

**BUDGET SUMMARY
CITRUS COUNTY HOSPITAL BOARD
FISCAL YEAR 2010-2011**

Millage Per \$1,000

	<u>0.2500 Mills</u>
	<u>GENERAL FUND</u>
<u>ESTIMATED REVENUES:</u>	
Taxes (Ad-Valorem Taxes)	<u>\$2,283,398</u>
Prior Year Taxes	\$10,000
Interest Income	\$54,000
Miscellaneous Income	<u>\$2,200</u>
TOTAL SOURCES	\$2,349,598
 <u>Fund Balance Carryover (prior year)</u>	 \$8,668,469
 TOTAL REVENUES AND BALANCES	 <u>\$11,018,067</u>
 EXPENDITURES	
Fund Restricted to COST of Documented & Qualified Charity Care^{1 4 5}	\$1,000,000
(Citrus Memorial Health System Support)	
CMHF, Inc. / Hospital Board Indigent Care Policy estimated gross charity charges: \$5.2M	
@ CMHF, Inc. Medicare reimbursement rate of 18.95%)	
Fund Restricted to Contribution to Long Term Capital Improvement Expenditures^{2 4 5}	\$1,000,000
(Citrus Memorial Health System Support)	
CMHF, Inc. 2011 Budgeted Capital Expenditures \$10,691,508	
CMHF, Inc. 2011 Depreciation / Cash Assets Available for Capital Reinvestment: \$8,934,718	
25% of \$3.9M CMHF Capital Improvements exceeding 75% of CMHF Budgeted Depreciation	
 Fund Restricted To Community Indigent Care Services	 \$500,000
 Property Appraiser Fees	 \$217,860
Commission Paid to Tax Collector (2%)	\$45,668
Hospital Board Administrative Expenditures (Salaries, Operational & Professional)	\$1,023,639
Reserve for Governance Reform	<u>\$1,000,000</u>
 TOTAL EXPENDITURES	 \$4,787,167
 <u>Reserved Fund Balance</u> ³	 <u>\$6,230,900</u>
 TOTAL EXPENDITURES AND OTHER USES	 <u>\$11,018,067</u>

¹ FYE 2011 Indigent Care Funding Contribution

The 2011 Hospital Board contribution to the *COST* of documented & qualified indigent care provided by CMHF, Inc. will be determined based upon the Citrus County Hospital Board Indigent Care Policy incorporating the eligibility and verification parameters established by the Florida Health Care Responsibility Act (HCRA) & the Florida Health Care Indigency Eligibility Certification Standards as provided in the Lease and Hospital Care Agreement between the entities. Additionally, the Hospital Board may consider available Florida AHCA funding & enhanced reimbursements to potentially offset Citrus County Hospital Board Indigent Care Policy funding.

- CMHF, Inc. 2011 Budgeted corporate *Sponsorship* gross charges: \$15.9M.
CMHF, Inc. 2011 Budgeted corporate *Sponsorship* gross charges at Medicare reimbursement rate: \$3.0M.
(CMHF, Inc. Medicare inpatient & outpatient averaged reimbursement rate of 18.95% against gross service charges)
- CMHF, Inc. 2011 Budgeted corporate *Sponsorship* gross charges *Navigant* estimated eligible for Hospital Board funding: \$5.1M.
CMHF, Inc. 2011 Budgeted Hospital Board eligible corporate *Sponsorship* services at Medicare reimbursement rate: \$1.0M.
(subject to offset by available Florida AHCA funding & enhancements as determined appropriate by the Hospital Board)
- CMHF, Inc. 2011 Florida AHCA benefits provided to fund costs of low-income, uninsured, underinsured, Medicaid services: \$3.6M.
- CMHF, Inc. 2011 Total available charity, low-income & sponsorship funding (Hospital Board funding & AHCA funding): \$4.6M
- CMHF, Inc. 2011 Total low-income funding of \$4.6M exceeds ALL corporate *Sponsorship* projected costs of \$3.0M (@Medicare rates) by approximately \$1.6M.

