

**REPORT
ON THE
HOME OFFICE AUDIT**

**PRIME HEALTHCARE SERVICES, INC.
ONTARIO, CALIFORNIA**

**FISCAL PERIOD ENDED
DECEMBER 31, 2012**

**Audits Section—Rancho Cucamonga
Financial Audits Branch
Audits and Investigations
Department of Health Care Services**

**Section Chief: Julio M. Cueto
Audit Supervisor: Bina Matani
Auditor: Kristine Tsuey Lim**



TOBY DOUGLAS
DIRECTOR

State of California—Health and Human Services Agency
Department of Health Care Services



EDMUND G. BROWN JR.
GOVERNOR

March 17, 2014

President
Prime Healthcare Management Services, Inc.
3300 East Guasti Road, 3rd Floor
Ontario, CA 91761

PRIME HEALTHCARE SERVICES, INC.
FISCAL PERIOD ENDED DECEMBER 31, 2012

We have examined the Medi-Cal Home Office Cost Report for the fiscal period ended December 31, 2012. Our examination was made under the authority of Section 14170 of the Welfare and Institutions Code and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the data presented in the Summary of Audited Home Office Costs to Health Care Facilities represents a proper determination of home office allowable costs for the above fiscal period in accordance with Medi-Cal reimbursement principles. The audited home office cost will be incorporated, by separate adjustment, into each applicable facility audit report.

This audit report includes the:

1. Summary of Audited Home Office Costs to Health Care Facilities and Supporting Schedules
2. Audit Adjustments Schedule

If you disagree with the decision of the Department, the results of the home office audit may only be appealed through each individual facility's audit report. Please refer to the appeal instructions in each facility's audit report.

President
Page 2

If you have questions regarding this report, you may call the Audits Section—Rancho Cucamonga at (909) 481-3420.

Original Signed By

Julio M. Cueto, Chief
Audits Section—Rancho Cucamonga
Financial Audits Branch

Certified

cc: Jeffrey Brown
Chief Executive Officer
Hospital Management Services
211 East Imperial Highway, Suite 102
Fullerton, CA 92835

TABLE OF CONTENTS

SCHEDULES

- 1** - SUMMARY OF AUDITED HOME OFFICE CAPITAL AND NONCAPITAL RELATED COSTS TO CHAIN COMPONENTS
- 2** - COMPARISON OF REPORTED AND AUDITED HOME OFFICE COSTS
- 2F** - COMPARISON OF REPORTED AND AUDITED FOUNDATION COSTS
- 3** - SUMMARY ALLOCATION OF HOME OFFICE COSTS - CAPITAL RELATED
- 3F** - SUMMARY ALLOCATION OF FOUNDATION COSTS - CAPITAL RELATED
- 3-1** - SUMMARY ALLOCATION OF HOME OFFICE COSTS - NONCAPITAL RELATED
- 3-1F** - SUMMARY ALLOCATION OF FOUNDATION COSTS - NONCAPITAL RELATED
- 4** - POOLED ALLOCATION OF HOME OFFICE COSTS TO CHAIN COMPONENTS
- 4F** - POOLED ALLOCATION TO FOUNDATION HOSPITALS
- 5F** - FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS - CAPITAL RELATED
- 5-1F** - FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS - NONCAPITAL RELATED
- 6F** - FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - CAPITAL RELATED
- 6-1F** - FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED
- 7** - DIRECT ALLOCATION OF CAPITAL COSTS TO CHAIN COMPONENTS
- 7-1** - DIRECT ALLOCATION OF NONCAPITAL COSTS TO CHAIN COMPONENTS
- 8** - TRIAL BALANCE OF EXPENSES
- 8F** - TRIAL BALANCE OF EXPENSES - FOUNDATION
- 9** - REPORTED HOME OFFICE COSTS

SUMMARY OF AUDITED HOME OFFICE CAPITAL AND NONCAPITAL RELATED COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		CAPITAL RELATED (SCHEDULE 3, 3F)	NONCAPITAL RELATED (SCHEDULE 3-1, 3-1F)	TOTAL AUDITED H.O. COSTS (COLUMN 1 + 2)	
		FROM	TO	1	2	3	
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$109,260	\$4,506,090	\$4,615,350
2.	CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	38,633	1,170,388	1,209,020
3.	DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	52,177	1,646,216	1,698,393
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	26,347	787,649	813,996
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	39,735	1,189,718	1,229,453
6.	HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	23,066	722,134	745,201
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	24,408	761,739	786,147
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	25,229	1,004,872	1,030,101
9.	PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	67,960	2,006,162	2,074,122
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	26,505	790,792	817,297
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	67,820	2,352,483	2,420,302
12.	SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	34,861	1,435,961	1,470,822
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	39,806	1,257,521	1,297,327
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	76,584	5,690,586	5,767,169
15.	HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	41,643	1,229,281	1,270,924
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	29,494	1,816,458	1,845,952
17.	PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	15,104	307,933	323,038
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	58,169	1,773,839	1,832,008
19.	DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	6,546	207,062	213,608
20.	LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	12,767	376,886	389,654
SUBTOTAL (LINES 1 THROUGH 20)					\$816,113	\$31,033,771	\$31,849,884
OTHER COMPONENTS							
21.	Other Non-Hospital	0			\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0			35	1,046	1,081
23.	Paradise Valley Medical Group, Inc.	0			1,027	30,318	31,345
24.	Desert Valley Medical Group, Inc.	0			14,696	433,824	448,520
25.	Sherman Oaks Medical Group Management, Inc.	0			615	18,144	18,758
26.	Bio-Med Services, Inc.	0			7,534	225,271	232,805
27.	Hospital Business Services, Inc.	0			1,789	52,815	54,604
28.	Shasta Regional Medical Group, Inc.	0			488	14,414	14,902
29.	Prime Healthcare Management - San Dimas	0			3	75	78
30.	Prime Healthcare Management - Garden Grove	0			2	66	68
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0			3	76	79
32.	Prime Healthcare Management - Encino Hosp.	0			8	231	239
33.	PHS Alvarado, LLC	0			1	16	17
34.	Pampa Regional Medical Group	0			857	25,304	26,161
35.	Prime Healthcare Services Foundation, Inc.	0			0	0	0
36.	International Aircraft Investment, LLC	0			158	4,668	4,826
37.	Prime Healthcare Air Transport, LLC	0			1,086	32,049	33,134
SUBTOTAL (LINES 21 THROUGH 37)					\$28,301	\$838,315	\$866,617
GRAND TOTAL					\$844,413	\$31,872,086	\$32,716,499

Note: The Foundation (PHSF) Costs on line 35 of Sch. 2 were zeroed to include the costs in the Foundation Hospitals, Encino Hospital Medical Center, Montclair Hospital Medical Center, Sherman Oak Hospital under lines 4, 8, and 12 respectively.

COMPARISON OF REPORTED AND AUDITED HOME OFFICE COSTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2012

HEALTH CARE FACILITIES	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		REPORTED HOME OFFICE COSTS (SCH. 9) 1	AUDITED H.O. COSTS (SCH. 3,3F,3-1,3-1F) 2	VARIANCE (COLUMN 2-1) 3
		FROM	TO			
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$6,259,295	\$4,615,350	(\$1,643,945)
2. CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	2,213,176	1,209,020	(1,004,156)
3. DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	2,989,140	1,698,393	(1,290,747)
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	2,378,809	813,995	(1,564,814)
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	2,276,346	1,229,453	(1,046,893)
6. HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	1,321,413	745,200	(576,213)
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	1,398,272	786,147	(612,125)
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	2,262,530	1,030,101	(1,232,429)
9. PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	3,893,272	2,074,122	(1,819,150)
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	1,518,414	817,297	(701,117)
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	3,885,268	2,420,303	(1,464,965)
12. SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	3,268,939	1,470,822	(1,798,117)
13. WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	2,286,638	1,297,327	(989,312)
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	4,253,743	5,767,170	1,513,427
15. HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	2,385,612	1,270,924	(1,114,688)
16. ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	1,628,701	1,845,952	217,251
17. PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	511,249	323,038	(188,211)
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	3,332,363	1,832,008	(1,500,355)
19. DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	377,252	213,608	(163,644)
20. LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	731,407	389,654	(341,753)
SUBTOTAL (LINES 1 THROUGH 20)				\$49,171,839	\$31,849,884	(\$17,321,955)
<u>OTHER COMPONENTS</u>						
21. Other Non-Hospital	0			\$1,550,049	\$0	(\$1,550,049)
22. Prime Healthcare Services Los Angeles, LLC	0			0	1,081	1,081
23. Paradise Valley Medical Group, Inc.	0			0	31,345	31,345
24. Desert Valley Medical Group, Inc.	0			0	448,520	448,520
25. Sherman Oaks Medical Group Management, Inc.	0			0	18,758	18,758
26. Bio-Med Services, Inc.	0			0	232,805	232,805
27. Hospital Business Services, Inc.	0			0	54,604	54,604
28. Shasta Regional Medical Group, Inc.	0			0	14,902	14,902
29. Prime Healthcare Management - San Dimas	0			0	78	78
30. Prime Healthcare Management - Garden Grove	0			0	68	68
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0			0	79	79
32. Prime Healthcare Management - Encino Hosp.	0			0	239	239
33. PHS Alvarado, LLC	0			0	17	17
34. Pampa Regional Medical Group	0			0	26,161	26,161
35. Prime Healthcare Services Foundation, Inc.	0			0	(0)	(0)
36. International Aircraft Investment, LLC	0			0	4,826	4,826
37. Prime Healthcare Air Transport, LLC	0			0	33,134	33,134
SUBTOTAL (LINES 21 THROUGH 37)				\$1,550,049	\$866,617	(\$683,433)
GRAND TOTAL				\$50,721,888	\$32,716,501	(\$18,005,388)

Note 1: The Foundation (PHSF) Costs on line 35 of Sch. 2 were zeroed to include the costs in the Foundation Hospitals, Encino Hospital Medical Center, Montclair Hospital Medical Center, Sherman Oak Hospital under lines 4, 8, and 12 respectively.

