

**REPORT  
ON THE  
HOME OFFICE AUDIT**

**COMPASS HEALTH, INC.  
GROVER BEACH, CALIFORNIA**

**FISCAL PERIOD ENDED  
DECEMBER 31, 2012**

**Audits Section—Fresno  
Financial Audits Branch  
Audits and Investigations  
Department of Health Care Services**

**Section Chief: Michael Harrold  
Audit Supervisor: Kathleen Atkins  
Auditor: Kathleen Nuzzolese**



TOBY DOUGLAS  
DIRECTOR

State of California—Health and Human Services Agency  
Department of Health Care Services



EDMUND G. BROWN JR.  
GOVERNOR

March 18, 2014

Marie Moya, Controller  
Compass Health, Inc.  
200 S. 13th Street, Suite 205  
Grover Beach, CA 93433-3302

COMPASS HEALTH, INC.  
FISCAL PERIOD ENDED DECEMBER 31, 2012

We have examined the Medi-Cal Home Office Cost Report for the fiscal period ended December 31, 2011. Our examination was made under the authority of Section 14170 of the Welfare and Institutions Code and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the data presented in the Summary of Audited Home Office Costs to Health Care Facilities represents a proper determination of home office allowable costs for the above fiscal period in accordance with Medi-Cal reimbursement principles. The audited home office cost will be incorporated, by separate adjustment, into each applicable facility audit report.

This audit report includes the:

1. Summary of Audited Home Office Costs to Health Care Facilities and Supporting Schedules
2. Audit Adjustments Schedule

If you disagree with the decision of the Department, the results of the home office audit may only be appealed through each individual facility's audit report. Please refer to the appeal instructions in each facility's audit report.

If you have questions regarding this report, you may call the Audits Section—Fresno at (559) 446-2458.

Original Signed by

Michael A. Harrold, Chief  
Audits Section—Fresno  
Financial Audits Branch

Marie Moya  
Page 2

Certified

## **TABLE OF CONTENTS**

### **SCHEDULES**

- 1** - SUMMARY OF AUDITED HOME OFFICE CAPITAL AND NONCAPITAL RELATED COSTS TO CHAIN COMPONENTS
  
- 2** - COMPARISON OF REPORTED AND AUDITED HOME OFFICE COSTS
  
- 3** - SUMMARY ALLOCATION OF HOME OFFICE COSTS - CAPITAL RELATED
  
- 3-1** - SUMMARY ALLOCATION OF HOME OFFICE COSTS - NONCAPITAL RELATED
  
- 4** - POOLED ALLOCATION OF HOME OFFICE COSTS TO CHAIN COMPONENTS
  
- 5** - FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS - CAPITAL RELATED
  
- 5-1** - FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS - NONCAPITAL RELATED
  
- 6** - FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - CAPITAL RELATED
  
- 6-1** - FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED
  
- 7** - DIRECT ALLOCATION OF CAPITAL COSTS TO CHAIN COMPONENTS
  
- 7-1** - DIRECT ALLOCATION OF NONCAPITAL COSTS TO CHAIN COMPONENTS
  
- 8** - TRIAL BALANCE OF EXPENSES
  
- 9** - REPORTED HOME OFFICE COSTS

## SUMMARY OF AUDITED HOME OFFICE CAPITAL AND NONCAPITAL RELATED COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		CAPITAL RELATED (SCHEDULE 3) 1	NONCAPITAL RELATED (SCHEDULE 3-1) 2	TOTAL AUDITED H.O. COSTS (COLUMN 1 + 2) 3
		FROM	TO			
<b><u>HEALTH CARE FACILITIES</u></b>						
1. Arroyo Grande Care Center	1396733887	01/01/12	12/31/12	\$17,347	\$151,499	\$168,846
1.01 Bayside Care Center	1174511612	01/01/12	12/31/12	20,993	178,393	199,386
1.02 Central Coast Nursing Center	1134400633	01/01/12	12/31/12	17,949	159,954	177,903
1.03 Danish Care Center	1902894355	01/01/12	12/31/12	10,566	97,220	107,786
1.04 Mission View Health Center	1811918279	01/01/12	12/31/12	24,693	208,222	232,915
1.05 San Luis Transitional Care	N/A	01/01/12	12/31/12	9,028	83,418	92,446
1.06 Vineyard Hills Health Center	1629066071	01/01/12	12/31/12	18,686	162,838	181,524
2.	0			0	0	0
3.	0			0	0	0
4.	0			0	0	0
5.	0			0	0	0
6.	0			0	0	0
7.	0			0	0	0
8.	0			0	0	0
9.	0			0	0	0
10.	0			0	0	0
11.	0			0	0	0
12.	0			0	0	0
13.	0			0	0	0
14.	0			0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>				<b>\$119,261</b>	<b>\$1,041,545</b>	<b>\$1,160,806</b>
<b><u>OTHER COMPONENTS</u></b>						
15.	0			\$0	\$0	\$0
16.	0			0	0	0
17.	0			0	0	0
18.	0			0	0	0
19. Casa De Flores	N/A			5,940	49,056	54,995
19 Wyndham Residence	N/A			4,518	37,319	41,837
20.	0			0	0	0
21.	0			0	0	0
22.	0			0	0	0
23.	0			0	0	0
24.	0			0	0	0
25.	0			0	0	0
26.	0			0	0	0
27. Other Managed Facilities	N/A			33,052	355,350	388,402
28.	0			0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>				<b>\$43,510</b>	<b>\$441,725</b>	<b>\$485,235</b>
<b>GRAND TOTAL</b>				<b>\$162,771</b>	<b>\$1,483,270</b>	<b>\$1,646,041</b>

