

Unaudited

KOSCIUSKO COMM HOSP - WARSAW, IN 1556  
 BALANCE SHEET : B-77  
 AT  
 DECEMBER 31, 2016

DATE: 4/17/17  
 TIME: 13:20:05

	THIS YEAR	LAST YEAR
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ (174,242)	\$ (41,830)
Patient accounts receivable	19,507,559	25,433,270
Less: Allowance for bad debts	(4,597,593)	(6,610,722)
Prior yr cst rpt settlemt a/r	325,772	350,991
Supplies	1,770,436	1,816,752
Prepaid expenses	904,470	567,317
Other current assets	220,735	115,044
<b>Total Current Assets</b>	<b>17,957,137</b>	<b>21,630,822</b>
<b>Property &amp; Equipment, at cost:</b>		
Land and improvements	3,487,812	3,487,432
Buildings and improvements	39,853,346	39,804,420
Equipment and fixtures	30,134,432	25,656,384
	73,475,590	68,948,236
Less accumulated depreciation and amortization	(33,567,615)	(30,040,871)
<b>Net Property and Equipment</b>	<b>39,907,975</b>	<b>38,907,365</b>
<b>Other Assets:</b>		
Physician recruitment costs	807,500	788,000
Deferred MIS charges	2,348,301	1,062,023
Other deferred charges	541,232	541,232
<b>Total Other Assets</b>	<b>3,697,033</b>	<b>2,391,255</b>
<b>Total Assets</b>	<b>\$ 61,562,145</b>	<b>\$ 62,929,442</b>

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	THIS YEAR	LAST YEAR
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Current maturities of long-term debt	00	33,340
Accounts payable	6,649,269	2,585,665
<b>Accrued liabilities:</b>		
Employee compensation	2,330,983	2,511,995
Other accrued liabilities	1,496,811	1,652,614
<b>Total Current Liabilities</b>	<b>10,477,063</b>	<b>6,783,614</b>
Long-term Debt	200,000	166,660
Deferred Credits and Other Long-term Liabilities	122,515	219,212
Intercompany Accounts	(338,637,328)	(298,827,669)
Minority Interest	1,872,832	1,909,968
<b>Total Liabilities</b>	<b>\$ (325,964,918)</b>	<b>\$ (289,748,215)</b>
<b>Stockholders' Equity</b>		
Additional paid-in capital	11,061	11,061
Retained earnings-prior year	352,666,115	308,458,414
Retained earnings-curr year	34,849,887	44,208,182
<b>Total Stockholders' Equity</b>	<b>387,527,063</b>	<b>352,677,657</b>
<b>Total Liabilities and Equity</b>	<b>\$ 61,562,145</b>	<b>\$ 62,929,442</b>

