

*Report of Audit*  
*on the*  
*Financial Statements*  
*of*  
*Runnells Specialized Hospital*  
*of Union County*  
*for the*  
*Year Ended*  
*December 31, 2007*

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

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# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Westfield 908-789-9300

Somerville 908-725-6688

Fax 908-789-8535

## INDEPENDENT AUDITOR'S REPORT

Honorable Director and Members of the  
Board of Chosen Freeholders  
County of Union  
Administration Building  
Elizabeth, New Jersey 07207

We have audited the Statement of Assets, Liabilities and Fund Balance - Statutory Basis of Runnells Specialized Hospital, a component unit of the County of Union, as of December 31, 2007. This financial statement is the responsibility of the County's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 audit provides a reasonable basis for our opinion.


As described in Note 1, the Statement of Assets, Liabilities and Fund Balance has been prepared on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, the Statement of Assets, Liabilities and Fund Balance - Statutory Basis referred to above present fairly, in all material respects, the financial position of Runnells Specialized Hospital of Union County as of December 31, 2007 on the basis of accounting described in Note 1.

SUPLEE, CLOONEY & COMPANY

Our audit was conducted for the purpose of forming an opinion on the Statement of Assets, Liabilities and Fund Balance - Statutory Basis. The financial information listed as supporting schedules in the table of contents is presented for purposes of additional-analysis. Such information has been subjected to the auditing procedures applied in the audit of the Statement of Assets, Liabilities and Fund Balance and, in our opinion, is fairly presented in all material respects.

This report is intended solely for the information of the management of the County of Union, Runnells Specialized Hospital of Union County, the Division of Local Government Services and federal and state audit agencies and is not intended to be used by anyone other than the specified parties.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 50

November 14, 2008

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY  
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE

DECEMBER 31, 2007

ASSETS

|                                      |    |                  |                         |
|--------------------------------------|----|------------------|-------------------------|
| <u>General Fund</u>                  |    |                  |                         |
| Cash                                 | \$ | 159,235          |                         |
| Change Fund                          |    | 100              |                         |
| Accounts Receivable - Patients - Net |    | <u>9,607,817</u> |                         |
| <u>Total General Fund</u>            | \$ |                  | 9,767,152               |
| <br><u>Restricted Fund</u>           |    |                  |                         |
| Cash                                 |    |                  | <u>168,495</u>          |
| <u>TOTAL ASSETS</u>                  | \$ |                  | <u><u>9,935,647</u></u> |

LIABILITIES AND FUND BALANCES

|  |    |                  |                         |
|--|----|------------------|-------------------------|
| <u>General Fund</u>                        |    |                  |                         |
| <u>Liabilities:</u>                        |    |                  |                         |
| Due to County of Union                     | \$ | <u>9,767,152</u> |                         |
| <u>Total General Fund</u>                  | \$ |                  | 9,767,152               |
| <br><u>Restricted Fund</u>                 |    |                  |                         |
| <u>Fund Balances:</u>                      |    |                  |                         |
| Patients                                   | \$ | 160,867          |                         |
| Other                                      |    | <u>7,628</u>     |                         |
| <u>Total Restricted Fund</u>               |    |                  | <u>168,495</u>          |
| <u>TOTAL LIABILITIES AND FUND BALANCES</u> | \$ |                  | <u><u>9,935,647</u></u> |

See Accompanying Notes to Financial Statements.

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2007

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accounting policies of Runnells Specialized Hospital of Union County conform to the general accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The following is a summary of the significant policies.

Basis of Accounting

General Fund - This fund is maintained on the accrual basis of accounting and is used primarily for recording patient care revenue. This revenue when received in cash is remitted to the County of Union. Purchasing for the Hospital is made through the Union County Purchasing Department based on requisitions originating at the Hospital. The Union County Department of Finance maintains detailed records relative to Hospital expenditures.

Restricted Fund - This fund is maintained on the cash basis of accounting and is used as a safekeeping service for funds belonging to patients.

Inventory of Supplies

Perpetual inventory records are maintained by quantity of each item. The value of the inventory is not recorded or reflected in the Hospital's records or these statements. Purchases of supplies, etc., are recorded as expenditures at the time individual items are purchased.

Fixed Assets

Property and equipment purchased by the County of Union for use by the Hospital are recorded as expenditures at the time of purchase.

