

**STATE OF NEW YORK**  
**PUBLIC HEALTH AND HEALTH PLANNING COUNCIL**

**COMMITTEE DAY**

**AGENDA**

*November 15, 2012*  
*10:00 a.m.*

*OGS Concourse Meeting Room #6*  
*Albany, New York*

**I. COMMITTEE ON ESTABLISHMENT AND PROJECT REVIEW**

Peter Robinson

**A. Applications for Construction of Health Care Facilities**

**Acute Care Services - Construction**

**Exhibit #1**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	122055 C	Erie County Medical Center (Erie County)

**Ambulatory Surgery Centers – Construction**

**Exhibit #2**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	122032 C	Corning Hospital (Chemung County)

**Dialysis Services – Construction**

**Exhibit #3**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	121230 C	New York Dialysis Services, Inc. d/b/a FMS – Southern Manhattan Dialysis Center (Wayne County)

**Residential Health Care Facilities - Construction**

**Exhibit #4**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	121466 C	Long Island State Veterans Home (Suffolk County)

**Residential Health Care Facilities Ventilator Bed– Construction**

**Exhibit #5**

- | <u>Number</u> | <u>Applicant/Facility</u>                                                            |
|---------------|--------------------------------------------------------------------------------------|
| 1. 122050 C   | Lutheran Augustana Center for Extended Care & Rehabilitation, Inc.<br>(Kings County) |

**B. Applications for Establishment and Construction of Health Care Facilities/Agencies**

**Acute Care Services – Establish/Construct**

**Exhibit #6**

- | <u>Number</u> | <u>Applicant/Facility</u>                                                                    |
|---------------|----------------------------------------------------------------------------------------------|
| 1. 122075 E   | Clifton-Fine Health Care Corporation<br>d/b/a Clifton-Fine Hospital<br>(St. Lawrence County) |

**Ambulatory Surgery Centers - Establish/Construct**

**Exhibit #7**

- | <u>Number</u> | <u>Applicant/Facility</u>                                                   |
|---------------|-----------------------------------------------------------------------------|
| 1. 121017 B   | Surgery of Tomorrow, LLC<br>(Kings County)                                  |
| 2. 121393 B   | IDHC, LLC d/b/a Island Digestive Health Center<br>(Suffolk County)          |
| 3. 121412 B   | LIEAC, LLC d/b/a Long Island Digestive Endoscopy Center<br>(Suffolk County) |
| 4. 122071 B   | 21 Reade Place, ASC, LLC<br>(Dutchess County)                               |

**Diagnostic and Treatment Centers - Establish/Construct**

**Exhibit #8**

- | <u>Number</u> | <u>Applicant/Facility</u>                                |
|---------------|----------------------------------------------------------|
| 1. 122069 E   | New Alternatives for Children, Inc.<br>(New York County) |

**Dialysis Services – Establish/Construct**

**Exhibit #9**

<u>Number</u>	<u>Applicant/Facility</u>
1. 121106 B	Enchanted Dialysis, LLC d/b/a Newark Wayne Dialysis Center (Wayne County)

**Residential Health Care Facilities - Establish/Construct**

**Exhibit #10**

<u>Number</u>	<u>Applicant/Facility</u>
1. 112339 E	Putnam Operation Acquisition I, LLC d/b/a Putnam Nursing & Rehabilitation Center (Putnam County)
2. 121191 E	Eastchester Rehabilitation and Health Care Center (Bronx County)
4. 122046 E	Hamilton Park Nursing and Rehabilitation Center (Kings County)
5. 122095 E	Queens Boulevard Extended Care Facility Management, LLC d/b/a Queens Boulevard Extended Care Facility (Queens County)
6. 121347 E	Hollis Operating Co., LLC d/b/a Holliswood Center for Rehabilitation and Healthcare (Queens County)
7. 122147 B	VRNC, LLC d/b/a Vestal Park Rehabilitation and Nursing Center (Broome County)

**Certified Home Health Agencies – Establish/Construct**

**Exhibit #11**

<u>Number</u>	<u>Applicant/Facility</u>
1. 121120 E	Premier Home Health Care Services, Inc. (Kings County)
2. 122145 E	Gamzel NY, Inc. d/b/a Revival Home Health Care (Kings County)

**C. Certificates**

**Certificate of Amendment of the Certificate of Incorporation**

**Exhibit #12**

Applicant

1. AIDS Community Services of Western New York, Inc.
2. New York Foundation for Elder Care
3. Horizon Human Services, Inc.
4. Jewish Home Foundation, Inc.

**Restated Certificate of Incorporation**

**Exhibit #13**

Applicant

1. Nassau County AHRC Foundation, Inc.
2. St. Elizabeth Seton Children's Foundation

**Certificates of Dissolution**

**Exhibit #14**

Applicant

1. The Childbirth Connection Foundation
2. Pinnacle Healthcare, Inc.

**Amended and Restated Certificate of Incorporation**

**Exhibit #15**

Applicant

1. Health Alliance, Inc.
2. Benedictine Hospital
3. The Kingston Hospital

**D. Home Health Agency Licensures**

**Home Health Agency Licensures**

**Exhibit #16**

<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
2019 L	Angela Dawn Donahue d/b/a Quality Home Health Care (Otsego County)
2012 L	Care Connection Home Care, LLC (Nassau, Queens, Suffolk Counties)
1941 L	D2 Enterprises, Inc. d/b/a Home Helpers #58507 (Westchester County)
1663 L	Finest Home Care Corp. (Bronx, Richmond, Kings, Westchester, New York, Queens Counties)
1921 L	Golden Touch Home Health Care, LLC (Bronx, Richmond, Kings, Westchester, New York and Queens Counties)
1984 L	Goldenhearts Elderly Care Services, Inc. (Bronx, New York, Kings, and Queens Counties)
1978 L	Health and Comfort Home Care, Inc. (New York, Kings, Queens, Bronx, and Richmond Counties)
1697 L	Jacqueline Asante d/b/a Van Cortlandt Home Healthcare Agency (Bronx, County)
1809 L	LH Wellbeing Care, Inc. (Bronx, Richmond, Kings, Westchester, New York and Queens Counties)
2002 L	Paraclete Home Health Care, LLC (Nassau, Suffolk and Queens Counties)
1997 L	PSC Community Support Services, Inc. d/b/a Blue Parasol (New York, Kings, Queens, Bronx and Richmond Counties)

2014 L	Responsible Care Staffing, Inc. (Bronx and New York Counties)
2003 L	MJO Enterprises, Inc. d/b/a Right at Home (Nassau and Queens Counties)
2026 L	SARA Companion Services, Inc. (Nassau, Suffolk, Queens, Kings, New York, Bronx, and Richmond Counties)
1934 L	Today's Homecare, Inc. (Bronx, Kings, New York, Queens and Richmond Counties)
2044 L	York Healthcare, LLC (Bronx, Richmond, New York, Nassau, Kings, and Queens Counties)
2011 L	Oceanview Manor Home for Adults, Inc. (Kings County)
1988 L	Advance Home Care, LLC d/b/a Sincere Care Agency (Bronx, Queens, Kings, Richmond, Nassau and New York Counties)
1993 L	Human Care, LLC (New York, Bronx, Kings, Richmond, Queens, and Nassau Counties)
2012 L	Light 101, Inc. (Bronx, Queens, Kings, Richmond, New York and Westchester Counties)

## **II. COMMITTEE ON HEALTH PLANNING**

John Ruge, M.D., Chair

- A.** Discuss Draft Outline of CON Redesign Report
- B.** Public Comment

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Acute Care Services - Construction**

**Exhibit #1**

<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1. 122055 C	Erie County Medical Center (Erie County)

**KALEIDA HEALTH**  
Consolidated Balance Sheets  
December 31, 2011 and 2010  
(Dollars in thousands)

Assets	2011	2010
Current assets:		
Cash and cash equivalents	\$ 41,267	60,122
Investments	139,260	148,795
Accounts receivable:		
Patient, less estimated allowance for doubtful accounts of \$32,161 in 2011 and \$35,494 in 2010	152,348	151,456
Other	10,030	8,291
Inventories	20,563	23,419
Prepaid expenses and other current assets	11,752	10,668
Total current assets	375,220	402,751
Assets limited as to use		
Designated under debt agreements	42,476	50,831
Designated under self-insurance programs	123,920	138,592
Board designated and donor restricted	85,974	85,741
Other	1,187	1,380
	253,557	276,544
Property and equipment less accumulated depreciation and amortization	477,556	351,188
Receivable for insurance recoveries	9,078	7,809
Grants receivable	19,307	47,143
Deferred financing costs, net	12,209	12,933
Other	7,186	6,321
Total assets	\$ 1,154,113	1,104,689



<b>Liabilities and Net Assets</b>	<b>2011</b>	<b>2010</b>
Current liabilities:		
Accounts payable and other accrued expenses	\$ 95,273	91,615
Accrued payroll and related expenses	54,888	54,216
Line of credit	10,000	10,000
Estimated third-party payor settlements	23,288	27,499
Current portion of long-term debt	18,223	18,889
Other current liabilities	9,122	4,427
Total current liabilities	<u>210,794</u>	<u>206,646</u>
Long-term debt, less current portion	276,245	226,544
Construction costs payable	13,290	11,696
Estimated self-insurance reserves	168,328	160,516
Asset retirement obligations	13,030	10,685
Pension and postretirement obligations	264,767	176,507
Other long-term liabilities	13,235	3,269
Total liabilities	<u>748,895</u>	<u>589,217</u>
Commitments and contingencies		
Net assets:		
Unrestricted	91,356	180,453
Temporarily restricted	87,668	112,973
Permanently restricted	15,400	15,400
Total net assets	<u>194,424</u>	<u>308,826</u>
Total liabilities and net assets	<u>\$ 1,154,113</u>	<u>1,104,689</u>

**KALEIDA HEALTH**

Consolidated Statements of Operations and Changes in Net Assets

Years ended December 31, 2011 and 2010

(Dollars in thousands)

	<u>2011</u>	<u>2010</u>
Operating revenue:		
Net patient service revenue	\$ 1,178,419	1,180,088
Other operating revenue	18,944	17,982
Net assets released from restrictions for operations	5,747	7,703
Total operating revenue	<u>1,203,110</u>	<u>1,205,773</u>
Operating expenses:		
Salaries and benefits	689,218	668,426
Purchased services and other	223,007	211,344
Medical and non-medical supplies	222,993	222,096
Depreciation and amortization	58,664	52,718
Provision for bad debts	18,739	19,759
Interest	10,551	12,662
Total operating expenses	<u>1,223,172</u>	<u>1,187,005</u>
(Loss) income from operations	<u>(20,062)</u>	<u>18,768</u>
Other income (losses):		
Investment income	1,707	12,339
Net realized gains (losses) on sales of investments	12,469	(189)
Net change in unrealized gains and losses on investments	(13,629)	14,917
Restructuring charges, loss on impairment and disposal of assets	(7,453)	(3,409)
Total other (losses) income, net	<u>(6,906)</u>	<u>23,658</u>
(Deficiency) excess of revenue over expenses	<u>\$ (26,968)</u>	<u>42,426</u>

**ERIE COUNTY MEDICAL CENTER CORPORATION**  
(A COMPONENT UNIT OF THE COUNTY OF ERIE)

**STATEMENTS OF NET ASSETS**  
December 31,  
(000's omitted)

ASSETS	2011	2010
Current assets:		
Cash and cash equivalents	\$ 38,854	\$ 15,845
Investments	46,306	72,657
Assets whose use is limited	107,429	23,551
Patient accounts receivable, net	39,217	40,951
Other receivables	51,681	49,456
Supplies, prepaids and other	5,820	4,951
Total current assets	<u>289,307</u>	<u>207,411</u>
Assets whose use is limited	113,762	99,921
Capital assets, net (depreciable)	94,702	82,547
Capital assets (non-depreciable)	68,313	13,184
Other assets, net	4,474	3,082
Total assets	<u>\$ 570,558</u>	<u>\$ 406,145</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities:		
Current portion of long-term debt	\$ 4,249	\$ 2,250
Accounts payable	39,139	24,563
Accrued salaries, wages and employee benefits	17,908	15,714
Accrued other liabilities	26,783	13,599
Deferred revenue	32,613	18,598
Estimated third-party payor settlements	28,211	23,077
Total current liabilities	<u>148,903</u>	<u>97,801</u>
Long-term debt, net	187,290	94,900
Self-insured obligations	136,267	113,829
Total liabilities	<u>472,460</u>	<u>306,530</u>
Net assets:		
Invested in capital assets, net of related debt	67,836	14,855
Restricted:		
For debt service	10,850	10,294
Expendable for capital	-	1,010
Unrestricted	19,412	73,456
Total net assets	<u>98,098</u>	<u>99,615</u>
Total liabilities and net assets	<u>\$ 570,558</u>	<u>\$ 406,145</u>

**ERIE COUNTY MEDICAL CENTER CORPORATION**  
(A COMPONENT UNIT OF THE COUNTY OF ERIE)

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
For the Years Ended December 31,  
(000's omitted)

	<u>2011</u>	<u>2010</u>
Operating revenues:		
Net patient service revenue (net of provision for bad debts of \$22,213 in 2011 and \$22,294 in 2010)	\$ 342,283	\$ 340,813
Disproportionate share revenue	60,572	53,444
Other operating revenue	<u>28,625</u>	<u>18,276</u>
Total operating revenues	<u>431,480</u>	<u>412,533</u>
Operating expenses:		
Payroll, employee benefits and contract labor	251,603	233,110
Professional fees	44,609	41,231
Purchased services	32,010	32,929
Supplies	58,871	58,643
Other operating expenses	22,321	22,711
Depreciation and amortization	<u>15,486</u>	<u>14,105</u>
Total operating expenses	<u>424,900</u>	<u>402,729</u>
Operating income	<u>6,580</u>	<u>9,804</u>
Non-operating revenues (expenses):		
Investment income	1,764	7,286
Interest expense	(5,335)	(5,478)
Gain (loss) on disposal of equipment	1	(650)
Settlements with Erie County, net	<u>(4,682)</u>	<u>(8,014)</u>
Total net non-operating revenue (expense)	<u>(8,252)</u>	<u>(6,886)</u>
(Deficiency) excess of revenues over expenses	(1,672)	2,918
Contributions and transfers from (to) related parties, net	<u>155</u>	<u>(9,888)</u>
Total change in net assets	(1,517)	(6,970)
Net assets -- beginning of year	<u>99,615</u>	<u>106,585</u>
Net assets -- end of year	\$ <u>98,098</u>	\$ <u>99,615</u>

## Kaleida Health

### Combined Balance Sheet

(Dollars in Thousands)

	August 31, 2012	December 31, 2011	Change from Prior Year End
<b>Assets</b>			
<b>Current assets:</b>			
Cash and cash equivalents	\$ 46,755	\$ 41,267	\$ 5,488
Current investments	128,630	139,260	(10,630)
<b>Accounts receivable:</b>			
Patients	163,303	152,348	10,955
Other	8,300	10,030	(1,730)
Inventories	20,352	20,563	(211)
Prepaid expenses and other current assets	13,712	11,752	1,960
<b>Total Current Assets</b>	<b>381,052</b>	<b>375,220</b>	<b>5,832</b>
<b>Assets whose use is limited:</b>			
Designated under Self-Insurance Programs	126,407	123,920	2,487
Designated under Debt Agreements	43,558	42,476	1,082
Board Designated and Donor Restricted	91,057	85,974	5,083
Other	1,502	1,187	315
	262,524	253,557	8,967
Property and equipment, net	506,291	477,556	28,735
Receivable for insurance recoveries	9,078	9,078	-
Grant Receivable	6,700	19,307	(12,607)
Deferred financing costs	11,469	12,209	(740)
Other assets	8,846	7,186	1,660
<b>Total Assets</b>	<b>\$ 1,185,960</b>	<b>\$ 1,154,113</b>	<b>\$ 31,847</b>
<b>Liabilities and net assets</b>			
<b>Current liabilities:</b>			
Current portion of long-term debt	\$ 19,285	\$ 18,223	\$ 1,062
Line of credit	-	10,000	(10,000)
Accounts payable	81,240	95,273	(14,033)
Accrued payroll and related expenses	42,884	54,888	(12,004)
Estimated third-party payor settlements	32,865	23,288	9,577
Other current liabilities	7,470	9,122	(1,652)
<b>Total Current Liabilities</b>	<b>183,744</b>	<b>210,794</b>	<b>(27,050)</b>
Long-term debt	309,169	276,245	32,924
Construction costs payable	1,265	13,290	(12,025)
Estimated Self-Insurance Reserves	176,596	168,328	8,268
Asset retirement obligations	13,269	13,030	239
Pension and postretirement obligations	257,662	264,767	(7,105)
Other long-term liabilities	15,901	13,235	2,666
	773,362	748,895	24,467
<b>Total Liabilities</b>	<b>957,606</b>	<b>959,689</b>	<b>(2,083)</b>
<b>Net assets</b>			
Unrestricted net assets	140,863	91,356	49,507
Temporarily restricted net assets	72,091	87,668	(15,577)
Permanently restricted net assets	15,400	15,400	-
<b>Total Net Assets</b>	<b>228,354</b>	<b>194,424</b>	<b>33,930</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 1,185,960</b>	<b>\$ 1,154,113</b>	<b>\$ 31,847</b>

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Ambulatory Surgery Centers – Construct**

**Exhibit #2**

<u>Number</u>	<u>Applicant/Facility</u>
1. 122032 C	Corning Hospital (Chemung County)

**Coming Hospital and Affiliate  
Consolidated Balance Sheets  
December 31, 2011 and 2010**

	2011	2010
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 4,363,903	\$ 8,759,514
Patient accounts receivable, net of estimated uncollectibles of \$7,088,704 and \$7,022,065 for 2011 and 2010, respectively	9,201,235	7,565,230
Inventories	1,486,453	1,292,955
Prepaid expenses and other assets	1,779,786	1,635,250
<b>Total current assets</b>	<u>16,831,377</u>	<u>19,272,949</u>
<b>Assets limited as to use</b>		
Trustee held funds under indenture agreement	3,389,637	1,065,622
Board-designated funds, temporarily and permanently restricted and self-insured trust funds	22,014,257	21,792,630
<b>Total assets limited as to use</b>	<u>25,403,894</u>	<u>22,858,252</u>
<b>Investments</b>	69,146,898	53,836,859
Property and equipment, net	22,572,447	22,000,089
Other assets, net	1,001,785	160,441
<b>Total assets</b>	<u>\$ 134,956,401</u>	<u>\$ 118,131,590</u>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Current maturities of long-term obligations	\$ 4,039	\$ 3,770,000
Note payable - related party	182,903	180,792
Due to related parties, net	134,110	187,619
Accounts payable and accrued expenses	5,220,360	3,840,762
Accrued payroll, taxes, and vacation	3,054,914	2,533,007
Estimated third-party payable, net	6,970,828	4,546,063
<b>Total current liabilities</b>	<u>15,567,154</u>	<u>15,058,243</u>
<b>Long-term liabilities</b>		
Long-term obligations, net of current maturities	5,931,585	-
Note payable - related party, net of current portion	1,044,351	1,227,255
Accrued pension cost, net	11,825,894	4,549,917
Self-insured liabilities, net of current portion	15,780,926	16,127,922
Asset retirement obligation	9,079,107	9,211,721
<b>Total liabilities</b>	<u>59,228,997</u>	<u>46,175,058</u>
<b>Net assets</b>		
Unrestricted	74,507,649	70,735,877
Temporarily restricted	391,330	392,230
Permanently restricted	828,425	828,425
<b>Total net assets</b>	<u>75,727,404</u>	<u>71,956,532</u>
<b>Total liabilities and net assets</b>	<u>\$ 134,956,401</u>	<u>\$ 118,131,590</u>

**Corning Hospital and Affiliate**  
**Consolidated Statements of Operations and Changes in Net Assets**  
**Years Ended December 31, 2011 and 2010**

	2011	2010
<b>Unrestricted revenue</b>		
Net patient service revenue	\$ 79,757,309	\$ 73,467,250
Other operating revenue	<u>2,371,820</u>	<u>2,763,173</u>
<b>Total revenues</b>	<u>82,129,129</u>	<u>76,230,423</u>
<b>Expenses</b>		
Salaries and wages	23,951,779	23,206,685
Employee benefits	7,491,441	9,807,929
Purchased services	12,902,144	10,774,339
Supplies	13,956,086	11,212,982
Other expenses	5,813,754	5,790,980
Accretion for asset retirement obligation	454,518	440,207
Depreciation and amortization	3,702,460	3,763,158
Interest	169,607	97,880
Provision for bad debts	<u>3,813,954</u>	<u>3,009,191</u>
<b>Total expenses</b>	<u>72,255,743</u>	<u>68,103,351</u>
<b>Income from operations</b>	9,873,386	8,127,072
<b>Nonoperating income (loss)</b>		
Interest and dividends, net of investment fees	2,318,288	1,983,182
Unrealized and realized gains and losses on investments, net	(2,020,406)	4,266,525
Contributions	68,874	51,160
Other, net	<u>(219,757)</u>	<u>(9,386)</u>
<b>Nonoperating income, net</b>	<u>146,999</u>	<u>6,291,471</u>
<b>Excess of revenues over expenses</b>	<u>\$ 10,020,385</u>	<u>\$ 14,418,543</u>



**Corning Hospital and Affiliate**  
**Consolidated Statements of Operations and Changes in Net Assets (continued)**  
**Years Ended December 31, 2011 and 2010**

	2011	2010
<b>Unrestricted net assets</b>		
Excess of revenue over expenses	\$ 10,020,385	\$ 14,418,543
Change in pension obligation	(6,627,654)	269,311
Net assets released from restrictions used for purchase of property and equipment	379,041	36,927
Increase in unrestricted net assets	<u>3,771,772</u>	<u>14,724,781</u>
<b>Temporarily restricted net assets</b>		
Contributions and grant income	476,604	205,849
Net unrealized (losses) gains on investments	(32,205)	20,054
Realized gains on investments	22,247	12,982
Interest and dividends, net of investment fees	16,807	14,387
Net assets released from restrictions	(484,353)	(133,061)
(Decrease) increase in temporarily restricted net assets	<u>(900)</u>	<u>120,211</u>
Increase in net assets	3,770,872	14,844,992
Net assets beginning of year	71,956,532	57,111,540
Net assets, end of year	<u>\$ 75,727,404</u>	<u>\$ 71,956,532</u>

**Corning Hospital and Affiliate  
Consolidated Balance Sheets  
December 31, 2010 and 2009**

	2010	2009
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 8,759,514	\$ 2,145,738
Patient accounts receivable, net of estimated uncollectibles of \$7,770,966 and \$7,000,907 for 2010 and 2009, respectively	7,585,230	10,836,149
Inventories	1,292,955	1,322,524
Prepaid expenses and other assets	1,635,250	1,696,468
<b>Total current assets</b>	<u>19,272,949</u>	<u>16,000,879</u>
<b>Assets limited as to use</b>		
Trustee held funds under indenture agreement	1,065,622	1,065,505
Board-designated funds, temporarily and permanently restricted and self-insured trust funds	21,792,630	20,753,173
<b>Total assets limited as to use</b>	<u>22,858,252</u>	<u>21,818,678</u>
<b>Investments</b>	53,839,859	43,777,359
Property and equipment, net	22,000,089	23,157,595
Other assets, net	160,441	168,012
<b>Total assets</b>	<u>\$ 118,131,590</u>	<u>\$ 104,922,523</u>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Current maturities of long-term obligations	\$ 3,770,000	\$ 105,000
Note payable - related party	180,792	178,801
Due to related parties, net	187,619	50,843
Accounts payable and accrued expenses	3,840,762	3,983,206
Accrued payroll, taxes, and vacation	2,533,007	2,737,876
Estimated third-party payable, net	4,546,063	4,793,958
<b>Total current liabilities</b>	<u>15,058,243</u>	<u>11,849,684</u>
<b>Long-term liabilities</b>		
Long-term obligations, net of current maturities	-	3,770,000
Note payable - related party, net of current portion	1,227,255	1,408,046
Accrued pension cost, net	4,549,917	5,385,207
Self-insured liabilities, net of current portion	16,127,922	16,559,131
Asset retirement obligation	9,211,721	8,838,915
<b>Total liabilities</b>	<u>46,175,058</u>	<u>47,810,983</u>
<b>Net assets</b>		
Unrestricted	70,735,877	56,011,096
Temporarily restricted	392,230	272,019
Permanently restricted	828,425	828,425
<b>Total net assets</b>	<u>71,956,532</u>	<u>57,111,540</u>
<b>Total liabilities and net assets</b>	<u>\$ 118,131,590</u>	<u>\$ 104,922,523</u>

**Corning Hospital and Affiliate**  
**Consolidated Statements of Operations**  
**Years Ended December 31, 2010 and 2009**

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	2010	2009
<b>Unrestricted revenue</b>		
Net patient service revenue	\$ 73,467,250	\$ 78,454,397
Other operating revenue	<u>2,763,173</u>	<u>2,514,385</u>
Total revenues	<u>76,230,423</u>	<u>80,968,782</u>
<b>Expenses</b>		
Salaries and wages	23,206,685	23,232,849
Employee benefits	9,807,929	8,736,032
Purchased services	10,774,339	11,808,634
Supplies	11,212,982	11,668,231
Other expenses	5,790,980	6,749,506
Accretion for asset retirement obligation	440,207	422,749
Depreciation and amortization	3,763,158	3,573,111
Interest	97,880	119,582
Provision for bad debts	<u>3,009,191</u>	<u>6,880,534</u>
Total expenses	<u>68,103,351</u>	<u>73,191,228</u>
Income from operations	8,127,072	7,777,554
Other income, net	<u>6,291,471</u>	<u>9,728,197</u>
Excess of revenues over expenses	<u>\$ 14,418,543</u>	<u>\$ 17,505,751</u>

**Corning Hospital and Affiliates**  
**Consolidated Statements of Changes in Net Assets**  
**Years Ended December 31, 2010 and 2009**

	2010	2009
<b>Unrestricted net assets</b>		
Excess of revenue over expenses	\$ 14,418,543	\$ 17,505,751
Change in pension obligation	259,311	2,041,708
Net assets released from restrictions used for purchase of property and equipment	<u>36,927</u>	<u>817,094</u>
Increase in unrestricted net assets	<u>14,724,781</u>	<u>20,364,553</u>
<b>Temporarily restricted net assets</b>		
Contributions and grant income	205,849	405,722
Net unrealized gains on investments	20,054	154,168
Realized gains (losses) on investments	12,982	(73,053)
Interest and dividends, net of investment fees	14,367	19,823
Net assets released from restrictions	<u>(133,061)</u>	<u>(917,826)</u>
Increase (decrease) in temporarily restricted net assets	<u>120,211</u>	<u>(411,166)</u>
Increase in net assets	14,844,992	19,953,387
Net assets, beginning of year	<u>57,111,540</u>	<u>37,158,153</u>
Net assets, end of year	<u>\$ 71,956,532</u>	<u>\$ 57,111,540</u>

**Corning Hospital and Affiliate**  
**Consolidated Balance Sheets**  
**December 31, 2009 and 2008**

	2009	2008
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 2,145,738	\$ 2,158,437
Patient accounts receivable, net of estimated uncollectibles of \$7,000,907 and \$5,981,815 for 2009 and 2008, respectively	10,836,149	10,941,619
Inventories	1,322,524	1,212,102
Prepaid expenses and other assets	1,696,468	1,586,153
<b>Total current assets</b>	<u>16,000,879</u>	<u>15,898,311</u>
<b>Assets limited as to use</b>		
Trustee held funds under indenture agreement	1,065,505	1,064,162
Board-designated funds, temporarily and permanently restricted and self-insured trust funds	20,753,173	16,659,842
<b>Total assets limited as to use</b>	<u>21,818,678</u>	<u>17,724,004</u>
Investments	43,777,359	28,927,216
Property and equipment, net	23,157,595	22,022,959
Other assets, net	168,012	175,582
<b>Total assets</b>	<u>\$ 104,922,523</u>	<u>\$ 84,748,072</u>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Current maturities of long-term obligations	\$ 105,000	\$ 100,000
Note payable - related party	178,801	186,035
Due to related parties, net	50,843	336,235
Accounts payable and accrued expenses	3,983,206	4,336,623
Accrued payroll, taxes, and vacation	2,737,876	3,723,032
Estimated third-party payable, net	4,793,958	2,703,292
<b>Total current liabilities</b>	<u>11,849,684</u>	<u>11,385,217</u>
<b>Long-term liabilities</b>		
Long-term obligations, net of current maturities	3,770,000	3,875,000
Note payable - related party, net of current portion	1,408,048	1,586,848
Accrued pension cost, net	5,385,207	7,812,273
Self-insured liabilities, net of current portion	16,559,131	14,430,932
Asset retirement obligation	8,838,915	8,499,649
<b>Total liabilities</b>	<u>47,810,983</u>	<u>47,589,919</u>
<b>Net assets</b>		
Unrestricted	56,011,036	35,846,543
Temporarily restricted	272,019	683,185
Permanently restricted	828,425	828,425
<b>Total net assets</b>	<u>57,111,540</u>	<u>37,158,153</u>
<b>Total liabilities and net assets</b>	<u>\$ 104,922,523</u>	<u>\$ 84,748,072</u>

**Corning Hospital and Affiliate**  
**Consolidated Statements of Operations and Changes in Net Assets**  
**Years Ended December 31, 2009 and 2008**

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	2009	2008
<b>Unrestricted revenue</b>		
Net patient service revenue	\$ 78,454,397	\$ 81,590,226
Other operating revenue	2,514,385	2,442,178
Total revenues	<u>80,968,782</u>	<u>84,032,404</u>
<b>Expenses</b>		
Salaries and wages	23,232,849	23,289,871
Employee benefits	8,736,032	8,382,800
Purchased services	11,808,634	12,258,966
Supplies	11,668,231	12,862,111
Other expenses	6,749,506	7,632,927
Accretion for asset retirement obligation	422,749	406,062
Depreciation and amortization	3,573,111	2,966,876
Interest	119,582	216,313
Provision for bad debts	6,880,534	4,517,226
Total expenses	<u>73,191,228</u>	<u>72,533,152</u>
Income from operations	7,777,554	11,499,252
Other income (loss), net	9,728,197	(10,775,192)
Excess of revenues over expenses	<u>\$ 17,505,751</u>	<u>\$ 724,060</u>

**Corning Hospital and Affiliate**  
**Consolidated Statements of Operations and Changes in Net Assets (Continued)**  
**Years Ended December 31, 2009 and 2008**

	2009	2008
<b>Unrestricted net assets</b>		
Excess of revenue over expenses	\$ 17,505,761	\$ 724,060
Change in pension obligation	2,041,708	(6,810,751)
Reversal of accumulated net unrealized gains and losses due to the adoption of new accounting guidance	-	(2,845,569)
Net assets released from restrictions used for purchase of property and equipment	817,094	426,465
Increase (decrease) in unrestricted net assets before cumulative effect of a change in accounting principle	20,364,553	(8,505,795)
Cumulative effect of adoption of new accounting guidance	-	2,845,569
Increase (decrease) in unrestricted net assets	20,364,553	(5,660,226)
<b>Temporarily restricted net assets</b>		
Contributions and grant income	405,722	497,193
Net unrealized gains (losses) on investments	154,168	(110,353)
Realized losses on investments	(73,053)	(21,781)
Interest and dividends, net of investment fees	19,823	17,839
Net assets released from restrictions	(917,826)	(503,887)
Decrease in temporarily restricted net assets	(411,166)	(120,989)
Increase (decrease) in net assets	19,953,387	(5,781,215)
Net assets, beginning of year	37,158,153	42,939,368
Net assets, end of year	\$ 57,111,540	\$ 37,158,153

Coming Hospital  
Comparative Operating Statement  
For the Period Ending May 31, 2012  
(In thousands)

	Current Period					Year to Date						
	Actual	% Operating Revenue	Budget	% Operating Revenue	Prior Year	% Operating Revenue	Actual	% Operating Revenue	Budget	% Operating Revenue	Prior Year	% Operating Revenue
In Patient Revenue	5,168	26.8%	4,823	27.6%	4,737	27.3%	50,740	25.4%	53,505	27.3%	50,569	27.7%
Out Patient Revenue	14,124	73.2%	12,914	72.4%	12,548	72.7%	140,893	74.6%	142,238	72.7%	132,162	72.3%
Professional Revenue	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Patient Service Revenue	19,284	100.0%	17,838	100.0%	17,393	100.0%	196,633	100.0%	195,743	100.0%	182,742	100.0%
Contractual and Other Allowances	11,744	66.9%	11,146	62.5%	9,103	52.4%	124,056	62.2%	122,521	62.6%	110,983	60.7%
Net Patient Service Revenue	7,540	97.3%	6,691	97.1%	8,290	97.7%	76,538	96.9%	73,222	97.1%	71,778	96.9%
Operating Revenues and Support	212	2.7%	199	2.9%	191	2.3%	2,380	3.1%	2,207	2.9%	2,275	3.1%
Gain on Retirement of Debt	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total Operating Revenues	7,752	100.0%	6,890	100.0%	8,471	100.0%	77,926	100.0%	75,429	100.0%	74,054	100.0%
Salaries and Wages	2,220	28.8%	2,087	30.4%	2,012	23.7%	22,678	29.0%	22,178	29.4%	21,554	29.1%
Employee Benefits	563	7.0%	632	12.1%	(564)	-6.0%	6,836	8.9%	9,070	12.0%	7,278	9.8%
Purchased Services	626	10.7%	864	12.5%	1,141	13.5%	9,815	12.3%	9,604	12.7%	9,102	12.3%
Physician Fees	154	2.0%	165	2.3%	142	1.7%	1,785	2.3%	1,749	2.8%	1,592	2.1%
Supplies	1,224	15.8%	1,203	17.5%	1,289	15.2%	13,059	16.7%	13,332	17.7%	11,219	15.1%
Other Expenses	895	9.0%	590	8.5%	1,464	17.5%	5,470	7.0%	6,802	9.0%	7,548	10.2%
Depreciation and Amortization	4,403	56.8%	372	5.4%	293	3.5%	7,260	9.5%	4,028	5.3%	3,179	4.3%
Interest Expense	36	0.3%	0	0.0%	0	0.0%	224	0.3%	0	0.0%	6	0.0%
Provision for Bad Debt	1,027	13.3%	441	6.4%	635	7.5%	4,947	6.3%	4,740	6.3%	3,778	5.1%
Early Extinguishment of Debt	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	64	0.1%
Operating Expenses	11,136	143.7%	6,553	95.1%	6,481	76.6%	71,963	92.3%	71,501	94.8%	55,323	86.2%
Income From Operations	(3,384)	-43.7%	337	4.9%	1,990	23.4%	5,965	7.7%	3,930	5.2%	6,734	11.6%
Non Operating Gains	(3,058)	-38.5%	102	1.5%	94	1.1%	518	0.7%	1,125	1.5%	8,065	12.0%
Excess Margin Before Extraordinary Items	(6,443)	-83.1%	439	6.4%	2,074	24.6%	6,483	8.3%	5,055	6.7%	17,599	23.8%
Extraordinary Items	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Excess Margin After Extraordinary Items	(6,443)	-83.1%	439	6.4%	2,074	24.5%	6,483	8.3%	5,055	6.7%	17,599	23.8%



Project #122032  
BFA Attachment B (cont.)

