



Facility Name & ID Number Stearns Nsg & Rehab Center

# 0046870 Report Period Beginning: 01/01/2017 Ending: 12/31/2017

**III. STATISTICAL DATA**

**A. Licensure/certification level(s) of care; enter number of beds/bed days, (must agree with license). Date of change in licensed beds**

|   | 1                                  | 2                           | 3                            | 4                                      |   |
|---|------------------------------------|-----------------------------|------------------------------|--|---|
|   | Beds at Beginning of Report Period | Licensure Level of Care     | Beds at End of Report Period | Licensed Bed Days During Report Period |   |
| 1 | 109                                | Skilled (SNF)               | 109                          | 39,785                                 | 1 |
| 2 |                                    | Skilled Pediatric (SNF/PED) |                              |  | 2 |
| 3 |                                    | Intermediate (ICF)          |                              |  | 3 |
| 4 |                                    | Intermediate/DD             |                              |  | 4 |
| 5 |                                    | Sheltered Care (SC)         |                              |  | 5 |
| 6 |                                    | ICF/DD 16 or Less           |                              |  | 6 |
| 7 | 109                                | TOTALS                      | 109                          | 39,785                                 | 7 |

**B. Census-For the entire report period.**

|    | 1<br>Level of Care | 2 3 4 5<br>Patient Days by Level of Care and Primary Source of Payment |                  |            |            |    |
|----|--------------------|--|------------------|------------|------------|----|
|    |                    | 2<br>Medicaid Recipient  | 3<br>Private Pay | 4<br>Other | 5<br>Total |    |
| 8  | SNF                | 22,308   | 6,012            | 8,366      | 36,686     | 8  |
| 9  | SNF/PED            |  |                  |            |            | 9  |
| 10 | ICF                |  |                  |            |            | 10 |
| 11 | ICF/DD             |  |                  |            |            | 11 |
| 12 | SC                 |  |                  |            |            | 12 |
| 13 | DD 16 OR LESS      |  |                  |            |            | 13 |
| 14 | TOTALS             | 22,308   | 6,012            | 8,366      | 36,686     | 14 |

**C. Percent Occupancy. (Column 5, line 14 divided by total licensed bed days on line 7, column 4.)** 92.21%

**D. How many bed reserve days during this year were paid by the Department?**  
0 (Do not include bed reserve days in Section B.)

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

Outpatient Therapy

**F. Does the facility maintain a daily midnight census?** Yes

**G. Do pages 3 & 4 include expenses for services or investments not directly related to patient care?**  
YES  NO

**H. Does the BALANCE SHEET (page 17) reflect any non-care assets?**  
YES  NO

**I. On what date did you start providing long term care at this location?**  
Date started 01/01/2005

**J. Was the facility purchased or leased after January 1, 1978?**  
YES  Date 01/01/2005 NO

**K. Was the facility certified for Medicare during the reporting year?**  
YES  NO  If YES, enter number of beds certified 109 and days of care provided 3,550

Medicare Intermediary Wisconsin Physicians Insurance Corp (WSP)

**IV. ACCOUNTING BASIS**

ACCRUAL  MODIFIED CASH\*  CASH\*

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

Tax Year: 1/1 to 12/31/17 Fiscal Year: 1/1 to 12/31/17

\* All facilities other than governmental must report on the accrual basis.

Facility Name &amp; ID Number

Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

## V. COST CENTER EXPENSES (throughout the report, please round to the nearest dollar)

|     | Operating Expenses   | Costs Per General Ledger |               |            |            | Reclass-ification<br>5 | Reclassified<br>Total<br>6 | Adjust-ments<br>7 | Adjusted<br>Total<br>8 | FOR BHF USE ONLY |     |
|-----|--|--------------------------|---------------|------------|------------|------------------------|----------------------------|-------------------|------------------------|------------------|-----|
|     |  | Salary/Wage<br>1         | Supplies<br>2 | Other<br>3 | Total<br>4 |                        |                            |                   |                        | 9                | 10  |
|     | <b>A. General Services</b>                                       |                          |               |            |            |                        |                            |                   |                        |                  |     |
| 1   | Dietary  | 282,786                  | 20,501        | 6,769      | 310,056    |                        | 310,056                    | (4,687)           | 305,369                |                  | 1   |
| 2   | Food Purchase  |                          | 243,600       |            | 243,600    |                        | 243,600                    | (340)             | 243,260                |                  | 2   |
| 3   | Housekeeping   | 159,227                  | 37,260        |            | 196,487    |                        | 196,487                    |                   | 196,487                |                  | 3   |
| 4   | Laundry  | 45,911                   | 12,756        |            | 58,667     |                        | 58,667                     |                   | 58,667                 |                  | 4   |
| 5   | Heat and Other Utilities   |                          |               | 118,705    | 118,705    |                        | 118,705                    |                   | 118,705                |                  | 5   |
| 6   | Maintenance  | 56,284                   | 58,511        | 104,311    | 219,106    |                        | 219,106                    | (20,924)          | 198,182                |                  | 6   |
| 7   | Other (specify):* see trial balance                              |                          |               | 17,498     | 17,498     |                        | 17,498                     |                   | 17,498                 |                  | 7   |
| 8   | <b>TOTAL General Services</b>                                    | 544,208                  | 372,628       | 247,283    | 1,164,119  |                        | 1,164,119                  | (25,951)          | 1,138,168              |                  | 8   |
|     | <b>B. Health Care and Programs</b>                               |                          |               |            |            |                        |                            |                   |                        |                  |     |
| 9   | Medical Director   |                          |               | 20,400     | 20,400     |                        | 20,400                     |                   | 20,400                 |                  | 9   |
| 10  | Nursing and Medical Records                                      | 2,253,742                | 148,743       | 34,638     | 2,437,123  |                        | 2,437,123                  | (22,765)          | 2,414,358              |                  | 10  |
| 10a | Therapy  |                          | 2,707         | 583,315    | 586,022    |                        | 586,022                    | 61,486            | 647,508                |                  | 10a |
| 11  | Activities   | 77,612                   | 4,659         | 6,511      | 88,782     |                        | 88,782                     | (394)             | 88,388                 |                  | 11  |
| 12  | Social Services  | 63,588                   | 81            | 3,426      | 67,095     |                        | 67,095                     | (394)             | 66,701                 |                  | 12  |
| 13  | CNA Training   |                          |               |            |            |                        |                            |                   |                        |                  | 13  |
| 14  | Program Transportation   |                          |               | 28,548     | 28,548     |                        | 28,548                     | (294)             | 28,254                 |                  | 14  |
| 15  | Other (specify):* see trial balance                              |                          |               | 11,608     | 11,608     |                        | 11,608                     | (2,729)           | 8,879                  |                  | 15  |
| 16  | <b>TOTAL Health Care and Programs</b>                            | 2,394,942                | 156,190       | 688,446    | 3,239,578  |                        | 3,239,578                  | 34,910            | 3,274,488              |                  | 16  |
|     | <b>C. General Administration</b>                                 |                          |               |            |            |                        |                            |                   |                        |                  |     |
| 17  | Administrative   | 277,314                  |               | 321,612    | 598,926    |                        | 598,926                    | (88,994)          | 509,932                |                  | 17  |
| 18  | Directors Fees   |                          |               |            |            |                        |                            |                   |                        |                  | 18  |
| 19  | Professional Services  |                          |               | 35,736     | 35,736     |                        | 35,736                     | (2,505)           | 33,231                 |                  | 19  |
| 20  | Dues, Fees, Subscriptions & Promotions                           |                          |               | 29,786     | 29,786     |                        | 29,786                     | (12,122)          | 17,664                 |                  | 20  |
| 21  | Clerical & General Office Expenses                               | 44,934                   | 45,045        | 55,839     | 145,818    |                        | 145,818                    | (8,437)           | 137,381                |                  | 21  |
| 22  | Employee Benefits & Payroll Taxes                                |                          |               | 481,189    | 481,189    |                        | 481,189                    | (2,469)           | 478,720                |                  | 22  |
| 23  | Inservice Training & Education                                   |                          |               |            |            |                        |                            |                   |                        |                  | 23  |
| 24  | Travel and Seminar   |                          |               | 30,799     | 30,799     |                        | 30,799                     |                   | 30,799                 |                  | 24  |
| 25  | Other Admin. Staff Transportation                                |                          |               |            |            |                        |                            |                   |                        |                  | 25  |
| 26  | Insurance-Prop.Liab.Malpractice                                  |                          |               | 41,702     | 41,702     |                        | 41,702                     | (2,600)           | 39,102                 |                  | 26  |
| 27  | Other (specify):* see trial balance                              |                          |               | 268,436    | 268,436    |                        | 268,436                    | (228,944)         | 39,492                 |                  | 27  |
| 28  | <b>TOTAL General Administration</b>                              | 322,248                  | 45,045        | 1,265,099  | 1,632,392  |                        | 1,632,392                  | (346,071)         | 1,286,321              |                  | 28  |
| 29  | <b>TOTAL Operating Expense<br/>(sum of lines 8, 16 &amp; 28)</b> | 3,261,398                | 573,863       | 2,200,828  | 6,036,089  |                        | 6,036,089                  | (337,112)         | 5,698,977              |                  | 29  |

\*Attach a schedule if more than one type of cost is included on this line, or if the total exceeds \$1000.

NOTE: Include a separate schedule detailing the reclassifications made in column 5. Be sure to include a detailed explanation of each reclassification.

Facility Name & ID Number Stearns Nsg & Rehab Center

#0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

## V. COST CENTER EXPENSES (continued)

|    | Capital Expense                                       | Cost Per General Ledger |               |            |            | Reclass-ification<br>5 | Reclassified<br>Total<br>6 | Adjust-ments<br>7 | Adjusted<br>Total<br>8 | FOR BHF USE ONLY |    |    |
|----|---|-------------------------|---------------|------------|------------|------------------------|----------------------------|-------------------|------------------------|------------------|----|----|
|    |   | Salary/Wage<br>1        | Supplies<br>2 | Other<br>3 | Total<br>4 |                        |                            |                   |                        | 9                | 10 |    |
|    | <b>D. Ownership</b>                                   |                         |               |            |            |                        |                            |                   |                        |                  |    |    |
| 30 | Depreciation  |                         |               | 34,906     | 34,906     |                        | 34,906                     | 104,265           | 139,171                |                  |    | 30 |
| 31 | Amortization of Pre-Op. & Org.                        |                         |               |            |            |                        |                            |                   |                        |                  |    | 31 |
| 32 | Interest  |                         |               |            |            |                        |                            | 114,225           | 114,225                |                  |    | 32 |
| 33 | Real Estate Taxes                                     |                         |               | 101,828    | 101,828    |                        | 101,828                    |                   | 101,828                |                  |    | 33 |
| 34 | Rent-Facility & Grounds                               |                         |               | 285,480    | 285,480    |                        | 285,480                    | (264,713)         | 20,767                 |                  |    | 34 |
| 35 | Rent-Equipment & Vehicles                             |                         |               | 68,434     | 68,434     |                        | 68,434                     |                   | 68,434                 |                  |    | 35 |
| 36 | Other (specify):* <b>Off Site Storage</b>             |                         |               | 2,341      | 2,341      |                        | 2,341                      |                   | 2,341                  |                  |    | 36 |
| 37 | <b>TOTAL Ownership</b>                                |                         |               | 492,989    | 492,989    |                        | 492,989                    | (46,223)          | 446,766                |                  |    | 37 |
|    | <b>Ancillary Expense</b>                              |                         |               |            |            |                        |                            |                   |                        |                  |    |    |
|    | <b>E. Special Cost Centers</b>                        |                         |               |            |            |                        |                            |                   |                        |                  |    |    |
| 38 | Medically Necessary Transportation                    |                         |               |            |            |                        |                            |                   |                        |                  |    | 38 |
| 39 | Ancillary Service Centers                             |                         |               |            |            |                        |                            |                   |                        |                  |    | 39 |
| 40 | Barber and Beauty Shops                               |                         | 180           |            | 180        |                        | 180                        |                   | 180                    |                  |    | 40 |
| 41 | Coffee and Gift Shops                                 |                         |               |            |            |                        |                            |                   |                        |                  |    | 41 |
| 42 | Provider Participation Fee                            |                         |               | 261,209    | 261,209    |                        | 261,209                    |                   | 261,209                |                  |    | 42 |
| 43 | Other (specify):* <b>see trial balance</b>            |                         |               | 268,969    | 268,969    |                        | 268,969                    | (91,874)          | 177,095                |                  |    | 43 |
| 44 | <b>TOTAL Special Cost Centers</b>                     |                         | 180           | 530,178    | 530,358    |                        | 530,358                    | (91,874)          | 438,484                |                  |    | 44 |
| 45 | <b>GRAND TOTAL COST</b><br>(sum of lines 29, 37 & 44) | 3,261,398               | 574,043       | 3,223,995  | 7,059,436  |                        | 7,059,436                  | (475,209)         | 6,584,227              |                  |    | 45 |

\*Attach a schedule if more than one type of cost is included on this line, or if the total exceeds \$1000.



