5	\$ 501,385	\$ (0)	\$ 2,047,324	1
2											2
3											3
4											4
5											5
	Improvement Type										
6	Leasehold Improvements				1,021,134	68,076	15	68,076	(0)	277,975	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)				\$ 14,809,233	\$ 569,461		\$ 569,461	\$ (0)	\$ 2,325,299	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	\$ 2,570,842	\$ 512,594	\$ 514,168	1,574	5	\$ 2,075,512	18
19					\$		-	19
20	TOTAL (lines 18 and 19)	\$ 2,570,842	\$ 512,594	\$ 514,168	1,574		\$ 2,075,512	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 SOUTH ELGIN

Report Period Beginning: 01/01/2016

Ending: 2/31/2016

IX. RENTAL COSTS**A. Building and Fixed Equipment**

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? ☐ YES ☐ NO

		1 Year Constructed	2 Number of Units	3 Date of Lease	4 Rental Amount	5 Total Yrs. of Lease	6 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 Name of Lender	2 Related**		3 Purpose of Loan	4 Date of Note	6 Amount of Note		7 Maturity Date	8 Interest Rate (4 Digits)	9 Reporting Period Int. Expense	
		YES	NO			Original	Balance				
	A. Directly Facility Related										
	Long-Term										
1	LANCASTER POLLARD		X	FIRST MORTGAGE	12/01/12	\$ 23,713,700	\$ 21,962,732	01/01/48	.0248	\$ 549,966	1
2					/ /	-		/ /			2
3					/ /	-		/ /			3
4					/ /	-		/ /			4
5						-					5
	Working Capital										
6	PEOPLES NATIONAL BAN		X		1/18/2016	2,150,000	308,999	1/16/17	VARIABLE	1,166	6
7	TOTAL Facility Related					\$ 25,863,700	\$ 22,271,731			\$ 551,132	7
	B. Non-Facility Related										
8					/ /			/ /			8
9					/ /			/ /			9
10	TOTALS (lines 7, 8 and 9)					\$ 25,863,700	\$ 22,271,731			\$ 551,132	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 SOUTH ELGIN

Report Period Beginning: 01/01/2016

Ending: 12/31/2016

XI. BALANCE SHEET - Unrestricted Operating Fund.

As of 12/31/2016

(last day of reporting year)

		1 Operating	2 After Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	\$ 109,044	\$	1
2	Cash-Patient Deposits			2
3	Accounts & Short-Term Notes Receivable- Patients (less allowance (91,157))	1,789,724		3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance	61,539		6
7	Other Prepaid Expenses	32,940		7
8	Accounts Receivable (owners or related parties)	15,513		8
9	Other(specify): See Page 7 Attachment	11,739		9
10	TOTAL Current Assets (sum of lines 1 thru 9)	\$ 2,020,498	\$	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land	2,285,525		13
14	Buildings, at Historical Cost	13,788,099		14
15	Leasehold Improvements, at Historical Cost	1,021,134		15
16	Equipment, at Historical Cost	2,570,842		16
17	Accumulated Depreciation (book methods)	(4,400,811)		17
18	Deferred Charges			18
19	Organization & Pre-Operating Costs			19
20	Accumulated Amortization - Organization & Pre-Operating Costs			20
21	Restricted Funds	662,044		21
22	Other Long-Term Assets (specify):			22
23	Other(specify):			23
24	TOTAL Long-Term Assets (sum of lines 11 thru 23)	\$ 15,926,833	\$	24
25	TOTAL ASSETS (sum of lines 10 and 24)	\$ 17,947,331	\$	25

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	\$ 218,489	\$	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits			28
29	Short-Term Notes Payable	308,999		29
30	Accrued Salaries Payable	70,227		30
31	Accrued Taxes Payable	232,661		31
32	Accrued Interest Payable	45,390		32
33	Deferred Compensation			33
34	Federal and State Income Taxes			34
	Other Current Liabilities(specify):			
35	See Page 7 Attachment	107,609		35
36				36
37	TOTAL Current Liabilities (sum of lines 26 thru 36)	\$ 983,375	\$	37
	D. Long-Term Liabilities			
38	Long-Term Notes Payable			38
39	Mortgage Payable	21,504,598		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)	\$ 21,504,598	\$	44
45	TOTAL LIABILITIES (sum of lines 37 and 44)	\$ 22,487,973	\$	45
46	TOTAL EQUITY	\$ (4,540,641)	\$	46
47	TOTAL LIABILITIES AND EQUITY (sum of lines 45 and 46)	\$ 17,947,331	\$	47

*(See instructions.)

