

**The Legacy at Park View
A Component Unit of Grant County, Kansas**

Accountants' Report and Financial Statements

December 31, 2009 and 2008

The Legacy at Park View
A Component Unit of Grant County, Kansas
December 31, 2009 and 2008

Contents

**Independent Accountants' Report on Financial Statements and
Supplementary Information 1**

Financial Statements

Balance Sheets 2
Statements of Revenues, Expenses and Changes in Net Assets 3
Statements of Cash Flows 4
Notes to Financial Statements 6

Supplementary Information

Net Resident Service Revenue and Other Revenue 15
Expenses 16
Assisted Living Operations 17

Independent Accountants' Report on Financial Statements and Supplementary Information

Board of Trustees
The Legacy at Park View
Ulysses, Kansas

We have audited the accompanying balance sheets of The Legacy at Park View, a component unit of Grant County, Kansas, as of December 31, 2009 and 2008, and the related statements of revenues, expenses and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Home's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Legacy at Park View, as of December 31, 2009 and 2008, and the changes in its financial position and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The Home has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

Our audits were conducted for the purpose of forming an opinion on the Home's basic financial statements. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

May 21, 2010

BKD, LLP

The Legacy at Park View
A Component Unit of Grant County, Kansas
Balance Sheets
December 31, 2009 and 2008

	2009	2008
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,894,249	\$ 1,978,271
Short-term certificates of deposit	233,858	495,564
Resident accounts receivable, net of allowance; 2009 - \$19,000, 2008 - \$14,500	120,182	99,581
Supplies	-	50,359
Prepaid expenses and other	52,130	36,065
Total current assets	2,300,419	2,659,840
Capital Assets, Net	10,675,697	10,061,723
Total assets	\$ 12,976,116	\$ 12,721,563
Liabilities		
Current Liabilities		
Accounts payable	\$ 105,510	\$ 104,760
Accrued expenses	142,631	130,823
Deferred grant revenue	-	18,662
Total current liabilities	248,141	254,245
Net Assets		
Invested in capital assets	10,675,697	10,061,723
Restricted-expendable for specific operating activities	13,667	11,162
Unrestricted	2,038,611	2,394,433
Total net assets	12,727,975	12,467,318
Total liabilities and net assets	\$ 12,976,116	\$ 12,721,563

The Legacy at Park View
A Component Unit of Grant County, Kansas
Statements of Revenues, Expenses and Changes in Net Assets
Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Operating Revenues		
Net resident service revenue, net of provision for uncollectible accounts; 2009 – \$4,500, 2008 – \$7,500	\$ 3,418,217	\$ 3,177,410
Other	150,572	103,802
	<u>3,568,789</u>	<u>3,281,212</u>
Operating Expenses		
Salaries and wages	2,807,694	2,463,464
Employee benefits	681,430	703,690
Contract labor	442,787	426,788
Medical supplies and drugs	137,193	122,100
Food	295,471	274,447
Utilities and telephone	202,527	171,057
Legal and accounting	74,625	67,386
Insurance	123,440	99,020
Dues and subscriptions	10,863	4,193
Supplies and other	252,111	231,535
Depreciation	355,507	213,649
	<u>5,383,648</u>	<u>4,777,329</u>
Operating Loss	<u>(1,814,859)</u>	<u>(1,496,117)</u>
Nonoperating Revenues		
Intergovernmental revenue	1,061,879	1,090,076
Interest income	27,116	67,425
Noncapital gifts	1,872	1,570
	<u>1,090,867</u>	<u>1,159,071</u>
Deficiency of Revenues Over Expenses Before Capital Grants and Appropriations	(723,992)	(337,046)
Capital Grants	18,662	171
Capital Appropriations	1,512,044	6,364,195
Transfer to County	<u>(546,057)</u>	<u>-</u>
Increase in Net Assets	260,657	6,027,320
Net Assets, Beginning of Year	<u>12,467,318</u>	<u>6,439,998</u>
Net Assets, End of Year	<u>\$ 12,727,975</u>	<u>\$ 12,467,318</u>