## COMPARISON OF REPORTED AND AUDITED HOME OFFICE COSTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		REPORTED HOME OFFICE COSTS (SCH. 9) 1	AUDITED H.O. COSTS (SCH. 3 & 3-1) 2	VARIANCE (COLUMN 2-1) 3
		FROM	TO			
<b><u>HEALTH CARE FACILITIES</u></b>						
1. Arroyo Grande Care Center	1396733887	01/01/12	12/31/12	\$208,736	\$168,846	(\$39,890)
1.01 Bayside Care Center	1174511612	01/01/12	12/31/12	247,658	199,386	(48,272)
1.02 Central Coast Nursing Center	1134400633	01/01/12	12/31/12	219,177	177,903	(41,274)
1.03 Danish Care Center	1902894355	01/01/12	12/31/12	132,082	107,786	(24,296)
1.04 Mission View Health Center	1811918279	01/01/12	12/31/12	289,692	232,915	(56,777)
1.05 San Luis Transitional Care	N/A	01/01/12	12/31/12	113,204	92,446	(20,758)
1.06 Vineyard Hills Health Center	1629066071	01/01/12	12/31/12	224,490	181,524	(42,966)
2.	0			0	0	0
3.	0			0	0	0
4.	0			0	0	0
5.	0			0	0	0
6.	0			0	0	0
7.	0			0	0	0
8.	0			0	0	0
9.	0			0	0	0
10.	0			0	0	0
11.	0			0	0	0
12.	0			0	0	0
13.	0			0	0	0
14.	0			0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>				<b>\$1,435,039</b>	<b>\$1,160,806</b>	<b>(\$274,233)</b>
<b><u>OTHER COMPONENTS</u></b>						
15.	0			\$0	\$0	\$0
16.	0			0	0	0
17.	0			0	0	0
18.	0			0	0	0
19. Casa De Flores	N/A			68,652	54,995	(13,657)
19 Wyndham Residence	N/A			52,227	41,837	(10,390)
20.	0			0	0	0
21.	0			0	0	0
22.	0			0	0	0
23.	0			0	0	0
24.	0			0	0	0
25.	0			0	0	0
26.	0			0	0	0
27. Other Managed Facilities	N/A			464,402	388,402	(76,000)
28.	0			0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>				<b>\$585,281</b>	<b>\$485,234</b>	<b>(\$100,047)</b>
<b>GRAND TOTAL</b>				<b>\$2,020,320</b>	<b>\$1,646,041</b>	<b>(\$374,280)</b>

SUMMARY ALLOCATION OF HOME OFFICE COSTS - CAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT CAPITAL COSTS (SCHEDULE 7) 1	FUNCTIONAL CAPITAL COSTS (SCHEDULE 5) 2	POOLED CAPITAL COSTS (SCHEDULE 4) 3	TOTAL CAPITAL COSTS (COL. 1 TO 3)	
		FROM	TO					
<b><u>HEALTH CARE FACILITIES</u></b>								
1.	Arroyo Grande Care Center	1396733887	01/01/12	12/31/12	\$0	\$0	\$17,347	\$17,347
1.01	Bayside Care Center	1174511612	01/01/12	12/31/12	0	0	20,993	20,993
1.02	Central Coast Nursing Center	1134400633	01/01/12	12/31/12	0	0	17,949	17,949
1.03	Danish Care Center	1902894355	01/01/12	12/31/12	0	0	10,566	10,566
1.04	Mission View Health Center	1811918279	01/01/12	12/31/12	0	0	24,693	24,693
1.05	San Luis Transitional Care	N/A	01/01/12	12/31/12	0	0	9,027	9,028
1.06	Vineyard Hills Health Center	1629066071	01/01/12	12/31/12	0	0	18,686	18,686
2.		0	01/00/00	01/00/00	0	0	0	0
3.		0	01/00/00	01/00/00	0	0	0	0
4.		0			0	0	0	0
5.		0			0	0	0	0
6.		0			0	0	0	0
7.		0			0	0	0	0
8.		0			0	0	0	0
9.		0			0	0	0	0
10.		0			0	0	0	0
11.		0			0	0	0	0
12.		0			0	0	0	0
13.		0			0	0	0	0
14.		0			0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>					<b>\$0</b>	<b>\$0</b>	<b>\$119,261</b>	<b>\$119,261</b>
<b><u>OTHER COMPONENTS</u></b>								
15.		0			\$0	\$0	\$0	\$0
16.		0			0	0	0	0
17.		0			0	0	0	0
18.		0			0	0	0	0
19.	Casa De Flores	N/A			0	0	5,939	5,940
19	Wyndham Residence	N/A			0	0	4,518	4,518
20.		0			0	0	0	0
21.		0			0	0	0	0
22.		0			0	0	0	0
23.		0			0	0	0	0
24.		0			0	0	0	0
25.		0			0	0	0	0
26.		0			0	0	0	0
27.	Other Managed Facilities	N/A			0	0	33,052	33,052
28.		0			0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>					<b>\$0</b>	<b>\$0</b>	<b>\$43,510</b>	<b>\$43,510</b>
<b>GRAND TOTAL</b>					<b>\$0</b>	<b>\$0</b>	<b>\$162,771</b>	<b>\$162,771</b>

(To Schedule 1 & 2)

SUMMARY ALLOCATION OF HOME OFFICE COSTS - NONCAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT COSTS (SCH. 7-1) 1	FUNCTIONAL COSTS (SCH. 5-1) 2	POOLED COSTS (SCH. 4) 3	TOTAL NONCAPITAL COSTS (COL. 1 TO 3)	
		FROM	TO					
<b><u>HEALTH CARE FACILITIES</u></b>								
1.	Arroyo Grande Care Center	1396733887	01/01/12	12/31/12	\$8,223	\$0	\$143,276	\$151,499
1.01	Bayside Care Center	1174511612	01/01/12	12/31/12	5,009	0	173,384	178,393
1.02	Central Coast Nursing Center	1134400633	01/01/12	12/31/12	11,705	0	148,249	159,954
1.03	Danish Care Center	1902894355	01/01/12	12/31/12	9,951	0	87,269	97,220
1.04	Mission View Health Center	1811918279	01/01/12	12/31/12	4,279	0	203,943	208,222
1.05	San Luis Transitional Care	N/A	01/01/12	12/31/12	8,858	0	74,560	83,418
1.06	Vineyard Hills Health Center	1629066071	01/01/12	12/31/12	8,509	0	154,329	162,838
2.		0			0	0	0	0
3.		0			0	0	0	0
4.		0			0	0	0	0
5.		0			0	0	0	0
6.		0			0	0	0	0
7.		0			0	0	0	0
8.		0			0	0	0	0
9.		0			0	0	0	0
10.		0			0	0	0	0
11.		0			0	0	0	0
12.		0			0	0	0	0
13.		0			0	0	0	0
14.		0			0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>					<b>\$56,534</b>	<b>\$0</b>	<b>\$985,011</b>	<b>\$1,041,545</b>
<b><u>OTHER COMPONENTS</u></b>								
15.		0			\$0	\$0	\$0	\$0
16.		0			0	0	0	0
17.		0			0	0	0	0
18.		0			0	0	0	0
19.	Casa De Flores	N/A			0	0	49,056	49,056
19	Wyndham Residence	N/A			0	0	37,319	37,319
20.		0			0	0	0	0
21.		0			0	0	0	0
22.		0			0	0	0	0
23.		0			0	0	0	0
24.		0			0	0	0	0
25.		0			0	0	0	0
26.		0			0	0	0	0
27.	Other Managed Facilities	N/A			82,366	0	272,984	355,350
28.		0			0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>					<b>\$82,366</b>	<b>\$0</b>	<b>\$359,359</b>	<b>\$441,725</b>
<b>GRAND TOTAL</b>					<b>\$138,900</b>	<b>\$0</b>	<b>\$1,344,370</b>	<b>\$1,483,270</b>