COMPARISON OF REPORTED AND AUDITED FOUNDATION COSTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		REPORTED FOUNDATION COSTS 1	AUDITED FOUNDATION COSTS (SCH. 3F & 3-1F) 2	VARIANCE (COLUMN 2-1) 3
		FROM	TO			
HEALTH CARE FACILITIES						
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$0	\$0	\$0
2. CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	0	0	0
3. DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	0	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	1,104,086	19,544	(1,084,542)
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	0	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	0	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	0	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	1,057,296	18,715	(1,038,581)
9. PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	0	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	0	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	1,460,908	25,860	(1,435,048)
13. WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	0	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	0	0	0
15. HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	0	0	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	0	0	0
17. PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	0	0	0
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	0	0	0
19. DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	0	0	0
20. LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)				\$3,622,290	\$64,119	(\$3,558,171)
OTHER COMPONENTS						
21. Other Non-Hospital	0			\$0	\$0	\$0
22. Prime Healthcare Services Los Angeles, LLC	0			0	0	0
23. Paradise Valley Medical Group, Inc.	0			0	0	0
24. Desert Valley Medical Group, Inc.	0			0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0			0	0	0
26. Bio-Med Services, Inc.	0			0	0	0
27. Hospital Business Services, Inc.	0			0	0	0
28. Shasta Regional Medical Group, Inc.	0			0	0	0
29. Prime Healthcare Management - San Dimas	0			0	0	0
30. Prime Healthcare Management - Garden Grove	0			0	0	0
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0			0	0	0
32. Prime Healthcare Management - Encino Hosp.	0			0	0	0
33. PHS Alvarado, LLC	0			0	0	0
34. Pampa Regional Medical Group	0			0	0	0
35. Prime Healthcare Services Foundation, Inc.	0			0	0	0
36. International Aircraft Investment, LLC	0			0	0	0
37. Prime Healthcare Air Transport, LLC	0			0	0	0
SUBTOTAL (LINES 21 THROUGH 37)				\$0	\$0	\$0
GRAND TOTAL				\$3,622,290	\$64,119	(\$3,558,171)

Note: The Foundation (PHSF) Costs on line 35 of Sch. 2 were zeroed to include the costs in the Foundation Hospitals, Encino Hospital Medical Center, Montclair Hospital Medical Center, Sherman Oak Hospital under lines 4, 8, and 12 respectively.

SUMMARY ALLOCATION OF HOME OFFICE COSTS - CAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT CAPITAL COSTS (SCHEDULE 7) 1	FUNCTIONAL CAPITAL COSTS (SCHEDULE 5F) 2	POOLED CAPITAL COSTS (SCHEDULE 4) 3	TOTAL CAPITAL COSTS (COL. 1 TO 3)	
		FROM	TO					
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$0	\$0	\$109,260	\$109,260
2.	CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	0	0	38,633	38,633
3.	DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	0	0	52,177	52,177
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	0	0	23,852	23,852
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	0	0	39,735	39,735
6.	HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	0	0	23,066	23,066
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	0	0	24,408	24,408
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	0	0	22,841	22,841
9.	PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	0	0	67,960	67,960
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	0	0	26,505	26,505
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	0	0	67,820	67,820
12.	SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	0	0	31,560	31,560
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	0	0	39,806	39,806
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	0	0	76,584	76,584
15.	HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	0	0	41,642	41,643
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	1,064	0	28,430	29,494
17.	PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	6,180	0	8,924	15,104
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	0	0	58,169	58,169
19.	DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	0	0	6,546	6,546
20.	LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	0	0	12,767	12,767
SUBTOTAL (LINES 1 THROUGH 20)					\$7,244	\$0	\$800,686	\$807,930
OTHER COMPONENTS								
21.	Other Non-Hospital	0			\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0			0	0	35	35
23.	Paradise Valley Medical Group, Inc.	0			0	0	1,027	1,027
24.	Desert Valley Medical Group, Inc.	0			0	0	14,696	14,696
25.	Sherman Oaks Medical Group Management, Inc.	0			0	0	615	615
26.	Bio-Med Services, Inc.	0			0	0	7,534	7,534
27.	Hospital Business Services, Inc.	0			0	0	1,789	1,789
28.	Shasta Regional Medical Group, Inc.	0			0	0	488	488
29.	Prime Healthcare Management - San Dimas	0			0	0	3	3
30.	Prime Healthcare Management - Garden Grove	0			0	0	2	2
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0			0	0	3	3
32.	Prime Healthcare Management - Encino Hosp.	0			0	0	8	8
33.	PHS Alvarado, LLC	0			0	0	1	1
34.	Pampa Regional Medical Group	0			0	0	857	857
35.	Prime Healthcare Services Foundation, Inc.	0			0	6,288	1,895	8,183
36.	International Aircraft Investment, LLC	0			0	0	158	158
37.	Prime Healthcare Air Transport, LLC	0			0	0	1,086	1,086
SUBTOTAL (LINES 21 THROUGH 37)					\$0	\$6,288	\$30,196	\$36,484
GRAND TOTAL					\$7,244	\$6,288	\$830,881	\$844,413

(To Schedule 1, 2 & 2F)

Prime Healthcare Services Foundation, Inc. costs on line 35, were allocated to Foundation Hospitals on Schedule 3F.

SUMMARY ALLOCATION OF FOUNDATION COSTS - CAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT CAPITAL COSTS (SCHEDULE 7) 1	FUNCTIONAL CAPITAL COSTS (SCHEDULE 5F) 2	POOLED CAPITAL COSTS (SCHEDULE 4F) 3	TOTAL CAPITAL COSTS (COL. 1 TO 3)	
		FROM	TO					
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$0	\$0	\$0	
2.	CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	0	0	0	
3.	DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	0	0	0	
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	0	1,917	578	
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	0	0	0	
6.	HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	0	0	0	
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	0	0	0	
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	0	1,835	553	
9.	PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	0	0	0	
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	0	0	0	
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	0	0	0	
12.	SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	0	2,536	764	
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	0	0	0	
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	0	0	0	
15.	HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	0	0	0	
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	0	0	0	
17.	PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	0	0	0	
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	0	0	0	
19.	DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	0	0	1	
20.	LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	0	0	0	
SUBTOTAL (LINES 1 THROUGH 20)					\$0	\$6,288	\$1,895	\$8,183

OTHER COMPONENTS								
21.	Other Non-Hospital	0			\$0	\$0	\$0	
22.	Prime Healthcare Services Los Angeles, LLC	0			0	0	0	
23.	Paradise Valley Medical Group, Inc.	0			0	0	0	
24.	Desert Valley Medical Group, Inc.	0			0	0	0	
25.	Sherman Oaks Medical Group Management, Inc.	0			0	0	0	
26.	Bio-Med Services, Inc.	0			0	0	0	
27.	Hospital Business Services, Inc.	0			0	0	0	
28.	Shasta Regional Medical Group, Inc.	0			0	0	0	
29.	Prime Healthcare Management - San Dimas	0			0	0	0	
30.	Prime Healthcare Management - Garden Grove	0			0	0	0	
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0			0	0	0	
32.	Prime Healthcare Management - Encino Hosp.	0			0	0	0	
33.	PHS Alvarado, LLC	0			0	0	0	
34.	Pampa Regional Medical Group	0			0	0	0	
35.	Prime Healthcare Services Foundation, Inc.	0			0	0	0	
36.	International Aircraft Investment, LLC	0			0	0	0	
37.	Prime Healthcare Air Transport, LLC	0			0	0	0	
SUBTOTAL (LINES 21 THROUGH 37)					\$0	\$0	\$0	\$0
GRAND TOTAL					\$0	\$6,288	\$1,895	\$8,183

(To Schedule 1, 2 & 2F)

MULTIPLIER
 Prime Healthcare Services Foundation, Inc. costs from Schedule 3, line 35 were allocated to Foundation Hospitals, Encino Hospital Medical Center, Montclair Hospital Medical Center, and Sherman Oak Hospital on this schedule.
 0.304803 0.291886 0.403311

SUMMARY ALLOCATION OF HOME OFFICE COSTS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT COSTS (SCH. 7-1) 1	FUNCTIONAL COSTS (SCH. 5-1F) 2	POOLED COSTS (SCH. 4) 3	TOTAL NONCAPITAL COSTS (COL. 1 TO 3)	
		FROM	TO					
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$1,280,740	\$0	\$3,225,350	\$4,506,090
2.	CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	29,961	0	1,140,427	1,170,388
3.	DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	105,944	0	1,540,272	1,646,216
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	66,495	0	704,105	770,600
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	16,741	0	1,172,977	1,189,718
6.	HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	41,224	0	680,910	722,134
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	41,224	0	720,515	761,739
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	314,280	0	674,265	988,545
9.	PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	0	0	2,006,162	2,006,162
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	8,369	0	782,423	790,792
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	350,445	0	2,002,038	2,352,483
12.	SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	481,742	0	931,659	1,413,401
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	82,442	0	1,175,079	1,257,521
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	3,429,844	0	2,260,742	5,690,586
15.	HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	0	0	1,229,281	1,229,281
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	977,205	0	839,253	1,816,458
17.	PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	44,492	0	263,441	307,933
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	56,707	0	1,717,132	1,773,839
19.	DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	13,834	0	193,228	207,062
20.	LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	0	0	376,886	376,886
SUBTOTAL (LINES 1 THROUGH 20)					\$7,341,689	\$0	\$23,636,147	\$30,977,836
OTHER COMPONENTS								
21.	Other Non-Hospital	0			\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0			0	0	1,046	1,046
23.	Paradise Valley Medical Group, Inc.	0			0	0	30,318	30,318
24.	Desert Valley Medical Group, Inc.	0			0	0	433,824	433,824
25.	Sherman Oaks Medical Group Management, Inc.	0			0	0	18,144	18,144
26.	Bio-Med Services, Inc.	0			2,875	0	222,396	225,271
27.	Hospital Business Services, Inc.	0			0	0	52,815	52,815
28.	Shasta Regional Medical Group, Inc.	0			0	0	14,414	14,414
29.	Prime Healthcare Management - San Dimas	0			0	0	75	75
30.	Prime Healthcare Management - Garden Grove	0			0	0	66	66
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0			0	0	76	76
32.	Prime Healthcare Management - Encino Hosp.	0			0	0	231	231
33.	PHS Alvarado, LLC	0			0	0	16	16
34.	Pampa Regional Medical Group	0			0	0	25,304	25,304
35.	Prime Healthcare Services Foundation, Inc.	0			0	0	55,935	55,935
36.	International Aircraft Investment, LLC	0			0	0	4,668	4,668
37.	Prime Healthcare Air Transport, LLC	0			0	0	32,049	32,049
SUBTOTAL (LINES 21 THROUGH 37)					\$2,875	\$0	\$891,376	\$894,251
GRAND TOTAL					\$7,344,564	\$0	\$24,527,522	\$31,872,086