Patients' Accounts Receivable

Psychiatric patients are admitted and their individual rates established by the County. All other admissions and their individual rates are established by the Admissions/Finance Department of the Hospital. In cases where the charges for patient care are made to other agencies and the amount the agencies have fixed as their maximum contribution is less than the amount fixed in the court order, the charges are based on the maximum recovery from the agencies.

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2007

(2) DR. WATSON B. MORRIS BEQUEST FUND

The Dr. Watson B. Morris Bequest Fund is held in trust by the Department of Finance of the County of Union. At December 31, 2007, the balance in the fund available for the benefit of the Hospital was \$24,489.

ADDITIONAL INFORMATION

SCHEDULE 1

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
GENERAL FUND

JANUARY 1, 2007 TO DECEMBER 31, 2007

|  |    |    |            |
|--|----|----|------------|
| Balance, January 1, 2007                   |    | \$ | 671,472    |
| Increased by Receipts:                     |    |    |            |
| Patients' Accounts Receivable Current Year | \$ |    | 31,037,432 |
| State of New Jersey-Peer Grouping          |    |    | 2,237,396  |
| State Aid Program                          |    |    | 4,778,176  |
| Medicare Settlement                        |    |    | 169,168    |
| Medicaid Settlement                        |    |    | 163,248    |
| Miscellaneous Revenues                     |    |    | 75,396     |
| Cafeteria                                  |    |    | 83,407     |
| TV Rentals                                 |    |    | 18,030     |
| Interest                                   |    |    | 817        |
| Refunds                                    |    |    | 61,831     |
| Transferred to Patients' Fund              |    |    | 38,251     |
| Bad Debt Medicare                          |    |    | 292,440    |
|  |    |    | 38,955,592 |
|  |    | \$ | 39,627,064 |
| Decreased by Disbursements:                |    |    |            |
| Transferred to County of Union             | \$ |    | 39,368,144 |
| Refunds                                    |    |    | 61,831     |
| Transferred to Patients' Fund              |    |    | 38,251     |
|  |    |    | 39,468,226 |
| Balance, December 31, 2007                 |    | \$ | 158,838    |

CASH RECONCILIATION-DECEMBER 31, 2007

|                         |  |    |         |
|-------------------------|--|----|---------|
| Balance Per Statement:  |  |    |         |
| Bank of America:        |  |    |         |
| Account No. 0009-100962 |  | \$ | 6,000   |
| Deposits in Transit     |  |    | 152,838 |
| <u>BOOK BALANCE</u>     |  | \$ | 158,838 |

SCHEDULE 2

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS-  
PATIENTS' FUND

JANUARY 1, 2007 TO DECEMBER 31, 2007

|                                       |    |         |         |
|---------------------------------------|----|---------|---------|
| Balance, January 1, 2007              |    | \$      | 157,152 |
| Increased by Receipts:                |    |         |         |
| Patients' Deposits                    | \$ |         | 115,650 |
| Transferred From Social Security Fund |    | 40,504  |         |
| Transferred From General Fund         |    | 38,251  |         |
| Interest                              |    | 8,509   |         |
|                                       |    | 202,914 |         |
|                                       |    | \$      | 360,066 |
| Decreased by Disbursements:           |    |         |         |
| Patients' Expenses                    |    |         | 199,199 |
| Balance, December 31, 2007            |    | \$      | 160,867 |

CASH RECONCILIATION-DECEMBER 31, 2007

|                              |    |     |         |
|------------------------------|----|-----|---------|
| Balance Per Statement:       |    |     |         |
| Independence Community Bank: |    |     |         |
| Account No. 1759000450       |    | \$  | 162,362 |
| Add (Deduct):                |    |     |         |
| Deposit in Transit           | \$ |     | 337     |
| Cash on Hand                 |    | 306 |         |
|                              |    | 643 |         |
|                              |    | \$  | 163,005 |
| Less: Outstanding Checks     |    |     | (2,138) |
| <u>BOOK BALANCE</u>          |    | \$  | 160,867 |

SCHEDULE 3

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS-  
SOCIAL SECURITY FUND

JANUARY 1, 2007 TO DECEMBER 31, 2007

|                                |    |           |                     |
|--------------------------------|----|-----------|---------------------|
| Balance, January 1, 2007       |    | \$        | 70,897              |
| Increased by Receipts:         |    |           |                     |
| Patients' Deposits             |    |           | <u>925,731</u>      |
|                                |    | \$        | <u>996,628</u>      |
| Decreased by Disbursements:    |    |           |                     |
| Transferred to Patients' Fund  | \$ | 40,504    |                     |
| Returned to Social Security    |    | 31,648    |                     |
| Transferred to County of Union |    | 918,939   |                     |
| Fee Adjustments                |    | <u>20</u> |                     |
|                                |    |           | <u>991,111</u>      |
| Balance, December 31, 2007     |    | \$        | <u><u>5,517</u></u> |

