

ERIE COUNTY MEDICAL CENTER CORPORATION
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS
 For the Years Ended December 31,

	<u>2007</u>	<u>2006</u>
Operating revenue:		
Net patient service revenue	\$ 337,774,451	\$ 301,940,748
Intergovernmental transfer revenue – net	11,035,148	15,952,280
Other operating revenue	18,506,278	19,833,612
Total operating revenue	<u>367,315,877</u>	<u>337,726,640</u>
Operating expenses:		
Salaries, wages and fringe benefits	185,023,832	171,132,690
Other professional and temporary services	63,310,760	55,860,532
Supplies	52,952,693	47,870,547
Utilities and telephone	9,375,733	9,857,827
Other operating expenses	7,703,181	8,986,300
Services purchased from Erie County	1,815,706	1,619,881
Provision for bad debts	19,071,755	18,538,457
Depreciation and amortization	11,691,398	10,807,452
Interest expense	5,562,725	5,563,035
Total operating expenses	<u>356,507,783</u>	<u>330,236,721</u>
Operating income	<u>10,808,094</u>	<u>7,489,919</u>
Non-operating revenue (expense):		
Investment income	6,410,975	2,927,256
Erie County contribution – operations	14,000,000	20,000,000
Contribution to Erie County	-	(3,000,000)
Net non-operating revenue	<u>20,410,975</u>	<u>19,927,256</u>
Excess of revenues over expenses before capital grants and contributions	31,219,069	27,417,175
Capital contributions – Erie County	<u>6,697,592</u>	<u>34,716,613</u>
Change in net assets	37,916,661	62,133,788
Net assets – beginning of year	<u>65,784,424</u>	<u>3,650,636</u>
Net assets – end of year	<u>\$ 103,701,085</u>	<u>\$ 65,784,424</u>

I-3.) Assets and Liabilities for Fiscal Year End including the Status of Reserve, Depreciation, Special or Other Funds and including the Receipts and Payments of these Funds

ERIE COUNTY MEDICAL CENTER CORPORATION

STATEMENT OF NET ASSETS

December 31,

ASSETS	<u>2007</u>	<u>2006</u>
Current assets:		
Cash and cash equivalents	\$ 30,599,820	\$ 40,813,618
Investments	72,325,598	26,693,817
Assets whose use is limited	10,791,403	7,009,117
Patient accounts receivable, net of estimated uncollectibles of \$25,950,000 in 2007 and \$28,182,000 in 2006	46,169,966	40,069,438
Due from Erie County	2,860,069	4,405,575
Capital appropriations due from Erie County	1,955,225	6,354,496
Other receivables	9,854,349	11,789,203
Inventories	4,984,738	4,924,361
Prepays and other	1,314,511	464,956
Total current assets	<u>180,855,679</u>	<u>142,524,581</u>
Non-current assets:		
Other assets	307,101	1,989,427
Assets whose use is limited	54,016,565	34,561,513
Land improvements, buildings and equipment – net	74,924,896	74,531,352
Deferred financing costs, net	2,752,970	2,856,530
Total non-current assets	<u>132,001,532</u>	<u>113,938,822</u>
Total	<u>\$ 312,857,211</u>	<u>\$ 256,463,403</u>
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 17,441,576	\$ 15,227,073
Due to Erie County	4,055,198	13,602,766
Accrued salaries, wages and payroll taxes	7,947,746	6,244,449
Accrued vacation, sick pay and retirement benefits	18,107,090	18,517,351
Accrued other liabilities	9,589,614	11,669,603
Funds held in custody for others	989,353	1,078,444
Interest payable	929,460	929,460
Estimated third-party payor settlements	23,110,295	9,121,390
Total current liabilities	<u>82,170,322</u>	<u>76,390,536</u>
Non-current liabilities:		
Long-term debt	101,375,000	101,375,000
Self-insured obligations	25,610,794	12,913,443
Total non-current liabilities	<u>126,985,794</u>	<u>114,288,443</u>
Total liabilities	<u>207,356,126</u>	<u>190,678,979</u>
Net assets:		
Invested in capital assets, net of related debt	(5,951,015)	(6,344,559)
Restricted:		
For debt service	9,593,487	9,138,133
Expendable for capital	28,110,639	32,706,246
Unrestricted	71,947,974	30,284,604
Total net assets	<u>103,701,085</u>	<u>65,784,424</u>
Total	<u>\$ 312,857,211</u>	<u>\$ 256,463,403</u>