(To Schedule 1 & 2)

POOLED ALLOCATION OF HOME OFFICE COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	TOTAL COST (SCH. G, COL. 1) 1	CAPITAL (SCH. 8) 2	NONCAPITAL (SCH. 8) 3	TOTAL POOLED (COL. 2 + 3) 4
<b>HEALTH CARE FACILITIES</b>					
1. Arroyo Grande Care Center	1396733887	\$8,404,244	\$17,347	\$143,276	\$160,624
1.01 Bayside Care Center	1174511612	10,170,303	20,993	173,384	194,377
1.02 Central Coast Nursing Center	1134400633	8,695,906	17,949	148,249	166,198
1.03 Danish Care Center	1902894355	5,118,966	10,566	87,269	97,835
1.04 Mission View Health Center	1811918279	11,962,824	24,693	203,943	228,636
1.05 San Luis Transitional Care	N/A	4,373,530	9,027	74,560	83,588
1.06 Vineyard Hills Health Center	1629066071	9,052,577	18,686	154,329	173,015
2.	0	0	0	0	0
3.	0	0	0	0	0
4.	0	0	0	0	0
5.	0	0	0	0	0
6.	0	0	0	0	0
7.	0	0	0	0	0
8.	0	0	0	0	0
9.	0	0	0	0	0
10.	0	0	0	0	0
11.	0	0	0	0	0
12.	0	0	0	0	0
13.	0	0	0	0	0
14.	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>		<b>\$57,778,350</b>	<b>\$119,261</b>	<b>\$985,011</b>	<b>\$1,104,273</b>

	PROVIDER NPI	TOTAL COST (SCH. G, COL. 1) 1	CAPITAL (SCH. 8) 2	NONCAPITAL (SCH. 8) 3	TOTAL POOLED (COL. 2 + 3) 4
<b>OTHER COMPONENTS</b>					
15.	0	\$0	\$0	\$0	\$0
16.	0	0	0	0	0
17.	0	0	0	0	0
18.	0	0	0	0	0
19. Casa De Flores	N/A	2,877,485	5,939	49,056	54,995
19 Wyndham Residence	N/A	2,189,020	4,518	37,319	41,837
20.	0	0	0	0	0
21.	0	0	0	0	0
22.	0	0	0	0	0
23.	0	0	0	0	0
24.	0	0	0	0	0
25.	0	0	0	0	0
26.	0	0	0	0	0
27. Other Managed Facilities	N/A	16,012,595	33,052	272,984	306,036
28.	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>		<b>\$21,079,100</b>	<b>\$43,510</b>	<b>\$359,359</b>	<b>\$402,868</b>
<b>GRAND TOTAL</b>		<b>\$78,857,450</b>	<b>\$162,771</b>	<b>\$1,344,370</b>	<b>\$1,507,141</b>

(To Schedule 3)(To Schedule 3-1)

MULTIPLIER

0.002064

0.017048

FUNCTIONAL ALLOCATION OF EXPENSES TO  
CHAIN COMPONENTS - CAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	Old Cap. Related- Buildings & 1.00	1.01	Old Cap. Related- Movable 2.00	2.01	New Cap. Related- Buildings & 4.00	4.01
<b>HEALTH CARE FACILITIES</b>							
1.	Arroyo Grande Care Center	1396733887	\$0	\$0	\$0	\$0	\$0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	0	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			\$0	\$0	\$0	\$0	\$0
<b>OTHER COMPONENTS</b>							
15.		0	\$0	\$0	\$0	\$0	\$0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			\$0	\$0	\$0	\$0	\$0
<b>GRAND TOTAL</b>			\$0	\$0	\$0	\$0	\$0

FUNCTIONAL ALLOCATION OF EXPENSES TO  
CHAIN COMPONENTS - CAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	New Cap. Related- Movable 5.00	5.01	Insurance Premiums 7.00	Taxes and Licenses - Not INCM 8.00	9.00	AUDITED TOTAL CAPITAL
<b>HEALTH CARE FACILITIES</b>							
1.	Arroyo Grande Care Center	1396733887	\$0	\$0	\$0	\$0	\$0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	Other	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			\$0	\$0	\$0	\$0	\$0
<b>OTHER COMPONENTS</b>							
15.		0	\$0	\$0	\$0	\$0	\$0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20.		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			\$0	\$0	\$0	\$0	\$0
<b>GRAND TOTAL</b>			\$0	\$0	\$0	\$0	\$0

(To Schedule 3)





FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN  
D

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

COMPONENTS - NONCAPITAL RELATE

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	Repairs & Maintenance 25	Dues & Subscriptions 26	Contributions 27	Insurance Premium-Non Capital Related 28	Taxes & Licenses - Non Capital Related 29	Interest Expense 30	Purchased Servicds 31
<b>HEALTH CARE FACILITIES</b>								
1.	Arroyo Grande Care Center	1396733887	\$0	\$0	\$0	\$0	\$0	\$0
1.01	Bayside Care Center	1174511612	0	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0	0
2.		0	0	0	0	0	0	0
3.		0	0	0	0	0	0	0
4.		0	0	0	0	0	0	0
5.		0	0	0	0	0	0	0
6.		0	0	0	0	0	0	0
7.		0	0	0	0	0	0	0
8.		0	0	0	0	0	0	0
9.		0	0	0	0	0	0	0
10.		0	0	0	0	0	0	0
11.		0	0	0	0	0	0	0
12.		0	0	0	0	0	0	0
13.		0	0	0	0	0	0	0
14.		0	0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			\$0	\$0	\$0	\$0	\$0	\$0
<b>OTHER COMPONENTS</b>								
15.		0	\$0	\$0	\$0	\$0	\$0	\$0
16.		0	0	0	0	0	0	0
17.		0	0	0	0	0	0	0
18.		0	0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0	0
20		0	0	0	0	0	0	0
21.		0	0	0	0	0	0	0
22.		0	0	0	0	0	0	0
23.		0	0	0	0	0	0	0
24.		0	0	0	0	0	0	0
25.		0	0	0	0	0	0	0
26.		0	0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0	0
28.		0	0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			\$0	\$0	\$0	\$0	\$0	\$0
<b>GRAND TOTAL</b>			\$0	\$0	\$0	\$0	\$0	\$0





FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - CAPITAL RELATE <sup>D</sup>

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	Old Cap. Related- (Statistics) 1.00 (Adj. )	(Statistics) 1.01 (Adj. )	Old Cap. Related- (Statistics) 2.00 (Adj. )	(Statistics) 2.01 (Adj. )	New Cap. Related- (Statistics) 4.00 (Adj. )	(Statistics) 4.01 (Adj. )
1.	Arroyo Grande Care Center	1396733887	0	0	0	0	0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	0	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			0	0	0	0	0

OTHER COMPONENTS

15.		0	0	0	0	0	0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20.		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			0	0	0	0	0
<b>GRAND TOTAL <sup>L</sup></b>			0	0	0	0	0

TOTAL STATISTICS	0	0	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)	\$0	\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000

FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - CAPITAL RELATE <sup>D</sup>

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	New Cap. Related- (Statistics) 5.00 (Adj. )	(Statistics) 5.01 (Adj. )	Insurance Premiums (Statistics) 7.00 (Adj. )	Taxes and Licenses - Not (Statistics) 8.00 (Adj. )	Other (Statistics) 9.00 (Adj. )
<b>HEALTH CARE FACILITIES</b>						
1.	Arroyo Grande Care Center	1396733887	0	0	0	0
1.01	Bayside Care Center	1174511612	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0
2.		0	0	0	0	0
3.		0	0	0	0	0
4.		0	0	0	0	0
5.		0	0	0	0	0
6.		0	0	0	0	0
7.		0	0	0	0	0
8.		0	0	0	0	0
9.		0	0	0	0	0
10.		0	0	0	0	0
11.		0	0	0	0	0
12.		0	0	0	0	0
13.		0	0	0	0	0
14.		0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			0	0	0	0
<b>OTHER COMPONENTS</b>						
15.		0	0	0	0	0
16.		0	0	0	0	0
17.		0	0	0	0	0
18.		0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0
20.		0	0	0	0	0
21.		0	0	0	0	0
22.		0	0	0	0	0
23.		0	0	0	0	0
24.		0	0	0	0	0
25.		0	0	0	0	0
26.		0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0
28.		0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			0	0	0	0
<b>GRAND TOTAL <sup>L</sup></b>			0	0	0	0
TOTAL STATISTICS			0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)			\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER			0.000000	0.000000	0.000000	0.000000

FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	Salaries of Officers (Statistics) 11.00 (Adj. )	Salaries & Wages of (Statistics) 12.00 (Adj. )	Payroll Taxes (Statistics) 13.00 (Adj. )	Employee Benefits-Payroll (Statistics) 14.00 (Adj. )	Employee Benefits- (Statistics) 15.00 (Adj. )	Profit Sharing/Pensio (Statistics) 16.00 (Adj. )
1.	Arroyo Grande Care Center	1396733887	0	0	0	0	0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	0	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			0	0	0	0	0

OTHER COMPONENTS

15.		0	0	0	0	0	0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20.		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			0	0	0	0	0
<b>GRAND TOTAL<sup>L</sup></b>			0	0	0	0	0

TOTAL STATISTICS	0	0	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)	\$0	\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000

FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	Legal Fees (Statistics) 17.00 (Adj. )	Auditing & Accounting (Statistics) 18.00 (Adj. )	Utilities (Statistics) 19.00 (Adj. )	Communication s (Statistics) 20.00 (Adj. )	Travel & Entertainment (Statistics) 21.00 (Adj. )	Transportation (Statistics) 22.00 (Adj. )
1.	Arroyo Grande Care Center	1396733887	0	0	0	0	0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	0	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			0	0	0	0	0

OTHER COMPONENTS

15.		0	0	0	0	0	0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20.		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			0	0	0	0	0
<b>GRAND TOTAL</b>			0	0	0	0	0

TOTAL STATISTICS 0 0 0 0 0 0  
 COST TO BE ALLOCATED (FROM SCHEDULE 8) \$0 \$0 \$0 \$0 \$0 \$0  
 UNIT COST MULTIPLIER 0.000000 0.000000 0.000000 0.000000 0.000000 0.000000

FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	Cleaning Office & Admin (Statistics) 23.00 (Adj. )	Minor Equipment (Statistics) 24.00 (Adj. )	Repairs & Maintenance (Statistics) 25.00 (Adj. )	Dues & Subscriptions (Statistics) 26.00 (Adj. )	Contributions (Statistics) 27.00 (Adj. )	Insurance Premium-Non (Statistics) 28.00 (Adj. )
1.	Arroyo Grande Care Center	1396733887	0	0	0	0	0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	0	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			0	0	0	0	0

OTHER COMPONENTS

15.		0	0	0	0	0	0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20.		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			0	0	0	0	0
<b>GRAND TOTAL</b>			0	0	0	0	0