Although the 2009, 2010 amended CMHF corporate charity and sponsorship policy provisions exceed the financial eligibility criteria and do not meet the documentation provisions in the Florida HCRA Act/Citrus Hospital Board Indigent Care Policy, ALL 2011 corporate sponsorship costs above are funded by available Florida AHCA assistance programs. Additionally, corporate sponsorship services beyond the scope of the local tax supported policy may be eligible to support CMHF Not-For-Profit organizational status.

Significant State and Federal programs currently provide *substantial* direct funding and reimbursement enhancements to CMHF, Inc. - specifically to offset the costs incurred in providing low-income & Medicaid health care services. FYE 2011 CMHF, Inc. is expected to receive approximately \$3.6M in Florida funding and enhanced reimbursements to assist with the provision of charity, low-income uninsured, underinsured, and Medicaid services.

100% of reasonably estimated costs of all 2011 CMHF corporate sponsorship services - as defined by the expanded CMHF corporate sponsorship policy - are absolutely fully funded – if not overfunded - by combined resources of available State low-income funding programs and local Hospital Board tax-supported funding as well as by corporate Not-For-Profit community benefit obligations. See: Note 1, supra.

² FYE 2011 Capital Improvement Contribution

Annually, CMHF, Inc. depreciates existing capital improvements. Industry *best practices standards* recognize that annual reinvestment in capital improvements should be an amount at least equal to the organization's annual depreciation amount. Moreover, contractual agreements between the entities require the CMHF corporation maintain effective operations sufficient to assure adequate reserves for renewal & replacement of equipment, fixtures & buildings. Pursuant to the controlling documents, the CMHF corporation must manage the organization appropriately to maintain an operating surplus sufficient to provide for capital for expansion of the premises. The Hospital Board views funding of capital expenditures as a corporate contractual and fundamental best practice obligation and will contribute to capital funding, as appropriate, based upon reasonable corporate investment.

CMHF 2011 Budgeted Capital Expenditures: \$10.7M

CMHF 2011 Budgeted Capital Depreciation: \$8.9M (best practice capital improvement reinvestment amount)

CMHF 2011 Capital Improvement corporate obligation based upon industry best practice standards: \$8.9M

Hospital Board capital funding threshold: \$6.7M (75% of CMHF 2011 best practice corporate capital improvement obligation of \$8.9M)

Upon completion of non-bond financed budgeted CMHF, Inc. \$6.7M detailed Capital Improvements, the Hospital Board will contribute 25% of outstanding \$4.0M CMHF Capital Improvements as approved by the Hospital Board.

Hospital Board FYE 2011 Total Restricted Fund for Contribution to Capital Improvements: \$1.0M

The Hospital Board will fund a percentage amount (25%) contribution of each documented and itemized CMHF, Inc. non-bond financed long-term capital improvement *actual* expenditure that exceeds the \$6.7M referenced threshold. All capital improvement expenditures are subject to approval by the Citrus County Hospital Board; CMHF, Inc. capital improvement projects or expenditures budgeted but not undertaken or properly funded by CMHF will not be funded by the Hospital Board.

³ FYE 2011 Hospital Board Fund Balance Considerations

- Potential organizational financial impact related to CMHS appropriately maintaining sovereign immunity status (public hospital operated by or under structural operative control of the government):
 - CMHF, Inc. 2011 Florida AHCA low-income total funding: \$3.6M
 - CMHF, Inc. 2011 Florida AHCA low-income funding contingent upon sovereign immunity status: \$2.5M
 - Liability exposure
 - Liability insurance increases: Approximately \$1.0M to \$2M (See: CMHF, Inc. Medical Malpractice & Professional Liability detail)
 - Liability reserves exposure: Approximately \$2.0M (See: CMHF, Inc. 2009 AFS Note 7 & 8)
- CMHF contested 2009, 2010 indigent care & capital expenditure funding / (CMHF July 2010 Notice of Default):
 - CMHF, Inc. 2009 contested funding: \$1.2M
 - CMHF, Inc. 2010 contested funding: \$3.0M (estimated)
 - CMHF, Inc. Total contested funding: \$4.2M (estimated)
- Hospital Board contested 2009 funding overpayment to CMHF, Inc.: \$5.5M / (Hospital Board August 30, 2010 Notice of Default).
- Potential changes in health care legislation.
[Hospital Board Fund Balance/Reserve: 5.21%, 4.04%, 2.70% of CMHF FYE 2011 \$154M Patient Service Operative Budget over which the Hospital Board bears fiduciary responsibility]