(To Schedule 1, 2 & 2F)

Prime Healthcare Services Foundation, Inc. costs on line 35, were allocated to Foundation Hospitals on Schedule 3-1F.

SUMMARY ALLOCATION OF FOUNDATION COSTS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

HEALTH CARE FACILITIES	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT COSTS (SCH. 7-1) 1	FUNCTIONAL COSTS (SCH. 5-1) 2	POOLED COSTS (SCH. 4F) 3	TOTAL NONCAPITAL COSTS (COL. 1 TO 3)
		FROM	TO				
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12	\$0	\$0	\$0	\$0
2. CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12	0	0	0	0
3. DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12	0	0	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12	0	0	17,049	17,049
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12	0	0	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12	0	0	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12	0	0	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12	0	0	16,327	16,327
9. PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12	0	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12	0	0	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12	0	0	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12	0	0	22,560	22,560
13. WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12	0	0	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12	0	0	0	0
15. HARLINGEN MEDICAL CENTER	0	01/01/12	12/31/12	0	0	0	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	02/22/12	12/31/12	0	0	0	0
17. PAMPA REGIONAL MEDICAL CENTER	0	06/12/12	12/31/12	0	0	0	0
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	07/01/12	12/31/12	0	0	0	0
19. DALLAS MEDICAL CENTER	0	09/26/12	12/31/12	0	0	0	0
20. LOWER BUCK HOSPITAL	0	10/02/12	12/31/12	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)				\$0	\$0	\$55,935	\$55,935

OTHER COMPONENTS							
21. Other Non-Hospital	0			\$0	\$0	\$0	\$0
22. Prime Healthcare Services Los Angeles, LLC	0			0	0	0	0
23. Paradise Valley Medical Group, Inc.	0			0	0	0	0
24. Desert Valley Medical Group, Inc.	0			0	0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0			0	0	0	0
26. Bio-Med Services, Inc.	0			0	0	0	0
27. Hospital Business Services, Inc.	0			0	0	0	0
28. Shasta Regional Medical Group, Inc.	0			0	0	0	0
29. Prime Healthcare Management - San Dimas	0			0	0	0	0
30. Prime Healthcare Management - Garden Grove	0			0	0	0	0
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0			0	0	0	0
32. Prime Healthcare Management - Encino Hosp.	0			0	0	0	0
33. PHS Alvarado, LLC	0			0	0	0	0
34. Pampa Regional Medical Group	0			0	0	0	0
35. Prime Healthcare Services Foundation, Inc.	0			0	0	0	0
36. International Aircraft Investment, LLC	0			0	0	0	0
37. Prime Healthcare Air Transport, LLC	0			0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)				\$0	\$0	\$0	\$0

GRAND TOTAL

\$0	\$0	\$55,935	\$55,935
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(To Schedule 1, 2 & 2F)

MULTIPLIER

0.304803	0.291886	0.403324
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Prime Healthcare Services Foundation, Inc. costs from Schedule 3-1, line 35 were allocated to Foundation Hospitals, Encino Hospital Medical Center, Montclair Hospital Medical Center, and Sherman Oaks Hospital on this schedule.

POOLED ALLOCATION OF HOME OFFICE COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	TOTAL COST	CAPITAL	NONCAPITAL	TOTAL POOLED
		(SCH. G, COL. 1)	(SCH. 8)	(SCH. 8)	(COL. 2 + 3)
		1	2	3	4
HEALTH CARE FACILITIES					
		(Adjs. 102-103)			
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$202,752,482	\$109,260	\$3,225,350	\$3,334,610
2. CHINO VALLEY MEDICAL CENTER	1962407460	71,689,707	38,633	1,140,427	1,179,059
3. DESERT VALLEY HOSPITAL	1851396576	96,824,865	52,177	1,540,272	1,592,450
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	44,261,544	23,852	704,105	727,957
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	73,735,900	39,735	1,172,977	1,212,713
6. HUNTINGTON BEACH HOSPITAL	1083622120	42,803,498	23,066	680,910	703,976
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	45,293,148	24,408	720,515	744,923
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	42,385,781	22,841	674,265	697,106
9. PARADISE VALLEY HOSPITAL	1356410351	126,111,720	67,960	2,006,162	2,074,122
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	49,184,799	26,505	782,423	808,928
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	125,852,437	67,820	2,002,038	2,069,858
12. SHERMAN OAKS HOSPITAL	1750491247	58,566,134	31,560	931,659	963,220
13. WEST ANAHEIM MEDICAL CENTER	1871501916	73,867,992	39,806	1,175,079	1,214,885
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	142,115,129	76,584	2,260,742	2,337,325
15. HARLINGEN MEDICAL CENTER	0	77,275,296	41,642	1,229,281	1,270,924
16. ROXBOROUGH MEMORIAL HOSPITAL	0	52,757,266	28,430	839,253	867,683
17. PAMPA REGIONAL MEDICAL CENTER	0	16,560,498	8,924	263,441	272,366
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	107,942,646	58,169	1,717,132	1,775,301
19. DALLAS MEDICAL CENTER	0	12,146,701	6,546	193,228	199,773
20. LOWER BUCK HOSPITAL	0	23,691,899	12,767	376,886	389,654
SUBTOTAL (LINES 1 THROUGH 20)		\$1,485,819,442	\$800,686	\$23,636,147	\$24,436,833

OTHER COMPONENTS					
21. Other Non-Hospital	0	\$0	\$0	\$0	\$0
22. Prime Healthcare Services Los Angeles, LLC	0	65,742	35	1,046	1,081
23. Paradise Valley Medical Group, Inc.	0	1,905,846	1,027	30,318	31,345
24. Desert Valley Medical Group, Inc.	0	27,271,114	14,696	433,824	448,520
25. Sherman Oaks Medical Group Management, Inc.	0	1,140,551	615	18,144	18,758
26. Bio-Med Services, Inc.	0	13,980,312	7,534	222,396	229,930
27. Hospital Business Services, Inc.	0	3,320,073	1,789	52,815	54,604
28. Shasta Regional Medical Group, Inc.	0	906,071	488	14,414	14,902
29. Prime Healthcare Management - San Dimas	0	4,722	3	75	78
30. Prime Healthcare Management - Garden Grove	0	4,151	2	66	68
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0	4,807	3	76	79
32. Prime Healthcare Management - Encino Hosp.	0	14,521	8	231	239
33. PHS Alvarado, LLC	0	1,000	1	16	16
34. Pampa Regional Medical Group	0	1,590,634	857	25,304	26,161
35. Prime Healthcare Services Foundation, Inc.	0	3,516,207	1,895	55,935	57,830
36. International Aircraft Investment, LLC	0	293,412	158	4,668	4,826
37. Prime Healthcare Air Transport, LLC	0	2,014,644	1,086	32,049	33,134
SUBTOTAL (LINES 21 THROUGH 37)		\$56,033,807	\$30,196	\$891,376	\$921,571
GRAND TOTAL		\$1,541,853,249	\$830,881	\$24,527,522	\$25,358,404

(To Schedule 3) (To Schedule 3-1)

MULTIPLIER

0.000539 0.015908

Prime Healthcare Services Foundation, Inc. costs on line 35, were allocated to Foundation Hospitals on Schedule 4F.