TOTAL STATISTICS 0 0 0 0 0 0  
 COST TO BE ALLOCATED (FROM SCHEDULE 8) \$0 \$0 \$0 \$0 \$0 \$0  
 UNIT COST MULTIPLIER 0.000000 0.000000 0.000000 0.000000 0.000000 0.000000



FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	Other (Statistics) 35.00 (Adj. )	(Statistics) 35.01 (Adj. )	(Statistics) 35.02 (Adj. )	(Statistics) 35.03 (Adj. )	(Statistics) 35.04 (Adj. )	(Statistics) 35.05 (Adj. )
1.	Arroyo Grande Care Center	1396733887	0	0	0	0	0
1.01	Bayside Care Center	1174511612	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0
2.		0	0	0	0	0	0
3.		0	0	0	0	0	0
4.		0	0	0	0	0	0
5.		0	0	0	0	0	0
6.		0	0	0	0	0	0
7.		0	0	0	0	0	0
8.		0	0	0	0	0	0
9.		0	0	0	0	0	0
10.		0	0	0	0	0	0
11.		0	0	0	0	0	0
12.		0	0	0	0	0	0
13.		0	0	0	0	0	0
14.		0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			0	0	0	0	0

OTHER COMPONENTS

15.		0	0	0	0	0	0
16.		0	0	0	0	0	0
17.		0	0	0	0	0	0
18.		0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0
20.		0	0	0	0	0	0
21.		0	0	0	0	0	0
22.		0	0	0	0	0	0
23.		0	0	0	0	0	0
24.		0	0	0	0	0	0
25.		0	0	0	0	0	0
26.		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0
28.		0	0	0	0	0	0

**SUBTOTAL (LINES 15 THROUGH 28)**

0	0	0	0	0	0	0
---	---	---	---	---	---	---

**GRAND TOTAL**

0	0	0	0	0	0	0
---	---	---	---	---	---	---

TOTAL STATISTICS	0	0	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)	\$0	\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000

FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	(Statistics) 35.06 (Adj. )	(Statistics) 35.07 (Adj. )	(Statistics) 35.08 (Adj. )
1.	Arroyo Grande Care Center	1396733887	0	0
1.01	Bayside Care Center	1174511612	0	0
1.02	Central Coast Nursing Center	1134400633	0	0
1.03	Danish Care Center	1902894355	0	0
1.04	Mission View Health Center	1811918279	0	0
1.05	San Luis Transitional Care	N/A	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0
2.		0	0	0
3.		0	0	0
4.		0	0	0
5.		0	0	0
6.		0	0	0
7.		0	0	0
8.		0	0	0
9.		0	0	0
10.		0	0	0
11.		0	0	0
12.		0	0	0
13.		0	0	0
14.		0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			<b>0</b>	<b>0</b>

OTHER COMPONENTS

15.		0	0	0
16.		0	0	0
17.		0	0	0
18.		0	0	0
19.	Casa De Flores	N/A	0	0
19	Wyndham Residence	N/A	0	0
20.		0	0	0
21.		0	0	0
22.		0	0	0
23.		0	0	0
24.		0	0	0
25.		0	0	0
26.		0	0	0
27.	Other Managed Facilities	N/A	0	0
28.		0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			<b>0</b>	<b>0</b>
<b>GRAND TOTAL</b>			<b>0</b>	<b>0</b>

TOTAL STATISTICS	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)	\$0	\$0	\$0
UNIT COST MULTIPLIER	0.000000	0.000000	0.000000

DIRECT ALLOCATION OF CAPITAL COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES

	PROVIDER NPI	REPORTED TOTAL (SCH. E)	(Adj. )	AUDITED TOTAL				
1.	Arroyo Grande Care Center	1396733887	\$0	\$0	\$0	\$0	\$0	\$0
1.01	Bayside Care Center	1174511612	0	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	0	0	0	0	0	0
1.03	Danish Care Center	1902894355	0	0	0	0	0	0
1.04	Mission View Health Center	1811918279	0	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	0	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	0	0	0	0	0	0
2.			0	0	0	0	0	0
3.			0	0	0	0	0	0
4.			0	0	0	0	0	0
5.			0	0	0	0	0	0
6.			0	0	0	0	0	0
7.			0	0	0	0	0	0
8.			0	0	0	0	0	0
9.			0	0	0	0	0	0
10.			0	0	0	0	0	0
11.			0	0	0	0	0	0
12.			0	0	0	0	0	0
13.			0	0	0	0	0	0
14.			0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

OTHER COMPONENTS

15.			\$0	\$0	\$0	\$0	\$0	\$0
16.			0	0	0	0	0	0
17.			0	0	0	0	0	0
18.			0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0	0
20		0	0	0	0	0	0	0
21.			0	0	0	0	0	0
22.	0		0	0	0	0	0	0
23.	0		0	0	0	0	0	0
24.	0		0	0	0	0	0	0
25.	0		0	0	0	0	0	0
26.	0		0	0	0	0	0	0
27.	Other Managed Facilities	N/A	0	0	0	0	0	0
28.	0		0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>GRAND TOTAL</b>			<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

(To Schedule 3)