4 FYE 2011 Additional Notes:

Any and all expenditures are only made available to Citrus Memorial Health Foundation Inc. should the Citrus County Hospital Board decide, in its sole and absolute discretion, to determine to make such expenditures in part, in whole or not at all to the Citrus Memorial Health Foundation, Inc. The inclusion of the amounts in the Citrus County Hospital Board Budget expressly does NOT promise or require the expenditure of any amounts included in said budget, in part, in whole, or at all. Specifically, the inclusion of the expenditure amounts in the Citrus County Hospital Board Budget only allows the Citrus County Hospital Board to make the expenditure, in part, in whole, or not at all, of which such determination shall be made within the sole and absolute discretion of the Citrus County Hospital Board of Trustees. Additionally, the Hospital Board, in determining any 2011 funding amount, specifically reserves the right to and may, in fact, consider and set off outstanding amounts owed to the Hospital Board as a result of prior year Hospital Board funding overpayments to the corporation.

5 Auditor General Certification:

Any and all listed expenditures to the Citrus Memorial Health Foundation, Inc. shall first require that the Citrus Memorial Health Foundation, Inc. certify in writing to the Citrus County Hospital Board that the Citrus Memorial Health Foundation, Inc. has complied with the Auditor General's findings for Accountability and Debt (findings 1 - 4) of the Final Report dated February 2010. The Citrus Memorial Health Foundation, Inc.'s written certifications are subject to the approval of the Citrus County Hospital Board at the sole and absolute discretion of the Citrus County Hospital Board. The Citrus County Hospital Board may, at its sole and absolute discretion, compel certification of any other finding(s) of the Auditor General prior to transmittal of any ad valorem tax dollars. If the Citrus County Hospital Board requires certification with any other finding(s) of the Auditor General then the Citrus Memorial Health Foundation, Inc. shall certify in writing to the Citrus County Hospital Board that the Citrus Memorial Health Foundation, Inc. has complied with the respective finding of the Auditor General.

CITRUS COUNTY HOSPITAL BOARD
LINE ITEM DETAIL
OPERATING AND CAPITAL BUDGET
FOR THE 2010/11 FISCAL YEAR

The mission of the Citrus County Hospital Board is to assist in improving the health and quality of life for the people and the community we serve.

CITRUS COUNTY HOSPITAL BOARD

OPERATING AND CAPITAL BUDGET

FOR THE 2010/11 FISCAL YEAR

SUMMARY OF SOURCES AND USES OF FUNDS

	ACTUAL 2008/09 FISCAL YEAR	ACTUAL THROUGH MARCH 31, 2010	PROJECTED ACTUAL FOR 2009/10 FISCAL YEAR	2009/10 BUDGET	PROPOSED 2010/11 BUDGET	TENTATIVE 2010/11 BUDGET	FINAL 2010/11 BUDGET
REVENUES							
Ad-valorem (Property) Taxes	12,238,683	8,225,019	9,700,000	10,074,922	9,133,591	4,110,116	2,283,398
Prior year ad valorem taxes			9,000		10,000	10,000	10,000
Excess Property Tax Fees	-	83,389	83,389		-	-	-
Interest Distribution	-	1,730	2,221		2,000	2,000	2,000
Investment Income	115,968	63,424	87,000	71,500	70,000	60,000	54,000
Prior Year Overpayment to CMHF			***				
Miscellaneous Income	16,463	111	200		200	200	200
TOTAL REVENUES	12,371,114	8,373,673	9,881,810	10,146,422	9,215,791	4,182,316	2,349,598
OTHER FUNDING SOURCES							
Fund Balance Carryover (prior year)	877,822	1,793,127	1,793,127	1,793,127	8,668,469	8,668,469	8,668,469
TOTAL REVENUES AND OTHER FUNDING SOURCES	13,248,936	10,166,800	11,674,937	11,939,549	17,884,260	12,850,785	11,018,067
EXPENDITURES							
Funds Restricted to COST of Documented & Qualified Charity Care	-	-	1,589,123	4,500,000	1,000,000	1,000,000	1,000,000
Funds Restricted to Community Indigent Care Services	-	-	-		500,000	500,000	500,000
Operating and Capital Expenditures for Citrus Memorial Health System	10,900,000		-	1,200,000		-	-
Funds Restricted to Contribution to Long Term Capital Improvement Expenditures	-	-	-	1,500,000	1,000,000	1,000,000	1,000,000
Property Appraiser Fees	-	195,510	261,000	262,718	217,860	217,860	217,860
Tax Collector Commissions	-	165,000	194,000	201,498	182,672	82,202	45,668
Reserve for Uncollectible Tax Receipts		-	-	302,248	-	-	-
Total Personnel Services Costs		47,343	176,480		357,601	357,601	357,601
Other Administrative Services	555,809	408,968	785,865	926,826	666,038	666,038	666,038
Reserve for Governance Reform	0				1,000,000	1,000,000	1,000,000
Total Expenditures	11,455,809	816,822	3,006,468	8,893,290	4,924,171	4,823,702	4,787,167
OTHER USES							
Reserved Fund Balance			-	3,046,259	12,960,088	8,027,083	6,230,899
TOTAL EXPENDITURES & OTHER USES	11,455,809	816,822	3,006,468	11,939,549	17,884,260	12,850,785	11,018,067
EXCESS OF REVENUES AND OTHER FUNDING SOURCES OVER EXPENDITURES AND OTHER FUNDING USES	1,793,127	9,349,978	8,668,469	-	-	-	-

