

**CITRUS COUNTY HOSPITAL BOARD**

OPERATING AND CAPITAL BUDGET

FOR THE 2011/12 FISCAL YEAR

Exhibit "A"

Millage rate per \$1,000 of taxable value	0.2450	0.2450	0.2450
<b>ESTIMATED REVENUES</b>	Proposed 2011/12 Budget	Tentative 2011/12 Budget	Final 2011/12 Budget
Taxes:			
Current Year Ad valorem Taxes	2,173,050	2,173,050	2,173,050
Prior Year Ad Valorem Taxes	25,000	25,000	25,000
Investment Income	50,000	50,000	50,000
Other	1,200	1,200	1,200
<b>TOTAL SOURCES</b>	<b>2,249,250</b>	<b>2,249,250</b>	<b>2,249,250</b>
Fund Balances, Reserves/Net Assets	7,846,449	7,846,449	7,846,449
<b>TOTAL REVENUES, TRANSFERS &amp; BALANCES</b>	<b>10,095,699</b>	<b>10,095,699</b>	<b>10,095,699</b>
<b>EXPENDITURES</b>			
<b>HUMAN SERVICES</b>			
<b>HEALTH SERVICES</b>			
Funds Restricted to COST of Documented & Qualified Charity Care (Notes 1, 2 & 5)	2,000,000	2,000,000	2,000,000
Funds Restricted to Contribution to Long Term Capital Improvement Expenditures (Notes 1, 3 & 5)	1,000,000	1,000,000	1,000,000
Funds Restricted to Community Indigent Care Services	1,500,000	1,500,000	1,500,000
Funds Restricted to Reduction of Long Term Debt (Notes 1, 4 & 5)	2,000,000	2,000,000	2,000,000
Total Health Services	6,500,000	6,500,000	6,500,000
<b>GENERAL GOVERNMENT</b>			
Property Appraiser Fees	54,482	54,482	54,482
Tax Collector Fees	43,961	43,961	43,961
Governance Reform Expenses	1,500,000	1,500,000	1,500,000
Other Administrative Expenses	1,499,307	1,499,307	1,499,307
Total General Government	3,097,750	3,097,750	3,097,750
<b>TOTAL EXPENDITURES</b>	<b>9,597,750</b>	<b>9,597,750</b>	<b>9,597,750</b>
Fund Balances/ Reserves/Net Assets	497,949	497,949	497,949
<b>TOTAL APPROPRIATED EXPENDITURES TRANSFERS, RESERVES &amp; BALANCES</b>	<b>10,095,699</b>	<b>10,095,699</b>	<b>10,095,699</b>

See pages 2 & 3 for Notes 1 through 5

**CITRUS COUNTY HOSPITAL BOARD**

**OPERATING AND CAPITAL BUDGET**

**FOR THE 2011/12 FISCAL YEAR**

**EXPLANATORY AND CLARIFYING REQUIREMENTS**

Notes:

(1) No payments will be made to Citrus Memorial Health Foundation, Inc. (CMHF) until such time as CMHF has submitted and Citrus County Hospital Board (CCHB) has approved the final operating and capital budgets of CMHF for the 2011/12 fiscal year. The operating budget will include detailed revenues and expenses for all functions of CMHF broken down to the lowest level of accountability. The capital budget must be the final version of the budget which is used to give authority to begin purchasing or procurement action for the capital project or item. CCHB reserves the right to approve or not approve the budgets submitted and to require CMHF to submit amended budgets. Any major changes in the operations of CMHF (greater than \$250,000) shall require amendment to the operating and/or capital budgets with any amendments being subject to CCHB approval.

(2) The payment to CMHF for charity care shall be on a reimbursement basis. Payments will be made only for documented and qualified indigent care provided by CMHF to patients who qualify based upon the Citrus County Hospital Board Indigent Care Policy incorporating the eligibility and verification parameters established by the Florida Health Care Responsibility Act (HCRA) and the Florida Health Care Indigency Eligibility Certification Standards as provided in the Lease and Hospital Care Agreement between the entities. Additionally, the Hospital Board will consider available Florida AHCA funding and enhanced reimbursements to potentially offset Citrus County Hospital Board Indigent Care Policy funding.

For the 2011/12 fiscal year, patients whose family income is equal to 125% or less of the federal poverty level shall be eligible for reimbursement by CCHB. The reimbursement rate for eligible patients will be equal to the cost of services for the fiscal year as agreed between CCHB and CMHF.

