

EDWARDS COUNTY HOSPITAL

November 30, 2007 and December 31, 2006

**FINANCIAL STATEMENTS AND REPORT
OF INDEPENDENT CERTIFIED PUBLIC
ACCOUNTANTS**

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**Board of Trustees
Edwards County Hospital**

We have audited the accompanying basic financial statements of **Edwards County Hospital** (Hospital), a component unit of Edwards County, as of November 30, 2007 and December 31, 2006. These basic financial statements are the responsibility of the Hospital's management. Our responsibility is to express an opinion on these basic financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America as established by the American Institute of Certified Public Accountants and the Kansas Municipal Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Hospital's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of **Edwards County Hospital** as of November 30, 2007 and December 31, 2006 and the changes in its financial position and its cash flows for the eleven months ended November 30, 2007 and year ended December 31, 2006 in conformity with accounting principles generally accepted in the United States of America.

The Hospital has not presented a management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Grant Thornton LLP

Wichita, Kansas
July 17, 2008

Edwards County Hospital

BALANCE SHEETS

ASSETS

| | November 30, 2007 | December 31, 2006 |
|---|----------------------------|----------------------------|
| CURRENT ASSETS | | |
| Cash | \$ 183,750 | \$ 1,305 |
| Accounts receivable, net | 1,061,066 | 1,381,837 |
| Other receivables | 36,012 | 40,814 |
| Inventories | 140,274 | 100,706 |
| Prepaid expenses | 48,352 | 25,182 |
| | <u>1,469,454</u> | <u>1,549,844</u> |
| | | |
| ASSETS WHOSE USE IS LIMITED | 1,096,715 | 1,165,683 |
| | | |
| CAPITAL ASSETS, AT COST | | |
| Land | 44,231 | 44,231 |
| Depreciable capital assets, net of accumulated depreciation | <u>2,008,389</u> | <u>2,247,806</u> |
| | <u>2,052,620</u> | <u>2,292,037</u> |
| | | |
| Total assets | <u><u>\$ 4,618,789</u></u> | <u><u>\$ 5,007,564</u></u> |

The accompanying notes are an integral part of these statements.

LIABILITIES AND NET ASSETS

| | November 30, 2007 | December 31, 2006 |
|---|----------------------|----------------------|
| CURRENT LIABILITIES | | |
| Bank overdraft | \$ - | \$ 22,699 |
| Current portion of capital lease obligation | 37,255 | 35,589 |
| Accounts payable | 125,223 | 53,170 |
| Salaries and vacation benefits payable | 119,000 | 118,786 |
| Due to Medicare | 30,117 | 260,000 |
| Deferred tax appropriations | 19,567 | - |
| | <hr/> | <hr/> |
| Total current liabilities | 331,162 | 490,244 |
| | | |
| CAPITAL LEASE OBLIGATION | <hr/> | <hr/> |
| | - | 34,220 |
| | | |
| Total liabilities | 331,162 | 524,464 |
| | | |
| NET ASSETS | | |
| Invested in capital assets, net of related debt | 2,015,365 | 2,222,228 |
| Restricted | 25,515 | 22,548 |
| Unrestricted | 2,246,747 | 2,238,324 |
| | <hr/> | <hr/> |
| Total net assets | 4,287,627 | 4,483,100 |
| | | |
| Total liabilities and net assets | <u>\$ 4,618,789</u> | <u>\$ 5,007,564</u> |

Edwards County Hospital

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

| | Eleven months ended November 30, 2007 | Year ended December 31, 2006 |
|---|--|---------------------------------------|
| Operating revenues | | |
| Net patient service revenue | \$ 3,202,005 | \$ 3,279,472 |
| Other | 82,759 | 55,122 |
| Total operating revenues | 3,284,764 | 3,334,594 |
| Operating expenses | | |
| Salaries | 1,932,331 | 1,639,996 |
| Supplies and other | 1,619,425 | 1,902,441 |
| Depreciation | 276,264 | 346,390 |
| Total operating expenses | 3,828,020 | 3,888,827 |
| Operating loss | (543,256) | (554,233) |
| Nonoperating revenues (expenses) | | |
| County tax appropriations | 246,371 | 249,219 |
| Contributions and grants for operations | 9,216 | 38,574 |
| Interest income | 61,862 | 52,769 |
| Interest expense | (2,527) | (4,414) |
| Gain (loss) on disposal of capital assets | 13,592 | (7,203) |
| Total nonoperating revenues (expenses) | 328,514 | 328,945 |
| Loss before transfer from County | (214,742) | (225,288) |
| Transfer from County for operations | 19,269 | 17,634 |
| Decrease in net assets | (195,473) | (207,654) |
| Net assets at beginning of year | 4,483,100 | 4,690,754 |
| Net assets at end of year | \$ 4,287,627 | \$ 4,483,100 |

The accompanying notes are an integral part of these statements.

