

**Board of Directors
Champaign County Nursing Home
Urbana, Illinois
May 9, 2011**

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

Directors Excused: None

Also Present: Scavotto, Buffenbarger

1. Call to Order

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

2. Roll Call

O'Shaughnessey called the roll of Directors. A quorum was established.

3. Agenda & Addendum

On motion by Hambrick (second Palinkas) the agenda and addendum were approved as submitted (unanimous).

4. Approval of Minutes

The open session minutes of April 11, 2011 were approved as submitted (motion Nudo, second Palinkas, unanimous).

The closed session minutes of April 11, 2011 were approved as submitted (motion Hambrick, second Palinkas, unanimous).

5. Public Participation

Marilyn Lindholm brought several issues to the attention of the Board:

- a. To assist residents with low vision, a visual stripe could be placed around the front walkway
- b. Neighborhoods would benefit from additional identification by placing large numbers at hand-rail height
- c. Discrepancies between sidewalks and roadways could be better navigated with ramps

- d. Families should be informed of the facility’s crisis procedures so families know what the facility will do in an emergency; written directives for what the facility will do and for what the family should do would be beneficial
- e. The “who to call” sheet should be separate from other forms so that it can be retained and used by families for reference.

Chair O’Shaughnessey thanked Ms. Lindholm for bringing these issues to the Board’s attention.

6. Old Business

None

7. New Business

a. IDPH Update

Buffenbarger brought the Board up to date on the status of recent IDPH activity. CCNH has filed an appeal with CMS and with IDPH regarding multiple State fines for the same incident. The matter is still pending resolution.

All survey windows are closed. The access panels in the smoke barrier await completion and certification by IDPH.

b. Management Report

Scavotto reviewed the operating results for March, representing a loss of \$(54k). Year-to-date operating results display a small loss. Census in April was the lowest yet this year; the census decline has affected other skilled nursing facilities as well.

April closed with a census of 185.9. The mix was excellent – and a significant departure from the pattern that CCNH has experienced in recent months. Medicaid was down and Pvt Pay was, each by roughly 3 points.

Payer	April	CCNH Pattern
Medicare	9.2%	10%
Medicaid	50.5	53
Pvt Pay	40.3	37
	100%	100%

Through March, CCNH had been right at the target census objective, posting an average daily census of 195.6. April’s performance will bring CCNH below 195 and does not portend well for revenues. Paid hours and agency staffing were under control in April. Nonetheless, April’s outlook is negative.

Cash remains an over-riding concern. In this regard, Scavotto brought the Board up to date on developments with the IGT restructuring, Medicaid and Medicare reimbursement developments, and the Deficit Reduction Act ---- all of which represent major implications to improving CCNH's cash position.

There was general discussion initiated by Palinkas about strategic moves that could be made to bolster CCNH's revenues. Pharmacy and renal services are under consideration.

c. MPA Disclosure Item

Scavotto presented to the Board an opportunity that MPA had to perform market research for proposed Supportive Living Facility to be developed in Urbana by Kensington Management Group. There was considerable discussion about supportive and assisted living, about the state of dementia care in the community, and about the role CCNH should play as these services become more developed.

It was moved (Palinkas) and seconded (Hambrick) that the Board acknowledge MPA's disclosure and MPA be authorized to move forward with Kensington Management Group.

d. Capital Expenditure Planning

There was continued discussion of the need to set reserves aside for capital purposes. The format that was presented in the April Board mailing was accepted as a starting point for further discussion and refinement. Short-term and long-term considerations must be accommodated along with program development. As CCNH's cash position improves, the Board should have the flexibility of designated capital reserves.

8. Other Business

None

9. Next Meeting Date

Monday June 13, 2011, 6 pm.

10. Adjournment

Chair O'Shaughnessey declared meeting adjourned at 7:05 pm.

Respectfully submitted

Michael A. Scavotto
Recording Secretary