



THE UNIVERSITY OF TEXAS SYSTEM

**PHYSICIAN/DENTAL
PRACTICE PLANS**

QUARTERLY FINANCIAL REPORT
(unaudited)

MAY 31, 2008

The University of Texas System

PHYSICIAN/DENTAL PRACTICE PLANS

Quarterly Financial Report

(Unaudited)

For the Nine Months Ending May 31, 2008

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The University of Texas System
Physician/Dental Practice Plans Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|---------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 2,266,741,274 | 2,105,925,009 | 160,816,265 | 7.6% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 385,092,256 | 369,706,275 | 15,385,981 | 4.2% |
| Medicaid Contractual Allowances | 231,044,013 | 93,397,462 | 137,646,551 | 147.4% |
| Total Un-sponsored Charity Care | 616,136,269 | 463,103,737 | 153,032,532 | 33.0% |
| Other Contractual Allowances | 848,299,076 | 772,703,799 | 75,595,277 | 9.8% |
| Other Unreimbursed Medical Costs | 64,221,742 | 70,588,865 | (6,367,123) | -9.0% |
| Bad Debt Expense | 46,784,985 | 44,632,821 | 2,152,164 | 4.8% |
| Net Patient Revenue | 691,299,202 | 754,895,787 | (63,596,585) | -8.4% |
| Contractual Revenues | 287,118,447 | 255,303,232 | 31,815,215 | 12.5% |
| Other Operating Revenues | 16,410,599 | 11,424,601 | 4,985,998 | 43.6% |
| Total Operating Revenues Included in Monthly Financial Report | <u>994,828,248</u> | <u>1,021,623,620</u> | <u>(26,795,372)</u> | <u>-2.6%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 389,129,134 | 347,315,874 | 41,813,260 | 12.0% |
| Staff Salaries | 175,492,156 | 158,995,672 | 16,496,484 | 10.4% |
| Resident Salaries | 6,815,438 | 6,460,276 | 355,162 | 5.5% |
| Fringe Benefits | 184,135,902 | 166,908,778 | 17,227,124 | 10.3% |
| Maintenance and Operations | 170,796,627 | 151,463,447 | 19,333,180 | 12.8% |
| Professional Liability Insurance | (9,021,069) | 13,040,024 | (22,061,093) | -169.2% |
| Travel | 13,984,352 | 12,721,403 | 1,262,949 | 9.9% |
| Official Functions | 2,917,048 | 2,817,642 | 99,406 | 3.5% |
| Other Operating Expenses | 22,451,540 | 19,925,494 | 2,526,046 | 12.7% |
| Total Operating Expenses Included in Monthly Financial Report | <u>956,701,128</u> | <u>879,648,610</u> | <u>77,052,518</u> | <u>8.8%</u> |
| Operating Income (Loss) | 38,127,120 | 141,975,010 | (103,847,890) | -73.1% |
| Investment Income | 10,489,783 | 9,396,657 | 1,093,126 | 11.6% |
| Interest Expense on Debt Service | (3,619,533) | (1,817,643) | (1,801,890) | -99.1% |
| Adjusted Income (Loss) | 44,997,370 | 149,554,024 | (104,556,654) | -69.9% |
| Adjusted Income (Loss) - as a percentage | 4.48% | 14.51% | | |
| Other: | | | | |
| Other Nonoperating Revenues (Expenses) | 4,035,388 | 9,019,261 | (4,983,873) | -55.3% |
| Transfers In | 9,656,722 | 7,334,572 | 2,322,150 | 31.7% |
| Transfers Out | (12,649,789) | (11,456,347) | (1,193,442) | -10.4% |
| Debt Service | (5,802,243) | (4,099,351) | (1,702,892) | -41.5% |
| Capital Outlay | (3,933,567) | (2,403,644) | (1,529,923) | -63.7% |
| Total Other | <u>(8,693,489)</u> | <u>(1,605,509)</u> | <u>(7,087,980)</u> | <u>-441.5%</u> |
| Change in Net Assets | 36,303,881 | 147,948,515 | (111,644,634) | -75.5% |
| Beginning Net Assets - As Previously Reported | 610,205,289 | 406,765,428 | 203,439,861 | 50.0% |
| Restatements | - | 400,853 | (400,853) | -100.0% |
| Beginning Net Assets - As Restated | <u>610,205,289</u> | <u>407,166,281</u> | <u>203,039,008</u> | <u>49.9%</u> |
| Ending Net Assets | <u>\$ 646,509,170</u> | <u>555,114,796</u> | <u>91,394,374</u> | <u>16.5%</u> |

**The University of Texas System
Physician/Dental Practice Plans
Comparison of Adjusted Income (Loss)
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|---|---------------------------------|---------------------------------|----------------------|--------------------------------|
| UT Southwestern Medical Center - Dallas (Physician) | \$ 34,792,577 | 78,031,899 | (43,239,322) | (1) -55.4% |
| UT Southwestern Medical Center - Dallas (Allied Health) | 508,474 | 499,080 | 9,394 | 1.9% |
| UT Medical Branch - Galveston | 11,165,176 | 24,333,684 | (13,168,508) | (2) -54.1% |
| UT Health Science Center - Houston (Physician) | 3,429,462 | 15,942,084 | (12,512,622) | (3) -78.5% |
| UT Health Science Center - Houston (Dental) | 48,355 | (248,240) | 296,595 | 119.5% |
| UT Health Science Center - San Antonio (Physician) | (9,359,945) | 9,852,682 | (19,212,627) | (4) -195.0% |
| UT Health Science Center - San Antonio (Dental) | 1,459,170 | 1,315,868 | 143,302 | 10.9% |
| UT Health Science Center - San Antonio (Allied Health) | 80,485 | 4,477 | 76,008 | 1,697.7% |
| UT M. D. Anderson Cancer Center | 2,465,477 | 15,738,647 | (13,273,170) | (5) -84.3% |
| UT Health Science Center at Tyler | 408,139 | 4,083,843 | (3,675,704) | (6) -90.0% |
| Total Adjusted Income (Loss) | \$ <u>44,997,370</u> | <u>149,554,024</u> | <u>(104,556,654)</u> | <u>-69.9%</u> |

THE UNIVERSITY OF TEXAS SYSTEM
Explanations of Variances on the
Practice Plans Summary of Operations
For the Nine Months Ending May 31, 2008

Explanations are provided for institutions having the largest variances in adjusted income (loss) for current year-to-date as compared to the prior year, both in terms of dollars and percentages. Explanations are also provided for institutions with a current year-to-date adjusted loss.