Corning Hospital  
Comparative Balance Sheet  
For the Period Ending May 31, 2012

	Current Period	09/30/2011	09/30/2010
<b>Current Assets</b>			
Cash and Cash Equivalents	4,303	3,311	7,132
Notes Receivable - Affiliates	104	102	100
Accounts Receivable, Net of allowance for doubtful accounts	8,957	8,875	7,661
Notes Receivable			0
Inventories	1,035	1,303	1,377
Prepaid Expenses and Other Assets	1,852	1,502	1,374
Demand Note Receivable - Guthrie Clinic Ltd.	0	0	0
Capital Sublease Receivable - Guthrie Clinic Ltd.	0	0	0
Receivable from Guthrie Clinic Ltd.	37	20	5
Due from Affiliates	(167)	(288)	58
<b>Total Current Assets</b>	<b>16,521</b>	<b>14,845</b>	<b>17,718</b>
<b>Assets limited as to use:</b>			
Investment - Trustee Held	2,120	0	008
Board Designated Funds	17,811	17,753	15,844
Temporarily and Permanently Restricted Funds	1,203	1,188	1,054
Self Insurance Trust Funds	3,128	2,798	3,610
Patient Escrow	0	0	0
<b>Total Assets limited as to use</b>	<b>24,262</b>	<b>22,740</b>	<b>21,377</b>
<b>Other Assets</b>			
Investment	73,871	64,589	49,453
Notes Receivable, LT - Affiliates, net of current portion	2,816	2,920	872
Notes Receivable, net of current portion	0	0	0
Capital Sublease Receivable, net of current portion	0	0	0
Receivable from Guthrie Clinic, net of current portion	0	0	0
Property, Plant & Equipment, net	17,889	18,287	17,026
Prepaid Pension Cost	0	0	0
Other Assets, net	1,000	0	64
<b>Total Other Assets</b>	<b>95,380</b>	<b>85,776</b>	<b>87,415</b>
<b>Total Assets</b>	<b>136,143</b>	<b>121,361</b>	<b>106,511</b>
<b>Current Liabilities</b>			
Notes Payable - Line of credit	0	0	0
Current maturities of long-term obligations	4	0	40
Notes Payable - Affiliates - Current	0	0	0
Due to Affiliates	0	0	0
Accrued Expenses & Accounts Payable	5,087	5,045	5,121
Accrued Payroll, Taxes and Other	2,217	1,869	1,891
Accrued Vacation	1,674	1,619	1,515
Accrued Interest	0	0	1
Third Party Payable	8,012	5,798	5,988
Other	0	0	0
<b>Total Current Liabilities</b>	<b>16,993</b>	<b>14,332</b>	<b>14,645</b>
<b>Other Liabilities</b>			
Due to Affiliates			
Demand Notes Payable - Affiliates, net of current portion	0	0	0
Long Term Debts	5,930	0	1,426
Patient Escrow	0	0	0
Accrued Pension Costs	4,063	4,039	7,802
Other Liabilities	24,732	25,302	25,803
<b>Total Other Liabilities</b>	<b>34,725</b>	<b>29,341</b>	<b>35,030</b>
<b>Total Liabilities</b>	<b>51,718</b>	<b>43,673</b>	<b>49,675</b>
<b>Net Assets</b>			
Unrestricted	83,214	76,588	65,874
Temporarily restricted	382	293	233
Permanently restricted	828	828	828
<b>Total Net Assets</b>	<b>84,424</b>	<b>77,687</b>	<b>66,935</b>
<b>Total Liabilities and Net Assets</b>	<b>136,143</b>	<b>121,361</b>	<b>106,511</b>

**Guthrie Same Day Surgery Center, Inc.**  
**Balance Sheets**  
**December 31, 2011 and 2010**

	2011	2010
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 41,253	\$ 47,578
Patient accounts receivable, net of estimated uncollectibles of \$190,000 and \$271,000 for 2011 and 2010, respectively	192,505	321,700
Inventories	40,148	50,382
Prepaid expenses and other assets	37,736	35,713
Due from related parties	19,806	8,802
Total current assets	<u>331,448</u>	<u>464,175</u>
Assets limited as to use	362,887	319,998
Property and equipment, net	1,316,471	1,377,598
Total assets	<u>\$ 2,010,806</u>	<u>\$ 2,161,769</u>
<b>Liabilities and Net Assets (Deficit)</b>		
<b>Current liabilities</b>		
Due to related parties	\$ 671,020	\$ 217,285
Accounts payable and accrued expenses	78,180	179,558
Accrued payroll, taxes, vacation and related liabilities	34,667	31,786
Due to third party payors	8	256,542
Total current liabilities	<u>783,875</u>	<u>685,171</u>
Notes payable - affiliates	3,225,808	3,225,808
Deferred rent payable - long term	87,136	91,544
Other	158,803	128,810
Total liabilities	<u>4,255,622</u>	<u>4,131,333</u>
<b>Net assets (deficit)</b>		
Unrestricted	(2,247,787)	(1,971,675)
Temporarily restricted	2,971	2,311
Total net assets (deficit)	<u>(2,244,816)</u>	<u>(1,969,364)</u>
Total liabilities and net assets (deficit)	<u>\$ 2,010,806</u>	<u>\$ 2,161,769</u>

**Guthrie Same Day Surgery Center, Inc.**  
**Statements of Operations and Changes in Net Assets (Deficit)**  
**Years Ended December 31, 2011 and 2010**

	2011	2010
<b>Unrestricted revenue and other support</b>		
Net patient service revenue	\$ 2,133,622	\$ 1,916,669
Other operating revenue	9,277	24,244
Total unrestricted revenue and other support	<u>2,142,899</u>	<u>1,940,913</u>
<b>Expenses</b>		
Salaries and wages	489,002	439,940
Employee benefits	107,801	86,572
Purchased services	546,465	550,480
Supplies and other expenses	751,143	567,826
Depreciation and amortization	289,123	296,208
Interest	212,112	199,274
Provision for bad debts	27,931	166,941
Total expenses	<u>2,423,577</u>	<u>2,307,241</u>
Loss from operations	<u>(280,678)</u>	<u>(366,328)</u>
<b>Other income</b>		
Other income	4,766	18,550
Total other income	<u>4,766</u>	<u>18,550</u>
Deficiency of revenue over expenses	<u>\$ (275,912)</u>	<u>\$ (347,778)</u>
<b>Unrestricted net assets (deficit)</b>		
Deficiency of revenues over expenses	<u>\$ (275,912)</u>	<u>\$ (347,778)</u>
Decrease in unrestricted net assets (deficit)	<u>(275,912)</u>	<u>(347,778)</u>
<b>Temporarily restricted net assets (deficit)</b>		
Contributions	660	704
Increase in temporarily restricted net assets	<u>660</u>	<u>704</u>
Decrease in net assets (deficit)	<u>(275,252)</u>	<u>(347,074)</u>
<b>Net assets (deficit)</b>		
Beginning of year	<u>(1,969,564)</u>	<u>(1,622,490)</u>
End of year	<u>\$ (2,244,816)</u>	<u>\$ (1,969,564)</u>

**Guthrie Same Day Surgery Center, Inc.**  
**Balance Sheets**  
**December 31, 2010 and 2009**

	2010	2009
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 47,578	\$ 39,933
Patient accounts receivable, net of estimated uncollectibles of \$271,000 and \$203,000	321,700	352,483
Inventories	50,382	32,959
Prepaid expenses and other assets	35,713	18,540
Due from related parties	8,802	10,461
Total current assets	464,175	454,376
Assets limited as to use	319,998	282,985
Property and equipment, net	1,377,596	1,422,378
Total assets	<u>\$ 2,161,769</u>	<u>\$ 2,159,739</u>
<b>Liabilities and Net Assets (Deficit)</b>		
<b>Current liabilities</b>		
Due to related parties	\$ 217,285	\$ 187,426
Accounts payable and accrued expenses	179,558	73,557
Accrued payroll, taxes, vacation and related liabilities	31,786	25,911
Due to third party payors	256,542	9,000
Total current liabilities	685,171	295,894
Notes payable - affiliates	3,225,808	3,225,808
Deferred rent payable - long term	91,544	96,048
Other	128,810	164,479
Total liabilities	4,131,333	3,782,229
<b>Net assets (deficit)</b>		
Unrestricted	(1,971,875)	(1,624,097)
Temporarily restricted	2,311	1,607
Total net assets (deficit)	<u>(1,969,564)</u>	<u>(1,622,490)</u>
Total liabilities and net assets (deficit)	<u>\$ 2,161,769</u>	<u>\$ 2,159,739</u>

**Guthrie Same Day Surgery Center, Inc.**  
**Statements of Operations and Changes in Net Assets (Deficit)**  
**Years Ended December 31, 2010 and 2009**

	2010	2009
<b>Unrestricted revenue and other support</b>		
Net patient service revenue	\$ 1,916,669	\$ 2,201,548
Other operating revenue	24,244	10,043
Total unrestricted revenue and other support	<u>1,940,913</u>	<u>2,211,591</u>
<b>Expenses</b>		
Salaries and wages	439,940	444,148
Employee benefits	86,572	96,111
Purchased services	550,480	540,053
Supplies and other expenses	567,826	645,002
Depreciation and amortization	296,208	291,497
Interest	199,274	194,578
Provision for bad debts	166,941	125,169
Total expenses	<u>2,307,241</u>	<u>2,336,558</u>
Loss from operations	<u>(366,328)</u>	<u>(124,967)</u>
<b>Other income</b>		
Investment income	18,550	36,716
Total other income	<u>18,550</u>	<u>36,716</u>
Deficiency of revenue over expenses	<u>\$ (347,778)</u>	<u>\$ (88,251)</u>

**Guthrie Same Day Surgery Center, Inc.**  
**Statements of Operations and Changes in Net Assets (Deficit)**  
**Years Ended December 31, 2010 and 2009**

	2010	2009
<b>Unrestricted net assets (deficit)</b>		
Deficiency of revenues over expenses	\$ (347,778)	\$ (88,251)
Decrease in unrestricted net assets	<u>(347,778)</u>	<u>(88,251)</u>
<b>Temporarily restricted net assets</b>		
Contributions	704	656
Net realized gain and losses on investments	-	28
Increase in temporarily restricted net assets	<u>704</u>	<u>684</u>
Decrease in net assets (deficit)	(347,074)	(87,567)
Net assets (deficit), beginning of year, as previously reported	(1,622,490)	(1,440,581)
Adjustment to beginning net assets (deficit)	-	(94,342)
Net assets (deficit), beginning of year, revised	<u>(1,622,490)</u>	<u>(1,534,923)</u>
Net assets (deficit), end of year	<u>\$ (1,969,564)</u>	<u>\$ (1,622,490)</u>

**Guthrie Same Day Surgery Center, Inc.**  
**Balance Sheets**  
**December 31, 2009 and 2008**

	2009	2008
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 39,933	\$ 105,889
Patient accounts receivable, net of estimated uncollectibles of \$203,000 and \$158,000, for 2009 and 2008, respectively	352,483	251,902
Inventories	32,959	34,021
Prepaid expenses and other assets	18,540	20,390
Due from related parties	10,461	11,985
Total current assets	<u>454,376</u>	<u>424,187</u>
Assets limited as to use	282,985	196,486
Property and equipment, net	<u>1,422,378</u>	<u>1,605,586</u>
Total assets	<u>\$ 2,159,739</u>	<u>\$ 2,226,259</u>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Due to related parties	\$ 187,426	\$ 115,623
Accounts payable and accrued expenses	78,053	160,561
Accrued payroll, taxes, vacation and related liabilities	25,911	22,681
Total current liabilities	<u>291,390</u>	<u>298,865</u>
Notes payable - affiliates	3,225,808	3,225,808
Other	<u>164,479</u>	<u>142,167</u>
Total liabilities	<u>3,681,677</u>	<u>3,666,840</u>
<b>Equity (deficit)</b>		
Unrestricted	(1,523,545)	(1,441,504)
Temporarily Restricted	1,607	923
Total net deficit	<u>(1,521,938)</u>	<u>(1,440,581)</u>
Total liabilities and net deficit	<u>\$ 2,159,739</u>	<u>\$ 2,226,259</u>

**Guthrie Same Day Surgery Center, Inc.**  
**Statements of Operations and Changes in Net Deficit**  
**Years Ended December 31, 2009 and 2008**

	2009	2008
<b>Unrestricted revenues and other support</b>		
Net patient service revenue	\$ 2,201,548	\$ 2,045,345
Other operating revenue	10,043	11,846
Total unrestricted revenues and other support	<u>2,211,591</u>	<u>2,057,191</u>
<b>Expenses</b>		
Salaries and wages	444,148	443,461
Employee benefits	96,111	93,348
Purchased services	540,053	502,224
Supplies and other expenses	638,792	432,444
Depreciation and amortization	291,497	291,940
Interest	194,578	193,582
Provision for bad debts	125,169	78,011
Total expenses	<u>2,330,348</u>	<u>2,035,010</u>
(Loss) income from operations	<u>(118,757)</u>	<u>22,181</u>
<b>Other income (loss)</b>		
Investment income (loss)	36,716	(21,517)
Gains on sale of property and equipment, net	-	12,653
Total other income (loss)	<u>36,716</u>	<u>(8,864)</u>
(Deficiency) excess of revenues over expenses	<u>\$ (82,041)</u>	<u>\$ 13,317</u>



**Guthrie Same Day Surgery Center, Inc.**  
**Statements of Operations and Changes in Net Deficit (Continued)**  
**Years Ended December 31, 2009 and 2008**

	2009	2008
<b>Unrestricted net deficit</b>		
(Deficiency) excess of revenues over expenses	\$ (82,041)	\$ 13,317
Reversal of accumulated net unrealized gains and losses due to the adoption of new accounting guidance		(2,506)
(Decrease) increase in unrestricted net deficit before cumulative effect of a change in accounting principle	(82,041)	10,811
Cumulative effect of adoption of new accounting guidance		2,506
(Decrease) increase in unrestricted net assets	(82,041)	13,317
<b>Temporarily Restricted</b>		
Contributions	656	914
Net realized gain/(losses) on investments	28	(24)
Increase in temporarily restricted net assets	684	890
(Decrease) increase in net deficit	(81,357)	14,207
Net deficit, beginning of year	(1,440,581)	(1,454,788)
Net deficit, end of year	<u>\$ (1,521,938)</u>	<u>\$ (1,440,581)</u>

Guthrie Same Day Surgery  
Comparative Operating Statement  
For the Period Ending May 31, 2012  
(in thousands)

	Current Period					Year to Date						
	Actual	% Operating Revenue	Budget	% Operating Revenue	Prior Year	% Operating Revenue	Actual	% Operating Revenue	Budget	% Operating Revenue	Prior Year	% Operating Revenue
In Patient Revenue	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Out Patient Revenue	682	100.0%	719	100.0%	524	100.0%	6,140	100.0%	7,585	100.0%	5,068	100.0%
Professional Revenue	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Patient Service Revenue	682	100.0%	719	100.0%	524	100.0%	6,140	100.0%	7,585	100.0%	5,068	100.0%
Contractual and Other Allowances	489	68.8%	472	65.7%	352	66.8%	4,066	66.2%	4,965	65.5%	3,275	64.4%
Net Patient Service Revenue	212	59.5%	247	59.2%	182	99.2%	2,074	99.6%	2,616	99.2%	1,814	99.2%
Operating Revenues and Support		0.1%	2	0.6%		0.3%	9	0.4%	20	0.8%	14	0.8%
Gain on Retirement of Debt	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Total Operating Revenues	219	100.0%	249	100.0%	182	100.0%	2,083	100.0%	2,636	100.0%	1,827	100.0%
Salaries and Wages	52	24.3%	44	17.6%	42	23.2%	475	22.8%	450	17.1%	421	23.1%
Employee Benefits	10	4.6%	9	3.6%	11	6.0%	109	5.2%	109	3.9%	98	5.4%
Purchased Services	35	16.4%	35	14.2%	33	18.1%	388	18.6%	367	14.7%	375	20.5%
Physician Fees	14	6.7%	14	5.7%	8	4.6%	174	8.3%	165	5.9%	84	4.8%
Supplies	47	22.0%	53	21.5%	35	19.2%	461	22.1%	563	21.4%	357	19.5%
Other Expenses	11	5.2%	27	10.7%	23	12.7%	249	11.9%	296	11.2%	156	8.5%
Depreciation and Amortization	25	11.7%	27	10.8%	24	13.2%	268	12.6%	258	11.3%	275	15.0%
Interest Expense	19	8.7%	17	6.7%	18	9.8%	202	9.7%	165	7.0%	188	10.2%
Provision for Bad Debt	4	2.0%	15	5.8%	4	2.3%	(1)	0.0%	154	5.8%	99	5.4%
Early Extinguishment of Debt	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Operating Expenses	217	101.8%	240	96.5%	199	109.0%	2,317	111.3%	2,590	98.3%	2,050	112.2%
Income From Operations	(4)	-1.9%	6	3.4%	(16)	-9.0%	(234)	-11.3%	46	1.7%	(223)	-12.2%
Non Operating Gains	(4)	-2.0%		0.2%		0.2%	6	0.3%	5	0.2%	23	1.3%
Excess Margin Before Extraordinary Items	(8)	-3.8%	9	3.6%	(16)	-8.8%	(228)	-10.9%	51	1.9%	(200)	-10.9%
Extraordinary Items	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Excess Margin After Extraordinary Items	(8)	-3.8%	9	3.6%	(16)	-8.8%	(228)	-10.9%	51	1.9%	(200)	-10.9%

Project #122032  
BFA Attachment D (cont.)

Guthrie Same Day Surgery  
Comparative Balance Sheet  
For the Period Ending May 31, 2012

	Current Period	06/30/2011	06/30/2010
<b>Current Assets</b>			
Cash and Cash Equivalents	28	42	28
Notes Receivable - Affiliate	0	0	0
Accounts Receivable, Net of allowance for doubtful accounts	222	239	361
Notes Receivable	0	0	0
Inventories	37	61	33
Prepaid Expenses and Other Assets	38	30	32
Demand Note Receivable - Guthrie Clinic Ltd.	0	0	0
Capital Sublease Receivable - Guthrie Clinic Ltd.	0	0	0
Receivable from Guthrie Clinic Ltd.	(0)	(26)	(1)
Due from Affiliates	(648)	(507)	(338)
<b>Total Current Assets</b>	<b>(322)</b>	<b>(142)</b>	<b>125</b>
<b>Assets limited as to use:</b>			
Investment - Trustee Held	0	0	0
Board Designated Funds	0	0	0
Temporarily and Permanently Restricted Funds	0	0	0
Self Insurance Trust Funds	290	347	287
Patient Escrow	0	0	0
<b>Total Assets limited as to use</b>	<b>290</b>	<b>347</b>	<b>287</b>
<b>Other Assets</b>			
Investment	0	0	0
Notes Receivable, LT - Affiliates, net of current portion	0	0	0
Notes Receivable, not of current portion	0	0	0
Capital Sublease Receivable, not of current portion	0	0	0
Receivable from Guthrie Clinic, net of current portion	0	0	0
Property, Plant & Equipment, net	1,280	1,277	1,432
Prepaid Pension, Cost	0	0	0
Other Assets, net	0	0	0
<b>Total Other Assets</b>	<b>1,280</b>	<b>1,277</b>	<b>1,432</b>
<b>Total Assets</b>	<b>1,247</b>	<b>1,482</b>	<b>1,853</b>
<b>Current Liabilities</b>			
Notes Payable - Line of credit	0	0	0
Current maturities of long-term obligations	0	0	0
Notes Payable - Affiliate - Current	0	0	0
Due to Affiliates	0	0	0
Accrued Expenses & Accounts Payable	77	98	126
Accrued Payroll, Taxes and Other	13	15	12
Accrued Vacation	25	19	23
Accrued Interest	0	0	0
Third Party Payable	0	0	59
Other	5	5	0
<b>Total Current Liabilities</b>	<b>120</b>	<b>136</b>	<b>220</b>
<b>Other Liabilities</b>			
Due to Affiliates	0	0	0
Demand Notes Payable - Affiliates, net of current portion	3,226	3,226	3,226
Long Term Debts	0	0	0
Patient Escrow	0	0	0
Accrued Pension Costs	0	0	0
Other Liabilities	260	250	220
<b>Total Other Liabilities</b>	<b>3,486</b>	<b>3,476</b>	<b>3,446</b>
<b>Total Liabilities</b>	<b>3,605</b>	<b>3,612</b>	<b>3,675</b>
<b>Net Assets</b>			
Unrestricted	(2,361)	(2,133)	(1,824)
Temporarily restricted	3	3	2
Permanently restricted	0	0	0
<b>Total Net Assets</b>	<b>(2,358)</b>	<b>(2,130)</b>	<b>(1,822)</b>
<b>Total Liabilities and Net Assets</b>	<b>1,247</b>	<b>1,482</b>	<b>1,853</b>

Project #122032  
BFA Attachment E

Guthrie Healthcare System  
Consolidated Balance Sheet  
Fiscal Years Ending 2009, 2010, 2011 & 2012

	June 30, 2009	June 30, 2010	June 30, 2011	June 30, 2012	August 31, 2012
<b>Current Assets</b>					
Cash and Cash Equivalents	8,121,897	11,811,173	12,151,492	11,909,737	9,959,910
Accounts Receivable, Net	42,185,533	38,771,093	42,684,123	40,889,704	43,393,586
Inventories	6,785,368	7,592,348	7,796,077	8,995,315	9,716,539
Prepaid Expenses and Other Assets	8,491,959	8,167,770	8,452,038	8,797,868	10,434,577
Notes Receivable - Guthrie Clinic	1,787,100	1,916,585	5,368,764	5,235,916	5,313,981
Receivable from Guthrie Clinic	(1,059,657)	(642,038)	(638,729)	(1,039,417)	56,287
<b>Total current assets</b>	<b>68,312,328</b>	<b>67,406,927</b>	<b>75,823,766</b>	<b>74,595,117</b>	<b>78,874,890</b>
<b>Assets limited as to use:</b>					
Investment - Trustee Held	14,969,785	14,692,296	13,826,864	55,817,215	54,541,481
Board Designated Funds	100,418,802	102,309,819	95,827,530	112,049,829	114,600,188
Temporarily and Permanently Restricted Funds	45,321,815	46,868,827	54,041,600	50,971,781	51,561,838
Self Insured Trust Funds	19,213,815	24,313,139	27,859,983	23,741,179	24,921,567
Patient Escrow	5,234	5,999	15,460		
<b>Noncurrent assets limited as to use</b>	<b>179,929,230</b>	<b>188,209,881</b>	<b>191,071,442</b>	<b>242,380,001</b>	<b>246,625,075</b>
<b>Other Assets</b>					
Investment	273,226,230	333,620,027	388,137,759	451,534,909	459,004,689
Receivable from GC, Net of Current Portion	37,791,946	45,802,981	47,819,451	38,441,423	42,553,195
Property, plant & equipment (net)	144,068,302	140,871,737	144,823,734	157,056,374	157,257,073
Other Assets (net)	4,699,541	5,228,568	4,304,744	12,265,694	12,384,825
<b>Total Assets</b>	<b>706,027,577</b>	<b>781,140,040</b>	<b>851,780,896</b>	<b>978,273,709</b>	<b>985,708,748</b>
<b>Current Liabilities</b>					
Current maturities of long-term obligations	5,411,838	5,663,152	5,832,128	6,890,308	6,860,308
Accounts payable & accrued expenses	17,873,582	18,894,862	20,687,667	21,021,501	18,478,571
Accrued payroll, taxes and other	9,116,693	9,941,624	10,775,348	9,142,176	10,379,720
Accrued vacation	6,415,856	6,248,378	6,843,061	7,112,432	6,890,898
Accrued interest	308,985	288,105	252,395	737,418	2,000,888
Third party payable	18,403,846	17,218,312	18,834,848	18,424,942	19,067,098
Other	3,484,060	2,232,716	1,134,476	599,370	1,458,553
<b>Total Current Liabilities</b>	<b>60,795,059</b>	<b>60,503,168</b>	<b>64,198,814</b>	<b>63,928,148</b>	<b>65,166,838</b>
<b>Other Liabilities</b>					
Long Term Debt	141,027,430	135,347,815	113,955,259	212,408,510	212,402,910
Patient Escrow	5,234	5,999	15,460		
Accrued Pension Costs	11,236,063	26,861,720	13,613,482	43,062,970	44,363,590
Other	69,785,314	74,958,243	66,388,663	85,320,081	86,843,751
<b>Total Liabilities</b>	<b>282,828,101</b>	<b>297,768,845</b>	<b>281,112,776</b>	<b>404,719,708</b>	<b>408,877,057</b>
<b>Net Assets</b>					
Unrestricted	379,333,828	438,863,296	537,100,050	520,720,602	535,365,734
Temporarily Restricted	41,100,857	43,716,495	59,762,812	48,026,390	46,656,298
Permanently Restricted	2,783,790	2,803,304	2,805,255	2,807,609	2,807,615
<b>Total Net Assets</b>	<b>423,198,476</b>	<b>483,383,095</b>	<b>599,668,118</b>	<b>571,554,600</b>	<b>584,829,649</b>
<b>Total Liabilities and Net Assets</b>	<b>706,027,577</b>	<b>781,140,040</b>	<b>851,780,896</b>	<b>978,273,709</b>	<b>985,708,748</b>

**Guthrie Healthcare System**  
**Consolidated Statement of Revenue & Expense**  
**Fiscal Years Ending 2009, 2010, 2011 & 2012**

	FY09	FY10	FY11	FY12
Net Patient Service Revenue	336,957,913	345,990,934	368,582,607	383,215,380
Operating Revenues and Support	29,189,686	27,580,907	29,487,513	34,113,960
Gain on Refirement of Debt	30,923,717	-	2,045,608	-
<b>Total Operating Revenues</b>	<b>397,071,316</b>	<b>373,571,841</b>	<b>400,115,726</b>	<b>417,329,340</b>
Salaries	107,159,441	107,141,712	111,941,780	121,505,051
Employee Benefits	26,572,445	33,492,193	32,266,173	32,475,661
Purchased Services	40,762,941	39,147,123	40,911,212	44,705,732
Supplies	64,408,978	67,741,980	70,106,296	73,729,426
Other Expenses	30,378,908	22,903,832	31,990,480	30,364,348
Depreciation and Amortization	22,595,492	24,131,045	24,974,559	32,195,792
Interest Expense	6,072,704	3,398,751	3,108,811	5,301,454
Provision for Bad Debt	21,446,073	22,733,386	25,038,943	28,410,047
Early Extinguishment of Debt	-	-	-	1,221,079
<b>Operating Expenses</b>	<b>319,396,982</b>	<b>320,690,032</b>	<b>340,338,254</b>	<b>369,908,591</b>
Income (Loss) From Operations	77,674,334	52,881,809	59,777,472	47,420,749
Non Operating Gains	(62,668,998)	36,379,224	51,547,278	574,438
<b>Excess Margin</b>	<b>15,005,336</b>	<b>89,261,033</b>	<b>111,324,750</b>	<b>47,995,187</b>

**Guthrie Healthcare System**  
**Consolidated Statement of Revenue & Expense**

	YTD Aug 12
Patient Service Revenue net of Allowances	65,915,602
Provision for Bad Debt	<u>4,833,556</u>
Net Patient Service Revenue	61,082,046
Operating Revenues and Support	<u>5,327,200</u>
Total Operating Revenues	66,409,246
Salaries	21,881,702
Employee Benefits	6,506,729
Purchased Services	7,519,236
Supplies	12,805,970
Other Expenses	5,900,996
Depreciation and Amortization	4,764,433
Interest Expense	<u>975,762</u>
Operating Expenses	<u>60,354,829</u>
Income (Loss) From Operations	6,054,416
Non Operating Gains	<u>12,201,750</u>
Excess Margin	<u><u>18,256,167</u></u>

Note: For FY2013, GAAP required a financial statement format change related to Bad Debt.