(3) The payment to CMHF for Capital Improvement Contribution shall be on a reimbursable basis for specifically agreed upon capital projects or items. The CMHF and CCHB shall agree on one or more projects or items which total \$1,000,000 or more from those projects and items included in CMHF's final capital budget as described in note (1) above. CMHF shall make payment for that project(s) or item(s) and submit documentation for the payment(s) to CCHB, which will reimburse the total costs of the agreed upon project(s) or item(s) up to a maximum amount of \$1,000,000. Any costs of the agreed upon project(s) or item(s) beyond \$1.0 million shall be the responsibility of CMHF.

(4) It is anticipated that the Foundation and CCHB will participate in a program to reduce CMHF's long term debt. For the 2011/12 fiscal year, for each dollar that the Foundation pays toward reducing long term debt prior to its scheduled maturity, the CCHB will double that amount up to a maximum of a \$2.0 million payment by CCHB. The payment for debt reduction shall not reduce the scheduled debt service that is to be paid by CMHF other than the savings in interest payments resulting directly from the reduction in principle.

(5) Any and all expenditures are only made available to CMHF should the CCHB decide, in its sole and absolute discretion, to determine to make such expenditures in part, in whole or not at all to CMHF. The inclusion of such amounts in the CCHB budget expressly does NOT promise or require the expenditure of any amounts included in said budget, in part, in whole, or not at all. Specifically, the inclusion of the expenditure amounts in the CCHB budget only allows the CCHB to make the expenditure, in part, in whole or not at all, of which such determination shall be made within the sole discretion of the CCHB Trustees, and pursuant to law, including but not limited to Chapter 2011-256, Laws of Florida. Additionally, the Hospital Board, in determining any 2011/12 funding amount specifically reserves the right to and may, in fact, consider and set off outstanding amounts owed to the Hospital Board as a result of prior year Hospital Board overpayment to the Foundation.

CITRUS COUNTY HOSPITAL BOARD  
LINE ITEM DETAIL AND HISTORICAL DATA  
OPERATING AND CAPITAL BUDGET  
FOR THE 2011/12 FISCAL YEAR

CITRUS COUNTY HOSPITAL BOARD							
OPERATING AND CAPITAL BUDGET							
FOR THE 2011/12 FISCAL YEAR							
SUMMARY OF SOURCES AND USES OF FUNDS							
	ACTUAL 2008/09 FISCAL YEAR	ACTUAL 2009/10 FISCAL YEAR	PROJECTED ACTUAL FOR 2010/11 FISCAL YEAR	2010/11 BUDGET	PROPOSED 2011/12 BUDGET	TENTATIVE 2011/12 BUDGET	FINAL 2011/12 BUDGET
<b>REVENUES</b>							
Ad-valorem (Property) Taxes	12,238,683	9,680,443	2,280,000	2,283,398	2,173,050	2,173,050	2,173,050
Prior years ad valorem taxes		14,392	38,000	10,000	25,000	25,000	25,000
Excess Property Appraiser & Tax Collector Fees	-	83,389	64,825	-	-		-
Interest Distribution	-	2,221	230	2,000	1,000	1,000	1,000
Investment Income	115,968	85,390	70,000	54,000	50,000	50,000	50,000
Prior Year Overpayment to CMHF		***	***	***			
Miscellaneous Income	16,463	542	200	200	200	200	200
<b>TOTAL REVENUES</b>	<b>12,371,114</b>	<b>9,866,377</b>	<b>2,453,255</b>	<b>2,349,598</b>	<b>2,249,250</b>	<b>2,249,250</b>	<b>2,249,250</b>
<b>OTHER FUNDING SOURCES</b>							
Fund Balance Carryover (prior year)	877,822	1,793,127	8,586,102	8,668,469	7,846,449	7,846,449	7,846,449
<b>TOTAL REVENUES AND OTHER FUNDING SOURCES</b>	<b>13,248,936</b>	<b>11,659,504</b>	<b>11,039,357</b>	<b>11,018,067</b>	<b>10,095,699</b>	<b>10,095,699</b>	<b>10,095,699</b>
<b>EXPENDITURES</b>							
Funds Restricted to COST of Documented & Qualified Charity Care (Notes 1, 2 & 5)	-	1,589,124	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
Funds Restricted to Community Indigent Care Services	-	-	-	500,000	1,500,000	1,500,000	1,500,000
Operating and Capital Expenditures for Citrus Memorial Health System	10,900,000	-	-	-			-
Funds Restricted to Contribution to Long Term Capital Improvement Expenditures (Notes 1, 3 & 5)	-	-	-	1,000,000	1,000,000	1,000,000	1,000,000
Funds Restricted to Reduction of Long Term Debt (Notes 1, 4 & 5)					2,000,000	2,000,000	2,000,000
Property Appraiser Fees	-	260,680	214,000	217,860	54,482	54,482	54,482
Tax Collector Commissions	-	196,989	46,360	45,668	43,961	43,961	43,961
Governance Reform Expenses			1,000,000	1,000,000	1,500,000	1,500,000	1,500,000
Total Personnel Services Costs			274,620	357,602	283,441	283,441	283,441
Other Administrative Services	555,809	1,026,510	657,928	666,038	1,215,866	1,215,866	1,215,866
<b>Total Expenditures</b>	<b>11,455,809</b>	<b>3,073,303</b>	<b>3,192,908</b>	<b>4,787,168</b>	<b>9,597,750</b>	<b>9,597,750</b>	<b>9,597,750</b>
<b>OTHER USES</b>							
Reserved Fund Balance			-	6,230,899	497,949	497,949	497,949
<b>TOTAL EXPENDITURES &amp; OTHER USES</b>	<b>11,455,809</b>	<b>3,073,303</b>	<b>3,192,908</b>	<b>11,018,067</b>	<b>10,095,699</b>	<b>10,095,699</b>	<b>10,095,699</b>
<b>EXCESS OF REVENUES AND OTHER FUNDING SOURCES OVER EXPENDITURES AND OTHER FUNDING USES</b>	<b>1,793,127</b>	<b>8,586,201</b>	<b>7,846,449</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>See pages 2 &amp; 3 for Notes 1 through 5</i>							