- (1) UT Southwestern Medical Center – Dallas (Physician Practice Plan) – The \$43.2 million (55.4%) decrease in adjusted income as compared to the same period last year was primarily attributable to a reduction in operating revenues of \$17.6 million, as well as an increase in operating expenses of \$24.5 million. Operating revenues decreased as a result of less revenue recognized for the Texas Physician Upper Payment Limit (UPL). The UPL had the largest impact in 2007 as retroactive adjustments from May 2004 through August 2007 were reported. During the third quarter of 2007 *Southwestern* reported UPL reimbursements of \$61.4 million as compared to \$12.3 million this year. The decrease in the UPL revenue was partially offset by an increase in gross charges due to fee and volume increases. Contractual revenues also increased \$11.7 million resulting from increases in the contract with Parkland Hospital and the Veterans' Administration.

Operating expenses increased as a result of higher salaries and fringe benefits primarily due to additional full-time equivalents (FTEs). In April 2008 *Southwestern* received a professional liability insurance (PLI) rebate of \$4 million, which reduced the professional liability insurance expense. The PLI rebate is normally distributed during the fourth quarter of the year.

- (2) UT Medical Branch - Galveston – The \$13.2 million (54.1%) decrease in adjusted income as compared to the same period last year was primarily attributable to an increase in operating expenses of \$14.5 million. Operating expenses increased primarily as a result of higher salaries and fringe benefits, as well as an increase in maintenance and operations. Salaries and fringe benefits increased due to additional FTEs, annual salary increases and changes in funding source from other funding sources to practice plan funds. Maintenance and operations increased primarily due to an increase in the Campus Based Clinic and School of Medicine contract and growth in the Austin initiative. In April 2008 *UTMB* received a PLI rebate of \$5.5 million, which reduced the professional liability insurance expense. Although the UPL revenue recognized by *UTMB* this year was \$23.7 million less than last year at this time, operating revenues increased slightly as a result of an increase in contractual revenues. Contractual revenues increased as a result of increases in the hospital contract and the addition of departments in Austin that did not exist in 2007 or were only partially operational in 2007.

- (3) UT Health Science Center – Houston (Physician Practice Plan) – The \$12.5 million (78.5%) decrease in adjusted income over the same period last year was primarily due to an increase in operating expenses of \$13.7 million. Operating expenses increased largely as a result of increases in faculty and staff salaries, fringe benefits and other operating expenses. Faculty salaries increased as a result of the recruitment of additional faculty to fill vacant positions, the recruitment of higher paid and more experienced anesthesiologists, and annual salary increases. Staff salaries increased due to annual salary increases, the filling of vacant positions and incentive payments. Fringe benefits increased as a result of the increases in faculty and staff salaries. The increase in other operating expenses was due to expenses incurred by the nonprofit healthcare corporation, University of Texas Physicians, which manages *UTHSC-Houston's* clinics. The majority of these additional expenses were for departments which either did not exist or were inactive during the first six months of 2007. *UTHSC-Houston* received a PLI rebate of \$2.4 million in April, which resulted in a reduction in the professional liability insurance expense.

Although the UPL revenue recognized thus far in 2008 was \$19.3 million less than the amount recognized last year at this time, operating revenues still increased slightly due to an increase in contractual revenues. Contractual revenues increased due to the following factors: an increase in services provided and an improvement in some contractual rates with Memorial Hermann Hospital; anesthesiology services provided at an outpatient surgical center beginning in January 2007; and various contract activities across departments.

- (4) UT Health Science Center - San Antonio (Physician Practice Plan) – The \$19.2 million (195%) decrease in adjusted income as compared to the same period last year was primarily attributable to an increase in operating expenses of \$13.6 million and a decrease in operating revenues of \$4.8 million. Operating expenses increased largely due to increases in faculty and staff salaries, fringe benefits and maintenance and operations. Faculty salaries increased as a result of recruitment and retention efforts. Both faculty and staff salaries also increased as a result of the acquisition of the Cancer Therapy Research Center (CTRC) in December 2007. *UTHSC-San Antonio* absorbed approximately 300 of CTRC’s employees and many of these employees were funded from the practice plan. The increase in maintenance and operations was primarily due to an increase in the expenses of UT Medicine and increased consulting services associated with the electronic medical records system and revenue enhancement. The acquisition of CTRC also contributed to the increase in maintenance and operations. *UTHSC-San Antonio* received a PLI rebate of \$3.7 million in April 2008, which resulted in a reduction in the professional liability insurance expense. Operating revenues decreased primarily as a result of \$9.6 million less in UPL revenue reported in 2008 as compared to 2007.

Due to the acquisition of CTRC, program expansion efforts and reinvestment in faculty, as well as the preparation for the opening of the Medical Arts Research Center, *UTHSC-San Antonio* incurred a year-to-date adjusted loss of \$9.4 million. This includes a loss of \$8.3 million, excluding depreciation expense of \$3.5 million, for CTRC caused by billing and collection delays as a result of the merger. *UTHSC-San Antonio* is currently assessing the collectability of approximately \$6 million in outstanding claims at CTRC, which would reduce the loss at CTRC. Since the likelihood of collecting these outstanding claims has not been determined, *UTHSC-San Antonio* has not factored this potential revenue into the projection for the practice plan. *UTHSC-San Antonio* is also working with CTRC to reduce expenses for the remainder of the year. *UTHSC-San Antonio* anticipates the physician practice plan will end the year with a deficit of \$8 million primarily due to CTRC activities.