Edwards County Hospital

STATEMENTS OF CASH FLOWS

Increase (decrease) in cash

| | <u>Eleven months ended November 30, 2007</u> | <u>Year ended December 31, 2006</u> |
|--|--|---|
| Cash flows from operating activities | | |
| Cash received from patients and third-party payors | \$ 3,292,893 | \$ 3,155,780 |
| Cash received from others | 82,967 | 57,607 |
| Cash paid to suppliers | (1,610,110) | (1,941,198) |
| Cash paid to employees | (1,932,117) | (1,593,997) |
| Net cash used in operating activities | (166,367) | (321,808) |
| Cash flows from noncapital financing activities | | |
| County tax appropriations received | 256,514 | 258,214 |
| Contributions and grants for operations | 9,216 | 38,574 |
| Transfer from County for operations | 19,269 | 17,634 |
| Increase (decrease) in bank overdraft | (22,699) | 22,699 |
| Net cash provided by noncapital financing activities | 262,300 | 337,121 |
| Cash flows from capital and related financing activities | | |
| Principal payments on capital lease obligation | (32,554) | (33,856) |
| Interest payments on capital lease obligation | (2,527) | (4,414) |
| Purchases of capital assets | (36,847) | - |
| Insurance proceeds | 13,592 | - |
| Net cash used in capital and related financing activities | (58,336) | (38,270) |
| Cash flows from investing activities | | |
| Net (increase) decrease in assets whose use is limited | 124,031 | (84,661) |
| Interest income received | 75,880 | 41,454 |
| Net cash provided by (used in) investing activities | 199,911 | (43,207) |
| Net increase (decrease) in cash | 237,508 | (66,164) |
| Cash at beginning of year | 34,638 | 100,802 |
| Cash at end of year | \$ 272,146 | \$ 34,638 |
| Reconciliation of cash to the balance sheets | | |
| Cash | \$ 183,750 | \$ 1,305 |
| Assets whose use is limited | 88,396 | 33,333 |
| | \$ 272,146 | \$ 34,638 |

Edwards County Hospital

STATEMENTS OF CASH FLOWS - CONTINUED

Increase (decrease) in cash

| | Eleven months ended November 30, 2007 | Year ended December 31, 2006 |
|---|--|---------------------------------------|
| Cash flows from operating activities | | |
| Operating loss | \$ (543,256) | \$ (554,233) |
| Adjustments to reconcile operating loss to net cash used in operating activities | | |
| Depreciation | 276,264 | 346,390 |
| Provision for doubtful accounts | 191,748 | 157,880 |
| Change in assets and liabilities | | |
| Accounts receivable | 129,023 | (1,016,572) |
| Due from Medicare | - | 475,000 |
| Other receivables | 208 | 2,485 |
| Inventories | (39,568) | (20,488) |
| Prepaid expenses | (23,170) | 2,079 |
| Accounts payable | 72,053 | (20,348) |
| Salaries and vacation benefits payable | 214 | 45,999 |
| Due to Medicare | (229,883) | 260,000 |
| | <u>\$ (166,367)</u> | <u>\$ (321,808)</u> |

The accompanying notes are an integral part of these statements.

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS

November 30, 2007 and December 31, 2006

NOTE A - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting entity

Edwards County Hospital (Hospital) was created by statute and its Board of Trustees is appointed by the Edwards County Commissioners. The Hospital is located in Kinsley, Kansas and is considered a component unit of Edwards County. The Hospital provides acute care and rural health clinic services and, effective December 1, 2007, geriatric psychiatric services. In connection with the addition of the geriatric psychiatric services, the Hospital changed its fiscal year-end in 2007 to November 30.

2. Use of estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Proprietary fund accounting

The Hospital's financial statements are comprised solely of an enterprise fund that uses proprietary fund accounting. The Hospital utilizes the proprietary fund method of accounting whereby revenue and expenses are recognized on the accrual basis using the economic resources measurement focus. Based on Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, as amended, the Hospital has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board (FASB), including those issued after November 30, 1989, that do not conflict with or contradict GASB pronouncements.