Stearns Nsg &amp; Rehab Center

ID# 0046870

Report Period Beginning: 01/01/2017

Ending: 12/31/2017

| NON-ALLOWABLE EXPENSES |  | Amount     | Sch. V Line Reference |    |
|------------------------|--|------------|-----------------------|----|
| 1                      | Remove Non-allowable Admin Dues& Subscription    | \$ (2,510) | 20                    | 1  |
| 2                      | Remove Non-allow PY Credit Admin Licenses        | 89         | 20                    | 2  |
| 3                      | Remove Non-allowable Finance Charges             | (627)      | 21                    | 3  |
| 4                      | Remove Non-allow Admin-TaxCredit Svcs(WOTC)      | (1,229)    | 21                    | 4  |
| 5                      | Remove Non-allowable Insurance Cost              | (2,600)    | 26                    | 5  |
| 6                      | Remove Non-allowable NRS Admin- Res Transport    | (294)      | 14                    | 6  |
| 7                      | Remove Non-allowable Admissions Other Supplies   | (5,670)    | 21                    | 7  |
| 8                      | Remove Non-allowable BO Tax Preperation Fees     | (2,505)    | 19                    | 8  |
| 9                      | Remove Non-allowable Activities Consulting Fees  | (394)      | 11                    | 9  |
| 10                     | Remove Non-allowable HR-EE Background Checks     | (1,043)    | 20                    | 10 |
| 11                     | Remove Non-allowable Social Svcs-Consulting Fees | (394)      | 12                    | 11 |
| 12                     | Remove Non-allowable IV Rx Drug Cost             | (2,937)    | 43                    | 12 |
| 13                     | Remove Non-allowable Prior Year Costs            | (20,866)   | 43                    | 13 |
| 14                     | Offset Misc. Revenue Med Surg                    | (1,267)    | 10                    | 14 |
| 15                     | Offset Misc. Revenue Food Supp                   | (73)       | 10                    | 15 |
| 16                     | Offset Misc. Revenue Non-Med. Equipment          | (145)      | 6                     | 16 |
| 17                     | Offset Misc. Revenue Incontinent                 | (674)      | 10                    | 17 |
| 18                     | Offset Misc. Revenue Equipment                   | (1)        | 10                    | 18 |
| 19                     | Offset Misc. Revenue Other                       | (12)       | 21                    | 19 |
| 20                     | Offset Interco Sold Services Revenue             | (5,631)    | 10                    | 20 |
| 21                     | Offset Interco Sold Services Revenue             | (5,431)    | 10                    | 21 |
| 22                     | Offset Interco Sold Services Revenue             | (3,952)    | 1                     | 22 |
| 23                     | Offset Interco Sold Services Revenue             | (735)      | 1                     | 23 |
| 24                     | Offset Interco Sold Services Revenue             | (638)      | 21                    | 24 |
| 25                     | Offset Interco Sold Services Revenue             | (2,246)    | 22                    | 25 |
| 26                     | Capitalize Repairs & Maintenance & Equipment     | (2,596)    | 6                     | 26 |
| 27                     | Capitalize Repairs & Maintenance & Equipment     | (3,756)    | 10                    | 27 |
| 28                     | Capitalize Repairs & Maintenance & Equipment     | (18,183)   | 6                     | 28 |
| 29                     | Capitalize Repairs & Maintenance & Equipment     | (780)      | 27                    | 29 |
| 30                     | Depreciation / Amort LHI                         | 3,639      | 30                    | 30 |
| 31                     | Depreciation / Amort MME                         | 4,662      | 30                    | 31 |
| 32                     | Current Year Depreciation Audit Adjustments LHI  | (4,658)    | 30                    | 32 |
| 33                     |  |            |                       | 33 |
| 34                     |  |            |                       | 34 |
| 35                     |  |            |                       | 35 |
| 36                     |  |            |                       | 36 |
| 37                     |  |            |                       | 37 |
| 38                     |  |            |                       | 38 |
| 39                     |  |            |                       | 39 |
| 40                     |  |            |                       | 40 |
| 41                     |  |            |                       | 41 |
| 42                     |  |            |                       | 42 |
| 43                     |  |            |                       | 43 |
| 44                     |  |            |                       | 44 |
| 45                     |  |            |                       | 45 |
| 46                     |  |            |                       | 46 |
| 47                     |  |            |                       | 47 |
| 48                     |  |            |                       | 48 |
| 49                     | <b>Total</b>                                     | (83,457)   |                       | 49 |

## STATE OF ILLINOIS

Summary A

Facility Name & ID Number Stearns Nsg & Rehab Center# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

## SUMMARY OF PAGES 5, 5A, 6, 6A, 6B, 6C, 6D, 6E, 6F, 6G, 6H AND 6I

|     | Operating Expenses   | PAGES            | PAGE            | PAGE         | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | SUMMARY           |           |
|-----|--|------------------|-----------------|--------------|----------|----------|----------|----------|----------|----------|----------|----------|-------------------|-----------|
|     | A. General Services  | 5 & 5A           | 6               | 6A           | 6B       | 6C       | 6D       | 6E       | 6F       | 6G       | 6H       | 6I       | TOTALS            |           |
|     |  |                  |                 |              |          |          |          |          |          |          |          |          | (to Sch V, col.7) |           |
| 1   | Dietary  | (4,687)          | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (4,687)           | 1         |
| 2   | Food Purchase  | (340)            | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (340)             | 2         |
| 3   | Housekeeping   | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 3         |
| 4   | Laundry  | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 4         |
| 5   | Heat and Other Utilities                                   | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 5         |
| 6   | Maintenance  | (20,924)         | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (20,924)          | 6         |
| 7   | Other (specify):*  | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 7         |
| 8   | <b>TOTAL General Services</b>                              | <b>(25,951)</b>  | <b>0</b>        | <b>0</b>     | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>(25,951)</b>   | <b>8</b>  |
|     | <b>B. Health Care and Programs</b>                         |                  |                 |              |          |          |          |          |          |          |          |          |                   |           |
| 9   | Medical Director   | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 9         |
| 10  | Nursing and Medical Records                                | (16,833)         | (5,932)         | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (22,765)          | 10        |
| 10a | Therapy  | 0                | 61,486          | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 61,486            | 10a       |
| 11  | Activities   | (394)            | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (394)             | 11        |
| 12  | Social Services  | (394)            | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (394)             | 12        |
| 13  | CNA Training   | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 13        |
| 14  | Program Transportation                                     | (294)            | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (294)             | 14        |
| 15  | Other (specify):*  | 0                | (2,729)         | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (2,729)           | 15        |
| 16  | <b>TOTAL Health Care and Programs</b>                      | <b>(17,915)</b>  | <b>52,825</b>   | <b>0</b>     | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>34,910</b>     | <b>16</b> |
|     | <b>C. General Administration</b>                           |                  |                 |              |          |          |          |          |          |          |          |          |                   |           |
| 17  | Administrative   | 0                | (88,994)        | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (88,994)          | 17        |
| 18  | Directors Fees   | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 18        |
| 19  | Professional Services                                      | (2,505)          | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (2,505)           | 19        |
| 20  | Fees, Subscriptions & Promotions                           | (12,122)         | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (12,122)          | 20        |
| 21  | Clerical & General Office Expenses                         | (8,215)          | (222)           | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (8,437)           | 21        |
| 22  | Employee Benefits & Payroll Taxes                          | (2,246)          | (223)           | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (2,469)           | 22        |
| 23  | Inservice Training & Education                             | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 23        |
| 24  | Travel and Seminar   | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 24        |
| 25  | Other Admin. Staff Transportation                          | 0                | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 25        |
| 26  | Insurance-Prop.Liab.Malpractice                            | (2,600)          | 0               | 0            | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (2,600)           | 26        |
| 27  | Other (specify):*  | (234,168)        | 0               | 5,224        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (228,944)         | 27        |
| 28  | <b>TOTAL General Administration</b>                        | <b>(261,856)</b> | <b>(89,439)</b> | <b>5,224</b> | <b>0</b> | <b>(346,071)</b>  | <b>28</b> |
| 29  | <b>TOTAL Operating Expense</b><br>(sum of lines 8,16 & 28) | <b>(305,722)</b> | <b>(36,614)</b> | <b>5,224</b> | <b>0</b> | <b>(337,112)</b>  | <b>29</b> |

## STATE OF ILLINOIS

Summary B

Facility Name & ID Number Stearns Nsg & Rehab Center# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

## SUMMARY OF PAGES 5, 5A, 6, 6A, 6B, 6C, 6D, 6E, 6F, 6G, 6H AND 6I

|    | Capital Expense                                       | PAGES            | PAGE             | PAGE            | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | PAGE     | SUMMARY           |           |
|----|---|------------------|------------------|-----------------|----------|----------|----------|----------|----------|----------|----------|----------|-------------------|-----------|
|    | D. Ownership  | 5 & 5A           | 6                | 6A              | 6B       | 6C       | 6D       | 6E       | 6F       | 6G       | 6H       | 6I       | TOTALS            |           |
|    |   |                  |                  |                 |          |          |          |          |          |          |          |          | (to Sch V, col.7) |           |
| 30 | Depreciation  | 3,643            | 0                | 100,622         | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 104,265           | 30        |
| 31 | Amortization of Pre-Op. & Org.                        | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 31        |
| 32 | Interest  | 0                | 0                | 114,225         | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 114,225           | 32        |
| 33 | Real Estate Taxes                                     | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 33        |
| 34 | Rent-Facility & Grounds                               | 0                | 0                | (264,713)       | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (264,713)         | 34        |
| 35 | Rent-Equipment & Vehicles                             | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 35        |
| 36 | Other (specify):*                                     | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 36        |
| 37 | <b>TOTAL Ownership</b>                                | <b>3,643</b>     | <b>0</b>         | <b>(49,866)</b> | <b>0</b> | <b>(46,223)</b>   | <b>37</b> |
|    | <b>Ancillary Expense</b>                              |                  |                  |                 |          |          |          |          |          |          |          |          |                   |           |
|    | <b>E. Special Cost Centers</b>                        |                  |                  |                 |          |          |          |          |          |          |          |          |                   |           |
| 38 | Medically Necessary Transportation                    | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 38        |
| 39 | Ancillary Service Centers                             | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 39        |
| 40 | Barber and Beauty Shops                               | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 40        |
| 41 | Coffee and Gift Shops                                 | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 41        |
| 42 | Provider Participation Fee                            | 0                | 0                | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0                 | 42        |
| 43 | Other (specify):*                                     | (23,803)         | (68,071)         | 0               | 0        | 0        | 0        | 0        | 0        | 0        | 0        | 0        | (91,874)          | 43        |
| 44 | <b>TOTAL Special Cost Centers</b>                     | <b>(23,803)</b>  | <b>(68,071)</b>  | <b>0</b>        | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>0</b> | <b>(91,874)</b>   | <b>44</b> |
| 45 | <b>GRAND TOTAL COST</b><br>(sum of lines 29, 37 & 44) | <b>(325,882)</b> | <b>(104,685)</b> | <b>(44,642)</b> | <b>0</b> | <b>(475,209)</b>  | <b>45</b> |

**VII. RELATED PARTIES**

A. Enter below the names of ALL owners and related organizations (parties) as defined in the instructions. Use Page 6-Supplemental as necessary.

| 1 OWNERS              |             | 2 RELATED NURSING HOMES  |                       | 3 OTHER RELATED BUSINESS ENTITIES |                     |                         |
|-----------------------|-------------|--|-----------------------|-----------------------------------|---------------------|-------------------------|
| Name                  | Ownership % | Name   | City                  | Name                              | City                | Type of Business        |
| <u>DTD HC, LLC</u>    | <u>50%</u>  | <u>Granite Nursing and Rehabilitation Center, LLC</u>          | <u>Granite City</u>   | <u>Tara Pharmacy SE, LI</u>       | <u>Birmingham</u>   | <u>Pharmacy</u>         |
| <u>D &amp; N, LLC</u> | <u>50%</u>  | <u>White Hall Nursing and Rehabilitation Center, LLC</u>       | <u>White Hall</u>     | <u>Tara Therapy, LLC</u>          | <u>Orchard Park</u> | <u>Therapy</u>          |
|                       |             | <u>Calhoun Nursing and Rehabilitation Center, LLC</u>          | <u>Hardin</u>         | <u>Raimax Healthcare Sol</u>      | <u>Orchard Park</u> | <u>Software</u>         |
|                       |             | <u>Scenic Nursing and Rehabilitation Center, LLC</u>           | <u>Herculaneum</u>    | <u>Stearns Property Com</u>       | <u>Granite City</u> | <u>Property Company</u> |
|                       |             | <u>Jefferson City Nursing &amp; Rehabilitation Center, LLC</u> | <u>Jefferson City</u> | <u>3690 Associates, LLC</u>       | <u>Orchard Park</u> | <u>Clearing Account</u> |
|                       |             | <u>Riverside Nursing and Rehabilitation Center, LLC</u>        | <u>Kansas City</u>    | <u>Health Care Risk Grou</u>      | <u>Orchard Park</u> | <u>Insurance</u>        |
|                       |             | <u>Douglasville Nursing &amp; Rehabilitation Center, LLC</u>   | <u>Douglasville</u>   | <u>Aurora Cares, LLC d/</u>       | <u>Orchard Park</u> | <u>Support Office</u>   |

B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth.  YES  NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

| 1          | 2     | 3 Cost Per General Ledger                      | 4                   | 5 Cost to Related Organization                | 6                    | 7                                      | 8 Difference:  |           |
|------------|-------|--|---------------------|---|----------------------|--|--|-----------|
| Schedule V | Line  | Item   | Amount              | Name of Related Organization                  | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) |           |
| 1          | V     | <u>17 Administrative Services Costs</u>        | <u>\$ 321,612</u>   | <u>Aurora Cares, LLC d/b/a Tara Cares</u>     | <u>0.00%</u>         | <u>\$ 232,618</u>                      | <u>\$ (88,994)</u>                                     | <u>1</u>  |
| 2          | V     | <u>15 Patient Care Software</u>                | <u>3,600</u>        | <u>Raimax Healthcare Solutions Group, LLC</u> | <u>0.00%</u>         | <u>842</u>                             | <u>(2,758)</u>   | <u>2</u>  |
| 3          | V     | <u>15 Wireless Access Points License Fee</u>   | <u>619</u>          | <u>Raimax Healthcare Solutions Group, LLC</u> | <u>0.00%</u>         | <u>728</u>                             | <u>109</u>   | <u>3</u>  |
| 4          | V     | <u>21 Carrier Comm Rev Offset</u>              |                     | <u>Raimax Healthcare Solutions Group, LLC</u> | <u>0.00%</u>         | <u>(222)</u>                           | <u>(222)</u>   | <u>4</u>  |
| 5          | V     |  |                     |   |                      |  |  | <u>5</u>  |
| 6          | V     | <u>10 Pharmacy Consulting Services</u>         | <u>23,544</u>       | <u>Tara Pharmacy SE, LLC</u>                  | <u>0.00%</u>         | <u>17,612</u>                          | <u>(5,932)</u>   | <u>6</u>  |
| 7          | V     | <u>43 Flu Vac/Prescription Drugs-Residents</u> | <u>204,375</u>      | <u>Tara Pharmacy SE, LLC</u>                  | <u>0.00%</u>         | <u>136,304</u>                         | <u>(68,071)</u>  | <u>7</u>  |
| 8          | V     | <u>22 Vaccines for Employees</u>               | <u>3,011</u>        | <u>Tara Pharmacy SE, LLC</u>                  | <u>0.00%</u>         | <u>2,788</u>                           | <u>(223)</u>   | <u>8</u>  |
| 9          | V     | <u>15 Misc. Sales &amp; Delivery Charges</u>   | <u>80</u>           | <u>Tara Pharmacy SE, LLC</u>                  | <u>0.00%</u>         |  | <u>(80)</u>  | <u>9</u>  |
| 10         | V     | <u>10a Physical Therapy Fees</u>               | <u>128,830</u>      | <u>Tara Therapy, LLC</u>                      | <u>0.00%</u>         | <u>155,153</u>                         | <u>26,323</u>  | <u>10</u> |
| 11         | V     | <u>10a Occupational Therapy Fees</u>           | <u>284,920</u>      | <u>Tara Therapy, LLC</u>                      | <u>0.00%</u>         | <u>274,248</u>                         | <u>(10,672)</u>  | <u>11</u> |
| 12         | V     | <u>10a Speech Therapy Fees</u>                 | <u>169,565</u>      | <u>Tara Therapy, LLC</u>                      | <u>0.00%</u>         | <u>215,400</u>                         | <u>45,835</u>  | <u>12</u> |
| 13         | V     |  |                     |   |                      |  |  | <u>13</u> |
| 14         | Total |  | <u>\$ 1,140,156</u> |   |                      | <u>\$ 1,035,471</u>                    | <u>\$ * (104,685)</u>                                  | <u>14</u> |

\* Total must agree with the amount recorded on line 34 of Schedule VI.