DIRECT ALLOCATION OF NONCAPITAL COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	REPORTED TOTAL (SCH. E-1)	Salaries & Wages of Others (12)							
			(Adj. )	(Adj. )	(Adj. )	(Adj. )	(Adj. )	(Adj. )	(Adj. )	
<b>HEALTH CARE FACILITIES</b>										
1.	Arroyo Grande Care Center	1396733887	\$8,223	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1.01	Bayside Care Center	1174511612	5,009	0	0	0	0	0	0	0
1.02	Central Coast Nursing Center	1134400633	11,705	0	0	0	0	0	0	0
1.03	Danish Care Center	1902894355	9,951	0	0	0	0	0	0	0
1.04	Mission View Health Center	1811918279	4,279	0	0	0	0	0	0	0
1.05	San Luis Transitional Care	N/A	8,858	0	0	0	0	0	0	0
1.06	Vineyard Hills Health Center	1629066071	8,509	0	0	0	0	0	0	0
2.			0	0	0	0	0	0	0	0
3.			0	0	0	0	0	0	0	0
4.			0	0	0	0	0	0	0	0
5.			0	0	0	0	0	0	0	0
6.			0	0	0	0	0	0	0	0
7.			0	0	0	0	0	0	0	0
8.			0	0	0	0	0	0	0	0
9.			0	0	0	0	0	0	0	0
10.			0	0	0	0	0	0	0	0
11.			0	0	0	0	0	0	0	0
12.			0	0	0	0	0	0	0	0
13.			0	0	0	0	0	0	0	0
14.			0	0	0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>			<b>\$56,534</b>	<b>\$0</b>						
<b>OTHER COMPONENTS</b>										
15.		0	0	0	0	0	0	0	0	0
16.			0	0	0	0	0	0	0	0
17.			0	0	0	0	0	0	0	0
18.			0	0	0	0	0	0	0	0
19.	Casa De Flores	N/A	0	0	0	0	0	0	0	0
19	Wyndham Residence	N/A	0	0	0	0	0	0	0	0
20		0	0	0	0	0	0	0	0	0
21.			0	0	0	0	0	0	0	0
22.			0	0	0	0	0	0	0	0
23.			0	0	0	0	0	0	0	0
24.			0	0	0	0	0	0	0	0
25.			0	0	0	0	0	0	0	0
26.			0	0	0	0	0	0	0	0
27.	Other Managed Facilities	N/A	82,366	0	0	0	0	0	0	0
28.			0	0	0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>			<b>\$82,366</b>	<b>\$0</b>						
<b>GRAND TOTAL</b>			<b>\$138,900</b>	<b>\$0</b>						

DIRECT ALLOCATION OF NONCAPITAL COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

HEALTH CARE FACILITIES	PROVIDER NPI							AUDITED TOTAL
		(Adj. )						
1. Arroyo Grande Care Center	1396733887	\$0	\$0	\$0	\$0	\$0	\$0	\$8,223
1.01 Bayside Care Center	1174511612	0	0	0	0	0	0	5,009
1.02 Central Coast Nursing Center	1134400633	0	0	0	0	0	0	11,705
1.03 Danish Care Center	1902894355	0	0	0	0	0	0	9,951
1.04 Mission View Health Center	1811918279	0	0	0	0	0	0	4,279
1.05 San Luis Transitional Care	N/A	0	0	0	0	0	0	8,858
1.06 Vineyard Hills Health Center	1629066071	0	0	0	0	0	0	8,509
2.	0	0	0	0	0	0	0	0
3.		0	0	0	0	0	0	0
4.		0	0	0	0	0	0	0
5.		0	0	0	0	0	0	0
6.		0	0	0	0	0	0	0
7.		0	0	0	0	0	0	0
8.		0	0	0	0	0	0	0
9.		0	0	0	0	0	0	0
10.		0	0	0	0	0	0	0
11.		0	0	0	0	0	0	0
12.		0	0	0	0	0	0	0
13.		0	0	0	0	0	0	0
14.		0	0	0	0	0	0	0
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$56,534</b>
<b>OTHER COMPONENTS</b>								
15.	0	0	0	0	0	0	0	0
16.		0	0	0	0	0	0	0
17.		0	0	0	0	0	0	0
18.		0	0	0	0	0	0	0
19. Casa De Flores	N/A	0	0	0	0	0	0	0
19. Wyndham Residence	N/A	0	0	0	0	0	0	0
20. 0	0	0	0	0	0	0	0	0
21. 0		0	0	0	0	0	0	0
22. 0		0	0	0	0	0	0	0
23. 0		0	0	0	0	0	0	0
24. 0		0	0	0	0	0	0	0
25. 0		0	0	0	0	0	0	0
26. 0		0	0	0	0	0	0	0
27. Other Managed Facilities	N/A	0	0	0	0	0	0	82,366
28. 0		0	0	0	0	0	0	0
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$82,366</b>
<b>GRAND TOTAL</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$138,900</b>

(To Schedule 3-1)

## TRIAL BALANCE OF EXPENSES

HOME OFFICE NAME:  
COMPASS HEALTH, INC.FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

LINE NO.	COST CENTER DESCRIPTION	REPORTED POOLED ALLOC. (SCH. B, COL 8)	ADJ. NO.	ADJUSTMENT AMOUNT(S)	AUDITED POOLED COSTS
<b>CAPITAL-RELATED COSTS - OLD</b>					
1.00	Old Cap. Related-Buildings & Fixtures	\$141,381	1-3	(\$67,627)	\$73,754
1.01		0		0	0
2.00	Old Cap. Related-Movable Equipment	89,017		0	89,017
2.01		0		0	0
3.00	SUBTOTAL (sum of lines 1 through 2.01)	<u>\$230,398</u>		<u>(\$67,627)</u>	<u>\$162,771</u>
<b>CAPITAL-RELATED COSTS - NEW</b>					
4.00	New Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
4.01		0		0	0
5.00	New Cap. Related-Movable Equipment	0		0	0
5.01		0		0	0
6.00	SUBTOTAL (sum of lines 4 through 5.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>OTHER CAPITAL-RELATED COSTS</b>					
7.00	Insurance Premiums	\$0		\$0	\$0
8.00	Taxes and Licenses - Not INCM	0		0	0
9.00	Other	0		0	0
10.00	SUBTOTAL (sum of lines 7 through 9)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>NON CAPITAL-RELATED COSTS</b>					
11.00	Salaries of Officers	\$0		\$0	\$0
12.00	Salaries & Wages of Others	830,161		0	830,161
13.00	Payroll Taxes	67,635		0	67,635
14.00	Employee Benefits-Payroll Related	0		0	0
15.00	Employee Benefits-Nonpayroll Related	248,441	4	(91,167)	157,274
16.00	Profit Sharing/Pension Plans	0		0	0
17.00	Legal Fees	215,485	5	(215,485)	0
18.00	Auditing & Accounting Fees	8,320		0	8,320
19.00	Utilities	33,785		0	33,785
20.00	Communications	898		0	898
21.00	Travel & Entertainment	66,235		0	66,235
22.00	Transportation	0		0	0
23.00	Cleaning Office & Admin Supplies	63,651		0	63,651
24.00	Minor Equipment Expensed	17,345		0	17,345
25.00	Repairs & Maintenance	17,304		0	17,304
26.00	Dues & Subscriptions	17,676		0	17,676
27.00	Contributions	0		0	0
28.00	Insurance Premium-Non Capital Related	14,242		0	14,242
29.00	Taxes & Licenses - Non Capital Related	2,723		0	2,723
30.00	Interest Expense	0		0	0
31.00	Purchased Servics	38,623		0	38,623
32.00	Public Relations/Advertising	1		0	1
33.00	Education	8,497		0	8,497
34.00	Training/Employee Programs	0		0	0
35.00	Other	0		0	0
35.01		0		0	0
35.02		0		0	0
35.03		0		0	0
35.04		0		0	0
35.05		0		0	0
35.06		0		0	0
35.07		0		0	0
35.08		0		0	0
36.00	SUBTOTAL (sum of lines 11 through 35.08)	<u>\$1,651,022</u>		<u>(\$306,652)</u>	<u>\$1,344,370</u>
37.00	TOTAL ALLOWABLE EXPENSES	<u>\$1,881,420</u>		<u>(\$374,279)</u>	<u>\$1,507,141</u> (To Sch. 4)
38.00	NONREIMBURSABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>TOTAL EXPENSES</b>		<u>\$1,881,420</u>		<u>(\$374,279)</u>	<u>\$1,507,141</u>

