

		FOR BHF USE			

LL2

Supportive Living Facility

**2006
STATE OF ILLINOIS
DEPARTMENT OF HEALTHCARE & FAMILY SERVICES
COST REPORT FOR
SUPPORTIVE LIVING FACILITIES
(FISCAL YEAR 2006)**

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 Name: Heritage Woods of Ottawa

Address: 801 E. Etna Rd. Ottawa 61350
Number City Zip Code

County: LaSalle

Telephone Number: (815) 431-1400 Fax # 815 431-9147

Federal Employer ID Number: 36-4251705

Date Current Owners were Certified: 05/08/01

Type of Ownership:

<input type="checkbox"/> VOLUNTARY, NON-PROFIT	<input type="checkbox"/> PROPRIETARY	<input type="checkbox"/> GOVERNMENTAL
<input type="checkbox"/> Charitable Corp.	<input type="checkbox"/> Individual	<input type="checkbox"/> State
<input type="checkbox"/> Trust	<input type="checkbox"/> Partnership	<input type="checkbox"/> County
IRS Exemption Code _____	<input type="checkbox"/> Corporation	<input type="checkbox"/> Other _____
	<input type="checkbox"/> "Sub-S" Corp.	
	<input checked="" type="checkbox"/> Limited Liability Co.	
	<input type="checkbox"/> Trust	
	<input type="checkbox"/> Other _____	

In the event there are further questions about this report, please contact:
Name: Selena Edgington Telephone Number: 815-935-1992 Ext 232

II. CERTIFICATION BY AUTHORIZED FACILITY OFFICER

I have examined the contents of the accompanying report to the State of Illinois, for the period from 01/01/2006 to 12/31/2006 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) <u>David J. Mitchell</u>	
	(Title) <u>CFO, BMA Management, LTD</u>	
Paid Preparer	(Signed) _____	(Date) _____
	(Print Name and Title) _____	
	(Firm Name & Address) _____	
	(Telephone) (<u> </u>) _____ Fax # (<u> </u>) _____	

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 Ottawa

Report Period Beginning: 01/01/2006 Ending: 12/31/2006

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	8	Double Unit Apartment	8	2,920	2
3		Other			3
4	84	TOTALS	84	30,660	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	10,012	20,438		30,450	5
6	Double Unit					6
7	Other					7
8	TOTALS	10,012	20,438		30,450	8

C. Percent Occupancy. (Column 5, line 8 divided by total certified bed days on line 4, column 4.) 99.32%

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

54 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

ACCRUAL MODIFIED CASH* CASH*

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

Tax Year: 12/31/2006 Fiscal Year: 12/31/2006

* 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. _____

Facility Name: Heritage Woods of Ottawa

Report Period Beginning:

01/01/2006

Ending: 12/31/2006

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	181,336	150,758	1,316	333,410		333,410	1
2	Housekeeping, Laundry and Maintenance	85,320	16,272	46,783	148,375		148,375	2
3	Heat and Other Utilities			95,933	95,933	(15,632)	80,301	3
4	Other (specify):			2,845	2,845		2,845	4
5	TOTAL General Services	266,656	167,030	146,877	580,563	(15,632)	564,931	5
B. Health Care and Programs								
6	Health Care/ Personal Care	368,895	1,518	18,881	389,294	(20,810)	368,484	6
7	Activities and Social Services	14,463	986	4,978	20,427		20,427	7
8	Other (specify):							8
9	TOTAL Health Care and Programs	383,358	2,504	23,859	409,721	(20,810)	388,911	9
C. General Administration								
10	Administrative and Clerical	92,852	10,190	161,856	264,898	(30,123)	234,775	10
11	Marketing Materials, Promotions and Advertising	37,008	3,244	51,435	91,687		91,687	11
12	Employee Benefits and Payroll Taxes			222,943	222,943		222,943	12
13	Insurance-Property, Liability and Malpractice			50,131	50,131		50,131	13
14	Other (specify):			6,523	6,523		6,523	14
15	TOTAL General Administration	129,860	13,434	492,888	636,182	(30,123)	606,059	15
16	TOTAL Operating Expense (Sum of lines 5, 9 and 15)	779,874	182,968	663,624	1,626,466	(66,565)	1,559,901	16
Capital Expenses								
D. Ownership								
17	Depreciation			211,871	211,871		211,871	17
18	Interest			274,242	274,242	(5,134)	269,108	18
19	Real Estate Taxes			51,092	51,092		51,092	19
20	Rent -- Facility and Grounds							20
21	Rent -- Equipment							21
22	Other (specify):			5,037	5,037		5,037	22
23	TOTAL Ownership			542,242	542,242	(5,134)	537,108	23
24	GRAND TOTAL (Sum of lines 16 and 23)	779,874	182,968	1,205,866	2,168,708	(71,699)	2,097,009	24

