

North Mississippi Health Services, Inc. and Subsidiaries
Consolidated Statements of Operations
(In thousands)

Operating Statement

For the year ended September 30,

WHERE THE MONEY COMES FROM:

	<u>2016</u>	<u>2015</u>	<u>2014</u>
We billed for services to inpatients	\$ 1,182,586	\$ 1,073,933	\$ 956,573
We billed for services to outpatients	1,736,681	1,526,193	1,260,295
We had other operating revenue of	<u>30,559</u>	<u>34,418</u>	<u>32,365</u>
Total operating revenue	2,949,826	2,634,544	2,249,233

BECAUSE WE DID NOT RECEIVE FULL PAYMENT:

From those unable to pay (charity care based on charges)	(72,034)	(71,235)	(79,955)
From Medicare and Medicaid	(1,162,006)	(1,082,961)	(924,001)
From other contracted payors	(686,236)	(501,268)	(363,858)
From those unwilling to pay (bad debts)	<u>(136,531)</u>	<u>(119,039)</u>	<u>(101,980)</u>

Therefore we wrote off (2,056,807) (1,774,503) (1,469,794)

OUR NET REVENUE WAS 893,019 860,041 779,439

WHERE THE MONEY GOES:

To pay our 6,780 employees salaries and benefits	483,617	440,387	424,599
To purchase supplies and services	335,727	324,593	275,725
To allow for wear and tear on buildings and equipment	49,914	46,467	48,385
To pay for utilities	8,989	9,724	9,566
To pay interest on our outstanding debt	<u>4,675</u>	<u>4,912</u>	<u>4,860</u>
Our total expense was	882,922	826,083	763,135

This provides an operating margin (loss) of 10,097 33,958 16,304

We had income (loss) from investments and nonoperating revenue of 20,437 (1,909) 17,794

Funds remaining to pay on outstanding debt and to invest **\$ 30,534** **\$ 32,049** **\$ 34,098**
in the hospital system's future . . .
(new and replacement equipment, new technology, new services, etc.)

Hospital System Statistics:

Admissions - inpatient	30,810	28,770	28,492
Skilled Nursing Facilities patient days	99,591	96,734	98,135
Emergency department visits	138,284	132,414	125,839
Outpatient visits	562,185	505,745	439,667
Home care visits	156,639	162,010	166,198
Surgeries	25,422	23,716	23,630