4. Cash and cash equivalents

For purposes of the statements of cash flows, the Hospital considers all highly liquid debt instruments purchased with an original maturity of three months or less that have not been designated by the Board of Trustees as assets whose use is limited for replacement of or additions to capital assets to be cash equivalents.

5. Accounts receivable, net/net patient service revenue

Accounts receivable, net/net patient service revenue is recorded at list price with contractual adjustments (which represent the difference between charges and the amount received or receivable from third-party payors), administrative adjustments, charity care and the allowance and provision for doubtful accounts added or deducted to arrive at net receivables/net patient service revenue. The allowance for doubtful accounts estimate is based on account balances (other than Medicare) greater than 120 days outstanding from date of discharge or service, which is consistent with the Hospital's loss history. The allowance for contractual adjustments has been estimated based on current third-party payment rates. Account balances are written off as bad debt when determined by management to be uncollectible. Medicare is the Hospital's most significant third-party payer.

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE A - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

6. Inventories

Inventories are stated at cost as determined using the first-in, first-out method.

7. Assets whose use is limited

Assets whose use is limited include funds designated by others for specific operating activities and assets designated by the Board of Trustees for the replacement of capital assets and the purchase of additional capital assets. The board-designated funds may be used for other purposes by the action of the Board of Trustees

8. Capital assets

Depreciation, including amortization of equipment under capital lease, is provided using the straight-line method over the following estimated useful lives:

| | |
|-------------------|-------------|
| Land improvements | 10-20 years |
| Buildings | 15-40 years |
| Fixed equipment | 5-20 years |
| Movable equipment | 3-20 years |

The costs of maintenance and repairs are charged to operating expenses as incurred. The costs of significant additions, renewals and betterments to depreciable properties are capitalized and depreciated over the remaining or extended estimated useful lives of the item or the properties. When depreciable property is retired or otherwise disposed of, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is reflected in nonoperating revenues (expenses).

9. Restricted net assets

Restricted net assets are those whose use by the Hospital has been limited by donors or grantors to a specific time period or purpose (Note C).

10. Operations

Operating revenues consist of patient services and other revenue. Other operating revenue includes meal, wellness center and other miscellaneous revenue. All other revenues are considered nonoperating and consist of County tax appropriations, contributions and grants, interest income and gain (loss) on disposal of capital assets. Nonoperating expense consists of interest expense.

11. Income taxes

The Hospital is exempt from income taxes under Section 115 of the Internal Revenue Code and a similar provision of state law.

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE A - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

12. Risk management

The Hospital is exposed to various risks of loss from torts, theft of, damage to and destruction of assets; business interruption, errors and omissions, employee injuries and illnesses, natural disasters, medical malpractice; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters.

NOTE B - AGREEMENT

The Hospital Board of Trustees had a management agreement with Great Plains Health Alliance, Inc. (GPHA) whereby GPHA agreed to administer the operations of the Hospital. The agreement was terminated in August 2006. Fees incurred under this agreement totaled \$66,733 in 2006.

NOTE C - RESTRICTED CASH AND RESTRICTED NET ASSETS

Restricted cash is available for the following purposes:

| | <u>November 30, 2007</u> | <u>December 31, 2006</u> |
|---|------------------------------|------------------------------|
| Quality improvement and access programs | <u>\$ 25,515</u> | <u>\$ 22,548</u> |

NOTE D - BANK DEPOSITS

Kansas statutes require deposits in excess of FDIC coverage to be collateralized by securities issued by the United States of America, or an agency thereof, or by authorized securities issued by municipalities of the State of Kansas. As noted below, the Hospital was not in compliance with this requirement for 2006.

The Hospital maintains its bank deposits (checking and savings accounts and certificates of deposit) with financial institutions which, at times, exceed federally insured limits. For purposes of evaluating credit risk, the stability of financial institutions conducting business with the Hospital is periodically reviewed and management of the Hospital believes it is not exposed to any significant credit risk on these balances.

All certificates of deposit have maturities of one year or less and are reported at cost, which approximates fair value.

