

**The North Carolina Medical Care Commission
Selected Information from Audited Financial Statements
For Fiscal Years Ended in 2008 and 2009
For Entities with Projects on February 12, 2010 Medical Care Commission Meeting Agenda**

Revised:cbt:1/20/10

<u>Healthcare Entity</u>	Duke University Health System	Aldersgate
Fiscal Year	<u>June 30 ,2009</u>	<u>December 31 ,2008</u>
Operating Income (Loss)	\$155,059,000	(\$3,266,520)
Increase (Decrease) in Unrestricted Net Assets	(\$508,825,000)	(\$6,720,451)
Increase (Decrease) in Net Assets	(\$500,429,000)	(\$6,411,452)
Net Cash Provided by Operating Activities	\$262,202,000	\$5,609,461
Increase (Decrease) in Cash and Cash Equivalents	\$810,000	\$1,194,433

Long Term Debt Service Coverage Ratio (J)

(I)	FYE 2009	7.85 (I)	1.48 (I)
	Projected FYE 2010	5.50	1.41
	Projected FYE 2011	5.20	1.81
	Projected FYE 2012	5.10	1.53

Current Rating (on underlying credit)

Fitch	AA	Not Rated
S&P	AA	Not Rated
Moody's	Aa2	Not Rated

Dollar value of Community Benefits (Hospitals)	\$252,132,401	NA
CCRC Community Benefits (GS105)	NA	6.80%

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 Benefit Numbers for Hospitals

Direct Community Benefits	\$226,955,219
Estimated Costs of Treating Bad Debt Patients	\$25,177,182
Total (as reported on ANDI)	\$252,132,401

G. Not used.

H. Under MCC policy apoted November 9, 2007 a CCRC paying full property tax is not required to meet 5% Communtiy Benefit criteria under GS 105

I. Duke is actual and Aldersgate is projected for 2009

(J) Projected coverage calculated on maximum annual debt service requirement