- (5) UT M. D. Anderson Cancer Center – The \$13.3 million (84.3%) decrease in adjusted income as compared to the same period last year was primarily due to an increase in operating expenses of \$9.8 million and a decrease in operating revenues of \$3.8 million. Operating expenses increased due to higher salaries and fringe benefits as a result of merit increases and the filling of new and vacant positions. *M. D. Anderson* reported \$1.3 million for the PLI rebate distributed in April, which resulted in a reduction in the professional liability insurance expense. *M. D. Anderson* also reported \$9.9 million less in UPL revenue through the third quarter of this year as compared to last year, which contributed to the reduction in operating revenues.
- (6) UT Health Science Center - Tyler – The \$3.7 million (90%) decrease in adjusted income as compared to the same period last year was primarily attributable to a decrease in operating revenues of \$3.9 million. *UTHSC-Tyler* reported \$2.9 million less in UPL revenue through May 2008 as compared to same time last year, which contributed to a reduction in operating revenues. Gross charges also decreased as a result of a 3.3% decrease in physician outpatient visits. *UTHSC-Tyler* received a PLI rebate of \$207,000 in April 2008, which resulted in a reduction in the professional liability insurance expense.

GLOSSARY OF TERMS

OPERATING REVENUES:

GROSS CHARGES – Posted charges for patient care services at scheduled rates.

UNSPONSORED CHARITY CARE – The sum of Charity Care and Medicaid Contractual Allowances.

CHARITY CARE – Unreimbursed charges to financially or medically indigent patients, including contractual adjustments and other unreimbursed charges to State Children’s Health Insurance Program and other governmental programs indexed to the federal poverty level. Contractual adjustments include fee-for-service and capitation.

MEDICAID CONTRACTUAL ALLOWANCES – Contractual adjustments and other unreimbursed charges to Medicaid. The federal portion of the Medicaid Physician Upper Payment Limit (UPL) supplemental payment program should be recorded here as an offset to the Medicaid contractual allowances.

CONTRACTUAL ADJUSTMENTS – The difference between the gross charge and the discounted amount agreed to by a third party contract, such as Preferred Provider Organizations, Health Maintenance Organizations and Medicare, including the difference between gross charges and the related capitated payments.

OTHER UNREIMBURSED MEDICAL COSTS – All other write-offs (i.e., unbilled charges, discounts for personal courtesy and employees, unreimbursed research expenses, denied charges, missed billing deadlines).

BAD DEBT EXPENSE – Charges that were at one time the responsibility of a private pay patient or third party payor that are deemed uncollectible.

NET PATIENT REVENUES – Gross charges less all deductions.

CONTRACTUAL REVENUES – Lump sum income for contracted physician services related to affiliated hospitals and organizations, jails, medical director services, and clinical oversight.

OTHER OPERATING REVENUES – Other operating-related revenue items not listed elsewhere.

OPERATING EXPENSES:

FACULTY SALARIES – All faculty salary payments including salary augmentation. Does not include incentive payments or supplemental retirement annuities.

STAFF SALARIES – All nonfaculty salary payments, excluding resident salaries.

RESIDENT SALARIES – Salaries paid to resident physicians.

FRINGE BENEFITS – Group insurance premiums (net of premium sharing) paid by the plan, supplemental retirement payments, incentive payments, and parking fees as authorized by the Medical Services Research and Development Plan/Physicians’ Referral Service Bylaws, and mandatory state benefits (retirement, OASI, WCI, premium sharing, etc.).

MAINTENANCE AND OPERATIONS – All expenses not classified elsewhere, i.e., utilities, supplies, repairs and maintenance, shipping and postage, etc.

PROFESSIONAL LIABILITY INSURANCE – Professional liability insurance premiums paid by the institution on behalf of plan members.

TRAVEL – All costs associated with travel.

OFFICIAL FUNCTIONS – Business related events that are of documented benefit to the institution.

OTHER OPERATING EXPENSES – Other operating-related expense items not listed elsewhere.

OPERATING INCOME (LOSS) – Total operating revenues less total operating expenses before other nonoperating adjustments like investment income and interest expense.

INVESTMENT INCOME – Income earned from investments.

INTEREST EXPENSE ON DEBT SERVICE – Interest expense only on debt service.

ADJUSTED INCOME (LOSS) – Operating income (loss) adjusted for investment income and interest expense on debt service.

ADJUSTED INCOME (LOSS) AS A PERCENTAGE – Adjusted income (loss) divided by total operating revenues plus investment income.

OTHER NONOPERATING REVENUES (EXPENSES) – Other nonoperating revenue or expense items not identified elsewhere including the change in fair market value.

TRANSFERS IN – Transfers from non-practice plan funds.

TRANSFERS OUT – Transfers to non-practice plan funds.

DEBT SERVICE – Principal paid on any debt, i.e., building construction, renovation, lease-purchase agreements, etc.

CAPITAL OUTLAY – Cost of capital acquisitions funded from plan resources.

