

**Board of Directors  
Champaign County Nursing Home  
Urbana, Illinois  
January 9, 2012**

Directors Present: O'Shaughnessey, Hambrick, Anderson, Czajkowski, Nudo, Emanuel, Hambrick

Directors Excused: none

Also Present: Busey, Scavotto, Schuette

**1. Call to Order**

The meeting was called to order at 6:00 pm by Chair O'Shaughnessey

**2. Roll Call**

Busey called the roll of Directors. A quorum was established.

**3. Agenda & Addendum**

The agenda was approved by unanimous consent.

**4. Approval of Minutes**

The open session minutes of December 12, 2011 were approved as submitted (motion Hambrick, second Palinkas, unanimous).

**5. Public Participation**

There was no public participation.

**6. Old Business**

There was no old business.

**7. New Business**

**a. IDPH Report**

Schuette reported that the Annual Licensing Survey is expected at any time. The application was submitted several months ago and the survey is imminent. Preparation has been underway throughout the facility. All Life Safety requirements for drills have been met. A complaint

investigation is currently underway and that may be finalized as part of the Annual Licensing Survey.

**b. Management Report: Operations and Financial Position**

For the fiscal year-ended Nov 30 2011, management projects the base operation to show a gain of approximately \$60k. Due to lower census and Medicare revenues, CCNH did not do as well as last year. The estimated gain includes additional Medicaid revenues for 2011 and retroactive salary expenses for 2011 in the amount of \$(80)k.

The receipt of the IGT payment created an extraordinary event which will be booked in fiscal 2011. As a result, CCNH should report a gain of approximately \$1.060 million. This estimate includes a bad debt allowance of \$(250)k. Other year-end adjustments should be expected as part of the year-end closing process, For example, an expense allowance is likely to be recorded for a potential payment (\$35k) in connection with the State’s OIG Medicaid audit.

Census for December 2011 was 199.8, higher than expected during the holiday season:

Medicare A	18.6	9.3%
Pvt Pay	75.6	37.8%
Medicaid	105.5	52.8%
Totals	199.8	99.9%

The preliminary estimate for December operating revenues is \$1.185 million, which is low. Medicare is expected to amount to \$225k, which is far too low and which continues to represent a continuing problem for CCNH.

Recent Medicaid payments, including the IGT, have improved CCNH’s balance sheet. A

	<b>November 2011</b>	<b>December 2011 Estimated</b>
Accounts Payable	\$3,619,784	\$1,500,000
Cash	\$438,000	\$1,250,000

Arranging working capital financing continues to be a top priority. It appears that the State will make regular Medicaid payments until the payment for July 2012. In other words, regular payments should continue through Aug-Sep 2012; in October, the payment for July 2012 Medicaid services is expected to be delayed.

**8. Closed Session**

It was moved (Czajkowski) and seconded (Palinkas) to enter into closed session pursuant to 5 ILCS 120/2 (c ) 11 to consider litigation when an action against a public body is probable or imminent.

Busey called the roll; unanimous. The Board emerged from closed session at 6:55 pm.

**9. Other Business**

None

**9. Next Meeting Date**

Monday February 13, 2012, 6 pm.

**10. Adjournment**

Chair O'Shaughnessey declared meeting adjourned at 7:00 pm.

Respectfully submitted

Michael A. Scavotto  
Recording Secretary