CITRUS COUNTY HOSPITAL BOARD

OPERATING AND CAPITAL BUDGET

FOR THE 2010/11 FISCAL YEAR

REVENUE PROJECTIONS

	ACTUAL 2008/09 FISCAL YEAR	ACTUAL THROUGH MARCH 31, 2010	PROJECTED ACTUAL FOR 2009/10 FISCAL YEAR	2009/10 BUDGET	PROPOSED 2010/11 BUDGET	TENTATIVE 2010/11 BUDGET	FINAL 2010/11 BUDGET
REVENUES							
Ad-valorem (Property) Taxes	12,238,683	8,225,019	9,700,000	10,074,922	9,133,591	4,110,116	2,283,398
Prior year ad valorem taxes			9,000		10,000	10,000	10,000
Excess Property Appraiser Fees		83,389	83,389				
Interest Distribution		1,730	2,221		2,000	2,000	2,000
Investment Income	115,968	63,424	87,000	71,500	70,000	60,000	54,000
Prior Year Overpayment to CMHF			***				
Miscellaneous Income	16,463	111	200		200	200	200
TOTAL REVENUES	12,371,114	8,373,673	9,881,810	10,146,422	9,215,791	4,182,316	2,349,598
OTHER FUNDING SOURCES							
Fund Balance Carryover (prior year)	877,822	1,793,127	1,793,127	1,793,127	8,668,469	8,668,469	8,668,469
TOTAL REVENUES AND OTHER FUNDING SOURCES	13,248,936	10,166,800	11,674,937	11,939,549	17,884,260	12,850,785	11,018,067
Ad Valorem (Property) Tax Rate	1.1169			1.0000	1.0000	0.4500	0.2500
Gross Taxable Value	10.950 billion			10.075 billion	9.614 billion	9.614 billion	9.614 billion

BUDGET CALCULATION ASSUMPTION SUMMARIES

MAJOR REVENUE ACCOUNTS

2010/2011 FISCAL YEAR

Ad Valorem Taxes-The total taxable value of properties located in Citrus County has decreased from approximately \$11.8 billion for the 2007/08 fiscal year to \$10.9 billion for 2008/09 and to \$10.1 billion for the 2009/10 fiscal year. As expected, the Certification of Taxable Value which was received from the Citrus County Property Appraiser on July 1, 2010 reflected a 4.92% decrease from the prior prior year to \$9,614,305,893. At the September 15th public hearing, the tentative rate was reduced from 1.0000 to 0.4500 mills which will result in net tax proceeds of \$4,110,116. At the September 29 public hearing, the final rate was reduced from 0.4500 mills to 0.2500 mills, resulting in net proceeds from ad valorem taxes of \$2,283,398.