**The University of Texas Southwestern Medical Center at Dallas
Physician Practice Plan Year-to-Date Summary of Operations*
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|---------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 799,744,509 | 742,053,170 | 57,691,339 | 7.8% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 205,267,890 | 192,593,915 | 12,673,975 | 6.6% |
| Medicaid Contractual Allowances | 93,869,059 | 44,594,082 | 49,274,977 | 110.5% |
| Total Un-sponsored Charity Care | 299,136,949 | 237,187,997 | 61,948,952 | 26.1% |
| Other Contractual Allowances | 237,657,706 | 213,894,616 | 23,763,090 | 11.1% |
| Other Unreimbursed Medical Costs | 20,148,357 | 17,851,682 | 2,296,675 | 12.9% |
| Bad Debt Expense | 11,322,564 | 12,208,597 | (886,033) | -7.3% |
| Net Patient Revenues | 231,478,933 | 260,910,278 | (29,431,345) | -11.3% |
| Contractual Revenues | 112,672,265 | 101,006,769 | 11,665,496 | 11.5% |
| Other Operating Revenues | 4,763,315 | 4,609,712 | 153,603 | 3.3% |
| Total Operating Revenues Included in Monthly Financial Report | <u>348,914,513</u> | <u>366,526,759</u> | <u>(17,612,246)</u> | <u>-4.8%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 114,627,059 | 100,738,212 | 13,888,847 | 13.8% |
| Staff Salaries | 83,538,651 | 75,637,165 | 7,901,486 | 10.4% |
| Fringe Benefits | 62,263,954 | 55,745,154 | 6,518,800 | 11.7% |
| Maintenance and Operations | 52,137,029 | 51,208,221 | 928,808 | 1.8% |
| Professional Liability Insurance | (2,093,412) | 2,965,476 | (5,058,888) | -170.6% |
| Travel | 2,678,843 | 2,384,418 | 294,425 | 12.3% |
| Official Functions | 545,522 | 501,541 | 43,981 | 8.8% |
| Total Operating Expenses Included in Monthly Financial Report | <u>313,697,646</u> | <u>289,180,187</u> | <u>24,517,459</u> | <u>8.5%</u> |
| Operating Income (Loss) | 35,216,867 | 77,346,572 | (42,129,705) | -54.5% |
| Investment Income | 2,145,016 | 2,430,809 | (285,793) | -11.8% |
| Interest Expense on Debt Service | (2,569,306) | (1,745,482) | (823,824) | -47.2% |
| Adjusted Income (Loss) | 34,792,577 | 78,031,899 | (43,239,322) | -55.4% |
| Adjusted Income (Loss) - as a percentage | 9.91% | 21.15% | | |
| Other: | | | | |
| Transfers In | 8,355,813 | 6,043,530 | 2,312,283 | 38.3% |
| Transfers Out | (8,998,596) | (8,915,904) | (82,692) | -0.9% |
| Debt Service | (5,802,243) | (4,099,351) | (1,702,892) | -41.5% |
| Capital Outlay | (2,582,334) | (1,261,448) | (1,320,886) | -104.7% |
| Total Other | <u>(9,027,360)</u> | <u>(8,233,173)</u> | <u>(794,187)</u> | <u>-9.6%</u> |
| Change in Net Assets | 25,765,217 | 69,798,726 | (44,033,509) | -63.1% |
| Beginning Net Assets - As Previously Reported | <u>261,051,194</u> | <u>163,810,537</u> | <u>97,240,657</u> | <u>59.4%</u> |
| Ending Net Assets | <u>\$ 286,816,411</u> | <u>233,609,263</u> | <u>53,207,148</u> | <u>22.8%</u> |

*Includes the operations of the nonprofit healthcare corporation.

**The University of Texas Southwestern Medical Center at Dallas
Allied Health Faculty Services Plan Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|-----------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 2,100,789 | 1,822,356 | 278,433 | 15.3% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 4,441 | 8,084 | (3,643) | -45.1% |
| Total Un-sponsored Charity Care | 4,441 | 8,084 | (3,643) | -45.1% |
| Other Contractual Allowances | 508,201 | 469,688 | 38,513 | 8.2% |
| Other Unreimbursed Medical Costs | 46,780 | 24,087 | 22,693 | 94.2% |
| Bad Debt Expense | 15,295 | 23,960 | (8,665) | -36.2% |
| Net Patient Revenues | 1,526,072 | 1,296,537 | 229,535 | 17.7% |
| Contractual Revenues | 230,888 | 235,132 | (4,244) | -1.8% |
| Other Operating Revenues | 35,749 | 18,859 | 16,890 | 89.6% |
| Total Operating Revenues Included in Monthly Financial Report | <u>1,792,709</u> | <u>1,550,528</u> | <u>242,181</u> | <u>15.6%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 234,263 | 254,448 | (20,185) | -7.9% |
| Staff Salaries | 187,829 | 171,985 | 15,844 | 9.2% |
| Fringe Benefits | 311,453 | 230,671 | 80,782 | 35.0% |
| Maintenance and Operations | 522,569 | 362,593 | 159,976 | 44.1% |
| Professional Liability Insurance | 6,978 | 8,183 | (1,205) | -14.7% |
| Travel | 22,951 | 20,782 | 2,169 | 10.4% |
| Official Functions | 7,155 | 7,249 | (94) | -1.3% |
| Total Operating Expenses Included in Monthly Financial Report | <u>1,293,198</u> | <u>1,055,911</u> | <u>237,287</u> | <u>22.5%</u> |
| Operating Income (Loss) | 499,511 | 494,617 | 4,894 | 1.0% |
| Investment Income | 8,963 | 4,463 | 4,500 | 100.8% |
| Adjusted Income (Loss) | 508,474 | 499,080 | 9,394 | 1.9% |
| Adjusted Income (Loss) - as a percentage | 28.22% | 32.10% | | |
| Other: | | | | |
| Transfers Out | (160,135) | (129,681) | (30,454) | -23.5% |
| Capital Outlay | (36,100) | - | (36,100) | -100.0% |
| Total Other | <u>(196,235)</u> | <u>(129,681)</u> | <u>(66,554)</u> | <u>-51.3%</u> |
| Change in Net Assets | 312,239 | 369,399 | (57,160) | -15.5% |
| Beginning Net Assets - As Previously Reported | <u>4,337,269</u> | <u>3,590,860</u> | <u>746,409</u> | <u>20.8%</u> |
| Ending Net Assets | <u>\$ 4,649,508</u> | <u>3,960,259</u> | <u>689,249</u> | <u>17.4%</u> |

