

CITRUS COUNTY HOSPITAL BOARD
BALANCE SHEET
AS OF SEPTEMBER 30, 2011

| | END OF MONTH |
|---------------------------------------------------------|-----------------|
| ASSETS | |
| Cash | |
| Brannen Bank | - |
| Old Florida National Bank | 9,022,462 |
| Advance to CMHF | 250,000 |
| Due from Citrus Memorial Health Foundation (Footnote 1) | - |
| TOTAL ASSETS | 9,272,462 |
| LIABILITIES | |
| Accounts Payable | 202,117 |
| Payroll Liabilities | 10,045 |
| TOTAL LIABILITIES | 212,162 |
| FUND BALANCE | |
| Beginning of Year | 8,586,102 |
| Current Year Revenues Over Expenditures | 474,198 |
| Total Fund Balance | 9,060,300 |
| TOTAL LIABILITIES AND FUND BALANCE | 9,272,462 |

Note (1) 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, due to the uncertainty concerning when this amount will be collected from the Foundation, the amount is not included in the monthly financial reports at this time.

CITRUS COUNTY HOSPITAL BOARD
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACCUMULATION OF MONTHLY AMOUNTS TO ARRIVE AT YEARLY AMOUNTS

| | Oct-10 | Nov-10 | Dec-10 | Jan-11 | Feb-11 | Mar-11 | Apr-11 | May-11 | Jun-11 | Jul-11 | Aug-11 | Sep-11 | YEAR TO DATE | 2010/11 BUDGET |
|--------------------------------------------------------------------------------|---------------|----------------|------------------|----------------|----------------|---------------|----------------|---------------|---------------|---------------|---------------|---------------|------------------|-------------------|
| REVENUES | | | | | | | | | | | | | | |
| Ad-valorem (Property) Taxes | | 311,372 | 1,255,245 | 289,978 | 86,224 | 54,081 | 155,336 | 42,808 | 34,782 | 77,329 | 1,461 | 202 | 2,308,818 | 2,283,398 |
| Delinquent Property Taxes | 7,571 | 2,173 | 319 | 1,435 | 10,358 | 5,538 | 4,778 | 4,733 | 5,115 | 8,510 | 821 | 2,108 | 53,459 | 10,000 |
| Excess Tax Collector Fees | 46,317 | | | | | | | | | | | | 46,317 | |
| Excess Property Appraiser Fees | 18,508 | | | | | | | | | | | | 18,508 | |
| Interest Distribution | 32 | | | 198 | | | 49 | | | 5 | | 81 | 365 | 2,000 |
| Investment Income | 2,941 | 2,835 | 5,519 | 8,060 | 7,503 | 8,430 | 7,880 | 8,697 | 7,426 | 8,328 | 8,653 | 7,770 | 84,042 | 54,000 |
| Prior Year Overpayment of CMHF (Note 1) | | | | | | | | | | | | | - | |
| Miscellaneous Income | 8 | | | 22 | | 121 | | | 235 | 139 | | | 525 | 200 |
| TOTAL REVENUES | 75,377 | 316,380 | 1,261,083 | 299,693 | 104,085 | 68,170 | 168,043 | 56,238 | 47,558 | 94,311 | 10,935 | 10,161 | 2,512,034 | 2,349,598 |
| EXPENDITURES | | | | | | | | | | | | | | |
| Operating and Capital Expenditures for Citrus Memorial Health System | | | | | | | | | | | | | - | 1,000,000 |
| Funds Restricted to Community Indigent Care Services | | | | | | | | | | | | | - | 500,000 |
| Funds Restricted to Contribution to Long Term Capital Improvement Expenditures | | | | | | | | | | | | | - | 1,000,000 |
| Property Appraiser Fees | 53,336 | | | 53,339 | | | 53,338 | | | 53,338 | | - | 213,351 | 217,860 |
| Tax Collector Commissions | 151 | 6,396 | 25,111 | 5,828 | 1,932 | 1,192 | 3,203 | 951 | 1,451 | 1,716 | 46 | 46 | 48,023 | 45,668 |
| Reserve for Uncollectible Tax Receipts | | | | | | | | | | | | | - | |
| Administrative Expenses | | | | | | | | | | | | | | |
| Salaries | 17,475 | 15,868 | 17,629 | 18,734 | 15,965 | 18,645 | 16,200 | 17,584 | 17,349 | 16,235 | 18,309 | 17,491 | 207,484 | 279,664 |
| Employer Social Security Contributions | 1,084 | 984 | 1,037 | 1,217 | 990 | 1,154 | 1,004 | 1,090 | 1,076 | 1,006 | 1,135 | 1,085 | 12,862 | 14,543 |
| Employer Medicare Contribution | 253 | 230 | 253 | 274 | 232 | 268 | 235 | 255 | 252 | 235 | 266 | 254 | 3,007 | 6,852 |
| Federal Unemployment Tax | 6 | | 31 | 121 | 7 | 11 | (5) | | | (294) | | | (121) | 224 |
| State Unemployment Tax | 31 | | 106 | 409 | 22 | 46 | 44 | | | | | | 658 | 755 |
| ADP Fees | 164 | 172 | 170 | 248 | 170 | 167 | 263 | 178 | 178 | 178 | 178 | 267 | 2,336 | 2,470 |
| Health Insurance | | | | | 1,154 | 1,033 | 1,032 | 1,033 | 1,033 | 1,032 | 1,032 | 1,033 | 8,382 | 19,500 |
| Worker's Compensation Ins. | 94 | 59 | 59 | 57 | 58 | 38 | 58 | 58 | 87 | 57 | 58 | 87 | 772 | 1,398 |
| Florida Retirement System Contribution | 2,240 | 2,240 | 2,113 | 2,202 | 2,202 | 2,239 | 2,192 | 2,226 | 3,319 | 940 | 958 | 960 | 23,831 | 32,196 |
| Total Personnel Services Costs (2) | 21,347 | 19,553 | 21,398 | 23,262 | 20,800 | 23,601 | 21,023 | 22,424 | 23,294 | 19,389 | 21,936 | 21,177 | 259,211 | 357,602 |