CASH RECONCILIATION-DECEMBER 31, 2007

|                              |  |    |                     |
|------------------------------|--|----|---------------------|
| Balance Per Statement:       |  |    |                     |
| Independence Community Bank: |  |    |                     |
| Account No. 1759000493       |  | \$ | <u>5,517</u>        |
| <u>BOOK BALANCE</u>          |  | \$ | <u><u>5,517</u></u> |

SCHEDULE 4

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS-  
OTHER FUNDS

JANUARY 1, 2007 TO DECEMBER 31, 2007

| FUND                      | BALANCE<br>JANUARY<br>1, 2007 | RECEIPTS  | DISBURSEMENTS | BALANCE<br>DECEMBER<br>31, 2007 |
|---------------------------|-------------------------------|-----------|---------------|---------------------------------|
| Donations                 | \$ 1,944                      | \$ 663    | \$            | \$ 2,607                        |
| Volunteer Service         | 15                            | 150       | 51            | 114                             |
| Cornerstone - Beauty Shop | (7)                           | 300       | 152           | 141                             |
| Cornerstone - Out Trip    | 381                           | 920       | 887           | 414                             |
| Recreational Therapy      | 1,048                         | 3,071     | 1,751         | 2,368                           |
| Roberta Knox Fund         | -                             | 5,769     | 4,847         | 922                             |
| Medical Staff             | 39                            |           |               | 39                              |
| John T. Hennessy Memorial | 100                           |           |               | 100                             |
| Occupational Therapy      | 169                           | 1         | 162           | 8                               |
| Garden                    | 375                           |           |               | 375                             |
| Chapel                    | -                             | 300       |               | 300                             |
| Special Function          | 40                            |           |               | 40                              |
| Oncology                  | 200                           |           |               | 200                             |
|                           | \$ 4,304                      | \$ 11,174 | \$ 7,850      | \$ 7,628                        |

CASH RECONCILIATION-DECEMBER 31, 2007

|                              |  |          |
|------------------------------|--|----------|
| Balance Per Bank Statements: |  |          |
| Independence Community Bank: |  |          |
| Account No. 1759000469       |  | \$ 7,628 |
| Less: Outstanding Check      |  | - 0 -    |
| <u>BOOK BALANCE</u>          |  | \$ 7,628 |

SCHEDULE 5

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS-  
PETTY CASH FUND

JANUARY 1, 2007 TO DECEMBER 31, 2007

|   |    |                   |
|---|----|-------------------|
| Balance, January 1, 2007  | \$ | -0-               |
| Increased by Receipts:  |    |                   |
| Advances and Reimbursements From County<br>of Union - Department of Finance |    | 8,044.94          |
|   | \$ | <u>8,044.94</u>   |
| Decreased by Disbursements:   |    |                   |
| Refund to County  | \$ | 1,751.63          |
| Petty Cash Expenditures   |    | 6,293.31          |
|   | \$ | <u>8,044.94</u>   |
| Balance, December 31, 2007  | \$ | <u><u>-0-</u></u> |

CASH RECONCILIATION - DECEMBER 31, 2007

|  |    |                   |
|--|----|-------------------|
| Balance Per Statement:                   |    |                   |
| Fleet Bank:                              |    |                   |
| Account No. 09009201459                  | \$ | 1,751.75          |
| Outstanding Check                        |    | <u>(1,751.75)</u> |
| Adjusted Bank Balance, December 31, 2007 | \$ | <u><u>-0-</u></u> |

SCHEDULE 6

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF ACCOUNTS RECEIVABLE-PATIENTS