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Dialysis Services – Construction**

**Exhibit #3**

<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1. 121230 C	New York Dialysis Services, Inc. d/b/a FMS – Southern Manhattan Dialysis Center (Wayne County)

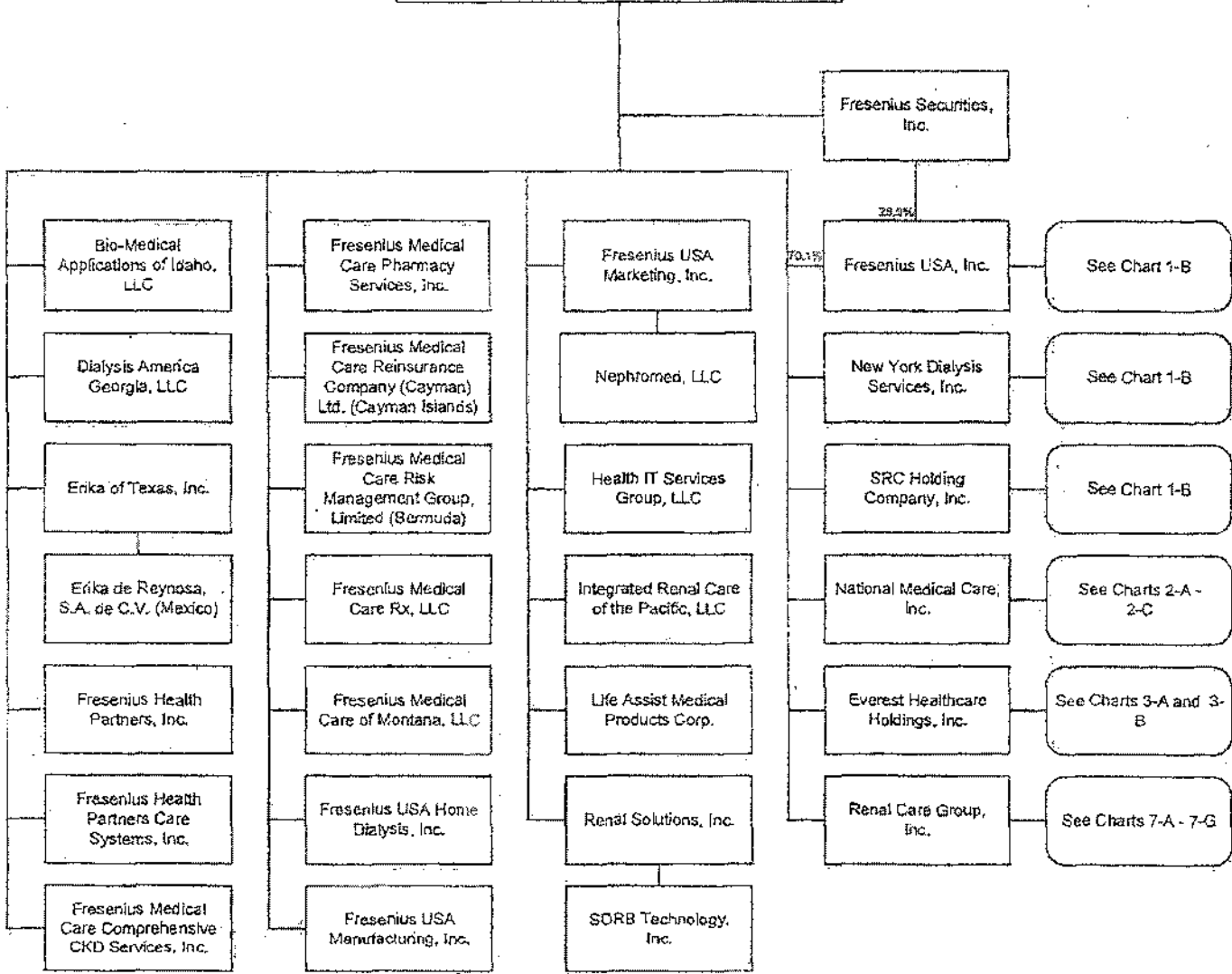
FMS Southern Manhattan Dialysis Center- Extension Clinics

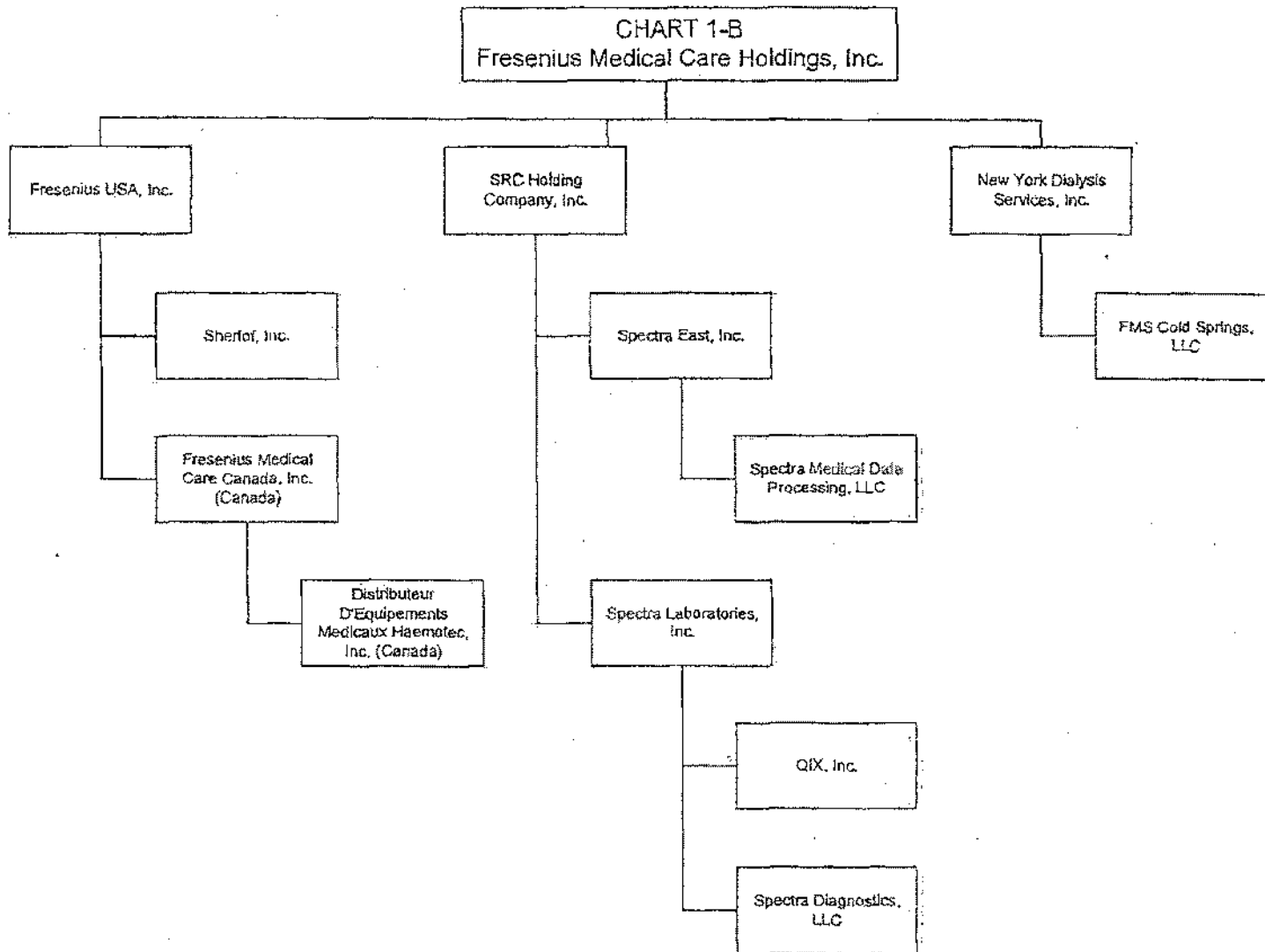
Operated by New York Dialysis Services, Inc.

Name of D&TC Extension Clinic	Address
FMS-Albany Dialysis Center	64 Albany-Shaker Rd., Albany
FMS-Albany Regional Kidney Center	2 Clara Barton Dr., Albany
FMS-Amsterdam Dialysis Center	1800 Riverfront Center, Amsterdam
FMS-Atlantic Hemodialysis Center	339 Hicks St., Brooklyn
FMS-Atlantic Hemodialysis Center at Cobble Hill	380 Henry St., Brooklyn
FMS-Atlantic Peritoneal Dialysis & Home Training Center	59-61 Atlantic Ave., Brooklyn
FMS-Bayside Dialysis Center	201-10 Northern Blvd., Bayside
FMS-Brighton	2613 W. Henrietta Rd., Rochester
FMS-Brooklyn Kidney Center	184 Sterling Place, Brooklyn
FMS-Buffalo Artificial Kidney Center	237 Linwood Ave., Buffalo
FMS-Capital District Dialysis Center	650 McClellan St., Schenectady
FMS-Central Suffolk Artificial Kidney Center	525 Nesconset Hgwy, Bldg#9, Port Jefferson Station
FMS-City Dialysis Center	105 East 106 <sup>th</sup> St., New York
FMS-Clinton Crossing	2400 South Clinton Ave., Rochester
FMS-Dutchess Dialysis Center	2585 South Rd., Poughkeepsie
FMS-Eastchester	1695 Eastchester Rd., Bronx
FMS-Finger Lakes	130 Phoenix Mills Plaza, Victor
FMS-Harlem Dialysis Center	2615-2621 Frederick Douglas Blvd., New York
FMS-Kenmore Artificial Kidney Center	1508 Sheridan Dr., Kenmore
FMS-Living Center	500 Hahnemann Trail, Pittsford
FMS-Middletown Dialysis Center	220 Crystal Run Rd., Middletown
FMS-Monroe Community	435 East Henrietta Rd., Rochester
FMS-Morris Park	1325 Morris Park Ave., Bronx
FMS-Nephro Care West	358-362 4 <sup>th</sup> Ave., Brooklyn
FMS-Nephro-Care	1402 Atlantic Ave., Brooklyn
FMS-Queens Artificial Kidney Center	34-35 70 <sup>th</sup> St., Jackson Heights
FMS-Soundshore Dialysis Center	16 Guion Pl, New Rochelle
FMS-South Queens Dialysis Center	175-37 Liberty Ave., Jamaica
FMS-Southern Westchester Dialysis Center	44 Vark St., Yonkers
FMS-St. Alban's Dialysis Center	172-70 Baisley Blvd, Jamaica



CHART 1-A  
Fresenius Medical Care Holdings, Inc.





**Fresenius Medical Care - Newark, NY  
Balance Sheet**

Proforma  
Day 1 / Year 1

**Assets**

**Current Assets**

Cash	
Accounts Receivable	355,316
Inventory	28,423
Other Current Assets	
<b>Total Current Assets</b>	<b>383,739</b>

<b>Net Fixed Assets</b>	<b>1,518,803</b>
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<b>Net Intangible assets</b>	
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<b>Total Assets</b>	<b>1,902,542</b>
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**Liabilities**

**Current Liabilities**

Accounts Payable	92,449
Other Current Liabilities	
<b>Total Current Liabilities</b>	<b>92,449</b>

Total Long term Debt	
Net of Current Maturities	1,990,147
	1,990,147

<b>Total Liabilities</b>	<b>2,082,596</b>
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**Shareholder's Equity**

Common Stock	
Retained Earnings/ (Accumulated Deficit)	(180,054)
<b>Total Shareholders Equity</b>	<b>(180,054)</b>

<b>Total Liability &amp; Equity</b>	<b>1,902,542</b>
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New York Dialysis Services, Inc.  
Special Purpose Consolidated Balance Sheet  
December 31, 2011

Project #121230  
BFA Attachment D

\*\*UNCERTIFIED / ESTIMATED\*\*

**Assets**

Cash and Cash Equivalents	\$	24,690,704
Accounts Receivable, Less Allowance for Doubtful Accounts of \$10,979,228	\$	48,266,494
Inventories	\$	3,294,162
Other Current Assets	\$	8,269,138
Notes Receivable from Affiliate	\$	-
Property, Plant, and Equipment		
Buildings and Leasehold Improvements	\$	38,919,305
Medical Equipment	\$	8,256,451
Furniture and Nonmedical Equipment	\$	3,856,592
Other	\$	923,717
	\$	51,956,065
Less Accumulated Depreciation	\$	(40,346,657)
	\$	11,609,408
Intangible Assets	\$	600,589
<b>Total Assets</b>	<b>\$</b>	<b>96,730,495</b>

**Liabilities and Stockholders' Deficit**

Accounts Payable	\$	2,404,718
Due to Related Party	\$	207,247,955
Accrued Liabilities	\$	15,993,862
<b>Total Liabilities</b>	<b>\$</b>	<b>225,646,535</b>
Stockholders' Deficit		
Accumulated Deficit	\$	(128,916,040)
<b>Total Stockholders' Deficit</b>	<b>\$</b>	<b>(128,916,040)</b>
<b>Total Liabilities and Stockholders' Deficit</b>	<b>\$</b>	<b>96,730,495</b>

**NEW YORK DIALYSIS SERVICES, INC.**

Special-Purpose Consolidated Statement of Operations

Year Ended December 31, 2011

Net Revenues ( <i>Less Bad Debt</i> )	
Healthcare services	196,031,427.26
Expenses	
Cost of healthcare services	160,370,493.82
General and administrative expenses	17,438,661.36
Management fee	12,701,216.12
Provision for doubtful accounts	9,558,622.80
Interest expense with affiliate	23,526.82
Total expenses	<u>200,092,520.92</u>
Net loss before income taxes	(4,061,093.66)
Provision for income taxes	8,107.08
Net loss	(4,069,200.74)

**FRESENIUS MEDICAL CARE HOLDINGS, INC.  
AND SUBSIDIARIES**

Consolidated Balance Sheets

December 31, 2011 and 2010

(Dollars in thousands)

Assets	2011	2010
Current assets:		
Cash and cash equivalents	\$ 204,142	163,292
Trade accounts receivable, less allowances of \$222,524 in 2011 and \$209,791 in 2010	1,188,700	1,176,849
Receivables from affiliates	1,448,895	322,676
Inventories	409,831	335,103
Deferred income taxes	233,272	291,074
Other current assets	580,058	464,688
Total current assets	4,064,898	2,753,682
Property, plant and equipment, net	1,397,813	1,384,114
Other assets:		
Goodwill	7,677,810	7,162,623
Other intangible assets, net	497,678	497,792
Investment in equity method investees	85,542	27,946
Other assets and deferred charges	140,798	191,461
Total other assets	8,401,828	7,879,822
Total assets	\$ 13,864,539	12,017,618
<b>Liabilities and Equity</b>		
Current liabilities:		
Short-term borrowings	\$ 17,445	546,612
Current portion of long-term debt and capital lease obligations	1,148,034	107,967
Current portion of borrowings from affiliates	13,040	231,974
Accounts payable	309,345	223,901
Accrued liabilities	862,567	774,154
Accrued special charge for legal matters	115,694	115,828
Accounts payable to affiliates	1,218	43,669
Accrued income taxes	132,675	140,456
Total current liabilities	2,600,018	2,184,561
Long-term debt	973,580	1,363,138
Noncurrent borrowings from affiliates	416,133	494,231
Capital lease obligations	1,794	2,001
Long-term mandatorily redeemable preferred securities	665,500	665,500
Deferred income taxes	533,487	467,135
Other liabilities	286,000	279,423
Total liabilities	5,476,512	5,455,989
Nonecontrolling interests subject to put provisions	404,015	273,022
Equity:		
Preferred stock, \$1 par value	2,524,622	1,379,916
Common stock, \$1 par value	90,000	90,000
Additional paid-in capital	1,840,621	1,906,036
Retained earnings	3,530,707	2,909,317
Accumulated other comprehensive loss	(104,624)	(82,678)
Total Fresenius Medical Care Holdings Inc. equity	7,881,326	6,202,591
Nonecontrolling interests not subject to put provisions	102,686	86,016
Total equity	7,984,012	6,288,607
Total liabilities and equity	\$ 13,864,539	12,017,618

See accompanying notes to consolidated financial statements.

**FRESENIUS MEDICAL CARE HOLDINGS, INC.  
AND SUBSIDIARIES**

Consolidated Statements of Operations  
Years ended December 31, 2011 and 2010  
(Dollars in thousands)

	<u>2011</u>	<u>2010</u>
Net revenues:		
Health care services	\$ 7,271,998	7,248,628
Medical supplies	753,386	774,958
	<u>8,025,384</u>	<u>8,023,586</u>
Expenses:		
Cost of health care services	4,394,822	4,568,136
Cost of medical supplies	605,487	529,610
General and administrative expenses	1,220,477	1,106,513
Provision for doubtful accounts	223,822	209,001
Depreciation and amortization	304,778	285,481
Research and development	37,782	30,879
Equity investment income	(5,055)	(6,737)
Interest expense, net, and related financing costs (including \$83,570 and \$170,956 of interest with affiliates, respectively)	102,421	210,871
	<u>6,884,534</u>	<u>6,933,754</u>
Income before income taxes	1,140,850	1,089,832
Provision for income taxes	422,427	407,535
Net income	718,423	682,297
Less net income attributable to noncontrolling interests	97,204	76,767
Net income attributable to Fresenius Medical Care Holdings, Inc.	<u>\$ 621,219</u>	<u>605,530</u>

See accompanying notes to consolidated financial statements.

Year End EBIT total from Feasibility Model

	Year 1	Year 2	Year 3
EBIT	\$20,294	\$204,468	\$234,471
Full Year Trts (per Utilization sch 17-2)	5,878	8,424	10,872
Cumulative trts		14,400	25,272

Monthly Breakdown - Breakover Point (Totals are cumulative)

Month	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36
EBIT \$	(\$76,761)	(\$6,755)	(\$42,716)	(\$28,671)	(\$14,626)	\$9,421	\$25,446	\$42,472	\$59,518	\$76,557	\$93,596	\$110,635	\$127,674	\$144,713	\$161,752	\$178,791	\$195,830	\$212,869	\$229,908	\$246,947	\$263,986	\$281,025	\$298,064	\$315,103	\$332,142
Period Trts	5,878	6,678	7,360	8,042	8,724	9,406	10,188	10,896	11,592	12,284	12,986	13,688	14,400	15,326	16,212	17,118	18,024	18,930	19,836	20,742	21,648	22,554	23,460	24,366	25,272
EBIT per trt	(\$13.04)	(\$1.01)	(\$5.81)	(\$3.57)	(\$1.68)	\$0.89	\$2.46	\$3.86	\$5.13	\$6.23	\$7.20	\$8.08	\$8.97	\$9.63	\$10.26	\$10.89	\$11.53	\$12.16	\$12.80	\$13.43	\$14.07	\$14.70	\$15.34	\$15.97	\$16.61



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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Residential Health Care Facilities - Construction**

**Exhibit #4**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	121466 C	Long Island State Veterans Home (Suffolk County)

Financial Summary  
 Long Island State Veterans Home  
 Fiscal Period 2009-2011  
 Project Number 121466

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$29,034,616	\$24,223,585	\$21,157,976
ASSETS - FIXED AND OTHER	34,644,806	33,192,461	34,327,086
LIABILITIES - CURRENT	8,109,517	6,796,622	7,235,909
LIABILITIES - LONG-TERM	0	0	0
EQUITY	\$55,569,905	\$50,619,424	\$48,249,153
<hr/>			
INCOME	\$54,877,280	\$52,267,912	\$49,139,167
EXPENSE	49,926,799	49,897,641	47,439,513
NET INCOME	\$4,950,481	\$2,370,271	\$1,699,654
<hr/>			
NUMBER OF BEDS	350	350	350
PERCENT OF OCCUPANCY (DAYS)	99.18%	99.27%	99.58%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	67.30%	71.72%	72.18%
MEDICARE	6.25%	5.52%	6.69%
PRIVATE/OTHER	26.45%	22.77%	21.13%
<hr/>			

Average Working Capital	\$17,424,710
Average Net Assets	\$51,479,494
Average Net Income/(Loss)	\$3,006,802

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Residential Health Care Facilities Ventilator Bed– Construction**

**Exhibit #5**

<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1. 122050 C	Lutheran Augustana Center for Extended Care & Rehabilitation, Inc. (Kings County)

Financial Summary

Lutheran Augustana Center

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS-CURRENT	\$13,648,585	\$14,089,901	\$12,616,487
ASSETS-FIXED AND OTHER	23,245,185	24,299,137	24,698,347
LIABILITIES-CURRENT	8,933,099	8,704,103	6,803,325
LIABILITIES-LONG TERM	24,021,102	24,536,293	24,909,571
EQUITY	\$3,939,569	\$5,148,642	5,601,938
INCOME	\$34,608,353	\$34,341,758	34,142,524
EXPENSE	<u>35,829,671</u>	<u>34,894,455</u>	<u>34,338,916</u>
NET INCOME	(\$1,221,319)	(\$552,697)	(\$196,392)
DEPRECIATION	1,650,124	1,466,049	1,625,512
NUMBER OF BEDS	240	240	240
PERCENT OF OCCUPANCY (DAYS)	90.88%	91.18%	94.12%
MEDICAID	54.00%	58.42%	61.05%
MEDICARE	21.30%	32.69%	20.43%
PRIVATE PAY	24.70%	8.89%	18.52%
	<u>2011</u>		
OPERATING	\$225.50		
CAPITAL	<u>38.47</u>		
TOTAL	\$263.97		

Lutheran Augustana Center for Extended Care and Rehabilitation  
Balance Sheet  
July 31, 2012

Assets	Liabilities and Fund Balance	
	July 31, 2012	December 31, 2011
<b>Current assets</b>		
Cash and investments	\$ 4,018,501	\$ 3,309,441
Estimated Receivable-3rd party	505,612	504,598
Accounts Receivable	11,225,512	10,943,197
Allowance doubtful accounts	(2,391,258)	(2,388,667)
Net Accounts Receivable	8,834,254	8,554,530
Inventories	13,620	13,620
Prepaid assets	735,590	416,265
Total current assets	14,508,977	12,888,436
Escrow Deposits	6,777,542	7,403,823
Property, plant and equipment		
Net of accumulated depreciation of \$ (27,935,075)	14,232,970	14,763,141
Temporarily and Permanently Restricted assets		
Resident funds	205,806	214,536
Depreciation reserve funds	1,194,265	1,194,243
Endowment Fund	64,112	64,056
Beneficial interest in perpetual trust	149,892	140,080
Total restricted assets	1,614,075	1,612,915
<b>Total Assets</b>	<b>\$ 37,133,565</b>	<b>\$ 39,688,314</b>
<b>Current Liabilities</b>		
Accounts payable & Accrued Liabilities	\$ 6,113,333	\$ 5,814,661
Accrued salaries & related liabilities	1,938,575	1,625,554
Mortgage Payable	373,278	349,266
Estimated payable to third party payors	541,717	551,331
Accrued Interest - Mortgage	136,548	136,598
Patient Funds Held	202,493	211,108
Total Current Liabilities	9,105,964	8,692,409
Long-term debt		
Mortgage Payable	23,914,322	24,187,026
Total Long-Term liabilities	23,914,322	24,187,026
Total Liabilities	35,020,287	32,879,434
<b>Net Assets</b>		
Operating Fund	3,821,376	3,510,633
Permanently Restricted	183,334	183,334
Endowment Fund	64,112	64,056
Temporarily Restricted	44,257	44,857
Total Net Assets	4,113,279	3,812,680
Total Liabilities & Net Assets	\$ 37,133,565	\$ 39,688,314

Lutheran Augustana Center for Extended Care and Rehabilitation  
 CONSOLIDATED  
 COMPARATIVE STATEMENTS OF REVENUE AND EXPENSES  
 JULY 31, 2012

	2012		2011	
	ACTUAL	BUDGET	ACTUAL	BUDGET
NET PATIENT SERVICE REVENUE				
OPERATING REVENUE				
Private Pay	\$ 1,406	\$ 122,710	\$ 118,515	
Insurance	55,204	491,653	471,270	
Medicaid	1,000,960	955,259	1,112,563	
Medicare	868,870	805,184	853,652	
Provision for Bad Debt	(155,251)	(18,954)	(187,450)	
<b>TOTAL NET PATIENT SERVICE REVENUE</b>	<b>2,000,197</b>	<b>2,407,482</b>	<b>2,559,550</b>	
OTHER OPERATING REVENUES				
Amortization - Revenue	63,167	69,102	74,118	
Interest Income	6,884	4,289	724	
Other Income	26,570	20,789	24,578	
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>96,621</b>	<b>94,180</b>	<b>103,470</b>	
<b>TOTAL OPERATING REVENUE</b>	<b>2,096,818</b>	<b>2,501,662</b>	<b>2,663,020</b>	
OPERATING EXPENSES				
Salaries & Wages	1,001,627	1,002,745	1,000,614	
Employee Benefits	491,627	516,284	506,151	
Supplies & Expenses	747,047	662,451	730,743	
Insurance	43,245	51,488	56,130	
Professional Fees	64,777	137,579	157,603	
Miscellaneous	86,978	115,485	101,191	
Depreciation	114,846	114,846	103,283	
<b>TOTAL OPERATING EXPENSES</b>	<b>2,879,467</b>	<b>2,600,887</b>	<b>2,658,724</b>	
<b>EXCESS OF OPERATING REVENUE OVER OPERATING EXPENSES</b>	<b>(18,649)</b>	<b>6,775</b>	<b>(16,424)</b>	
NONOPERATING REVENUE				
Contributions	(10,750)	3,138		
Licenses & Grants	(10,750)	3,138	0	
<b>TOTAL NONOPERATING REVENUE</b>	<b>(21,500)</b>	<b>6,276</b>	<b>(10,750)</b>	
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>(40,149)</b>	<b>(13,091)</b>	<b>(27,174)</b>	

	2012		2011	
	ACTUAL	BUDGET	ACTUAL	BUDGET
NET PATIENT SERVICE REVENUE				
OPERATING REVENUE				
Private Pay	\$ 29,814	\$ 80,840	\$ 68,955	
Insurance	3,659,442	3,304,622	3,346,337	
Medicaid	7,115,420	6,521,187	6,597,629	
Medicare	6,183,372	5,991,420	6,783,503	
Provision for Bad Debt	(382,400)	(136,872)	(351,237)	
<b>TOTAL NET PATIENT SERVICE REVENUE</b>	<b>16,803,648</b>	<b>16,561,281</b>	<b>16,795,197</b>	
OTHER OPERATING REVENUES				
Amortization - Revenue	492,331	471,801	444,073	
Interest Income	24,167	11,502	17,328	
Other Income	153,024	183,029	184,216	
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>669,522</b>	<b>666,332</b>	<b>645,617</b>	
<b>TOTAL OPERATING REVENUE</b>	<b>17,473,170</b>	<b>17,227,613</b>	<b>17,440,814</b>	
OPERATING EXPENSES				
Salaries & Wages	8,184,716	8,051,117	6,972,672	
Employee Benefits	3,538,719	3,247,272	3,250,889	
Supplies & Expenses	4,881,634	4,340,880	4,800,534	
Insurance	324,525	363,614	347,434	
Professional Fees	679,849	845,308	900,804	
Miscellaneous	687,906	793,474	821,224	
Depreciation	789,647	789,647	1,038,081	
<b>TOTAL OPERATING EXPENSES</b>	<b>20,399,397</b>	<b>19,461,302</b>	<b>20,683,378</b>	
<b>EXCESS OF OPERATING REVENUE OVER OPERATING EXPENSES</b>	<b>(2,926,227)</b>	<b>(2,233,689)</b>	<b>(3,242,564)</b>	
NONOPERATING REVENUE				
Contributions	161,744	56,391	(155,386)	
Licenses & Grants	9,517	21,558	(788)	
<b>TOTAL NONOPERATING REVENUE</b>	<b>171,261</b>	<b>77,949</b>	<b>(156,174)</b>	
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>(2,754,966)</b>	<b>(2,155,740)</b>	<b>(3,400,738)</b>	

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Acute Care Services – Establish/Construct**

**Exhibit #6**

<u>Number</u>	<u>Applicant/Facility</u>
1. 122075 E	Clifton-Fine Health Care Corporation d/b/a Clifton-Fine Hospital (St. Lawrence County)

CLIFTON-FINE HEALTH CARE CORPORATION

Balance Sheets

December 31, 2011 and 2010

<u>Assets</u>	<u>2011</u>	<u>2010</u>
Current assets:		
Cash and cash equivalents	\$ 1,056,674	1,113,450
Investments	89,111	758,233
Patient accounts receivable, net of allowance for doubtful accounts of approximately \$84,000 in 2011 and \$98,000 in 2010	709,325	766,283
Prepaid expenses and other current assets	402,695	262,302
Inventories	211,036	178,121
Pledges receivable, net	120,214	126,621
Estimated third-party payor settlements, net	94,471	-
Grants receivable restricted for specific operating activities	48,936	53,796
Total current assets	<u>2,732,462</u>	<u>3,258,806</u>
Capital assets:		
Land	2,222	2,222
Depreciable capital assets, net of accumulated depreciation	3,279,767	3,548,599
Construction-in-progress	236,253	11,393
Total capital assets, net of accumulated depreciation	<u>3,518,242</u>	<u>3,562,214</u>
Pledges receivable, net	184,612	227,937
Grants receivable restricted for capital acquisitions	10,644	10,360
Assets limited as to use	480,380	-
Debt issuance costs	77,796	80,943
Total assets	<u>\$ 7,004,136</u>	<u>7,140,260</u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Current maturities of long-term debt and capital lease obligations	177,714	134,540
Accounts payable and accrued expenses	680,492	621,739
Estimated third-party payor settlements, net	-	124,106
Total current liabilities	<u>858,206</u>	<u>880,385</u>
Long-term debt and capital lease obligations, net of current maturities	<u>1,870,293</u>	<u>1,861,271</u>
Total liabilities	<u>2,728,499</u>	<u>2,741,656</u>
Net assets:		
Invested in capital assets, net of related debt	1,470,235	1,566,403
Restricted:		
Expendable for capital acquisitions	10,644	7,755
Expendable for specific operating activities	48,950	55,000
Unrestricted	<u>2,745,808</u>	<u>2,769,446</u>
Total net assets	<u>4,275,637</u>	<u>4,398,604</u>
Commitments and contingencies (notes 5 and 12)		
Total liabilities and net assets	<u>\$ 7,004,136</u>	<u>7,140,260</u>

See accompanying notes to financial statements.



CLIFTON-FINE HEALTH CARE CORPORATION

Statements of Revenues, Expenses and Changes in Net Assets

Years ended December 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Operating revenues:		
Net patient service revenue (net of provision for bad debts of approximately \$221,000 in 2011 and \$157,000 in 2010)	\$ 6,426,525	6,427,892
Other	489,357	51,605
Total operating revenues	<u>6,915,882</u>	<u>6,479,497</u>
Operating expenses:		
Salaries and wages	3,957,706	3,995,977
Employee benefits	1,346,933	1,182,303
Professional fees and contracted services	470,121	433,551
Supplies and other	983,687	921,869
Utilities	118,887	128,982
Insurance	94,206	102,109
Depreciation and amortization	396,784	347,676
Total operating expenses	<u>7,368,324</u>	<u>7,112,467</u>
Operating loss	<u>(452,442)</u>	<u>(632,970)</u>
Nonoperating revenues (expenses):		
Interest income	25,473	27,489
Interest expense	(98,173)	(23,388)
Loss of disposal of capital assets	-	(7,748)
Decrease in the fair market value of investments	(12,278)	(19,441)
Noncapital subsidies from municipalities	200,000	200,000
Noncapital grants and contributions	68,286	56,180
Forfeited noncapital grants	-	(1,000)
Decrease in interest in net assets of Wilderness Health Care Foundation, Inc.	(22,817)	(87,809)
Total nonoperating revenues	<u>160,491</u>	<u>144,283</u>
Deficiency of revenues over expenses before capital grants, contributions for long-lived assets and insurance proceeds	(291,951)	(488,687)
Capital grants	101,221	133,950
Contributions for long lived assets	67,763	669,638
Insurance proceeds (unreimbursed expenditures), net	-	(21,605)
Contribution of interest in net assets of Wilderness Health Care Foundation, Inc.	-	293,349
Increase (decrease) in net assets	<u>(122,967)</u>	<u>586,645</u>
Net assets at beginning of year	<u>4,398,604</u>	<u>3,811,959</u>
Net assets at end of year	<u>\$ 4,275,637</u>	<u>4,398,604</u>

See accompanying notes to financial statements.