| | | | | | | | | | | | | | | |
|-----------------------------------------------------------------------------------|------------------|----------------|------------------|----------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|------------------|------------------|------------------|------------------|
| Legal Services (3) | 28,672 | 35,815 | 20,858 | 19,668 | 20,128 | 22,367 | 30,275 | 33,195 | 35,198 | 29,343 | 48,118 | 45,990 | 369,627 | 300,000 |
| Legislative Initiative | 2,016 | 35,531 | 33,265 | 37,774 | 38,740 | 37,334 | 12,192 | 1,000 | | | | | 197,852 | 200,000 |
| Bank Fees | 6 | 10 | 8 | 3 | 4 | | | | | | | | 31 | 1,500 |
| Transcription Services | 2,268 | 4,566 | 3,075 | 6,917 | 2,710 | 2,164 | 3,056 | 2,128 | 2,382 | 2,279 | 7,128 | 6,814 | 45,487 | 28,000 |
| Audit Fees | | | | | - | | | | | | | 10,080 | 10,080 | 14,000 |
| Membership Fees | | 817 | | | 125 | | | 50 | | | | | 992 | 1,800 |
| Supplies form Community Outreach | | | | | | 597 | 4,378 | | | | | | 4,975 | 19,240 |
| Supplies | 241 | 224 | 1,129 | 1,293 | 529 | 1,583 | 6,147 | 5,245 | 522 | 254 | 721 | 459 | 18,347 | 12,600 |
| Printing & Copying | | | 1,532 | 158 | | 166 | 52 | | | | 316 | 50 | 2,274 | 5,250 |
| Travel, Conferences & Education | | | | 5,387 | 4,311 | 1,279 | 815 | 223 | 2,175 | 362 | | 717 | 15,269 | 48,000 |
| Advertising | 3,938 | 4,521 | 47 | 1,911 | 228 | 242 | 51 | 187 | 359 | 472 | 231 | 76 | 12,263 | 15,000 |
| Advertising for Community Outreach | | | | | | | | | | | | | - | 1,500 |
| Office Rent | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 1,429 | 4,087 | 19,806 | 17,148 |
| Other Expenses | 4,863 | 21 | 62 | - | 103 | 494 | 366 | 1,833 | 269 | 942 | 88 | 882 | 9,923 | 2,000 |
| Reserve for Governance Reform (3) | 42,051 | 32,712 | 22,906 | 32,374 | 26,303 | 49,234 | 63,694 | 55,866 | 73,848 | 114,141 | 156,064 | 141,130 | 810,325 | 1,000,000 |
| Total Administrative Expenditures | 106,831 | 135,199 | 105,709 | 130,176 | 115,410 | 140,490 | 143,478 | 123,580 | 139,476 | 168,611 | 236,031 | 231,462 | 1,776,462 | 2,023,640 |
| TOTAL EXPENDITURES | 160,318 | 141,595 | 130,820 | 189,343 | 117,342 | 141,682 | 200,019 | 124,531 | 140,927 | 223,665 | 236,077 | 231,508 | 2,037,836 | 4,787,168 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (84,941) | 174,785 | 1,130,263 | 110,350 | (13,257) | (73,512) | (31,976) | (68,293) | (93,369) | (129,354) | (225,142) | (221,347) | 474,198 | (2,437,570) |
| OTHER SOURCES | | | | | | | | | | | | | | |
| Fund Balance Carryover (prior year) | 8,586,102 | - | | | | | | | | | | | 8,586,102 | 8,668,469 |
| OTHER USES | | | | | | | | | | | | | | |
| Reserved Fund Balance | | | | | | | | | | | | | - | 6,230,899 |
| EXCESS OF REVENUES AND OTHER USES OVER (UNDER) EXPENDITURES AND OTHER USES | 8,501,161 | 174,785 | 1,130,263 | 110,350 | (13,257) | (73,512) | (31,976) | (68,293) | (93,369) | (129,354) | (225,142) | (221,347) | 9,060,300 | - |

