

Minutes
Operating Board of Directors
DeKalb County Rehab & Nursing Center
September 15, 2010

Present: Directors Casella, Klein, Shepard
Absent Directors: Wilson
Also Present: Gima, C. Anderson, R. Bockman

Chair Casella called the meeting to order at 7:05 am.

The agenda was approved as submitted.

The May and July minutes were approved (motion by Shepard, second by Klein, unanimous approval)

Old Business: None

New Business

Management Report:

Gima reviewed the monthly statistics through July. The overall average daily census (ADC) was 180.3. Medicaid was 110, private pay was 47.9 and Medicare was 22.4. Medicaid was up and private pay was down due to a conversion of 174 private pay days to Medicaid. The payor mix statistics were also reviewed and showed an increase in Medicaid mix and a decrease in the private pay mix. The overall occupancy remains strong at 94.9 percent for the month of July.

July 2010 YTD revenues were compared to 2009 YTD. Total revenues are up by 8% between 2009 and 2010. Medicare Part A is up by 39 percent. Medicare part B shows a 16% increase from 2009. Medicaid remains relatively unchanged with a 1% increase. Private pay is down by 3% compared to last year. Other revenue is down by 11%.

The Medicare per diem continues to run high at \$500 per day in July and \$494 per day in June.

Total expenses were \$1.21 million in June and \$1.20 million in July. Wages totaled \$570,000 in June and \$590,000 in July. Non-labor expenses were \$470,000 in June and \$420,000 in July. Benefits totaled \$170,000 in June and \$190,000 in July.

Total costs per day were \$225 per day in June and \$215 per day in July.

Net income was \$34,000 in June. July ended with a-\$11,000 loss for the month.

Gima and Anderson summarized the impact of the pending transition from MDS 2.0 to MDS 3.0 and the transition from RUGS III to RUGS IV that will occur on October 1st.

Gima updated the Board on the wage reopener negotiations.

The current status of the recruitment of a MDS Coordinator's position was discussed.

Gima discussed the latest developments with the new IGA agreement talks with HFS. A meeting is trying to be scheduled for sometime in late October in Peoria. To date, HFS owes \$760,000 to DCRNC going back to October 2009.

Gima informed the Board of changes in the leadership at Life Services Network, the not-for-profit nursing home group in Illinois.

Next Meeting: November 17, 2010

Meeting adjourned at 8:10 AM.

Respectfully submitted.

Scott Gima
Recording Secretary