CLIFTON-FINE HEALTH CARE CORPORATION  
BALANCE SHEET

	12/31/2011 (Actual)	12/31/2012 (Pro Forma)
<b>ASSETS</b>		
Current:		
Cash	1,145,785	850,000
Accounts Receivable	1,272,363	1,300,000
Allowance for Contractual Adj. (1)	(854,872)	(416,000)
Allowance for Uncollectibles (2)	(84,337)	(57,500)
NYS Surcharge	(13,834)	(19,000)
Other Receivables (3)	1,018,974	535,810
Grant Receivables	97,871	100,000
Due from 3rd Party Payers	94,471	150,000
Inventory	211,036	211,036
Prepaid Expenses	208,431	200,000
Deferred Expenses	0	75,546
<b>TOTAL CURRENT ASSETS:</b>	<b>3,435,893</b>	<b>2,888,893</b>
<b>PLANT PROPERTY &amp; EQUIPMENT</b>		
Land & Land Improvements	2,222	36,990
Buildings	3,660,234	3,634,294
Fixed Equipment	277,125	277,125
Major Moveable Equipment	2,387,764	2,353,363
Work in Progress (4)	236,253	20,000
<b>TOTAL PLANT PROPERTY &amp; EQUIPMENT</b>	<b>6,563,598</b>	<b>6,321,772</b>
<b>ACCUMULATED DEPRECIATION</b>	<b>(3,045,355)</b>	<b>(3,567,571)</b>
<b>NET PLANT PROPERTY AND EQUIPMENT</b>	<b>3,518,242</b>	<b>2,954,201</b>
<b>TOTAL ASSETS</b>	<b>7,004,135</b>	<b>5,843,093</b>
<b>LIABILITIES &amp; FUND BALANCE</b>		
Current		
Accounts Payable	314,456	337,664
Accrued Salaries and Wages	361,996	355,000
Other Current Liabilities		0
Current Capital Lease	177,714	122,000
Due to 3rd Party Payers		(80,782)
Accrued Expenses	4,040	0
<b>TOTAL CURRENT LIABILITIES</b>	<b>858,206</b>	<b>734,382</b>
Long Term Debt		
Leases Payable (5)	350,178	479,256
Loan Payable Clinic	1,453,978	1,479,099
Long Term Debt Clinic	66,137	26,728
Temp Restricted Net Assets	59,594	0
<b>TOTAL LONG TERM DEBT</b>	<b>1,925,887</b>	<b>1,985,145</b>
<b>FUND BALANCE</b>	<b>4,216,042</b>	<b>3,123,566</b>
<b>NET INCOME(LOSS)</b>		
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>7,004,135</b>	<b>5,843,093</b>

Assumptions:

Conversion to private not-for-profit ownership will take place December 31, 2012

- 1) Allowance for contractual adjustments is 32% of accounts receivables
- 2) Allowance for uncollectibles is 4.5% of accounts receivables
- 3) Reduction in other receivables due to 340B Program payments becoming current
- 4) Work in progress reduced due to paying outstanding IT system invoices
- 5) Leases payable increase due to amortization of NYS Retirement System payments in 2012 & 2013

CLIFTON-FINE HOSPITAL INCOME STATEMENT AUGUST 12						
	PERIOD ACTUAL	PERIOD BUDGET	PRIOR YEAR ACTUAL	YTD ACTUAL	YTD BUDGET	PRIOR YEAR YTD
PATIENT REVENUE:						
INPATIENT REVENUE:	161,024	309,483	257,485	1,581,594	2,475,861	1,765,547
OUTPATIENT REVENUE:	528,160	530,043	674,343	4,043,852	4,240,344	4,117,839
<b>GROSS PATIENT REVENUE</b>	<b>689,184</b>	<b>839,526</b>	<b>931,828</b>	<b>5,625,446</b>	<b>6,716,205</b>	<b>5,883,386</b>
DEDUCTIONS FROM REVENUE:						
CHARITY	(948)	0	(4,550)	6,504	0	(35,927)
CONTRACTUAL ALLOWANCES	(50,384)	(256,231)	(330,184)	(1,581,545)	(2,049,849)	(1,423,569)
SMALL BALANCE WRITE-OFF						
NYS COMMERCIAL ASSESSMENT						
BAU DEBT CHARITY CARF POOL ADJ	20,980	15,219	7,562	188,557	121,755	164,475
<b>TOTAL DEDUCTIONS</b>	<b>(30,352)</b>	<b>(241,012)</b>	<b>(322,172)</b>	<b>(1,386,484)</b>	<b>(1,928,093)</b>	<b>(1,295,021)</b>
OTHER OPERATING REVENUE	39,604	41,146	42,783	747,505	329,167	194,263
<b>TOTAL OPERATING REVENUE</b>	<b>698,436</b>	<b>639,660</b>	<b>647,439</b>	<b>4,986,467</b>	<b>5,117,279</b>	<b>4,782,628</b>
OPERATING EXPENSES:						
SALARIES	307,229	328,511	375,564	2,571,171	2,628,091	2,671,166
FRINGE BENEFITS	123,454	108,341	116,525	1,050,108	866,725	895,849
MEDICAL SUPPLIES	37,769	36,483	42,406	261,704	291,860	270,146
NON MEDICAL SUPPLIES	64,072	24,127	20,667	206,680	193,014	153,730
UTILITIES	19,114	8,509	10,249	76,629	68,073	72,334
PURCHASED SERVICES	55,365	56,626	33,482	326,593	453,005	365,730
PROFESSIONAL FEES	2,473	8,667	1,235	82,197	69,333	91,247
MAINTENANCE/REPAIR	1,798	2,325	789	10,413	18,600	15,298
DEPRECIATION EXPENSE	32,970	33,258	31,851	262,569	266,067	256,053
INSURANCE EXPENSE	881	2,383	7,760	17,319	19,067	20,435
MALPRACTICE INSURANCE EXP	4,849	6,333	10,592	30,882	50,667	47,453
INTEREST EXPENSE	7,526	9,083	8,039	60,178	72,667	57,548
OTHER OPERATING EXPENSE	14,383	10,168	5,685	78,277	81,343	81,299
RENTAL EXPENSE	1,980	1,750	1,899	15,759	14,000	15,161
NYS CAS RECEIPTS ASSESSMENT	0	1,713	1,579	10,502	13,703	13,558
BAD DEBTS	31,176	16,667	14,762	154,876	133,333	117,199
WILDERNESS FOUNDATION			0			7,159
<b>TOTAL OPERATING EXPENSES</b>	<b>705,039</b>	<b>654,943</b>	<b>683,084</b>	<b>5,215,857</b>	<b>5,239,547</b>	<b>5,151,365</b>
<b>OPERATING INCOME(LOSS)</b>	<b>(6,603)</b>	<b>(15,284)</b>	<b>(35,645)</b>	<b>(229,390)</b>	<b>(122,269)</b>	<b>(368,737)</b>
NON-OPERATING INCOME	(652)	30,333	39,511	131,311	242,667	308,622
<b>NET INCOME(LOSS)</b>	<b>(7,255)</b>	<b>15,050</b>	<b>3,866</b>	<b>(98,079)</b>	<b>120,398</b>	<b>(60,115)</b>

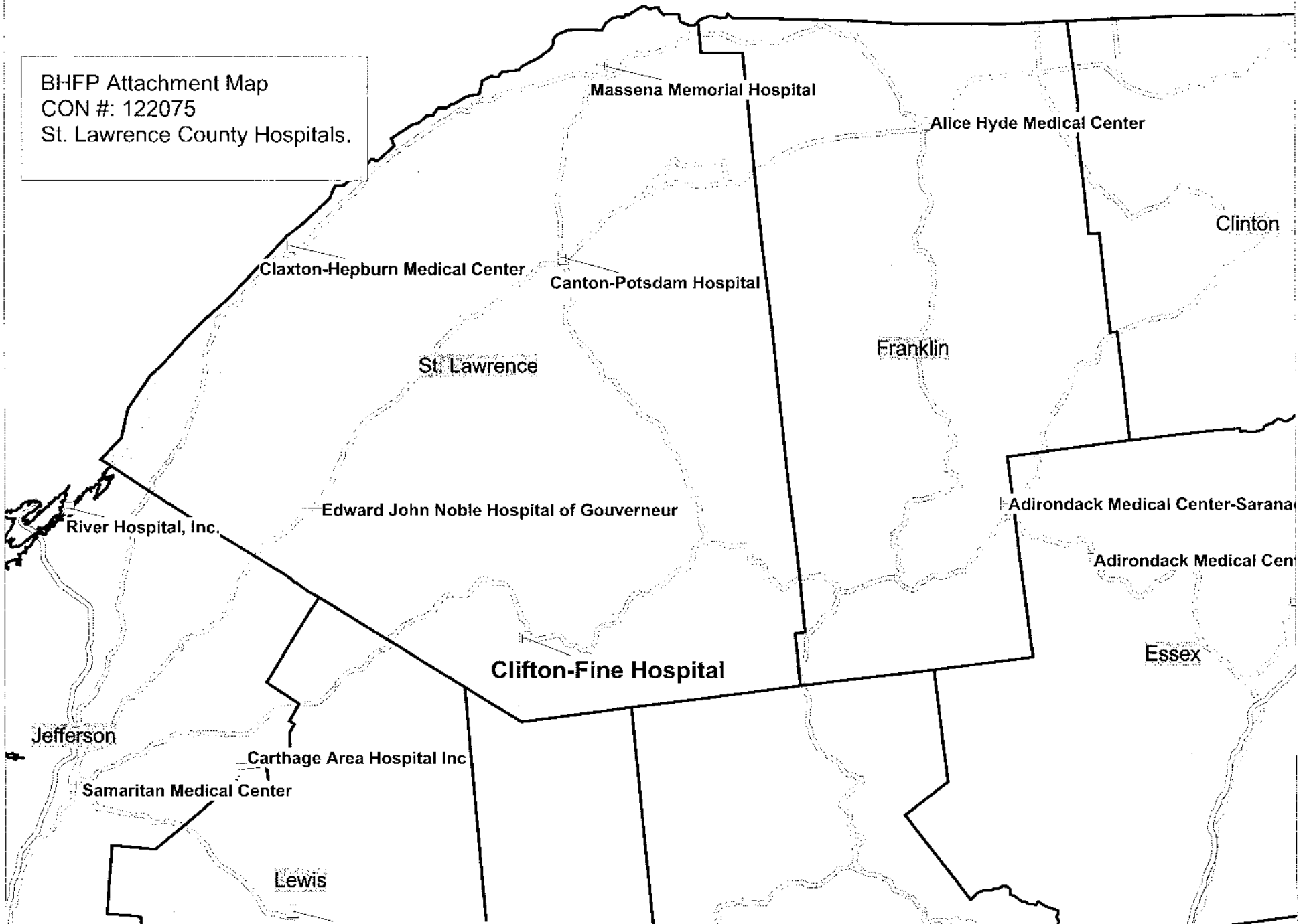
CLIFTON FIRE HOSPITAL  
BALANCE SHEET  
FOR THE MONTH ENDING: 08/31/12

	Current Year	Prior Year	Net Change
<b>ASSETS</b>			
<b>CURRENT</b>			
CASH	637,714	1,425,399	(787,684)
<b>SHORT TERM INVESTMENTS</b>			
ACCOUNTS RECEIVABLE	1,749,802	1,495,634	252,168
ALLOWANCE FOR CONTRACTUAL ADJ	(747,803)	(401,020)	(346,783)
ALLOWANCE FOR UNCOLLECTIBLES	(142,034)	(189,110)	(47,076)
NYS SURCHARGE	(21,020)	(30,451)	9,431
OTHER RECEIVABLES	537,330	616,345	(79,015)
GRANT RECEIVABLES	51,179	137,729	(86,550)
DUE FROM 3RD PART PAYORS	285,043	(9,519)	294,562
INVENTORY	211,016	178,119	32,897
PREPAID EXPENSES	95,512	100,193	(4,681)
DEFERRED EXPENSES	74,187	80,943	(6,756)
<b>TOTAL CURRENT ASSETS</b>	<b>2,729,009</b>	<b>3,464,255</b>	<b>(735,246)</b>
<b>TOTAL OTHER ASSETS</b>			
<b>PROPERTY PLANT AND EQUIPMENT</b>			
LAND AND LAND IMPROVEMENTS	36,390	36,390	
BUILDINGS	3,634,294	3,610,333	23,961
FIXED EQUIPMENT	277,125	277,125	
MAJOR MOVABLE EQUIPMENT	2,353,363	2,309,713	43,650
CURRENT YEAR CAPITAL ACQUIS	862,353	26,704	835,649
<b>TOTAL PROPERTY PLANT AND EQUIP</b>	<b>7,264,127</b>	<b>6,260,255</b>	<b>1,003,872</b>
ACCUMULATED DEPRECIATION	(3,269,928)	(2,907,772)	(362,156)
<b>NET PROPERTY PLANT AND EQUIPMENT</b>	<b>3,994,199</b>	<b>3,352,483</b>	<b>641,716</b>
<b>TOTAL ASSETS</b>	<b>6,723,208</b>	<b>6,816,738</b>	<b>(93,530)</b>

CLIFTON PINE HOSPITAL  
 BALANCE SHEET  
 FOR THE MONTH ENDING: 09/31/12

	Current Year	Prior Year	Net Change
LIABILITIES AND FUND BALANCE			
CURRENT			
ACCOUNTS PAYABLE	425,088	212,759	212,328
ACCRUED SALARIES AND WAGES	223,413	406,386	(182,972)
OTHER CURRENT LIABILITIES	315,824	272,663	43,160
CURRENT CAPITAL LEASE	53,084	36,551	16,532
DUE TO OR FROM 3RD PARTY PAYORS	(86,400)	(70,574)	(15,826)
TOTAL CURRENT LIABILITIES	931,009	857,686	73,322
LONG TERM DEBT			
LEASES PAYABLE	350,178	287,513	62,664
LOAN PAYABLE CINC	1,485,439	1,532,412	(26,971)
LONG TERM DEBT CINC PROJECT	37,044	77,621	(40,576)
TOTAL LONG TERM DEBT	1,872,662	1,897,546	(4,884)
FUND BALANCE	3,919,536	4,102,116	(182,580)
TOTAL FUND BALANCE	3,919,536	4,102,116	(182,580)
TOTAL LIABILITIES AND FUND BALANCE	6,723,208	6,807,350	(114,142)

BHFP Attachment Map  
CON #: 122075  
St. Lawrence County Hospitals.



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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Ambulatory Surgery Centers - Establish/Construct**

**Exhibit #7**

<u>Number</u>	<u>Applicant/Facility</u>
1. 121017 B	Surgery of Tomorrow, LLC (Kings County)
2. 121393 B	IDHC, LLC d/b/a Island Digestive Health Center (Suffolk County)
3. 121412 B	LIEAC, LLC d/b/a Long Island Digestive Endoscopy Center (Suffolk County)
4. 122071 B	21 Reade Place, ASC, LLC (Dutchess County)

**SURGERY OF TOMORROW, LLC**

**ESTABLISH & CONSTRUCT A SINGLE-SPECIALTY FASC**

**PRO FORMA BALANCE SHEET**

**ASSETS**

Cash	\$239,850
Leasehold Improvements	\$776,848
Equipment	<u>\$144,059</u>
<b>TOTAL ASSETS</b>	<b><u>\$1,160,757</u></b>

**LIABILITIES AND SHAREHOLDER'S EQUITY**

**LIABILITIES**

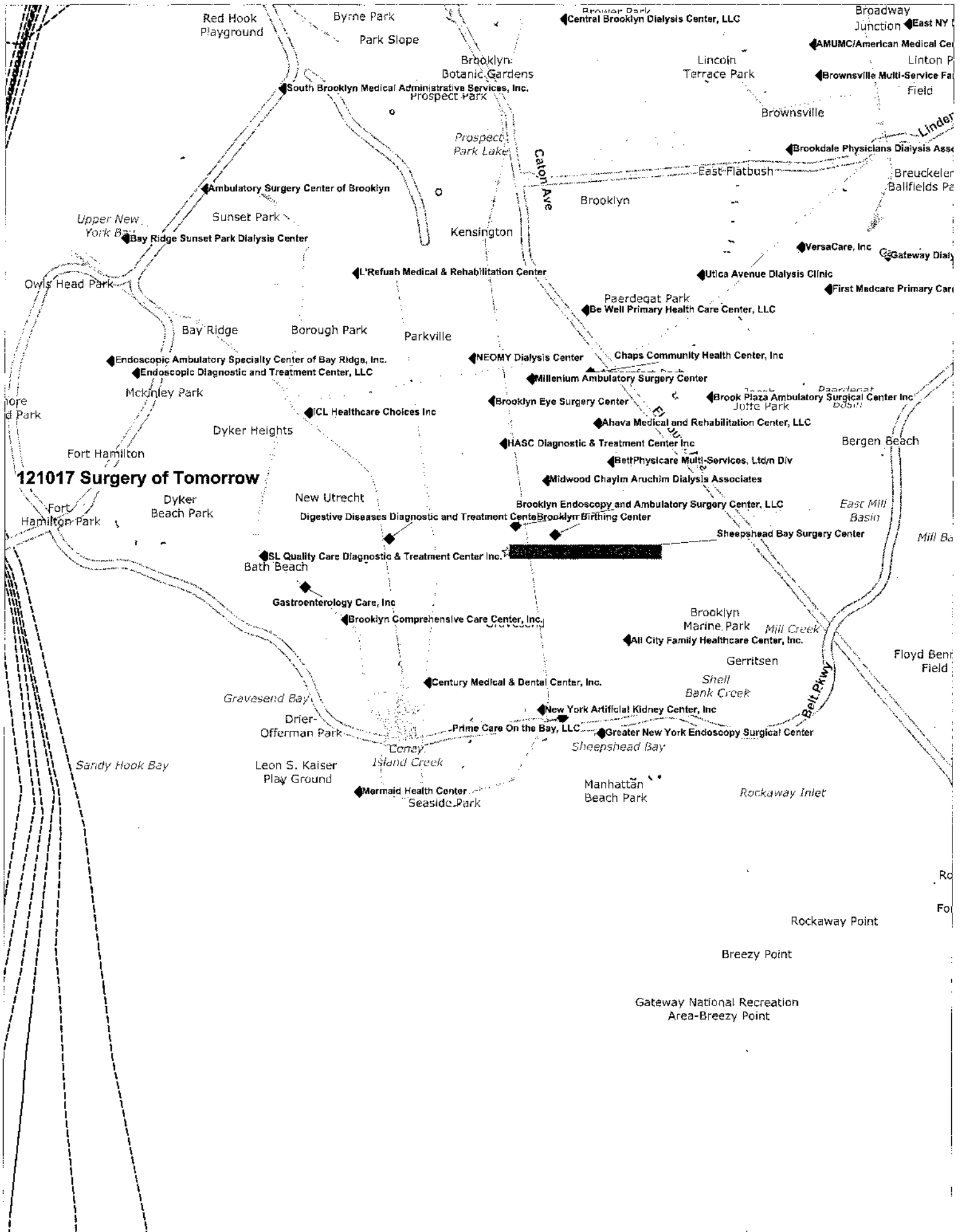
Capital Loan	\$0
Working Capital Loan	<u>\$0</u>
<b>TOTAL LIABILITIES</b>	<b>\$0</b>

<b>MEMBER'S EQUITY</b>	<b><u>\$1,160,757</u></b>
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<b>TOTAL LIABILITIES AND MEMBER'S EQUITY</b>	<b><u>\$1,160,757</u></b>
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**IDHC, LLC – Project No. 121393 (pending)**

	John Poisson (3.75%)	Frank Principati (3.75%)	Karen Sablyak (3.75%)	Barry Tanner (3.75%)
TPC Equity (\$373,000)	\$13,988	\$13,988	\$13,988	\$13,988
Working Capital Equity (\$329,259)	\$12,348	\$12,348	\$12,348	\$12,348
<b>Total Equity Required For Project</b>	<b>\$26,336</b>	<b>\$26,336</b>	<b>\$26,336</b>	<b>\$26,336</b>

**Endoscopy Center of Niagara, LLC – Project No. 121140 (pending)**

	John Poisson (6.40714%)	Frank Principati (0.0049%)	Karen Sablyak (6.40714%)	Barry Tanner (0.0049%)
TPC Equity (\$226,286)	\$14,499	\$1,109	\$14,499	\$1,109
Working Capital Equity (\$155,945)	\$9,992	\$765	\$9,992	\$765
<b>Total Equity Required For Project</b>	<b>\$24,491</b>	<b>\$1,874</b>	<b>\$24,491</b>	<b>\$1,874</b>

**Hudson Valley Center, LLC – Project No. 111502 (approved)**

	John Poisson (2.5%)	Frank Principati (2.5%)	Karen Sablyak (2.5%)	Barry Tanner (2.5%)
TPC Equity (\$254,175)	\$6,355	\$6,355	\$6,355	\$6,355
Working Capital Equity (\$184,023)	\$4,601	\$4,601	\$4,601	\$4,601
<b>Total Equity Required For Project</b>	<b>\$10,956</b>	<b>\$10,956</b>	<b>\$10,956</b>	<b>\$10,956</b>

**Total Equity Required For Project Nos. 121393, 121140, 111502**

John Poisson	\$61,783
Frank Principati	\$39,166
Karen Sablyak	\$61,783
Barry Tanner	\$39,166

Pro Forma Balance Sheet

ASSETS

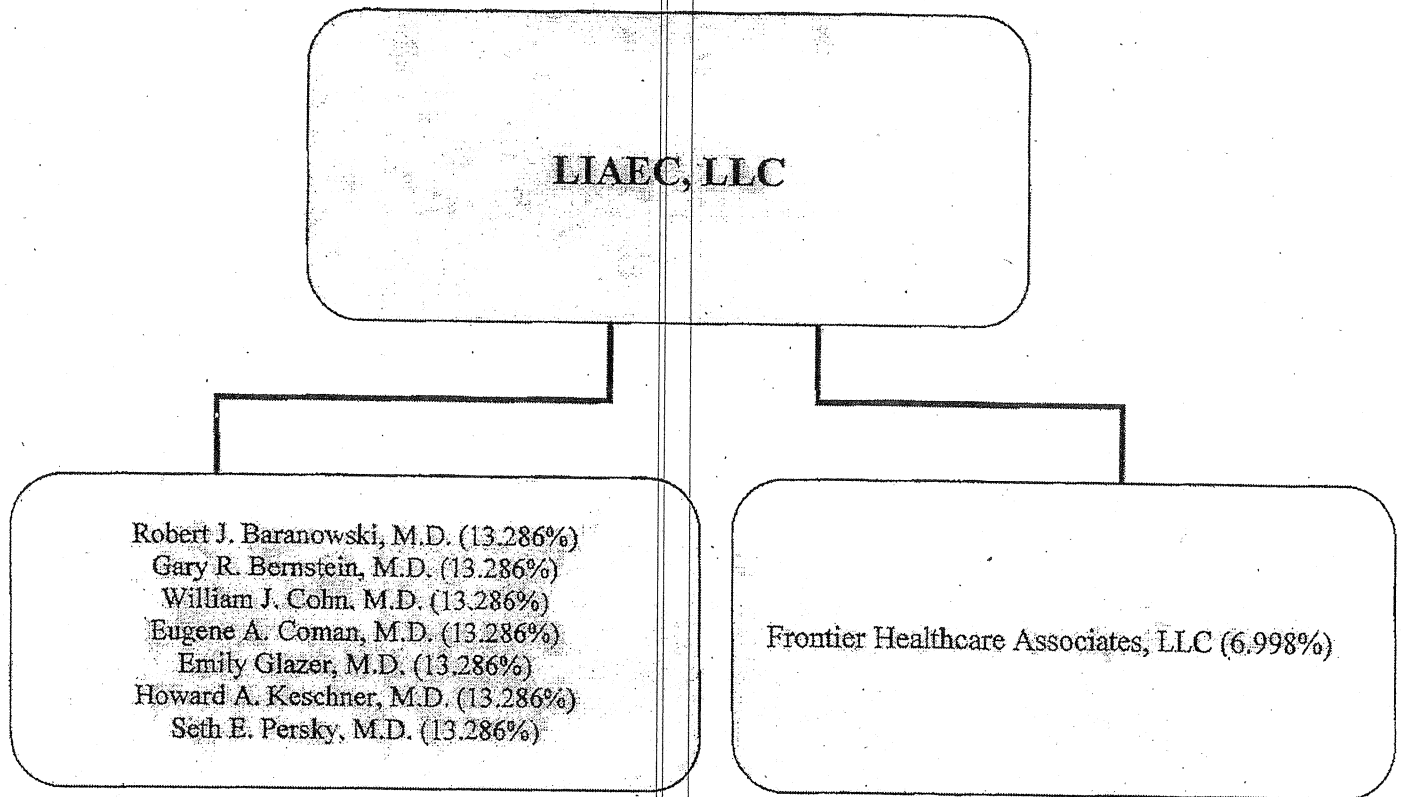
Cash	\$654,294
Moveable Equipment	1,042,845
Leasehold Improvements	<u>2,455,155</u>
TOTAL ASSETS	\$4,152,294

LIABILITIES

Bank Loan	\$3,125,000
Working Capital Loan	<u>325,035</u>
TOTAL LIABILITIES	\$3,450,035

NET ASSETS	\$702,259
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ORGANIZATIONAL CHART



LIAEC, LLC

ESTABLISH FREESTANDING AMBULATORY SURGERY CENTER

PRO FORMA BALANCE SHEET

ASSETS

Cash	\$504,404
Capitalized Project Costs	\$2,781,817
New Equipment	\$1,088,697
<b>TOTAL ASSETS</b>	<b>\$4,374,918</b>

LIABILITIES AND MEMBER EQUITY

LIABILITIES

Capital Loan (Renovation/New Equipment)	\$3,400,000
Working Capital Loan	\$252,000
<b>TOTAL LIABILITIES</b>	<b>\$3,652,000</b>
<b>MEMBER EQUITY</b>	<b>\$722,918</b>

<b>TOTAL LIABILITIES AND MEMBER EQUITY</b>	<b>\$4,374,918</b>
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Financial Summary- Digestive Diseases Diagnostic & Treatment Center

	<u>FISCAL PERIOD ENDED</u>	
	<u>draft</u>	
	<u>7/31/12</u>	<u>12/31/11</u>
ASSETS - CURRENT	\$248,364	\$119,307
ASSETS - FIXED AND OTHER	399,521	394,020
LIABILITIES - CURRENT	15,221	32,135
LIABILITIES - LONG-TERM	<u>402,369</u>	<u>458,497</u>
EQUITY	\$230,295	\$22,695
<hr/>		
INCOME	\$2,175,860	\$2,390,762
EXPENSE	<u>1,071,861</u>	<u>1,337,897</u>
NET INCOME	\$1,103,999	\$1,052,865

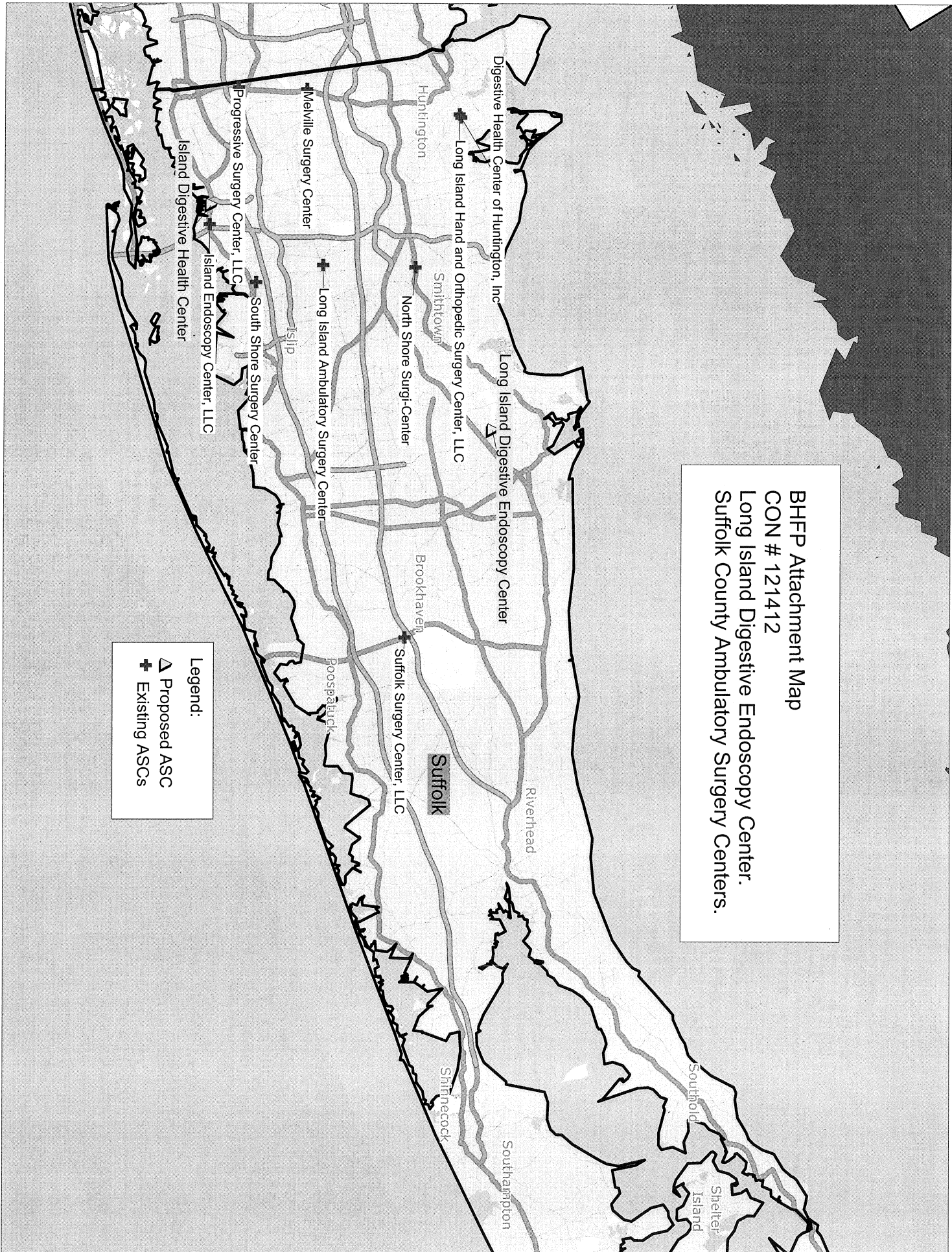
List of Article 28 Free Standing Ambulatory Surgery Centers (FASC) owned by Dr. Oleg Gutnik, Mr. Jordan Fowler or Frontier Healthcare Associates

<u>FASC</u>	<u>CON #</u>	<u>Location</u>	<u>Membership Interest</u>		<u>Status</u>
			<u>Dr. Gutnik</u>	<u>Mr. Fowler</u>	
Putnam Endoscopy, LLC	111138	667 Stoneleigh Ave., Carmel	4%	4%	0% contingently approved
West Side GI, LLC	101167	619 West 54th St., New York	0%	0.72%	0% final approval letter sent 4/19/12
PBGS, LLC	112032	81 Willoughby St., Brooklyn	0%	0%	8% contingent approval
Yorkville Endoscopy, LLC	111488	200 East 94th St., New York	0%	0%	8% contingent approval



BHFP Attachment Map  
CON # 121412  
Long Island Digestive Endoscopy Center.  
Suffolk County Ambulatory Surgery Centers.