CITRUS COUNTY HOSPITAL BOARD  
OPERATING AND CAPITAL BUDGET  
FOR THE 2011/12 FISCAL YEAR  
REVENUE PROJECTIONS

	ACTUAL 2008/09 FISCAL YEAR	ACTUAL 2009/10 FISCAL YEAR	PROJECTED ACTUAL FOR 2010/11 FISCAL YEAR	2010/11 BUDGET	PROPOSED 2011/12 BUDGET	TENTATIVE 2011/12 BUDGET	FINAL 2011/12 BUDGET
<b>REVENUES</b>							
Ad-valorem (Property) Taxes	12,238,683	9,680,443	2,280,000	2,283,398	2,173,050	2,173,050	2,173,050
Prior years ad valorem taxes		14,392	38,000	10,000	25,000	25,000	25,000
Excess Property Appraiser & Tax Collector Fees		83,389	64,825				
Interest Distribution		2,221	230	2000	1,000	1,000	1,000
Investment Income	115,968	85,390	70,000	54,000	50,000	50,000	50,000
Prior Year Overpayment to CMHF		***	***	***	***	***	***
Miscellaneous Income	16,463	542	200	200	200	200	200
<b>TOTAL REVENUES</b>	<b>12,371,114</b>	<b>9,866,377</b>	<b>2,453,255</b>	<b>2,349,598</b>	<b>2,249,250</b>	<b>2,249,250</b>	<b>2,249,250</b>
<b>OTHER FUNDING SOURCES</b>							
Fund Balance Carryover (prior year)	877,822	1,793,127	8,586,102	8,668,469	7,846,449	7,846,449	7,846,449
<b>TOTAL REVENUES AND OTHER FUNDING SOURCES</b>	<b>13,248,936</b>	<b>11,659,504</b>	<b>11,039,357</b>	<b>11,018,067</b>	<b>10,095,699</b>	<b>10,095,699</b>	<b>10,095,699</b>
Ad Valorem (Property) Tax Rate	1.1169	1.0000		0.2500	0.2450	0.2450	0.2450
Gross Taxable Value in Billions	\$ 10.950	\$ 10.075		\$ 9.614	\$ 9.336	\$ 9.336	\$ 9.336