**The University of Texas Medical Branch at Galveston
Physician Practice Plan Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Restated Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|--|--------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 262,128,936 | 241,190,997 | 20,937,939 | 8.7% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 24,253,693 | 23,355,903 | 897,790 | 3.8% |
| Medicaid Contractual Allowances | 46,379,204 | 13,046,618 | 33,332,586 | 255.5% |
| Total Un-sponsored Charity Care | 70,632,897 | 36,402,521 | 34,230,376 | 94.0% |
| Other Contractual Allowances | 72,158,684 | 65,879,514 | 6,279,170 | 9.5% |
| Other Unreimbursed Medical Costs | 11,208,394 | 22,870,394 | (11,662,000) | -51.0% |
| Bad Debt Expense | 10,076,328 | 5,366,366 | 4,709,962 | 87.8% |
| Net Patient Revenues | 98,052,633 | 110,672,202 | (12,619,569) | -11.4% |
| Contractual Revenues | 43,667,547 | 32,347,279 | 11,320,268 | 35.0% |
| Other Operating Revenues | 3,189,289 | 914,122 | 2,275,167 | 248.9% |
| Total Operating Revenues Included in Monthly Financial Report | <u>144,909,469</u> | <u>143,933,603</u> | <u>975,866</u> | <u>0.7%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 64,823,990 | 52,757,632 | 12,066,358 | 22.9% |
| Staff Salaries | 25,520,554 | 22,810,885 | 2,709,669 | 11.9% |
| Resident Salaries | 6,815,438 | 6,460,276 | 355,162 | 5.5% |
| Fringe Benefits | 16,894,103 | 14,661,208 | 2,232,895 | 15.2% |
| Maintenance and Operations | 22,727,826 | 18,570,206 | 4,157,620 | 22.4% |
| Professional Liability Insurance | (2,850,623) | 4,170,838 | (7,021,461) | -168.3% |
| Travel | 1,298,091 | 1,191,365 | 106,726 | 9.0% |
| Official Functions | 39,537 | 124,648 | (85,111) | -68.3% |
| Total Operating Expenses Included in Monthly Financial Report | <u>135,268,916</u> | <u>120,747,058</u> | <u>14,521,858</u> | <u>12.0%</u> |
| Operating Income (Loss) | 9,640,553 | 23,186,545 | (13,545,992) | -58.4% |
| Investment Income | 1,524,623 | 1,147,139 | 377,484 | 32.9% |
| Adjusted Income (Loss) | 11,165,176 | 24,333,684 | (13,168,508) | -54.1% |
| Adjusted Income (Loss) - as a percentage | 7.62% | 16.77% | | |
| Other: | | | | |
| Other Nonoperating Revenues (Expenses) | 4,247 | 22 | 4,225 | 19204.5% |
| Transfers In | - | 6,736 | (6,736) | -100.0% |
| Transfers Out | (3,355,976) | (886,736) | (2,469,240) | -278.5% |
| Capital Outlay | (533,407) | (282,037) | (251,370) | -89.1% |
| Total Other | <u>(3,885,136)</u> | <u>(1,162,015)</u> | <u>(2,723,121)</u> | <u>-234.3%</u> |
| Change in Net Assets | 7,280,040 | 23,171,669 | (15,891,629) | -68.6% |
| Beginning Net Assets - As Previously Reported | <u>81,306,450</u> | <u>46,774,781</u> | <u>34,531,669</u> | <u>73.8%</u> |
| Ending Net Assets | <u>\$ 88,586,490</u> | <u>69,946,450</u> | <u>18,640,040</u> | <u>26.6%</u> |

**The University of Texas Health Science Center at Houston
Physician Practice Plan Year-to-Date Summary of Operations*
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|-------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 381,086,007 | 347,717,685 | 33,368,322 | 9.6% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 86,160,605 | 89,082,807 | (2,922,202) | -3.3% |
| Medicaid Contractual Allowances | 53,905,534 | 22,062,914 | 31,842,620 | 144.3% |
| Total Un-sponsored Charity Care | 140,066,139 | 111,145,721 | 28,920,418 | 26.0% |
| Other Contractual Allowances | 124,996,032 | 115,684,542 | 9,311,490 | 8.0% |
| Other Unreimbursed Medical Costs | 13,909,639 | 14,311,788 | (402,149) | -2.8% |
| Bad Debt Expense | 14,824,246 | 14,122,311 | 701,935 | 5.0% |
| Net Patient Revenues | 87,289,951 | 92,453,323 | (5,163,372) | -5.6% |
| Contractual Revenues | 69,960,728 | 64,618,038 | 5,342,690 | 8.3% |
| Other Operating Revenues | 3,732,021 | 2,978,209 | 753,812 | 25.3% |
| Total Operating Revenues Included in Monthly Financial Report | <u>160,982,700</u> | <u>160,049,570</u> | <u>933,130</u> | <u>0.6%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 72,176,320 | 65,328,805 | 6,847,515 | 10.5% |
| Staff Salaries | 22,181,419 | 19,103,035 | 3,078,384 | 16.1% |
| Fringe Benefits | 20,607,259 | 17,857,793 | 2,749,466 | 15.4% |
| Maintenance and Operations | 21,355,871 | 19,626,826 | 1,729,045 | 8.8% |
| Professional Liability Insurance | (1,419,578) | 1,700,342 | (3,119,920) | -183.5% |
| Travel | 961,254 | 889,353 | 71,901 | 8.1% |
| Official Functions | 516,611 | 675,706 | (159,095) | -23.5% |
| Other Operating Expenses | 22,451,540 | 19,925,494 | 2,526,046 | 12.7% |
| Total Operating Expenses Included in Monthly Financial Report | <u>158,830,696</u> | <u>145,107,354</u> | <u>13,723,342</u> | <u>9.5%</u> |
| Operating Income (Loss) | 2,152,004 | 14,942,216 | (12,790,212) | -85.6% |
| Investment Income | 1,277,458 | 999,868 | 277,590 | 27.8% |
| Adjusted Income (Loss) | 3,429,462 | 15,942,084 | (12,512,622) | -78.5% |
| Adjusted Income (Loss) - as a percentage | 2.11% | 9.90% | | |
| Other: | | | | |
| Other Nonoperating Revenues (Expenses) | 1,000 | 33,000 | (32,000) | -97.0% |
| Transfers In | 1,068,557 | - | 1,068,557 | 100.0% |
| Transfers Out | - | (1,359,508) | 1,359,508 | 100.0% |
| Capital Outlay | (434,976) | (293,520) | (141,456) | -48.2% |
| Total Other | <u>634,581</u> | <u>(1,620,028)</u> | <u>2,254,609</u> | <u>139.2%</u> |
| Change in Net Assets | 4,064,043 | 14,322,056 | (10,258,013) | -71.6% |
| Beginning Net Assets - As Previously Reported | <u>57,876,828</u> | <u>37,395,886</u> | <u>20,480,942</u> | <u>54.8%</u> |
| Ending Net Assets | <u>\$ 61,940,871</u> | <u>51,717,942</u> | <u>10,222,929</u> | <u>19.8%</u> |

*Includes the operations of the nonprofit healthcare corporation.

