

		FOR BHF USE			

LL2

Supportive Living Facility

2020

STATE OF ILLINOIS

DEPARTMENT OF HEALTHCARE & FAMILY SERVICES

COST REPORT FOR

SUPPORTIVE LIVING FACILITIES

(FISCAL YEAR 2020)

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:

X

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 4/1/19 to 3/31/20 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 ACCOUNTANTS' COMPILATION REPORT

(Print Name and Title) Larry Templin Partner

(Firm Name & Address) Templin Healthcare Accounting Services, LLP P.O. Box 9, Dunlap, IL 61525

(Telephone) (630) 361-2868 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

HFS 3745C (N-4-05)

IL478-2471

Facility Name Hawthorne Inn of Clinton Report Period Beginning: 4/1/19 Ending: 3/31/20

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	5,490	1
2	6	Double Unit Apartment	6	2,196	2
3		Other		1,843	3
4	21	TOTALS	21	9,529	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	2,967	2,393		5,360	5
6	Double Unit	1,450	694		2,144	6
7	Other	1,045	798		1,843	7
8	TOTALS	5,462	3,885		9,347	8

C. Percent Occupancy. (Column 5, line 8 divided by total certified
bed days on line 4, column 4.) 98.09%

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)

None

H. ACCOUNTING BASIS

ACCRAUAL ☒ MODIFIED CASH* ☐ CASH* ☐

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

Tax Year: 3/31/20 Fiscal Year: 3/31/20

* 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 principal? N/A
If no, explain. N/A

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 principal? N/A
If no, explain. N/A

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 principal? N/A
If no, explain. N/A

STATE OF ILLINOIS

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning:

4/1/19

Ending:

Page 3

3/31/20

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	398,534	493,217	20,773	912,524	(742,330)	170,194	1
2	Housekeeping, Laundry and Maintenance	417,130	103,927	73,341	594,398	(535,025)	59,373	2
3	Heat and Other Utilities			169,034	169,034	(140,805)	28,229	3
4	Other (specify):							4
5	TOTAL General Services	815,664	597,144	263,148	1,675,956	(1,418,160)	257,796	5
	B. Health Care and Programs							
6	Health Care/ Personal Care	3,203,527	381,315	754,670	4,339,512	(4,065,016)	274,496	6
7	Activities and Social Services	197,929	3,532		201,461	(201,086)	375	7
8	Other (specify):							8
9	TOTAL Health Care and Programs	3,401,456	384,847	754,670	4,540,973	(4,266,102)	274,871	9
	C. General Administration							
10	Administrative and Clerical	249,548	27,657	1,431,256	1,708,461	(1,641,887)	66,574	10
11	Marketing Materials, Promotions and Advertising	35,837		91,269	127,106	(123,304)	3,802	11
12	Employee Benefits and Payroll Taxes			632,157	632,157	(569,610)	62,547	12
13	Insurance-Property, Liability and Malpractice			185,778	185,778	(164,088)	21,690	13
14	Other (specify):							14
15	TOTAL General Administration	285,385	27,657	2,340,460	2,653,502	(2,498,889)	154,613	15
16	TOTAL Operating Expense (Sum of lines 5, 9 and 15)	4,502,505	1,009,648	3,358,278	8,870,431	(8,183,151)	687,280	16
	Capital Expenses							
	D. Ownership							
17	Depreciation			70,649	70,649	(70,649)		17
18	Interest							18
19	Real Estate Taxes			204,260	204,260	(169,536)	34,724	19
20	Rent -- Facility and Grounds			1,374,000	1,374,000	(1,140,420)	233,580	20
21	Rent -- Equipment			18,253	18,253	(18,224)	29	21
22	Other (specify):							22
23	TOTAL Ownership			1,667,162	1,667,162	(1,398,829)	268,333	23
24	GRAND TOTAL (Sum of lines 16 and 23)	4,502,505	1,009,648	5,025,440	10,537,593	(9,581,980)	955,613	24