BUDGET CALCULATION ASSUMPTION SUMMARIES

MAJOR REVENUE ACCOUNTS

2011/2012 FISCAL YEAR

Ad Valorem taxes - The total taxable value of properties located in Citrus County has decreased by a total of \$2.234 billion from the high of \$11.848 billion for the 2007/08 fiscal year to the \$9.614 billion for the 2010/11 fiscal year. The Certification of Taxable Value (DR 420) which was received from the Citrus county Property Appraiser on July 1, 2011 reflects a total taxable value of \$9,336,411,262 for CCHB's 2011/12 fiscal year. This represents a decrease of approximately \$278 million. The amount of net proceeds to be obtained by adopting the proposed ad valorem rate of 0.2450 mills is \$2,173,050, a decrease of \$116,192 from the rolled back rate of 0.2581 mills.
Prior Year Ad Valorem Taxes-This account accumulates totals for collections of delinquent amounts from prior years.
Interest earnings-Based on the current economic conditions, it is anticipated that the Federal Reserve Board will continue to keep interest rates at the current low levels. It is, therefore, anticipated that the earnings rate on the checking account continue to accrue interest at 1.00% for the 2011/12 fiscal year as contained in our banking services contract. Average cash and investment balance will fluctuate based on the adopted millage rate.
***Prior Year Overpayment to CMHF-The Citrus County Hospital Board has authorized its Legal Counsel to pursue several legal remedies relating to a variety of disputes between the Board and the Citrus Memorial Health Foundation, Inc. One of those matters is a cause of action to recover the amount that CCHB overpaid CMHF during the 2008/09 fiscal year by advancing a total \$10,900,000 to CMHF for the costs of charity care and approved capital expenditures. Analysis reflects that, during the 2008/09 fiscal year, the costs of charity care based on the CMHF Hospital Sponsorship Program was \$4,623,153, total actual budgeted non financed capital expenditures was \$773,127. Therefore, the total cost of charity care and budgeted capital expenditures totaled only \$5,396,280 versus the advance of \$10,900,000 resulting in an overpayment of \$5,503,720. However, because generally accepted accounting principles require that accrued revenue amounts be received within 90 days of the end of the fiscal year, and it is unlikely that actual receipt of the funds will be received prior to 12/31/2012, the amount is not being included in the budget at this time.
Fund Balance Carryover (prior year)-This represents the calculated amount from the projected actual for the 2010/11 fiscal year column. Any changes in the projected expenditures for the 2010/11 fiscal year will change the amount of this account.

CITRUS COUNTY HOSPITAL BOARD							
OPERATING AND CAPITAL BUDGET							
FOR THE 2011/12 FISCAL YEAR							
EXPENDITURE APPROPRIATIONS							
	ACTUAL 2008/09 FISCAL YEAR	ACTUAL 2009/10 FISCAL YEAR	PROJECTED ACTUAL FOR 2010/11 FISCAL YEAR	2010/11 BUDGET	PROPOSED 2011/12 BUDGET	TENTATIVE 2011/12 BUDGET	FINAL 2011/12 BUDGET
<b>EXPENDITURES</b>							
Funds Restricted to COST of Documented & Qualified Charity Care (Notes 1, 2 & 5)		1,589,124	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
Funds Restricted to Community Indigent Care Services			-	500,000	1,500,000	1,500,000	1,500,000
Operating and Capital Expenditures for Citrus Memorial Health System	10,900,000		-		-	-	-
Funds Restricted to Contribution to Long Term Capital Improvement Expenditures (Notes 1, 3 & 5)			-	1,000,000	1,000,000	1,000,000	1,000,000
Funds Restricted to Reduction of Long Term Debt (Notes 1, 4 & 5)					2,000,000	2,000,000	2,000,000
Property Appraiser Fees		260,680	214,000	217,860	54,482	54,482	54,482
Tax Collector Commissions		196,989	46,360	45,668	43,961	43,961	43,961
Administrative Expenses							
Salaries		146,978	220,000	279,664	230,745	230,745	230,745
Employer Social Security Contribution		9,113	13,640	14,543	14,306	14,306	14,306
Employer Medicare Contribution		2,131	3,080	6,852	3,346	3,346	3,346
Federal Unemployment Tax		475	200	224	480	480	480
State Unemployment Tax		1,085	700	755	1,000	1,000	1,000
Worker's Compensation Ins.		395	1,200	1,398	1,154	1,154	1,154
Health Insurance			8,400	19,500	16,000	16,000	16,000
Florida Retirement System Contribution		15,218	25,000	32,196	13,410	13,410	13,410
ADP Fees		2,102	2,400	2,470	3,000	3,000	3,000
Total Personnel Services Costs	-	177,497	274,620	357,602	283,441	283,441	283,441
Legal Services		519,178	300,000	300,000	300,000	300,000	300,000
Legislative Initiative		195,897	200,000	200,000	200,000	200,000	200,000
Bank Fees		88	50	1,500	200	200	200
Transcription Services		46,407	41,000	28,000	41,000	41,000	41,000
Audit Fees		9,400	10,080	14,000	10,100	10,100	10,100
Other Professional Service Fees					500,000	500,000	500,000
Membership Fees		1,675	992	1,800	2,100	2,100	2,100
Supplies for Community Outreach			10,000	19,240	10,000	10,000	10,000
Supplies		18,170	20,000	12,600	18,000	18,000	18,000
Printing & Copying		2,643	4,000	5,250	10,000	10,000	10,000
Travel, Conferences & Education		20,175	29,000	48,000	41,000	41,000	41,000
Advertising		7,518	15,000	15,000	18,000	18,000	18,000
Advertising for Community Outreach			-	1,500	35,000	35,000	35,000
Office Rent		14,290	19,806	17,148	22,466	22,466	22,466
Other Expenses		13,572	8,000	2,000	8,000	8,000	8,000
Governance Reform Expenses			1,000,000		1,500,000	1,500,000	1,500,000
Reserve for Governance Reform				1,000,000			
Total Administrative Expenditures	555,809	1,026,510	1,932,548	2,023,640	2,999,307	2,999,307	2,999,307
<b>TOTAL EXPENDITURES</b>	<b>11,455,809</b>	<b>3,073,303</b>	<b>3,192,908</b>	<b>4,787,168</b>	<b>9,597,750</b>	<b>9,597,750</b>	<b>9,597,750</b>
<b>OTHER USES</b>							
Reserved Fund Balance				6,230,899	497,949	497,949	497,949
<b>TOTAL EXPENDITURES AND OTHER USES</b>	<b>11,455,809</b>	<b>3,073,303</b>	<b>3,192,908</b>	<b>11,018,067</b>	<b>10,095,699</b>	<b>10,095,699</b>	<b>10,095,699</b>
<i>See pages 2 &amp; 3 for Notes 1 through 5</i>							