Legend:  
△ Proposed ASC  
+ Existing ASCs



**Vassar Brothers Medical Center and Subsidiary**  
**Consolidated Balance Sheets**  
**December 31, 2011 and 2010**

(in thousands)

	2011	2010
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 13,993	\$ 6,850
Investments	92,174	93,455
Assets whose use is limited	3,516	3,373
Patient accounts receivable, less allowance for uncollectible accounts of approximately \$11,607 in 2011 and \$8,954 in 2010	45,614	49,873
Supplies and prepaid expenses	8,714	7,212
Other receivables, less allowance for uncollectible amounts of approximately \$7,260 in 2011 and \$7,107 in 2010	372	612
Interest in VBMC Foundation	1,736	2,509
Due from affiliates, less allowance for uncollectible amounts of approximately \$2,998 in 2011 and \$2,967 in 2010	11,180	12,364
Total current assets	177,299	176,248
Interest in VBMC Foundation	11,386	5,964
Assets whose use is limited, net of current portion	30,094	58,469
Long-term investments	5,873	5,999
Property, plant and equipment, net	190,313	168,349
Due from affiliates	18,344	931
Other assets	9,788	11,618
Total assets	\$ 443,097	\$ 427,578
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Current portion of long-term debt	\$ 8,898	\$ 6,927
Accounts payable and accrued expenses	31,534	31,385
Estimated amounts due to third-party payors	2,266	1,673
Due to affiliates	18,917	15,726
Total current liabilities	61,615	55,711
Long-term debt, net of current portion	120,133	129,185
Post-retirement benefit obligations	45,825	34,965
Estimated amounts due to third-party payors and other liabilities	41,522	25,865
Due to affiliates, net of current portion	1,368	943
Total liabilities	270,463	246,669
<b>Net assets</b>		
Unrestricted	154,279	166,877
Temporarily restricted	16,164	11,841
Permanently restricted	2,191	2,191
Total net assets	172,634	180,909
Total liabilities and net assets	\$ 443,097	\$ 427,578

The accompanying notes are an integral part of these consolidated financial statements.

**Vassar Brothers Medical Center and Subsidiary**  
**Consolidated Statements of Operations**  
**Years Ended December 31, 2011 and 2010**

(in thousands)

	2011	2010
<b>Operating revenue</b>		
Net patient service revenue	\$ 385,111	\$ 371,174
Other revenue	5,003	5,117
Net assets released from restrictions used for operations	264	75
Total operating revenue	390,378	376,366
<b>Operating expenses</b>		
Salaries and fees	118,516	118,766
Employee benefits	44,768	42,030
Supplies	59,227	62,912
Other expenses	117,396	107,504
Provision for bad debts	14,710	10,056
Interest	4,997	4,393
Depreciation and amortization	22,516	21,150
Loss on extinguishment of debt	560	839
Total operating expenses	382,690	367,650
Operating income	7,688	8,716
Investment income (loss)	(1,632)	11,840
Gain on disposal	120	259
Excess of revenue over expenses	6,176	20,815
Grant income for capital	-	141
Pension related changes other than net periodic pension costs	(11,992)	(297)
Net assets released from restrictions used for capital expenditures	1,769	2,212
Transfers of equity, net	(8,551)	(10,204)
(Decrease) increase in unrestricted net assets	\$ (12,598)	\$ 12,667

The accompanying notes are an integral part of these consolidated financial statements.

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VASSAR BROTHERS MEDICAL CENTER  
Balance Sheet  
For the Eight Months Ending August 31, 2012  
(Dollars in 000's)

	<u>2012</u>	<u>2011</u>	<u>Inc/Decr over PY</u>
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$8,543	\$13,857	(\$7,314)
Investments	98,838	92,174	7,664
<b>Assets whose use is limited and required for current liabilities</b>			
Externally restricted	2,886	3,516	(630)
Investments held by captive			
Patient accounts receivable, net	48,587	45,614	2,973
Supplies and prepaid expenses	7,531	8,712	(1,181)
Other current assets	117	259	(143)
Estimated third party payor adjustments	1,365	0	1,365
Interest in Foundation	1,736	1,736	0
Due from Affiliates, current portion	11,334	10,875	459
<b>Total current assets</b>	<b>179,937</b>	<b>176,744</b>	<b>3,193</b>
Interest in Foundation	11,386	11,386	0
<b>Assets whose use is limited</b>			
Externally restricted	12,863	30,094	(17,231)
Long-term investments	6,364	5,873	511
Property, plant and equipment, less accumulated amortization	202,369	190,313	12,056
Due from Affiliates, long term portion	19,517	18,344	1,174
Other non-current assets	9,573	9,786	(214)
<b>Total assets</b>	<b>442,049</b>	<b>442,541</b>	<b>(491)</b>
<b>Liabilities and Net Assets</b>			
<b>Current Liabilities</b>			
Current portion of long-term debt	9,004	8,898	107
Current portion of postretirement benefits	56	56	0
Accounts payable and accrued expenses	32,425	31,451	974
Estimated third-party payor adjustments	4,874	2,266	2,609
Estimated insurance loss reserve payable			
Due to Affiliates, net of current portion	15,367	17,617	(2,250)
<b>Total Current Liabilities</b>	<b>61,728</b>	<b>60,287</b>	<b>1,439</b>
Long-term debt, net current portion	111,716	120,133	(8,417)
Postretirement benefit obligations	47,078	45,825	1,253
Estimated third-party payor adjustments and other liabilities	42,312	41,522	790
Due to Affiliates, net of current portion	1,368	1,368	0
<b>Total Liabilities</b>	<b>264,200</b>	<b>268,135</b>	<b>(4,935)</b>
<b>Net assets</b>			
Unrestricted	158,335	155,051	3,284
Temporary restricted	17,323	16,164	1,159
Permanently restricted	2,191	2,191	0
<b>Total Net Assets</b>	<b>177,849</b>	<b>173,406</b>	<b>4,443</b>
<b>Total liabilities and net assets</b>	<b>442,049</b>	<b>442,541</b>	<b>(491)</b>

VASSAR BROTHERS MEDICAL CENTER  
Revenue and Expense Statement  
For the Eight Months Ending August 31, 2012  
(Dollars in 000's)

09/14/12  
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	MONTH - TO - DATE			YEAR - TO - DATE			
	ACTUAL	BUDGET	VARIANCE	LAST YEAR ACTUAL	BUDGET	VARIANCE	LAST YEAR ACTUAL
Net Patient Revenue	\$23,713	\$23,281	\$432	\$21,558	\$173,181	(\$14,013)	\$177,888
Inpatient Revenue	12,521	11,831	691	11,198	89,614	1,286	83,683
Outpatient Revenue	(1,574)	(1,221)	(353)	(1,188)	(11,736)	(2,094)	(8,648)
Less Provision for bad debts							
Total Net Patient Revenue	34,660	33,670	990	31,568	265,860	(14,612)	252,433
Other Operating Revenue	315	361	(46)	308	2,887	(138)	2,744
Auxiliary Revenue	165	113	43	97	802	143	690
Total Revenue	35,131	34,144	987	31,972	268,639	(14,806)	255,867
Operating expenses	10,008	10,505	497	9,825	80,723	2,888	79,273
Salary Expense	4,226	3,943	(283)	4,146	31,112	265	30,280
Employee Benefits		23	23		183	170	167
Agency Fees							
Total Salaries and Fringe	14,234	14,472	237	13,970	112,018	3,303	109,720
Professional Fees	2,944	2,059	(885)	1,890	17,264	(806)	14,809
Medical Supplies	4,489	4,339	(150)	4,288	33,458	(2,360)	35,588
Non Medical Supplies	665	655	(10)	706	5,071	(384)	4,881
Utilities	373	324	(49)	234	2,220	33	2,219
Interest	480	531	41	478	4,247	573	3,007
Depreciation and Amortization	1,988	1,986	(2)	1,868	15,970	2	15,851
Other Expenses	8,311	8,189	(121)	7,508	65,283	1,067	59,883
Total operating expenses	33,502	32,586	(916)	30,761	254,776	1,433	245,958
Operating Gain/(Loss)	1,629	1,578	51	1,211	14,863	(13,373)	9,908
Investment (loss) income and other	48	260	(212)	3,784	2,079	6	6,087
Change in net unrealized gains and losses	2,022	2,022		(8,650)	6,137	6,137	(8,034)
Gain on disposal	3		3		26	26	
Excess/(Deficiency) of revenue over expenses	3,701	1,838	1,864	(3,635)	9,737	(7,205)	7,971
Grant income for capital				35	10	10	45
Transfer of Equity	(811)	(852)	42	(1,012)	(6,463)	356	(5,290)
Net assets released from restrictions for capital expenditures		267	(267)		801	(801)	203
(Decrease) Increase in unrestricted net assets after cumulative effect of change in accounting principle	2,890	1,252	1,638	(4,612)	3,284	(7,640)	2,929

21 Reade Place ASC, LLC  
Pro Forma Balance Sheet

**Assets:**

Cash	\$325,781
Patient Accounts Receivable	0
Property, Plant and Equipment	<u>\$174,500</u>
<b>Total Assets</b>	<u>\$500,281</u>

**Liabilities:**

Equipment Lease	<u>\$174,500</u>
<b>Total Liabilities</b>	\$174,500
<b>Net Assets</b>	<u>\$325,781</u>
<b>Total Liabilities and Net Assets</b>	<u>\$500,281</u>

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachment**

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**Diagnostic and Treatment Centers - Establish/Construct**

**Exhibit #8**

<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1. 122069 E	New Alternatives for Children, Inc. (New York County)

**New Alternatives for Children, Inc.**  
**Statements of Financial Position**  
**June 30, 2011 and 2010**

	<u>2011</u>	<u>2010</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 415,355	\$ 369,370
Receivables from government agencies	1,832,041	1,693,141
Receivables from contributions and grants	820,304	844,657
Prepaid expenses	495,112	475,824
Security deposits	54,137	54,137
Fixed assets - net of accumulated depreciation	532,555	601,897
Other assets	<u>10,415</u>	<u>14,077</u>
<b>Total assets</b>	<b><u>\$ 4,159,919</u></b>	<b><u>\$ 4,053,103</u></b>
<b>Liabilities and Net Assets</b>		
Accounts payable and accrued expenses	\$ 1,214,452	\$ 967,934
Line of credit - bank	450,000	-
Term note payable - bank	74,127	94,031
Contract advances	<u>1,022,580</u>	<u>1,184,802</u>
<b>Total liabilities</b>	<b><u>2,761,159</u></b>	<b><u>2,246,767</u></b>
<b>Commitments</b>		
<b>Net assets</b>		
Unrestricted	504,605	543,682
Temporarily restricted	<u>894,155</u>	<u>1,262,654</u>
<b>Total net assets</b>	<b><u>1,398,760</u></b>	<b><u>1,806,336</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 4,159,919</u></b>	<b><u>\$ 4,053,103</u></b>



**New Alternatives for Children, Inc.**  
**Statements of Activities and Changes in Net Assets**  
**Years Ended June 30, 2011 and 2010**

	June 30, 2011			June 30, 2010		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Support and revenue</b>						
Fees and grants from government agencies	\$ 10,895,033	\$ 79,500	\$ 10,974,533	\$ 10,247,222	\$ 300,790	\$ 10,548,012
Contributions and grants	1,542,850	644,691	2,187,541	1,547,665	553,209	2,100,874
Interest and other income	85,898		85,898	17,717		17,717
Special event income - net of expenses of \$197,224 and \$143,901, respectively	1,523,881		1,523,881	800,704		800,704
Net assets released from restrictions	1,092,690	(1,092,690)	-	903,348	(903,348)	-
	<u>15,140,352</u>	<u>(368,499)</u>	<u>14,771,853</u>	<u>13,516,656</u>	<u>(49,349)</u>	<u>13,467,307</u>
<b>Expenses</b>						
Program services	13,907,989		13,907,989	11,784,456		11,784,456
Management and general	1,372,442		1,372,442	1,266,094		1,266,094
Development	366,988		366,988	310,334		310,334
	<u>15,647,419</u>	<u>-</u>	<u>15,647,419</u>	<u>13,360,884</u>	<u>-</u>	<u>13,360,884</u>
Change in net assets before other items	(507,067)	(368,499)	(875,566)	155,772	(49,349)	106,423
<b>Other items</b>						
Prior years revenue	579,607		579,607			
Depreciation	(111,617)		(111,617)	(88,462)		(88,462)
Change in net assets	<u>(39,077)</u>	<u>(368,499)</u>	<u>(407,576)</u>	<u>67,310</u>	<u>(49,349)</u>	<u>17,961</u>
<b>Net assets</b>						
Beginning of year	543,682	1,262,654	1,806,336	476,372	1,312,003	1,788,375
End of year	<u>\$ 504,605</u>	<u>\$ 894,155</u>	<u>\$ 1,398,760</u>	<u>\$ 543,682</u>	<u>\$ 1,262,654</u>	<u>\$ 1,806,336</u>

**NEW ALTERNATIVES FOR CHILDREN, INC.**  
**Statement Of Financial Position-Unaudited**  
**As of June 30, 2012 & June 30, 2011**

	06/30/12	06/30/11
<b><u>Current Assets</u></b>		
Cash in bank	59,312	415,358
Accounts receivable	3,346,667	2,458,983
Prepaid expenses	1,011,023	495,112
<b>Total Current Assets</b>	<b>4,417,002</b>	<b>3,369,451</b>
<b><u>Property and Equipment</u></b>		
Leasehold improvements	1,551,520	1,508,498
Furniture & Equipment	1,172,024	1,118,640
Less: Accumulated depreciation	(2,253,477)	(2,094,583)
<b>Total Property and Equip.</b>	<b>470,067</b>	<b>532,555</b>
<b><u>Other Assets</u></b>		
Security deposits	54,137	54,137
Accounts receivable-Long Term	100,000	200,000
Exchange	17,948	3,776
<b>Total Other Assets</b>	<b>172,085</b>	<b>257,913</b>
<b>TOTAL ASSETS</b>	<b>5,059,154</b>	<b>4,159,919</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b><u>Current Liabilities</u></b>		
Accounts payable	1,324,856	1,233,068
Advances From Government Agencies-ACS Prevention	73,421	43,421
Advances From Government Agencies-ACS Foster Care	634,357	674,447
Credit Line Payable Chase	250,000	450,000
Loans Payable-General Insurance Financing	-	-
Loan Payable-Automobiles	29,089	-
<b>Total Current Liabilities</b>	<b>2,311,723</b>	<b>2,400,936</b>
<b><u>Long Term Liabilities</u></b>		
Governmental Agencies	256,096	286,096
Term Loan Payable Chase	54,756	74,127
<b>Total Liabilities</b>	<b>2,622,575</b>	<b>2,761,159</b>
<b><u>Net Assets</u></b>		
Unrestricted	1,322,424	504,605
Temporarily Restricted	1,114,155	894,155
<b>Total Net Assets</b>	<b>2,436,579</b>	<b>1,398,760</b>
<b>TOTAL LIAB. AND NET ASSETS</b>	<b>5,059,154</b>	<b>4,159,919</b>

Project #122069  
BFA Attachment B

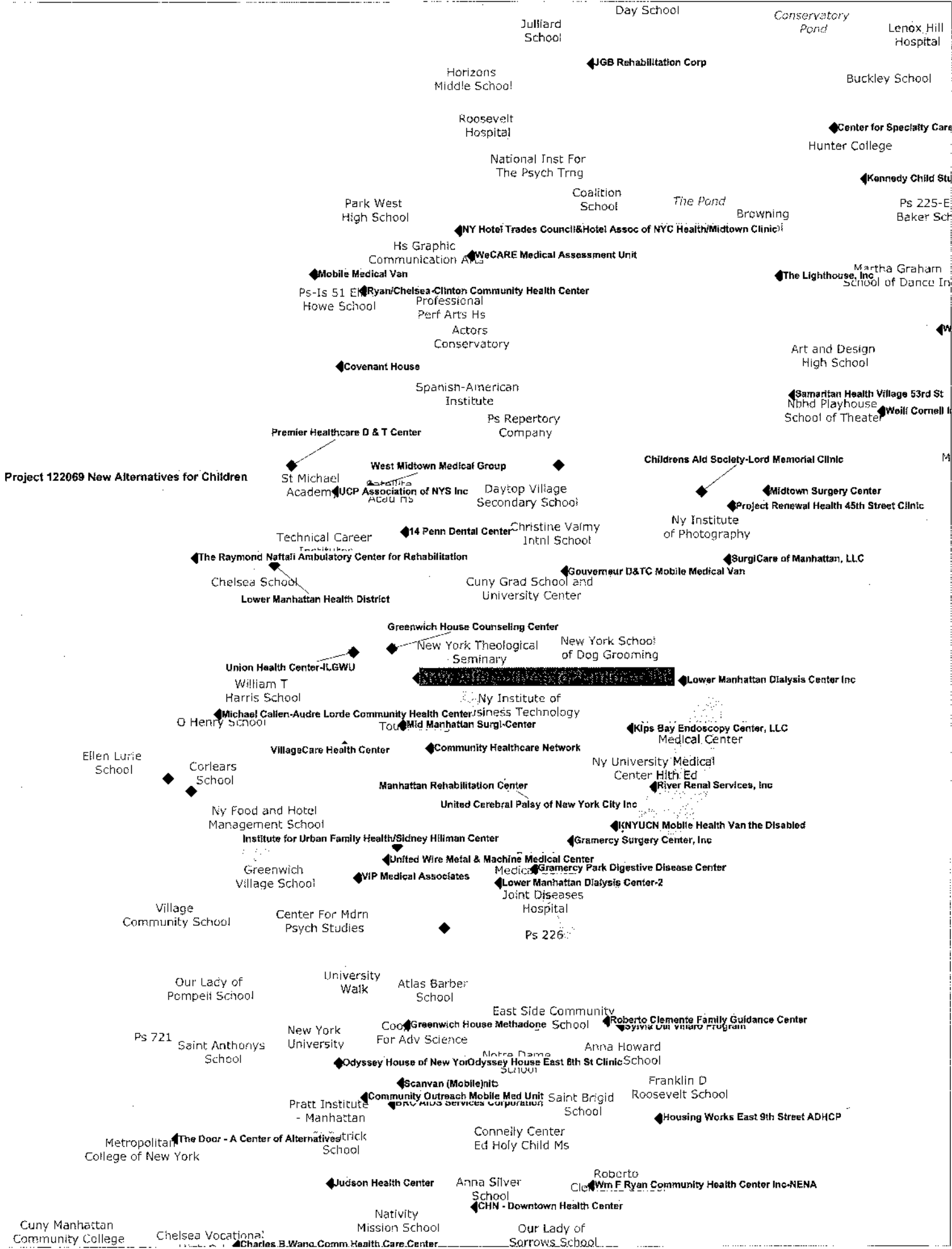
**NEW ALTERNATIVES FOR CHILDREN, INC.**  
**Statement Of Activities-Unaudited**  
**For the 12 Months Ended June 30, 2012 & June 30, 2011**

06/30/12

06/30/11

REVENUE		
Program Revenue	\$ 9,083,776	\$ 7,464,869
Contributions and Grants-Unrestricted	1,710,189	1,496,805
Contributions and Grants-Temp. Restricted	220,000	604,200
Reserve Fund	1,295,772	-
Benefit(Net)	987,987	1,496,275
Benefit(Net) f/y 2013	60,000	-
NYC Council & NYS Senate	-	38,500
Article 28	157,135	127,422
Article 31	247,381	164,956
B2H	4,236,963	3,178,787
In-Kind Donations	106,164	115,142
Other Revenues	11,004	85,898
<b>Total Revenue</b>	<b>18,116,371</b>	<b>14,771,854</b>
Foster Parent Payments	2,047,179	1,680,934
Foster Parent Special Payments	31,770	54,478
<b>Total Foster Parent Payments</b>	<b>2,078,949</b>	<b>1,735,412</b>
Donated Merchandise	106,164	115,142
<b>Net Revenues</b>	<b>15,931,258</b>	<b>12,921,300</b>
<b>PROGRAM EXPENSES</b>		
Salaries	9,948,579	9,118,498
Fringe Benefits	1,811,831	1,748,872
Metropolitan Commuter Tax	32,540	29,962
Transportation/Workers expense	244,384	207,408
Allowance for Parents(Special Needs)	41,107	22,904
Purchase of Services	143,155	93,802
Purchase of Health Services	98,626	110,615
Fund Raising Consultants	152,431	103,500
Food for Clients(NAC Training & Luncheons)	26,157	40,181
Supplies and Equipment (Major)	20,930	38,399
Rent 37 West 26th Street	855,429	787,668
Rent 15 West 26th Street	136,135	132,395
Equipment Rental	60,508	52,528
Utilities	113,994	119,714
Repairs,Maintenance/Service Contracts	44,972	67,998
Vehicle Expenses	18,468	15,915
Telephone	64,508	68,935
Postage	18,434	22,920
Assoc. Dues & Subscriptions(COFCCA, FPWA, etc.)	16,069	34,449
Consumable Supplies	113,305	124,641
Administrative Overhead	104,075	81,817
Children & Families Holiday Party/Olympics	107,116	108,234
Staff Development/Training	7,827	6,493
Publicity & NAC Publications	17,229	51,981
Audit	109,022	104,702
Legal	145,074	196,234
Insurance	112,349	109,768
Interest/Bank Charges	34,250	21,230
Childrens Special Needs	58,698	82,516
Camp Fees	39,239	91,588
Bad Debt Expense	44,965	-
<b>Total Expenses</b>	<b>14,739,408</b>	<b>13,798,867</b>
Excess Revenue over Expense Before other items	\$ 1,191,852	\$ (875,567)
Add: Prior Years Revenue	-	579,607
Less: Depreciation	158,893	111,616
<b>Total Surplus</b>	<b>\$ 1,032,959</b>	<b>\$ (407,576)</b>

Project #122069  
 BFA Attachment B (cont.)



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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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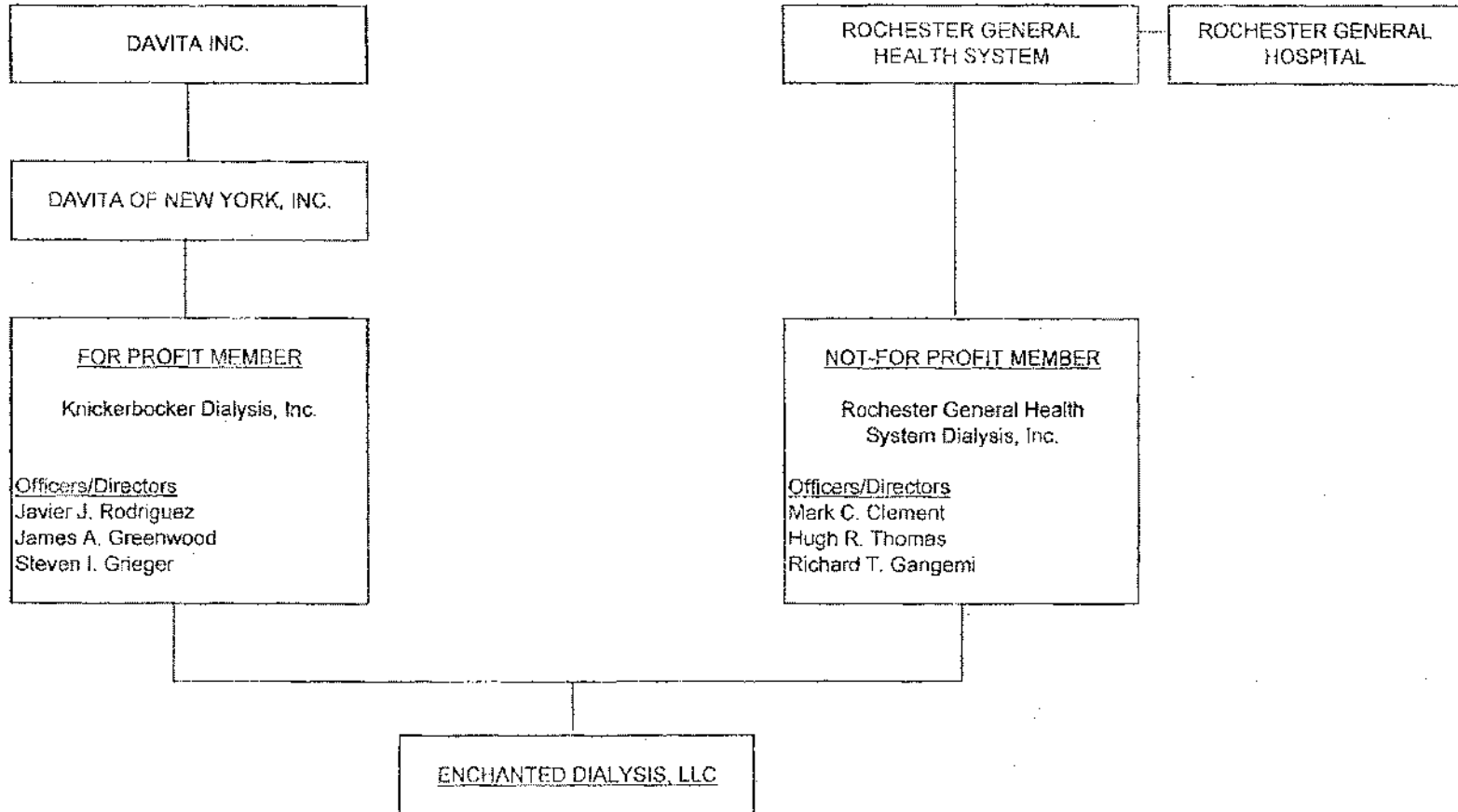
**Dialysis Services – Establish/Construct**

**Exhibit #9**

<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1. 121106 B	Enchanted Dialysis, LLC d/b/a Newark Wayne Dialysis Center (Wayne County)

ENCHANTED DIALYSIS, LLC

Organizational Chart  
and  
List of Members



Knickerbocker Dialysis, Inc.  
Representative Managers

Javier J. Rodriguez  
James A. Greenwood  
Steven I. Grieger

Rochester General Health System Dialysis, Inc.  
Representative Managers

Mark C. Clement  
Richard T. Gangemi

## BFA Attachment B

**DAVITA INC.**  
**CONSOLIDATED BALANCE SHEETS**  
(dollars in thousands, except per share data)

	December 31,	
	2011	2010
<b>ASSETS</b>		
Cash and cash equivalents	\$ 393,752	\$ 860,117
Short-term investments	17,399	23,003
Accounts receivable, less allowance of \$250,343 and \$235,629	1,195,163	1,048,976
Inventories	75,731	76,008
Other receivables	269,832	304,366
Other current assets	49,349	33,994
Income tax receivable	-	40,330
Deferred income taxes	280,582	226,060
<b>Total current assets</b>	<b>2,281,608</b>	<b>2,522,851</b>
Property and equipment, net	1,432,851	1,170,808
Amortizable intangibles, net	159,491	162,655
Equity investments	27,325	25,918
Long-term investments	9,890	5,848
Other long-term assets	34,331	32,054
Goodwill	4,946,976	4,091,307
	<b>\$ 8,892,172</b>	<b>\$ 8,114,424</b>
<b>LIABILITIES AND EQUITY</b>		
Accounts payable	\$ 289,653	\$ 181,033
Other liabilities	325,754	342,943
Accrued compensation and benefits	412,972	325,477
Current portion of long-term debt	87,345	74,892
Income taxes payable	37,412	-
<b>Total current liabilities</b>	<b>1,153,116</b>	<b>924,345</b>
Long-term debt	4,417,624	4,233,850
Other long-term liabilities	132,006	89,290
Aliance and product supply agreement, net	19,987	25,317
Deferred income taxes	423,098	421,436
<b>Total liabilities</b>	<b>6,145,831</b>	<b>5,694,238</b>
Commitments and contingencies		
Noncontrolling interests subject to exit provisions	478,216	363,052
Equity:		
Preferred stock (\$0.001 par value, 5,000,000 shares authorized, none issued)		
Common stock (\$0.001 par value, 450,000,000 shares authorized; 134,862,283 shares issued; 93,641,363 and 95,001,555 shares outstanding)	135	135
Additional paid-in capital	596,300	620,546
Retained earnings	3,105,815	2,717,817
Treasury stock, at cost (41,220,177 and 58,860,748 shares)	(1,631,681)	(1,360,176)
Accumulated other comprehensive (loss) income	(19,484)	503
<b>Total DaVita Inc. shareholders' equity</b>	<b>2,141,075</b>	<b>1,978,422</b>
Noncontrolling interests not subject to exit provisions	127,050	58,712
<b>Total equity</b>	<b>2,268,125</b>	<b>2,037,134</b>
	<b>\$ 8,892,172</b>	<b>\$ 8,114,424</b>

## BFA Attachment B (cont.)

**DAVITA INC.**  
**CONSOLIDATED STATEMENTS OF INCOME**  
(dollars in thousands, except per share data)

	Year ended December 31		
	2011	2010	2009
Net operating revenues	\$ 6,982,314	\$ 6,438,950	\$ 6,109,648
Operating expenses and charges:			
Parent care costs	4,680,732	4,467,107	4,242,147
General and administrative	691,247	579,600	531,531
Depreciation and amortization	266,628	233,730	228,398
Provision for uncollectible accounts	197,565	170,652	161,388
Equity investment income	(8,776)	(8,999)	(2,442)
Goodwill impairment charge	24,000		
Total operating expenses and charges	5,851,432	5,441,490	5,161,020
Operating income	1,130,782	996,560	939,628
Debt expense	(241,090)	(181,607)	(185,755)
Debt refinancing and redemption charges	--	(74,382)	--
Other income	2,982	3,419	3,706
Income from continuing operations before income taxes	892,674	743,990	757,579
Income tax expense	315,744	260,652	278,215
Income from continuing operations	576,930	483,338	479,364
Discontinued operations:			
Income from operations of discontinued operations, net of tax	1,221	281	393
Loss on disposal of discontinued operations, net of tax	(4,756)	--	--
Net income	573,395	484,219	479,759
Less: Net income attributable to noncontrolling interests	(95,394)	(78,536)	(57,777)
Net income attributable to DaVita Inc.	\$ 478,001	\$ 405,683	\$ 422,684
Earnings per share:			
Basic income from continuing operations per share attributable to DaVita Inc.	\$ 5.09	\$ 3.99	\$ 4.07
Basic net income per share attributable to DaVita Inc.	\$ 5.05	\$ 4.00	\$ 4.08
Diluted income from continuing operations per share attributable to DaVita Inc.	\$ 4.99	\$ 3.93	\$ 4.05
Diluted net income per share attributable to DaVita Inc.	\$ 4.96	\$ 3.94	\$ 4.06
Weighted average shares for earnings per share:			
Basic	94,658,027	101,504,377	105,603,845
Diluted	96,532,110	103,059,171	104,167,685
Amounts attributable to DaVita Inc.:			
Income from continuing operations	\$ 481,755	\$ 405,402	\$ 400,291
Discontinued operations	(1,756)	381	393
Net income	\$ 479,999	\$ 405,683	\$ 422,684



BFA Attachment C

Table of Contents

DAVITA INC.  
**CONSOLIDATED BALANCE SHEETS**  
 (unaudited)  
 (dollars in thousands, except per share data)

	<u>March 31,</u>	<u>December 31,</u>
	<u>2012</u>	<u>2011</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 449,290	\$ 393,752
Short-term investments	8,616	17,399
Accounts receivable, less allowance of \$289,238 and \$350,343	1,266,869	1,195,163
Inventories	72,285	75,731
Other receivables	216,493	269,837
Other current assets	47,492	49,349
Deferred income taxes	313,355	280,382
Total current assets	<u>2,374,400</u>	<u>2,281,508</u>
Property and equipment, net	1,490,572	1,432,651
Intangible assets, net	760,617	159,491
Equity investments	26,956	27,325
Long-term investments	9,897	9,890
Other long-term assets	30,065	34,231
Goodwill	<u>5,064,577</u>	<u>4,946,978</u>
	<u>\$ 9,157,084</u>	<u>\$ 8,892,172</u>
<b>LIABILITIES AND EQUITY</b>		
Accounts payable	\$ 269,029	\$ 289,653
Other liabilities	347,096	325,734
Accrued compensation and benefits	455,825	412,972
Current portion of long-term debt	89,646	67,345
Income tax payable	80,519	37,412
Total current liabilities	<u>1,242,115</u>	<u>1,153,116</u>
Long-term debt	4,401,865	4,417,624
Other long-term liabilities	139,656	132,000
Alliance and product supply agreement, net	18,655	19,987
Deferred income taxes	<u>448,372</u>	<u>425,098</u>
Total liabilities	<u>6,250,663</u>	<u>6,145,831</u>
Commitments and contingencies		
Noncontrolling interests subject to put provisions	504,491	478,216
Equity		
Preferred stock (\$0.001 par value, 5,000,000 shares authorized; none issued)		
Common stock (\$0.001 par value, 450,000,000 shares authorized; 134,862,285 shares issued, 93,983,930 and 93,641,465 shares outstanding)	135	135
Additional paid-in capital	575,364	596,300
Retained earnings	3,355,928	3,195,818
Treasury stock, at cost (40,378,353 and 41,220,920 shares)	(1,618,134)	(1,631,694)
Accumulated other comprehensive loss	<u>(18,773)</u>	<u>(19,484)</u>
Total DaVita Inc. shareholders' equity	<u>2,274,530</u>	<u>2,141,075</u>
Noncontrolling interests not subject to put provisions	121,400	127,050
Total equity	<u>2,401,930</u>	<u>2,268,125</u>
	<u>\$ 9,157,084</u>	<u>\$ 8,892,172</u>

BPA Attachment C (cont.)