JANUARY 1, 2007 TO DECEMBER 31, 2007

|  |    |               |                            |
|--|----|---------------|----------------------------|
| Accounts Receivable - Open Balances                | \$ | 18,675,393    |                            |
| Closed Addiction Recovery Unit                     |    | <u>19,955</u> |                            |
| Balance, January 1, 2007                           |    |               | \$ 18,695,348              |
| Increased by:                                      |    |               |                            |
| Charges - Net                                      |    |               | <u>42,364,020</u>          |
|  |    |               | 61,059,368                 |
| Decreased by:                                      |    |               |                            |
| Collections-Net                                    |    |               | <u>34,192,068</u>          |
| Adjustments and Write-Offs                         |    |               | <u>3,073,807</u>           |
| Accounts Receivable - Closing Balances             | \$ | 18,675,393    |                            |
| Closed Addiction Recovery Unit                     |    | <u>19,955</u> |                            |
| Balance Before Adjustments                         |    |               | \$ 23,793,493              |
| Adjustments:                                       |    |               |                            |
| Balances maintained for the State of New Jersey    |    |               | <u>8,185,676</u>           |
| Reserve for Uncollectible Accounts and Adjustments |    |               | <u>6,000,000</u>           |
| Balance, December 31, 2007 - Net                   |    |               | \$ <u><u>9,607,817</u></u> |

ANALYSIS OF COLLECTIONS

|  |    |                |                             |
|--|----|----------------|-----------------------------|
| Collected by:                              |    |                |                             |
| Runnells Specialized Hospital-General Fund | \$ | 31,037,432     |                             |
| Peer Grouping                              |    | 2,237,396      |                             |
| Social Security Direct Deposit             |    | <u>917,240</u> |                             |
| Collections - Net                          |    |                | \$ <u><u>34,192,068</u></u> |

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF EXPENDITURES - 2006 BUDGET

