

**The North Carolina Medical Care Commission
Selected Information from Audited Financial Statements For Fiscal Years Ended in 2009
And Other Information
For Entities with Projects on November 19, 2010 Medical Care Commission Meeting Agenda**

cbt:11/02/10

<u>Healthcare Entity</u>	The Moses H. Cone Memorial Hospital and Affiliates	Hospice & Palliative Care Charlotte Region	United Church Homes and Services and Affiliates 9/30/2009	Rutherford Hospital 9/30/2009	Lutheran Services for the Aging 9/30/2009
Fiscal Year	<u>9/30/2009</u>	<u>12/31/2009</u>	<u>9/30/2009</u>	<u>9/30/2009</u>	<u>9/30/2009</u>
Operating Income (Loss)	\$46,732,000	\$1,359,087	(\$2,185,431)	(\$5,490,911)	\$3,534,247
Increase (Decrease) in Unrestricted Net Assets	(\$22,514,000)	\$1,827,912	(\$1,706,865)	(\$4,109,525)	\$4,734,116
Increase (Decrease) in Net Assets	(\$21,403,000)	\$1,929,025	(\$1,690,174)	(\$4,150,257)	\$5,103,914
Net Cash Provided by Operating Activities	\$97,186,000	\$2,561,558	\$1,596,186	\$6,144,747	\$7,803,396
Increase (Decrease) in Cash and Cash Equivalents	\$38,606,000	\$1,427,749	\$208,894	\$1,618,625	\$1,706,598

Long Term Debt Service Coverage Ratio (J)

	Actual	FYE 2009	34.56	7.66	1.34	(4.09)	1.71
Projected/	Actual	FYE 2010	33.18	4.71	1.34	7.88	1.43
	Projected	FYE 2011	12.41	3.23	1.62	5.60	1.39
	Projected	FYE 2012	9.64	3.23	2.18	5.70	1.62
	Projected	FYE 2013	8.53	3.23	2.20	6.00	1.73
	Projected	FYE 2014	7.91	3.23	2.07	6.30	1.82

Current Rating (on underlying credit)

	Fitch	NR	NR	NR	NR	NR
	S&P	AA	NR	NR	NR (M)	NR
	Moody's	NR	NR	NR	NR	NR

Dollar value of Community Benefits (Hospitals)	\$139,915,155	\$2,072,862	NA	\$14,191,546	NA
CCRC Community Benefits (GS105)	NA	NA	15.72%	NA	12.70%

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	\$114,811,114	\$1,585,277		\$9,093,770
Estimated Costs of Treating Bad Debt Patients	\$25,104,041	\$487,585		\$5,097,776
Total (as reported on ANDI)	\$139,915,155	\$2,072,862		\$14,191,546

G. Not used.

H. Under MCC policy apoted November 9, 2007 a CCRC paying full property tax is not required to meet 5% Community 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

K. NR --- Not Rated

L. NLTD--- No Long Term Debt

M. Expect BBB Rating from S&P