FOUNDATION POOL ALLOCATION TO FOUNDATION HOSPITALS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

HEALTH CARE FACILITIES	PROVIDER NPI	TOTAL COST (SCH. G, COL. 1)	CAPITAL (SCH. 4)	NONCAPITAL (SCH. 4)	TOTAL POOLED (COL. 2 + 3)
		1	2	3	4
		(Adj.)			
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0
2. CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0
3. DESERT VALLEY HOSPITAL	1851396576	0	0	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	44,261,544	578	17,049	17,627
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	42,385,781	553	16,327	16,880
9. PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	58,566,134	764	22,559	23,323
13. WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0
15. HARLINGEN MEDICAL CENTER	0	0	0	0	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0
17. PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0
19. DALLAS MEDICAL CENTER	0	0	0	0	0
20. LOWER BUCK HOSPITAL	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)		\$145,213,459	\$1,895	\$55,935	\$57,830

OTHER COMPONENTS

21. Other Non-Hospital	0	\$0	\$0	\$0	\$0
22. Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0
23. Paradise Valley Medical Group, Inc.	0	0	0	0	0
24. Desert Valley Medical Group, Inc.	0	0	0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0
26. Bio-Med Services, Inc.	0	0	0	0	0
27. Hospital Business Services, Inc.	0	0	0	0	0
28. Shasta Regional Medical Group, Inc.	0	0	0	0	0
29. Prime Healthcare Management - San Dimas	0	0	0	0	0
30. Prime Healthcare Management - Garden Grove	0	0	0	0	0
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0
32. Prime Healthcare Management - Encino Hosp.	0	0	0	0	0
33. PHS Alvarado, LLC	0	0	0	0	0
34. Pampa Regional Medical Group	0	0	0	0	0
35. Prime Healthcare Services Foundation, Inc.	0	0	0	0	0
36. International Aircraft Investment, LLC	0	0	0	0	0
37. Prime Healthcare Air Transport, LLC	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)		\$0	\$0	\$0	\$0
GRAND TOTAL		\$145,213,459	\$1,895	\$55,935	\$57,830

(To Schedule 3F) (To Schedule 3-1F)

MULTIPLIER 0.304803 0.291886 0.403311
 Prime Healthcare Services Foundation, Inc. costs from Schedule 4, line 35 were allocated to Foundation Hospitals, Encino Hospital Medical Center and Montclair Hospital Medical Center on this schedule.

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES
TO CHAIN COMPONENTS - CAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Old Cap. Related- Buildings & 1.00	1.01	Old Cap. Related- Movable 2.00	2.01	New Cap. Related- Buildings & 4.00	4.01
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0

OTHER COMPONENTS							
21.	Other Non-Hospital	0	\$0	\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	6,288	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$6,288	\$0
GRAND TOTAL			\$0	\$0	\$0	\$6,288	\$0

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES
TO CHAIN COMPONENTS - CAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	New Cap. Related- Movable 5.00	5.01	Insurance Premiums 7.00	Taxes and Licenses - Not INCM 8.00	Other 9.00	AUDITED TOTAL CAPITAL
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0
OTHER COMPONENTS							
21.	Other Non-Hospital	0	\$0	\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	6,288
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$0	\$6,288
GRAND TOTAL			\$0	\$0	\$0	\$0	\$6,288

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Salaries of Officers 11	Salaries & Wages of Others 12	Payroll Taxes 13	Employee Benefits-Payroll Related 14	Employee Benefits- Nonpayroll 15	Profit Sharing/Pensio n Plans 16	Legal Fees 17
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0	\$0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0	\$0
OTHER COMPONENTS								
21.	Other Non-Hospital	0	0	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$0	\$0	\$0
GRAND TOTAL			\$0	\$0	\$0	\$0	\$0	\$0

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Repairs & Maintenance 25	Dues & Subscriptions 26	Charitable Contribution / Donations 27	Insurance Premium-Non Capital Related 28	Taxes & Licenses - Non Capital Related 29	Interest Expense 30	Temporary Labor 31
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0	\$0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0	\$0
OTHER COMPONENTS								
21.	Other Non-Hospital	0	\$0	\$0	\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$0	\$0	\$0
GRAND TOTAL			\$0	\$0	\$0	\$0	\$0	\$0

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Advertising 32	Contributions 33	Miscellaneous (Other) 34	Foundation 35	35.01	35.02	35.03
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0	\$0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0	\$0
OTHER COMPONENTS								
21.	Other Non-Hospital	0	\$0	\$0	\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$0	\$0	\$0
GRAND TOTAL			\$0	\$0	\$0	\$0	\$0	\$0

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
D

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

CHAIN COMPONENTS - NONCAPITAL RELATE

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	35.04	35.05	35.06	35.07	35.08	AUDITED TOTAL NONCAPITAL
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0
OTHER COMPONENTS							
21.	Other Non-Hospital	0	\$0	\$0	\$0	\$0	\$0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$0	\$0
GRAND TOTAL			\$0	\$0	\$0	\$0	\$0

**FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - CAPITAL RELATED**

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

<u>HEALTH CARE FACILITIES</u>	PROVIDER NPI	Old Cap. Related- (Statistics) 1.00	(Statistics) 1.01	Old Cap. Related- (Statistics) 2.00	(Statistics) 2.01	New Cap. Related- (Costs) 4.00	(Statistics) 4.01
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0	0	0	0
2. CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0	0
3. DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0	0
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0	0
9. PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0	0
13. WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0	0
15. HARLINGEN MEDICAL CENTER	0	0	0	0	0	0	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0	0
17. PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0
19. DALLAS MEDICAL CENTER	0	0	0	0	0	0	0
20. LOWER BUCK HOSPITAL	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)		0	0	0	0	0	0
<u>OTHER COMPONENTS</u>							
21. Other Non-Hospital	0	0	0	0	0	0	0
22. Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0
23. Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0
24. Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0
26. Bio-Med Services, Inc.	0	0	0	0	0	0	0
27. Hospital Business Services, Inc.	0	0	0	0	0	0	0
28. Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0
29. Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0
30. Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0	0
32. Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0
33. PHS Alvarado, LLC	0	0	0	0	0	0	0
34. Pampa Regional Medical Group	0	0	0	0	0	0	0
35. Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	6,288	0
36. International Aircraft Investment, LLC	0	0	0	0	0	0	0
37. Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)		0	0	0	0	6,288	0
GRAND TOTAL		0	0	0	0	6,288	0
TOTAL STATISTICS		0	0	0	0	6,288	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)		\$0	\$0	\$0	\$0	\$6,288	\$0
UNIT COST MULTIPLIER		0.000000	0.000000	0.000000	0.000000	1.000000	0.000000

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - CAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	New Cap. Related- (Statistics) 5.00	(Statistics) 5.01	Insurance Premiums (Statistics) 7.00	Taxes and Licenses - Not (Statistics) 8.00	Other (Statistics) 9.00
HEALTH CARE FACILITIES						
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0	0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			0	0	0	0
OTHER COMPONENTS						
21.	Other Non-Hospital	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			0	0	0	0
GRAND TOTAL			0	0	0	0
TOTAL STATISTICS			0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)			\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER			0.000000	0.000000	0.000000	0.000000

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Legal Fees (Costs) 17.00	Auditing & Accounting (Costs) 18.00	Utilities (Costs) 19.00	Communication s (Statistics) 20.00	Travel & Entertainment (Statistics) 21.00	Transportation (Statistics) 22.00
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0	0	0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			0	0	0	0	0
OTHER COMPONENTS							
21.	Other Non-Hospital	0	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			0	0	0	0	0
GRAND TOTAL			0	0	0	0	0
TOTAL STATISTICS			0	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)			\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER			0.000000	0.000000	0.000000	0.000000	0.000000

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Cleaning Office & Admin (Costs) 23.00	Minor Equipment (Statistics) 24.00	Repairs & Maintenance (Costs) 25.00	Dues & Subscriptions (Costs) 26.00	Charitable Contribution / (Statistics) 27.00	Insurance Premium-Non (Costs) 28.00
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0	0	0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			0	0	0	0	0
OTHER COMPONENTS							
21.	Other Non-Hospital	0	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			0	0	0	0	0
GRAND TOTAL			0	0	0	0	0
TOTAL STATISTICS			0	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)			\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER			0.000000	0.000000	0.000000	0.000000	0.000000

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Taxes & Licenses - Non (Costs) 29.00	Interest Expense (Statistics) 30.00	Temporary Labor (Statistics) 31.00	Advertising (Costs) 32.00	Contributions (Statistics) 33.00	Miscellaneous (Other) (Costs) 34.00
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0	0	0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			0	0	0	0	0
OTHER COMPONENTS							
21.	Other Non-Hospital	0	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			0	0	0	0	0
GRAND TOTAL			0	0	0	0	0
TOTAL STATISTICS			0	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)			\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER			0.000000	0.000000	0.000000	0.000000	0.000000

FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI	Foundation (Statistics) 35.00	(Statistics) 35.01	(Statistics) 35.02	(Statistics) 35.03	(Statistics) 35.04	(Statistics) 35.05
HEALTH CARE FACILITIES							
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0	0	0
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0
5.	GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			0	0	0	0	0
OTHER COMPONENTS							
21.	Other Non-Hospital	0	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0
27.	Hospital Business Services, Inc.	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	3513740	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			3,513,740	0	0	0	0
GRAND TOTAL			3,513,740	0	0	0	0
TOTAL STATISTICS			3,513,740	0	0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)			\$0	\$0	\$0	\$0	\$0
UNIT COST MULTIPLIER			0.000000	0.000000	0.000000	0.000000	0.000000

**FOUNDATION FUNCTIONAL ALLOCATION OF EXPENSES TO
CHAIN COMPONENTS STATISTICS - NONCAPITAL RELATED**

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

<u>HEALTH CARE FACILITIES</u>	PROVIDER NPI	(Statistics) 35.06	(Statistics) 35.07	(Statistics) 35.08
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	0	0	0
2. CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0
3. DESERT VALLEY HOSPITAL	1851396576	0	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0
9. PARADISE VALLEY HOSPITAL	1356410351	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	0	0	0
13. WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0
15. HARLINGEN MEDICAL CENTER	0	0	0	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0
17. PAMPA REGIONAL MEDICAL CENTER	0	0	0	0
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0
19. DALLAS MEDICAL CENTER	0	0	0	0
20. LOWER BUCK HOSPITAL	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)		0	0	0
<u>OTHER COMPONENTS</u>				
21. Other Non-Hospital	0	0	0	0
22. Prime Healthcare Services Los Angeles, LLC	0	0	0	0
23. Paradise Valley Medical Group, Inc.	0	0	0	0
24. Desert Valley Medical Group, Inc.	0	0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0	0	0	0
26. Bio-Med Services, Inc.	0	0	0	0
27. Hospital Business Services, Inc.	0	0	0	0
28. Shasta Regional Medical Group, Inc.	0	0	0	0
29. Prime Healthcare Management - San Dimas	0	0	0	0
30. Prime Healthcare Management - Garden Grove	0	0	0	0
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0
32. Prime Healthcare Management - Encino Hosp.	0	0	0	0
33. PHS Alvarado, LLC	0	0	0	0
34. Pampa Regional Medical Group	0	0	0	0
35. Prime Healthcare Services Foundation, Inc.	0	0	0	0
36. International Aircraft Investment, LLC	0	0	0	0
37. Prime Healthcare Air Transport, LLC	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)		0	0	0
GRAND TOTAL		0	0	0
TOTAL STATISTICS		0	0	0
COST TO BE ALLOCATED (FROM SCHEDULE 8)		\$0	\$0	\$0
UNIT COST MULTIPLIER		0.000000	0.000000	0.000000