Facility Name: HERITAGE WOODS OF SOUTH ELGIN

Report Period Beginning: 01/01/2016

Ending:

12/31/2016

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

		1	
	I. Revenue	Amount	
	A. SLF Resident Care		
1	Gross SLF Resident Revenue	\$ 7,958,708	1
2	Discounts and Allowances	(655)	2
3	SUBTOTAL Resident Care (line 1 minus line 2)	\$ 7,958,053	3
	B. Other Operating Revenue		
4	Special Services	301,586	4
5	Other Health Care Services		5
6	Special Grants		6
7	Gift and Coffee Shop		7
8	Barber and Beauty Care	35,306	8
9	Non-Resident Meals	4,377	9
10	Laundry		10
11	SUBTOTAL OTHER OPERATING REVENUE (sum of lines 4 thru 10)	\$ 341,269	11
	C. Non-Operating Revenue		
12	Contributions		12
13	Interest and Other Investment Income	2,715	13
14	SUBTOTAL Non-Operating Revenue (sum of lines 12 and 13)	\$ 2,715	14
	D. Other Revenue (specify):		
15	See Page 8 Attachment	1,894	15
16			16
17	SUBTOTAL Other Revenue (sum of lines 15 and 16)	\$ 1,894	17
18	TOTAL REVENUE (sum of lines 3, 11, 14 and 17)	\$ 8,303,931	18

		2	
	II. Expenses	Amount	
	A. Operating Expenses		
19	General Services	1,475,109	19
20	Health Care/ Personal Care	1,569,620	20
21	General Administration	1,728,257	21
	B. Capital Expense		
22	Ownership	1,967,350	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)	\$ 6,740,337	28
29	Income Before Income Taxes (line 18 minus line 28)	\$ 1,563,594	29
30	Income Taxes	\$	30
31	NET INCOME OR LOSS FOR THE YEAR (line 29 minus line 30)	\$ 1,563,594	31
	III. Net Resident Care Revenue detailed by Payer Source		
32	Medicaid - Net Inpatient Revenue	\$ 3,411,486	32
33	Private Pay - Net Inpatient Revenue	4,546,567	33
34	Medicare - Net Inpatient Revenue		34
35	Other-(specify)		35
36	Other-(specify)		36
37	TOTAL (This total must agree to Line 3)	\$ 7,958,053	37

Expenses PG 3 Other

[illegible]

Balance Sheet

Other Current Assets Detail		Amt	Current Liabilities Detail		Amt
1102-9971-0-0	A/R-Employee Advance	-	2111-0040-0-0	Construction Account Payable	-
1102-9972-0-0	A/R-Gardant Mgmt Solutions	-	2112-0100-0-0	Accrued Asset Management Fee	-
1102-9973-0-0	A/R-Insurance Reimbursemen	-	2112-0101-0-0	Accrued Partnership Mgmt Fee	-
1102-9974-0-0	A/R-Subscription Receivable	-	2112-0102-0-0	Accrued Incentive Mgmt Fee	-
1102-9975-0-0	A/R-CIP	-	2112-0102-1-0	Accrued Incentive Asset Mgmt Fee	-
1102-9976-0-0	A/R-Other	8,942	2112-0105-0-0	Accrued Liabilities	26,263
1102-9978-0-0	A/R-TIF/Abatement	-	2112-0110-0-0	Accrued Insurance	-
1102-0006-0-0	Security Deposit-Equip & Util	2,797	2112-0115-0-0	Accrued Developer Fee	-
1105-0009-0-0	Transfer Account	-	2112-0130-0-0	Accrued MIP	-
1105-0012-0-0	Undeposited Funds	-	2112-0140-0-0	Accrued Vacation	-
			2112-0144-0-0	Payroll Union Dues	-
			2112-0146-0-0	Payroll Benefits	-
			2112-0150-0-0	Security Deposits	-
			2112-0154-0-0	Unclaimed Property	654
			2112-0155-0-0	Reservation Deposit	3,850
			2112-0156-0-0	Buy Down Credit	-
			2112-0157-0-0	Unapplied Last Month Rent	-
			2112-0158-0-0	Deferred Gain on Sale	-
			2112-0159-0-0	Unearned Revenue	76,842
			2112-0159-1-0	Medicaid Prepayments	-
			2112-0159-2-0	Prepaid Medicaid Clearing	-
			2112-0159-3-0	Prepaid Rent	-
		11,739			107,609
Other Long Term Assets Detail					
1201-0020-0-0	CIP	-			
1201-0021-0-0	CIP- Land Option Addition	-			
1201-0022-0-0	CIP- Other Addition	-			
		-			

Income Statement		
Other Revenue		Amt
3300-3388-0-0	Contract Service-Serv Prov	-
3300-3390-0-0	Other	1,894
3300-3391-0-0	Property Tax Adjustments	-
3300-3392-0-0	Property Lease Income	-
3300-3393-0-0	Insurance Adjustments	-
3300-3395-0-0	Developer Fee Income	-
3300-3396-0-0	Home Office Rent Income	-
		1,894