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE D - BANK DEPOSITS - Continued

The Hospital's bank deposits were as follows:

| | <u>November 30, 2007</u> | <u>December 31, 2006</u> |
|--|------------------------------|------------------------------|
| FDIC insured | \$ 200,000 | \$ 313,760 |
| Collateralized by securities held by the pledging financial institution in the Hospital's name | 1,091,135 | 887,786 |
| Uninsured | <u>-</u> | <u>53,535</u> |
| | <u>\$ 1,291,135</u> | <u>\$ 1,255,081</u> |
| Carrying value | <u>\$ 1,280,465</u> | <u>\$ 1,166,988</u> |

The carrying amounts of deposits shown above are included in the Hospital's balance sheets captions as follows:

| | <u>November 30, 2007</u> | <u>December 31, 2006</u> |
|-------------------------------|------------------------------|------------------------------|
| Cash | | |
| Bank deposits | \$ 183,375 | \$ 150 |
| Cash on hand and change funds | <u>375</u> | <u>1155</u> |
| | 183,750 | 1305 |
| Assets whose use is limited | <u>1,096,715</u> | <u>1,165,683</u> |
| | <u>\$ 1,280,465</u> | <u>\$ 1,166,988</u> |

NOTE E - ACCOUNTS RECEIVABLE, NET/NET PATIENT SERVICE REVENUE

The Hospital has agreements with third-party payors that provide for payments to the Hospital at amounts different from its established rates. These payment arrangements include:

Medicare. Inpatient acute care and swing-bed services rendered to Medicare program beneficiaries are paid under cost reimbursement methodologies. Outpatient services related to Medicare beneficiaries are paid based on a combination of fee schedules and cost reimbursement methodologies. The Hospital is reimbursed for most services at tentative rates with final settlement determined after submission of an annual cost report by the Hospital and audit thereof by the Medicare fiscal intermediary.

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE E - ACCOUNTS RECEIVABLE, NET/NET PATIENT SERVICE REVENUE - Continued

Medicaid. Prior to October 2007, inpatient and outpatient services rendered to Medicaid program beneficiaries are paid based on a combination of prospectively determined and fee schedule reimbursement methodologies. Effective with inpatient discharges and outpatient services on or after October 5, 2007, payment will be on a cost basis. The Hospital will be reimbursed for cost-based services at tentative rates with final settlement determined after submission of an annual cost report by the Hospital with audit thereof by the Medicaid fiscal intermediary.

The Hospital has also entered into payment agreements with certain commercial insurance carriers and preferred provider organizations. The basis for payment to the Hospital under these agreements includes prospectively determined case rates and discounts from established charges.

Net accounts receivable is computed as follows:

| | <u>November 30, 2007</u> | <u>December 31, 2006</u> |
|---------------------------------------|------------------------------|------------------------------|
| Accounts receivable, gross | \$ 1,317,855 | \$ 1,041,291 |
| Allowance for doubtful accounts | (223,743) | (95,995) |
| Allowance for contractual adjustments | <u>(33,046)</u> | <u>436,541</u> |
| Accounts receivable, net | <u>\$ 1,061,066</u> | <u>\$ 1,381,387</u> |

Net patient service revenue is computed as follows:

| | <u>Eleven months ended November 30, 2007</u> | <u>Year ended December 31, 2006</u> |
|---------------------------------|--|---|
| Gross patient service revenue | \$ 4,049,813 | \$ 3,726,403 |
| Plus (less) | | |
| Contractual adjustments | | |
| Medicare | (88,968) | 166,583 |
| Medicaid | (112,810) | (98,751) |
| Blue Cross | (254,026) | (239,269) |
| Other | (142,375) | (86,224) |
| Administrative adjustments | (56,267) | (31,390) |
| Provision for doubtful accounts | (191,748) | (157,880) |
| Charity care | <u>(1,614)</u> | <u>-</u> |
| Net patient service revenue | <u>\$ 3,202,005</u> | <u>\$ 3,279,472</u> |

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE F - CAPITAL ASSETS

Capital asset activity is as follows:

| | Eleven months ended November 30, 2007 | | | |
|---------------------------------------|---------------------------------------|---------------------|-------------|---------------------|
| | Beginning balance | Additions | Retirements | Ending balance |
| Land | \$ 44,231 | \$ - | \$ - | \$ 44,231 |
| Land improvements | 123,239 | - | - | 123,239 |
| Buildings | 3,967,138 | - | - | 3,967,138 |
| Fixed equipment | 1,500,938 | 11,199 | - | 1,512,137 |
| Movable equipment | 1,004,403 | 25,648 | - | 1,030,051 |
| Total cost | 6,639,949 | 36,847 | - | 6,676,796 |
| Less accumulated depreciation | | | | |
| Land improvements | 81,401 | 6,658 | - | 88,059 |
| Buildings | 2,106,102 | 134,859 | - | 2,240,961 |
| Fixed equipment | 1,339,414 | 51,810 | - | 1,391,224 |
| Movable equipment | 820,995 | 82,937 | - | 903,932 |
| Total accumulated depreciation | 4,347,912 | 276,264 | - | 4,624,176 |
| Capital assets, net | \$ 2,292,037 | \$ (239,417) | \$ - | \$ 2,052,620 |

