

**Board of Directors
Champaign County Nursing Home
Urbana, Illinois
February 14, 2011**

Directors Present: Nudo, Palinkas, Hirsbrunner, O'Shaughnessey, Hambrick, Anderson, Czajkowski

Directors Excused: None

Also Present: Busey, Scavotto, Buffenbarger

1. Call to Order

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

2. Roll Call

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

3. Agenda & Addendum

On motion by Anderson (second Palinkas) the agenda was approved as submitted (unanimous).

4. Approval of Minutes

The January minutes were corrected to read January 10 rather than the 11th. On motion by Hambrick (second Palinkas) the Board approved the minutes of January 10, 2010.

5. Public Participation

There was no public participation.

6. Old Business

None

7. New Business

a. IDPH Update

Buffenbarger brought the Board up to date on the status of the recent Life Safety survey. There were 12 deficiencies cited. The nature of the deficiencies was explained including the Scope & Severity, some of which were at the E and F level. The deficiencies have

been corrected without cost and a Plan of Correction has been submitted. Management expects that this Life Safety survey will be resolved without a re-visit.

c. Management Report

Scavotto reviewed the operating results for December, which posted a gain of \$17k. January's average daily census was 198.8 with a mix of 51 percent Medicaid, 10 percent Medicare, and 30 percent Private Pay. The preliminary revenue estimate for January is \$1.3 million with payables closing tomorrow. Payables have been reduced to approximately 60 days.

Scavotto followed up on several public policy matters that will have an impact on CCNH in the year ahead:

1. Bed Tax

Life Services Network continues to oppose the bed tax and has announced plans to take up the issue at the Federal level. There is no indication that the Feds will approve the bed tax, so this policy initiative remains ambiguous.

2. Deficit Reduction Act

Hearings on the rules proposed by State HFS have been set by the Joint Committee on Administrative Rules (JCAR). There has been considerable industry opposition to the rules as proposed. All industry observers will be watching the HFS submittals as it is possible for HFS to revise the proposed rules before submitting to JCAR. The proposed DRA rules are worrisome, particularly in terms of potential interrupted cash payments to all Medicaid providers.

d. Objectives

Scavotto reviewed the organizational objectives proposed for CCNH and the general direction that they represent. There was extended discussion about the nature of the objectives; in particular, the Board concentrated on measurability, on prioritizing, and on stretching the organization, particularly in the area of quality and survey results.

The Board agreed with the general direction represented by the objectives. Scavotto will develop more detailed plans to include scheduled implementation and priorities. Writing an objective for a deficiency-free performance in specific targeted areas like F323 (Accidents & Supervision) will be part of this effort.

8. Other Business

Chair O'Shaughnessey announced that, since the management contract with MPA expires at the end of June, she will commission a review of MPA's performance under the management

contract.

9. Next Meeting Date

Monday March 14, 2011, 6 pm.

10. Adjournment

Chair O'Shaughnessey declared meeting adjourned at 7:25 pm.

Respectfully submitted

Michael A. Scavotto
Recording Secretary