

Balance Sheet

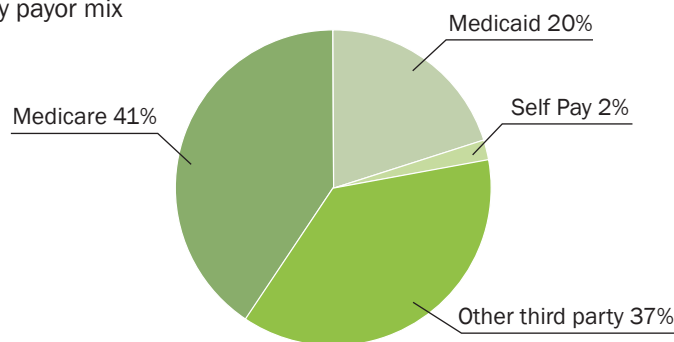
| Years ended September 30, 2016 & 2017 | 2017 | 2016 |
|---|--------------------|-------------------|
| CURRENT ASSETS | | |
| Cash and cash equivalents | 2,597,166 | \$2,932,437 |
| Short-term investments | 2,167,825 | 2,113,059 |
| Patients accounts receivable, net | 9,983,786 | 8,880,563 |
| Estimated third-party settlements | 539,373 | - |
| Other receivables | 155,506 | 266,250 |
| Supplies | 1,423,309 | 1,340,222 |
| Prepaid expenses | 1,842,885 | 1,446,942 |
| Current portion of pledges receivable | 383,838 | 489,236 |
| Total current assets | 19,093,688 | 17,468,709 |
| ASSETS LIMITED AS TO USE | | |
| Internally designated for capital acquisition | 22,836,249 | 20,765,970 |
| Held by trustee under indenture agreement | - | - |
| Long-term investments | 9,102,634 | 8,358,557 |
| Total assets limited to use | 31,938,883 | 29,124,527 |
| PROPERTY AND EQUIPMENT, NET | 53,443,851 | 42,889,323 |
| OTHER ASSETS | | |
| Pledges receivable, excluding current portion | 24,856 | 150,735 |
| Other assets | 4,525,547 | 3,971,003 |
| Total other assets | 4,550,403 | 4,121,738 |
| Total assets | 109,026,825 | 93,604,297 |
| CURRENT LIABILITIES | | |
| Accounts payable | 4,063,573 | 3,608,324 |
| Accrued expenses | 7,779,031 | 6,245,208 |
| Estimated third-party payor settlements | 319,554 | 631,786 |
| Current portion of long-term debt | 861,944 | 592,832 |
| Other | 108,194 | 216,875 |
| Total current liabilities | 13,132,296 | 11,295,025 |
| Deferred annuity, excluding current position | 431,669 | 414,606 |
| Long-term debts, excluding current portion | 29,312,256 | 19,396,561 |
| Interest rate swap agreement | 2,508,065 | 3,878,971 |
| Long-term deferred compensation | 6,644,353 | 3,769,436 |
| Total liabilities | 52,028,639 | 38,754,599 |
| NET ASSETS | | |
| Unrestricted | 54,696,906 | 52,473,839 |
| Temporary restricted | 891,702 | 1,126,996 |
| Permanently restricted | 1,409,578 | 1,248,863 |
| Total net assets | 56,998,186 | 54,849,698 |
| Total liabilities and net assets | 109,026,825 | 93,604,297 |

Statement of Operations

| Years ended September 30, 2016 & 2017 | 2017 | 2016 |
|--|--------------------|--------------------|
| WHERE THE MONEY COMES FROM | | |
| We billed for services to inpatients | 33,302,739 | 35,074,574 |
| We billed for services to outpatients | 97,765,597 | 96,404,483 |
| We had other operating revenue of | 4,902,553 | 5,362,683 |
| Total operating revenue | 135,970,889 | 136,841,740 |
| BECAUSE WE DID NOT RECEIVE FULL PAYMENT FOR AMOUNT BILLED | | |
| From those unable to pay (charity care based on charges) | 399,736 | 436,809 |
| From Medicare and Medicaid | 47,615,295 | 47,510,952 |
| From other contracted payors | 14,222,750 | 14,191,583 |
| To allow for those patients who are unwilling to pay (bad debt) | 2,996,674 | 3,400,723 |
| Therefore we wrote off | 65,234,455 | 65,540,067 |
| OUR NET REVENUE WAS | 70,736,434 | 71,301,673 |
| WHERE THE MONEY GOES | | |
| To pay our employees salaries and benefits | 46,392,198 | 46,723,402 |
| To purchase supplies and services | 21,097,479 | 19,587,616 |
| To allow for wear and tear on buildings and equipment | 3,940,024 | 3,772,108 |
| To pay for utilities | 1,226,510 | 1,192,045 |
| To pay for interest on our outstanding debt | 810,233 | 767,112 |
| OUR TOTAL EXPENSE WAS | 73,466,444 | 72,042,283 |
| THIS PROVIDES US AN OPERATING REVENUE OF | (2,730,010) | (740,610) |

Percentage of revenue

by payor mix



Operating expenses

