

**Board of Directors
Champaign County Nursing Home
Urbana, Illinois
June 14, 2010**

Directors Present: Anderson, Hambrick, Nudo, Hirsbrunner, Lansford

Directors Absent/Excused: O'Shaughnessey, Czajkowski

Also Present: Busey, Scavotto, K. Noffke

1. Call to Order

The meeting was called to order at 6:00pm by Acting Chair Hirsbrunner

2. Roll Call

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

3. Agenda & Addendum

On motion by Lansford (second Anderson) the agenda was approved (unanimous).

4. Approval of Minutes

On motion by Anderson (second Nudo), the Board approved the minutes of May 6, 2010.

5. Public Participation

There was no public participation..

6. Old Business

There was no old business.

7. New Business

a. Revised Meeting Calendar

On motion by Lansford (second Nudo) the revised meeting calendar was accepted.

b. Budget Timetable for Fiscal 2011

The budget timetable was accepted as presented with discussion of assumptions set for the July meeting.

c. IDPH Report

Noffke updated the Board on the status of the recent rash of IDPH complaints. CCNH's appeal via Informal Dispute Resolution was successful. As a result, IDPH has recommended to CMS that Denial of Payment for the Medicare and Medicare programs end effective April 3, 2010. The fines and penalties still need to be resolved.

There is no guarantee that CMS will accept the recommendation of IDPH. As a result, the final resolution with CMS may remain unknown for another two weeks. It is important to note that the fines and penalties levied by IDPH and by CMS will need separate resolution. Should IDPH accept the IDPH recommendation, then complaints 1, 2, and 3 are resolved. (*Legal counsel clarified on June 15 that there should not be a re-visit on complaint 3.*) Complaint 4 had no findings and was dismissed. Complaint 5, 6, and 7 are in the process of investigation but not appear to represent a scope and severity that would result in immediate jeopardy findings.

b. Management Report

Scavotto reviewed the financial affairs through April. As a result of CCNH's successful IDPH appeal, it is likely that April's statements will need revision. Specifically, \$94k will be added back to net revenues meaning that net income for April should reflect a loss of \$(49,408) rather than \$(143,408). Year-to-date, the loss should be \$(9,556) rather than \$(103,556). A word of caution: nothing is official until CMS issues its findings.

Any mitigation of fines & penalties is likely to be reflected on the May statements.

Census for May continues to reflect positive developments. ADC for May was 206, consisting of 31 Medicare A, 98.2 Medicaid, and 76.8 Pvt Pay. Conversions from Pvt Pay to Medicaid numbered 399 days and should represent a revenue loss of approximately \$24k on conversion from Pvt Pay to Medicaid status. (Assuming a difference of \$60 between the average Private and Medicaid rate, which was the spread for April?) The number of conversions is significantly less than April's amount, but still higher than CCNH's historical pattern.

May's census figures represent an improvement from the fiscal year-to-date payer mix. In particular, May's Medicare census represents 15 percent of total days versus 10.6 percent YTD; Medicaid came in at 47.6% for May versus 51.7 percent YTD.

Based on census alone, management is optimistic about May's results. Current census is at 209.

Progress on objectives is behind expectations, largely due to the IDPH issues.

8. Other Business

There was no Other Business

9. Next Meeting Date

Monday July 12, 2010, 6 pm.

10. Adjournment

Chair Hirsbrunner declared meeting adjourned at approximately 6:35 pm.

Respectfully submitted

Michael A. Scavotto
Recording Secretary