The Legacy at Park View
A Component Unit of Grant County, Kansas
Statements of Cash Flows
Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Operating Activities		
Receipts from and on behalf of residents	\$ 3,397,616	\$ 3,195,510
Payments to suppliers and contractors	(1,503,973)	(1,412,430)
Payments to or on behalf of employees	(3,477,316)	(3,231,905)
Other receipts, net	<u>138,620</u>	<u>97,311</u>
Net cash used in operating activities	<u>(1,445,053)</u>	<u>(1,351,514)</u>
Noncapital Financing Activities		
Property taxes supporting operations	1,061,879	1,090,076
Gifts for specific operating activities	<u>1,872</u>	<u>1,570</u>
Net cash provided by noncapital financing activities	<u>1,063,751</u>	<u>1,091,646</u>
Capital and Related Financing Activities		
Purchase of capital assets	(9,573)	(15,565)
Proceeds from disposal of fixed assets	18,031	6,491
Capital grants	<u>-</u>	<u>18,833</u>
Net cash provided by capital and related financing activities	<u>8,458</u>	<u>9,759</u>
Investing Activities		
Purchase of short-term certificates of deposit	(233,858)	(537,731)
Maturities of short-term certificates of deposit	495,564	518,346
Interest income	<u>27,116</u>	<u>67,425</u>
Net cash provided by investing activities	<u>288,822</u>	<u>48,040</u>
Decrease in Cash and Cash Equivalents	(84,022)	(202,069)
Cash and Cash Equivalents, Beginning of Year	<u>1,978,271</u>	<u>2,180,340</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,894,249</u>	<u>\$ 1,978,271</u>

The Legacy at Park View
A Component Unit of Grant County, Kansas
Statements of Cash Flows (Continued)
Years Ended December 31, 2009 and 2008

	2009	2008
Reconciliation of Operating Loss to Net Cash Used in Operating Activities		
Operating loss	\$ (1,814,859)	\$ (1,496,117)
Depreciation	355,507	213,649
Gain on insurance recovery	(11,952)	(6,491)
Changes in operating assets and liabilities		
Resident accounts receivable, net	(20,601)	18,100
Accounts payable and accrued expenses	12,558	(78,979)
Other assets and liabilities	34,294	(1,676)
	<u>\$ (1,445,053)</u>	<u>\$ (1,351,514)</u>
 Supplemental Cash Flows Information		
Capital asset acquisitions acquired with general obligation bond proceeds issued by Grant County	<u>\$ 1,512,044</u>	<u>\$ 6,364,195</u>
Assets transferred to Grant County	<u>\$ 546,057</u>	<u>\$ -</u>

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Note 1: Nature of Operations and Summary of Significant Accounting Policies

Nature of Operations and Reporting Entity

The Legacy at Park View (Home), formerly known as Western Prairie Care Home, is an adult care facility located in Ulysses, Kansas. The Home is a component unit of Grant County, Kansas (County), and the Board of County Commissioners appoints members to the Board of Trustees of the Home. The Home primarily earns revenues by providing inpatient residential long-term care and assisted living services to its residents who are from the southwest Kansas area.

Basis of Accounting and Presentation

The financial statements of the Home have been prepared on the accrual basis of accounting using the economic resources measurement focus. Revenues, expenses, gains, losses, assets and liabilities from exchange and exchange-like transactions are recognized when the exchange transaction takes place, while those from government-mandated nonexchange transactions are recognized when all applicable eligibility requirements are met. Operating revenues and expenses include exchange transactions. Government-mandated nonexchange transactions that are not program specific such as intergovernmental revenue from property taxes and investment income are included in nonoperating revenues and expenses. The Home first applies restricted net assets when an expense or outlay is incurred for purposes for which both restricted and unrestricted net assets are available.

The Home prepares its financial statements as a business-type activity in conformity with applicable pronouncements of the Governmental Accounting Standards Board (GASB). Pursuant to GASB Statement No. 20, the Home has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board (FASB) that were issued on or before November 30, 1989, and do not conflict with or contradict GASB pronouncements.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash Equivalents

The Home considers all liquid investments with original maturities of three months or less to be cash equivalents. At December 31, 2009 and 2008, cash equivalents consisted primarily of a short-term certificate of deposit.