Prior Year Ad Valorem Taxes-This account is being established to better account for the actual distribution of taxes collected for the current year and prior years.

Interest earnings-Based on the current economic conditions, it is anticipated that the Federal Reserve Board will continue to keep interest rates at the current low levels. It is, therefore, anticipated that the earnings rate on the checking account and certificates of deposit will only average 1.00% for the 2010/11 fiscal year. Average cash and investment balance will fluctuate based on the adopted millage rate.

***Prior Year Overpayment to CMHF-The Citrus County Hospital Board has authorized its Legal Counsel to pursue several legal remedies relating to a variety of disputes between the Board and the Citrus Memorial Health Foundation, Inc. One of those matters is a cause of action to recover the amount that CCHB overpaid CMHF during the 2008/09 fiscal year by advancing a total \$10,900,000 to CMHF for the costs of charity care and approved capital expenditures. Analysis reflects that, during the 2008/09 fiscal year, the costs of charity care based on the CMHF Hospital Sponsorship Program was \$4,623,153, total actual budgeted non financed capital expenditures was \$773,127. Therefore, the total cost of charity care and budgeted capital expenditures totaled only \$5,396,280 versus the advance of \$10,900,000 resulting in an overpayment of \$5,503,720. However, because generally accepted accounting principles require that accrued revenue amounts be received within 90 days of the end of the fiscal year, and it is unlikely that actual receipt of the funds will be received prior to 12/31/2010, the amount is not being included in the budget at this time.

Fund Balance Carryover (prior year)-This represents the calculated amount from the projected actuals for the 2009/10 fiscal year column. Any changes in the projected expenditures for the 2009/10 fiscal year will change the amount of this account.

CITRUS COUNTY HOSPITAL BOARD

OPERATING AND CAPITAL BUDGET

FOR THE 2010/11 FISCAL YEAR

EXPENDITURE APPROPRIATIONS

	ACTUAL 2008/09 FISCAL YEAR	ACTUAL THROUGH MARCH 31, 2010	PROJECTED ACTUAL FOR 2009/10 FISCAL YEAR	2009/10 BUDGET	PROPOSED 2010/11 BUDGET	TENTATIVE 2010/11 BUDGET	FINAL 2010/11 BUDGET
EXPENDITURES							
Funds Restricted to COST of Documented & Qualified Charity Care (Footnotes 1,4,5)	-	-	1,589,123	4,500,000	1,000,000	1,000,000	1,000,000
Funds Restricted to Community Indigent Care Services					500,000	500,000	500,000
Operating and Capital Expenditures for Citrus Memorial Health System	10,900,000		-	1,200,000			
Funds Restricted to Contribution to Long Term Capital Improvement Expenditures (2,4,5)		-		1,500,000	1,000,000	1,000,000	1,000,000
Property Appraiser Fees		195,510	261,000	262,718	217,860	217,860	217,860
Tax Collector Commissions		165,000	194,000	201,498	182,672	82,202	45,668
Reserve for Uncollectible Tax Receipts		-	-	302,248			
Administrative Expenses		-					
Salaries		39,029	148,000		279,664	279,664	279,664
Employer Social Security Contribution		2,420	7,700		14,543	14,543	14,543
Employer Medicare Contribution		566	3,600		6,852	6,852	6,852
Federal Unemployment Tax		483	100		224	224	224
State Unemployment Tax		810	2,550		755	755	755
Worker's Compensation Ins.			330		1,398	1,398	1,398
Health Insurance					19,500	19,500	19,500
Florida Retirement System Contribution		3,202	12,000		32,196	32,196	32,196
ADP Fees		833	2,200		2,470	2,470	2,470
Total Personnel Services Costs	-	47,343	176,480	-	357,601	357,601	357,601
Legal Services		265,445	470,000		300,000	300,000	300,000
Legislative Initiative		94,949	200,000		200,000	200,000	200,000
Bank Fees		39	100		1,500	1,500	1,500
Transcription Services		16,566	37,000		28,000	28,000	28,000
Audit Fees		7,500	9,400		14,000	14,000	14,000
Membership Fees		1,675	1,675		1,800	1,800	1,800
Supplies for Community Outreach					19,240	19,240	19,240
Supplies		9,154	18,000		12,600	12,600	12,600
Printing & Copying		324	2,200		5,250	5,250	5,250
Travel, Conferences & Education		10,425	23,000		48,000	48,000	48,000
Advertising		3,107	4,800		15,000	15,000	15,000
Advertising for Community Outreach					1,500	1,500	1,500
Office Rent		-	14,290		17,148	17,148	17,148
Other Expenses		(216)	5,400		2,000	2,000	2,000
Reserve for Governance Reform			-		1,000,000	1,000,000	1,000,000
Total Administrative Expenditures	555,809	456,311	962,345	926,826	2,023,639	2,023,639	2,023,639
TOTAL EXPENDITURES	11,455,809	816,822	3,006,468	8,893,290	4,924,171	4,823,702	4,787,167
OTHER USES							
Reserved Fund Balance (Footnote 3)		-		3,046,259	12,960,088	8,027,083	6,230,899
TOTAL EXPENDITURES AND OTHER USES	11,455,809	816,822	3,006,468	11,939,549	17,884,260	12,850,785	11,018,067
See pages 2 through 3 for footnotes 1 through 5							