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning 4/1/19 Ending: 3/31/20

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	8.3	15.86	3
4	Activity Director & Assistants			4
5	Social Service Workers			5
6	Head Cook			6
7	Cook Helpers/Assistants	3.4	10.72	7
8	Dishwashers			8
9	Maintenance Workers	0.3	16.54	9
10	Housekeepers	1.3	10.25	10
11	Laundry	0.4	9.41	11
12	Managers	0.1	50.78	12
13	Other Administrative			13
14	Clerical			14
15	Marketing	0.1	25.86	15
16	Other			16
17	Total (lines 1 thru 16)	14	\$ 14.27	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			

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 IVa for Directors Fees			\$ 205	1
2					2
3					3
4					4
5					5
Total				\$ 205	6

VI. (B) Management fees paid to unrelated parties

		Amount of Fee	
1	RFMS Sch IV Ln 10 C3	\$ 18,208	1
2	LTC Support Services Sch IV Ln 10 C3	22,295	2
Total		\$ 40,503	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: N/A 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: Hawthorne Inn of Clinton

Report Period Beginning:

4/1/19

Ending:

3/31/20

VIII. OWNERSHIP COSTS

A. Purchase price of land \$ Year land was acquired N/A

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	\$ 532,193	\$ \$ 32,177	\$ \$ 458,736	21
22	SNF Leasehold Improvements	459,156	38,472	196,633	22
23	SNF Ford 350 Van - 2005	51,365		51,365	23
24	TOTALS (lines 21, 22 and 23)	\$ 1,042,714	\$ 70,649	\$ 706,734	24

Facility Name: Hawthorne Inn of Clinton Report Period Beginning: 4/1/19 Ending: 3/31/20

IX. RENTAL COSTS

A. Building and Fixed Equipment

1. Name of Party Holding Lease: See Attached Schedule I

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		8. Is movable equipment rental included in building rental?
		Year Constructed	Number of Units	Date of Lease	Rental Amount	Total Yrs. of Lease	Total Years Renewal Option*		[X] YES [] NO
3	Original Building		21	4/15/05	\$ 233,580	10		3	9. Rental amount for movable equipment \$ Not Determined
4	Additions			/ /				4	
5				/ /				5	
6				/ /				6	
7	TOTAL		21		\$ 233,580			7	
									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	N/A				/ /	\$		/ /		\$	1
2					/ /			/ /			2
3					/ /			/ /			3
	Working Capital										
4					/ /			/ /			4
5					/ /			/ /			5
6					/ /			/ /			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.

STATE OF ILLINOIS

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Facility Name: Hawthorne Inn of Clinton

Report Period Beginning: 4/1/19

Ending:

3/31/20

XI. BALANCE SHEET - Unrestricted Operating Fund.

As of 3/31/20

(last day of reporting year)

		1 Operating	2 After Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	\$ 266,583	\$ 266,583	1
2	Cash-Patient Deposits	13,409	13,409	2
3	Accounts & Short-Term Notes Receivable-Patients (less allowance 554,000)	1,277,418	1,277,418	3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance	55,842	55,842	6
7	Other Prepaid Expenses	1,990	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)	\$ 1,615,242	\$ 1,615,242	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	449,016	459,156	15
16	Equipment, at Historical Cost	644,559	634,417	16
17	Accumulated Depreciation (book methods)	(757,589)	(757,593)	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)	\$ 335,986	\$ 335,980	24
25	TOTAL ASSETS (sum of lines 10 and 24)	\$ 1,951,228	\$ 1,951,222	25

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	\$ 141,380	\$ 141,380	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits	13,409	13,409	28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable	88,272	88,272	30
31	Accrued Taxes Payable	333,250	333,250	31
32	Accrued Interest Payable			32
33	Deferred Compensation			33
34	Federal and State Income Taxes			34
	Other Current Liabilities(specify):			
35	Inter-company	3,294,199	3,294,199	35
36	Accrued Expenses	16,961	16,961	36
37	TOTAL Current Liabilities (sum of lines 26 thru 36)	\$ 3,887,471	\$ 3,887,471	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 Deposit	25,500	25,500	42
43				43
44	TOTAL Long-Term Liabilities (sum of lines 38 thru 43)	\$ 25,500	\$ 25,500	44
45	TOTAL LIABILITIES (sum of lines 37 and 44)	\$ 3,912,971	\$ 3,912,971	45
46	TOTAL EQUITY	\$ (1,961,743)	\$ (1,961,749)	46
47	TOTAL LIABILITIES AND EQUITY (sum of lines 45 and 46)	\$ 1,951,228	\$ 1,951,222	47

*(See instructions.)