VII. RELATED PARTIES (continued)

B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth.  YES  NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

| 1          | 2     | 3 Cost Per General Ledger          | 4          | 5 Cost to Related Organization                 | 6                    | 7                                      | 8 Difference:  |
|------------|-------|------------------------------------|------------|--|----------------------|--|--|
| Schedule V | Line  | Item                               | Amount     | Name of Related Organization                   | Percent of Ownership | Operating Cost of Related Organization | Adjustments for Related Organization Costs (7 minus 4) |
| 15         | V     | 34 Rent                            | \$ 285,480 | Stearns Property Company, LLC                  | 0.00%                | \$                                     | \$ (285,480)   |
| 16         | V     | 30 Depreciation Leasehold Imp      |            | Stearns Property Company, LLC                  | 0.00%                | 170,608                                | 170,608  |
| 17         | V     | 30 Depreciation Major Moveable     |            | Stearns Property Company, LLC                  | 0.00%                | 26,485                                 | 26,485   |
| 18         | V     | 30 Depreciation Bldg & Improve     |            | Stearns Property Company, LLC                  | 0.00%                | 107,178                                | 107,178  |
| 19         | V     | 27 Amort Loan Acquisition Costs    |            | Stearns Property Company, LLC                  | 0.00%                | 5,224                                  | 5,224  |
| 20         | V     | 32 Interest-Capital/Long-Term Debt |            | Stearns Property Company, LLC                  | 0.00%                | 114,225                                | 114,225  |
| 21         | V     | 34 Mortgage Insurance Premium      |            | Stearns Property Company, LLC                  | 0.00%                | 20,767                                 | 20,767   |
| 22         | V     | 30 (Gain)/Loss-Sale of Property    |            | Stearns Property Company, LLC                  | 0.00%                | (203,649)                              | (203,649)  |
| 23         | V     |                                    |            |  |                      |  |  |
| 24         | V     | 10 RN Services                     | 77         | Granite Nursing and Rehabilitation Center, LLC | 0.00%                | 77                                     |  |
| 25         | V     | 10 MDS Services                    | 398        | Granite Nursing and Rehabilitation Center, LLC | 0.00%                | 398                                    |  |
| 26         | V     | 10 RN Services                     | 7,319      | Calhoun Nursing and Rehabilitation Center, LLC | 0.00%                | 7,319                                  |  |
| 27         | V     |                                    |            |  |                      |  |  |
| 28         | V     |                                    |            |  |                      |  |  |
| 29         | V     |                                    |            |  |                      |  |  |
| 30         | V     |                                    |            |  |                      |  |  |
| 31         | V     |                                    |            |  |                      |  |  |
| 32         | V     |                                    |            |  |                      |  |  |
| 33         | V     |                                    |            |  |                      |  |  |
| 34         | V     |                                    |            |  |                      |  |  |
| 35         | V     |                                    |            |  |                      |  |  |
| 36         | V     |                                    |            |  |                      |  |  |
| 37         | V     |                                    |            |  |                      |  |  |
| 38         | V     |                                    |            |  |                      |  |  |
| 39         | Total |                                    | \$ 293,274 |  |                      | \$ 248,632                             | \$ * (44,642)  |

\* Total must agree with the amount recorded on line 34 of Schedule VI.

Facility Name &amp; ID Number

Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

## VII. RELATED PARTIES

A. (Continued) Enter below the names of ALL owners and related organizations (parties) as defined in the instructions

|    | 1<br>OWNERS |             | 2<br>RELATED NURSING HOMES                      |              | 3<br>OTHER RELATED BUSINESS ENTITIES |      |                  |    |
|----|-------------|-------------|---|--------------|--------------------------------------|------|------------------|----|
|    | Name        | Ownership % | Name  | City         | Name                                 | City | Type of Business |    |
| 1  |             |             | Jonesboro Nursing and Rehabilitation Center, L  | Jonesboro    |                                      |      |                  | 1  |
| 2  |             |             | Lake City Nursing and Rehabilitation Center, L  | Lake City    |                                      |      |                  | 2  |
| 3  |             |             | Mobile Nursing and Rehabilitation Center, LLC   | Mobile       |                                      |      |                  | 3  |
| 4  |             |             | Florence Nursing and Rehabilitation Center, LL  | Florence     |                                      |      |                  | 4  |
| 5  |             |             | Birmingham Nrs&Rehab Center East, LLC           | Birmingham   |                                      |      |                  | 5  |
| 6  |             |             | Birmingham Nursing and Rehabilitation Center    | Birmingham   |                                      |      |                  | 6  |
| 7  |             |             | Eight Mile Nursing and Rehabilitation Center, I | Eight Mile   |                                      |      |                  | 7  |
| 8  |             |             | North Hill Nursing and Rehabilitation Center, L | North Hill   |                                      |      |                  | 8  |
| 9  |             |             | Elba Nursing and Rehabilitation Center, LLC     | Elba         |                                      |      |                  | 9  |
| 10 |             |             | Quince Nursing and Rehabilitation Center, LLC   | Memphis      |                                      |      |                  | 10 |
| 11 |             |             | Allenbrooke Nursing and Rehabilitation Center,  | Memphis      |                                      |      |                  | 11 |
| 12 |             |             | Tupelo Nursing and Rehabilitation Center, LLC   | Tupelo       |                                      |      |                  | 12 |
| 13 |             |             | Brandon Nursing and Rehabilitation Center, LL   | Brandon      |                                      |      |                  | 13 |
| 14 |             |             | Lakeland Nursing and Rehabilitation Center, LJ  | Jackson      |                                      |      |                  | 14 |
| 15 |             |             | McComb Nursing and Rehabilitation Center, LI    | McComb       |                                      |      |                  | 15 |
| 16 |             |             | Cleveland Nursing and Rehabilitation Center, L  | Cleveland    |                                      |      |                  | 16 |
| 17 |             |             | Chadwick Nursing and Rehabilitation Center, L   | Jackson      |                                      |      |                  | 17 |
| 18 |             |             | Manhattan Nursing and Rehabilitation Center, J  | Jackson      |                                      |      |                  | 18 |
| 19 |             |             | Ruleville Nursing and Rehabilitation Center, LL | Ruleville    |                                      |      |                  | 19 |
| 20 |             |             | Farmerville Nursing and Rehabilitation Center,  | Farmerville  |                                      |      |                  | 20 |
| 21 |             |             | Bernice Nursing and Rehabilitation Center, LLC  | Bernice      |                                      |      |                  | 21 |
| 22 |             |             | Ruston Nursing and Rehabilitation Center, LLC   | Ruston       |                                      |      |                  | 22 |
| 23 |             |             | Natchitoches Nursing and Rehabilitation Center  | Natchitoches |                                      |      |                  | 23 |
| 24 |             |             | Winnfield Nursing and Rehabilitation Center, L  | Winnfield    |                                      |      |                  | 24 |
| 25 |             |             | Ringgold Nursing and Rehabilitation Center, LI  | Ringgold     |                                      |      |                  | 25 |
| 26 |             |             | Arcadia Nursing and Rehabilitation Center, LL   | Arcadia      |                                      |      |                  | 26 |
| 27 |             |             | Jena Nursing and Rehabilitation Center, LLC     | Jena         |                                      |      |                  | 27 |
| 28 |             |             |   |              |                                      |      |                  | 28 |
| 29 |             |             | ** The above listed facilites are related by    |              |                                      |      |                  | 29 |
| 30 |             |             | common ownership                                |              |                                      |      |                  | 30 |

Facility Name &amp; ID Number

Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

## VII. RELATED PARTIES (continued)

## C. Statement of Compensation and Other Payments to Owners, Relatives and Members of Board of Directors.

**NOTE: ALL owners ( even those with less than 5% ownership) and their relatives who receive any type of compensation from this home must be listed on this schedule.**

|    | 1<br>Name   | 2<br>Title     | 3<br>Function  | 4<br>Ownership<br>Interest | 5<br>Compensation<br>Received<br>From Other<br>Nursing Homes* | 6<br>Average Hours Per Work<br>Week Devoted to this<br>Facility and % of Total<br>Work Week |         | 7<br>Compensation Included<br>in Costs for this<br>Reporting Period** |           | 8<br>Schedule V.<br>Line &<br>Column<br>Reference |    |
|----|---|----------------|----------------|----------------------------|---|---|---------|---|-----------|---|----|
|    |   |                |                |                            |   | Hours   | Percent | Description   | Amount    |   |    |
| 1  | DTD HC, LLC   | Owner          |                | 50.00                      | 0   | 0   | 0.00    | 0   | \$        | 17  | 1  |
| 2  | D & N, LLC  | Owner          |                | 50.00                      | 0   | 0   | 0.00    | 0   |           | 17  | 2  |
| 3  | Donald T. Denz  | CFO & CoCEO    | Finance/ Admin | 0.00                       | ***   | 0.76  | 1.90    | Fin/ Adm. of TC   | 5,903     | 17  | 3  |
| 4  |   | for Tara Cares | of Tara Cares  |                            |   |   |         |   |           |   | 4  |
| 5  | Norbert A. Bennett  | CoCEO          | Finance/ Admin | 0.00                       | ***   | 0.76  | 1.90    | Fin/ Adm. of TC   | 5,903     | 17  | 5  |
| 6  |   | for Tara Cares | of Tara Cares  |                            |   |   |         |   |           |   | 6  |
| 7  | Suzette Wilson  | Vice President | Admin of       | 0.00                       | ***   | 0.76  | 1.90    | VP of TC  | 4,403     | 17  | 7  |
| 8  |   |                | Tara Cares     |                            |   |   |         |   |           |   | 8  |
| 9  | *** Compensation paid only through Support Office and allocated share reported in column 7. |                |                |                            |   |   |         |   |           |   |    |
| 10 |   |                |                |                            |   |   |         |   |           |   | 10 |
| 11 |   |                |                |                            |   |   |         |   |           |   | 11 |
| 12 |   |                |                |                            |   |   |         |   |           |   | 12 |
| 13 |   |                |                |                            |   |   |         | TOTAL   | \$ 16,209 |   | 13 |

\* If the owner(s) of this facility or any other related parties listed above have received compensation from other nursing homes, attach a schedule detailing the name(s) of the home(s) as well as the amount paid. THIS AMOUNT MUST AGREE TO THE AMOUNTS CLAIMED ON THE THE OTHER NURSING HOMES' COST REPORTS.

\*\* This must include all forms of compensation paid by related entities and allocated to Schedule V of this report (i.e., management fees). FAILURE TO PROPERLY COMPLETE THIS SCHEDULE INDICATING ALL FORMS OF COMPENSATION RECEIVED FROM THIS HOME, ALL OTHER NURSING HOMES AND MANAGEMENT COMPANIES MAY RESULT IN THE DISALLOWANCE OF SUCH COMPENSATION

Facility Name & ID Number Stearns Nsg & Rehab Center

# 0046870

Report Period Beginning:

01/01/2017

Ending: 2/31/2017

VIII. ALLOCATION OF INDIRECT COSTS

A. Are there any costs included in this report which were derived from allocations of central office or parent organization costs? (See instructions.) YES  NO

Name of Related Organization Aurora Cares, LLC d/b/a Tara Cares  
 Street Address PO Box 428  
 City / State / Zip Code Orchard Park, NY 14127  
 Phone Number ( 716)662-4955  
 Fax Number ( 716)662-2529