CITRUS COUNTY HOSPITAL BOARD
 VARIOUS MILLAGE RATES BETWEEN ROLLED BACK RATE AND 05000 MILLS
 BASED ON TAXABLE VALUE OF \$9,614,305,893 PER CERTIFICATION OF TAXABLE VALUE (DR 420)

MAMIMUM MILLAGE LIMIT IN 2011/12

MILLAGE RATES	GROSS PROCEEDS	REDUCTION AT 5% (1)	NET PROCEEDS	NET CHANGE (2)		MAJORITY VOTE (3/2)	TWO THIRDS VOTE (4/1)	UNANIMOUS VOTE (5/0)
1.0520	10,114,250	505,712	9,608,537	474,947	Rolled back Tentatively proposed			
1.0000	9,614,306	480,715	9,133,591	-	7/6/10	1.4154	1.5569	3.0000
0.9900	9,518,163	475,908	9,042,255	(91,336)	Possible	1.4154	1.5569	3.0000
0.9500	9,133,591	456,680	8,676,911	(456,680)	Possible	1.4154	1.5569	3.0000
0.9000	8,652,875	432,644	8,220,232	(913,359)	Possible	1.4154	1.5569	3.0000
0.8500	8,172,160	408,608	7,763,552	(1,370,039)	Possible	1.4154	1.5569	3.0000
0.8000	7,691,445	384,572	7,306,872	(1,826,718)	Possible	1.4154	1.5569	3.0000
0.7500	7,210,729	360,536	6,850,193	(2,283,398)	Possible	1.4154	1.5569	3.0000
0.7000	6,730,014	336,501	6,393,513	(2,740,077)	Possible	1.4154	1.5569	3.0000
0.6500	6,249,299	312,465	5,936,834	(3,196,757)	Possible	1.4154	1.5569	3.0000
0.6000	5,768,584	288,429	5,480,154	(3,653,436)	Possible	1.4154	1.5569	3.0000
0.5500	5,287,868	264,393	5,023,475	(4,110,116)	Possible	1.4154	1.5569	3.0000
0.5000	4,807,153	240,358	4,566,795	(4,566,795)	Possible	1.4154	1.5569	3.0000
0.4500	4,326,438	216,322	4,110,116	(5,023,475)	Possible	1.4154	1.5569	3.0000
0.4000	3,845,722	192,286	3,653,436	(5,480,154)	Possible	1.4154	1.5569	3.0000
0.3500	3,365,007	168,250	3,196,757	(5,936,834)	Possible	1.4154	1.5569	3.0000
0.3000	2,884,292	144,215	2,740,077	(6,393,513)	Possible	1.4154	1.5569	3.0000
0.2500	2,403,576	120,179	2,283,398	(6,850,193)	Possible	1.4154	1.5569	3.0000
0.2000	1,922,861	96,143	1,826,718	(7,306,872)	Possible	1.4154	1.5569	3.0000
0.1500	1,442,146	72,107	1,370,039	(7,763,552)	Possible	1.4154	1.5569	3.0000
0.1000	961,431	48,072	913,359	(8,220,232)	Possible	1.4154	1.5569	3.0000
0.0500	480,715	24,036	456,680	(8,676,911)	Possible	1.4154	1.5569	3.0000
0.0000	-	-	-	(9,133,591)	Possible	1.4154	1.5569	3.0000