Table of Contents

DAVITA INC.  
 CONSOLIDATED STATEMENTS OF INCOME  
 (unaudited)  
 (dollars in thousands, except per share data)

	Three months ended March 31,	
	2012	2011
Patient service operating revenues	\$ 1,763,700	\$ 1,497,404
Less: Provision for uncollectible accounts related to patient service operating revenues	(53,008)	(41,071)
Net patient service operating revenues	1,710,692	1,456,363
Other revenues	155,943	185,950
Total net operating revenues	1,866,635	1,662,313
Operating expenses and charges:		
Patient care costs	1,263,159	1,114,086
General and administrative	207,389	151,602
Depreciation and amortization	75,975	61,838
Provision for uncollectible accounts	2,024	972
Equity investment income	(2,632)	(1,519)
Total operating expenses and charges	1,545,915	1,326,979
Operating income	320,720	335,334
Debt expense	(61,381)	(58,595)
Other income	1,029	841
Income from continuing operations before income taxes	260,378	177,580
Income tax expense	95,495	62,950
Income from continuing operations	164,883	114,621
Discontinued operations:		
Income from operations of discontinued operations, net of tax	—	151
Net income	164,883	114,772
Less: Net income attributable to noncontrolling interests	(24,763)	(20,250)
Net income attributable to DaVita Inc.	\$ 140,120	\$ 94,522
Earnings per share:		
Basic income from continuing operations per share attributable to DaVita Inc.	\$ 1.49	\$ 0.98
Basic net income per share attributable to DaVita Inc.	\$ 1.49	\$ 0.98
Diluted income from continuing operations per share attributable to DaVita Inc.	\$ 1.46	\$ 0.96
Diluted net income per share attributable to DaVita Inc.	\$ 1.46	\$ 0.96
Weighted average shares for earnings per share:		
Basic	95,769,092	96,265,802
Diluted	95,729,105	98,378,271
Amounts attributable to DaVita Inc.:		
Income from continuing operations	\$ 140,120	\$ 94,521
Discontinued operations	—	151
Net income	\$ 140,120	\$ 94,502

## Rochester General Health System and Affiliates

## Consolidated Balance Sheets

	December 31	
	2010	2009
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 51,917,747	\$ 47,962,218
Investments	8,538,457	9,104,708
Current portion of assets whose use is limited	2,058,029	2,908,775
Patient accounts receivable, net of allowance for doubtful accounts of approximately \$21,779,000 in 2010 and \$20,905,000 in 2009	70,899,634	70,649,877
Estimated third-party receivables	5,442,582	5,446,324
Pledges receivable, net	3,259,053	2,292,035
Inventories	2,817,598	3,298,936
Prepaid expenses and other	19,401,446	14,337,860
Total current assets	<u>164,214,844</u>	<u>156,000,733</u>
Assets whose use is limited:		
Funds held by bond trustees	14,580,627	30,422,483
Board designated	161,304,045	130,404,336
Assets held for self-insurance programs	77,690,143	57,918,231
Escrow fund	1,364,088	1,302,866
Donor restricted	26,536,877	24,474,061
Deferred compensation	1,577,353	1,366,295
	<u>282,963,013</u>	<u>245,888,272</u>
Property and equipment, net	220,836,545	197,664,185
Other assets	14,057,123	16,582,707
Total assets	<u>\$ 662,076,735</u>	<u>\$ 616,135,847</u>

## BFA Attachment D (cont.)

	December 31	
	2010	2009
<b>Liabilities and net assets</b>		
<b>Current liabilities:</b>		
Accounts payable	\$ 78,074,525	\$ 27,845,138
Accrued salaries, vacations, and payroll taxes	33,030,826	34,924,489
Accrued expenses and other	29,558,644	25,115,585
Accrued interest payable	575,694	655,921
Current portion of postretirement benefits	696,269	764,709
Estimated third-party payables	34,827,131	35,704,368
Current portion of long-term debt	6,827,797	7,140,216
<b>Total current liabilities</b>	<b>133,588,881</b>	<b>134,150,426</b>
<b>Long-term liabilities:</b>		
Long-term debt, less current portion	80,740,064	78,336,653
Accrued pension	143,932,326	134,623,746
Accrued postretirement benefits, less current portion	10,749,462	10,579,303
Accrued self-insured liabilities	79,277,756	71,744,129
Estimated third-party payables	61,675,266	51,975,675
Deferred compensation	1,577,353	1,366,295
Other	617,948	529,475
	<b>378,590,145</b>	<b>349,106,267</b>
<b>Total liabilities</b>	<b>512,179,026</b>	<b>483,256,693</b>
<b>Net assets:</b>		
Unrestricted	133,744,627	98,566,392
Temporarily restricted	27,701,320	25,897,269
Permanently restricted	8,445,862	8,415,493
<b>Total net assets</b>	<b>169,891,709</b>	<b>132,879,154</b>
<b>Total liabilities and net assets</b>	<b>\$ 682,070,735</b>	<b>\$ 616,135,847</b>

## Rochester General Health System and Affiliates

## Consolidated Statements of Operations and Changes in Net Assets

	Year Ended December 31	
	2010	2009
<b>Unrestricted revenues, gains, and other support</b>		
Net patient service revenue	\$ 748,003,037	\$ 707,545,814
Capitation fees	25,618,524	23,900,697
Other revenue	28,067,674	24,138,083
Net assets released from restrictions for operations	1,253,113	2,160,874
Total unrestricted revenues, gains, and other support	802,942,348	759,745,468
<b>Expenses</b>		
Salaries and wages	371,341,968	357,959,714
Employee benefits	79,927,291	79,707,774
Professional fees	14,517,973	13,138,386
Purchased services and supplies	247,377,057	219,441,851
Depreciation and amortization	29,515,620	27,474,821
Provision for bad debts	25,253,669	23,934,127
Malpractice and workers' compensation expense	14,741,351	9,762,632
Other expenses	6,126,541	6,124,944
Total expenses	783,597,415	737,544,249
Income from operations	19,344,933	22,201,219
Non-operating:		
Other non-operating gain, net	-	5,905
Investment gain, net	6,039,238	6,229,363
	6,039,238	6,235,268
Excess of revenues over expenses	25,375,171	28,436,487

*Rochester General Health System  
Statement of Financial Position  
March 31, 2012*

	March 2012
<b>Assets</b>	
<b>Current Assets:</b>	
Cash and cash equivalents	\$37,341,149
Custodial assets	336,998
Investments	9,537,860
Current portion assets, use is limited	903,804
Patient accounts receivable	113,685,006
allowance for doubtful accounts	(24,044,910)
Net patient accounts receivable	89,640,097
Pledges Receivable	0
Due from affiliates	3,210,784
Inventories	3,944,926
Prepaid expenses and other	21,118,092
<b>Total Current Assets</b>	<b>166,333,708</b>
<b>Assets whose use is limited:</b>	
Funding Commitments	47,719,990
Funds held by bond trustees	38,076,904
Bond designated	124,240,636
Donor Restricted	0
Deferred compensation	1,518,651
	211,556,181
Property and equipment - net	267,576,241
Other assets:	
Beneficial interest Foundations	38,025,416
Other	65,192,275
	101,217,691
<b>Total assets</b>	<b>\$746,683,824</b>
<b>Liabilities and Net Assets:</b>	
<b>Current liabilities:</b>	
Accounts payable	\$22,184,721
Accrued salaries and payroll taxes	39,596,685
Accrued expenses	35,546,684
Custodial liability	335,046
Accrued interest payable	1,210,248
Estimated third-party payables	101,956,716
Current portion of long term debt	9,379,269
<b>Total current liabilities</b>	<b>210,209,369</b>
<b>Long term liabilities:</b>	
Long term debt, less current portion	124,893,558
Accrued pension	171,663,052
Accrued postretirement benefit	11,656,923
Accrued self-insured liabilities	61,375,243
Deferred compensation	1,835,633
Deferred revenue	1,021,881
Other	253,752
<b>Total liabilities</b>	<b>582,330,419</b>
<b>Net assets:</b>	
Unrestricted	126,530,723
Temporarily restricted	24,772,543
Permanently restricted	8,508,143
Year to date net income	4,532,985
<b>Total net assets</b>	<b>164,353,405</b>
<b>Total liabilities and net assets</b>	<b>\$746,683,824</b>

Rochester General Health System  
Statement of Operations  
For the Three Months Ending March 31, 2012  
(In Thousands)

Rochester General Health System - Operating Affiliates

	March			Year to Date			Prior Year	
	Actual	Budget	Variance	Actual	Budget	Variance	Actual March	Actual YTD
<b>Revenue:</b>								
Inpatient	\$32,555,276	\$32,783,423	(\$228,147)	\$96,453,655	\$94,967,941	\$1,485,714	\$33,054,557	\$92,434,412
Outpatient	30,879,540	30,026,093	853,447	90,724,652	89,744,470	980,182	29,104,565	83,077,703
Medical Groups	4,931,346	4,817,738	113,608	13,722,221	12,926,997	795,224	4,912,203	13,286,424
Mental Health	1,325,124	1,320,529	4,595	3,769,390	3,729,590	39,700	596,597	1,832,451
Skilled Nursing Facility	3,770,962	3,849,513	(78,551)	10,887,014	11,037,436	(150,422)	4,008,354	11,468,876
ILS	2,329,367	2,326,078	3,289	6,932,823	6,895,750	37,073	2,162,039	6,536,486
Net Patient Revenue	75,791,615	75,123,374	668,241	222,489,754	219,302,284	3,187,470	73,838,314	208,636,352
Other Revenue	2,963,533	2,875,119	88,415	8,574,116	8,393,358	180,758	2,983,730	8,027,101
<b>Total Revenue</b>	<b>78,755,148</b>	<b>77,998,493</b>	<b>756,656</b>	<b>231,063,870</b>	<b>227,695,642</b>	<b>3,368,228</b>	<b>76,822,044</b>	<b>216,663,452</b>
<b>Operating Expenses:</b>								
Salaries and Wages	36,917,991	35,610,131	(1,077,860)	104,279,481	103,508,984	(770,496)	32,617,438	94,944,860
Employee Benefits	8,386,339	8,427,750	41,412	25,001,928	25,011,418	9,489	8,204,269	24,107,206
Physician Fees	1,196,324	1,182,671	(13,652)	3,516,595	3,519,095	2,501	1,151,109	3,577,909
Professional Fees	5,154,167	4,998,279	(155,887)	15,203,689	14,957,271	(246,418)	4,886,268	15,219,762
Utilities, Insur., License and Fees	3,744,615	3,790,917	46,302	11,579,555	11,705,150	125,596	3,794,183	11,424,343
Supplies and Other	15,049,112	14,824,964	(224,148)	44,394,865	43,446,251	(948,614)	15,648,525	42,954,737
Depreciation and Amortization	3,270,457	3,243,629	(26,828)	9,745,328	9,701,626	(43,702)	2,634,355	7,866,272
Provision for Bad Debts	3,255,533	3,298,613	43,081	9,871,145	9,860,688	(10,458)	3,109,420	9,379,760
Interest Expense	368,231	372,997	4,766	1,120,632	1,125,279	4,647	337,297	990,689
<b>Total Expenses</b>	<b>76,442,768</b>	<b>75,749,952</b>	<b>(692,816)</b>	<b>224,713,218</b>	<b>222,835,763</b>	<b>(1,877,455)</b>	<b>72,382,863</b>	<b>210,465,537</b>
<b>Income (loss) from operations prior to</b>								
<b>One-Time Expenses</b>	<b>2,312,381</b>	<b>2,248,540</b>	<b>63,840</b>	<b>6,350,652</b>	<b>4,859,879</b>	<b>1,490,773</b>	<b>4,439,180</b>	<b>6,197,915</b>
	2.9%	2.9%		2.7%	2.1%			
One-Time Care Connect Expenses	(1,081,808)	(1,095,837)	14,029	(3,302,303)	(3,338,761)	36,458	(567,056)	(568,000)
<b>Income (loss) from operations</b>	<b>1,230,573</b>	<b>1,152,703</b>	<b>77,869</b>	<b>3,048,349</b>	<b>1,521,118</b>	<b>1,527,231</b>	<b>3,872,124</b>	<b>5,629,915</b>
<b>Operating Margin</b>	<b>1.6%</b>	<b>1.5%</b>		<b>1.3%</b>	<b>0.7%</b>		<b>5.0%</b>	<b>2.6%</b>
<b>Nonoperating:</b>								
Campus Operations	(4,426)	(11,058)	6,633	(18,113)	(34,587)	16,474	(7,174)	(17,812)
Investment Income	1,086,362	967,931	118,431	1,502,750	1,482,627	20,123	1,126,430	1,304,670
	1,081,937	956,873	125,064	1,484,637	1,448,040	36,597	1,119,256	1,286,857
<b>Revenue Over (Under) Expense</b>	<b>\$2,312,509</b>	<b>\$2,109,576</b>	<b>\$202,933</b>	<b>\$4,532,986</b>	<b>\$2,969,158</b>	<b>\$1,563,828</b>	<b>\$4,991,381</b>	<b>\$6,916,773</b>

BFA Attachment E (cont.)

## BFA Attachment E (cont.)

*Rochester General Health System*  
*Statement of Financial Position*  
*December 31, 2011*

	December 2011
<b>Assets</b>	
<b>Current Assets:</b>	
Cash and cash equivalents	\$43,546,797
Custodial assets	337,078
Investments	9,145,555
Current portion assets, use is limited	224,466
Patient accounts receivable	108,758,350
allowance for doubtful accounts	(23,451,975)
Net patient accounts receivable	85,306,375
Due from affiliates	6,534,090
Inventories	4,283,795
Prepaid expenses and other	20,478,786
<b>Total Current Assets</b>	<b>169,858,940</b>
<b>Assets whose use is limited:</b>	
Funding Commitments	48,871,381
Funds held by bond trustees	46,659,849
Board designated	113,789,125
Deferred compensation	1,518,651
	210,838,805
Property and equipment - net	266,132,061
<b>Other assets:</b>	
Beneficial Interest Foundations	38,120,397
Other	11,438,579
	49,558,976
<b>Total assets</b>	<b>\$696,388,782</b>
<b>Liabilities and Net Assets:</b>	
<b>Current liabilities:</b>	
Accounts payable	529,687,083
Accrued salaries and payroll taxes	44,130,040
Accrued expenses	33,807,728
Custodial liability	335,466
Accrued interest payable	440,963
Estimated third-party payables	96,692,876
Current portion of long term debt	17,704,479
<b>Total current liabilities</b>	<b>222,807,634</b>
<b>Long term liabilities:</b>	
Long term debt, less current portion	124,815,278
Accrued pension	169,691,481
Accrued postretirement benefit	11,589,817
Accrued self insured liabilities	9,056,018
Deferred compensation	1,851,136
Deferred revenue	757,006
Other	253,752
<b>Total liabilities</b>	<b>540,802,121</b>
<b>Net assets:</b>	
Unrestricted	86,373,635
Temporarily restricted	24,752,436
Permanently restricted	8,508,142
Year to date net income	55,922,446
<b>Total net assets</b>	<b>155,586,561</b>
<b>Total liabilities and net assets</b>	<b>\$696,388,782</b>



*Rochester General Health System  
Statement of Operations  
For the Twelve Months Ending December 31, 2011  
(In Thousands)*

*Rochester General Health System - Operating Affiliates*

	December			Year to Date			Prior Year	
	Actual	Budget	Variance	Actual	Budget	Variance	Actual Month	Actual YTD
<b>Revenue:</b>								
Inpatient	\$33,040,438	\$32,228,886	\$811,552	\$375,249,639	\$360,046,613	\$15,203,026	\$18,397,775	\$354,366,166
Outpatient	29,432,245	28,998,709	433,536	338,318,122	336,813,375	1,504,747	26,310,070	314,436,459
Medical Groups	4,159,544	3,429,117	1,730,428	52,918,294	50,214,650	2,703,644	4,185,220	52,036,713
Mental Health	(71,546)	708,548	(780,194)	6,586,649	8,505,777	(1,919,129)	623,996	7,157,740
Skilled Nursing Facility	4,585,403	3,864,147	721,256	47,398,914	46,396,765	1,002,149	4,318,588	45,073,568
ILS	2,399,387	2,345,682	53,705	26,852,879	27,197,786	(344,907)	2,123,628	25,618,524
Net Patient Revenue	73,545,371	70,575,089	2,970,282	847,324,497	829,174,967	18,149,530	53,959,277	778,689,169
Other Revenue	7,136,182	2,686,937	4,449,245	36,530,129	30,493,208	6,036,920	3,856,998	34,141,337
<b>Total Revenue</b>	<b>80,681,553</b>	<b>73,262,026</b>	<b>7,419,527</b>	<b>883,854,626</b>	<b>859,668,175</b>	<b>24,186,451</b>	<b>59,816,276</b>	<b>812,830,506</b>
<b>Operating Expenses:</b>								
Salaries and Wages	39,670,260	35,033,858	(4,636,402)	395,677,641	391,830,610	(7,847,030)	33,290,672	372,219,601
Employee Benefits	3,188,062	6,161,091	2,973,029	87,421,105	91,651,291	4,230,186	4,168,225	86,571,270
Physician Fees	1,030,783	1,263,526	232,743	13,662,838	14,120,090	457,253	1,128,604	12,333,477
Professional Fees	8,115,334	4,063,306	(4,052,028)	64,218,286	59,770,916	(4,447,370)	7,521,424	55,362,301
Utilities, Insur., License and Fees	1,299,980	3,932,449	2,632,469	42,804,104	45,527,052	2,722,948	517,174	39,003,600
Supplies and Other	14,517,636	13,214,930	(1,302,706)	173,063,660	165,224,806	(7,838,854)	15,026,008	169,273,878
Depreciation and Amortization	2,185,836	2,680,569	494,733	31,459,552	32,044,715	585,164	2,365,545	29,499,270
Provision for Bad Debts	6,067,829	5,872,134	(195,695)	40,416,725	39,998,449	(418,276)	(8,139,272)	25,253,669
Interest Expense	266,191	396,164	129,972	4,252,616	4,438,115	185,499	539,085	3,986,645
<b>Total Expenses</b>	<b>76,341,911</b>	<b>72,618,026</b>	<b>(3,723,885)</b>	<b>856,976,525</b>	<b>844,606,045</b>	<b>(12,370,479)</b>	<b>56,417,465</b>	<b>793,503,661</b>
<b>Income (loss) from operations prior to</b>								
<b>One Time Expenses</b>	<b>4,339,642</b>	<b>644,000</b>	<b>3,695,642</b>	<b>26,878,101</b>	<b>15,062,130</b>	<b>11,815,971</b>	<b>3,398,810</b>	<b>19,326,845</b>
	5.4%	0.9%		3.0%	1.8%			
One-Time Care Connect Expenses				(6,337,120)	(6,976,118)	638,998		
Prior Year Settlements				6,036,000	0	6,036,000		
<b>Income (loss) from operations</b>	<b>4,339,642</b>	<b>644,000</b>	<b>3,695,642</b>	<b>26,576,981</b>	<b>8,086,012</b>	<b>18,490,969</b>	<b>3,398,810</b>	<b>19,326,845</b>
<b>Operating Margin</b>	<b>5.4%</b>	<b>0.9%</b>		<b>3.0%</b>	<b>0.9%</b>		<b>5.7%</b>	<b>2.4%</b>
<b>Nonoperating:</b>								
Campus Operations	(5,182)	(10,967)	5,785	(69,270)	(105,587)	36,317	(16,806)	(107,957)
Investment income	3,119,860	547,332	2,572,528	9,414,735	6,567,958	2,846,777	2,337,567	6,030,238
	3,114,679	536,365	2,578,314	9,345,465	6,462,371	2,883,094	2,320,761	5,922,281
<b>Revenue Over (Under) Expense</b>	<b>\$7,454,321</b>	<b>\$1,180,365</b>	<b>\$6,273,956</b>	<b>\$35,922,446</b>	<b>\$14,548,383</b>	<b>\$21,374,063</b>	<b>\$5,719,572</b>	<b>\$25,249,126</b>

ENCHANTED DIALYSIS, LLC

PRO FORMA BALANCE SHEET

ASSETS

Capital Improvements	\$1,423,833
Working Capital Cash	\$430,328
Equipment and Telecommunications	\$555,799
<b>TOTAL ASSETS</b>	<b>\$2,409,960</b>

LIABILITIES AND MEMBER'S EQUITY

LIABILITIES	\$0
<b>MEMBER'S EQUITY</b>	<b>\$2,409,960</b>
<b>TOTAL LIABILITIES AND MEMBER'S EQUITY</b>	<b>\$2,409,960</b>

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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**Residential Health Care Facilities - Establish/Construct**

**Exhibit #10**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	112339 E	Putnam Operation Acquisition I, LLC d/b/a Putnam Nursing & Rehabilitation Center (Putnam County)
2.	121191 E	Eastchester Rehabilitation and Health Care Center (Bronx County)
4.	122046 E	Hamilton Park Nursing and Rehabilitation Center (Kings County)
5.	122095 E	Queens Boulevard Extended Care Facility Management, LLC d/b/a Queens Boulevard Extended Care Facility (Queens County)
6.	121347 E	Hollis Operating Co., LLC d/b/a Holliswood Center for Rehabilitation and Healthcare (Queens County)
7.	122147 B	VRNC, LLC d/b/a Vestal Park Rehabilitation and Nursing Center (Broome County)

**Putnam Operation Acquisition I, LLC**

**Pro Forma Balance Sheet**

**ASSETS**

Cash	\$1,925,241
Property and Equipment	\$266,000
Goodwill	\$2,158,759
<b>Total Assets</b>	<b>\$4,350,000</b>

**LIABILITIES & MEMBERS EQUITY**

<b>Liabilities</b>	
Long Term Note	\$1,937,500
Working Capital Note	\$934,954
<b>Total Liabilities</b>	<b>\$2,872,454</b>
<b>Members' Equity</b>	<b>\$1,477,546</b>
<b>Total</b>	<b>\$4,350,000</b>

**Putnam, Acquisition I, LLC**

ASSETS

Real Estate \$5,187,500

Total Assets \$5,187,500

LIABILITIES & MEMBERS EQUITY

Liabilities

Long Term Note \$5,187,500

Total Liabilities \$5,187,500

Members' Equity \$0

Total \$5,187,500

Financial Summary

KNH Partners d/b/a Putnam Nursing and Rehabilitation Center (Putnam County)

FISCAL PERIOD ENDED	<u>12/31/2011</u>	<u>12/31/2010</u>	<u>12/31/2009</u>
ASSETS - CURRENT	\$1,815,759	\$1,989,490	\$1,756,961
ASSETS - FIXED AND OTHER	408,453	463,679	552,938
LIABILITIES - CURRENT	2,070,603	3,092,534	2,432,342
LIABILITIES - LONG-TERM	<u>1,204,688</u>	<u>1,219,979</u>	<u>1,423,178</u>
EQUITY	(\$1,051,079)	(\$1,859,344)	(\$1,545,621)
<hr/>			
INCOME	\$10,904,765	\$9,281,681	\$9,859,883
EXPENSE	<u>9,865,494</u>	<u>9,529,824</u>	<u>9,914,736</u>
NET INCOME	\$1,039,271	(\$248,143)	(\$54,853)
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$0	\$0
<hr/>			
NUMBER OF BEDS	160	160	160
PERCENT OF OCCUPANCY (DAYS)	82.61%	85.75%	86.98%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	78.07%	81.39%	79.33%
MEDICARE	11.82%	10.13%	11.73%
PRIVATE/OTHER	10.11%	8.48%	8.94%
<hr/>			
Average Working Capital	(\$677,756)		
Average Net Assets	(\$1,485,348)		
Average Net Income (Loss)	\$245,425		
Average Occupancy	85.11%		

Financial Summary

Sky View Rehabilitation and Health Care Center, LLC (Westchester County)

FISCAL PERIOD ENDED	12/31/2011	12/31/2010	12/31/2009
ASSETS - CURRENT	\$2,661,051	\$2,587,444	\$3,603,969
ASSETS - FIXED AND OTHER	16,631,773	17,165,133	17,096,327
LIABILITIES - CURRENT	4,555,263	4,667,063	6,189,411
LIABILITIES - LONG-TERM	<u>15,249,199</u>	<u>15,521,393</u>	<u>13,910,615</u>
EQUITY	(\$511,638)	(\$435,879)	\$600,270
<hr/>			
INCOME	\$22,223,026	\$21,927,512	\$21,564,851
EXPENSE	<u>21,098,666</u>	<u>20,766,553</u>	<u>20,170,699</u>
NET INCOME	\$1,124,360	\$1,160,959	\$1,394,152
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$0	\$0
<hr/>			
NUMBER OF BEDS	192	192	192
PERCENT OF OCCUPANCY (DAYS)	96.06%	94.68%	97.87%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	79.20%	77.42%	78.42%
MEDICARE	13.64%	14.20%	13.52%
PRIVATE/OTHER	7.17%	8.38%	8.07%
<hr/>			
Average Working Capital	(\$2,186,424)		
Average Net Assets	(\$115,749)		
Average Net Income (Loss)	\$1,226,490		
Average Occupancy	96.20%		

Financial Summary

Waterview Acquisition I, LLC d/b/a Waterview Hills Rehabilitation and Nursing Center  
(Westchester County)

FISCAL PERIOD ENDED	<u>12/31/2011</u>	<u>12/31/2010</u>	<u>12/31/2009</u>
ASSETS - CURRENT	\$2,250,958	\$2,248,918	\$7,910,699
ASSETS - FIXED AND OTHER	9,512,610	10,261,094	4,557,979
LIABILITIES - CURRENT	3,809,736	4,697,538	4,350,970
LIABILITIES - LONG-TERM	<u>305,633</u>	<u>860,214</u>	<u>1,405,484</u>
EQUITY	\$7,648,199	\$6,952,260	\$6,712,224
<hr/>			
INCOME	\$14,040,280	\$14,007,806	\$14,254,230
EXPENSE	<u>13,010,239</u>	<u>13,542,245</u>	<u>13,877,348</u>
NET INCOME	\$1,030,041	\$465,561	\$376,882
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$0	\$0
<hr/>			
NUMBER OF BEDS	130	130	130
PERCENT OF OCCUPANCY (DAYS)	91.49%	95.06%	96.08%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	68.08%	73.59%	74.18%
MEDICARE	18.33%	16.46%	14.84%
PRIVATE/OTHER	13.60%	9.94%	10.98%
<hr/>			
Average Working Capital	(\$149,223)		
Average Net Assets	\$7,104,228		
Average Net Income (Loss)	\$624,161		
Average Occupancy	94.21%		



Financial Summary

Salem Acquisition I, LLC d/b/a Salem Hills Rehabilitation and Nursing Center (Westchester County)

FISCAL PERIOD ENDED	<u>12/31/2011</u>	<u>12/31/2010</u>	<u>12/31/2009</u>
ASSETS - CURRENT	\$1,849,612	\$3,121,849	\$3,225,611
ASSETS - FIXED AND OTHER	5,941,064	5,615,016	4,760,327
LIABILITIES - CURRENT	1,986,617	1,794,429	5,090,602
LIABILITIES - LONG-TERM	<u>3,558,922</u>	<u>4,714,350</u>	<u>1,073,839</u>
EQUITY	\$2,245,137	\$2,228,086	\$1,821,497
<hr/>			
INCOME	\$11,571,678	\$12,060,635	\$12,490,404
EXPENSE	<u>11,520,088</u>	<u>11,648,488</u>	<u>11,627,091</u>
NET INCOME	\$51,590	\$412,147	\$863,313
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$0	\$0
<hr/>			
NUMBER OF BEDS	126	126	126
PERCENT OF OCCUPANCY (DAYS)	97.15%	98.38%	99.18%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	89.36%	87.69%	86.64%
MEDICARE	4.69%	3.76%	4.85%
PRIVATE/OTHER	5.95%	8.56%	8.52%
<hr/>			
Average Working Capital	(\$224,859)		
Average Net Assets	\$2,098,240		
Average Net Income (Loss)	\$442,350		
Average Occupancy	98.24%		

Financial Summary

Park Manor Acquisition II, LLC d/b/a Middletown Park Rehabilitation and Health Care Center and  
Park Manor Acquisition I, LLC (Orange County)

FISCAL PERIOD ENDED	290 days		
	<u>12/31/2011</u>	<u>12/31/2010</u>	<u>12/31/2009</u>
ASSETS - CURRENT	\$3,554,096	\$3,424,453	
ASSETS - FIXED AND OTHER	23,209,394	23,560,329	
LIABILITIES - CURRENT	3,959,572	3,878,567	
LIABILITIES - LONG-TERM	<u>20,551,983</u>	<u>20,695,375</u>	
EQUITY	\$2,251,935	\$2,410,840	\$0
<hr/>			
INCOME	\$21,072,704	\$15,268,156	
EXPENSE	<u>20,661,284</u>	<u>15,016,704</u>	
Income from Operations	\$411,420	\$251,452	\$0
Interest Rate Swap (REALTY)	<u>(\$304,725)</u>	<u>(\$723,326)</u>	
NET INCOME	\$106,695	(\$471,874)	
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$0	\$0
<hr/>			
NUMBER OF BEDS	230	230	230
PERCENT OF OCCUPANCY (DAYS)	96.69%	96.60%	0.00%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	77.32%	76.74%	#DIV/0!
MEDICARE	14.51%	13.34%	#DIV/0!
PRIVATE/OTHER	8.17%	9.92%	#DIV/0!
<hr/>			
Average Working Capital	(\$429,795)		
Average Net Assets	\$2,331,388		
Avg Net Income before Int Rate Swap	\$331,436		
Average Interest rate swap -adjustment	(\$514,026)		
Average Net Income (Loss)	(\$182,590)		
Average Occupancy	96.65%		

## Financial Summary

BFA Attachment B

Eastchester Rehabilitation and Health Care Center

### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$6,068,613	\$5,520,054	\$5,596,567
ASSETS - FIXED AND OTHER	21,389,694	11,421,994	11,480,543
LIABILITIES - CURRENT	9,280,132	4,967,886	5,079,528
LIABILITIES - LONG-TERM	30,839	4,859,946	4,540,685
EQUITY	\$18,147,336	\$7,114,216	\$7,456,897
<hr/>			
INCOME	\$23,268,997	\$21,447,966	\$21,987,877
EXPENSE	21,666,175	21,272,667	20,974,713
NET INCOME	\$1,602,822	\$175,299	\$1,013,164
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	200	200	200
PERCENT OF OCCUPANCY (DAYS)	93.37%	94.00%	96.67%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	82.60%	85.37%	87.26%
MEDICARE	7.93%	12.48%	11.48%
PRIVATE/OTHER	9.47%	2.15%	1.26%
<hr/>			
2011 Medicaid Rate			
Operating	\$232.06		
Capital	<u>12.05</u>		
TOTAL	\$244.11		