B. Show the allocation of costs below. If necessary, please attach worksheets.

| 1                         | 2   | 3  | 4           | 5  | 6                                   | 7   | 8              | 9                               |    |
|---------------------------|---|--|-------------|--|-------------------------------------|---|----------------|---------------------------------|----|
| Schedule V Line Reference | Item  | Unit of Allocation (i.e.,Days, Direct Cost, Square Feet) | Total Units | Number of Subunits Being Allocated Among | Total Indirect Cost Being Allocated | Amount of Salary Cost Contained in Column 6 | Facility Units | Allocation (col.8/col.4)x col.6 |    |
| 1                         | 1   | Administrative Services Costs                            | Total Costs | 40                                       | \$ 361,293                          | \$ 271,492                                  | 6,737,350      | \$ 6,130                        | 1  |
| 2                         | 5   | Administrative Services Costs                            | Days        | 36                                       | 32,810                              | 0   | 36,678         | 769                             | 2  |
| 3                         | 6   | Administrative Services Costs                            | Days        | 36                                       | 78,542                              | 0   | 36,678         | 1,842                           | 3  |
| 4                         | 10  | Administrative Services Costs                            | Total Costs | 40                                       | 2,599,967                           | 2,057,996                                   | 6,737,350      | 44,117                          | 4  |
| 5                         | 17  | Administrative Services Costs                            | Days        | 36                                       | 6,015,391                           | 6,015,391                                   | 36,678         | 141,074                         | 5  |
| 6                         | 19  | Administrative Services Costs                            | Days        | 36                                       | 10,151                              | 0   | 36,678         | 238                             | 6  |
| 7                         | 20  | Administrative Services Costs                            | Days        | 36                                       | 15,895                              | 0   | 36,678         | 373                             | 7  |
| 8                         | 21  | Administrative Services Costs                            | Days        | 36                                       | 304,103                             | 0   | 36,678         | 7,133                           | 8  |
| 9                         | 22  | Administrative Services Costs                            | Days        | 36                                       | 931,149                             | 0   | 36,678         | 21,838                          | 9  |
| 10                        | 24  | Administrative Services Costs                            | Days        | 36                                       | 106,199                             | 0   | 36,678         | 2,491                           | 10 |
| 11                        | 26  | Administrative Services Costs                            | Days        | 36                                       | 4,964                               | 0   | 36,678         | 116                             | 11 |
| 12                        | 27  | Administrative Services Costs                            | Days        | 36                                       | 86,350                              | 0   | 36,678         | 2,024                           | 12 |
| 13                        | 30  | Administrative Services Costs                            | Days        | 36                                       | 77,822                              | 0   | 36,678         | 1,825                           | 13 |
| 14                        | 31  | Administrative Services Costs                            | Days        | 36                                       | 10,367                              | 0   | 36,678         | 243                             | 14 |
| 15                        | 33  | Administrative Services Costs                            | Days        | 36                                       | 31,446                              | 0   | 36,678         | 737                             | 15 |
| 16                        | 34  | Administrative Services Costs                            | Days        | 36                                       | 69,368                              | 0   | 36,678         | 1,626                           | 16 |
| 17                        | 35  | Administrative Services Costs                            | Days        | 36                                       | 1,792                               | 0   | 36,678         | 42                              | 17 |
| 18                        |   |  |             |  |                                     |   |                |                                 | 18 |
| 19                        |   |  |             |  |                                     |   |                |                                 | 19 |
| 20                        | NOTE: Aurora Cares, LLC d/b/a Tara Cares provides administrative support services under contract to the reporting facility. |  |             |  |                                     |   |                |                                 |    |
| 21                        | Aurora Cares, LLC has no ownership interest and does not manage the reporting facility. Therefore, Aurora Cares, LLC is not |  |             |  |                                     |   |                |                                 |    |
| 22                        | considered a Home Office by CMS and as defined in 42 CRF 421.404.   |  |             |  |                                     |   |                |                                 |    |
| 23                        |   |  |             |  |                                     |   |                |                                 | 23 |
| 24                        |   |  |             |  |                                     |   |                |                                 | 24 |
| 25                        | TOTALS  |  |             |  | \$ 10,737,609                       | \$ 8,344,879                                |                | \$ 232,618                      | 25 |

Facility Name & ID Number

Stearns Nsg & Rehab Center

# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

**IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE**

**A. Interest: (Complete details must be provided for each loan - attach a separate schedule if necessary.)**

| 1                                   | Name of Lender                     | 2         |    | 3                 | 4           | 5       | 6               |                          | 7      | 8      | 9          | 10 |              |                |         |               |                          |                                   |
|-------------------------------------|------------------------------------|-----------|----|-------------------|-------------|---------|-----------------|--------------------------|--------|--------|------------|----|--------------|----------------|---------|---------------|--------------------------|-----------------------------------|
|                                     |                                    | Related** |    |                   |             |         | Purpose of Loan | Monthly Payment Required |        |        |            |    | Date of Note | Amount of Note |         | Maturity Date | Interest Rate (4 Digits) | Reporting Period Interest Expense |
|                                     |                                    | YES       | NO |                   |             |         |                 |                          |        |        |            |    |              | Original       | Balance |               |                          |                                   |
| <b>A. Directly Facility Related</b> |                                    |           |    |                   |             |         |                 |                          |        |        |            |    |              |                |         |               |                          |                                   |
| <b>Long-Term</b>                    |                                    |           |    |                   |             |         |                 |                          |        |        |            |    |              |                |         |               |                          |                                   |
| 1                                   | Lancaster Pollard Mortgage Company | X         |    | Land and Building | \$16,942.18 | 6/20/12 | \$ 6/20/12      | \$ 4,112,713             | 7/1/47 | 0.0275 | \$ 114,225 | 1  |              |                |         |               |                          |                                   |
| 2                                   |                                    |           |    |                   |             |         |                 |                          |        |        |            | 2  |              |                |         |               |                          |                                   |
| 3                                   |                                    |           |    |                   |             |         |                 |                          |        |        |            | 3  |              |                |         |               |                          |                                   |
| 4                                   |                                    |           |    |                   |             |         |                 |                          |        |        |            | 4  |              |                |         |               |                          |                                   |
| 5                                   |                                    |           |    |                   |             |         |                 |                          |        |        |            | 5  |              |                |         |               |                          |                                   |
| <b>Working Capital</b>              |                                    |           |    |                   |             |         |                 |                          |        |        |            |    |              |                |         |               |                          |                                   |
| 6                                   | None                               |           |    |                   |             |         |                 |                          |        |        |            | 6  |              |                |         |               |                          |                                   |
| 7                                   |                                    |           |    |                   |             |         |                 |                          |        |        |            | 7  |              |                |         |               |                          |                                   |
| 8                                   |                                    |           |    |                   |             |         |                 |                          |        |        |            | 8  |              |                |         |               |                          |                                   |
| 9                                   | <b>TOTAL Facility Related</b>      |           |    |                   | \$16,942.18 |         | \$              | \$ 4,112,713             |        |        | \$ 114,225 | 9  |              |                |         |               |                          |                                   |
| <b>B. Non-Facility Related*</b>     |                                    |           |    |                   |             |         |                 |                          |        |        |            |    |              |                |         |               |                          |                                   |
| 10                                  | None                               |           |    |                   |             |         |                 |                          |        |        |            | 10 |              |                |         |               |                          |                                   |
| 11                                  |                                    |           |    |                   |             |         |                 |                          |        |        |            | 11 |              |                |         |               |                          |                                   |
| 12                                  |                                    |           |    |                   |             |         |                 |                          |        |        |            | 12 |              |                |         |               |                          |                                   |
| 13                                  |                                    |           |    |                   |             |         |                 |                          |        |        |            | 13 |              |                |         |               |                          |                                   |
| 14                                  | <b>TOTAL Non-Facility Related</b>  |           |    |                   |             |         | \$              | \$                       |        |        | \$         | 14 |              |                |         |               |                          |                                   |
| 15                                  | <b>TOTALS (line 9+line14)</b>      |           |    |                   |             |         | \$              | \$ 4,112,713             |        |        | \$ 114,225 | 15 |              |                |         |               |                          |                                   |

16) Please indicate the total amount of mortgage insurance expense and the location of this expense on Sch. V.      \$ 20,767      Line # 34

\* Any interest expense reported in this section should be adjusted out on page 5, line 14 and, consequently, page 4, col. 7. (See instructions.)

\*\* If there is ANY overlap in ownership between the facility and the lender, this must be indicated in column 2. (See instructions.)

**IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE (continued)**

**B. Real Estate Taxes**

**Important, please see the next worksheet, "RE\_Tax". The real estate tax statement and bill must accompany the cost report.**

|  |  |    |                |   |
|--|--|----|----------------|---|
| 1. Real Estate Tax accrual used on 2016 report.  |  | \$ | <u>103,800</u> | 1 |
| 2. Real Estate Taxes paid during the year: (Indicate the tax year to which this payment applies. If payment covers more than one year, detail below.)  |  | \$ | <u>100,328</u> | 2 |
| 3. Under or (over) accrual (line 2 minus line 1).  |  | \$ | <u>(3,472)</u> | 3 |
| 4. Real Estate Tax accrual used for 2017 report. (Detail and explain your calculation of this accrual on the lines below.)   |  | \$ | <u>105,300</u> | 4 |
| 5. Direct costs of an appeal of tax assessments which has NOT been included in professional fees or other general operating costs on Schedule V, sections A, B or C.<br><b>(Describe appeal cost below. Attach copies of invoices to support the cost and a copy of the appeal filed with the county.)</b> |  | \$ |                | 5 |
| 6. Subtract a refund of real estate taxes. You must offset the full amount of any direct appeal costs classified as a real estate tax cost plus one-half of any remaining refund.<br><b>TOTAL REFUND \$ _____ For _____ Tax Year. (Attach a copy of the real estate tax appeal board's decision.)</b>      |  | \$ |                | 6 |
| 7. Real Estate Tax expense reported on Schedule V, line 33. This should be a combination of lines 3 thru 6.  |  | \$ | <u>101,828</u> | 7 |

Real Estate Tax History:

|   |      |                |    |
|---|------|----------------|----|
| Real Estate Tax Bill for Calendar Year: | 2012 | <u>90,101</u>  | 8  |
|   | 2013 | <u>90,466</u>  | 9  |
|   | 2014 | <u>92,799</u>  | 10 |
|   | 2015 | <u>100,696</u> | 11 |
|   | 2016 | <u>100,328</u> | 12 |

**FOR BHF USE ONLY**

|    |                                    |    |  |    |
|----|------------------------------------|----|--|----|
| 13 | FROM R. E. TAX STATEMENT FOR 2016  | \$ |  | 13 |
| 14 | PLUS APPEAL COST FROM LINE 5       | \$ |  | 14 |
| 15 | LESS REFUND FROM LINE 6            | \$ |  | 15 |
| 16 | AMOUNT TO USE FOR RATE CALCULATION | \$ |  | 16 |

**NOTES:**

1. Please indicate a negative number by use of brackets( ). Deduct any overaccrual of taxes from prior year.
2. If facility is a non-profit which pays real estate taxes, you must attach a denial of an application for real estate tax exemption unless the building is rented from a for-profit entity.  
**This denial must be no more than four years old at the time the cost report is filed.**



Facility Name & ID Number Stearns Nsg & Rehab Center

# 0046870 Report Period Beginning:

01/01/2017 Ending:

12/31/2017

X. BUILDING AND GENERAL INFORMATION:

A. Square Feet: 32,578 B. General Construction Type: Exterior Masonry Frame Steel Reinforcement Number of Stories One

C. Does the Operating Entity? (a) Own the Facility (b) Rent from a Related Organization. (c) Rent from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI. Those checking (c) may complete Schedule XI or Schedule XII-A. See instructions.)

D. Does the Operating Entity? (a) Own the Equipment (b) Rent equipment from a Related Organization. (c) Rent equipment from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI-C. Those checking (c) may complete Schedule XI-C or Schedule XII-B. See instructions.)

E. List all other business entities owned by this operating entity or related to the operating entity that are located on or adjacent to this nursing home's grounds (such as, but not limited to, apartments, assisted living facilities, day training facilities, day care, independent living facilities, CNA training facilities, etc.)

List entity name, type of business, square footage, and number of beds/units available (where applicable).

None

F. Does this cost report reflect any organization or pre-operating costs which are being amortized? YES NO

If so, please complete the following:

1. Total Amount Incurred: 63,995 2. Number of Years Over Which it is Being Amortized: 5 years (60 Months) 3. Current Period Amortization: Included in Schedule VII B Ln 1, Col 7 4. Dates Incurred: Various and on the books of related entities

Nature of Costs: Inc. Capitalized Pre-opening Salaries, Benefits & Other Costs Incurred. Allocated Via Related Org Cost & Reported Sch VII B

(Attach a complete schedule detailing the total amount of organization and pre-operating costs.)

XI. OWNERSHIP COSTS:

A. Land.

Table with 5 columns: 1 Use, 2 Square Feet, 3 Year Acquired, 4 Cost, and an unlabeled column. Row 1: Long Term Care, 195,584, 2011, \$ 191,114, 1. Row 2: (blank), (blank), (blank), (blank), 2. Row 3: TOTALS, 195,584, (blank), \$ 191,114, 3.

**XI. OWNERSHIP COSTS (continued)****B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.**

|    | 1                         | 2   | 3             | 4                | 5            | 6                         | 7             | 8                          | 9           |                          |    |
|----|---------------------------|---|---------------|------------------|--------------|---------------------------|---------------|----------------------------|-------------|--------------------------|----|
|    | Beds*                     | FOR BHF USE ONLY  | Year Acquired | Year Constructed | Cost         | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |    |
| 4  | 109                       |   | 2011          | 1972             | \$ 4,287,120 | \$ 107,178                | 40            | \$ 107,178                 | \$          | \$ 696,657               | 4  |
| 5  |                           |   |               |                  |              |                           |               |                            |             |                          | 5  |
| 6  |                           |   |               |                  |              |                           |               |                            |             |                          | 6  |
| 7  |                           |   |               |                  |              |                           |               |                            |             |                          | 7  |
| 8  |                           |   |               |                  |              |                           |               |                            |             |                          | 8  |
|    | <b>Improvement Type**</b> |   |               |                  |              |                           |               |                            |             |                          |    |
| 9  |                           | Alumalite Front Sign  |               | 2005             | 515          |                           | 10            |                            |             | 515                      | 9  |
| 10 |                           | Sign  |               | 2005             | 800          |                           | 10            |                            |             | 800                      | 10 |
| 11 |                           | <b>Electrical and Mechanical Repairs capitalized for Medicaid</b>                 |               | 2005             | 11,308       |                           | 3             |                            |             | 11,308                   | 11 |
| 12 |                           | Cabinetry Install for Therapy Room  |               | 2006             | 10,980       | 915                       | 12            | 915                        |             | 10,523                   | 12 |
| 13 |                           | Emergency Lights (outside)  |               | 2006             | 1,621        | 135                       | 12            | 135                        |             | 1,553                    | 13 |
| 14 |                           | Painting - Back Railings  |               | 2006             | 3,780        |                           | 5             |                            |             | 3,780                    | 14 |
| 15 |                           | Outside Lights  |               | 2006             | 1,419        | 118                       | 12            | 118                        |             | 1,360                    | 15 |
| 16 |                           |   |               |                  |              |                           |               |                            |             |                          | 16 |
| 17 |                           | Roof Disposal 3/29/17   |               | 2006             |              | 6,358                     |               | 6,358                      |             |                          | 17 |
| 18 |                           | Cabinetry - Therapy Room  |               | 2006             | 2,433        | 203                       | 12            | 203                        |             | 2,332                    | 18 |
| 19 |                           | <b>Plumbing and Mechanical Repairs capitalized for Medicaid</b>                   |               | 2006             | 3,808        |                           | 3             |                            |             | 3,808                    | 19 |
| 20 |                           | <b>Plumbing and Mechanical Repairs capitalized for Medicaid</b>                   |               | 2007             | 9,163        |                           | 3             |                            |             | 9,163                    | 20 |
| 21 |                           | Air Conditioners (10)   |               | 2006             | 10,033       |                           | 10            |                            |             | 10,033                   | 21 |
| 22 |                           | Closet Doors  |               | 2007             | 7,675        | 698                       | 11            | 698                        |             | 7,326                    | 22 |
| 23 |                           | Kitchen Hoods and Sprinklers  |               | 2007             | 11,130       | 1,012                     | 11            | 1,012                      |             | 10,625                   | 23 |
| 24 |                           | Resident Restrooms- tile, mirrors, drains, fixtures, shut offs, handrails, paint  |               | 2007             | 85,475       | 4,274                     | 10            | 4,274                      |             | 85,475                   | 24 |
| 25 |                           | 1 Resident Shower Room- tile, mirrors, drains, fixtures, shut offs                |               | 2007             | 50,679       | 4,607                     | 11            | 4,607                      |             | 48,375                   | 25 |
| 26 |                           | Guest Bathroom - tile, sinks, faucets, toilet, drains, shut offs, paint, ceiling  |               | 2008             | 7,820        | 782                       | 10            | 782                        |             | 7,429                    | 26 |
| 27 |                           | 3 Shower Rooms - tile, drains, shut offs, paint, faucets                          |               | 2008             | 61,673       | 6,167                     | 10            | 6,167                      |             | 58,589                   | 27 |
| 28 |                           | Res bathrooms- tile, lighting, mirrors, hand rails, toilets, faucets, shut offs   |               | 2008             | 54,775       | 5,477                     | 10            | 5,477                      |             | 52,036                   | 28 |
| 29 |                           | <b>Electrical &amp; Floor Repair capitalized for Medicaid</b>                     |               | 2008             | 4,710        |                           | 3             |                            |             | 4,710                    | 29 |
| 30 |                           |   |               |                  |              |                           | 5             |                            |             |                          | 30 |
| 31 |                           | Fire Alarm Motherboard  |               | 2008             | 3,165        | 317                       | 10            | 317                        |             | 3,007                    | 31 |
| 32 |                           | Nurses Stations (North & South)   |               | 2008             | 34,900       | 3,490                     | 10            | 3,490                      |             | 33,155                   | 32 |
| 33 |                           | Kitchen Upgrade-waste/water line, metal studs, interior partition, new electrical |               | 2008             | 44,605       | 4,461                     | 10            | 4,461                      |             | 42,375                   | 33 |
| 34 |                           | Facility Sign   |               | 2008             | 11,365       | 1,136                     | 10            | 1,136                      |             | 10,796                   | 34 |
| 35 |                           |   |               |                  |              |                           |               |                            |             |                          | 35 |
| 36 |                           |   |               |                  |              |                           |               |                            |             |                          | 36 |