**The University of Texas Health Science Center at Houston
Dental Practice Plan Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 1,679,884 | 2,036,771 | (356,887) | -17.5% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 22,071 | 45,911 | (23,840) | -51.9% |
| Medicaid Contractual Allowances | 37,594 | 293,058 | (255,464) | -87.2% |
| Total Un-sponsored Charity Care | <u>59,665</u> | <u>338,969</u> | <u>(279,304)</u> | <u>-82.4%</u> |
| Other Contractual Allowances | 508,247 | 717,640 | (209,393) | -29.2% |
| Other Unreimbursed Medical Costs | - | 53,187 | (53,187) | -100.0% |
| Bad Debt Expense | <u>158,891</u> | <u>183,854</u> | <u>(24,963)</u> | <u>-13.6%</u> |
| Net Patient Revenues | <u>953,081</u> | <u>743,121</u> | <u>209,960</u> | <u>28.3%</u> |
| Contractual Revenues | 277,836 | 149,026 | 128,810 | 86.4% |
| Other Operating Revenues | <u>-</u> | <u>262,311</u> | <u>(262,311)</u> | <u>-100.0%</u> |
| Total Operating Revenues Included in Monthly Financial Report | <u>1,230,917</u> | <u>1,154,458</u> | <u>76,459</u> | <u>6.6%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 195,544 | 220,410 | (24,866) | -11.3% |
| Staff Salaries | 437,848 | 506,902 | (69,054) | -13.6% |
| Fringe Benefits | 138,081 | 152,736 | (14,655) | -9.6% |
| Maintenance and Operations | 393,641 | 514,607 | (120,966) | -23.5% |
| Travel | 14,301 | 8,043 | 6,258 | 77.8% |
| Official Functions | 3,147 | - | 3,147 | 100.0% |
| Total Operating Expenses Included in Monthly Financial Report | <u>1,182,562</u> | <u>1,402,698</u> | <u>(220,136)</u> | <u>-15.7%</u> |
| Adjusted Income (Loss) | 48,355 | (248,240) | 296,595 | 119.5% |
| Adjusted Income (Loss) - as a percentage | 3.93% | N/A | | |
| Change in Net Assets | 48,355 | (248,240) | 296,595 | 119.5% |
| Beginning Net Assets - As Previously Reported | 375,966 | 216,617 | 159,349 | 73.6% |
| Restatements | | <u>400,853</u> | <u>(400,853)</u> | <u>-100.0%</u> |
| Beginning Net Assets - As Restated | <u>375,966</u> | <u>617,470</u> | <u>(241,504)</u> | <u>-39.1%</u> |
| Ending Net Assets | <u>\$ 424,321</u> | <u>369,230</u> | <u>55,091</u> | <u>14.9%</u> |

**The University of Texas Health Science Center at San Antonio
Physician Practice Plan Year-to-Date Summary of Operations*
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Restated Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|--|---------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 197,214,458 | 181,015,625 | 16,198,833 | 8.9% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 56,393,241 | 49,349,885 | 7,043,356 | 14.3% |
| Medicaid Contractual Allowances | 17,368,979 | 9,017,469 | 8,351,510 | 92.6% |
| Total Un-sponsored Charity Care | <u>73,762,220</u> | <u>58,367,354</u> | <u>15,394,866</u> | <u>26.4%</u> |
| Other Contractual Allowances | 60,666,849 | 48,121,387 | 12,545,462 | 26.1% |
| Other Unreimbursed Medical Costs | 1,830,367 | 1,389,677 | 440,690 | 31.7% |
| Bad Debt Expense | 4,054,295 | 6,145,396 | (2,091,101) | -34.0% |
| Net Patient Revenues | <u>56,900,727</u> | <u>66,991,811</u> | <u>(10,091,084)</u> | <u>-15.1%</u> |
| Contractual Revenues | 58,612,589 | 54,802,007 | 3,810,582 | 7.0% |
| Other Operating Revenues | 3,857,158 | 2,366,460 | 1,490,698 | 63.0% |
| Total Operating Revenues Included in Monthly Financial Report | <u>119,370,474</u> | <u>124,160,278</u> | <u>(4,789,804)</u> | <u>-3.9%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 53,804,725 | 49,980,032 | 3,824,693 | 7.7% |
| Staff Salaries | 8,895,775 | 6,478,414 | 2,417,361 | 37.3% |
| Fringe Benefits | 16,754,485 | 15,043,400 | 1,711,085 | 11.4% |
| Maintenance and Operations | 49,389,969 | 39,625,474 | 9,764,495 | 24.6% |
| Professional Liability Insurance | (2,612,470) | 1,872,585 | (4,485,055) | -239.5% |
| Travel | 1,248,839 | 1,146,327 | 102,512 | 8.9% |
| Official Functions | 962,719 | 674,719 | 288,000 | 42.7% |
| Total Operating Expenses Included in Monthly Financial Report | <u>128,444,042</u> | <u>114,820,951</u> | <u>13,623,091</u> | <u>11.9%</u> |
| Operating Income (Loss) | (9,073,568) | 9,339,327 | (18,412,895) | -197.2% |
| Investment Income | 763,850 | 585,516 | 178,334 | 30.5% |
| Interest Expense on Debt Service | (1,050,227) | (72,161) | (978,066) | -1,355.4% |
| Adjusted Income (Loss) | (9,359,945) | 9,852,682 | (19,212,627) | -195.0% |
| Adjusted Income (Loss) - as a percentage | -7.79% | 7.90% | | |
| Other: | | | | |
| Transfers In | 105,894 | 436,928 | (331,034) | -75.8% |
| Transfers Out | (117,543) | (138,134) | 20,591 | 14.9% |
| Capital Outlay | (293,226) | (507,004) | 213,778 | 42.2% |
| Total Other | <u>(304,875)</u> | <u>(208,210)</u> | <u>(96,665)</u> | <u>-46.4%</u> |
| Change in Net Assets | (9,664,820) | 9,644,472 | (19,309,292) | -200.2% |
| Beginning Net Assets - As Previously Reported | <u>80,552,849</u> | <u>63,447,258</u> | <u>17,105,591</u> | <u>27.0%</u> |
| Ending Net Assets | <u>\$ 70,888,029</u> | <u>73,091,730</u> | <u>(2,203,701)</u> | <u>-3.0%</u> |

*Includes the operations of the nonprofit healthcare corporation.