## TRIAL BALANCE OF EXPENSES

HOME OFFICE NAME:  
COMPASS HEALTH, INC.FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

LINE NO.	COST CENTER DESCRIPTION	REPORTED DIRECT ALLOC. (SCH. B, COL 6)	ADJ. NO.	ADJUSTMENT AMOUNT(S)	AUDITED DIRECT COSTS
<b>CAPITAL-RELATED COSTS - OLD</b>					
1.00	Old Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
1.01		0		0	0
2.00	Old Cap. Related-Movable Equipment	0		0	0
2.01		0		0	0
3.00	SUBTOTAL (sum of lines 1 through 2.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>CAPITAL-RELATED COSTS - NEW</b>					
4.00	New Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
4.01		0		0	0
5.00	New Cap. Related-Movable Equipment	0		0	0
5.01		0		0	0
6.00	SUBTOTAL (sum of lines 4 through 5.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>OTHER CAPITAL-RELATED COSTS</b>					
7.00	Insurance Premiums	\$0		\$0	\$0
8.00	Taxes and Licenses - Not INCM	0		0	0
9.00	Other	0		0	0
10.00	SUBTOTAL (sum of lines 7 through 9)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>NON CAPITAL-RELATED COSTS</b>					
11.00	Salaries of Officers	\$0		\$0	\$0
12.00	Salaries & Wages of Others	138,900		0	138,900
13.00	Payroll Taxes	0		0	0
14.00	Employee Benefits-Payroll Related	0		0	0
15.00	Employee Benefits-Nonpayroll Related	0		0	0
16.00	Profit Sharing/Pension Plans	0		0	0
17.00	Legal Fees	0		0	0
18.00	Auditing & Accounting Fees	0		0	0
19.00	Utilities	0		0	0
20.00	Communications	0		0	0
21.00	Travel & Entertainment	0		0	0
22.00	Transportation	0		0	0
23.00	Cleaning Office & Admin Supplies	0		0	0
24.00	Minor Equipment Expensed	0		0	0
25.00	Repairs & Maintenance	0		0	0
26.00	Dues & Subscriptions	0		0	0
27.00	Contributions	0		0	0
28.00	Insurance Premium-Non Capital Related	0		0	0
29.00	Taxes & Licenses - Non Capital Related	0		0	0
30.00	Interest Expense	0		0	0
31.00	Purchased Servicsd	0		0	0
32.00	Public Relations/Advertising	0		0	0
33.00	Education	0		0	0
34.00	Training/Employee Programs	0		0	0
35.00	Other	0		0	0
35.01		0		0	0
35.02		0		0	0
35.03		0		0	0
35.04		0		0	0
35.05		0		0	0
35.06		0		0	0
35.07		0		0	0
35.08		0		0	0
36.00	SUBTOTAL (sum of lines 11 through 35.08)	<u>\$138,900</u>		<u>\$0</u>	<u>\$138,900</u>
37.00	TOTAL ALLOWABLE EXPENSES	<u>\$138,900</u>		<u>\$0</u>	<u>\$138,900</u>
(To Sch. 7, 7-1)					
38.00	NONREIMBURSABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>TOTAL EXPENSES</b>		<u>\$138,900</u>		<u>\$0</u>	<u>\$138,900</u>

## TRIAL BALANCE OF EXPENSES

HOME OFFICE NAME:  
COMPASS HEALTH, INC.FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