Note (1) 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, due to the uncertainty concerning when this amount will be collected from the Foundation, the amount is not included in the monthly financial reports at this time.

Note (2) Error in accrual between December 2010 and January 2011 corrected above.

Note (3) Allocation between Legal and Reserve for Governance Reform corrected for months of October 2010 through January 2011.

CITRUS COUNTY HOSPITAL BOARD
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 FOR THE PERIOD ENDED SEPTEMBER 30, 2011

| | MONTH | YEAR TO DATE | 2010/11 BUDGET |
|--------------------------------------------------------------------------------|---------------|------------------|------------------|
| REVENUES | | | |
| Ad-valorem (Property) Taxes | 202 | 2,308,818 | 2,283,398 |
| Delinquent Property Taxes | 2,108 | 53,459 | 10,000 |
| Excess Tax Collector Fees | | 46,317 | |
| Excess Property Appraiser Fees | | 18,508 | |
| Interest Distribution | 81 | 365 | 2,000 |
| Investment Income | 7,770 | 84,042 | 54,000 |
| Prior Year Overpayment of CMHF (Note 1) | | - | |
| Miscellaneous Income | - | 525 | 200 |
| TOTAL REVENUES | 10,161 | 2,512,034 | 2,349,598 |
| EXPENDITURES | | | |
| Operating and Capital Expenditures for Citrus Memorial Health System | | - | 1,000,000 |
| Funds Restricted to Community Indigent Care Services | | - | 500,000 |
| Funds Restricted to Contribution to Long Term Capital Improvement Expenditures | | - | 1,000,000 |
| Property Appraiser Fees | | 213,351 | 217,860 |
| Tax Collector Commissions | 46 | 48,023 | 45,668 |
| Reserve for Uncollectible Tax Receipts | | | |
| Administrative Expenses | | | |
| Salaries | 17,491 | 207,484 | 279,664 |
| Employer Social Security Contribution | 1,085 | 12,862 | 14,543 |
| Employer Medicare Contribution | 254 | 3,007 | 6,852 |
| Federal Unemployment Tax | | (121) | 224 |
| State Unemployment Tax | - | 658 | 755 |
| ADP Fees | 267 | 2,336 | 2,470 |
| Health Insurance | 1,033 | 8,382 | 19,500 |
| Worker's Compensation Ins. | 87 | 772 | 1,398 |
| Florida Retirement System Contribution | 960 | 23,831 | 32,196 |
| Total Personnel Services Costs | 21,177 | 259,211 | 357,602 |