| | Year ended December 31, 2006 | | | |
|---------------------------------------|------------------------------|---------------------|-------------------|---------------------|
| | Beginning balance | Additions | Retirements | Ending balance |
| Land | \$ 44,231 | \$ - | \$ - | \$ 44,231 |
| Land improvements | 123,239 | - | - | 123,239 |
| Buildings | 3,967,138 | - | - | 3,967,138 |
| Fixed equipment | 1,500,938 | - | - | 1,500,938 |
| Movable equipment | 1,045,501 | - | (41,098) | 1,004,403 |
| Total cost | 6,681,047 | - | (41,098) | 6,639,949 |
| Less accumulated depreciation | | | | |
| Land improvements | 74,138 | 7,263 | - | 81,401 |
| Buildings | 1,943,505 | 162,597 | - | 2,106,102 |
| Fixed equipment | 1,272,034 | 67,380 | - | 1,339,414 |
| Movable equipment | 745,740 | 109,150 | (33,895) | 820,995 |
| Total accumulated depreciation | 4,035,417 | 346,390 | (33,895) | 4,347,912 |
| Capital assets, net | \$ 2,645,630 | \$ (346,390) | \$ (7,203) | \$ 2,292,037 |

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE G - CAPITAL LEASE OBLIGATION

The Hospital leases movable equipment under a noncancelable capital lease agreement. The Hospital has signed a maintenance agreement of \$2,658 per month for maintenance required under the terms of the lease.

Capital lease obligation activity for the eleven months ended November 30, 2007 and the year ended December 31, 2006 is as follows:

| Year | Beginning balance | Additions | Deletions | Ending balance | Amounts due within one year |
|------|-------------------|-----------|-----------|----------------|-----------------------------|
| 2007 | \$ 69,809 | \$ - | \$ 32,554 | \$ 37,255 | \$ 37,255 |
| 2006 | \$ 103,665 | \$ - | \$ 33,856 | \$ 69,809 | \$ 35,589 |

The following is an analysis of the financial presentation of the capital lease:

| | November 30, 2007 | December 31, 2006 |
|-------------------------------|----------------------|----------------------|
| Movable equipment | \$ 169,000 | \$ 169,000 |
| Less accumulated depreciation | <u>129,567</u> | <u>98,583</u> |
| | <u>\$ 39,433</u> | <u>\$ 70,417</u> |

Scheduled payments on the capital lease obligation are as follows:

| | <u>Principal</u> | <u>Interest</u> |
|-------------------------------|------------------|-----------------|
| Year ending November 30, 2008 | <u>\$ 37,255</u> | <u>\$ 1,017</u> |

NOTE H - DEFINED BENEFIT PENSION PLAN

Plan description. The Hospital participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan, as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

Edwards County Hospital

NOTES TO FINANCIAL STATEMENTS - CONTINUED

November 30, 2007 and December 31, 2006

NOTE H - DEFINED BENEFIT PENSION PLAN - Continued

Funding policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial bases. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The regular employer rate established by statute for the eleven months ended November 30, 2007 and the year ended December 31, 2006 was 4.31% and 3.81%, respectively. The Hospital's employer contributions for KPERS for the eleven months ended November 30, 2007 and the year ended December 31, 2006 were \$46,677 and \$47,929, respectively.

NOTE I - CONCENTRATION OF CREDIT RISK

The Hospital grants credit without collateral to its patients, most of who are local residents and are insured under third-party payor arrangements. The mix of receivables from patients and third-party payors are as follows:

| | <u>November 30, 2007</u> | <u>December 31, 2006</u> |
|--------------------------|------------------------------|------------------------------|
| Medicare | 53% | 57% |
| Medicaid | 6 | 4 |
| Blue Cross | 8 | 11 |
| Other third-party payors | 15 | 15 |
| Self-pay | <u>18</u> | <u>13</u> |
| | <u>100%</u> | <u>100%</u> |