Facility Name: Heritage Woods of Ottawa

Report Period Beginning: 01/01/2006

Ending:

12/31/2006

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

	Personnel	Number of FTE	Average Hourly Wage	
1	Registered Nurses	1	\$ 33.13	1
2	Licensed Practical Nurses	1	17.26	2
3	Certified Nurse Assistants	15	9.45	3
4	Activity Director & Assistants			4
5	Social Service Workers	1	10.38	5
6	Head Cook	4	11.22	6
7	Cook Helpers/Assistants	6	7.23	7
8	Dishwashers			8
9	Maintenance Workers	1	14.16	9
10	Housekeepers	3	7.81	10
11	Laundry			11
12	Managers	1	25.57	12
13	Other Administrative	0	8.46	13
14	Clerical	1	14.34	14
15	Marketing	1	17.68	15
16	Other			16
17	Total (lines 1 thru 16)	35	\$	17

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	\$ 127,934	1
2			2
Total		\$ 127,934	3

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
Heritage Woods of Flora		Flora	
Heritage Woods of Manteno		Manteno	
Heritage Woods of Watseka		Watsseka	

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).

Facility Name: Heritage Woods of Ottawa

Report Period Beginning:

01/01/2006

Ending:

12/31/2006

VIII. OWNERSHIP COSTS

A. Purchase price of land 225,000 Year land was acquired 1999

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	84			1999	\$ 4,645,342	\$ 120,602	39	120,602	\$	\$ 617,119	1
2											2
3											3
4											4
5											5
Improvement Type											
6		Land Improvements			468,550	27,906	15	27,906		198,094	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)				\$ 5,113,892	\$ 148,508		\$ 148,508	\$	\$ 815,213	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	\$ 691,025	\$ 63,363	\$ 63,363	\$	5	\$ 576,327	18
19	Vehicles							19
20	TOTAL (lines 18 and 19)	\$ 691,025	\$ 63,363	\$ 63,363	\$		\$ 576,327	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 Ottawa

Report Period Beginning: 01/01/2006

Ending: 2/31/2006

IX. RENTAL COSTS

A. Building and Fixed Equipment

1. Name of Party Holding Lease: None

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	Yorkville National Bank		X	Mortgage	9/11/00	\$ 5,300,000	\$ 4,622,389	10/13/08	0.0575	\$ 274,242
2					/ /			/ /		
3					/ /			/ /		
	Working Capital									
4					/ /			/ /		
5					/ /			/ /		
6					/ /			/ /		
7	TOTAL Facility Related					\$ 5,300,000	\$ 4,622,389			\$ 274,242
	B. Non-Facility Related									
8					/ /			/ /		
9					/ /			/ /		
10	TOTALS (lines 7, 8 and 9)					\$ 5,300,000	\$ 4,622,389			\$ 274,242

* 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 Ottawa

Report Period Beginning: 01/01/2006

Ending:

12/31/2006

12/31/2006

XI. BALANCE SHEET - Unrestricted Operating Fund.

As of 12/31/2006

(last day of reporting year)

		1	2	
		Operating	After	
			Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	\$ 193,065	\$	1
2	Cash-Patient Deposits			2
3	Accounts & Short-Term Notes Receivable- Patients (less allowance)	310,848		3
4	Supply Inventory (priced at)			4
5	Short-Term Investments			5
6	Prepaid Insurance	17,519		6
7	Other Prepaid Expenses	6,412		7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):			9
10	TOTAL Current Assets (sum of lines 1 thru 9)	\$ 527,844	\$	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land	225,000		13
14	Buildings, at Historical Cost	4,645,343		14
15	Leasehold Improvements, at Historical Cost	468,550		15
16	Equipment, at Historical Cost	691,025		16
17	Accumulated Depreciation (book methods)	(1,603,411)		17
18	Deferred Charges			18
19	Organization & Pre-Operating Costs			19
20	Accumulated Amortization - Organization & Pre-Operating Costs			20
21	Restricted Funds	187,020		21
22	Other Long-Term Assets (specify):			22
23	Other(specify):			23
24	TOTAL Long-Term Assets (sum of lines 11 thru 23)	\$ 4,613,527	\$	24
25	TOTAL ASSETS (sum of lines 10 and 24)	\$ 5,141,371	\$	25

*(See instructions.)