Facility Name: Hawthorne Inn of Clinton

Report Period Beginning: 4/1/19

Ending:

3/31/20

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	\$ 1,100,183	1
2	Discounts and Allowances		2
3	SUBTOTAL Resident Care (line 1 minus line 2)	\$ 1,100,183	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	See Schedule 8A	3,985	15
16	SNF Revenues	9,267,074	16
17	SUBTOTAL Other Revenue (sum of lines 15 and 16)	\$ 9,271,059	17
18	TOTAL REVENUE (sum of lines 3, 11, 14 and 17)	\$ 10,371,242	18

2			
	II. Expenses	Amount	
	A. Operating Expenses		
19	General Services	1,675,956	19
20	Health Care/ Personal Care	4,540,973	20
21	General Administration	2,653,502	21
	B. Capital Expense		
22	Ownership	1,667,162	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)	\$ 10,537,593	28
29	Income Before Income Taxes (line 18 minus line 28)	\$ (166,351)	29
30	Income Taxes	\$	30
31	NET INCOME OR LOSS FOR THE YEAR (line 29 minus line 30)	\$ (166,351)	31
	III. Net Resident Care Revenue detailed by Payer Source		
32	Medicaid - Net Inpatient Revenue	\$ 411,245	32
33	Private Pay - Net Inpatient Revenue	688,938	33
34	Medicare - Net Inpatient Revenue		34
35	Other-(specify)		35
36	Other-(specify)		36
37	TOTAL (This total must agree to Line 3)	\$ 1,100,183	37

Schedule 8A

XII. Income Statement
Section D. Other Revenue

<u>Description</u>	<u>Amount</u>
Link Revenue	3,685
Processing Fee	300
	<u>3,985</u>

SEE ACCOUNTANTS' COMPILATION REPORT

FACILITY Hawthorne Inn of Clinton		BEGINNING: 4/1/19
ID#: 0		ENDING: 3/31/20
ATTACHED SCHEDULE I		
VII. Related Organizations		
A.Related SLP's and Health Care Businesses and Other Related Business Entities		
Name	City and State	Type of Business
1 SLP'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
Windmill Manor	Coraville, IA	Skilled nursing 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
Hawthorne Inn of Rochelle	Rochelle, 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
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
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:		
Canterbury 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	
The following facilities (formerly Concepts Plus, Inc. - FH was the sole member) merged with Frances House as of 2/25/14:		
Lake County Group Homes:		
Lewis Terrace	North Chicago, IL	
Seymour Terrace	North Chicago, IL	
Waukegan Terrace	Waukegan, IL	
Pine Terrace	Waukegan, 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	
Ravishoe 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:		
Deurborn 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	
6 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 expended during the current year for SLP portion:		22,295
SEE ACCOUNTANTS' COMPILATION REPORT		

ATTACHED SCHEDULE II

IV. Cost Center Expenses
Reclassifications and Adjustments

Reported on Schedule IV on Line	Description	Adj Col 5
See Att Sch IV See Att Sch V	Home office allocation Eliminate SNF Expenses	324 (9,582,304)
Total Adjustments on Schedule IV		(9,581,980)