Other Professional Services-	May include, but not be limited to,	costs of consultants to assist in the development of a County Health Plan,	study ambulance and other service delivery methodology pursuant to the new enabling legislation passed by the 2011 legislature.				
Membership Fees-	Anticipated continuation of membership in Florida Association of Special Districts and payment to the State for Special District registration as well as the Chamber of Commerce and Economic Development Council. The membership rate for the FASD for 2010/11 was reduced for a one year period and will not occur in the following year.						
Supplies-	Next year costs based on 2010/11 costs with some reduction in paper and supplies based on use of I-Pads for the entire year.						
Printing & Copying-	Anticipates an increase as CCHB becomes involved in other health care services and programs .						
Travel, Conferences & Education-	Allows \$6,000 per Trustee and Chief Operating Officer, and \$5,000 for Finance Director and other staff.						
Advertising-	includes ads for Notice of Meetings as well as specialized TRIM and other required advertisements.						
Advertising for Community Outreach-	Anticipates that CCHB takes the lead in advertising programs to meet the needs of the indigent other than at Citrus Memorial Hospital.						
Office Rent-	Includes revised rent due to CCHB occupying one additional office effective April 1, 2011. Rent may go to zero if CCHB relocated to Hospital.						
Other Expenses-	Includes costs not properly classified to other accounts.						
Governance Reform Expenses-	Assumes a continuation of most legal matters well into the 2011/12 fiscal year.						
Reserved Fund Balance	is equal to the budgeted revenues less budgeted expenditures in order to balance the budget. Each change in revenues or expenditures will cause this amount to change.						

CITRUS COUNTY HOSPITAL BOARD  
 MAXIMUM MILLAGE RATES PER TRIM AND VARIOUS MILLAGE RATES COMPARED TO ROLLED BACK RATE  
 BASED ON TAXABLE VALUE OF \$9,336,411,252 PER PROPERTY APPRAISER DR420 RECEIVED JULY 1, 2011

	MAXIMUM MILLAGE LIMIT IN 2011/12		
	MAJORITY VOTE	TWO THIRDS VOTE	UNANIMOUS VOTE
	1.4096	1.5506	3.0000
NUMBER OF AFFIRMATIVE VOTES REQUIRED ASSUMING THERE ARE 5 CCHB TRUSTEES	3	4	5
NUMBER OF AFFIRMATIVE VOTES REQUIRED ASSUMING THERE ARE 4 CCHB TRUSTEES	3	3	4
NUMBER OF AFFIRMATIVE VOTES REQUIRED ASSUMING THERE ARE 3 CCHB TRUSTEES	3	3	3

(NOTE: ALL ACTIONS REQUIRE 3 AFFIRMATIVE VOTES TO PASS FOR CCHB)