\*Total beds on this schedule must agree with page 2.

\*\*Improvement type must be detailed in order for the cost report to be considered complete

See Page 12A, Line 70 for total

Facility Name &amp; ID Number Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning:

01/01/2017 Ending: 12/31/2017

**XI. OWNERSHIP COSTS (continued)****B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.**

| 1  | 2  | 3                | 4            | 5                         | 6             | 7                          | 8           | 9                        |    |
|----|--|------------------|--------------|---------------------------|---------------|----------------------------|-------------|--------------------------|----|
|    | Improvement Type**   | Year Constructed | Cost         | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |    |
| 37 |  |                  | \$           | \$                        |               | \$                         | \$          | \$                       | 37 |
| 38 | Floor Installation   | 2009             | 40,021       | 4,447                     | 9             | 4,447                      |             | 37,797                   | 38 |
| 39 |  |                  |              |                           |               |                            |             |                          | 39 |
| 40 | Water Heater 100 Gallon & Pump                             | 2009             | 8,225        | 914                       | 9             | 914                        |             | 7,768                    | 40 |
| 41 |  |                  |              |                           |               |                            |             |                          | 41 |
| 42 | Water Heater   | 2010             | 6,800        | 850                       | 8             | 850                        |             | 6,375                    | 42 |
| 43 | Water Heater (100 gallon)                                  | 2010             | 8,200        | 1,025                     | 8             | 1,025                      |             | 7,688                    | 43 |
| 44 |  |                  |              |                           |               |                            |             |                          | 44 |
| 45 | Back Door / frame replacement                              | 2010             | 3,409        | 426                       | 8             | 426                        |             | 3,196                    | 45 |
| 46 | Lighting & Room Signage capitalized for Medicaid           | 2010             | 13,829       |                           | 3             |                            |             | 13,829                   | 46 |
| 47 | TCU Wing Renovation  | 2011             | 630,780      | 90,111                    | 7             | 90,111                     |             | 585,724                  | 47 |
| 48 | Ceiling & Door Replacement                                 | 2011             | 80,229       | 11,461                    | 7             | 11,461                     |             | 74,498                   | 48 |
| 49 | Locks (6 coded/keyed)                                      | 2011             | 3,352        | 335                       | 10            | 335                        |             | 2,109                    | 49 |
| 50 | Electrical (Dining/NRS)                                    | 2011             | 4,466        | 298                       | 15            | 298                        |             | 1,874                    | 50 |
| 51 |  |                  |              |                           |               |                            |             |                          | 51 |
| 52 | Utility Room Renovation Drywall/plumbing/electric/cabinets | 2011             | 16,150       | 1,077                     | 15            | 1,077                      |             | 6,774                    | 52 |
| 53 | Landscaping  | 2011             | 7,890        | 526                       | 15            | 526                        |             | 3,310                    | 53 |
| 54 |  |                  |              |                           |               |                            |             |                          | 54 |
| 55 | Installation of 61 overbed lights-Capitalized for Medicaid | 2011             | 12,272       |                           | 5             |                            |             | 12,272                   | 55 |
| 56 | Addtl TCU Wing Renovation - generator/flooring             | 2011             | 23,658       | 3,380                     | 7             | 3,380                      |             | 21,968                   | 56 |
| 57 | Ceiling, Smoke Door & Door Replacement                     | 2011             | 19,522       | 2,789                     | 7             | 2,789                      |             | 18,128                   | 57 |
| 58 | Replace 41 Windows - Capitalized for Medicaid              | 2011             | 6,070        |                           | 5             |                            |             | 6,070                    | 58 |
| 59 | Dining Room Wall Repair - Capitalized for Medicaid         | 2011             | 3,220        |                           | 5             |                            |             | 3,220                    | 59 |
| 60 | Laundry Room Ceiling/Lighting/Drywall/Painting-Cap for MCD | 2011             | 5,769        |                           | 5             |                            |             | 5,769                    | 60 |
| 61 | Apoxy Coating Front Porch Floor                            | 2011             | 5,005        |                           | 5             |                            |             | 5,005                    | 61 |
| 62 |  |                  |              |                           |               |                            |             |                          | 62 |
| 63 |  |                  |              |                           |               |                            |             |                          | 63 |
| 64 |  |                  |              |                           |               |                            |             |                          | 64 |
| 65 |  |                  |              |                           |               |                            |             |                          | 65 |
| 66 |  |                  |              |                           |               |                            |             |                          | 66 |
| 67 |  |                  |              |                           |               |                            |             |                          | 67 |
| 68 |  |                  |              |                           |               |                            |             |                          | 68 |
| 69 |  |                  |              |                           |               |                            |             |                          | 69 |
| 70 | TOTAL (lines 4 thru 69)                                    |                  | \$ 5,619,819 | \$ 264,967                |               | \$ 264,967                 | \$          | \$ 1,939,104             | 70 |

\*\*Improvement type must be detailed in order for the cost report to be considered complete.

Facility Name &amp; ID Number Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning:

01/01/2017 Ending: 12/31/2017

## XI. OWNERSHIP COSTS (continued)

## B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.

| 1  | 2  | 3                | 4            | 5                         | 6             | 7                          | 8           | 9                        |    |
|----|--|------------------|--------------|---------------------------|---------------|----------------------------|-------------|--------------------------|----|
|    | Improvement Type**   | Year Constructed | Cost         | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |    |
| 1  | <b>Totals from Page 12A, Carried Forward</b>                           |                  | \$ 5,619,819 | \$ 264,967                |               | \$ 264,967                 | \$          | \$ 1,939,104             | 1  |
| 2  | <u>Kitchen Sewer Line</u>  | 2012             | 28,671       | 1,434                     | 20            | 1,434                      |             | 7,885                    | 2  |
| 3  |  |                  |              |                           |               |                            |             |                          | 3  |
| 4  | <u>MagLock System Courtyard Gate</u>                                   | 2012             | 4,800        | 480                       | 10            | 480                        |             | 2,487                    | 4  |
| 5  | <u>Dietary Mixer Repair Capitalized for Medicaid</u>                   | 2012             | 2,873        |                           | 3             |                            |             | 2,873                    | 5  |
| 6  | <u>Lobby/Lounge Door Hardware Capitalized for Medicaid</u>             | 2012             | 4,360        |                           | 3             |                            |             | 4,360                    | 6  |
| 7  | <u>Burnisher Repair Capitalized for Medicaid</u>                       | 2012             | 2,628        |                           | 3             |                            |             | 2,628                    | 7  |
| 8  | <u>Sewer&amp;DrainCleaning/Cableing,WaterLines-Cap for Medicaid</u>    | 2012             | 4,698        |                           | 3             |                            |             | 4,698                    | 8  |
| 9  |  |                  |              |                           |               |                            |             |                          | 9  |
| 10 | <u>81 gal Water Heater</u>   | 2013             | 6,577        | 658                       | 10            | 658                        |             | 2,959                    | 10 |
| 11 | <u>Cabling Installation for Wireless Access Point</u>                  | 2013             | 2,589        | 129                       | 20            | 129                        |             | 581                      | 11 |
| 12 | <u>Asphalt parking lot</u>   | 2013             | 49,183       | 6,148                     | 8             | 6,148                      |             | 27,665                   | 12 |
| 13 | <u>Plumbing,Sprinkler,Wall&amp;Burnisher Repairs - Cap for MCD</u>     | 2013             | 31,755       |                           | 3             |                            |             | 31,755                   | 13 |
| 14 | <u>Remove/Replace sidewalks to tie to existing 2 exit doors</u>        | 2014             | 7,500        | 500                       | 15            | 500                        |             | 1,750                    | 14 |
| 15 | <u>Seal Parking Lot - Capitalized for Medicaid</u>                     | 2014             | 2,900        |                           | 2             |                            |             | 2,900                    | 15 |
| 16 | <u>Pave Walkway Capitalized for Medicaid</u>                           | 2015             | 2,500        | 313                       | 8             | 313                        |             | 782                      | 16 |
| 17 | <u>Repair Cooler Floor - Capitalized for Medicaid</u>                  | 2016             | 3,483        | 232                       | 15            | 232                        |             | 348                      | 17 |
| 18 | <u>Repair Air Conditioner - Roof Top Unit Capitalized for Medicaid</u> | 2016             | 2,954        | 295                       | 10            | 295                        |             | 443                      | 18 |
| 19 | <u>Sewer&amp;DrainCleaning/Cableing,WaterLines-Cap for Medicaid</u>    | 2016             | 2,708        | 903                       | 3             | 903                        |             | 1,354                    | 19 |
| 20 | <u>Facility Roof</u>   | 2017             | 216,366      | 10,818                    | 10            | 10,818                     |             | 10,818                   | 20 |
| 21 | <u>Facility Roof</u>   | 2017             | 9,916        | 496                       | 10            | 496                        |             | 496                      | 21 |
| 22 | <u>Paint - All Hallways,Lounges,Dinning,Kitchen,Memory Unit Capi</u>   | 2017             | 18,963       | 1,896                     | 5             | 1,896                      |             | 1,896                    | 22 |
| 23 |  |                  |              |                           |               |                            |             |                          | 23 |
| 24 | <u>Note: See additional building improvements made by former</u>       |                  | 507,267      | 24,131                    |               | 24,131                     |             | 472,223                  | 24 |
| 25 | <u>property owner Healthcare REIT, Inc. on supplemental</u>            |                  |              |                           |               |                            |             |                          | 25 |
| 26 | <u>schedule included as page 23 and 24 of the cost report.</u>         |                  |              |                           |               |                            |             |                          | 26 |
| 27 |  |                  |              |                           |               |                            |             |                          | 27 |
| 28 |  |                  |              |                           |               |                            |             |                          | 28 |
| 29 |  |                  |              |                           |               |                            |             |                          | 29 |
| 30 |  |                  |              |                           |               |                            |             |                          | 30 |
| 31 |  |                  |              |                           |               |                            |             |                          | 31 |
| 32 |  |                  |              |                           |               |                            |             |                          | 32 |
| 33 |  |                  |              |                           |               |                            |             |                          | 33 |
| 34 | <b>TOTAL (lines 1 thru 33)</b>   |                  | \$ 6,532,510 | \$ 313,400                |               | \$ 313,400                 | \$          | \$ 2,520,005             | 34 |

\*\*Improvement type must be detailed in order for the cost report to be considered complete.