DIRECT ALLOCATION OF CAPITAL COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2012

<u>HEALTH CARE FACILITIES</u>	PROVIDER NPI	REPORTED TOTAL (SCH. E)	TAXES & LICENSES 1					AUDITED TOTAL
			(Adjs. 26-27)					
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2. CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0	0	0
3. DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0	0	0
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	0	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0	0	0
9. PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0	0	0
13. WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0	0	0
15. HARLINGEN MEDICAL CENTER	0	0	0	0	0	0	0	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	0	1,064	0	0	0	0	1,064
17. PAMPA REGIONAL MEDICAL CENTER	0	0	6,180	0	0	0	0	6,180
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0	0	0
19. DALLAS MEDICAL CENTER	0	0	0	0	0	0	0	0
20. LOWER BUCK HOSPITAL	0	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)		\$0	\$7,244	\$0	\$0	\$0	\$0	\$7,244
<u>OTHER COMPONENTS</u>								
21. Other Non-Hospital	0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
22. Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0	0
23. Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0	0
24. Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0	0
26. Bio-Med Services, Inc.	0	0	0	0	0	0	0	0
27. Hospital Business Services, Inc.	0	0	0	0	0	0	0	0
28. Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0	0
29. Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0	0
30. Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0	0
31. Prime Healthcare Management - Shasta Regional Med. Ctr.	0	0	0	0	0	0	0	0
32. Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0	0
33. PHS Alvarado, LLC	0	0	0	0	0	0	0	0
34. Pampa Regional Medical Group	0	0	0	0	0	0	0	0
35. Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0	0	0
36. International Aircraft Investment, LLC	0	0	0	0	0	0	0	0
37. Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
GRAND TOTAL		\$0	\$7,244	\$0	\$0	\$0	\$0	\$7,244

(To Schedule 3)

DIRECT ALLOCATION OF NONCAPITAL COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2012

HEALTH CARE FACILITIES	PROVIDER NPI	REPORTED TOTAL (SCH. E-1)	LEGAL FEES 1 (Adjs. 33-35)	AUDITING AND ACCOUNTING FEES 2 (Adj. 52)	AUDITING AND ACCOUNTING FEES 3 (Adj. 53-56)	INTEREST EXPENSE 4 (Adj 76)	INTEREST EXPENSE 5 (Adj 77)	INTEREST EXPENSE 6 (Adj 78)	MISC 7 (Adj 87)
	1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$35,145	\$0	\$0	\$365,401	\$880,194	\$0
2. CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	8,789	21,172	0	0
3. DESERT VALLEY HOSPITAL	1851396576	0	13,405	0	0	27,147	65,392	0	0
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	19,132	47,363	0	0
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	0	0	0	0	4,911	11,830	0	0
6. HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	12,093	29,131	0	0
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	12,093	29,131	0	0
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	90,424	223,856	0	0
9. PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0	0	0
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	2,455	5,914	0	0
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	102,805	247,640	0	0
12. SHERMAN OAKS HOSPITAL	1750491247	0	0	0	6,000	136,880	338,862	0	0
13. WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	24,180	58,262	0	0
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	986,831	2,443,013	0	0
15. HARLINGEN MEDICAL CENTER	0	0	0	0	24,858	313,992	777,322	(1,116,172)	0
16. ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0	977,205	0	0
17. PAMPA REGIONAL MEDICAL CENTER	0	0	23,317	13,037	8,138	0	0	0	0
18. SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	40,759	15,948	0	0	0	0
19. DALLAS MEDICAL CENTER	0	0	0	13,834	0	0	0	0	0
20. LOWER BUCK HOSPITAL	0	0	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)		\$0	\$71,867	\$67,630	\$54,944	\$2,107,133	\$6,156,287	(\$1,116,172)	\$0
OTHER COMPONENTS									
21. Other Non-Hospital	0	0	0	0	0	0	0	0	0
22. Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0	0	0
23. Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0	0	0
24. Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0	0	0
25. Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0	0	0
26. Bio-Med Services, Inc.	0	0	0	0	0	0	0	0	2,875
27. Hospital Business Services, Inc.	0	0	0	0	0	0	0	0	0
28. Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0	0	0
29. Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0	0	0
30. Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0	0	0
31. Prime Healthcare Management - Shasta Regional	0	0	0	0	0	0	0	0	0
32. Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0	0	0
33. PHS Alvarado, LLC	0	0	0	0	0	0	0	0	0
34. Pampa Regional Medical Group	0	0	0	0	0	0	0	0	0
35. Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0	0	0	0
36. International Aircraft Investment, LLC	0	0	0	0	0	0	0	0	0
37. Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,875
GRAND TOTAL		\$0	\$71,867	\$67,630	\$54,944	\$2,107,133	\$6,156,287	(\$1,116,172)	\$2,875

DIRECT ALLOCATION OF NONCAPITAL COSTS TO CHAIN COMPONENTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

	PROVIDER NPI							AUDITED TOTAL
HEALTH CARE FACILITIES								
1.	CENTINELA HOSPITAL MEDICAL CENTER	1336328244	\$0	\$0	\$0	\$0	\$0	\$1,280,740
2.	CHINO VALLEY MEDICAL CENTER	1962407460	0	0	0	0	0	29,961
3.	DESERT VALLEY HOSPITAL	1851396576	0	0	0	0	0	105,944
4.	ENCINO HOSPITAL MEDICAL CENTER	1437322377	0	0	0	0	0	66,495 *
5.	GARDEN GROVE HOSPITAL MEDICAL CENTEF	1659538858	0	0	0	0	0	16,741
6.	HUNTINGTON BEACH HOSPITAL	1083622120	0	0	0	0	0	41,224
7.	LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	0	0	0	0	0	41,224
8.	MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	0	0	0	0	0	314,280 *
9.	PARADISE VALLEY HOSPITAL	1356410351	0	0	0	0	0	0
10.	SAN DIMAS COMMUNITY HOSPITAL	1740447945	0	0	0	0	0	8,369
11.	SHASTA REGIONAL MEDICAL CENTER	1205089026	0	0	0	0	0	350,445
12.	SHERMAN OAKS HOSPITAL	1750491247	0	0	0	0	0	481,742 *
13.	WEST ANAHEIM MEDICAL CENTER	1871501916	0	0	0	0	0	82,442
14.	ALVARADO HOSPITAL MEDICAL CENTER	1265468946	0	0	0	0	0	3,429,844
15.	HARLINGEN MEDICAL CENTER	0	0	0	0	0	0	0
16.	ROXBOROUGH MEMORIAL HOSPITAL	0	0	0	0	0	0	977,205
17.	PAMPA REGIONAL MEDICAL CENTER	0	0	0	0	0	0	44,492
18.	SAINT MARY'S REGIONAL MEDICAL CENTER	0	0	0	0	0	0	56,707
19.	DALLAS MEDICAL CENTER	0	0	0	0	0	0	13,834
20.	LOWER BUCK HOSPITAL	0	0	0	0	0	0	0
SUBTOTAL (LINES 1 THROUGH 20)			\$0	\$0	\$0	\$0	\$0	\$7,341,689
OTHER COMPONENTS								
21.	Other Non-Hospital	0	0	0	0	0	0	0
22.	Prime Healthcare Services Los Angeles, LLC	0	0	0	0	0	0	0
23.	Paradise Valley Medical Group, Inc.	0	0	0	0	0	0	0
24.	Desert Valley Medical Group, Inc.	0	0	0	0	0	0	0
25.	Sherman Oaks Medical Group Management, Inc.	0	0	0	0	0	0	0
26.	Bio-Med Services, Inc.	0	0	0	0	0	0	2,875
27.	Hospital Business Services, Inc.	0	0	0	0	0	0	0
28.	Shasta Regional Medical Group, Inc.	0	0	0	0	0	0	0
29.	Prime Healthcare Management - San Dimas	0	0	0	0	0	0	0
30.	Prime Healthcare Management - Garden Grove	0	0	0	0	0	0	0
31.	Prime Healthcare Management - Shasta Regional	0	0	0	0	0	0	0
32.	Prime Healthcare Management - Encino Hosp.	0	0	0	0	0	0	0
33.	PHS Alvarado, LLC	0	0	0	0	0	0	0
34.	Pampa Regional Medical Group	0	0	0	0	0	0	0
35.	Prime Healthcare Services Foundation, Inc.	0	0	0	0	0	0	0
36.	International Aircraft Investment, LLC	0	0	0	0	0	0	0
37.	Prime Healthcare Air Transport, LLC	0	0	0	0	0	0	0
SUBTOTAL (LINES 21 THROUGH 37)			\$0	\$0	\$0	\$0	\$0	\$2,875
GRAND TOTAL			\$0	\$0	\$0	\$0	\$0	\$7,344,564

(To Schedule 3-1)

