

GEORGE REGIONAL HEALTH SYSTEM

Statements of Net Position  
September 30, 2016 and 2015

	2016	2015
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 8,193,209	\$ 7,979,521
Patient accounts receivable, net of allowance for doubtful accounts of \$10,464,021 and \$7,362,289, respectively	6,312,056	5,781,623
Inventories	1,082,381	817,814
Prepaid expenses	267,331	484,534
Other receivables	370,146	385,751
Total current assets	<u>16,225,123</u>	<u>15,449,243</u>
Noncurrent cash and investments		
Certificates of deposit	1,591,816	1,568,300
Cash and cash equivalents held by trustee	3,356,096	5,319,294
Internally designated by Board for capital improvements	1,919,810	73,060
Total noncurrent cash and investments	<u>6,867,722</u>	<u>6,960,654</u>
Capital assets, net	15,152,957	15,824,693
Other assets	4,851,676	4,807,758
Total assets	<u>43,097,478</u>	<u>43,042,348</u>
<b>LIABILITIES AND NET POSITION</b>		
Current liabilities		
Current maturities of long-term obligations	464,339	441,167
Accounts payable, trade	1,338,941	1,019,475
Accrued salaries and wages	404,315	1,186,537
Accrued payroll taxes	163,660	193,587
Accrued employee benefits	591,160	563,278
Due to third-party payors	921,609	413,766
Other current liabilities	405,712	475,639
Total current liabilities	<u>4,289,736</u>	<u>4,293,449</u>
Long-term obligations, less current maturities	8,277,899	8,522,593
Total liabilities	<u>12,567,635</u>	<u>12,816,042</u>
Net position		
Invested in capital assets, net of related debt	6,410,719	6,860,933
Restricted under indenture agreements	3,356,096	5,319,294
Unrestricted	20,763,028	18,046,079
Total net position	<u>\$ 30,529,843</u>	<u>\$ 30,226,306</u>

See accompanying notes.

**GEORGE REGIONAL HEALTH SYSTEM**  
**Statements of Revenue, Expenses and Changes in Net Position**  
**Years Ended September 30, 2016 and 2015**

	2016	2015
Operating revenue		
Net patient service revenue, net of provision for bad debts of \$5,960,102 and \$5,636,929, respectively	\$ 45,038,177	\$ 43,981,761
Other operating revenue	1,372,808	2,356,467
Total operating revenue	46,410,985	46,338,228
Salaries and wages	26,801,385	27,179,033
Professional fees	1,276,605	1,882,030
Employee benefits	3,770,221	3,828,509
Supplies and other	13,000,524	13,328,102
Depreciation and amortization	1,813,202	1,914,375
Total operating expenses	46,661,937	48,132,049
Loss from operations	(250,952)	(1,793,821)
Nonoperating revenue (expenses)		
Investment income	139,470	60,064
Interest expense	(336,236)	(297,000)
Gain on disposal of asset	877	-
Noncapital grants and contributions	29,496	42,239
Total nonoperating expenses	(166,393)	(194,697)
Deficiency of revenue over expenses before capital grants and contributions	(417,345)	(1,988,518)
Capital grants and contributions	720,882	715,808
Increase (decrease) in net position	303,537	(1,272,710)
Net position, beginning of year	30,226,306	31,499,016
Net position, end of year	\$ 30,529,843	\$ 30,226,306

See accompanying notes.