ATTACHED SCHEDULE III

Bed Listing & Home Office Allocation

Weighted beds @ 03/31/2020										
Facility	Nursing Home		Sheltered	SLF	ALC	Estate	Weighted	All Homes	SNF	
	Beds 100%	Care Beds 50%		Beds 40%	Beds 50%	Units 10%	Average Total	Percentage of Total	Percentage of Total	
Liberty Estates of Danville	0	0		0	0	8	8	0.83%	0.00%	
Liberty Estates of Freeport	0	0		0	0	7	7	0.73%	0.00%	
Liberty Estates of Peoria	0	0		0	0	8	8	0.83%	0.00%	
Liberty Estates of Geneseo	0	0		0	7	3	10	1.04%	0.00%	
Liberty Estates of Peru	0	0		0	0	7	7	0.73%	0.00%	
Liberty Estates of Streator	0	0		0	10	3	13	1.35%	0.00%	
Hawthorne Inn of Danville	80	30		0	0	0	110	11.40%	11.40%	14.03%
Manor Court of Princeton	125	0		11	0	0	136	14.09%	12.95%	15.94%
Manor Court of Clinton	134	0		11	0	0	145	15.03%	13.89%	17.09%
Manor Court of Peoria	50	0		0	0	0	50	5.18%	5.18%	6.38%
Manor Court of Peru	126	2		0	0	0	128	13.26%	13.26%	16.33%
Manor Court of Freeport	117	0		0	0	0	117	12.12%	12.12%	14.92%
Windmill Manor	120	0		0	0	0	120	12.44%	12.44%	15.31%
Hawthorne Inn of Peoria	0	0		0	34	0	34	3.52%	0.00%	0.00%
Hawthorne Inn of Peru	0	0		0	34	0	34	3.52%	0.00%	0.00%
Hawthorne Inn of Freeport	0	0		15	0	0	15	1.55%	0.00%	0.00%
Hawthorne Inn of Rochelle	0	0		0	23	0	23	63.89%	0.00%	0.00%
	752	32		37	108	36	965	162%	81.24%	100.00%
Allocation Stats										
Healthcare Facilities										
							Beds	Days in Year	Base Stat	% of total % of HC
Hawthorne Inn of Danville	80	30					110	110	366	40,260 11.40% 14.03%
Manor Court of Princeton	125	0					125	125	366	45,750 12.95% 15.94%
Manor Court of Clinton	134	0					134	134	366	49,044 13.89% 17.09%
Manor Court of Peoria	50	0					50	50	366	18,300 5.18% 6.38%
Manor Court of Peru	126	2					128	128	366	46,848 13.26% 16.33%
Manor Court of Freeport	117	0					117	117	366	42,822 12.12% 14.92%
Windmill Manor	120	0					120	120	366	43,920 12.44% 15.31%
	752	32					784		286,944	81.24% 100.00%
Other Facilities										
Liberty Estates of Danville				0	0	8	8	8	366	2,928 0.83% 4.42%
Liberty Estates of Freeport				0	0	7	7	7	366	2,562 0.73% 3.87%
Liberty Estates of Peoria				0	0	8	8	8	366	2,928 0.83% 4.42%
							0	-	366	- 0.00% 0.00%
Liberty Estates of Geneseo				0	7	3	10	10	366	3,660 1.04% 5.52%
Liberty Estates of Peru				0	0	7	7	7	366	2,562 0.73% 3.87%
Liberty Estates of Streator				0	10	3	13	13	366	4,758 1.35% 7.18%
Hawthorne Inn of Danville				0	0	0	0	-	366	- 0.00% 0.00%
Manor Court of Princeton				11	0	0	11	11	366	4,026 1.14% 6.08%
Manor Court of Clinton				11	0	0	11	11	366	4,026 1.14% 6.08%
Manor Court of Peoria				0	0	0	0	-	0	- 0.00% 0.00%
Manor Court of Peru				0	0	0	0	-	0	- 0.00% 0.00%
Manor Court of Freeport				0	0	0	0	-	0	- 0.00% 0.00%
Windmill Manor				0	0	0	0	-	366	- 0.00% 0.00%
Hawthorne Inn of Peoria				0	34	0	34	34	366	12,444 3.52% 18.78%
Hawthorne Inn of Peru				0	34	0	34	34	366	12,444 3.52% 18.78%
Hawthorne Inn of Freeport				15	0	0	15	15	366	5,490 1.55% 8.29%
Hawthorne Inn of Rochelle				0	23	0	23	23	366	8,418 2.38% 12.71%
	0	0	37	108	36	181			66,246	18.76% 100.00%
Total 353,190 100.00%										

FACILITY NAME:

Hawthorne Inn of Clinton

ID#:

0

BEGINNING:

4/1/19

ENDING:

3/31/20

ATTACHED SCHEDULE IV

ALLOCATION OF HOME OFFICE INDIRECT COSTS

Sch. IV		(See attached detail 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	232	232
11	Mkt, Promo, Adv	0	0	-
12	Emp Ben & PR taxes	0	0	-
13	Insurance	0	92	92
14	Other	0	0	-
17	Depreciation	0	0	-
18	Interest	0	0	-
19	Real Estate Taxes	0	0	-
				-
				-
TOTALS		0	324	324

Net adjustment required

324

SEE ACCOUNTANTS' COMPILATION REPORT

FACILITY NAME: Hawthorne Inn of Clinton
ID#: 0

BEGINNING: 4/1/19
ENDING: 3/31/20

ATTACHED SCHEDULE IVa ALLOCATION OF INDIRECT COSTS
(Detail Schedule)

Allocation Factors:

SLF Home Office Factor 0.0114

Schedule	Description	Total Expenses Incurred	Non- Allowable Costs	Costs To Be Allocated	Allocated Total	Adjustment Grouping
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	0	
V-10-1	Labor-Clerical	0		0	0	0
V-10-2	Supplies	0		0	0	0
V-10-3	Miscellaneous	819		819	9	
V-10-3	Postage & Shipping	0		0	0	
V-10-3	Equipment	0		0	0	
V-10-3	Equipment Contracts	0		0	0	
V-10-3	Equip Maintenance & Repair	0		0	0	
V-10-3	Telephone	0		0	0	
V-10-3	Board of Directors	18,000		18,000	205	
V-10-3	Legal Fees	1,086		1,086	12	
V-10-3	Professional Services	51,408	51,408	0	0	
V-10-3	Licenses/Fees/Misc	520		520	6	
V-10-3	Inservice Training			0	0	
V-10-3	Travel			0	0	
V-10-3	Vehicle Expense			0	0	
V-10-3	Bad Debt Expense			0	0	
V-10-3	Contributions	250,000	250,000	0	0	232
V-11-3	Advertising - Employment			0	0	
V-11-3	Subscriptions & Fees			0	0	0
V-12-3	Worker's Compensation			0	0	
V-12-3	Other Employee Expense			0	0	
V-12-3	FICA			0	0	
V-12-3	State Unemployment Tax			0	0	
V-12-3	Health Insurance			0	0	0
V-13-3	Vehicle Insurance			0	0	
V-13-3	Liability Insurance	8,040		8,040	92	
V-13-3	Property Insurance			0	0	92
V-17-3	Depreciation Expense			0	0	0
V-18-3	Interest Expense			0	0	
V-18-3	Investment Income			0	0	0
	TOTALS	329,873	301,408	28,465	324	324

Board of Directors Costs:

John Kniery	4,500.00
Doug Biederstedt	3,000.00
Ben McMahan	1,500.00
Jeff Shaw	4,500.00
William Kempiners	4,500.00
Meeting/Travel exp	

Total	18,000.00
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SEE ACCOUNTANTS' COMPILATION REPORT

FACILITY NAME: Hawthorne Inn of Clinton
ID#: 0

BEGINNING: 4/1/19
ENDING: 3/31/20

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 V

SUMMARY SCHEDULE					
Sch. IV of Allocation of Skilled Nursing Facility Costs					
Line #		Salaries	Supplies	Other	Total
1	Dietary and Food	322,439	399,118	20,773	742,330
2	Hskp, Laundry, Main	372,869	93,774	68,382	535,025
3	Heat & Other Utilities			140,805	140,805
4	Other				-
6	Health Care/personal	2,929,088	381,258	754,670	4,065,016
7	Activities & Soc Serv	197,929	3,157		201,086
8	Other				-
10	Admin/Clerical	237,790	24,791	1,379,538	1,642,119
11	Mkt, Promo, Adv	32,035		91,269	123,304
12	Emp Ben & PR taxes			569,610	569,610
13	Insurance			164,180	164,180
14	Other				-
17	Depreciation			70,649	70,649
18	Interest				-
19	Real Estate Taxes			169,536	169,536
20	Rent			1,140,420	1,140,420
21	Rent Equip			18,224	18,224
TOTALS		4,092,150	902,098	4,588,056	9,582,304

Net adjustment required

9,582,304

SEE ACCOUNTANTS' COMPILATION REPORT