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Intergovernmental Revenue

The Home received approximately 23% and 24% of its financial support from intergovernmental revenue derived from property taxes in 2009 and 2008, respectively. One hundred percent of these funds were used to support operations in both years.

Property taxes are assessed by the County in November and are received beginning in January of the following year. Intergovernmental revenue is recognized in full in the year in which use is first permitted.

Capital Contributions

Grant County issued general obligation bonds for the benefit of the Home. The proceeds of the bond issue were for the construction of a replacement nursing facility.

Risk Management

The Home is exposed to various risks of loss from torts; theft of, damage to and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than workers' compensation claims. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

Workers' compensation coverage is provided through a fund managed by the Kansas Association of Homes for the Aging. The workers' compensation premiums are subject to retrospective adjustment based upon overall performance of the fund. Management believes adequate reserves are in place within the plan to cover claims incurred but not reported and no additional amounts have been accrued related to claims for this plan.

Resident Accounts Receivable

The Home reports resident accounts receivable for services rendered at net realizable amounts from third-party payers, residents and others. The Home provides an allowance for uncollectible accounts based upon a review of outstanding receivables, historical collection information and existing economic conditions.

Supplies

Supply inventories are stated at the lower of cost, determined using the first-in, first-out method, or market.

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair value at the date of donation if acquired by gift. Depreciation is computed using the straight-line method over the estimated useful life of each asset. The following estimated useful lives are being used by the Home:

Land improvements	10 – 20 years
Buildings	15 – 40 years
Furniture and equipment	5 – 20 years

Compensated Absences

Home policies permit most employees to accumulate vacation, holiday, personal and sick leave benefits that may be realized as paid time off or as a cash payment. Expense and the related liability are recognized as vacation benefits are earned whether the employee is expected to realize the benefit as time off or in cash. Compensated absence liabilities are computed using the regular pay and termination pay rates in effect at the balance sheet date plus an additional amount for compensation-related payments such as social security and Medicare taxes computed using rates in effect at that date.

Net Assets

Net assets of the Home are classified in three components. Net assets invested in capital assets consist of capital assets net of accumulated depreciation. Restricted expendable net assets are noncapital assets that must be used for a particular purpose as specified by creditors, grantors or donors external to the Home. Unrestricted net assets are remaining assets less remaining liabilities that do not meet the definition of invested in capital assets or restricted expendable.

Net Resident Service Revenue

The Home has agreements with third-party payers that provide for payments to the Home at amounts different from its established rates. Net resident service revenue is reported at the estimated net realizable amounts from residents, third-party payers and others for services rendered and includes estimated retroactive revenue adjustments and a provision for uncollectible accounts. Retroactive adjustments are considered in the recognition of revenue on an estimated basis in the period the related services are rendered and such estimated amounts are revised in future periods as adjustments become known.

Income Taxes

As an essential government function of the County, the Home is generally exempt from federal and state income taxes under Section 115 of the Internal Revenue Code and a similar provision of state law. However, the Home is subject to federal income tax on any unrelated business taxable income.

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Reclassifications

Certain reclassifications have been made to the 2008 financial statements to conform to the 2009 presentation. The reclassifications had no effect on the changes in financial position.

Subsequent Events

Subsequent events have been evaluated through May 21, 2010, which is the date the financial statements were available to be issued.

Note 2: Net Resident Service Revenue

The Home has agreements with third-party payers that provide for payments to the Home at amounts different from its established rates. These payment arrangements include:

Medicaid. Services rendered to Medicaid program beneficiaries are reimbursed under a cost-based prospective reimbursement methodology. The Home is reimbursed at a prospective rate, with annual cost reports submitted to the Medicaid program. Rates are computed each calendar quarter using an average of the 2005, 2006 and 2007 cost reports and changes in the Medicaid resident case mix index. The Medicaid cost reports are subject to audit by the State and adjustments to rates can be made retroactively.

Approximately 56% and 55% of net resident service revenue is from participation in the state-sponsored Medicaid program for the years ended December 31, 2009 and 2008, respectively. Laws and regulations governing the Medicaid program are complex and subject to interpretation and change. As a result, it is reasonably possible recorded estimates will change materially in the near term.