TRIAL BALANCE OF EXPENSES

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

LINE NO.	COST CENTER DESCRIPTION	REPORTED POOLED ALLOC. (SCH. B, COL 8)	ADJ. NO.	ADJUSTMENT AMOUNT(S)	AUDITED POOLED COSTS
CAPITAL-RELATED COSTS - OLD					
1.00	Old Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
1.01		0		0	0
2.00	Old Cap. Related-Movable Equipment	0		0	0
2.01		0		0	0
3.00	SUBTOTAL (sum of lines 1 through 2.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
CAPITAL-RELATED COSTS - NEW					
4.00	New Cap. Related-Buildings & Fixtures	\$1,891,523	9-13	(\$1,451,374)	\$440,149
4.01		0		0	0
5.00	New Cap. Related-Movable Equipment	2,285,953	8, 14-20	(1,935,264)	350,689
5.01		0		0	0
6.00	SUBTOTAL (sum of lines 4 through 5.01)	<u>\$4,177,476</u>		<u>(\$3,386,638)</u>	<u>\$790,838</u>
OTHER CAPITAL-RELATED COSTS					
7.00	Insurance Premiums	\$94,248	3-4	(\$57,914)	\$36,334
8.00	Taxes and Licenses - Not INCM	4,452,658	5-8, 14, 21-27	(4,448,949)	3,709
9.00	Other	0		0	0
10.00	SUBTOTAL (sum of lines 7 through 9)	<u>\$4,546,906</u>		<u>(\$4,506,863)</u>	<u>\$40,043</u>
NON CAPITAL-RELATED COSTS					
11.00	Salaries of Officers	\$0		\$0	\$0
12.00	Salaries & Wages of Others	16,611,979	28	(2,421,011)	14,190,968
13.00	Payroll Taxes	949,175			949,175
14.00	Employee Benefits-Payroll Related	165,772		0	165,772
15.00	Employee Benefits-Nonpayroll Related	86,355		0	86,355
16.00	Profit Sharing/Pension Plans	0		0	0
17.00	Legal Fees	5,651,379	29-35	(1,695,293)	3,956,086
18.00	Auditing & Accounting Fees	5,083,146	15, 36-56	(2,901,302)	2,181,844
19.00	Utilities	371,319		0	371,319
20.00	Communications	0		0	0
21.00	Travel & Entertainment	874,768	15, 57-65	(88,541)	786,227
22.00	Transportation	0		0	0
23.00	Cleaning Office & Admin Supplies	329,644	66-67	(277,060)	52,584
24.00	Minor Equipment Expensed	262,430	68-69	(81,572)	180,858
25.00	Repairs & Maintenance	397,289	15, 70-72	(65,492)	331,797
26.00	Dues & Subscriptions	286,164	15	(763)	285,401
27.00	Charitable Contribution / Donations	0		0	0
28.00	Insurance Premium-Non Capital Related	79,918	3, 4, 14, 15, 73	(33,445)	46,473
29.00	Taxes & Licenses - Non Capital Related	0	5-7, 15	15,496	15,496
30.00	Interest Expense	11,431,508	15, 74-77, 79-81	(10,889,291)	542,217
31.00	Temporary Labor	0		0	0
32.00	Advertising	0		0	0
33.00	Contributions	0		0	0
34.00	Miscellaneous (Other)	449,826	15, 82-87	(64,876)	384,950
35.00	Foundation	0		0	0
35.01		0		0	0
35.02		0		0	0
35.03		0		0	0
35.04		0		0	0
35.05		0		0	0
35.06		0		0	0
35.07		0		0	0
35.08		0		0	0
36.00	SUBTOTAL (sum of lines 11 through 35.08)	<u>\$43,030,672</u>		<u>(\$18,503,150)</u>	<u>\$24,527,522</u>
37.00	TOTAL ALLOWABLE EXPENSES	<u>\$51,755,054</u>		<u>(\$26,396,651)</u>	<u>\$25,358,403</u>
					(To Sch. 4)
38.00	NONREIMBURSABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
	TOTAL EXPENSES	<u>\$51,755,054</u>		<u>(\$26,396,651)</u>	<u>\$25,358,403</u>

TRIAL BALANCE OF EXPENSES

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

LINE NO.	COST CENTER DESCRIPTION	REPORTED DIRECT ALLOC. (SCH. B, COL 6)	ADJ. NO.	ADJUSTMENT AMOUNT(S)	AUDITED DIRECT COSTS
CAPITAL-RELATED COSTS - OLD					
1.00	Old Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
1.01		0		0	0
2.00	Old Cap. Related-Movable Equipment	0		0	0
2.01		0		0	0
3.00	SUBTOTAL (sum of lines 1 through 2.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
CAPITAL-RELATED COSTS - NEW					
4.00	New Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
4.01		0		0	0
5.00	New Cap. Related-Movable Equipment	0		0	0
5.01		0		0	0
6.00	SUBTOTAL (sum of lines 4 through 5.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
OTHER CAPITAL-RELATED COSTS					
7.00	Insurance Premiums	\$0		\$0	\$0
8.00	Taxes and Licenses - Not INCM	0	26-27	7,244	7,244
9.00	Other	0		0	0
10.00	SUBTOTAL (sum of lines 7 through 9)	<u>\$0</u>		<u>\$7,244</u>	<u>\$7,244</u>
NON CAPITAL-RELATED COSTS					
11.00	Salaries of Officers	\$0		\$0	\$0
12.00	Salaries & Wages of Others	0		0	0
13.00	Payroll Taxes	0		0	0
14.00	Employee Benefits-Payroll Related	0		0	0
15.00	Employee Benefits-Nonpayroll Related	0		0	0
16.00	Profit Sharing/Pension Plans	0		0	0
17.00	Legal Fees	0	33-35	71,867	71,867
18.00	Auditing & Accounting Fees	0	52-56	122,574	122,574
19.00	Utilities	0		0	0
20.00	Communications	0		0	0
21.00	Travel & Entertainment	0		0	0
22.00	Transportation	0		0	0
23.00	Cleaning Office & Admin Supplies	0		0	0
24.00	Minor Equipment Expensed	0		0	0
25.00	Repairs & Maintenance	0		0	0
26.00	Dues & Subscriptions	0		0	0
27.00	Charitable Contribution / Donations	0		0	0
28.00	Insurance Premium-Non Capital Related	0		0	0
29.00	Taxes & Licenses - Non Capital Related	0		0	0
30.00	Interest Expense	0	76-77	8,263,420	8,263,420
31.00	Temporary Labor	0		0	0
32.00	Advertising	0		0	0
33.00	Contributions	0		0	0
34.00	Miscellaneous (Other)	0	87	2,875	2,875
35.00	Foundation	0		0	0
35.01		0		0	0
35.02		0		0	0
35.03		0		0	0
35.04		0		0	0
35.05		0		0	0
35.06		0		0	0
35.07		0		0	0
35.08		0		0	0
36.00	SUBTOTAL (sum of lines 11 through 35.08)	<u>\$0</u>		<u>\$8,460,736</u>	<u>\$8,460,736</u>
37.00	TOTAL ALLOWABLE EXPENSES	<u>\$0</u>		<u>\$8,467,980</u>	<u>\$8,467,980</u>
(To Sch. 7, 7-1)					
38.00	NONREIMBURSABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
TOTAL EXPENSES		<u><u>\$0</u></u>		<u><u>\$8,467,980</u></u>	<u><u>\$8,467,980</u></u>

TRIAL BALANCE OF EXPENSES - FOUNDATION

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.

FISCAL PERIOD ENDED:
DECEMBER 31, 2012

LINE NO.	COST CENTER DESCRIPTION	REPORTED FOUNDATION FUNCTIONAL COSTS (SCH. B, COL 7)	ADJ. NO.	ADJUSTMENT AMOUNT(S)	AUDITED FOUNDATION FUNCTIONAL COSTS
CAPITAL-RELATED COSTS - OLD					
1.00	Old Cap. Related-Buildings & Fixtures	\$0		\$0	\$0
1.01		0		0	0
2.00	Old Cap. Related-Movable Equipment	0		0	0
2.01		0		0	0
3.00	SUBTOTAL (sum of lines 1 through 2.01)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
CAPITAL-RELATED COSTS - NEW					
4.00	New Cap. Related-Buildings & Fixtures	\$6,288	2	\$0	\$6,288
4.01		0		0	0
5.00	New Cap. Related-Movable Equipment	0		0	0
5.01		0		0	0
6.00	SUBTOTAL (sum of lines 4 through 5.01)	<u>\$6,288</u>		<u>\$0</u>	<u>\$6,288</u>
OTHER CAPITAL-RELATED COSTS					
7.00	Insurance Premiums	\$0		\$0	\$0
8.00	Taxes and Licenses - Not INCM	0		0	0
9.00	Other	0		0	0
10.00	SUBTOTAL (sum of lines 7 through 9)	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
NON CAPITAL-RELATED COSTS					
11.00	Salaries of Officers	\$0		\$0	\$0
12.00	Salaries & Wages of Others	0		0	0
13.00	Payroll Taxes	0		0	0
14.00	Employee Benefits-Payroll Related	0		0	0
15.00	Employee Benefits-Nonpayroll Related	0		0	0
16.00	Profit Sharing/Pension Plans	0		0	0
17.00	Legal Fees	0		0	0
18.00	Auditing & Accounting Fees	0		0	0
19.00	Utilities	0		0	0
20.00	Communications	0		0	0
21.00	Travel & Entertainment	0		0	0
22.00	Transportation	0		0	0
23.00	Cleaning Office & Admin Supplies	0		0	0
24.00	Minor Equipment Expensed	0		0	0
25.00	Repairs & Maintenance	0		0	0
26.00	Dues & Subscriptions	0		0	0
27.00	Charitable Contribution / Donations	0		0	0
28.00	Insurance Premium-Non Capital Related	0		0	0
29.00	Taxes & Licenses - Non Capital Related	0		0	0
30.00	Interest Expense	0		0	0
31.00	Temporary Labor	0		0	0
32.00	Advertising	0		0	0
33.00	Contributions	0		0	0
34.00	Miscellaneous (Other)	0		0	0
35.00	Foundation	3,507,452	2, 88-101	(3,507,452)	0
35.01		0		0	0
35.02		0		0	0
35.03		0		0	0
35.04		0		0	0
35.05		0		0	0
35.06		0		0	0
35.07		0		0	0
35.08		0		0	0
36.00	SUBTOTAL (sum of lines 11 through 35.08)	<u>\$3,507,452</u>		<u>(\$3,507,452)</u>	<u>\$0</u>
37.00	TOTAL ALLOWABLE EXPENSES	<u>\$3,513,740</u>		<u>(\$3,507,452)</u>	<u>\$6,288</u>
(To Sch. 5F, 5-1F)					
38.00	NONREIMBURSABLE EXPENSES	<u>\$0</u>		<u>\$0</u>	<u>\$0</u>
TOTAL EXPENSES		<u>\$3,513,740</u>		<u>(\$3,507,452)</u>	<u>\$6,288</u>