JANUARY 1, 2007 TO DECEMBER 31, 2007

|                                      | BUDGET AFTER<br>MODIFICATION AND<br>CANCELLATIONS | DISBURSED<br>BY COUNTY<br>IN 2007 | COMMITMENTS<br>PAYABLE<br>DECEMBER 31, 2007 | RESERVE OR<br>(DEFICIT) |
|--------------------------------------|---|-----------------------------------|---|-------------------------|
| <b>SALARIES AND WAGES</b>            |   |                                   |   |                         |
| Office of Director                   | \$ 1,260,807.00                                   | \$ 754,627.60                     |   | \$ 506,179.40           |
| Telephone and Mail                   | 67,874.00   | 69,724.55                         |   | (1,850.55)              |
| Ancillary Services                   | 242,945.00  | 270,104.94                        |   | (27,159.94)             |
| Medical Services                     | 798,811.00  | 746,784.04                        |   | 52,026.96               |
| Utilization Review                   | 191,057.00  | 192,869.40                        |   | (1,812.40)              |
| Medical Records                      | 740,464.00  | 587,732.61                        |   | 152,731.39              |
| Clinic                               | 120,713.00  | 118,452.74                        |   | 2,260.26                |
| Nursing Services                     | 1,704,402.00                                      | 1,595,016.46                      |   | 109,385.54              |
| Registered Nurses                    | 4,713,836.00                                      | 4,685,221.32                      |   | 28,614.68               |
| Practical Nurses                     | 3,309,103.00                                      | 3,450,489.06                      |   | (141,386.06)            |
| Institutional Attendants             | 7,424,282.00                                      | 7,544,359.63                      |   | (120,077.63)            |
| Unit Clerks                          | -   | 118,746.14                        |   | (118,746.14)            |
| Patient Transportation               | 217,077.00  | 247,124.62                        |   | (30,047.62)             |
| Finance                              | 953,601.00  | 1,042,691.30                      |   | (89,090.30)             |
| Patient Accounts                     | 279,637.00  | 280,017.45                        |   | (380.45)                |
| Data Processing                      | 56,681.00   | 55,920.20                         |   | 760.80                  |
| Material Management                  | 250,473.00  | 249,488.09                        |   | 984.91                  |
| Admitting                            | 82,430.00   | 74,782.41                         |   | 7,647.59                |
| Professional- Support Services       | 169,227.00  | 168,937.75                        |   | 289.25                  |
| Volunteers                           | 120,206.00  | 95,269.41                         |   | 24,936.59               |
| Physical Therapy                     | 494,883.00  | 472,116.81                        |   | 22,766.19               |
| Occupational Therapy                 | 204,756.00  | 210,130.84                        |   | (5,374.84)              |
| Dietary                              | 2,342,167.00                                      | 2,392,565.47                      |   | (50,398.47)             |
| Immunization Clinic                  | 83,031.00   | 98,100.32                         |   | (15,069.32)             |
| Social Services                      | 918,929.00  | 908,108.66                        |   | 10,820.34               |
| Activities Therapy                   | 790,511.00  | 709,735.25                        |   | 80,775.75               |
| Laundry                              | 402,898.00  | 453,808.39                        |   | (50,910.39)             |
| Housekeeping                         | 1,586,473.00                                      | 1,638,535.10                      |   | (52,062.10)             |
| Maintenance                          | 695,487.00  | 695,618.20                        |   | (131.20)                |
| Engineering                          | 411,919.00  | 416,600.44                        |   | (4,681.44)              |
| <b>TOTAL SALARIES AND WAGES</b>      | <b>\$ 30,634,680.00</b>                           | <b>\$ 30,343,679.20</b>           |   | <b>\$ 291,000.80</b>    |
| <b>OTHER EXPENSES</b>                |   |                                   |   |                         |
| Office of Director                   | \$ 352,700.00                                     | \$ 250,294.19                     | \$ 45,684.00                                | \$ 56,721.81            |
| Personnel                            | 11,950.00   | 8,527.20                          | 654.41                                      | 2,768.39                |
| Security                             | 359,950.00  | 335,372.39                        | 31,182.80                                   | (6,605.19)              |
| Telephone and Mail                   | 23,750.00   | 14,090.64                         | 883.81                                      | 8,775.55                |
| Ancillary Services                   | 7,860.00  | 4,515.21                          | 536.80                                      | 2,807.99                |
| Public Relations and Marketing       | 354,150.00  | 126,868.10                        | 35,101.37                                   | 192,180.53              |
| Medical Services                     | 376,370.00  | 301,223.22                        | 38,583.36                                   | 36,563.42               |
| Utilization Review                   | 25,525.00   | 15,276.81                         | 1,541.03                                    | 8,707.16                |
| Medical Records                      | 40,150.00   | 35,208.49                         | 8,827.15                                    | (3,885.64)              |
| Physical Medicine and Rehabilitation | 725.00  | -                                 | -   | 725.00                  |
| Cornerstone Psychology               | 361,200.00  | 310,374.43                        | 28,728.74                                   | 22,096.83               |
| Clinic                               | 4,135.00  | 14,092.56                         | 61.57                                       | (10,019.13)             |
| Nursing Services                     | 67,800.00   | 50,975.20                         | 1,866.15                                    | 14,958.65               |
| Registered Nurses                    | 76,250.00   | 49,266.64                         | -   | 26,983.36               |
| Practical Nursing                    | 32,850.00   | 25,081.56                         | -   | 7,768.44                |
| Institutional Attendants             | 73,000.00   | 64,069.26                         | 90.00                                       | 8,840.74                |
| Respiratory Therapy                  | 95,600.00   | 85,743.45                         | 9,448.54                                    | 408.01                  |
| Staff Development                    | 31,250.00   | 30,047.00                         | 2,199.01                                    | (996.01)                |
| Patient Transportation               | 89,600.00   | 170,459.01                        | 20,384.64                                   | (101,243.65)            |
| Finance                              | 39,500.00   | 55,868.56                         | 2,832.26                                    | (19,200.82)             |
| Patient Accounts                     | 2,500.00  | 660.95                            | 113.78                                      | 1,725.27                |

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF EXPENDITURES - 2006 BUDGET