MILLAGE RATES	GROSS PROCEEDS	REDUCTION AT 5% (1)	NET PROCEEDS	NET CHANGE (3)	TRIM % INCREASE (DECREASE) FROM ROLLED BACK RATE
					(2)
0.0000	-	-	-	-	
0.0500	466,821	23,341	443,480	(1,845,762)	-80.63%
0.1000	933,641	46,682	886,959	(1,402,282)	-61.26%
0.1500	1,400,462	70,023	1,330,439	(958,803)	-41.88%
0.2450	2,287,421	114,371	2,173,050	(116,192)	-5.08%
0.2500	2,334,103	116,705	2,217,398	(71,844)	-3.14%
0.2581	2,409,728	120,486	2,289,241	-	0.00%
0.3000	2,800,923	140,046	2,660,877	371,636	16.23%
0.3500	3,267,744	163,387	3,104,357	815,115	35.61%
0.4000	3,734,565	186,728	3,547,836	1,258,595	54.98%
0.4500	4,201,385	210,069	3,991,316	1,702,074	74.35%
0.5000	4,668,206	233,410	4,434,795	2,145,554	93.72%
0.5500	5,135,026	256,751	4,878,275	2,589,034	113.10%
0.6000	5,601,847	280,092	5,321,754	3,032,513	132.47%
0.6500	6,068,667	303,433	5,765,234	3,475,993	151.84%
0.7000	6,535,488	326,774	6,208,713	3,919,472	171.21%
0.7500	7,002,308	350,115	6,652,193	4,362,952	190.59%
0.8000	7,469,129	373,456	7,095,673	4,806,431	209.96%
0.8500	7,935,950	396,797	7,539,152	5,249,911	229.33%
0.9000	8,402,770	420,139	7,982,632	5,693,390	248.70%
0.9500	8,869,591	443,480	8,426,111	6,136,870	268.07%
0.9900	9,243,047	462,152	8,780,895	6,491,653	283.57%
1.0000	9,336,411	466,821	8,869,591	6,580,349	287.45%
1.5000	14,004,617	700,231	13,304,386	11,015,145	481.17%
2.0000	18,672,823	933,641	17,739,181	15,449,940	674.89%
3.0000	28,009,234	1,400,462	26,608,772	24,319,531	1062.34%

NOTE (1) STATE LAW ALLOWS DISCOUNTS OF 4% OF GROSS PROPERTY TAXES IF THE TAX IS PAID IN NOVEMBER. OTHER ADJUSTMENTS ARE MADE TO THE ROLL AND SOME TANGIBLE PERSONAL PROPERTY TAX BILLS ARE NOT PAID. THEREFORE, THE STATE ALLOWS A DEDUCTION OF UP TO 5% WHEN CALCULATING NET PROPERTY TAX REVENUES.

NOTE (2) NET CHANGE IS THE INCREASE OR DECREASE ABOVE THE ROLLED BACK RACK COMPUTED PURSUANT TO THE TRIM LAW.

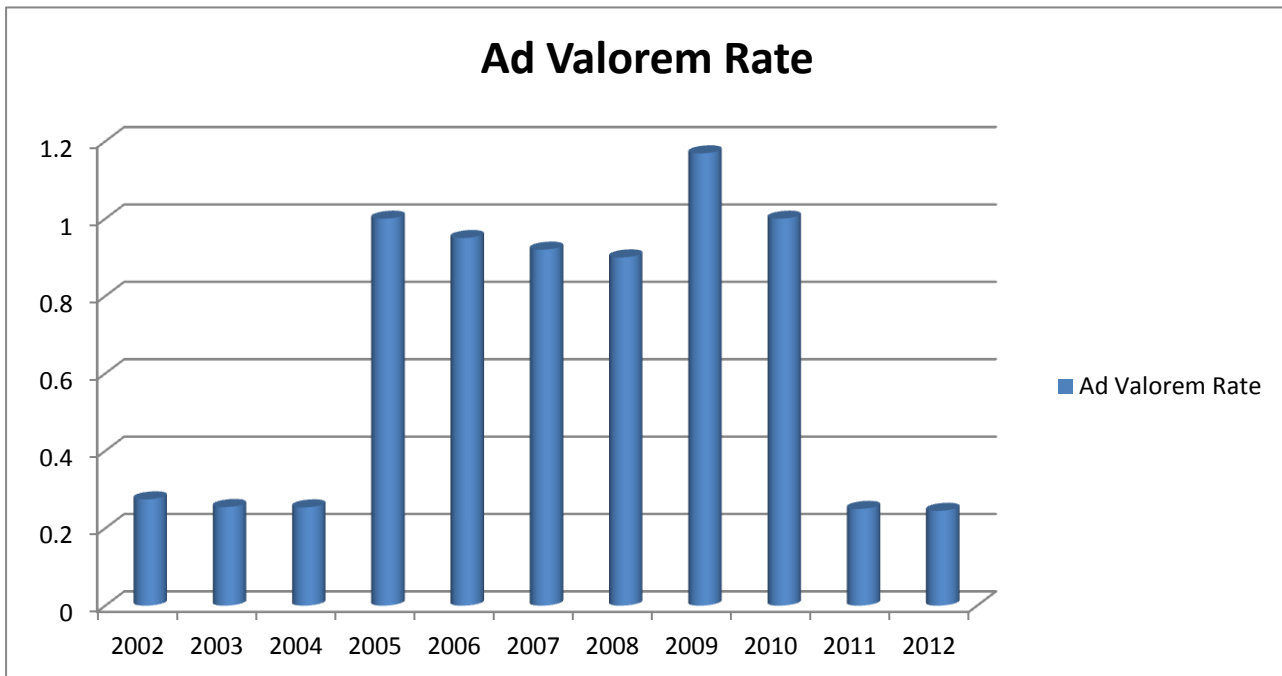
NOTE (3) NET CHANGE IS THE INCREASE OF DECREASE BY ADOPTING ANY OF THE RATES SHOWN IN THE FIRST COLUMN INSTEAD OF THE ROLLED BACK RATE OF 0.2581.