REPORTED HOME OFFICE COSTS

HOME OFFICE NAME:
PRIME HEALTHCARE SERVICES, INC.FISCAL PERIOD ENDED:
DECEMBER 31, 2012

HEALTH CARE FACILITIES	PROVIDER NPI	FISCAL PERIODS ENDING DURING HOME OFFICE FISCAL YEAR		DIRECT ALLOCATION		FUNCTIONAL ALLOCATION		POOLED ALLOCATION		TOTAL ALLOCATION HOME OFFICE COSTS
		FROM	TO	CAPITAL RELATED COSTS (SCH. E)	NON-CAPITAL RELATED COSTS (SCH. E-1)	CAPITAL RELATED COSTS (SCH. F)	NON-CAPITAL RELATED COSTS (SCH. F-1)	CAPITAL RELATED COSTS (SCH. G)	NON-CAPITAL RELATED COSTS (SCH. G)	
1. CENTINELA HOSPITAL MEDICAL CENTER	1336328244	01/01/12	12/31/12					\$553,887	\$5,705,408	\$6,259,295
2. CHINO VALLEY MEDICAL CENTER	1962407460	01/01/12	12/31/12					195,845	2,017,331	2,213,176
3. DESERT VALLEY HOSPITAL	1851396576	01/01/12	12/31/12					264,511	2,724,629	2,989,140
4. ENCINO HOSPITAL MEDICAL CENTER	1437322377	01/01/12	12/31/12					112,801	1,161,922	1,274,723
5. GARDEN GROVE HOSPITAL MEDICAL CENTER	1659538858	01/01/12	12/31/12					201,435	2,074,911	2,276,346
6. HUNTINGTON BEACH HOSPITAL	1083622120	01/01/12	12/31/12					116,933	1,204,480	1,321,413
7. LA PALMA INTERCOMMUNITY HOSPITAL	1386947836	01/01/12	12/31/12					123,734	1,274,538	1,398,272
8. MONTCLAIR HOSPITAL MEDICAL CENTER	1992721161	01/01/12	12/31/12					106,652	1,098,582	1,205,234
9. PARADISE VALLEY HOSPITAL	1356410351	01/01/12	12/31/12					344,518	3,548,754	3,893,272
10. SAN DIMAS COMMUNITY HOSPITAL	1740447945	01/01/12	12/31/12					134,365	1,384,049	1,518,414
11. SHASTA REGIONAL MEDICAL CENTER	1205089026	01/01/12	12/31/12					343,810	3,541,458	3,885,268
12. SHERMAN OAKS HOSPITAL	1750491247	01/01/12	12/31/12					159,994	1,648,037	1,808,031
13. WEST ANAHEIM MEDICAL CENTER	1871501916	01/01/12	12/31/12					202,346	2,084,292	2,286,638
14. ALVARADO HOSPITAL MEDICAL CENTER	1265468946	01/01/12	12/31/12					376,416	3,877,327	4,253,743
15. HARLINGEN MEDICAL CENTER		01/01/12	12/31/12					211,104	2,174,508	2,385,612
16. ROXBOROUGH MEMORIAL HOSPITAL		02/22/12	12/31/12					144,124	1,484,577	1,628,701
17. PAMPA REGIONAL MEDICAL CENTER		06/12/12	12/31/12					45,241	466,008	511,249
18. SAINT MARY'S REGIONAL MEDICAL CENTER		07/01/12	12/31/12					294,883	3,037,480	3,332,363
19. DALLAS MEDICAL CENTER		09/26/12	12/31/12					33,384	343,868	377,252
20. LOWER BUCK HOSPITAL		10/02/12	12/31/12					64,723	666,684	731,407
SUBTOTAL (LINES 1 THROUGH 20)								\$0	\$0	\$0
OTHER COMPONENTS								\$0	\$0	\$0
21. Other Non-Hospital								\$137,165	\$1,412,884	\$1,550,049
22. Prime Healthcare Services Los Angeles, LLC										0
23. Paradise Valley Medical Group, Inc.										0
24. Desert Valley Medical Group, Inc.										0
25. Sherman Oaks Medical Group Management, Inc.										0
26. Bio-Med Services, Inc.										0
27. Hospital Business Services, Inc.										0
28. Shasta Regional Medical Group, Inc.										0
29. Prime Healthcare Management - San Dimas										0
30. Prime Healthcare Management - Garden Grove										0
31. Prime Healthcare Management - Shasta Regional I										0
32. Prime Healthcare Management - Encino Hosp.										0
33. PHS Alvarado, LLC										0
34. Pampa Regional Medical Group										0
35. Prime Healthcare Services Foundation, Inc.						6,288	3,507,452	9,606	98,906	3,622,252
36. International Aircraft Investment, LLC										0
37. Prime Healthcare Air Transport, LLC										0
SUBTOTAL (LINES 21 THROUGH 37)						\$6,288	\$3,507,452	\$146,771	\$1,511,790	\$5,172,301
GRAND TOTAL						\$6,288	\$3,507,452	\$4,177,477	\$43,030,633	\$50,721,850

(To Sch. 2, Col. 1)

Provider Name			Fiscal Period					Provider NPI		Adjustments				
PRIME HEALTHCARE SERVICES, INC.			JANUARY 1, 2012 THROUGH DECEMBER 31, 2012					HOME OFFICE		103				
Report References			Explanation of Audit Adjustments					As Reported	Increase (Decrease)	As Adjusted				
Adj. No.	Audit Report	Cost Report												
		Work Sheet									Part	Title	Line	Col.
<u>MEMORANDUM ADJUSTMENTS</u>														
1														
2														

Provider Name			Fiscal Period				Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.			JANUARY 1, 2012 THROUGH DECEMBER 31, 2012				HOME OFFICE		103
Report References									
Adj. No.	Audit Report	Cost Report				Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted
		Work Sheet	Part	Title	Line				
<u>RECLASSIFICATIONS OF REPORTED COSTS</u>									
3	8	B		7.00	8	Insurance Premiums	\$94,248	(\$44,231)	\$50,017 *
	8	B		28.00	8	Insurance Premiums - Non Capital Related	79,918	44,231	124,149 *
To reverse the provider's reclassifications of Prime Healthcare Air Transportation, LLC expenses, for this expense will be eliminated in line 28 of adjustment 15. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3									
4	8	B		7.00	8	Insurance Premiums	* \$50,017	(\$13,683)	\$36,334
	8	B		28.00	8	Insurance Premiums - Non Capital Related	* 124,149	13,683	137,832 *
To reverse the provider's reclassifications of International Aircraft Investment, LLC expenses, for this expense will be eliminated in line 28 of adjustment 14 . 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3									
5	8	B		8.00	8	Taxes and Licenses (Other than Income)	\$4,452,658	(\$60,273)	\$4,392,385 *
	8	B		29.00	8	Taxes and Licenses - Non Capital Related	0	60,273	60,273 *
To reverse the provider's reclassifications of Prime Healthcare Air Transportation, LLC expenses, for this expense will be eliminated in line 29 of adjustment 15. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3									
6	8	B		8.00	8	Taxes and Licenses (Other than Income)	* \$4,392,385	(\$9,144)	\$4,383,241 *
	8	B		29.00	8	Taxes and Licenses - Non Capital Related	* 60,273	9,144	69,417 *
7	8	B		8.00	8	Taxes and Licenses (Other than Income)	* \$4,383,241	(\$6,352)	\$4,376,889 *
	8	B		29.00	8	Taxes and Licenses - Non Capital Related	* 69,417	6,352	75,769 *
To reclassify the non-capital related taxes and licenses to agree with the provider's trial balance and amended cost report. 42 CFR 413.20, 413.24, 413.50, and 413.134 CMS Pub. 15-1, Sections 102, 2300, 2302.4, and 2304									

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<u>RECLASSIFICATIONS OF REPORTED COSTS</u>												
8	8	B			5.00	8	New Capital Related Costs - Movable Equipment		\$2,285,953	\$813	\$2,286,766 *	
	8	B			8.00	8	Taxes and Licenses (Other than Income)	*	4,376,889	(813)	4,376,076 *	
To reclassify the equipment costs from Taxes and Licenses to agree with the provider's trial balance and amended cost report. 42 CFR 413.20, 413.24, 413.50, and 413.134 CMS Pub. 15-1, Sections 102, 2300, 2302.4, and 2304												