Facility Name & ID Number Stearns Nsg & Rehab Center

# 0046870

Report Period Beginning:

01/01/2017

Ending:

12/31/2017

XI. OWNERSHIP COSTS (continued)

C. Equipment Costs-Excluding Transportation. (See instructions.)

|    | Category of Equipment    | 1<br>Cost  | Current Book<br>Depreciation 2 | Straight Line<br>Depreciation 3 | 4<br>Adjustments | Component<br>Life 5 | Accumulated<br>Depreciation 6 |    |
|----|--------------------------|------------|--------------------------------|---------------------------------|------------------|---------------------|-------------------------------|----|
| 71 | Purchased in Prior Years | \$ 284,984 | \$ 37,119                      | \$ 37,119                       | \$               | Various             | \$ 230,935                    | 71 |
| 72 | Current Year Purchases   | 6,352      | 620                            | 620                             |                  | Various             | 620                           | 72 |
| 73 | Fully Depreciated Assets | 212,507    | 2,163                          | 2,163                           |                  | Various             | 212,507                       | 73 |
| 74 |                          |            |                                |                                 |                  |                     |                               | 74 |
| 75 | TOTALS                   | \$ 503,843 | \$ 39,902                      | \$ 39,902                       | \$               |                     | \$ 444,062                    | 75 |

D. Vehicle Costs. (See instructions.)\*

|    | 1<br>Use                  | Model, Make<br>and Year 2 | Year<br>Acquired 3 | 4<br>Cost | Current Book<br>Depreciation 5 | Straight Line<br>Depreciation 6 | 7<br>Adjustments | Life in<br>Years 8 | Accumulated<br>Depreciation 9 |    |
|----|---------------------------|---------------------------|--------------------|-----------|--------------------------------|---------------------------------|------------------|--------------------|-------------------------------|----|
| 76 | Residents to/from Doctors | 2013 Champion Bus         | 2014               | \$ 54,596 | \$ 13,649                      | \$ 13,649                       | \$               |                    | \$ 47,771                     | 76 |
| 77 |                           |                           |                    |           |                                |                                 |                  |                    |                               | 77 |
| 78 |                           |                           |                    |           |                                |                                 |                  |                    |                               | 78 |
| 79 |                           |                           |                    |           |                                |                                 |                  |                    |                               | 79 |
| 80 | TOTALS                    |                           |                    | \$ 54,596 | \$ 13,649                      | \$ 13,649                       | \$               |                    | \$ 47,771                     | 80 |

E. Summary of Care-Related Assets

|    |                            | 1<br>Reference   | 2<br>Amount  |      |
|----|----------------------------|--|--------------|------|
| 81 | Total Historical Cost      | (line 3, col.4 + line 70, col.4 + line 75, col.1 + line 80, col.4) + (Pages 12B thru 12I, if applicable) | \$ 7,282,063 | 81   |
| 82 | Current Book Depreciation  | (line 70, col.5 + line 75, col.2 + line 80, col.5) + (Pages 12B thru 12I, if applicable)                 | \$ 366,951   | 82   |
| 83 | Straight Line Depreciation | (line 70, col.7 + line 75, col.3 + line 80, col.6) + (Pages 12B thru 12I, if applicable)                 | \$ 366,951   | 83** |
| 84 | Adjustments                | (line 70, col.8 + line 75, col.4 + line 80, col.7) + (Pages 12B thru 12I, if applicable)                 | \$           | 84   |
| 85 | Accumulated Depreciation   | (line 70, col.9 + line 75, col.6 + line 80, col.9) + (Pages 12B thru 12I, if applicable)                 | \$ 3,011,838 | 85   |

F. Depreciable Non-Care Assets Included in General Ledger. (See instructions.)

|    | 1<br>Description & Year Acquired | 2<br>Cost | Current Book<br>Depreciation 3 | Accumulated<br>Depreciation 4 |    |
|----|----------------------------------|-----------|--------------------------------|-------------------------------|----|
| 86 | None                             | \$        | \$                             | \$                            | 86 |
| 87 |                                  |           |                                |                               | 87 |
| 88 |                                  |           |                                |                               | 88 |
| 89 |                                  |           |                                |                               | 89 |
| 90 |                                  |           |                                |                               | 90 |
| 91 | TOTALS                           | \$        | \$                             | \$                            | 91 |

G. Construction-in-Progress

|    | Description | Cost |    |
|----|-------------|------|----|
| 92 | None        | \$   | 92 |
| 93 |             |      | 93 |
| 94 |             |      | 94 |
| 95 |             | \$   | 95 |

\* Vehicles used to transport residents to & from day training must be recorded in XI-F, not XI-D.

\*\* This must agree with Schedule V line 30, column 8.

Facility Name & ID Number Stearns Nsg & Rehab Center

# 0046870

Report Period Beginning: 01/01/2017

Ending: 12/31/2017

**XII. RENTAL COSTS**

**A. Building and Fixed Equipment (See instructions.)**

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? \_\_\_\_\_

If NO, see instructions.

YES  NO

|   |                    | 1<br>Year<br>Constructed | 2<br>Number<br>of Beds | 3<br>Original<br>Lease Date | 4<br>Rental<br>Amount | 5<br>Total Years<br>of Lease | 6<br>Total Years<br>Renewal Option* |   |
|---|--------------------|--------------------------|------------------------|-----------------------------|-----------------------|------------------------------|-------------------------------------|---|
| 3 | Original Building: |                          |                        |                             | \$                    |                              |                                     | 3 |
| 4 | Additions          |                          |                        |                             |                       |                              |                                     | 4 |
| 5 |                    |                          |                        |                             |                       |                              |                                     | 5 |
| 6 |                    |                          |                        |                             |                       |                              |                                     | 6 |
| 7 | <b>TOTAL</b>       |                          |                        |                             | \$                    |                              |                                     | 7 |

10. Effective dates of current rental agreement:

Beginning \_\_\_\_\_

Ending \_\_\_\_\_

11. Rent to be paid in future years under the current rental agreement:

Fiscal Year Ending                      Annual Rent

|     |             |          |
|-----|-------------|----------|
| 12. | _____ /2018 | \$ _____ |
| 13. | _____ /2019 | \$ _____ |
| 14. | _____ /2020 | \$ _____ |

8. List separately any amortization of lease expense included on page 4, line 34.

This amount was calculated by dividing the total amount to be amortized by the length of the lease \_\_\_\_\_.

9. Option to Buy:  YES  NO Terms: \_\_\_\_\_\*

**B. Equipment-Excluding Transportation and Fixed Equipment. (See instructions.)**

15. Is Movable equipment rental included in building rental? \_\_\_\_\_

YES  NO

16. Rental Amount for movable equipment: \$ 83,540 Description: see separate schedule

(Attach a schedule detailing the breakdown of movable equipment)

**C. Vehicle Rental (See instructions.)**

|    | 1<br>Use     | 2<br>Model Year<br>and Make | 3<br>Monthly Lease<br>Payment | 4<br>Rental Expense<br>for this Period |    |
|----|--------------|-----------------------------|-------------------------------|--|----|
| 17 |              |                             | \$                            | \$                                     | 17 |
| 18 |              |                             |                               |  | 18 |
| 19 |              |                             |                               |  | 19 |
| 20 |              |                             |                               |  | 20 |
| 21 | <b>TOTAL</b> |                             | \$                            | \$                                     | 21 |

\* If there is an option to buy the building, please provide complete details on attached schedule.

\*\* This amount plus any amortization of lease expense must agree with page 4, line 34.

**XIII. EXPENSES RELATING TO CERTIFIED NURSE AIDE (CNA) TRAINING PROGRAMS (See instructions.)**

**A. TYPE OF TRAINING PROGRAM (If CNAs are trained in another facility program, attach a schedule listing the facility name, address and cost per CNA trained in that facility.)**

|  |   |  |
|--|---|--|
| <p>1. HAVE YOU TRAINED CNAs DURING THIS REPORT PERIOD? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO</p> <p>If "yes", please complete the remainder of this schedule. If "no", provide an explanation as to why this training was not necessary.</p> | <p>2. <u>CLASSROOM PORTION:</u></p> <p>IN-HOUSE PROGRAM <input type="checkbox"/></p> <p>IN OTHER FACILITY <input type="checkbox"/></p> <p>COMMUNITY COLLEGE <input type="checkbox"/></p> <p>HOURS PER CNA _____</p> | <p>3. <u>CLINICAL PORTION:</u></p> <p>IN-HOUSE PROGRAM <input type="checkbox"/></p> <p>IN OTHER FACILITY <input type="checkbox"/></p> <p>HOURS PER CNA _____</p> |
|--|---|--|

**B. EXPENSES**

**ALLOCATION OF COSTS (d)**

|    |  | Facility  |           |          |       |
|----|--|-----------|-----------|----------|-------|
|    |  | 1         | 2         | 3        | 4     |
|    |  | Drop-outs | Completed | Contract | Total |
| 1  | Community College Tuition              | \$        | \$        | \$       | \$    |
| 2  | Books and Supplies                     |           |           |          |       |
| 3  | Classroom Wages (a)                    |           |           |          |       |
| 4  | Clinical Wages (b)                     |           |           |          |       |
| 5  | In-House Trainer Wages (c)             |           |           |          |       |
| 6  | Transportation                         |           |           |          |       |
| 7  | Contractual Payments                   |           |           |          |       |
| 8  | CNA Competency Tests                   |           |           |          |       |
| 9  | <b>TOTALS</b>                          | \$        | \$        | \$       | \$    |
| 10 | <b>SUM OF line 9, col. 1 and 2 (e)</b> | \$        |           |          |       |

**C. CONTRACTUAL INCOME**

In the box below record the amount of income your facility received training CNAs from other facilities.

\$

**D. NUMBER OF CNAs TRAINED**

| COMPLETED                    |  |
|------------------------------|--|
| 1. From this facility        |  |
| 2. From other facilities (f) |  |
| DROP-OUTS                    |  |
| 1. From this facility        |  |
| 2. From other facilities (f) |  |
| <b>TOTAL TRAINED</b>         |  |

- (a) Include wages paid during the classroom portion of training. Do not include fringe benefits.
- (b) Include wages paid during the clinical portion of training. Do not include fringe benefits.
- (c) For in-house training programs only. Do not include fringe benefits.
- (d) Allocate based on if the CNA is from your facility or is being contracted to be trained in your facility. Drop-out costs can only be for costs incurred by your own CNAs.

- (e) The total amount of Drop-out and Completed Costs for your own CNAs must agree with Sch. V, line 13, col. 8.
- (f) Attach a schedule of the facility names and addresses of those facilities for which you trained CNAs.

XIV. SPECIAL SERVICES (Direct Cost) (See instructions.)

|    | Service  | Schedule V<br>Line & Column<br>Reference | Staff               |      | Outside Practitioner<br>(other than consultant) |      | Supplies<br>(Actual or<br>Allocated) | Total Units<br>(Column 2 + 4) | Total Cost<br>(Col. 3 + 5 + 6) |    |
|----|--|--|---------------------|------|---|------|--------------------------------------|-------------------------------|--------------------------------|----|
|    |  |  | Units of<br>Service | Cost | Units   | Cost |                                      |                               |                                |    |
|    |  |  |                     |      |   |      |                                      |                               |                                |    |
| 1  | Licensed Occupational Therapist  |  | hrs                 | \$   |   | \$   | \$                                   |                               | \$                             | 1  |
| 2  | Licensed Speech and Language<br>Development Therapist                          |  | hrs                 |      |   |      |                                      |                               |                                | 2  |
| 3  | Licensed Recreational Therapist  |  | hrs                 |      |   |      |                                      |                               |                                | 3  |
| 4  | Licensed Physical Therapist  |  | hrs                 |      |   |      |                                      |                               |                                | 4  |
| 5  | Physician Care   |  | visits              |      |   |      |                                      |                               |                                | 5  |
| 6  | Dental Care  |  | visits              |      |   |      |                                      |                               |                                | 6  |
| 7  | Work Related Program   |  | hrs                 |      |   |      |                                      |                               |                                | 7  |
| 8  | Habilitation   |  | hrs                 |      |   |      |                                      |                               |                                | 8  |
| 9  | Pharmacy   |  | # of<br>prescripts  |      |   |      |                                      |                               |                                | 9  |
| 10 | Psychological Services<br>(Evaluation and Diagnosis/<br>Behavior Modification) |  | hrs                 |      |   |      |                                      |                               |                                | 10 |
| 11 | Academic Education   |  | hrs                 |      |   |      |                                      |                               |                                | 11 |
| 12 | Other (specify): _____   |  |                     |      |   |      |                                      |                               |                                | 12 |
| 13 | Other (specify): _____   |  |                     |      |   |      |                                      |                               |                                | 13 |
| 14 | <b>TOTAL</b>   |  |                     | \$   |   | \$   | \$                                   |                               | \$                             | 14 |

NOTE: This schedule should include fees (other than consultant fees) paid to licensed practitioners. Consultant fees should be detailed on Schedule XVIII-B. Salaries of unlicensed practitioners, such as CNAs, who help with the above activities should not be listed on this schedule.

**XV. BALANCE SHEET - Unrestricted Operating Fund.**

As of **12/31/2017**

(last day of reporting year)

This report must be completed even if financial statements are attached.

|    |   | 1            | 2                    |    |
|----|---|--------------|----------------------|----|
|    |   | Operating    | After Consolidation* |    |
|    | <b>A. Current Assets</b>  |              |                      |    |
| 1  | Cash on Hand and in Banks   | \$ 264,909   | \$                   | 1  |
| 2  | Cash-Patient Deposits   | 13,009       |                      | 2  |
| 3  | Accounts & Short-Term Notes Receivable-Patients (less allowance ) | 789,832      |                      | 3  |
| 4  | Supply Inventory (priced at cost )                                | 9,019        |                      | 4  |
| 5  | Short-Term Investments  |              |                      | 5  |
| 6  | Prepaid Insurance   | 3,495        |                      | 6  |
| 7  | Other Prepaid Expenses  | 6,417        |                      | 7  |
| 8  | Accounts Receivable (owners or related parties)                   | 87,370       |                      | 8  |
| 9  | Other(specify): <b>Non Resident A/R (see tb)</b>                  | 6,005        |                      | 9  |
| 10 | <b>TOTAL Current Assets (sum of lines 1 thru 9)</b>               | \$ 1,180,056 | \$                   | 10 |
|    | <b>B. Long-Term Assets</b>  |              |                      |    |
| 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                        | 151,515      |                      | 15 |
| 16 | Equipment, at Historical Cost                                     | 130,823      |                      | 16 |
| 17 | Accumulated Depreciation (book methods)                           | (162,192)    |                      | 17 |
| 18 | Deferred Charges  |              |                      | 18 |
| 19 | Organization & Pre-Operating Costs                                |              |                      | 19 |
| 20 | Accumulated Amortization - Organization & Pre-Operating Costs     |              |                      | 20 |
| 21 | Restricted Funds  | (654)        |                      | 21 |
| 22 | Other Long-Term Assets (spe <b>Deposits Long Term</b> )           | 2,611        |                      | 22 |
| 23 | Other(specify):   |              |                      | 23 |
| 24 | <b>TOTAL Long-Term Assets (sum of lines 11 thru 23)</b>           | \$ 122,103   | \$                   | 24 |
| 25 | <b>TOTAL ASSETS (sum of lines 10 and 24)</b>                      | \$ 1,302,159 | \$                   | 25 |

|    |  | 1            | 2                    |    |
|----|--|--------------|----------------------|----|
|    |  | Operating    | After Consolidation* |    |
|    | <b>C. Current Liabilities</b>                                |              |                      |    |
| 26 | Accounts Payable   | \$ 145,844   | \$                   | 26 |
| 27 | Officer's Accounts Payable                                   |              |                      | 27 |
| 28 | Accounts Payable-Patient Deposits                            | 14,019       |                      | 28 |
| 29 | Short-Term Notes Payable                                     |              |                      | 29 |
| 30 | Accrued Salaries Payable                                     | 280,624      |                      | 30 |
| 31 | Accrued Taxes Payable (excluding real estate taxes)          | 42,119       |                      | 31 |
| 32 | Accrued Real Estate Taxes(Sch.IX-B)                          | (11,879)     |                      | 32 |
| 33 | Accrued Interest Payable                                     |              |                      | 33 |
| 34 | Deferred Compensation  |              |                      | 34 |
| 35 | Federal and State Income Taxes                               |              |                      | 35 |
|    | <b>Other Current Liabilities(specify):</b>                   |              |                      |    |
| 36 | <b>Employee Benefits Payable</b>                             | 98,985       |                      | 36 |
| 37 | <b>Accrued Expenses</b>                                      | 231,025      |                      | 37 |
| 38 | <b>TOTAL Current Liabilities (sum of lines 26 thru 37)</b>   | \$ 800,737   | \$                   | 38 |
|    | <b>D. Long-Term Liabilities</b>                              |              |                      |    |
| 39 | Long-Term Notes Payable                                      |              |                      | 39 |
| 40 | Mortgage Payable   |              |                      | 40 |
| 41 | Bonds Payable  |              |                      | 41 |
| 42 | Deferred Compensation  |              |                      | 42 |
|    | <b>Other Long-Term Liabilities(specify):</b>                 |              |                      |    |
| 43 |  |              |                      | 43 |
| 44 |  |              |                      | 44 |
| 45 | <b>TOTAL Long-Term Liabilities (sum of lines 39 thru 44)</b> | \$           | \$                   | 45 |
| 46 | <b>TOTAL LIABILITIES (sum of lines 38 and 45)</b>            | \$ 800,737   | \$                   | 46 |
| 47 | <b>TOTAL EQUITY(page 18, line 24)</b>                        | \$ 501,422   | \$                   | 47 |
| 48 | <b>TOTAL LIABILITIES AND EQUITY (sum of lines 46 and 47)</b> | \$ 1,302,159 | \$                   | 48 |

\*(See instructions.)