## Financial Summary

### White Plains Center for Nursing

#### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$1,833,243	\$1,524,423	\$1,238,212
ASSETS - FIXED AND OTHER	4,834,993	4,895,902	5,032,462
LIABILITIES - CURRENT	2,465,573	4,398,742	4,016,147
LIABILITIES - LONG-TERM	263,195	3,782,080	4,110,337
EQUITY	\$3,939,468	(\$1,760,497)	(\$1,855,810)
<hr/>			
INCOME	\$9,847,307	\$9,379,433	\$10,852,833
EXPENSE	8,693,468	9,882,880	10,063,370
NET INCOME	\$1,153,839	(\$503,447)	\$789,463
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	88	88	88
PERCENT OF OCCUPANCY (DAYS)	92.97%	94.96%	95.82%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	70.05%	75.34%	74.84%
MEDICARE	18.91%	15.12%	17.22%
PRIVATE/OTHER	11.04%	9.54%	7.94%

## Financial Summary

BFA Attachment D

Nassau Extended Care Facility

### FISCAL PERIOD ENDED

	<u>Through Nov 2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$8,491,724	\$8,954,923	\$8,872,863
ASSETS - FIXED AND OTHER	18,396,976	17,453,694	16,027,120
LIABILITIES - CURRENT	6,688,940	6,336,774	4,725,367
LIABILITIES - LONG-TERM	6,613,340	6,967,910	7,387,690
EQUITY	\$13,586,420	\$13,103,933	\$12,786,926
<hr/>			
INCOME	\$28,764,448	\$31,945,892	\$33,906,046
EXPENSE	28,281,960	31,628,885	32,359,325
NET INCOME	\$482,488	\$317,007	\$1,546,721
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	280	280	280
PERCENT OF OCCUPANCY (DAYS)	92.55%	92.99%	94.96%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	77.31%	73.96%	74.50%
MEDICARE	13.48%	15.62%	15.66%
PRIVATE/OTHER	9.21%	10.42%	9.84%

## Financial Summary

BFA Attachment E

Park Avenue Extended Care Facility

### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$7,119,866	\$7,705,175	\$7,407,046
ASSETS - FIXED AND OTHER	15,204,566	14,505,397	14,083,106
LIABILITIES - CURRENT	4,945,418	5,195,019	3,986,804
LIABILITIES - LONG-TERM	6,627,343	6,847,125	7,345,091
EQUITY	\$10,751,671	\$10,168,428	\$10,158,257
<hr/>			
INCOME	\$26,481,040	\$25,872,102	\$27,963,018
EXPENSE	25,897,798	25,861,931	27,219,617
NET INCOME	\$583,242	\$10,171	\$743,401
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	240	240	240
PERCENT OF OCCUPANCY (DAYS)	92.48%	95.04%	97.12%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	75.61%	75.07%	74.52%
MEDICARE	14.33%	15.19%	14.48%
PRIVATE/OTHER	10.06%	9.75%	10.99%

## Financial Summary

BFA Attachment F

### Throgs Neck Extended Care Facility

#### FISCAL PERIOD ENDED

	<u>Through 11/30/2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$3,682,018	\$3,527,193	\$3,236,664
ASSETS - FIXED AND OTHER	11,505,183	11,273,132	11,091,066
LIABILITIES - CURRENT	6,005,980	5,182,176	4,416,366
LIABILITIES - LONG-TERM	5,426,239	5,507,867	5,960,472
EQUITY	\$3,754,982	\$4,110,282	\$3,950,892
<hr/>			
INCOME	\$19,648,335	\$22,301,778	\$22,843,164
EXPENSE	20,001,059	22,166,725	22,445,710
NET INCOME	(\$352,724)	\$135,053	\$397,454
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	205	205	205
PERCENT OF OCCUPANCY (DAYS)	94.20%	96.93%	96.81%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	78.17%	78.09%	74.10%
MEDICARE	9.67%	11.95%	13.85%
PRIVATE/OTHER	12.16%	9.96%	12.05%

## Financial Summary

BFA Attachment G

### Townhouse Extended Care Facility

#### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$7,781,524	\$8,264,226	\$7,614,750
ASSETS - FIXED AND OTHER	13,107,569	12,730,577	12,525,853
LIABILITIES - CURRENT	6,270,744	6,194,200	5,426,254
LIABILITIES - LONG-TERM	10,027,643	10,484,329	10,094,448
EQUITY	\$4,590,706	\$4,316,274	\$4,619,901
<hr/>			
INCOME	\$33,795,221	\$33,114,409	\$34,045,641
EXPENSE	33,520,585	32,818,036	33,358,176
NET INCOME	\$274,636	\$296,373	\$687,465
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	280	280	280
PERCENT OF OCCUPANCY (DAYS)	94.94%	96.18%	95.18%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	69.62%	71.89%	68.91%
MEDICARE	9.87%	13.27%	15.39%
PRIVATE/OTHER	20.51%	14.85%	15.70%



## Financial Summary

BFA Attachment H

The Hampton Center for Rehab & Nursing

### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$11,141,225	\$11,706,515	\$9,878,779
ASSETS - FIXED AND OTHER	2,710,124	3,062,481	3,727,361
LIABILITIES - CURRENT	25,094,933	18,211,046	15,251,482
LIABILITIES - LONG-TERM	997,019	10,009,970	16,218,596
EQUITY	(\$12,240,603)	(\$13,452,020)	(\$17,863,938)
<hr/>			
INCOME	\$30,750,274	\$38,136,256	\$31,115,928
EXPENSE	29,538,857	34,224,338	36,910,555
NET INCOME	\$1,211,417	\$3,911,918	(\$5,794,627)
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	280	280	280
PERCENT OF OCCUPANCY (DAYS)	93.51%	94.55%	96.42%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	75.86%	78.36%	79.60%
MEDICARE	15.10%	14.62%	13.28%
PRIVATE/OTHER	9.04%	7.02%	7.12%

## Financial Summary

BFA Attachment I

Avalon Gardens Rehab & HCC

### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$5,781,168	\$9,413,989	\$13,278,739
ASSETS - FIXED AND OTHER	12,516,171	11,802,784	10,753,482
LIABILITIES - CURRENT	12,571,674	13,772,327	18,602,940
LIABILITIES - LONG-TERM	276,072	311,746	436,941
EQUITY	\$5,449,593	\$7,132,700	\$4,992,340
<hr/>			
INCOME	\$43,907,948	\$42,083,277	\$42,171,474
EXPENSE	42,616,075	41,430,933	40,242,200
NET INCOME	\$1,291,873	\$652,344	\$1,929,274
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$0	\$0
<hr/>			
NUMBER OF BEDS	353	353	353
PERCENT OF OCCUPANCY (DAYS)	97.76%	97.85%	97.76%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	90.69%	89.73%	88.21%
MEDICARE	4.39%	6.25%	7.50%
PRIVATE/OTHER	4.92%	4.02%	4.29%

## Financial Summary

BFA Attachment J

Bayview Nursing & Rehab Center

### FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$4,565,268	\$3,932,925	\$3,849,524
ASSETS - FIXED AND OTHER	6,415,007	6,298,774	6,481,206
LIABILITIES - CURRENT	4,855,144	4,182,356	4,214,338
LIABILITIES - LONG-TERM	2,564,553	2,957,389	3,504,380
EQUITY	\$3,560,578	\$3,091,954	\$2,612,012
<hr/>			
INCOME	\$18,202,991	\$18,003,343	\$18,186,850
EXPENSE	16,866,492	16,624,088	17,219,095
NET INCOME	\$1,336,499	\$1,379,255	\$967,755
<hr/>			
OPERATOR/RELATIVE SALARIES	NA	\$44,073	\$40,640
<hr/>			
NUMBER OF BEDS	NA	185	185
PERCENT OF OCCUPANCY (DAYS)	NA	96.65%	97.17%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	NA	90.78%	88.99%
MEDICARE	NA	6.81%	8.13%
PRIVATE/OTHER	NA	2.41%	2.88%

## Financial Summary

### Hamilton Park Nursing and Rehabilitation Center

	FISCAL PERIOD ENDED		
	<i>draft</i> <u>9/30/2012</u>	<u>12/31/2011</u>	<u>12/31/10</u>
ASSETS - CURRENT	\$6,217,316	\$4,073,856	\$5,038,256
ASSETS - FIXED AND OTHER	3,385,634	3,103,461	1,741,763
LIABILITIES - CURRENT	5,876,258	5,415,218	6,597,479
LIABILITIES - LONG-TERM	0	13,831	99,101
EQUITY	3,726,692	1,748,268	83,439
<hr/>			
INCOME	\$15,721,055	\$19,746,534	\$32,177,951
EXPENSE	13,711,857	18,081,705	32,671,129
NET INCOME	2,009,198	1,664,829	(493,178)
<hr/>			
NUMBER OF BEDS	150	150	150
PERCENT OF OCCUPANCY (DAYS)	96.8%	95.2%	96.8%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	70.9%	74.8%	76.4%
MEDICARE	17.4%	15.7%	15.7%
PRIVATE/OTHER	11.7%	9.6%	7.9%
<hr/>			
MEDICAID RATE BREAKDOWN:			
	<u>2012</u>	<u>2011</u>	<u>2010</u>
OPERATING	\$220.25	\$257.31	\$250.98
CAPITAL	<u>\$35.54</u>	<u>0.00</u>	<u>35.19</u>
TOTAL	\$255.79	\$257.31	286.17
<hr/>			

## Financial Summary

### Hopkins Center for Rehabilitation

	FISCAL PERIOD ENDED	
	<i>draft</i>	
	<u>6/30/12</u>	<u>12/31/11</u>
ASSETS - CURRENT	\$13,058,642	\$13,158,844
ASSETS - FIXED AND OTHER	22,666,117	22,644,854
LIABILITIES - CURRENT	9,910,996	13,720,834
LIABILITIES - LONG-TERM	21,261,891	19,745,314
EQUITY	4,551,872	2,337,550
<hr/>		
INCOME	\$14,382,395	\$20,419,831
EXPENSE	11,086,226	19,694,265
NET INCOME	3,296,169	725,566
<hr/>		
OPERATOR/RELATIVE SALARIES	\$0	\$0
<hr/>		
NUMBER OF BEDS	288	288
PERCENT OF OCCUPANCY (DAYS)	96.1%	94.6%
<hr/>		
PERCENT OCCUPANCY (DAYS):		
MEDICAID	77.2%	78.1%
MEDICARE	13.1%	12.1%
PRIVATE/OTHER	9.7%	9.8%
<hr/>		
MEDICAID RATE BREAKDOWN:		
	<u>2012</u>	<u>2011</u>
OPERATING	\$183.54	\$183.58
CAPITAL	25.46	30.55
TOTAL	\$209.00	\$214.13

Mariyn Rubin - 30% ownership interest as of 3/24/11

Project #122095  
BFA Attachment

QUEENS BOULEVARD EXTENDED CARE FACILITY MANAGEMENT LLC

PRO FORMA BALANCE SHEET POST-PUBLIC HEALTH AND HEALTH PLANNING COUNCIL APPROVAL

	Current 2011 Balance Sheet	Change	Pro Forma Balance Sheet
<b><u>CURRENT ASSETS:</u></b>			
Cash & Cash Equivalents	\$1,458,848	\$1,720,586	\$3,179,434
Accounts Receivable	\$4,590,660		\$4,590,660
Inventories	\$59,743		\$59,743
Prepaid Expenses	\$836,595		\$836,595
Escrow Deposits	\$1,214,342		\$1,214,342
Goodwill	\$0	\$3,000,000	\$3,000,000
Other Assets	\$48,805		\$48,805
<b>TOTAL CURRENT ASSETS</b>	<b>\$8,208,993</b>	<b>\$4,720,586</b>	<b>\$12,929,579</b>
<b><u>EQUIPMENT &amp; OTHER ASSETS:</u></b>			
Land, Building, Equipment-Net	\$19,753,654		\$19,753,654
Subtotal	\$19,753,654	\$0	\$19,753,654
<b>TOTAL ASSETS before Patient Funds</b>	<b>\$27,962,647</b>	<b>\$4,720,586</b>	<b>\$32,683,233</b>
Patients' Trust Fund	\$148,862		\$148,862
<b>TOTAL ASSETS</b>	<b>\$28,111,509</b>	<b>\$4,720,586</b>	<b>\$32,832,095</b>
<b><u>LIABILITIES AND MEMBER'S EQUITY</u></b>			
<b><u>CURRENT LIABILITIES:</u></b>			
Accounts Payable	\$2,030,149		\$2,030,149
Accrued Expenses & Taxes	\$1,339,958		\$1,339,958
Working Capital Loan		\$860,293	\$860,293
Current Portion of Long-Term Debt	\$1,119,329		\$1,119,329
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$4,489,436</b>	<b>\$860,293</b>	<b>\$5,349,729</b>
<b><u>LONG-TERM LIABILITIES:</u></b>			
Long-term Debt less Current Portion	\$20,014,751		\$20,014,751
Due to Medicaid	\$868,657		\$868,657
Promissory Note	\$0	\$3,000,000	\$3,000,000
Patients' Trust Fund Payable	\$132,876		\$132,876
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$21,016,284</b>	<b>\$3,000,000</b>	<b>\$24,016,284</b>
Equity	\$2,605,789	\$860,293	\$3,466,082
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$28,111,509</b>	<b>\$4,720,586</b>	<b>\$32,832,095</b>

## Financial Summary

### Queens Boulevard Extended Care Facility

	FISCAL PERIOD ENDED		
	<u>12/31/11</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$8,208,993	\$7,896,427	\$6,641,322
ASSETS - FIXED AND OTHER	19,902,516	20,688,932	22,710,235
LIABILITIES - CURRENT	4,489,436	4,573,737	\$5,484,170
LIABILITIES - LONG-TERM	21,016,284	22,384,441	22,597,335
EQUITY	2,605,789	1,627,181	1,270,052
<hr/>			
INCOME	\$37,498,023	\$34,723,523	\$34,118,874
EXPENSE	33,634,636	32,605,333	31,287,590
NET INCOME	3,863,387	2,118,190	2,831,284
<hr/>			
OPERATOR/RELATIVE SALARIES	\$980,171	\$528,542	\$614,885
<hr/>			
NUMBER OF BEDS	280	280	280
PERCENT OF OCCUPANCY (DAYS)	95.4%	95.8%	94.7%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	62.0%	68.5%	69.7%
MEDICARE	17.0%	24.8%	19.4%
PRIVATE/OTHER	21.0%	6.7%	10.9%
<hr/>			
MEDICAID RATE BREAKDOWN:			
	<u>2012</u>	<u>2011</u>	<u>2010</u>
OPERATING	\$230.96	\$232.50	230.67
CAPITAL	<u>34.88</u>	<u>35.67</u>	<u>33.86</u>
TOTAL	\$265.84	\$268.17	264.53

BFA Attachment B

**HOLLIS OPERATING CO., LLC DOING BUSINESS AS  
HOLLISWOOD CENTER FOR REHABILITATION AND HEALTHCARE**

**PRO FORMA BALANCE SHEET POST-PUBLIC HEALTH AND HEALTH PLANNING COUNCIL APPROVAL**

	<u>Assumed Assets and Liabilities</u>	<u>Change</u>	<u>Pro Forma Balance Sheet</u>
<b><u>CURRENT ASSETS:</u></b>			
Cash & Cash Equivalents	\$1,314,870	\$2,509,366	\$3,824,236
Accounts Receivable	\$6,454,443	\$0	\$6,454,443
Inventories	\$44,976	\$0	\$44,976
Prepaid Expenses	\$17,278	\$0	\$17,278
Escrow Deposits	\$0	\$0	\$0
<b>TOTAL CURRENT ASSETS</b>	<b>\$7,831,567</b>	<b>\$2,509,366</b>	<b>\$10,340,933</b>
<b><u>FIXED ASSETS</u></b>			
Organization & Start Up Costs	\$3,628	\$0	\$3,628
Goodwill	\$0	\$0	\$0
Leasehold Improvements	\$2,254,757	\$0	\$2,254,757
Furniture & Equipment	\$2,220,229	\$0	\$2,220,229
Subtotal	\$4,478,615	\$0	\$4,478,615
Less: Accumulated Depreciation	-\$3,585,235	\$0	-\$3,585,235
<b>TOTAL FIXED ASSETS</b>	<b>\$893,380</b>	<b>\$0</b>	<b>\$893,380</b>
<b><u>OTHER ASSETS</u></b>			
Patients' Trust Fund	\$218,471	\$0	\$158,516
Security Deposits	\$0	\$0	\$1,070
<b>TOTAL ASSETS</b>	<b>\$8,943,418</b>	<b>\$2,509,366</b>	<b>\$11,393,899</b>
<b><u>LIABILITIES AND MEMBERS' EQUITY</u></b>			
<b><u>CURRENT LIABILITIES:</u></b>			
Accounts Payable	\$3,027,663	\$0	\$3,027,663
Accrued Expenses & Taxes	\$310,900	\$0	\$310,900
Accrued Payroll	\$73,669	\$0	\$73,669
Due to Third Party	\$110,614	\$0	\$110,614
Loans & Exchanges	\$4,171,619	\$0	\$4,171,619
Other Liabilities	\$100,000	\$0	\$100,000
Payroll Deductions Payable	\$67,324	\$0	\$67,324
Withholding Taxes Payable	-\$1,091	\$0	-\$1,091
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$7,860,698</b>	<b>\$0</b>	<b>\$7,860,698</b>
<b><u>LONG TERM LIABILITIES:</u></b>			
Equipment Obligations	\$0	\$0	\$0
Notes & Loans Payable	\$0	\$1,912,118	\$1,912,118
Patients' Trust Fund Payable	\$218,471	\$0	\$218,471
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$218,471</b>	<b>\$1,912,118</b>	<b>\$2,130,589</b>
<b>MEMBERS' EQUITY</b>	<b>\$864,249</b>	<b>\$597,248</b>	<b>\$1,402,612</b>
<b><u>TOTAL LIABILITIES AND MEMBERS' EQUITY</u></b>			
	<b>\$8,943,418</b>		<b>\$11,393,899</b>



**Financial Summary**  
Holliswood Care Center, Inc

	FISCAL PERIOD ENDED	
	<u>12/31/11</u>	<u>12/31/10</u>
ASSETS - CURRENT	\$7,831,567	\$4,826,649
ASSETS - FIXED AND OTHER	3,992,590	2,607,887
LIABILITIES - CURRENT	7,860,698	5,616,473
LIABILITIES - LONG-TERM	218,471	218,471
EQUITY	3,744,988	1,599,592
<hr/>		
INCOME	\$26,082,438	\$19,097,222
EXPENSE	22,614,132	18,966,336
NET INCOME	3,468,306	130,886
<hr/>		
NUMBER OF BEDS	314	314
PERCENT OF OCCUPANCY (DAYS)	75.07%	75.07%
<hr/>		
PERCENT OCCUPANCY (DAYS):		
MEDICAID	92.60%	92.60%
MEDICARE	3.21%	3.21%
PRIVATE/OTHER	4.18%	4.18%

2010 pateint days used for 2011

Average Working capital	(\$409,478)
Average Net Assets	\$2,672,290
Average Net Income/(Loss)	\$1,799,596

**Financial Summary**  
**Dutchess Center for Rehabilitation and Healthcare**  
**Fiscal Period Ended**

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$2,745,368	\$2,597,547	\$2,656,285
ASSETS - FIXED AND OTHER	6,790,704	6,903,061	7,213,966
LIABILITIES - CURRENT	4,156,100	4,094,458	4,399,295
LIABILITIES - LONG-TERM	4,108,591	3,908,329	4,023,225
EQUITY	\$1,271,381	\$1,497,821	\$1,447,731
<hr/>			
INCOME	\$11,957,840	\$11,315,724	\$10,372,091
EXPENSE	10,957,691	10,591,187	9,930,128
NET INCOME	\$1,000,149	\$724,537	441,963
<hr/>			
NUMBER OF BEDS	122	122	122
PERCENT OF OCCUPANCY (DAYS)	95.71%	95.71%	96.72%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	79.18%	79.18%	75.09%
MEDICARE	14.16%	14.16%	17.14%
PRIVATE/OTHER	6.66%	6.66%	7.77%

2010 patient days used for 2011

Average Working Capital	(\$1,781,117)
Average Net Assets	\$1,268,176
Average Net Income/(Loss)	\$580,523

Financial Summary  
University Nursing Home, LLC  
Fiscal Period Ended

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>	<u>12/31/08</u>
ASSETS - CURRENT	\$1,089,358	\$1,122,518	\$1,401,553	\$1,354,621
ASSETS - FIXED AND OTHER	3,345,220	3,203,109	2,628,235	2,568,663
LIABILITIES - CURRENT	1,431,433	1,340,874	789,780	1,176,480
LIABILITIES - LONG-TERM	607,499	587,089	106,396	73,992
EQUITY	\$2,395,646	\$2,397,664	\$3,133,612	\$3,645,279
<hr/>				
INCOME	\$4,579,606	\$4,179,106	\$4,330,700	\$4,360,748
EXPENSE	4,006,624	3,915,054	3,869,901	3,838,663
NET INCOME	\$572,982	\$264,052	\$460,799	\$522,085
<hr/>				
NUMBER OF BEDS	46	46	46	46
PERCENT OF OCCUPANCY (DAYS)	97.58%	97.58%	97.68%	98.14%
<hr/>				
PERCENT OCCUPANCY (DAYS):				
MEDICAID	88.60%	88.60%	80.94%	77.48%
MEDICARE	7.17%	7.17%	13.94%	15.01%
PRIVATE/OTHER	4.23%	4.23%	5.12%	7.51%

2010 patient days used for 2011

Average Working Capital	\$57,371
Average Net Assets	\$2,893,050
Average Net Income/(Loss)	\$454,980

Financial Summary  
Queens Center for Rehabilitation & Residential Health Care  
Fiscal Period Ended

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>	<u>12/31/08</u>
ASSETS - CURRENT	\$4,869,649	\$4,655,534	\$4,509,254	\$4,871,412
ASSETS - FIXED AND OTHER	13,986,342	14,223,047	14,786,922	15,319,251
LIABILITIES - CURRENT	7,330,023	5,626,100	5,402,909	5,444,580
LIABILITIES - LONG-TERM	8,699,469	9,457,374	9,222,379	10,201,762
EQUITY	\$2,826,499	\$3,795,107	\$4,670,888	\$4,544,321
<hr/>				
INCOME	\$21,718,072	\$21,578,591	\$21,828,556	\$21,101,778
EXPENSE	21,240,368	21,036,667	21,301,987	20,472,215
NET INCOME	\$477,704	\$541,924	526,569	\$629,563
<hr/>				
NUMBER OF BEDS	179	179	179	179
PERCENT OF OCCUPANCY (DAYS)	95.47%	95.47%	97.03%	96.50%
<hr/>				
PERCENT OCCUPANCY (DAYS):				
MEDICAID	62.37%	62.37%	61.79%	64.39%
MEDICARE	24.22%	24.22%	28.86%	17.86%
PRIVATE/OTHER	13.41%	13.41%	9.35%	17.75%

2010 patient days used for 2011

Average Working Capital	(\$1,224,441)
Average Net Assets	\$3,959,204
Average Net Income/(Loss)	\$543,940

Financial Summary  
 Brooklyn Center for Rehabilitation and Residential Healthcare  
 Fiscal Period Ended

	12/31/2011	12/31/10	12/31/09	12/31/08
ASSETS - CURRENT	\$13,156,081	\$6,872,411	\$5,206,901	\$5,495,205
ASSETS - FIXED AND OTHER	9,803,175	9,247,898	9,320,437	8,573,205
LIABILITIES - CURRENT	10,696,386	5,922,623	6,029,843	5,761,554
LIABILITIES - LONG-TERM	7,592,117	8,063,432	7,333,246	7,383,495
EQUITY	\$4,670,753	\$2,134,254	\$1,164,249	\$923,361
<b>INCOME</b>	<b>\$24,726,564</b>	<b>\$21,447,040</b>	<b>\$19,414,322</b>	<b>\$19,361,884</b>
<b>EXPENSE</b>	<b>21,190,065</b>	<b>20,193,034</b>	<b>18,948,435</b>	<b>20,269,367</b>
<b>NET INCOME</b>	<b>\$3,536,499</b>	<b>\$1,254,006</b>	<b>\$465,887</b>	<b>(\$907,483)</b>
<b>NUMBER OF BEDS</b>	<b>215</b>	<b>215</b>	<b>215</b>	<b>215</b>
<b>PERCENT OF OCCUPANCY (DAYS)</b>	<b>96.83%</b>	<b>96.83%</b>	<b>98.17%</b>	<b>97.81%</b>
<b>PERCENT OCCUPANCY (DAYS):</b>				
MEDICAID	86.80%	86.80%	86.07%	84.46%
MEDICARE	10.10%	10.10%	11.34%	10.40%
PRIVATE/OTHER	3.10%	3.10%	2.59%	5.13%

\*2010 patient days used for 2011

Average Working Capital	\$580,048
Average Net Assets	\$2,223,154
Average Net Income/(Loss)	\$1,087,227

Financial Summary  
Suffolk Center for Rehabilitation and Nursing  
Fiscal Period Ended

	<u>12/31/10</u>	<u>12/31/09</u>	<u>12/31/08</u>
ASSETS - CURRENT	\$6,211,972	\$3,665,873	\$3,123,232
ASSETS - FIXED AND OTHER	11,139,056	11,143,141	6,163,117
LIABILITIES - CURRENT	8,408,960	6,681,942	6,723,217
LIABILITIES - LONG-TERM	8,631,073	8,933,908	3,427,586
EQUITY	\$310,995	(\$806,836)	(\$864,454)
<hr/>			
INCOME	\$14,167,394	\$12,433,372	\$11,320,327
EXPENSE	13,049,866	12,275,756	12,226,935
NET INCOME	\$1,117,528	\$157,616	(\$906,608)
<hr/>			
OPERATOR/RELATIVE SALARIES			
<hr/>			
NUMBER OF BEDS	215	215	215
PERCENT OF OCCUPANCY (DAYS)	96.83%	97.26%	97.81%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	81.19%	76.58%	84.46%
MEDICARE	13.12%	18.05%	10.40%
PRIVATE/OTHER	5.69%	5.37%	5.14%
<hr/>			

\*2010 patient days used for 2011

Average Working Capital	(\$2,937,681)
Average Net Assets	(\$453,432)
Average Net Income/(Loss)	\$122,845

**Financial Summary**  
**Stoneheldge Center for Rehabilitation -Rome**  
**Fiscal Period Ended**

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$3,091,277	\$2,306,684	\$3,118,216
ASSETS - FIXED AND OTHER	1,489,207	1,293,318	718,421
LIABILITIES - CURRENT	2,811,449	2,535,370	4,509,489
LIABILITIES - LONG-TERM	112,033	105,177	81,263
EQUITY	\$1,657,002	\$959,455	(\$754,115)
<hr/>			
INCOME	\$13,795,281	\$12,312,486	\$11,502,831
EXPENSE	12,342,634	12,185,653	11,248,365
NET INCOME	\$1,452,647	\$126,833	\$254,466
<hr/>			
NUMBER OF BEDS	160	160	160
PERCENT OF OCCUPANCY (DAYS)	98.04%	98.04%	97.29%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	74.58%	74.58%	69.68%
MEDICARE	15.53%	15.53%	17.04%
PRIVATE/OTHER	9.89%	9.89%	13.28%

\* 2010 Patient days used for 2011

Average Working Capital	(\$446,710)
Average Net Assets	\$620,781
Average Net Income/(Loss)	\$611,315

Financial Summary  
 Stonehedge Health and Rehabilitation -Chittenango  
 Fiscal Period Ended

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$1,820,502	\$1,465,951	\$2,151,920
ASSETS - FIXED AND OTHER	753,041	569,864	553,953
LIABILITIES - CURRENT	1,713,122	1,335,865	2,927,696
LIABILITIES - LONG-TERM	10,173	22,622	81,263
EQUITY	\$850,248	\$677,328	(\$303,086)
<hr/>			
INCOME	\$6,916,153	\$6,730,591	\$6,325,412
EXPENSE	6,433,732	6,232,342	6,092,725
NET INCOME	\$482,421	\$498,249	\$232,687
<hr/>			
NUMBER OF BEDS	80	80	80
PERCENT OF OCCUPANCY (DAYS)	98.37%	98.37%	98.04%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	79.12%	79.12%	74.79%
MEDICARE	14.95%	14.95%	15.33%
PRIVATE/OTHER	5.93%	5.93%	9.88%

\*2010 patient days used for 2011

Average Working capital	(\$179,437)
Average Net Assets	\$408,163
Average Net Income/(Loss)	\$404,452



**Financial Summary**  
**Williamsbridge Manor Nursing Home**  
**Fiscal Period Ended**

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>	<u>12/31/08</u>
ASSETS - CURRENT	\$2,426,546	\$1,870,247	\$1,861,229	\$1,071,364
ASSETS - FIXED AND OTHER	2,123,875	2,269,700	962,622	964,545
LIABILITIES - CURRENT	2,569,777	1,734,511	1,795,170	1,416,674
LIABILITIES - LONG-TERM	1,968,878	2,104,478	819,533	786,429
EQUITY	\$11,766	\$300,958	\$209,148	(\$167,194)
<hr/>				
INCOME	\$7,507,990	\$7,971,179	\$7,646,510	\$7,308,347
EXPENSE	7,322,682	7,878,867	7,270,168	7,024,564
NET INCOME	\$185,308	\$92,312	376,342	\$283,783
<hr/>				
NUMBER OF BEDS	77	77	77	77
PERCENT OF OCCUPANCY (DAYS)	95.42%	95.42%	96.85%	97.94%
<hr/>				
PERCENT OCCUPANCY (DAYS):				
MEDICAID	86.47%	86.47%	82.31%	79.67%
MEDICARE	11.67%	11.67%	14.54%	15.09%
PRIVATE/OTHER	1.86%	1.86%	3.15%	5.24%

\*2010 patient data used for 2011

Average Working Capital	(\$71,687)
Average Net Assets	\$88,670
Average Net Income/(Loss)	\$234,436

Financial Summary  
Bronx Center for Rehabilitation Health  
FISCAL PERIOD ENDED

	<u>12/31/2011</u>	<u>12/31/10</u>	<u>12/31/09</u>	<u>12/31/08</u>
ASSETS - CURRENT	\$6,256,098	\$6,327,711	\$6,352,371	\$4,648,005
ASSETS - FIXED AND OTHER	12,735,436	9,637,320	9,940,011	10,740,742
LIABILITIES - CURRENT	7,998,973	5,820,823	5,487,219	5,142,604
LIABILITIES - LONG-TERM	6,532,393	6,130,265	6,395,815	6,600,864
EQUITY	\$4,460,168	\$4,013,943	\$4,409,348	\$3,645,279
<hr/>				
INCOME	\$24,649,202	\$23,000,073	\$21,934,099	\$21,279,712
EXPENSE	23,202,975	21,736,085	20,865,071	20,221,917
NET INCOME	\$1,446,227	\$1,263,988	\$1,069,028	\$1,057,795
<hr/>				
NUMBER OF BEDS	200	200	200	200
PERCENT OF OCCUPANCY (DAYS)	98.49%	98.13%	98.52%	87.37%
<hr/>				
PERCENT OCCUPANCY (DAYS):				
MEDICAID	83.60%	84.75%	84.18%	85.01%
MEDICARE	10.90%	12.58%	13.16%	9.15%
PRIVATE/OTHER	5.50%	2.67%	2.66%	5.84%