Note 3: Deposits

Deposits

Custodial credit risk is the risk in the event of a bank failure, a government's deposits may not be returned to it. The Home's deposit policy for custodial credit risk requires compliance with the provisions of state law.

State law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities or the state of Kansas; bonds of any city, county, school district or special road district of the state of Kansas; bonds of any state; or a surety bond having an aggregate value at least equal to the amount of the deposits.

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

At December 31, 2009 and 2008, respectively, \$1,971,390 and \$2,021,635 of the Home's bank balances of \$2,235,783 and \$2,573,900 were exposed to custodial credit risk as follows:

	2009	2008
Uninsured and collateral held by pledging financial institution's trust department or agent in other than the Home's name	\$ 1,971,390	\$ 2,021,635

Summary of Carrying Values

The carrying value of deposits shown above are included in the balance sheets as follows:

	2009	2008
Carrying value		
Deposits	\$ 2,127,757	\$ 2,473,485
Petty cash	350	350
	\$ 2,128,107	\$ 2,473,835
Included in the following balance sheet captions		
Cash and cash equivalents	\$ 1,894,249	\$ 1,978,271
Short-term certificates of deposit	233,858	495,564
	\$ 2,128,107	\$ 2,473,835

Note 4: Resident Accounts Receivable

The Home grants credit without collateral to its residents, many of whom are area residents and are insured under third-party payer agreements. Resident accounts receivable at December 31, 2009 and 2008, consisted of:

	2009	2008
Medicaid	\$ 98,900	\$ 75,318
Residents	40,282	38,763
	139,182	114,081
Less allowance for uncollectible accounts	19,000	14,500
	\$ 120,182	\$ 99,581

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Note 5: Capital Assets

Capital assets activity for the years ended December 31, 2009 and 2008, was:

	2009				Ending Balance
	Beginning Balance	Additions	Disposals	Transfers	
Buildings	\$ 2,602,797	\$ 593,720	\$(2,597,492)	\$ 7,745,631	\$ 8,344,656
Furniture and equipment	1,156,407	156,759	(769,668)	401,566	945,064
Vehicles	127,066	-	(9,872)	-	117,194
Assisted living land	178,854	-	-	-	178,854
Assisted living buildings	2,277,584	-	-	-	2,277,584
Assisted living equipment	235,079	2,425	-	-	237,504
Assisted living land improvements	-	1,963	-	-	1,963
Construction in progress	7,380,447	766,750	-	(8,147,197)	-
	<u>13,958,234</u>	<u>1,521,617</u>	<u>(3,377,032)</u>	<u>-</u>	<u>12,102,819</u>
Less accumulated depreciation					
Buildings	2,040,102	192,364	(2,056,705)	-	175,761
Furniture and equipment	992,776	71,694	(758,319)	-	306,151
Vehicles	103,949	16,818	(9,872)	-	110,895
Assisted living buildings	544,674	71,107	-	-	615,781
Assisted living equipment	215,010	3,459	-	-	218,469
Assisted living land improvements	-	65	-	-	65
	<u>3,896,511</u>	<u>355,507</u>	<u>(2,824,896)</u>	<u>-</u>	<u>1,427,122</u>
Capital Assets, Net	<u>\$10,061,723</u>	<u>\$ 1,166,110</u>	<u>\$ (552,136)</u>	<u>\$ -</u>	<u>\$10,675,697</u>