CITRUS COUNTY HOSPITAL BOARD  
HISTORY OF AD VALOREM (PROPERTY) TAX RATES  
FISCAL YEARS ENDING SEPTEMBER 30, 2002 TO SEPTEMBER 30, 2012

FISCAL YEAR END SEPTEMBER 30	AD VALOREM RATE		TAXABLE VALUE		GROSS AD VALOREM PROCEEDS
2002	0.2746	(3)	5,583,947,000	(1)	1,533,352
2003	0.2548	(3)	5,949,416,000	(1)	1,515,911
2004	0.2539	(3)	6,483,166,000	(1)	1,646,076
2005	1.000	(3)	7,107,654,000	(1)	7,107,654
2006	0.950	(3)	8,722,316,000	(1)	8,286,200
2007	0.920	(2)	11,171,615,056	(2)	10,277,886
2008	0.8999	(2)	11,848,337,433	(2)	10,662,319
2009	1.1689	(2)	10,949,871,541	(2)	12,799,305
2010	1.0000	(2)	10,074,921,377	(2)	10,074,921
2011	0.2500	(2)	9,614,305,893	(2)	2,403,576
2012	0.2450	(4)	9,336,411,252	(4)	2,287,421

SOURCES:

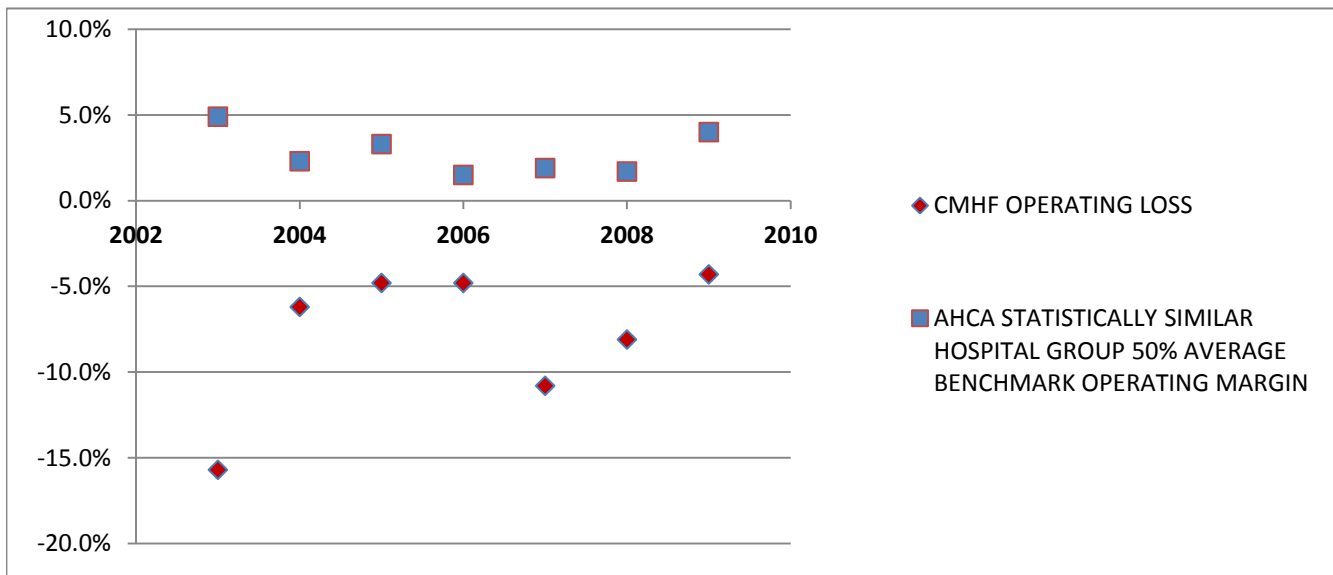
- (1) CITRUS COUNTY FLORIDA, COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009.
- (2) CITRUS COUNTY HOSPITAL BOARD RESOLUTIONS ADOPTING EACH YEAR'S AD VALOREM TAX RATE.
- (3) CITRUS COUNTY PROPERTY APPRAISER FINAL MILLAGE RATE FORMS FOR EACH YEAR.
- (4) CURRENTLY PROPOSED TAX RATE FOR 2011/12 FISCAL YEAR