# Unaudited

KOSCIUSKO COMM HOSP - WARSAW, IN 1556  
 INCOME STATEMENT: I-57  
 FOR 12TH MONTH ENDED  
 DECEMBER 31, 2016

DATE: 4/17/17  
 TIME: 13:21:27

	-----CURRENT PERIOD-----			-----YEAR-TO-DATE-----		
	THIS YEAR	LAST YEAR	INCR/(DECR)	THIS YEAR	LAST YEAR	INCR/(DECR)
Patient Revenue:						
Inpatient Routine	\$ 2,812,219	\$ 2,946,872	\$ (134,653)	\$ 35,622,937	\$ 32,839,712	\$ 2,783,225
Inpatient Ancillary	11,888,588	12,192,369	(303,781)	135,398,335	125,177,117	10,221,218
Outpatient	30,797,713	31,143,011	(345,298)	333,276,653	332,907,771	368,882
<b>Total Patient Revenue</b>	<b>45,498,520</b>	<b>46,282,252</b>	<b>(783,732)</b>	<b>504,297,925</b>	<b>490,924,600</b>	<b>13,373,325</b>
Deductions From Revenue:						
I/P - M/M Contractual	5,393,114	6,446,163	(1,053,049)	69,559,860	68,230,032	1,329,828
O/P - M/M Contractual	9,551,840	9,858,973	(307,133)	108,108,252	103,428,959	4,679,293
Other Contractual Adj.	20,389,527	18,646,508	1,743,019	213,050,769	191,078,546	21,972,223
Prior Year Adjustments	(143,063)	(120,249)	(22,814)	(143,063)	(120,249)	(22,814)
Courtesy Discounts	132,174	199,722	(67,548)	1,353,380	2,340,062	(986,682)
<b>Total Deductions From Revenue</b>	<b>35,323,592</b>	<b>35,031,117</b>	<b>292,475</b>	<b>391,929,198</b>	<b>364,957,350</b>	<b>26,971,848</b>
<b>Net Pt Rev Before Bad Dbt</b>	<b>10,174,928</b>	<b>11,251,135</b>	<b>(1,076,207)</b>	<b>112,368,727</b>	<b>125,967,250</b>	<b>(13,598,523)</b>
<b>Provision for Bad Dbt</b>	<b>619,478</b>	<b>549,169</b>	<b>70,309</b>	<b>8,790,034</b>	<b>16,970,998</b>	<b>(8,180,964)</b>
<b>Net Pt Rev After Bad Dbt</b>	<b>9,555,450</b>	<b>10,701,966</b>	<b>(1,146,516)</b>	<b>103,578,693</b>	<b>108,996,252</b>	<b>(5,417,559)</b>
<b>Other Revenue</b>	<b>16,608</b>	<b>32,545</b>	<b>(15,937)</b>	<b>407,387</b>	<b>455,021</b>	<b>(47,634)</b>
<b>Net Revenue</b>	<b>9,572,058</b>	<b>10,734,511</b>	<b>(1,162,453)</b>	<b>103,986,080</b>	<b>109,451,273</b>	<b>(5,465,193)</b>
Operating Expenses:						
Salaries & Wages	1,832,671	1,873,029	(40,358)	22,156,685	22,774,639	(617,954)
Benefits	399,548	71,330	328,218	5,373,092	4,814,146	558,946
Contract Labor	13,108	00	13,108	57,230	00	57,230
Supplies	1,368,441	1,173,597	194,844	12,544,915	11,743,707	801,208
Medical Spec Fees	381,193	263,007	118,186	4,231,854	2,650,582	1,581,272
Purchased Services	887,034	673,206	213,828	9,059,321	8,074,055	985,266
Repairs & Maintenance	208,364	143,579	64,785	2,355,519	2,538,555	(183,036)
Marketing	62,978	11,639	51,339	748,619	684,114	64,505
Utilities	88,687	78,219	10,468	1,095,042	1,083,881	11,161
Other Operating Exp	131,583	90,091	41,492	1,071,835	996,846	74,989
Prop Taxes & Ins	343,244	39,444	303,800	4,220,005	3,939,904	280,101
HITECH Incentives	00	00	00	(374,378)	(740,758)	366,380
<b>Total Operating Expenses</b>	<b>5,716,851</b>	<b>4,417,141</b>	<b>1,299,710</b>	<b>62,539,739</b>	<b>58,559,671</b>	<b>3,980,068</b>
<b>Operating Margin</b>	<b>3,855,207</b>	<b>6,317,370</b>	<b>(2,462,163)</b>	<b>41,446,341</b>	<b>50,891,602</b>	<b>(9,445,261)</b>
Non-Operating Exp:						
Rent	92,496	114,320	(21,824)	1,349,444	1,310,931	38,513
E.B.I.T.D.A.	3,762,711	6,203,050	(2,440,339)	40,096,897	49,580,671	(9,483,774)
Depreciation and Amortization	463,056	438,250	24,806	4,984,464	4,936,504	47,960
E.B.I.T.	3,299,655	5,764,800	(2,465,145)	35,112,433	44,644,167	(9,531,734)
Interest	5,249	3,710	1,539	63,268	45,171	18,097
Minority Interest	29,960	51,778	(21,818)	327,293	404,015	(76,722)
<b>Pre-Tax Profit</b>	<b>\$ 3,264,446</b>	<b>\$ 5,709,312</b>	<b>\$ (2,444,866)</b>	<b>\$ 34,721,872</b>	<b>\$ 44,194,981</b>	<b>\$ (9,473,109)</b>
<b>Corp Mgmt Fees</b>	<b>(142,434)</b>	<b>11,592</b>	<b>(154,026)</b>	<b>(128,016)</b>	<b>(13,198)</b>	<b>(114,818)</b>