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

	2008				Ending Balance
	Beginning Balance	Additions	Disposals	Transfers	
Buildings	\$ 2,602,797	\$ -	\$ -	\$ -	\$ 2,602,797
Furniture and equipment	1,151,370	5,037	-	-	1,156,407
Vehicles	127,066	-	-	-	127,066
Assisted living land	178,854	-	-	-	178,854
Assisted living buildings	2,277,584	-	-	-	2,277,584
Assisted living equipment	231,179	3,900	-	-	235,079
Assisted living land improvements	-	-	-	-	-
Construction in progress	1,016,252	6,364,195	-	-	7,380,447
	<u>7,585,102</u>	<u>6,373,132</u>	<u>-</u>	<u>-</u>	<u>13,958,234</u>
Less accumulated depreciation					
Buildings	1,955,633	84,469	-	-	2,040,102
Furniture and equipment	956,127	36,649	-	-	992,776
Vehicles	86,093	17,856	-	-	103,949
Assisted living buildings	473,567	71,107	-	-	544,674
Assisted living equipment	211,442	3,568	-	-	215,010
	<u>3,682,862</u>	<u>213,649</u>	<u>-</u>	<u>-</u>	<u>3,896,511</u>
Capital Assets, Net	<u>\$ 3,902,240</u>	<u>\$ 6,159,483</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$10,061,723</u>

Note 6: Accounts Payable and Accrued Expenses

Accounts payable and accrued expenses included in current liabilities at December 31, 2009 and 2008, consisted of:

	2009	2008
Payable to suppliers and contractors	\$ 105,510	\$ 104,760
Payable to or for the benefit of employees (including payroll taxes and benefits)	142,631	130,823
Deferred revenue	-	18,662
	<u>\$ 248,141</u>	<u>\$ 254,245</u>

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Note 7: Restricted and Designated Net Assets

At December 31, 2009 and 2008, restricted expendable net assets were available for the following purposes:

	<u>2009</u>	<u>2008</u>
Barber and beauty shop services to indigent residents	\$ 11,001	\$ 7,730
Employee activities	179	179
Assisted living improvements	1,269	2,035
Personal supplies for indigent residents	1,218	1,218
	<u>\$ 13,667</u>	<u>\$ 11,162</u>

At December 31, 2009 and 2008, \$2,109,947 and \$2,455,665, respectively, of cash and certificates of deposit have been designated by the Home's Board of Trustees for capital acquisitions and operations. Designated assets remain under the control of the Board of Trustees, which may at its discretion later use for other purposes.

Note 8: Pension Plan

Plan Description

The Home contributes to the Kansas Public Employees Retirement System (KPERS) Employee Pension Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the KPERS Board of Trustees. Pension expense is recorded for the amount the Home is contractually required to contribute for the year. The plan provides retirement, disability benefits, life insurance and death benefits to plan members and their beneficiaries. The Kansas Legislature, with concurrence of the Governor, has the authority to establish and amend benefit provisions. The plan issues a publicly available financial report that includes financial statements and required supplementary information for the plan. The report may be obtained by writing to the plan at 611 South Kansas Avenue, Suite 100, Topeka, Kansas 66603-3803, or by calling 1.888.275.5737.

Funding Policy

The authority to establish and amend requirements of plan members and the Home is set forth by the Kansas Legislature with concurrence of the Governor. Plan members are required to contribute 4% of their annual covered salary. The Home is required to contribute at an actuarially determined rate; the rate was 5.93%, 5.31% and 4.21% of annual covered payroll for 2009, 2008 and 2007, respectively. The Home's contributions to the plan for 2009, 2008 and 2007 were \$117,994, \$95,376 and \$82,246, respectively, which equaled the required contributions for each year. State law limits the Home's future contribution rate increases to a maximum of 0.6%.

The Legacy at Park View
A Component Unit of Grant County, Kansas
Notes to Financial Statements
December 31, 2009 and 2008

Note 9: Contingency

In the normal course of business, the Home is, from time to time, subject to allegations that may or do result in litigation. The Home evaluates such allegations by conducting investigations to determine the validity of each potential claim. Based upon the advice of legal counsel, management records an estimate of the amount of ultimate expected loss, if any, for each. Events could occur that would cause the estimate of ultimate loss to differ materially in the near term.

Note 10: Current Economic Conditions

The current protracted economic decline continues to present nursing homes with difficult circumstances and challenges, which in some cases have resulted in large and unanticipated declines in the fair value of investments and other assets, large declines in contributions, constraints on liquidity and difficulty obtaining financing. The financial statements have been prepared using values and information currently available to the Home.

Current economic conditions have made it difficult for certain of our residents to pay for services rendered. Further, the effect of economic conditions on the government may have an adverse effect on cash flows related to the Medicare and Medicaid programs.

