

Minutes

Operating Board of Directors DeKalb County Rehab & Nursing Center August 12, 2015

Present: Directors: Casella, Haji-Sheikh, Klein, Millburg, Nielsen, Whelan
Absent Directors: Deverell

Also Present: C Anderson, G Hanson, P Sasser

Chair Casella called the meeting to order at 7:00 am.

The agenda was approved.

The May, 2015 minutes were reviewed and approved.

Old Business: None

New Business

Administrator Candidate Presentation

Paul Sasser presented credentials for Bart Becker, a qualified candidate for consideration as the next Administrator for DCRNC upon Cathy Anderson's retirement. The candidate presented his background and credentials then answered questions from those assembled, after which he was dismissed. The board then received Cathy Anderson's report on the candidate's interaction with the Department Managers and Cathy's interview.

After a lengthy discussion Director Nielson made the motion to accept and hire Bart Becker as the new Administrator for DCRNC. The motion was seconded by Director Haji-Sheikh. Chairman Casella called for a vote; the motion passed unanimously.

Management Report:

Operations: Sasser reviewed operations thru June 30. June financials show a net income loss of (\$156,772.00). The loss was due to 1,633 conversion days being charged against revenue, (conversion of Private Pay days to Illinois Public Aid days) and a \$50,000 payment to settle a Workers Compensation claim. However, year to date net income remains positive at \$104,172.00. The census has remained consistent throughout; although Total ADC is 4.2 below budget, patient mix (the percentage of Medicare, Medicaid and Private Pay patient days) is favorable. Medicare days continue to over perform budget and drive revenue generation.

The Fiscal Year 2016 budget was presented and discussed. Revenues are projected to grow by 1.7%, Medicare rates will increase by 1.2%; Private Pay rates will be unchanged; Medicaid rates are anticipated to be lower, we are waiting on the State of Illinois to pass their budget in order to get the actual

rate. Expenses are projected to increase an average of 2.3%. Capital expense will remain at the same levels as previous years. Net income will be positive, yet -11.6% lower than 2015.

After a lengthy discussion Director Haji-Sheikh made the motion to accept the 2016 budget as presented. The motion was seconded by Director Whelan. Chairman Casella called for a vote; the motion was approved.

Next Meeting: September 9, 2015 at 7 00 a.m.
Meeting adjourned at 9:00 a.m.

Respectfully submitted
Catherine Anderson
Recording Secretary