

Revised:cbt:10/29/09

The North Carolina Medical Care Commission  
 Selected Information from Audited Financial Statements  
 For Fiscal Years Ended in 2008  
 For Entities with Projects on November 13, 2009 Medical Care Commission Meeting Agenda

Healthcare Entity	Mission Health System, Inc.	United Methodist Retirement Homes d/b/a Wesley Pines	Galloway Ridge at Fearington	Lutheran Services for the Aging	Arbor Acres United Methodist Retirement Community, Inc.
Fiscal Year	September 30, 2008	September 30, 2008	December 31, 2008	September 30, 2008	December 31, 2008
Operating Income (Loss)	\$29,627,000	\$2,786,323	(\$55,315)	\$2,255,888	\$1,530,778
Increase (Decrease) in Unrestricted Net Assets	(\$50,252,000)	\$1,586,686	(\$55,315)	\$2,865,636	(\$3,369,640)
Increase (Decrease) in Net Assets	(\$49,954,000)	\$1,313,923	(\$17,004)	\$2,376,983	(\$4,169,926)
Net Cash Provided by Operating Activities	\$112,467,000	\$15,097,201	\$6,814,236	\$6,392,785	\$5,292,636
Increase (Decrease) in Cash and Cash Equivalents	\$39,744,000	\$492,038	\$679,586	\$3,296,498	\$33,807

Long Term Debt Service Coverage Ratio

	Actual	FYE 2008	
Projected	4.80	1.73	3.21
Projected	4.30	1.94	2.44
Projected	5.00	1.92	2.37
Projected	5.30	1.65	2.26
Projected	5.70	1.89	1.60
Projected 2013(G)			
	Fitch	NR	NR
	S&P	NR	NR
	Moody's	NR	NR
		NR	NR
		NR	NR
		NR	NR
		NA	NA
		7.73%	15.63%

Dollar value of Community Benefits (Hospitals), ANDI (FYE 2008) \$101,364,241  
 CCR Community Benefits (GS105) NA

Notes:

- A. Operating Income --- Net income generated by core activities
- B. Increase (Decrease) in Net Assets --- Net income after such items as investment income, unrealized gains and losses, contributions and grants and losses on discontinued operations and adjustment for pension liability
- C. Net Cash Provided by Operating Activities --- Net cash flow generated by core activities
- D. Increase (Decrease) in Cash and Cash Equivalents --- change in cash position after such items as purchase of assets, payment on debt, transfers of cash to other entities and proceeds from issuance of debt
- E. NA --- Not Applicable
- F. Breakdown of Community Benefits Numbers for Hospitals
  - Direct Community Benefits \$75,606,874
  - Estimated Costs of Treating Bad Debt Patients \$25,757,367
  - Total (as reported on ANDI) \$101,364,241

G. 2013 is first year L.T.D.C.R. applies to 2009 bonds for Galloway Ridge. Prior to 2013 they are covering existing debt with Bank of Scotland.

H. Under MCC policy apoted November 9, 2007 a CCR Community Benefit criteria under GS 105