Given the volatility of current economic conditions, the values of assets and liabilities recorded in the financial statements could change rapidly, resulting in material future adjustments in investment values and allowances for accounts receivable that could negatively impact the Home's ability to maintain sufficient liquidity.

Note 11: Subsequent Events

Medicaid Rate Cuts

On December 17, 2009, the Kansas Health Policy Authority (KHPA) published a public notice in the Kansas Register of a 10% reduction in Medicaid reimbursement rates to be effective with service dates on or after January 1, 2010.

Supplementary Information

The Legacy at Park View
A Component Unit of Grant County, Kansas
Net Resident Service Revenue and Other Revenue
Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Nursing service intermediate care	\$ 2,846,242	\$ 2,694,879
Assisted living	576,475	475,329
Central supply and other revenues	<u>-</u>	<u>20,734</u>
Gross resident service revenues	3,422,717	3,190,942
Contractual adjustments	-	(6,032)
Provision for uncollectible accounts	<u>(4,500)</u>	<u>(7,500)</u>
Net resident service revenues	<u>\$ 3,418,217</u>	<u>\$ 3,177,410</u>

Other Revenue

	<u>2009</u>	<u>2008</u>
Meal sales	\$ 85,210	\$ 90,159
Contributions for specific operating activities	3,769	959
Miscellaneous income	49,641	6,193
Gain on insurance recovery	-	6,491
Gain on disposal of fixed assets	<u>11,952</u>	<u>-</u>
	<u>\$ 150,572</u>	<u>\$ 103,802</u>

The Legacy at Park View
A Component Unit of Grant County, Kansas
Expenses
Years Ended December 31, 2009 and 2008

	2009		Total
	Salaries	Other	
Nursing service	\$ 1,615,553	\$ 488,377	\$ 2,103,930
Activities and social service	135,101	10,426	145,527
Employee benefits	-	590,940	590,940
Administrative and general	183,075	298,283	481,358
Plant and central supply	75,915	222,073	297,988
Laundry	25,837	8,575	34,412
Housekeeping	176,155	42,401	218,556
Dietary	216,671	291,805	508,476
Medical records	32,686	2,767	35,453
Depreciation - nursing facility	-	280,876	280,876
Assisted living	346,701	339,431	686,132
Smiles program	-	-	-
	<u>\$ 2,807,694</u>	<u>\$ 2,575,954</u>	<u>\$ 5,383,648</u>

2008		
Salaries	Other	Total
\$ 1,393,270	\$ 493,664	\$ 1,886,934
77,584	16,256	93,840
-	619,183	619,183
228,224	191,282	419,506
80,964	248,786	329,750
33,205	10,029	43,234
92,900	30,038	122,938
222,910	234,862	457,772
20,873	6,732	27,605
-	138,974	138,974
313,534	315,995	629,529
-	8,064	8,064
\$ 2,463,464	\$ 2,313,865	\$ 4,777,329

The Legacy at Park View
A Component Unit of Grant County, Kansas
Assisted Living Operations
Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Assisted Living Revenues	\$ 576,475	\$ 475,329
Intergovernmental Revenues	59,994	63,811
Other Revenues	<u>10,297</u>	<u>26,953</u>
	<u>646,766</u>	<u>566,093</u>
Expenses		
Wages	344,557	313,534
Benefits	85,141	80,528
Food	62,776	45,894
Utilities	39,352	36,223
Insurance	22,687	34,185
Supplies and other	56,988	44,490
Depreciation	<u>74,631</u>	<u>74,675</u>
	<u>686,132</u>	<u>629,529</u>
Loss from Operations - Assisted Living	(39,366)	(63,436)
Add: Depreciation	74,631	74,675
Less: Fixed Asset Acquisitions and Other	<u>(4,388)</u>	<u>(3,900)</u>
Cash Flow Income from Assisted Living	30,877	7,339
Assisted Living Cash Available, Beginning of Period	<u>542,965</u>	<u>535,626</u>
Assisted Living Cash Available, End of Period	<u>\$ 573,842</u>	<u>\$ 542,965</u>