		1	2	
		Operating	After	
			Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	\$ 35,154	\$	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits	125,839		28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable	24,860		30
31	Accrued Taxes Payable	48,000		31
32	Accrued Interest Payable	13,330		32
33	Deferred Compensation			33
34	Federal and State Income Taxes			34
	Other Current Liabilities(specify):			
35	Unearned Revenue	24		35
36				36
37	TOTAL Current Liabilities (sum of lines 26 thru 36)	\$ 247,207	\$	37
	D. Long-Term Liabilities			
38	Long-Term Notes Payable			38
39	Mortgage Payable	4,622,389		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)	\$ 4,622,389	\$	44
45	TOTAL LIABILITIES (sum of lines 37 and 44)	\$ 4,869,596	\$	45
46	TOTAL EQUITY	\$ 271,775	\$	46
47	TOTAL LIABILITIES AND EQUITY (sum of lines 45 and 46)	\$ 5,141,371	\$	47

Facility Name: Heritage Woods of Ottawa

Report Period Beginning: 01/01/2006

Ending:

12/31/2006

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	\$ 2,452,398	1
2	Discounts and Allowances		2
3	SUBTOTAL Resident Care (line 1 minus line 2)	\$ 2,452,398	3
	B. Other Operating Revenue		
4	Special Services	32,220	4
5	Other Health Care Services	20,810	5
6	Special Grants		6
7	Gift and Coffee Shop		7
8	Barber and Beauty Care		8
9	Non-Resident Meals	5,092	9
10	Laundry		10
11	SUBTOTAL OTHER OPERATING REVENUE (sum of lines 4 thru 10)	\$ 58,122	11
	C. Non-Operating Revenue		
12	Contributions		12
13	Interest and Other Investment Income	5,481	13
14	SUBTOTAL Non-Operating Revenue (sum of lines 12 and 13)	\$ 5,481	14
	D. Other Revenue (specify):		
15	See Page 8 Attachment	48,157	15
16			16
17	SUBTOTAL Other Revenue (sum of lines 15 and 16)	\$ 48,157	17
18	TOTAL REVENUE (sum of lines 3, 11, 14 and 17)	\$ 2,564,158	18

	Expenses	Amount	
	A. Operating Expenses		
19	General Services	580,563	19
20	Health Care/ Personal Care	409,721	20
21	General Administration	636,182	21
	B. Capital Expense		
22	Ownership	542,242	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)	\$ 2,168,708	28
29	Income Before Income Taxes (line 18 minus line 28)	\$ 395,450	29
30	Income Taxes	\$	30
31	NET INCOME OR LOSS FOR THE YEAR (line 29 minus line 30)	\$ 395,450	31

Cost Center Expenses

A. General Services - Other

Exterminating	\$	747
Rubbish Removal	\$	2,079
Vehicle Expense		
Misc Operating Expenses		
Transportation Expense	\$	19
Total	\$	2,845

C. General Administration - Other

Legal	\$	4,476
Accounting	\$	1,866
Audit	\$	181
Bad Debt		
Total	\$	6,523

D. Ownership

Financing Fees		
Letter of Credit Fee		
Bond & Draw Fee		
Remarketing & Trustee Fee		
Mortgage Service Fee		
Mortgage Insurance Premium		
Partnership Management Fee		
Asset Management Fee	\$	25,587
Incentive Manangement Fee		
Tax Credit Fee & Incentive Fee		
Organizational Expense		
Amortization Expense		
Gain on Sale of Asset	\$	(20,550)
Total	\$	5,037

Income Statement

D. Other Revenue

Cable	\$	15,632	Offset against expense
Convenience Store	\$	1,042	
Deposit Fee	\$	700	
Telephone Connection	\$	28,784	Offset against expense
Telephone Usage	\$	1,340	Offset against expense
Miscellaneous	\$	659	
Property Tax Adjustments			
	\$	48,157	