Average Working Capital	(\$216,359)
Average Net Assets	\$4,132,185
Average Net Income/(Loss)	\$1,209,260

Financial Summary- Vestal Park Rehabilitation & Nursing Center

	FISCAL PERIOD ENDED			
	<u>draft as of</u> <u>6/30/2012</u>	<u>6/19/11 through</u> <u>12/31/11</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$1,092,033	\$1,199,850	\$879,992	\$1,060,385
ASSETS - FIXED AND OTHER	425,061	452,182	759,642	971,989
LIABILITIES - CURRENT	1,132,771	905,035	3,508,626	2,665,353
LIABILITIES - LONG-TERM	<u>1,759,535</u>	<u>1,726,872</u>	<u>277,722</u>	<u>264,933</u>
EQUITY	(\$1,375,212)	(\$979,875)	(\$2,146,714)	(\$897,912)
<hr/>				
INCOME	\$2,206,174	\$4,360,351	\$11,770,384	\$11,781,357
EXPENSE	<u>2,855,630</u>	<u>5,339,496</u>	<u>11,589,882</u>	<u>10,907,968</u>
NET INCOME	(\$649,456)	(\$979,145)	\$180,502	\$873,389
<hr/>				
NUMBER OF BEDS	180	180	180	180
PERCENT OF OCCUPANCY (DAYS)	35.1%	95.1%	90.7%	93.2%
<hr/>				
PERCENT OCCUPANCY (DAYS):				
MEDICAID	68.7%	72.5%	68.5%	70.0%
MEDICARE	9.2%	8.7%	8.4%	8.4%
PRIVATE/OTHER	22.1%	18.8%	23.1%	21.6%
<hr/>				
MEDICAID RATE BREAKDOWN:	<u>2011</u>	<u>2010</u>	<u>2009</u>	
OPERATING	\$129.29	\$129.33	\$132.12	
CAPITAL	<u>9.37</u>	<u>10.02</u>	<u>11.29</u>	
TOTAL	\$138.66	\$139.35	\$143.41	

Project #122147  
BFA Attachment C

VESTAL PARK REHABILITATION AND NURSING CENTER

PRO FORMA BALANCE SHEET POST-PUBLIC HEALTH AND HEALTH PLANNING COUNCIL APPROVAL

	Current 2011 Balance Sheet	Change	Pro Forma Balance Sheet
<b><u>CURRENT ASSETS:</u></b>			
Cash & Cash Equivalents	\$356,718	\$2,119,448	\$2,476,166
Accounts Receivable	\$575,760		\$575,760
Inventories	\$3,578		\$3,578
Prepaid Expenses	\$45,701		\$45,701
Loans Receivable	\$125,116		\$125,116
Exchanges	\$92,976		\$92,976
Other Assets	\$0		\$0
<b>TOTAL CURRENT ASSETS</b>	<b>\$1,199,850</b>	<b>\$2,119,448</b>	<b>\$3,319,298</b>
<b><u>EQUIPMENT &amp; OTHER ASSETS:</u></b>			
Capital & Leasehold Improvements	\$939,273		\$939,273
Furniture & Equipment	\$1,213,467		\$1,213,467
Organization Costs	\$27,119		\$27,119
Project Equity (HEAL NY Grant)	\$0	\$7,375,069	\$7,375,069
Goodwill	\$167,356		\$167,356
Subtotal	\$2,347,215	\$7,375,069	\$9,722,284
Accumulated Depreciation	\$2,030,726		\$2,030,726
Net Undepreciated Value	\$316,489	\$7,375,069	\$7,691,558
Patients' Trust Fund	\$94,112		\$94,112
Security Deposits	\$41,580		\$41,580
<b>TOTAL EQUIPMENT &amp; OTHER ASSETS</b>	<b>\$452,182</b>	<b>\$7,375,070</b>	<b>\$7,827,250</b>
<b>TOTAL ASSETS</b>	<b>\$1,652,032</b>	<b>\$9,494,518</b>	<b>\$11,146,548</b>
<b><u>LIABILITIES AND MEMBER'S EQUITY</u></b>			
<b><u>CURRENT LIABILITIES:</u></b>			
Accounts Payable	\$704,815		\$704,815
Withholding Taxes Payable	\$7,666		\$7,666
Accrued Payroll	\$123,554		\$123,554
Accrued Expenses & Taxes	\$32,600		\$32,600
Working Capital Loan	\$0	\$1,024,343	\$1,024,343
Due to Third Party Payors	\$36,400		\$36,400
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$905,035</b>	<b>\$1,024,343</b>	<b>\$1,929,378</b>
<b><u>LONG-TERM LIABILITIES:</u></b>			
Due to Third Party Payors	\$1,632,760		\$1,632,760
Patients' Trust Fund Payable	\$94,112		\$94,112
Promissory Note	\$0		\$0
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$1,726,872</b>	<b>\$0</b>	<b>\$1,726,872</b>
Equity	-\$979,875	\$8,470,175	\$7,490,298
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$1,652,032</b>	<b>\$9,494,518</b>	<b>\$11,146,548</b>

Financial Summary- Bridgewater Center for Rehabilitation & Nursing

	<u>FISCAL PERIOD ENDED</u>		
	<u>12/31/11</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$8,517,177	\$3,990,530	\$3,469,992
ASSETS - FIXED AND OTHER	1,215,310	1,275,312	1,197,323
LIABILITIES - CURRENT	8,025,715	3,469,089	2,273,981
LIABILITIES - LONG-TERM	<u>1,295,578</u>	<u>823,410</u>	<u>1,048,549</u>
EQUITY	\$411,194	\$973,343	\$1,344,785
<hr/>			
INCOME	\$28,221,696	\$21,790,405	\$19,614,333
EXPENSE	<u>28,153,749</u>	<u>21,596,994</u>	<u>19,876,273</u>
NET INCOME	\$67,947	\$193,411	(\$261,940)
<hr/>			
NUMBER OF BEDS	356	356	356
PERCENT OF OCCUPANCY (DAYS)	86.0%	89.2%	85.4%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	80.3%	79.5%	80.9%
MEDICARE	13.1%	12.1%	11.6%
PRIVATE/OTHER	6.6%	8.4%	7.5%
<hr/>			
MEDICAID RATE BREAKDOWN:	<u>2011</u>	<u>2010</u>	<u>2009</u>
RHCF			
OPERATING	\$200.77	\$200.89	\$210.90
CAPITAL	<u>11.50</u>	<u>16.70</u>	<u>19.97</u>
TOTAL	\$212.27	\$217.59	\$230.87
<hr/>			
<u>Members</u>	<u>% Interest</u>		
Efraim Steif	45%		
Uri Koenig	55%		

Financial Summary- Central Park Rehabilitation & Nursing Center

	<u>FISCAL PERIOD ENDED</u>		
	<u>12/31/11</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$6,504,895	\$4,218,131	\$3,847,556
ASSETS - FIXED AND OTHER	675,473	203,114	99,386
LIABILITIES - CURRENT	4,405,820	1,776,951	1,409,030
LIABILITIES - LONG-TERM	<u>2,757,482</u>	<u>2,800,345</u>	<u>2,755,002</u>
EQUITY	\$17,066	(\$156,051)	(\$217,090)
<hr/>			
INCOME	\$16,655,684	\$13,547,420	\$12,010,170
EXPENSE	<u>16,347,691</u>	<u>13,329,645</u>	<u>12,098,493</u>
NET INCOME	\$307,993	\$217,775	(\$88,323)
<hr/>			
NUMBER OF BEDS	160	160	160
PERCENT OF OCCUPANCY (DAYS)	96.3%	97.2%	95.1%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	76.8%	75.3%	79.0%
MEDICARE	15.1%	17.7%	12.4%
PRIVATE/OTHER	8.1%	7.0%	8.6%
<hr/>			
MEDICAID RATE BREAKDOWN:	<u>2011</u>	<u>2010</u>	<u>2009</u>
OPERATING	\$168.62	\$169.00	\$160.95
CAPITAL	<u>14.64</u>	<u>25.69</u>	<u>28.21</u>
TOTAL	\$183.26	\$194.69	\$189.16
<hr/>			
<u>Members</u>	<u>% Interest</u>		
Efraim Steif	44.90%		
Uri Koenig	27.50%		
David Camerota	0.10%		

Financial Summary- Pine Valley Center for Rehabilitation & Nursing

	<u>FISCAL PERIOD ENDED</u>		
	<u>12/31/11</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$6,364,815	\$3,892,029	\$3,682,401
ASSETS - FIXED AND OTHER	10,396,978	9,063,418	9,446,471
LIABILITIES - CURRENT	5,286,019	4,832,528	4,586,758
LIABILITIES - LONG-TERM	<u>9,191,517</u>	<u>5,328,884</u>	<u>6,162,551</u>
EQUITY	\$2,284,257	\$2,794,035	\$2,379,563
<hr/>			
INCOME	\$17,077,336	\$18,057,037	\$18,196,439
EXPENSE	<u>17,951,544</u>	<u>16,897,729</u>	<u>16,932,916</u>
NET INCOME	(\$874,208)	\$1,159,308	\$1,263,523
<hr/>			
NUMBER OF BEDS	200	200	200
PERCENT OF OCCUPANCY (DAYS)	92.5%	92.7%	92.1%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	83.1%	82.6%	79.1%
MEDICARE	10.4%	9.6%	13.2%
PRIVATE/OTHER	6.5%	7.8%	7.7%
<hr/>			
MEDICAID RATE BREAKDOWN:			
	<u>2011</u>	<u>2010</u>	<u>2009</u>
OPERATING	\$174.21	\$174.32	\$174.32
CAPITAL	<u>22.06</u>	<u>17.80</u>	<u>17.80</u>
TOTAL	\$196.27	\$192.12	\$192.12
<hr/>			
<u>Members</u>	<u>% Interest</u>		
Efraim Steif	50.00%		
Uri Koenig	41.714%		

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**New York State Department of Health  
Public Health and Health Planning Council**

**November 15, 2012**

**Attachments**

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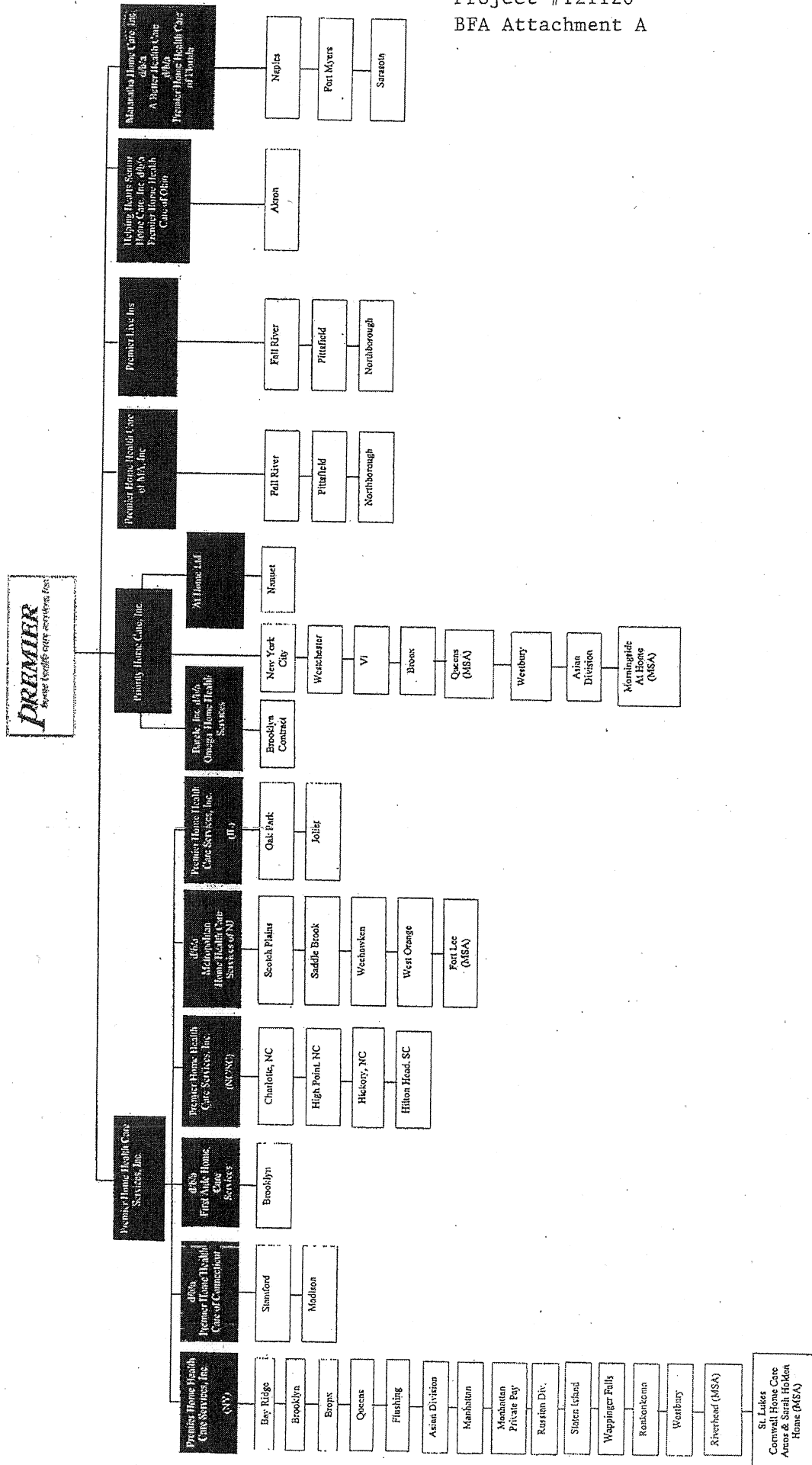
**Certified Home Health Agencies – Establish/Construct**

**Exhibit #11**

	<b><u>Number</u></b>	<b><u>Applicant/Facility</u></b>
1.	121120 E	Premier Home Health Care Services, Inc. (Kings County)
2.	122145 E	Gamzel NY, Inc. d/b/a Revival Home Health Care (Kings County)



Chart of Corporate Subsidiary Entities and D/B/As



**PREMIER HOME HEALTH CARE SERVICES, INC.  
AND SUBSIDIARIES AND AFFILIATE**

**CONSOLIDATED BALANCE SHEET**

**DECEMBER 31, 2010**

**ASSETS**

Current assets:

Cash and cash equivalents	\$ 2,574,398
Accounts receivable, net of allowance for doubtful accounts of \$1,616,000	38,623,440
Other receivables	787,002
Prepaid expenses	<u>3,571,547</u>
Total current assets	<u>45,556,387</u>

Furniture and equipment, net

1,641,160

Other assets:

Goodwill, net	17,234,688
Customer contracts, net	9,204,844
Due from stockholders	702,944
Due from affiliate	112,447
Deferred loan fees, net	49,240
Other investment	860,658
Other deposit	2,200,000
Security deposits	<u>219,208</u>

30,584,029

\$ 77,781,576

**LIABILITIES AND STOCKHOLDERS' EQUITY**

Current liabilities:

Current portion of long-term debt	\$ 17,644,068
Accounts payable and accrued expenses	11,104,297
Accrued salaries	3,013,357
Accrued settlements payable	7,319,940
Payroll taxes payable	264,906
Income taxes payable	1,301,737
Deferred income taxes	<u>1,578,972</u>
Total current liabilities	<u>42,227,277</u>

Long-term debt, net of current portion

2,203,487

Deferred income taxes

202,500

Deferred compensation

800,000

3,205,987

Minority interest in consolidated affiliate

44,450

Stockholders' equity:

Common stock, at stated value	1,000
Accumulated other comprehensive income	15,555
Retained earnings	<u>32,287,307</u>
Total stockholders' equity	<u>32,303,862</u>

\$ 77,781,576

PREMIER HOME HEALTH CARE SERVICES, INC.  
AND SUBSIDIARIES AND AFFILIATE

CONSOLIDATED STATEMENT OF INCOME AND COMPREHENSIVE INCOME  
YEAR ENDED DECEMBER 31, 2010

Fees, net	\$ 194,345,290
Direct labor costs	<u>142,547,963</u>
Income after direct labor costs	<u>51,797,327</u>
Expenses:	
Indirect labor costs	30,382,960
General and administrative expenses	12,870,427
Goodwill impairment	1,231,538
Depreciation and amortization	<u>2,031,234</u>
Total expenses	<u>46,516,159</u>
Other income (expense):	
Investment income	80,867
Rental income	56,223
Interest expense	(588,277)
Miscellaneous income	<u>30,495</u>
Total other income (expense)	<u>(420,692)</u>
Income before income taxes and minority interest	4,860,476
Income tax expense	<u>1,411,447</u>
Net income before minority interest	3,449,029
Minority interest in affiliate's earnings	<u>(44,450)</u>
Net income	3,404,579
Other comprehensive income	<u>96,187</u>
Total comprehensive income	<u>\$ 3,500,766</u>

PREMIER HOME HEALTH CARE SERVICES, INC.  
AND SUBSIDIARIES AND AFFILIATE

CONSOLIDATED BALANCE SHEET

DECEMBER 31, 2011

ASSETS

Current assets:

Cash and cash equivalents	\$ 896,810
Accounts receivable, net of allowance for doubtful accounts of \$1,365,000	41,362,364
Other receivables	121,639
Prepaid expenses	4,268,569
Total current assets	<u>46,649,382</u>

Furniture and equipment, net

1,491,039

Other assets:

Goodwill, net	16,896,539
Customer contracts, net	7,601,053
Due from stockholders	624,306
Due from affiliates	1,302,738
Deferred loan fees, net	22,382
Other deposits	8,259,800
Security deposits	251,406
Deferred income taxes	716,000
	<u>35,674,224</u>

\$ 83,814,645

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities:

Bank loans payable	\$ 21,423,826
Accounts payable and accrued expenses	12,725,104
Accrued salaries	3,194,149
Deferred revenue	15,921
Accrued settlements payable	9,969,447
Payroll taxes payable	546,984
Income taxes payable	863,762
Deferred income taxes	1,553,300
Total current liabilities	<u>50,292,493</u>

Deferred income taxes

386,300

Minority interest in consolidated affiliate

105,764

Stockholders' equity:

Common stock, at stated value	1,000
Retained earnings	33,029,088
Total stockholders' equity	<u>33,030,088</u>

\$ 83,814,645

PREMIER HOME HEALTH CARE SERVICES, INC.  
AND SUBSIDIARIES AND AFFILIATE

CONSOLIDATED STATEMENT OF INCOME AND COMPREHENSIVE INCOME  
YEAR ENDED DECEMBER 31, 2011

Fees, net	\$ 190,840,131
Direct labor costs	<u>140,514,829</u>
Income after direct labor costs	<u>50,325,302</u>
Expenses:	
Indirect labor costs	32,421,238
General and administrative expenses	11,877,485
Goodwill impairment	338,149
Depreciation and amortization	<u>2,112,820</u>
Total expenses	<u>46,749,692</u>
Other income (expense):	
Management fee income	196,256
Investment income	28,523
Rental income	40,803
Interest expense	(434,939)
Loss on disposal of fixed assets	(7,795)
Miscellaneous income	<u>19,419</u>
Total other income (expense)	<u>(157,733)</u>
Income before income tax expense and minority interest	3,417,877
Income tax expense	<u>306,962</u>
Net income before minority interest	3,110,915
Minority interest in affiliate's earnings	<u>(61,314)</u>
Net income	\$ 3,049,601
Other comprehensive loss	<u>(15,555)</u>
Total comprehensive income	<u>\$ 3,034,046</u>

PREMIER HOME HEALTH CARE SERVICES INC AND SUBSIDIARY  
CONSOLIDATED BALANCE SHEET  
AUGUST 31, 2012

ASSETS

Current assets:

Cash and cash equivalents	\$ 4,278,426
Accounts receivable, net of allowance for doubtful accounts	31,675,278
Other receivables	101,604
Prepaid expenses	<u>6,444,524</u>

Total current assets 42,499,833

Furniture and equipment, net 1,345,688

Other assets:

Investment in subsidiaries	-
Goodwill, net	16,896,539
Customer contracts, net	6,572,615
Due from stockholders	655,662
Due from affiliate	1,743,650
Due from subsidiary	-
Other investment	-
Other deposit	9,114,889
Deferred financing costs, net	7,461
Deferred income taxes	716,000
Security deposits	<u>235,817</u>

35,942,633

\$ 79,788,133

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities:

Current portion of long - term debt	\$ 12,811,114
Accounts payable and accrued expenses	13,288,144
Accrued salaries	3,307,824
Payroll taxes payable	357,390
Due to parent company/affiliate	-
Accrued settlements payable	9,969,447
Income taxes payable	1,915,903
Deferred revenue	4,054
Deferred income taxes	<u>1,553,300</u>

Total current liabilities 43,207,176

Long - term debt, net of current portion

Deferred compensation -

Deferred income taxes 386,300

43,593,476

Stockholders' equity:

Common stock	1,100
Unrealized gain/loss	-
Additional paid in capital	-
Treasury stock	-
Retained earnings	<u>36,193,557</u>

Total stockholders' equity 36,194,657

\$ 79,788,133

PREMIER HOME HEALTH CARE SERVICES INC AND SUBSIDIARY  
 CONSOLIDATED INCOME STATEMENT  
 FOR THE EIGHT MONTHS ENDED AUGUST 31, 2012

REVENUES:

Sales	\$ 135,114,817
Sales adjustments	129,063
Net sales	<u>134,985,754</u>

COST OF SALES:

Payroll	82,921,272
Payroll taxes	8,695,512
Contract help	440,406
Insurance - w/c	7,543,103
Staff monitor	348,808
Preemployment testing	234,929
Training expense	148,889
Travel	204,688
Total cost of sales	<u>100,537,607</u>
Gross margin	<u>34,448,147</u>

Operating expenses:

Payroll staff	16,059,017
Payroll taxes	1,365,532
Insurance - w/c	652,994
Temporary help	1,517
Rent	2,186,680
Utilities	179,434
Telephone	515,256
Dues & subscriptions	59,812
Office supplies	493,032
Postage and delivery	154,671
Answering service	1,828
Advertising	297,569
Promotional items	8,949
Repairs & maintenance	629,673
Equipment leases	187,318
Depreciation	254,225
Amortization	1,114,152
Auto expense	370,658
Entertainment	77,017
Consulting fees	162,258
Accounting	272,903
Legal	386,169
Insurance - health	1,189,641
Insurance - auto	617
Insurance - general	849,262
Insurance - life	78,746
Insurance -long-term disability	10,338
Management fee (income)	-
Contributions	42,449
Bad debt expense	471,405
NYS taxes	133,000
NYC taxes	746,400
Federal taxes	659,950
NJ, MA & OH taxes	56,816
Miscellaneous expense	235,504
Interest expense	311,835
Interest income	(8,127)
Rental income	(11,424)
Miscellaneous income	(52,865)
Medicaid assessment tax	38,897
Total operating expenses	<u>30,183,107</u>
Net income	<u>\$ 4,265,041</u>

### Premier Home Health Care CHHA Application

#### BALANCE SHEET Year-1 Opening Day

#### ASSETS

##### Current assets:

Cash and cash equivalents	\$ 500,000
Accounts receivable, net of allowance for doubtful accounts	
Other receivables	
Prepaid expenses	
	<u>500,000</u>

##### Furniture and equipment

##### Other assets:

Due from affiliate	-
Due from subsidiary	-
Security deposits	-
	<u>-</u>
	<u>\$ 500,000</u>

#### LIABILITIES AND STOCKHOLDERS' EQUITY

##### Current liabilities:

Accounts payable and accrues expenses	\$ -
Due to parent company	500,000
Income taxes payable	
Deferred income taxes	
	<u>500,000</u>

Deferred compensation	-
Deferred income taxes	-
	<u>-</u>
	<u>500,000</u>

##### Stockholders' equity:

Common stock	-
Retained earnings	-
	<u>-</u>
Total stockholders' equity	<u>-</u>

\$ 500,000



**GAMZEL NY, INC.**  
**D/B/A REVIVAL HOME HEALTH CARE**  
(an S corporation)  
**BALANCE SHEETS**

<b>ASSETS</b>	<b>At December 31</b>	
	<b>2011</b>	<b>2010</b>
<b>Current assets</b>		
Cash and cash equivalents	\$ 6,705,571	\$ 2,022,485
Accounts receivable, less allowance of \$1,550,000 for both years	14,384,604	16,330,716
Prepaid expenses and other	864,387	448,010
Deferred taxes	200,100	913,100
Due from related parties	-	2,500,000
<b>Total current assets</b>	<b>22,154,662</b>	<b>22,214,311</b>
Property and equipment - net	722,658	874,675
Goodwill -	2,663,895	2,663,895
Security deposits	17,699	24,999
<b>TOTAL ASSETS</b>	<b>\$ 25,558,914</b>	<b>\$ 25,777,880</b>
<b>LIABILITIES AND STOCKHOLDERS' DEFICIENCY</b>		
<b>Current liabilities</b>		
Accounts payable	\$ 21,899,435	\$ 30,275,635
Accrued expenses	1,333,026	1,484,107
Accrued and withheld taxes	183,112	183,881
Income tax payable	-	103,834
Due to third party payors	1,912,862	1,720,309
Due to related parties	896,141	-
<b>Total current liabilities</b>	<b>26,224,576</b>	<b>33,767,766</b>
Deferred taxes	17,000	26,500
<b>Total liabilities</b>	<b>26,241,576</b>	<b>33,794,266</b>
<b>Stockholders' deficiency</b>		
Common stock, no par value; 200 shares authorized 100 shares issued and outstanding	100	100
Additional paid in capital	23,400	23,400
Accumulated deficit	(706,162)	(8,039,886)
<b>Total stockholders' deficiency</b>	<b>(682,662)</b>	<b>(8,016,386)</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIENCY</b>	<b>\$ 25,558,914</b>	<b>\$ 25,777,880</b>

**GAMZEL NY, INC.**  
**D/B/A REVIVAL HOME HEALTH CARE**  
 (an S corporation)  
**STATEMENTS OF EARNINGS AND RETAINED EARNINGS (ACCUMULATED DEFICIT)**

	Years ended December 31	
	2011	2010
Sales	\$ 179,046,594	\$ 192,124,167
Selling, general and administrative expenses	170,526,978	185,905,662
Earnings from operations	8,519,616	6,218,505
Other income (expenses):		
Interest income	104	46,798
Interest expense	(4,296)	(13,971)
Earnings before provision for taxes	8,515,424	6,251,332
Provision for income taxes	1,181,700	521,482
<b>NET EARNINGS</b>	7,333,724	5,729,850
Retained earnings (accumulated deficit) - beginning of year	(8,039,886)	8,388,710
	(706,162)	14,118,560
Dividends	-	(22,158,446)
<b>ACCUMULATED DEFICIT - END OF YEAR</b>	<b>\$ (706,162)</b>	<b>\$ (8,039,886)</b>

GAMZEL NY, INC.  
D/B/A REVIVAL HOME HEALTH CARE  
(an S corporation)  
BALANCE SHEET

SEPTEMBER 30, 2012

**ASSETS**

**Current assets**

Cash and cash equivalents	\$ 3,526,134
Accounts receivable, less allowance	2,832,547
EPS pending receivables	4,387,920
PPS pending receivables	625,947
Prepaid expense and other	1,369,665
Deferred taxes	200,100
<b>Total current assets</b>	<u>12,942,313</u>

Property and equipment - net	813,477
Goodwill	2,663,895
Security deposits	17,699
<b>TOTAL ASSETS</b>	<u>\$ 16,437,384</u>

**LIABILITIES AND STOCKHOLDERS' EQUITY**

**Current liabilities**

Accounts payable and accrued expenses	\$ 9,820,826
Accrued compensation	1,674,657
Accrued and withheld taxes	170,411
Due to third party payors	2,348,193
Due to related parties	(7,301)
<b>Total current liabilities</b>	<u>14,006,786</u>

Deferred taxes	17,000
<b>Total liabilities</b>	<u>14,023,786</u>

**Stockholders' equity**

Common stock, no par value, 200 shares authorized	
100 shares issued and outstanding	100
Additional paid in capital	23,400
Retained earnings	2,390,098
<b>Total stockholders' equity</b>	<u>2,413,598</u>

<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<u>\$ 16,437,384</u>
---------------------------------------------------	----------------------

GAMZELNY, INC.  
D/B/A REVIVAL HOME HEALTH CARE  
(an S corporation)  
STATEMENTS OF EARNINGS AND RETAINED EARNINGS  
SEPTEMBER 30, 2012

Sales	\$ 90,675,736
Selling, general and administrative expenses	<u>82,606,630</u>
Earnings from operations	8,069,106
Other income (expenses):	
Interest income	<u>862</u>
Earnings before provision for taxes	
Provision for income taxes	<u>1,125</u>
<b>NET EARNINGS</b>	8,068,843
Retained earnings (accumulated deficit)- beginning of period	<u>(5,678,745)</u>
<b>RETAINED EARNINGS - END OF PERIOD</b>	<u><u>\$ 2,390,098</u></u>

REVIVAL HOME HEALTH CARE

PRO FORMA BALANCE SHEET POST-PUBLIC HEALTH AND HEALTH PLANNING COUNCIL APPROVAL

	<u>Current</u> <u>Balance Sheet</u>	<u>Change</u>	<u>Pro Forma</u> <u>Balance Sheet</u>
<b><u>CURRENT ASSETS:</u></b>			
Cash & Cash Equivalents	\$3,526,134		\$3,526,134
Accounts Receivable	\$7,846,414		\$7,846,414
Prepaid Expenses	\$1,369,665		\$1,369,665
Deferred taxes	\$200,100		\$200,100
Due from related parties	\$0		\$0
<b>TOTAL CURRENT ASSETS</b>	<b>\$12,942,314</b>	<b>\$0</b>	<b>\$12,942,314</b>
<b><u>EQUIPMENT &amp; OTHER ASSETS:</u></b>			
Property and Equipment-net	\$813,447		\$813,447
Goodwill	\$2,663,895		\$2,663,895
Security Deposits	\$17,699		\$17,699
<b>TOTAL EQUIPMENT &amp; OTHER ASSETS</b>	<b>\$3,495,041</b>	<b>\$0</b>	<b>\$3,495,041</b>
<b>TOTAL ASSETS</b>	<b>\$16,437,355</b>	<b>\$0</b>	<b>\$16,437,355</b>
<b><u>LIABILITIES AND MEMBER'S EQUITY</u></b>			
<b><u>CURRENT LIABILITIES:</u></b>			
Accounts Payable	\$9,820,826	-\$1,064,472	\$8,756,354
Accrued Expenses	\$1,674,657		\$1,674,657
Accrued and Withheld Taxes	\$170,411		\$170,411
Income Tax Payable	\$0		\$0
Due to Third Party Payors	\$2,348,193		\$2,348,193
Due to Related Parties	-\$7,301		-\$7,301
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$14,006,786</b>	<b>-\$1,064,472</b>	<b>\$12,942,314</b>
<b><u>LONG-TERM LIABILITIES:</u></b>			
Deferred Taxes	\$17,000		\$17,000
Premissory Note	\$0		\$0
<b>TOTAL LIABILITIES</b>	<b>\$14,023,786</b>	<b>-\$1,064,472</b>	<b>\$12,959,314</b>
<b><u>SHAREHOLDER EQUITY (DEFICIENCY)</u></b>			
Common Stock	\$100		\$100
Additional Paid In Capital	\$23,400		\$23,400
Accumulated Equity/Deficit	\$2,390,098	\$1,064,472	\$3,454,570
<b>Total Shareholder Equity (Deficiency)</b>	<b>\$2,413,598</b>	<b>\$1,064,472</b>	<b>\$3,478,070</b>
<b><u>TOTAL LIABILITIES AND</u></b>			
<b><u>SHAREHOLDER EQUITY</u></b>			
	<b>\$16,437,384</b>		<b>\$16,437,385</b>

\*The proposed sole shareholder of Gamze! NY, Inc. will acquire the stock and be liable for payments for that acquisition.