**XVI. STATEMENT OF CHANGES IN EQUITY**

|           |   | 1<br>Total          |             |
|-----------|---|---------------------|-------------|
| <b>1</b>  | <b>Balance at Beginning of Year, as Previously Reported</b>         | \$ <b>1,250,739</b> | <b>1</b>    |
| <b>2</b>  | Restatements (describe):  |                     | <b>2</b>    |
| <b>3</b>  |   |                     | <b>3</b>    |
| <b>4</b>  |   |                     | <b>4</b>    |
| <b>5</b>  |   |                     | <b>5</b>    |
| <b>6</b>  | <b>Balance at Beginning of Year, as Restated (sum of lines 1-5)</b> | \$ <b>1,250,739</b> | <b>6</b>    |
|           | <b>A. Additions (deductions):</b>                                   |                     |             |
| <b>7</b>  | NET Income (Loss) (from page 19, line 43)                           | (215,317)           | <b>7</b>    |
| <b>8</b>  | Aquisitions of Pooled Companies                                     |                     | <b>8</b>    |
| <b>9</b>  | Proceeds from Sale of Stock   |                     | <b>9</b>    |
| <b>10</b> | Stock Options Exercised   |                     | <b>10</b>   |
| <b>11</b> | Contributions and Grants  |                     | <b>11</b>   |
| <b>12</b> | Expenditures for Specific Purposes                                  |                     | <b>12</b>   |
| <b>13</b> | Dividends Paid or Other Distributions to Owners                     | (534,000)           | <b>13</b>   |
| <b>14</b> | Donated Property, Plant, and Equipment                              |                     | <b>14</b>   |
| <b>15</b> | Other (describe)  |                     | <b>15</b>   |
| <b>16</b> | Other (describe)  |                     | <b>16</b>   |
| <b>17</b> | <b>TOTAL Additions (deductions) (sum of lines 7-16)</b>             | \$ <b>(749,317)</b> | <b>17</b>   |
|           | <b>B. Transfers (Itemize):</b>                                      |                     |             |
| <b>18</b> |   |                     | <b>18</b>   |
| <b>19</b> |   |                     | <b>19</b>   |
| <b>20</b> |   |                     | <b>20</b>   |
| <b>21</b> |   |                     | <b>21</b>   |
| <b>22</b> |   |                     | <b>22</b>   |
| <b>23</b> | <b>TOTAL Transfers (sum of lines 18-22)</b>                         | \$                  | <b>23</b>   |
| <b>24</b> | <b>BALANCE AT END OF YEAR (sum of lines 6 + 17 + 23)</b>            | \$ <b>501,422</b>   | <b>24</b> * |

\* This must agree with page 17, line 47.

Facility Name &amp; ID Number Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning: 01/01/2017

Ending: 12/31/2017

**XVII. INCOME STATEMENT (attach any explanatory footnotes necessary to reconcile this schedule to Schedules V and VI.) All required**

classifications of revenue and expense must be provided on this form, even if financial statements are attached.

**Note: This schedule should show gross revenue and expenses. Do not net revenue against expense**

|  |   | 1            |     |
|--|---|--------------|-----|
| I. Revenue                             |   | Amount       |     |
| <b>A. Inpatient Care</b>               |   |              |     |
| 1                                      | Gross Revenue -- All Levels of Care                       | \$ 5,932,241 | 1   |
| 2                                      | Discounts and Allowances for all Levels                   | 491,745      | 2   |
| 3                                      | <b>SUBTOTAL Inpatient Care (line 1 minus line 2)</b>      | \$ 6,423,986 | 3   |
| <b>B. Ancillary Revenue</b>            |   |              |     |
| 4                                      | Day Care  |              | 4   |
| 5                                      | Other Care for Outpatients                                |              | 5   |
| 6                                      | Therapy   | 394,239      | 6   |
| 7                                      | Oxygen  |              | 7   |
| 8                                      | <b>SUBTOTAL Ancillary Revenue (lines 4 thru 7)</b>        | \$ 394,239   | 8   |
| <b>C. Other Operating Revenue</b>      |   |              |     |
| 9                                      | Payments for Education                                    |              | 9   |
| 10                                     | Other Government Grants                                   |              | 10  |
| 11                                     | CNA Training Reimbursements                               |              | 11  |
| 12                                     | Gift and Coffee Shop                                      |              | 12  |
| 13                                     | Barber and Beauty Care                                    |              | 13  |
| 14                                     | Non-Patient Meals   | 182          | 14  |
| 15                                     | Telephone, Television and Radio                           |              | 15  |
| 16                                     | Rental of Facility Space                                  |              | 16  |
| 17                                     | Sale of Drugs   | 423          | 17  |
| 18                                     | Sale of Supplies to Non-Patients                          |              | 18  |
| 19                                     | Laboratory  | 19           | 19  |
| 20                                     | Radiology and X-Ray                                       |              | 20  |
| 21                                     | Other Medical Services                                    | 1,515        | 21  |
| 22                                     | Laundry   |              | 22  |
| 23                                     | <b>SUBTOTAL Other Operating Revenue (lines 9 thru 22)</b> | \$ 2,139     | 23  |
| <b>D. Non-Operating Revenue</b>        |   |              |     |
| 24                                     | Contributions   |              | 24  |
| 25                                     | Interest and Other Investment Income***                   | 477          | 25  |
| 26                                     | <b>SUBTOTAL Non-Operating Revenue (lines 24 and 25)</b>   | \$ 477       | 26  |
| <b>E. Other Revenue (specify):****</b> |   |              |     |
| 27                                     | <b>Settlement Income (Insurance, Legal, Etc.)</b>         |              | 27  |
| 28                                     | <b>Prior Year Net Revenue</b>                             | 2,434        | 28  |
| 28a                                    | <b>Purchase Discounts &amp; Misc Revenue</b>              | 20,844       | 28a |
| 29                                     | <b>SUBTOTAL Other Revenue (lines 27, 28 and 28a)</b>      | \$ 23,278    | 29  |
| 30                                     | <b>TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29)</b>   | \$ 6,844,119 | 30  |

|                                     |  | 2            |    |
|-------------------------------------|--|--------------|----|
| II. Expenses                        |  | Amount       |    |
| <b>A. Operating Expenses</b>        |  |              |    |
| 31                                  | General Services   | 1,164,119    | 31 |
| 32                                  | Health Care  | 3,239,578    | 32 |
| 33                                  | General Administration   | 1,632,392    | 33 |
| <b>B. Capital Expense</b>           |  |              |    |
| 34                                  | Ownership  | 492,989      | 34 |
| <b>C. Ancillary Expense</b>         |  |              |    |
| 35                                  | Special Cost Centers   | 269,149      | 35 |
| 36                                  | Provider Participation Fee                                     | 261,209      | 36 |
| <b>D. Other Expenses (specify):</b> |  |              |    |
| 37                                  |  |              | 37 |
| 38                                  |  |              | 38 |
| 39                                  |  |              | 39 |
| 40                                  | <b>TOTAL EXPENSES (sum of lines 31 thru 39)*</b>               | \$ 7,059,436 | 40 |
| 41                                  | <b>Income before Income Taxes (line 30 minus line 40)**</b>    | (215,317)    | 41 |
| 42                                  | <b>Income Taxes</b>  |              | 42 |
| 43                                  | <b>NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42)</b> | \$ (215,317) | 43 |

| III. Net Inpatient Revenue detailed by Payer Source |   |              |    |
|---|---|--------------|----|
| 44  | Medicaid - Net Inpatient Revenue                                      | \$ 3,357,374 | 44 |
| 45  | Private Pay - Net Inpatient Revenue                                   | 887,320      | 45 |
| 46  | Medicare - Net Inpatient Revenue                                      | 1,600,263    | 46 |
| 47  | Other-(specify) <b>Hospice</b>  | 359,325      | 47 |
| 48  | Other-(specify) <b>Medicare HMO</b>                                   | 219,704      | 48 |
| 49  | <b>TOTAL Inpatient Care Revenue (This total must agree to Line 3)</b> | \$ 6,423,986 | 49 |

\* This must agree with page 4, line 45, column 4.

\*\* Does this agree with taxable income (loss) per Federal Income Tax Return? [see Pg 19 note](#) If not, please attach a reconciliation.

\*\*\* See the instructions. If this total amount has not been offset against interest expense on Schedule V, line 32, please include a detailed explanation.

\*\*\*\*Provide a detailed breakdown of "Other Revenue" on an attached sheet.

Facility Name & ID Number **Stearns Nsg & Rehab Center**

# **0046870**

Report Period Beginning: **01/01/2017**

Ending:

**12/31/2017**

**XVIII. A. STAFFING AND SALARY COSTS (Please report each line separately.)**

(This schedule must cover the entire reporting period.)

|    | 1                                    | 2**                        | 3                                      | 4                   |          |    |
|----|--------------------------------------|----------------------------|--|---------------------|----------|----|
|    | # of Hrs. Actually Worked            | # of Hrs. Paid and Accrued | Reporting Period Total Salaries, Wages | Average Hourly Wage |          |    |
| 1  | Director of Nursing                  | 2,160                      | 2,328                                  | \$ 91,523           | \$ 39.31 | 1  |
| 2  | Assistant Director of Nursing        |                            |  |                     |          | 2  |
| 3  | Registered Nurses                    | 9,277                      | 10,246                                 | 315,646             | 30.81    | 3  |
| 4  | Licensed Practical Nurses            | 32,655                     | 35,075                                 | 842,550             | 24.02    | 4  |
| 5  | CNAs & Orderlies                     | 78,186                     | 82,103                                 | 966,620             | 11.77    | 5  |
| 6  | CNA Trainees                         |                            |  |                     |          | 6  |
| 7  | Licensed Therapist                   |                            |  |                     |          | 7  |
| 8  | Rehab/Therapy Aides                  |                            |  |                     |          | 8  |
| 9  | Activity Director                    | 1,701                      | 1,842                                  | 25,508              | 13.85    | 9  |
| 10 | Activity Assistants                  | 4,948                      | 5,329                                  | 52,104              | 9.78     | 10 |
| 11 | Social Service Workers               | 2,793                      | 3,142                                  | 63,588              | 20.24    | 11 |
| 12 | Dietician                            | 1,944                      | 2,072                                  | 63,163              | 30.48    | 12 |
| 13 | Food Service Supervisor              | 2,803                      | 3,022                                  | 60,282              | 19.95    | 13 |
| 14 | Head Cook                            |                            |  |                     |          | 14 |
| 15 | Cook Helpers/Assistants              | 5,950                      | 6,311                                  | 62,004              | 9.82     | 15 |
| 16 | Dishwashers                          | 9,270                      | 9,809                                  | 97,337              | 9.92     | 16 |
| 17 | Maintenance Workers                  | 3,490                      | 3,721                                  | 56,284              | 15.13    | 17 |
| 18 | Housekeepers                         | 14,438                     | 15,443                                 | 159,227             | 10.31    | 18 |
| 19 | Laundry                              | 3,916                      | 4,217                                  | 45,911              | 10.89    | 19 |
| 20 | Administrator                        | 1,944                      | 2,120                                  | 110,675             | 52.21    | 20 |
| 21 | Assistant Administrator              |                            |  |                     |          | 21 |
| 22 | Other Administrative                 | 6,907                      | 7,213                                  | 135,653             | 18.81    | 22 |
| 23 | Office Manager                       | 1,721                      | 2,026                                  | 45,985              | 22.70    | 23 |
| 24 | Clerical                             | 1,743                      | 1,877                                  | 29,935              | 15.95    | 24 |
| 25 | Vocational Instruction               |                            |  |                     |          | 25 |
| 26 | Academic Instruction                 |                            |  |                     |          | 26 |
| 27 | Medical Director                     |                            |  |                     |          | 27 |
| 28 | Qualified MR Prof. (QMRP)            |                            |  |                     |          | 28 |
| 29 | Resident Services Coordinator        |                            |  |                     |          | 29 |
| 30 | Habilitation Aides (DD Homes)        |                            |  |                     |          | 30 |
| 31 | Medical Records                      | 1,946                      | 2,146                                  | 32,221              | 15.01    | 31 |
| 32 | Other Health Care(specify)           |                            |  |                     |          | 32 |
| 33 | Other(specify) <u>Central Supply</u> | 475                        | 582                                    | 5,182               | 8.90     | 33 |
| 34 | TOTAL (lines 1 - 33)                 | 188,267                    | 200,624                                | \$ 3,261,398 *      | \$ 16.26 | 34 |

\* This total must agree with page 4, column 1, line 45.

\*\* See instructions.

