

**Board of Directors
Champaign County Nursing Home
Urbana, Illinois
August 12, 2013**

Directors Present: Emanuel, Hartke, Hodson, Maxwell

Directors Absent/Excused: Czajkowski, Hambrick, Palinkas

Also Present: Busey, Gima, Noffke

1. Call to Order

The meeting was called to order at 6:10 pm by Chair Emanuel

2. Roll Call

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

3. Agenda & Addendum

Agenda was approved (motion by Hartke, second by Maxwell, unanimous).

4. Approval of Minutes

The open session minutes of June 10, 2013 were approved as submitted (motion by Hartke, second by Hodson, unanimous).

5. Public Participation

No public participation

6. Old Business

Strategic objectives/metrics for medical management, nursing management, non-financial metrics and financial metrics were discussed. The Board directed Gima to provide a list of objectives and metrics to be presented at the September meeting for further discussion.

7. New Business

Gima reviewed the statistics through July 2013 and financials/cash position as of June 2013. The average daily census (ADC) fell from 183.7 in June to 182.3 in July. Medicare increased from 16.5 in June to 18.2 in July.

Admissions in June and July totaled 39 and 37 respectively which are all time monthly highs. Discharges totaled 26 in June and July. Private pay admissions also show a

positive trend with 13 admission in June and 11 in July, contributing to a higher private pay mix in both months.

June showed an operating loss of \$52k, but a positive operating cash position of 9k after adding back depreciation. On a year-to-date basis, cash from operations is down by \$8k after adjusting for the \$333k loan write-off in April.

The room rate survey was reviewed and discussed. The 5% rate increase for all private pay charges was approved (motion by Hartke, second by Hodson, unanimous).

The FY2014 budget includes a one (1) percent increase in wages for the non-bargaining unit employees. The increase was approved (motion by Maxwell, second by Hartke, unanimous).

Gima reviewed the FY2014 budget. The budget includes four capital items totaling \$250k, including electronic health records (\$75k), outpatient rehabilitation equipment (\$50k), dry lint remediation system (\$50k) and dietary equipment (\$50k). The FY2014 budget is a 13 month budget that shows a net loss of -\$282k. ON a cash basis, the budget shows a net cash loss from operations totaling -\$79k. Emanuael stated concern that the budget shows a net loss of \$282k. Subsequent discussion noted that the 13 month budget included an additional \$184k in principal and interest payments.

The FY2014 budget was approved (motion by Haratke, second by Hodson, unanimous)

Gima provided an update on the status of the compliance program implementation. The major area of implementation remaining is the auditing and monitoring procedures which is projected to be completed by the end of August. Once this is completed the compliance program will transition from implementation to ongoing auditing and monitoring of compliance risk areas.

The MPA compliance contract renewal for the period September 1 2013 to June 30, 2014 was discussed. MPA would continue to assist the CCNH Compliance Officer and staff. Maxwell asked why there was a contract renewal and was the program only a one year agreement. Gima stated that MPA had always stated that the compliance program services was an ongoing relationship between CCNH and MPA that provides a very cost effective solution to implementing and maintaining an active working compliance program.

The MPA compliance renewal was approved (motion by Hartke, second by Hodson, unanimous).

8. Next Meeting Date

Monday, September 9, 2013

Gima requested that the November meeting be moved from

9. Adjournment

Chair Emanuel declared meeting adjourned at 8:10 p.m.

Respectfully submitted

Scott T. Gima
Recording Secretary