CITRUS COUNTY HOSPITAL BOARD  
 HISTORY OF CITRUS MEMORIAL HEALTH FOUNDATION OPERATING MARGIN  
 COMPARED TO ACHA DATA FOR SIMILAR HOSPITAL GROUPS  
 FISCAL YEARS ENDING SEPTEMBER 30, 2003 TO SEPTEMBER 30, 2009

	2009	2008	2007	2006	2005	2004	2003
CMHF OPERATING LOSS	-4.3%	-8.1%	-10.8%	-4.8%	-4.8%	-6.2%	-15.7%
AHCA STATISTICALLY SIMILAR HC HOSPITAL GROUP 50% AVERAGE BENCHMARK OPERATING MARGIN	4.0%	1.7%	1.9%	1.5%	3.3%	2.3%	4.9%

SOURCE: FLORIDA HOSPITAL FINANCIAL DATA PUBLISHED BY THE FLORIDA AGENCY FOR HEALTH CARE ADMINISTRATION (AHCA). THE REPORT FOR 2010 HAS NOT BEEN ISSUED.

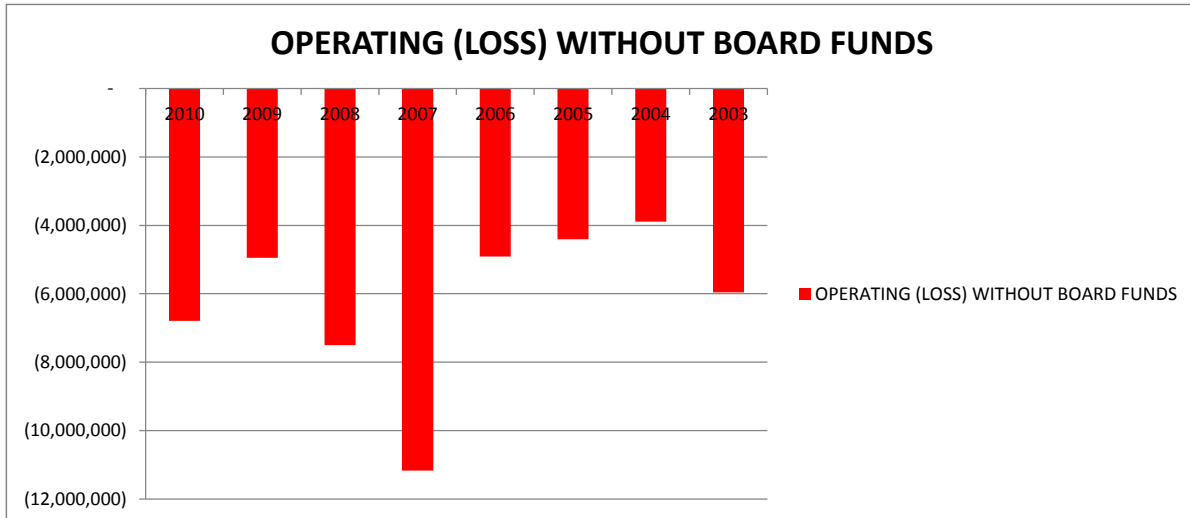


THE ABOVE GRAPH INDICATES THAT CMHF HAS SIGNIFICANTLY UNDERPERFORMED THEIR PEERS. OVER THE SEVEN YEAR PERIOD FOR 2003 TO 2009, CMHS HAS AVERAGED A NET OPERATING LOSS OF 7.3% WHILE OTHER SIMILAR HOSPITALS AVERAGED A NET OPERATING GAIN OF 2.8%

CITRUS COUNTY HOSPITAL BOARD  
 HISTORY OF CITRUS MEMORIAL HEALTH FOUNDATION OPERATING LOSSES  
 WITHOUT CITRUS COUNTY HOSPITAL BOARD FUNDS  
 FISCAL YEARS ENDING SEPTEMBER 30, 2003 TO SEPTEMBER 30, 2010

FISCAL YEAR END SEPTEMBER 30,  
 2010      2009      2008      2007      2006      2005      2004      2003

OPERATING (LOSS)								
WITHOUT BOARD FUNDS	(6,789,149)	(4,948,414)	(7,498,953)	(11,167,143)	(4,914,552)	(4,401,868)	(3,890,566)	(5,956,650)



THIS CHART REFLECTS THAT FOR THE PERIOD FROM OCTOBER 1, 2002 TO SEPTEMBER 30, 2010, THE CITRUS MEMORIAL HEALTH FOUNDATION OPERATED AT AN OPERATING LOSS EVERY YEAR WITH LOSSES TOTALING \$49,567,295 OVER THE EIGHT YEAR PERIOD.