**B. CONSULTANT SERVICES**

|    | 1                               | 2  | 3                                  |      |    |
|----|---------------------------------|--|------------------------------------|------|----|
|    | Number of Hrs. Paid & Accrued   | Total Consultant Cost for Reporting Period | Schedule V Line & Column Reference |      |    |
| 35 | Dietary Consultant              | 25   | \$ 1,335                           | 1-3  | 35 |
| 36 | Medical Director                | 192  | 20,400                             | 9-3  | 36 |
| 37 | Medical Records Consultant      | 48   | 3,300                              | 10-3 | 37 |
| 38 | Nurse Consultant                |  |                                    |      | 38 |
| 39 | Pharmacist Consultant           | 209  | 23,544                             | 10-3 | 39 |
| 40 | Physical Therapy Consultant     |  |                                    |      | 40 |
| 41 | Occupational Therapy Consultant |  |                                    |      | 41 |
| 42 | Respiratory Therapy Consultant  |  |                                    |      | 42 |
| 43 | Speech Therapy Consultant       |  |                                    |      | 43 |
| 44 | Activity Consultant             | 46   | 3,032                              | 11-3 | 44 |
| 45 | Social Service Consultant       | 46   | 3,032                              | 12-3 | 45 |
| 46 | Other(specify)                  |  |                                    |      | 46 |
| 47 |                                 |  |                                    |      | 47 |
| 48 |                                 |  |                                    |      | 48 |
| 49 | TOTAL (lines 35 - 48)           | 567  | \$ 54,643                          |      | 49 |

**C. CONTRACT NURSES**

|    | 1                                | 2                    | 3                                  |  |    |
|----|----------------------------------|----------------------|------------------------------------|--|----|
|    | Number of Hrs. Paid & Accrued    | Total Contract Wages | Schedule V Line & Column Reference |  |    |
| 50 | Registered Nurses                |                      | \$                                 |  | 50 |
| 51 | Licensed Practical Nurses        |                      |                                    |  | 51 |
| 52 | Certified Nurse Assistants/Aides |                      |                                    |  | 52 |
| 53 | TOTAL (lines 50 - 52)            |                      | \$                                 |  | 53 |



Facility Name &amp; ID Number Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning: 01/01/2017

Ending: 12/31/2017

**XX. GENERAL INFORMATION:**

- (1) Are nursing employees (RN,LPN,NA) represented by a union? No
- (2) Are there any dues to nursing home associations included on the cost report? Yes  
If YES, give association name and amount. IHCA \$4,780 net of non-allowables
- (3) Did the nursing home make political contributions or payments to a political action organization? Yes If YES, have these costs been properly adjusted out of the cost report? Yes
- (4) Does the bed capacity of the building differ from the number of beds licensed at the end of the fiscal year? No If YES, what is the capacity? N/A
- (5) Have you properly capitalized all major repairs and equipment purchases? Yes  
What was the average life used for new equipment added during this period? 10
- (6) Indicate the total amount of both disposable and non-disposable diaper expense and the location of this expense on Sch. V. \$ 32,412 Line 10-2
- (7) Have all costs reported on this form been determined using accounting procedures consistent with prior reports? Yes If NO, attach a complete explanation.
- (8) Are you presently operating under a sale and leaseback arrangement? No  
If YES, give effective date of lease. N/A
- (9) Are you presently operating under a sublease agreement? YES X NO
- (10) Was this home previously operated by a related party (as is defined in the instructions for Schedule VII)? YES NO X If YES, please indicate name of the facility, IDPH license number of this related party and the date the present owners took over. N/A
- (11) Indicate the amount of the Provider Participation Fees paid and accrued to the Department during this cost report period. \$ 261,209  
This amount is to be recorded on line 42 of Schedule V.
- (12) Are there any salary costs which have been allocated to more than one line on Schedule V for an individual employee? No If YES, attach an explanation of the allocation.
- (13) Have costs for all supplies and services which are of the type that can be billed to the Department, in addition to the daily rate, been properly classified in the Ancillary Section of Schedule V? Yes
- (14) Is a portion of the building used for any function other than long term care services for the patient census listed on page 2, Section B? No For example, is a portion of the building used for rental, a pharmacy, day care, etc.) If YES, attach a schedule which explains how all related costs were allocated to these functions.
- (15) Indicate the cost of employee meals that has been reclassified to employee benefits on Schedule V. \$ None Has any meal income been offset against related costs? Yes Indicate the amount. \$ 182
- (16) Travel and Transportation  
a. Are there costs included for out-of-state travel? No  
If YES, attach a complete explanation.  
b. Do you have a separate contract with the Department to provide medical transportation for residents? No If YES, please indicate the amount of income earned from such a program during this reporting period. \$ N/A  
c. What percent of all travel expense relates to transportation of nurses and patients? N/A  
d. Have vehicle usage logs been maintained? Yes  
e. Are all vehicles stored at the nursing home during the night and all other times when not in use? Yes  
f. Has the cost for commuting or other personal use of autos been adjusted out of the cost report? No Personal Use  
g. Does the facility transport residents to and from day training? No  
Indicate the amount of income earned from providing such transportation during this reporting period. \$ N/A
- (17) Has an audit been performed by an independent certified public accounting firm? No  
Firm Name: N/A
- (18) Have all costs which do not relate to the provision of long term care been adjusted out of Schedule V? Yes
- (19) Has a schedule for the legal fees reported on the cost report been provided by the facility? See page 39 of the instructions for details. Yes  
Attach invoices and a summary of services for all architect and appraisal fees

Facility Name &amp; ID Number Stearns Nsg &amp; Rehab Center

# 0046870

Report Period Beginning:

01/01/2017 Ending: 12/31/2017

**XI. OWNERSHIP COSTS (continued)****B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.**

| 1  | 2   | 3                | 4          | 5                         | 6             | 7                          | 8           | 9                        |    |
|----|---|------------------|------------|---------------------------|---------------|----------------------------|-------------|--------------------------|----|
|    | Improvement Type**  | Year Constructed | Cost       | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |    |
| 37 | Improvements Made by Healthcare REIT (covered by rent at outset |                  | \$         | \$                        |               | \$                         | \$          | \$                       | 37 |
| 38 | of Change of Ownership):  |                  |            |                           |               |                            |             |                          | 38 |
| 39 |   |                  |            |                           |               |                            |             |                          | 39 |
| 40 | Cove Base   | 2006             | 16,775     | 1,398                     | 12            | 1,398                      |             | 14,678                   | 40 |
| 41 | Sprinkler System Cost @ 6/30/06                                 | 2006             | 120,650    | 10,450                    | 12            | 10,450                     |             | 104,975                  | 41 |
| 42 | Sprinkler System Addl Cost Post 6/30/06                         | 2006             | 4,750      |                           |               |                            |             | 4,750                    | 42 |
| 43 | Painting of Facility Cost @ 6/30/06                             | 2006             | 117,665    |                           | 5             |                            |             | 117,665                  | 43 |
| 44 | Painting of Facility Addl Cost Post 6/30/06                     | 2006             |            |                           |               |                            |             |                          | 44 |
| 45 | Exterior Siding Cost @ 6/30/06                                  | 2006             | 54,360     | 3,993                     | 12            | 3,993                      |             | 48,370                   | 45 |
| 46 | Exterior Siding Addl Cost Post 6/30/06                          | 2006             | (6,440)    |                           |               |                            |             | (6,440)                  | 46 |
| 47 | Handrails and Chairrails  | 2006             | 12,705     | 1,059                     | 12            | 1,059                      |             | 11,117                   | 47 |
| 48 | Ducts & Fire Dampers for Fire Alarm System                      | 2006             | 1,445      | 72                        | 10            | 72                         |             | 1,445                    | 48 |
| 49 | A/C Units (10)  | 2006             | 9,284      |                           | 5             |                            |             | 9,284                    | 49 |
| 50 | Carpeting   | 2006             | 3,894      |                           | 5             |                            |             | 3,894                    | 50 |
| 51 | Grease Trap   | 2005             | 8,421      | 648                       | 13            | 648                        |             | 7,450                    | 51 |
| 52 | Air Conditioning Units (6)                                      | 2005             | 3,818      |                           | 5             |                            |             | 3,818                    | 52 |
| 53 | Air Conditioning Units (5)                                      | 2005             | 2,600      | 200                       | 13            | 200                        |             | 2,300                    | 53 |
| 54 | Doors (2) Beauty Shop, Office                                   | 2005             | 2,044      | 157                       | 13            | 157                        |             | 1,808                    | 54 |
| 55 | Doors (2)   | 2005             | 3,997      | 307                       | 13            | 307                        |             | 3,536                    | 55 |
| 56 | Replacement Windows   | 2005             | 6,555      |                           | 10            |                            |             | 6,554                    | 56 |
| 57 | Sprinkler System  | 2005             | 56,150     | 4,319                     | 13            | 4,319                      |             | 49,672                   | 57 |
| 58 | Fire Alarm System   | 2005             | 22,294     |                           | 10            |                            |             | 22,294                   | 58 |
| 59 | Closet Doors  | 2005             | 2,400      | 185                       | 13            | 185                        |             | 2,123                    | 59 |
| 60 | Smoke Damper  | 2005             | 700        |                           | 10            |                            |             | 700                      | 60 |
| 61 |   |                  |            |                           |               |                            |             |                          | 61 |
| 62 | Replacement Doors   | 2005             | 1,697      | 131                       | 13            | 131                        |             | 1,501                    | 62 |
| 63 | Replacement Doors   | 2005             | 2,186      | 168                       | 13            | 168                        |             | 1,933                    | 63 |
| 64 | Compressor for Walk-in Freezer                                  | 2005             | 1,525      |                           | 10            |                            |             | 1,525                    | 64 |
| 65 | Air Conditioning Units (strip) (23)                             | 2005             | 22,573     |                           | 5             |                            |             | 22,573                   | 65 |
| 66 | Doors   | 2005             | 3,092      | 238                       | 13            | 238                        |             | 2,735                    | 66 |
| 67 |   |                  |            |                           |               |                            |             |                          | 67 |
| 68 | Fire Damper   | 2005             | 1,420      | 109                       | 13            | 109                        |             | 1,256                    | 68 |
| 69 |   |                  |            |                           |               |                            |             |                          | 69 |
| 70 | <b>TOTAL (lines 4 thru 69)</b>                                  |                  | \$ 476,560 | \$ 23,434                 |               | \$ 23,434                  | \$          | \$ 441,516               | 70 |

\*\*Improvement type must be detailed in order for the cost report to be considered complete.

**XI. OWNERSHIP COSTS (continued)**

**B. Building and Improvement Costs-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar.**

| 1  | 2   | 3                | 4              | 5                         | 6             | 7                          | 8           | 9                        |    |
|----|---|------------------|----------------|---------------------------|---------------|----------------------------|-------------|--------------------------|----|
|    | Improvement Type**  | Year Constructed | Cost           | Current Book Depreciation | Life in Years | Straight Line Depreciation | Adjustments | Accumulated Depreciation |    |
| 37 | Improvements Made by Healthcare REIT (covered by rent at outset |                  | \$             | \$                        |               | \$                         | \$          | \$                       | 37 |
| 38 | of Change of Ownership):  |                  |                |                           |               |                            |             |                          | 38 |
| 39 | <b>Totals from Page 23 REIT, Carried Forward</b>                |                  | <b>476,560</b> | <b>23,434</b>             |               | <b>23,434</b>              |             | <b>441,516</b>           | 39 |
| 40 | Air Conditioning Units (2) - 4 ton & 5 ton                      | 2005             | 11,617         |                           | 5             |                            |             | 11,617                   | 40 |
| 41 | Pave Walkway, Roadway, Turnaround                               | 2005             | 5,150          |                           | 8             |                            |             | 5,150                    | 41 |
| 42 | Exterior Siding   | 2006             | 6,440          | 322                       | 10            | 322                        |             | 6,440                    | 42 |
| 43 |   |                  |                |                           |               |                            |             |                          | 43 |
| 44 | 5-ton Rooftop A/C Unit  | 2006             | 7,500          | 375                       | 12            | 375                        |             | 7,500                    | 44 |
| 45 |   |                  |                |                           |               |                            |             |                          | 45 |
| 46 |   |                  |                |                           |               |                            |             |                          | 46 |
| 47 |   |                  |                |                           |               |                            |             |                          | 47 |
| 48 |   |                  |                |                           |               |                            |             |                          | 48 |
| 49 |   |                  |                |                           |               |                            |             |                          | 49 |
| 50 |   |                  |                |                           |               |                            |             |                          | 50 |
| 51 |   |                  |                |                           |               |                            |             |                          | 51 |
| 52 |   |                  |                |                           |               |                            |             |                          | 52 |
| 53 |   |                  |                |                           |               |                            |             |                          | 53 |
| 54 |   |                  |                |                           |               |                            |             |                          | 54 |
| 55 |   |                  |                |                           |               |                            |             |                          | 55 |
| 56 |   |                  |                |                           |               |                            |             |                          | 56 |
| 57 |   |                  |                |                           |               |                            |             |                          | 57 |
| 58 |   |                  |                |                           |               |                            |             |                          | 58 |
| 59 |   |                  |                |                           |               |                            |             |                          | 59 |
| 60 |   |                  |                |                           |               |                            |             |                          | 60 |
| 61 |   |                  |                |                           |               |                            |             |                          | 61 |
| 62 |   |                  |                |                           |               |                            |             |                          | 62 |
| 63 |   |                  |                |                           |               |                            |             |                          | 63 |
| 64 |   |                  |                |                           |               |                            |             |                          | 64 |
| 65 |   |                  |                |                           |               |                            |             |                          | 65 |
| 66 |   |                  |                |                           |               |                            |             |                          | 66 |
| 67 |   |                  |                |                           |               |                            |             |                          | 67 |
| 68 |   |                  |                |                           |               |                            |             |                          | 68 |
| 69 |   |                  |                |                           |               |                            |             |                          | 69 |
| 70 | <b>TOTAL (lines 4 thru 69)</b>                                  |                  | \$ 507,267     | \$ 24,131                 |               | \$ 24,131                  | \$          | \$ 472,223               | 70 |

\*\*Improvement type must be detailed in order for the cost report to be considered complete.

**Facility Name & ID Number**      **Stearns Nsg & Rehab Center**      **0046870**

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**Report Period Beginning:**      01/01/2017      **Ending:**      12/31/2017

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XVII.      INCOME STATEMENT

Page 19 Note

Line 41 Income before Income Taxes      (215,317) \*\*

Does this agree with taxable income(loss) per Federal Income Tax Return?

\*\* The Tax Return has been extended with a due date after the cost report filing date. It is expected that the cost report income and tax return income will agree.