LINE NO.	COST CENTER DESCRIPTION	REPORTED FUNCTIONAL COSTS (SCH. B, COL 7)	ADJ. NO.	ADJUSTMENT AMOUNT(S)	AUDITED FUNCTIONAL COSTS
<b>CAPITAL-RELATED COSTS - OLD</b>					
1.00	Old Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
1.01		0		0	0
2.00	Old Cap. Related-Movable Equipment	0		0	0
2.01		0		0	0
3.00	SUBTOTAL (sum of lines 1 through 2.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>CAPITAL-RELATED COSTS - NEW</b>					
4.00	New Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
4.01		0		0	0
5.00	New Cap. Related-Movable Equipment	0		0	0
5.01		0		0	0
6.00	SUBTOTAL (sum of lines 4 through 5.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>OTHER CAPITAL-RELATED COSTS</b>					
7.00	Insurance Premiums	\$0		\$0	\$0
8.00	Taxes and Licenses - Not INCM	0		0	0
9.00	Other	0		0	0
10.00	SUBTOTAL (sum of lines 7 through 9)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>NON CAPITAL-RELATED COSTS</b>					
11.00	Salaries of Officers	\$0		\$0	\$0
12.00	Salaries & Wages of Others	0		0	0
13.00	Payroll Taxes	0		0	0
14.00	Employee Benefits-Payroll Related	0		0	0
15.00	Employee Benefits-Nonpayroll Related	0		0	0
16.00	Profit Sharing/Pension Plans	0		0	0
17.00	Legal Fees	0		0	0
18.00	Auditing & Accounting Fees	0		0	0
19.00	Utilities	0		0	0
20.00	Communications	0		0	0
21.00	Travel & Entertainment	0		0	0
22.00	Transportation	0		0	0
23.00	Cleaning Office & Admin Supplies	0		0	0
24.00	Minor Equipment Expensed	0		0	0
25.00	Repairs & Maintenance	0		0	0
26.00	Dues & Subscriptions	0		0	0
27.00	Contributions	0		0	0
28.00	Insurance Premium-Non Capital Related	0		0	0
29.00	Taxes & Licenses - Non Capital Related	0		0	0
30.00	Interest Expense	0		0	0
31.00	Purchased Servicsd	0		0	0
32.00	Public Relations/Advertising	0		0	0
33.00	Education	0		0	0
34.00	Training/Employee Programs	0		0	0
35.00	Other	0		0	0
35.01		0		0	0
35.02		0		0	0
35.03		0		0	0
35.04		0		0	0
35.05		0		0	0
35.06		0		0	0
35.07		0		0	0
35.08		0		0	0
36.00	SUBTOTAL (sum of lines 11 through 35.08)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
37.00	TOTAL ALLOWABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
(To Sch. 6, 6-1)					
38.00	NONREIMBURSABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
<b>TOTAL EXPENSES</b>		<u><u>\$0</u></u>		<u><u>\$0</u></u>	<u><u>\$0</u></u>

REPORTED HOME OFFICE COSTS

HOME OFFICE NAME:  
COMPASS HEALTH, INC.

FISCAL PERIOD ENDED:  
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT ALLOCATION		FUNCTIONAL ALLOCATION		POOLED ALLOCATION		TOTAL ALLOCATION HOME OFFICE COSTS		
		FROM	TO	CAPITAL RELATED COSTS (SCH. E)	NON-CAPITAL RELATED COSTS (SCH. E-1)	CAPITAL RELATED COSTS (SCH. F)	NON-CAPITAL RELATED COSTS (SCH. F-1)	CAPITAL RELATED COSTS (SCH. G)	NON-CAPITAL RELATED COSTS (SCH. G)			
<b>HEALTH CARE FACILITIES</b>												
1.	Arroyo Grande Care Center	1396733887	01/01/12	12/31/12		\$8,223		\$24,555	\$175,958	\$208,736		
1.01	Bayside Care Center	1174511612	01/01/12	12/31/12		5,009		29,715	212,934	247,658		
1.02	Central Coast Nursing Center	1134400633	01/01/12	12/31/12		11,705		25,407	182,065	219,177		
1.03	Danish Care Center	1902894355	01/01/12	12/31/12		9,951		14,956	107,175	132,082		
1.04	Mission View Health Center	1811918279	01/01/12	12/31/12		4,279		34,951	250,462	289,692		
1.05	San Luis Transitional Care	N/A	01/01/12	12/31/12		8,858		12,778	91,568	113,204		
1.06	Vineyard Hills Health Center	1629066071	01/01/12	12/31/12		8,509		26,449	189,532	224,490		
2.										0		
3.										0		
4.										0		
5.										0		
6.										0		
7.										0		
8.										0		
9.										0		
10.										0		
11.										0		
12.										0		
13.										0		
14.										0		
<b>SUBTOTAL (LINES 1 THROUGH 14)</b>						\$0	\$56,534	\$0	\$0	\$168,811	\$1,209,694	\$1,435,039
<b>OTHER COMPONENTS</b>												
15.										\$0		
16.										0		
17.										0		
18.										0		
19.	Casa De Flores	N/A						8,407	60,245	68,652		
19.01	Wyndham Residence	N/A						6,396	45,831	52,227		
20.										0		
21.										0		
22.										0		
23.										0		
24.										0		
25.										0		
26.										0		
27.	Other Managed Facilities	N/A				82,366		46,784	335,252	464,402		
28.										0		
<b>SUBTOTAL (LINES 15 THROUGH 28)</b>						\$0	\$82,366	\$0	\$0	\$61,587	\$441,328	\$585,281
<b>GRAND TOTAL</b>						\$0	\$138,900	\$0	\$0	\$230,398	\$1,651,022	\$2,020,320

(To Sch. 2, Col. 1)

Provider Name							Fiscal Period			Provider NPI		Adjustments
COMPASS HEALTH, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			N/A		5
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted		
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<b>ADJUSTMENTS TO REPORTED POOLED COSTS</b>												
	8.00	B			1.00	8.00	Old Capital Rel. Costs - Bldgs and Fixtures	\$141,381				
1							To eliminate lease expense paid to a related party. 42 CFR 413.17, 413.134(h), 413.20 and 413.24 CMS Pub. 15-1, Sections 1005, 1011.4, 1011.5, 2300 and 2304		(\$73,890)			
2							To eliminate lease expenses for storage space paid to a related party. 42 CFR 413.17, 413.134(h), 413.20 and 413.24 CMS Pub. 15-1, Sections 1005, 1011.4, 1011.5, 2300 and 2304		(39,200)			
3							To include the cost of ownership in lieu of related party lease expenses. 42 CFR 413.17, 413.134(h), 413.20 and 413.24 CMS Pub. 15-1, Sections 1005, 1011.4, 1011.5, 2300 and 2304		45,463 (\$67,627)	\$73,754		
4	8.00	B			15.00	8.00	Employee Benefits - Non-Payroll Related To eliminate staff relations expenses not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Sections 2102.2, 2102.3, 2105, 2144.3 and 2144.4	\$248,441	(\$91,167)	\$157,274		
5	8.00	B			17.00	8.00	Legal Fees To eliminate legal fees not related to patient care and due to insufficient documentation. 42 CFR 413.9(c)(3), 413.20 and 413.24 CMS Pub. 15-1, Sections 2102.3, 2300 and 2304	\$215,485	(\$215,485)	\$0		