

**1998 Revenue Bond
Financial Bond Covenants**

MBIA

Section 5.12 of the Loan Agreement-Funding of Debt Service Reserve Fund

Annual Debt Service 1.75:1

(i)		
Cash & liquid Investments @ 6/30/2010	\$	118,837,836
Maximum Annual Debt Service Requirement		
Bond		6,597,693
PNC Revolver		15,000,000
Total maximum annual debt service requirements	\$	<u>21,597,693</u>
Historical Debt Service Requirement (December 31,2010)		
Bond		6,592,394
2010 debt service requirements		<u>6,592,394</u>
Annual Debt Service		18.03
Required Ratio		1.75
(ii)		

Income Available for Debt Service 1.50:1 or greater

Excess of revenues over expenses:

Revenues: (Annualized)

Net Patient	\$	340,552,693
Other Revenue		13,062,042
Investment Income		3,064,663
Net unrealized losses on investments		

Total Revenue 356,679,398

Expenses: (Annualized)

Operating Expenses	\$	344,927,411
Less Interest on Funded Indebtedness		3,903,697
Less Depreciation and Amortization		<u>18,403,301</u>

Total Expenses 322,620,412

Loan Agreement definition of revenue \$ 34,058,986

Ratio		1.58
Required		1.50

MASTER TRUST INDENTURE

Section 409. Rates and Charges

Income Available for Debt Service 110%

(if not met, a consultant will be retained to make recommendations with respect to rates, fees and charges... and other factors affecting its financial condition in order to increase Income Available for Debt Service 110%)

Excess of revenues over expenses:

Revenues: (Annualized)

Net Patient	\$	340,552,693
Other Revenue		13,062,042
Investment Income		3,064,663
Net unrealized losses on investments	\$	-

Total Revenue 356,679,398

Expenses: (Annualized)

Operating Expenses		344,927,411
Less Interest on Funded Indebtedness		3,903,697
Less Depreciation and Amortization		18,403,301

Total Expenses \$ 322,620,412

Loan Agreement definition of revenue \$ 34,058,986

Ratio 1.58
Required Ratio 1.10