**The University of Texas Health Science Center at San Antonio
Dental Practice Plan Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 6,945,477 | 6,341,507 | 603,970 | 9.5% |
| Other Operating Revenues | 440,801 | - | 440,801 | 100.0% |
| Total Operating Revenues Included in Monthly Financial Report | <u>7,386,278</u> | <u>6,341,507</u> | <u>1,044,771</u> | <u>16.5%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 1,336,622 | 1,159,190 | 177,432 | 15.3% |
| Staff Salaries | 1,187,215 | 1,142,326 | 44,889 | 3.9% |
| Fringe Benefits | 742,127 | 667,995 | 74,132 | 11.1% |
| Maintenance and Operations | 2,459,199 | 1,867,530 | 591,669 | 31.7% |
| Professional Liability Insurance | 29,326 | 42,306 | (12,980) | -30.7% |
| Travel | 167,670 | 144,492 | 23,178 | 16.0% |
| Official Functions | 80,958 | 75,524 | 5,434 | 7.2% |
| Total Operating Expenses Included in Monthly Financial Report | <u>6,003,117</u> | <u>5,099,363</u> | <u>903,754</u> | <u>17.7%</u> |
| Operating Income (Loss) | 1,383,161 | 1,242,144 | 141,017 | 11.4% |
| Investment Income | 76,009 | 73,724 | 2,285 | 3.1% |
| Adjusted Income (Loss) | 1,459,170 | 1,315,868 | 143,302 | 10.9% |
| Adjusted Income (Loss) - as a percentage | 19.55% | 20.51% | | |
| Other: | | | | |
| Transfers In | 29,421 | 587,000 | (557,579) | -95.0% |
| Transfers Out | (15,889) | (26,384) | 10,495 | 39.8% |
| Capital Outlay | (53,524) | (59,635) | 6,111 | 10.2% |
| Total Other | <u>(39,992)</u> | <u>500,981</u> | <u>(540,973)</u> | <u>-108.0%</u> |
| Change in Net Assets | 1,419,178 | 1,816,849 | (397,671) | -21.9% |
| Beginning Net Assets - As Previously Reported | <u>13,965,153</u> | <u>14,262,431</u> | <u>(297,278)</u> | <u>-2.1%</u> |
| Ending Net Assets | <u>\$ 15,384,331</u> | <u>16,079,280</u> | <u>(694,949)</u> | <u>-4.3%</u> |

**The University of Texas Health Science Center at San Antonio
Allied Health Practice Plan Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|-----------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 61,378 | 38,365 | 23,013 | 60.0% |
| Other Operating Revenues | 51,209 | - | 51,209 | 100.0% |
| Total Operating Revenues Included in Monthly Financial Report | <u>112,587</u> | <u>38,365</u> | <u>74,222</u> | <u>193.5%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 6,000 | 7,680 | (1,680) | -21.9% |
| Staff Salaries | 14,357 | 12,264 | 2,093 | 17.1% |
| Fringe Benefits | 1,530 | 1,638 | (108) | -6.6% |
| Maintenance and Operations | 5,520 | 6,923 | (1,403) | -20.3% |
| Professional Liability Insurance | 81 | - | 81 | 100.0% |
| Travel | 3,167 | 2,731 | 436 | 16.0% |
| Official Functions | 1,621 | 2,652 | (1,031) | -38.9% |
| Total Operating Expenses Included in Monthly Financial Report | <u>32,276</u> | <u>33,888</u> | <u>(1,612)</u> | <u>-4.8%</u> |
| Operating Income (Loss) | 80,311 | 4,477 | 75,834 | 1,693.9% |
| Investment Income | 174 | - | 174 | 100.0% |
| Adjusted Income (Loss) | 80,485 | 4,477 | 76,008 | 1,697.7% |
| Adjusted Income (Loss) - as a percentage | 71.38% | 11.67% | | |
| Other: | | | | |
| Transfers In | 2,840 | - | 2,840 | 100.0% |
| Transfers Out | (1,650) | - | (1,650) | -100.0% |
| Total Other | <u>1,190</u> | <u>-</u> | <u>1,190</u> | <u>100.0%</u> |
| Change in Net Assets | 81,675 | 4,477 | 77,198 | 1,724.3% |
| Beginning Net Assets - As Previously Reported | <u>68,158</u> | <u>55,016</u> | <u>13,142</u> | <u>23.9%</u> |
| Ending Net Assets | <u>\$ 149,833</u> | <u>59,493</u> | <u>90,340</u> | <u>151.8%</u> |