JANUARY 1, 2007 TO DECEMBER 31, 2007

|  | <u>BUDGET AFTER<br/>MODIFICATION AND<br/>CANCELLATIONS</u> | <u>DISBURSED<br/>BY COUNTY<br/>IN 2007</u> | <u>COMMITMENTS<br/>PAYABLE<br/>DECEMBER 31, 2007</u> | <u>RESERVE OR<br/>(DEFICIT)</u> |
|--|--|--|--|---------------------------------|
| <u>OTHER EXPENSES (CONTINUED)</u>        |  |  |  |                                 |
| Data Processing                          | \$ 40,500.00   | \$ 24,221.76                               | \$ 6,598.63  | \$ 9,679.61                     |
| Material Management                      | 703,400.00   | 621,454.21                                 | 110,029.05   | (28,083.26)                     |
| Admitting                                | 5,425.00   | 5,314.35                                   | 68.95  | 41.70                           |
| Professionalism- Support Services        | 107,800.00   | 104,724.56                                 | 21,224.76  | (18,149.32)                     |
| Volunteers                               | 16,370.00  | 10,309.99                                  | 1,991.65   | 4,068.36                        |
| Physical Therapy                         | 588,324.00   | 430,436.49                                 | 63,389.67  | 94,497.84                       |
| Occupational Therapy                     | 849,690.00   | 794,872.95                                 | 80,867.23  | (26,050.18)                     |
| Dietary                                  | 1,295,416.00   | 1,144,893.39                               | 90,654.30  | 59,868.31                       |
| Pharmacy                                 | 1,165,000.00   | 1,143,245.21                               | 246,889.02   | (225,134.23)                    |
| Immunization Clinic                      | 9,395.00   | 5,981.73                                   | 331.13   | 3,082.14                        |
| Radiology                                | 50,000.00  | 46,840.00                                  | 13,160.00  | (10,000.00)                     |
| Social Services                          | 17,100.00  | 7,191.55                                   | 1,077.97   | 8,830.48                        |
| Activities Therapy                       | 32,330.00  | 17,639.36                                  | 2,456.87   | 12,233.77                       |
| Laboratory                               | 110,000.00   | 103,546.78                                 | 21,284.74  | (14,831.52)                     |
| Laundry                                  | 128,125.00   | 214,703.01                                 | 32,421.81  | (118,999.82)                    |
| Housekeeping                             | 104,880.00   | 103,473.01                                 | 29,047.08  | (27,640.09)                     |
| Maintenance                              | 203,400.00   | 126,461.28                                 | 28,289.05  | 48,649.67                       |
| Power Plant                              | 61,720.00  | 28,507.79                                  | 15,008.13  | 18,204.08                       |
| Grounds                                  | 195,000.00   | 164,635.99                                 | 26,679.34  | 3,684.67                        |
|  | <u>\$ 8,110,690.00</u>                                     | <u>\$ 7,046,468.28</u>                     | <u>\$ 1,020,188.80</u>                               | <u>\$ 44,032.92</u>             |
| <u>TOTAL OTHER EXPENSES</u>              |  |  |  |                                 |
| <u>TOTAL OPERATIONS</u>                  | <u>\$ 38,745,370.00</u>                                    | <u>\$ 37,390,147.48</u>                    | <u>\$ 1,020,188.80</u>                               | <u>\$ 335,033.72</u>            |
| <br>                                     |  |  |  |                                 |
| Revenue:                                 |  |  |  |                                 |
| 2007 Charges for Patients Services - Net | \$ 39,290,213.00   |  |  |                                 |
| Miscellaneous                            | 176,833.00   |  |  |                                 |
| State of New Jersey - Peer Grouping      | <u>2,237,396.00</u>  |  |  |                                 |
|  |  | <u>\$ 41,704,442.00</u>                    |  |                                 |
| <br>                                     |  |  |  |                                 |
| Less:                                    |  |  |  |                                 |
| 2007 Budget Expenditures:                |  |  |  |                                 |
| Disbursed by County in 2007              | \$ 37,390,147.48   |  |  |                                 |
| Commitments Payable, December 31, 2007   | <u>1,020,188.80</u>  |  |  |                                 |
|  |  | <u>38,410,336.28</u>                       |  |                                 |
| Excess Revenue                           |  | <u>\$ 3,294,105.72</u>                     |  |                                 |

Note: The above does not include other costs and services provided by the County of Union and charged to other County appropriations.

SCHEDULE 8

RUNNELLS SPECIALIZED HOSPITAL OF UNION COUNTY

SCHEDULE OF 2006 APPROPRIATION RESERVES

|                             | <u>SALARIES<br/>AND WAGES</u> | <u>OTHER<br/>EXPENSES</u> |
|-----------------------------|-------------------------------|---------------------------|
| Balance, December 31, 2006: |                               |                           |
| Commitments Payable         | \$ -0-                        | \$ 1,189,715              |
| Reserved                    | 73,220                        | 34,183                    |
|                             | <u>\$ 73,220</u>              | <u>\$ 1,223,898</u>       |
| Transfers                   | (68,000)                      | -                         |
| Balance After Transfers     | <u>\$ 5,220</u>               | <u>\$ 1,223,898</u>       |
| Expended:                   |                               |                           |
| By Cash (net)               | \$ -                          | (833,969)                 |
| By Accounts Payable         | -                             | (17,750)                  |
| Balance Lapsed              | <u>\$ 5,220</u>               | <u>\$ 372,179</u>         |