NOTE (1) STATE LAW ALLOWS DISCOUNTS OF 4% OF GROSS PROPERTY TAXES IF THE TAX IS PAID IN NOVEMBER. OTHER ADJUSTMENTS ARE MADE TO THE ROLL AND SOME TANGIBLE PERSONAL PROPERTY TAX BILLS ARE NOT PAID. THEREFORE, THE STATE ALLOWS A DEDUCTION OF UP TO 5% WHEN CALCULATING NET PROPERTY TAX REVENUES.

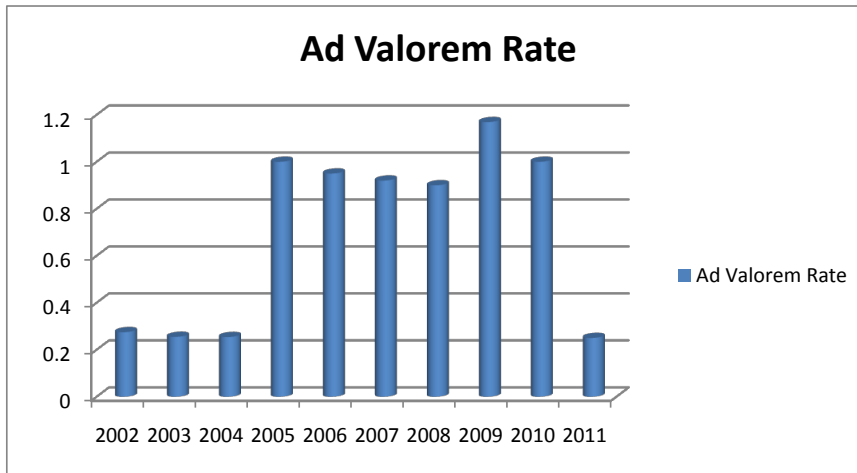
NOTE (2) NET CHANGE IS THE DECREASE IN NET PROCEEDS BY ADOPTING THE PROPERTY TAX RATE EQUAL TO THE RATE SHOWN IN THE FIRST COLUMN VS. THE 1.0000 MILLS.

CITRUS COUNTY HOSPITAL BOARD
 HISTORY OF AD VALOREM (PROPERTY) TAX RATE
 FISCAL YEARS ENDING SEPTEMBER 30, 2002 TO SEPTEMBER 30, 2011

FISCAL YEAR END SEPTEMBER 30	AD VALOREM RATE		TAXABLE VALUE		GROSS AD VALOREM PROCEEDS
2002	0.2746	(3)	5,583,947,000	(1)	1,533,352
2003	0.2548	(3)	5,949,416,000	(1)	1,515,911
2004	0.2539	(3)	6,483,166,000	(1)	1,646,076
2005	1.000	(3)	7,107,654,000	(1)	7,107,654
2006	0.950	(3)	8,722,316,000	(1)	8,286,200
2007	0.920	(2)	11,171,615,056	(2)	10,277,886
2008	0.8999	(2)	11,848,337,433	(2)	10,662,319
2009	1.1689	(2)	10,949,871,541	(2)	12,799,305
2010	1.0000	(2)	10,074,921,377	(2)	10,074,921
2011	0.2500	(2)	9,614,305,893	(2)	2,403,576

SOURCES:

- (1) CITRUS COUNTY FLORIDA, COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009.
- (2) CITRUS COUNTY HOSPITAL BOARD RESOLUTIONS ADOPTING EACH YEAR'S AD VALOREM TAX RATE.
- (3) CITRUS COUNTY PROPERTY APPRAISER FINAL MILLAGE RATES FORMS FOR EACH YEAR.



GENERAL FOOTNOTE: THIS PAGE WAS REVISED TO INCLUDE ALL INFORMATION FOR THE 2010/2011 FISCAL YEAR AFTER THE FINAL PUBLIC HEARING HELD ON SEPTEMBER 29, 2010