

**UNIVERSITY MEDICAL ASSOCIATES OF THE MEDICAL
UNIVERSITY OF SOUTH CAROLINA - A Component Unit
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS**

For The Year Ended June 30, 2000

(with comparative figures for the year ended June 30, 1999)

	2000	1999
Operating revenues:		
Net clinical service revenue	\$ 128,481,720	\$ 132,314,158
Other operating revenue	2,125,178	2,013,272
Ambulatory care clinical education agreement support	40,000,000	40,438,624
Primary Care educational agreement support	6,000,000	-
Total operating revenues	<u>176,606,898</u>	<u>174,766,054</u>
Operating expenses:		
Departmental expenses (includes depreciation of \$1,060,228 and amortization of \$656,540)	97,354,237	98,399,099
Provision for bad debts	17,449,385	17,501,938
Corporate operating expenses (includes depreciation of \$467,329 and amortization of \$12,366)	19,183,144	19,851,391
Ambulatory care clinical education agreement expenses (includes depreciation of \$1,029,875; amortization of \$70,025; and interest expense of \$3,585,299)	42,888,449	46,626,224
Interest expense	2,831,847	1,996,287
Total operating expenses	<u>179,707,062</u>	<u>184,374,939</u>
Operating income (loss)	<u>(3,100,164)</u>	<u>(9,608,885)</u>
Nonoperating revenues (expenses):		
Rental income	3,919,821	3,605,821
Rent expense (includes depreciation of \$946,400 and amortization of \$19,194)	(1,337,067)	(1,449,420)
Interest expense on rental property	(2,512,070)	(2,723,767)
Investment income	702,323	1,985,893
Gain from sale of investment in partnership	6,156,126	-
Gain (loss) from investment in partnership	(312,531)	308,134
Other income	2,556,605	1,379,507
Loss on disposition of assets	(457,353)	(7,580)
Loss on sale of intangibles	(280,294)	-
Total net nonoperating revenues (expenses)	<u>8,435,560</u>	<u>3,098,588</u>
Net income (loss) before operating transfers and extraordinary loss	<u>5,335,396</u>	<u>(6,510,297)</u>
Transfers from (to) related entities:		
Nonmandatory contributions to Health Sciences Foundation	(36,001)	(259,832)
Nonmandatory transfers to The Medical University of South Carolina and its component units	(3,310,360)	(2,754,690)
Total transfers from (to) related entities	<u>(3,346,361)</u>	<u>(3,014,522)</u>
Net income (loss) before extraordinary loss	1,989,035	(9,524,819)
Extraordinary loss	(4,882,134)	-
Net income (loss)	(2,893,099)	(9,524,819)
Retained earnings at beginning of year	2,038,939	11,563,758
Retained earnings (deficit) at end of year	<u>\$ (854,160)</u>	<u>\$ 2,038,939</u>

The accompanying notes are an integral part of this financial statement.