

SUPPLEMENTARY INFORMATION

DURBIN & COMPANY, L. L. P.

Certified Public Accountants

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ACCOUNTANT'S REPORT ON OTHER FINANCIAL INFORMATION

Management and the Board of Directors
Rankin County Hospital District
Rankin, Texas

We have audited the financial statements of Rankin County Hospital District as of and for the years ended September 30, 2016, and our report thereon dated April 20, 2017, which expressed an unmodified opinion on those financial statements, appears at the beginning of this report. Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The financial information on pages 30 through 34 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Durbin & Company, L.L.P.

Durbin & Company, L. L. P.
Lubbock, Texas
April 20, 2017

**RANKIN COUNTY HOSPITAL DISTRICT
NET PATIENT SERVICE REVENUE AND
OTHER OPERATING REVENUE
FOR THE YEARS ENDED SEPTEMBER 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Routine Services		
Routine Services	\$ 408,820	\$ 175,038
Total Routine Services	<u>408,820</u>	<u>175,038</u>
Ancillary and Other Services		
Inpatient:		
Radiology and Nuclear Medicine	23,035	40,575
Swingbed	299,912	68,400
Laboratory	36,721	29,678
Physical Therapy	57,626	7,585
Electrocardiology	2,000	2,375
Central Supply	33,810	-
Pharmacy	367,806	204,014
Emergency	31,415	48,800
Observation	31,036	2,041
Total Inpatient Ancillary Services	<u>883,361</u>	<u>403,468</u>

See accountant's report on other financial information.

**RANKIN COUNTY HOSPITAL DISTRICT
NET PATIENT SERVICE REVENUE AND
OTHER OPERATING REVENUE (CONTINUED)
FOR THE YEARS ENDED SEPTEMBER 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Outpatient:		
Radiology and Nuclear Medicine	463,544	620,103
Laboratory	567,844	719,403
Physical Therapy	225,344	11,472
Electrocardiology	28,875	26,250
Central Supply	48,283	1,568
Pharmacy	221,109	255,471
Clinic Rankin	807,284	330,392
Emergency Room	846,895	226,481
Observation	74,465	76,855
Ambulance	288,796	581,520
Total Outpatient Ancillary Services	<u>3,572,439</u>	<u>2,849,515</u>
Gross Patient Revenue	<u>\$ 4,864,620</u>	<u>\$ 3,428,021</u>

See accountant's report on other financial information.

**RANKIN COUNTY HOSPITAL DISTRICT
NET PATIENT SERVICE REVENUE AND
OTHER OPERATING REVENUE (CONTINUED)
FOR THE YEARS ENDED SEPTEMBER 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Gross Patient Revenue	\$ 4,864,620	\$ 3,428,021
Deductions from Revenue:		
Charity	(41,690)	-
Third-Party Contractual Adjustments	206,803	872,155
Provision for Bad Debts	(566,050)	-
Medicaid Supplemental Payments and Adjustments	<u>1,206,199</u>	<u>(1,652,324)</u>
Total Deductions from Revenue	805,262	(780,169)
Net Patient Service Revenue	<u>5,669,882</u>	<u>2,647,852</u>
Other Operating Revenue		
Medical Records	-	174
Drug Reimbursement - Pharmacy Revenue	264,498	283
Guest and Employee Meals	17,966	5,639
Rent Income	14,112	8,130
Wellness Center Revenue	14,170	3,590
Miscellaneous	<u>233,081</u>	<u>111,105</u>
Total Other Operating Revenue	<u>\$ 543,827</u>	<u>\$ 128,921</u>

See accountant's report on other financial information.

**RANKIN COUNTY HOSPITAL DISTRICT
OPERATING EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Routine Services	\$ 1,120,253	\$ 563,716
Ancillary Services		
Radiology and Nuclear Medicine	314,335	87,002
Laboratory	430,951	190,790
Physical Therapy	161,586	70,481
Central Supply	126,388	162,738
Pharmacy	535,229	268,188
Emergency	11,483	382,997
Ambulance	743,919	595,087
Rankin Clinic	159,157	157,654
Big Lake Clinic	23,009	63,052
Wellness Center	6,436	-
Vending	175	264
Total Ancillary Services	<u>2,512,668</u>	<u>1,978,253</u>

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**RANKIN COUNTY HOSPITAL DISTRICT
 OPERATING EXPENSES (CONTINUED)
 FOR THE YEARS ENDED SEPTEMBER 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
General Services		
Operation and Plant	\$ 371,747	\$ 207,903
Housekeeping	14,529	6,265
Dietary	176,114	86,192
Total General Services	<u>562,390</u>	<u>300,360</u>
Administrative Services		
Salaries	2,254,702	2,418,836
Other Operating	1,221,492	1,851,976
Employee Benefits	1,189,928	1,998,178
Rental Expense	36,612	56,601
Total Administrative Services	<u>4,702,734</u>	<u>6,325,591</u>
Depreciation and Amortization	<u>1,593,943</u>	<u>786,367</u>
Total Operating Expenses	<u><u>\$ 10,491,988</u></u>	<u><u>\$ 9,954,287</u></u>

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