| | | | |
|-----------------------------------------------------------------------------------|-----------|-----------|-------------|
| Legal Services | 45,990 | 369,627 | 300,000 |
| Legislative Initiative | - | 197,852 | 200,000 |
| Bank Fees | - | 31 | 1,500 |
| Transcription Services | 6,814 | 45,487 | 28,000 |
| Audit Fees | 10,080 | 10,080 | 14,000 |
| Membership Fees | - | 992 | 1,800 |
| Supplies form Community Outreach | - | 4,975 | 19,240 |
| Supplies | 459 | 18,347 | 12,600 |
| Printing & Copying | 50 | 2,274 | 5,250 |
| Travel, Conferences & Education | 717 | 15,269 | 48,000 |
| Advertising | 76 | 12,263 | 15,000 |
| Advertising for Community Outreach | | | 1,500 |
| Office Rent | 4,087 | 19,806 | 17,148 |
| Other Expenses | 882 | 9,923 | 2,000 |
| Reserve for Governance Reform | 141,130 | 810,325 | 1,000,000 |
| Total Administrative Expenditures | 231,462 | 1,776,462 | 2,023,640 |
| TOTAL EXPENDITURES | 231,508 | 2,037,836 | 4,787,168 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (221,347) | 474,198 | (2,437,570) |
| OTHER SOURCES | | | |
| Fund Balance Carryover (prior year) | - | 8,586,102 | 8,668,469 |
| OTHER USES | | | |
| Reserved Fund Balance | | - | 6,230,899 |
| EXCESS OF REVENUES AND OTHER USES OVER (UNDER) EXPENDITURES AND OTHER USES | (221,347) | 9,060,300 | - |

Note (1) 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, due to the uncertainty concerning when this amount will be collected from the Foundation, the amount is not included in the monthly financial reports at this time.

CITRUS COUNTY HOSPITAL BOARD
STATEMENT OF CASH FLOWS
FOR THE MONTH ENDED SEPTEMBER 30, 2011

| | Current Month | YTD |
|------------------------------------------------------------|---------------|-------------|
| Cash Flows from Operating Activities | | |
| Ad Valorem Taxes | 2,310 | 2,362,277 |
| Other Revenues | 81 | 65,715 |
| Advance Direct Payment to CMHS | (250,000) | (250,000) |
| Property Appraiser Fees | 0 | (213,351) |
| Tax Collector Commissions | (46) | (48,023) |
| Administrative Expenses | (235,896) | (1,639,323) |
| Net Cash Provided by (Used In) Operating Activities | (483,551) | 277,295 |
| Cash Flows from Investing Activities | | |
| Interest Income | 7,770 | 84,042 |
| Medicaid Inpatient Payment Program | | |
| Net Cash Provided by (Used In) Investing Activities | 7,770 | 84,042 |
| Increase (Decrease) in Cash and Cash Equivalents | (475,781) | 361,337 |
| Cash and Cash Equivalents at Beginning of Period | 9,498,243 | 8,661,125 |
| Cash and Cash Equivalents at End of Period | 9,022,462 | 9,022,462 |