**The University of Texas M. D. Anderson Cancer Center
Physician Practice Plan Year-to-Date Summary of Operations
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|--------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 590,494,996 | 555,933,925 | 34,561,071 | 6.2% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 12,009,412 | 13,860,172 | (1,850,760) | -13.4% |
| Medicaid Contractual Allowances | 17,202,403 | 5,160,203 | 12,042,200 | 233.4% |
| Total Un-sponsored Charity Care | <u>29,211,815</u> | <u>19,020,375</u> | <u>10,191,440</u> | <u>53.6%</u> |
| Other Contractual Allowances | 340,323,126 | 315,505,460 | 24,817,666 | 7.9% |
| Other Unreimbursed Medical Costs | 16,640,455 | 13,515,760 | 3,124,695 | 23.1% |
| Bad Debt Expense | 4,414,814 | 4,034,610 | 380,204 | 9.4% |
| Net Patient Revenues | <u>199,904,786</u> | <u>203,857,720</u> | <u>(3,952,934)</u> | <u>-1.9%</u> |
| Other Operating Revenues | 249,127 | 122,094 | 127,033 | 104.0% |
| Total Operating Revenues Included in Monthly Financial Report | <u>200,153,913</u> | <u>203,979,814</u> | <u>(3,825,901)</u> | <u>-1.9%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 76,803,718 | 72,039,526 | 4,764,192 | 6.6% |
| Staff Salaries | 32,746,512 | 31,548,086 | 1,198,426 | 3.8% |
| Fringe Benefits | 65,496,586 | 61,408,900 | 4,087,686 | 6.7% |
| Maintenance and Operations | 18,721,178 | 17,612,466 | 1,108,712 | 6.3% |
| Professional Liability Insurance | 36,370 | 2,095,503 | (2,059,133) | -98.3% |
| Travel | 7,528,540 | 6,861,802 | 666,738 | 9.7% |
| Official Functions | 759,778 | 755,603 | 4,175 | 0.6% |
| Total Operating Expenses Included in Monthly Financial Report | <u>202,092,682</u> | <u>192,321,886</u> | <u>9,770,796</u> | <u>5.1%</u> |
| Operating Income (Loss) | (1,938,769) | 11,657,928 | (13,596,697) | -116.6% |
| Investment Income | 4,404,246 | 4,080,719 | 323,527 | 7.9% |
| Adjusted Income (Loss) | 2,465,477 | 15,738,647 | (13,273,170) | -84.3% |
| Adjusted Income (Loss) - as a percentage | 1.21% | 7.56% | | |
| Other: | | | | |
| Other Nonoperating Revenues (Expenses) | 3,832,895 | 8,828,926 | (4,996,031) | -56.6% |
| Total Other | <u>3,832,895</u> | <u>8,828,926</u> | <u>(4,996,031)</u> | <u>-56.6%</u> |
| Change in Net Assets | 6,298,372 | 24,567,573 | (18,269,201) | -74.4% |
| Beginning Net Assets - As Previously Reported | <u>103,513,903</u> | <u>75,604,590</u> | <u>27,909,313</u> | <u>36.9%</u> |
| Ending Net Assets | <u>\$ 109,812,275</u> | <u>100,172,163</u> | <u>9,640,112</u> | <u>9.6%</u> |

**The University of Texas Health Science Center at Tyler
Physician Practice Plan Year-to-Date Summary of Operations*
For the Nine Months Ending May 31, 2008**

| | <u>Year-to-Date FY 2008</u> | <u>Year-to-Date FY 2007</u> | <u>Variance</u> | <u>Variance Percentage</u> |
|--|---------------------------------|---------------------------------|--------------------|--------------------------------|
| Operating Revenues: | | | | |
| Gross Charges | \$ 25,284,840 | 27,774,608 | (2,489,768) | -9.0% |
| Less: | | | | |
| Un-sponsored Charity Care: | | | | |
| Charity Care | 980,903 | 1,409,598 | (428,695) | -30.4% |
| Medicaid Contractual Allowances | 2,281,240 | (776,882) | 3,058,122 | 393.6% |
| Total Un-sponsored Charity Care | <u>3,262,143</u> | <u>632,716</u> | <u>2,629,427</u> | <u>415.6%</u> |
| Other Contractual Allowances | 11,480,231 | 12,430,952 | (950,721) | -7.6% |
| Other Unreimbursed Medical Costs | 437,750 | 572,290 | (134,540) | -23.5% |
| Bad Debt Expense | 1,918,552 | 2,547,727 | (629,175) | -24.7% |
| Net Patient Revenues | <u>8,186,164</u> | <u>11,590,923</u> | <u>(3,404,759)</u> | <u>-29.4%</u> |
| Contractual Revenues | 1,696,594 | 2,144,981 | (448,387) | -20.9% |
| Other Operating Revenues | 91,930 | 152,834 | (60,904) | -39.8% |
| Total Operating Revenues Included in Monthly Financial Report | <u>9,974,688</u> | <u>13,888,738</u> | <u>(3,914,050)</u> | <u>-28.2%</u> |
| Operating Expenses: | | | | |
| Faculty Salaries | 5,120,893 | 4,829,939 | 290,954 | 6.0% |
| Staff Salaries | 781,996 | 1,584,610 | (802,614) | -50.7% |
| Fringe Benefits | 926,324 | 1,139,283 | (212,959) | -18.7% |
| Maintenance and Operations | 3,083,825 | 2,068,601 | 1,015,224 | 49.1% |
| Professional Liability Insurance | (117,741) | 184,791 | (302,532) | -163.7% |
| Travel | 60,696 | 72,090 | (11,394) | -15.8% |
| Total Operating Expenses Included in Monthly Financial Report | <u>9,855,993</u> | <u>9,879,314</u> | <u>(23,321)</u> | <u>-0.2%</u> |
| Operating Income (Loss) | 118,695 | 4,009,424 | (3,890,729) | -97.0% |
| Investment Income | 289,444 | 74,419 | 215,025 | 288.9% |
| Adjusted Income (Loss) | 408,139 | 4,083,843 | (3,675,704) | -90.0% |
| Adjusted Income (Loss) - as a percentage | 3.98% | 29.25% | | |
| Other: | | | | |
| Other Nonoperating Revenues (Expenses) | 197,246 | 157,313 | 39,933 | 25.4% |
| Transfers In | 94,197 | 260,378 | (166,181) | -63.8% |
| Total Other | <u>291,443</u> | <u>417,691</u> | <u>(126,248)</u> | <u>-30.2%</u> |
| Change in Net Assets | 699,582 | 4,501,534 | (3,801,952) | -84.5% |
| Beginning Net Assets - As Previously Reported | <u>7,157,519</u> | <u>1,607,452</u> | <u>5,550,067</u> | <u>345.3%</u> |
| Ending Net Assets | <u>\$ 7,857,101</u> | <u>6,108,986</u> | <u>1,748,115</u> | <u>28.6%</u> |

*Includes the operations of the nonprofit healthcare corporation.