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<u>ADJUSTMENTS TO REPORTED COSTS</u>												
	8	B			4.00	8	New Capital Related Costs - Building and Fixtures		\$1,891,523			
9							To adjust depreciation to agree with the provider's detailed depreciation schedules. 42 CFR 413.20, 413.24, 413.50, and 413.134 CMS Pub. 15-1, Sections 102, 2300, 2302.4, and 2304			(\$1,397)		
10							To eliminate building lease expense from a related organization. 42 CFR 413.17 and 413.24 CMS Pub. 15-1, Sections 1005, 1011.5, and 2304			(1,724,058)		
11							To eliminate lease expense due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(8,150)		
12							To include depreciation expense in lieu of related party lease expenses. 42 CFR 413.17, 413.20, and 413.24 CMS Pub. 15-1, Sections 1011.5, 2300, and 2304			189,707		
13							To include real property taxes in lieu of related party lease expense. 42 CFR 413.17, 413.20, and 413.24 CMS Pub. 15-1, Sections 1011.5, 2300, and 2304			<u>92,524</u> (\$1,451,374)	\$440,149	

Provider Name							Fiscal Period		Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012		HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted	
Adj. No.	Audit Report	Cost Report									
		Work Sheet	Part	Title	Line	Col.					
ADJUSTMENTS TO REPORTED COSTS											
14	8	B			5.00	8	New Capital Related Costs - Movable Equipment	*	\$2,286,766	(\$274,600)	\$2,012,166 *
	8	B			8.00	8	Taxes and Licenses (Other than Income)	*	4,376,076	(5,129)	4,370,947 *
	8	B			28.00	8	Insurance Premiums - Non Capital Related To eliminate International Aircraft Investments, LLC expenses not related to patient care. 42 CFR 413.9 (c)(3) / CMS Pub. 15-1, Section 2102.3	*	137,832	(13,683)	124,149 *
15	8	B			5.00	8	New Capital Related Costs - Movable Equipment	*	\$2,012,166	(\$1,559,980)	\$452,186 *
	8	B			18.00	8	Auditing and Accounting Fees		5,083,146	(21,835)	5,061,311 *
	8	B			21.00	8	Travel and Entertainment		874,768	(5,358)	869,410 *
	8	B			25.00	8	Repairs and Maintenance		397,289	(51,689)	345,600 *
	8	B			26.00	8	Dues and Subscriptions		286,164	(763)	285,401
	8	B			28.00	8	Insurance Premiums - Non Capital Related	*	124,149	(44,231)	79,918 *
	8	B			29.00	8	Taxes and Licenses - Non Capital Related	*	75,769	(60,273)	15,496
	8	B			30.00	8	Interest Expense		11,431,508	(268,642)	11,162,866 *
	8	B			34.00	8	Miscellaneous (Other) To eliminate Prime Healthcare Air Transportation, LLC expenses not related to patient care. 42 CFR 413.9 (c)(3) / CMS Pub. 15-1, Section 2102.3		449,826	(1,873)	447,953 *
16	8	B			5.00	8	New Capital Related Costs - Movable Equipment To eliminate vehicle depreciation expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)	*	\$452,186	(\$200,681)	\$251,505 *
17	8	B			5.00	8	New Capital Related Costs - Movable Equipment To include depreciation expense on the assets to be capitalized in conjunction with adjustment 21. 42 CFR 413.20, 413.50, and 413.134 CMS Pub. 15-1, Sections 108.1, 2300, and 2302.4	*	\$251,505	\$6,349	\$257,854 *

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted		
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<u>ADJUSTMENTS TO REPORTED COSTS</u>												
18	8	B			5.00	8	New Capital Related Costs - Movable Equipment To include depreciation expense on the assets to be capitalized in conjunction with adjustments 66 and 67. 42 CFR 413.20, 413.50, and 413.134 CMS Pub. 15-1, Sections 108.1, 2300, and 2302.4	*	\$257,854	\$80,486	\$338,340 *	
19	8	B			5.00	8	New Capital Related Costs - Movable Equipment To include depreciation expense on the assets to be capitalized in conjunction with adjustment 68. 42 CFR 413.20, 413.50, and 413.134 CMS Pub. 15-1, Sections 108.1, 2300, and 2302.4	*	\$338,340	\$743	\$339,083 *	
20	8	B			5.00	8	New Capital Related Costs - Movable Equipment To include depreciation expense on the assets to be capitalized in conjunction with adjustment 69. 42 CFR 413.20, 413.50, and 413.134 CMS Pub. 15-1, Sections 108.1, 2300, and 2302.4	*	\$339,083	\$11,606	\$350,689	
21	8	B			8.00	8	Taxes and Licenses (Other than Income) To eliminate expense for assets that should have been capitalized. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 102,108, 2302.4, 2300, and 2304	*	\$4,370,947	(\$35,151)	\$4,335,796 *	

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			8.00	8	Taxes and Licenses (Other than Income)	*	\$4,335,796			
22							To eliminate quality assurance fees in accordance with the regulations. 42 CFR 413.5(c)(7) and 413.9 CMS Pub. 15-1, Section 2102.3 and 2102.4 / W & I Code 14168.32			(\$4,293,852)		
23							To eliminate property taxes paid for helicopter that are not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3			(6,285)		
24							To eliminate expenses paid for Marquis Jet Partners due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(24,111)		
25							To eliminate DMV auto renewal fee expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(595) (\$4,324,843)	\$10,953 *	
26	8	B			8.00	6	Taxes and Licenses (Other than Income)		\$0	\$1,064	\$1,064 *	
	8	B			8.00	8	Taxes and Licenses (Other than Income)	*	10,953	(1,064)	9,889 *	
	7	E			16.00	6	Roxborough Memorial Hospital		0	1,064	1,064	
27	8	B			8.00	6	Taxes and Licenses (Other than Income)	*	\$1,064	\$6,180	\$7,244	
	8	B			8.00	8	Taxes and Licenses (Other than Income)	*	9,889	(6,180)	3,709	
	7	E			17.00	6	Pampa Regional Medical Center		0	6,180	6,180	
							To direct assign the license expenses for proper cost determination. 42 CFR 413.5, 413.20, and 413.24 CMS Pub. 15-1, Sections 2300, 2304, 2306, 2307, and 2806 CMS Pub. 15-2, Sections 2408 and 3902					

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
28	8	B			12.00	8	Salaries and Wages of Others To adjust remuneration paid to a related party to conform to the Executive Compensation Report. 42 CFR 413.20, 413.24, 413.102 CMS Pub. 15-1, Sections 900, 901, 902.1, 902.2, 902.3, 902.4 902.5, 902.7, 904.1, 904.2, 1005, 2300, and 2304	\$16,611,979	(\$2,421,011)	\$14,190,968		
	8	B			17.00	8	Legal Fees	\$5,651,379				
29							To eliminate the legal fees related to Knapp Medical Center acquired on January 2, 2013. These costs should have been capitalized with other acquisition costs. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 104.1, 108, and 2300		(\$34,100)			
30							To eliminate legal expenses due to insufficient documentation. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304		(242,139)			
31							To eliminate expenses associated with noncompetition agreements. 42 CFR 413.5, 413.9, and 413.20 CMS Pub. 15-1, Sections 2102.2, 2104, 2105.1, and 2300		(29,592)			
32							To eliminate legal cost not related to patient care. 42 CFR 413.20 and 413.9(b)(2) CMS Pub. 15-1, Sections 2102.3, 2135.2, and 2183		<u>(1,317,595)</u> (\$1,623,426)	\$4,027,953 *		

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted		
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
33	8	B			17.00	6	Legal Fees	\$0	\$13,405	\$13,405 *		
	8	B			17.00	8	Legal Fees	* 4,027,953	(13,405)	4,014,548 *		
	7-1	E-1			3.00	1	Desert Valley Hospital To directly assign legal fees to Desert Valley Hospital for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2307A, and 2304	0	13,405	13,405 *		
34	8	B			17.00	6	Legal Fees	* \$13,405	\$23,317	\$36,722 *		
	8	B			17.00	8	Legal Fees	* 4,014,548	(23,317)	3,991,231 *		
	7-1	E-1			17.00	1	Pampa Regional Medical Center To directly assign legal fees to Pampa Regional Medical Center for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2307A, and 2304	0	23,317	23,317 *		
35	8	B			17.00	6	Legal Fees	* \$36,722	\$35,145	\$71,867		
	8	B			17.00	8	Legal Fees	* 3,991,231	(35,145)	3,956,086		
	7-1	E-1			1.00	1	Centinela Hospital Medical Center To directly assign legal fees to Centinela Hospital Medical Center for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2307A, and 2304	0	35,145	35,145 *		

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			18.00	8	Auditing and Accounting Fees	*	\$5,061,311			
36							To eliminate public relations expenses for St. Mary's Hospital, Passaic City, New Jersey, not related to patient care. 42 CFR 413.9(b)(2) CMS Pub. 15-1, Sections 2102.3, 2136.2, and 2154.4			(\$12,333)		
37							To eliminate the retainer fees related to Christ Hospital not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Sections 2102.3 and 2154.4			(409,338)		
38							To eliminate HFG expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			<u>(250,000)</u> (\$671,671)	\$4,389,640 *	

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			18.00	8	Auditing and Accounting Fees		*	\$4,389,640		
39							To eliminate lobby fees not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Sections 2102.2, 2104, and 2139				(\$33,962)	
40							To eliminate public relations expense for St. Mary's Hospital, Passaic City, New Jersey, not related to patient care. 42 CFR 413.9(b)(2) CMS Pub. 15-1, Sections 2102.3 and 2136.2				(81,852)	
41							To eliminate legal expense due to insufficient documentation. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304				(32,556)	
42							To eliminate public relations expense related to St. Mary's Hospital in Passaic City, New Jersey, not related to patient care. 42 CFR 413.9(b)(2) CMS Pub. 15-1, Sections 2102.3 and 2136.2				(20,000)	
43							To eliminate public relations expense for St. Mary's Hospital and St. Michael Hospital not related to patient care. 42 CFR 413.9(b)(2) CMS Pub. 15-1, Sections 2102.3 and 2136.2				<u>(17,500)</u> (\$185,870)	\$4,203,770 *

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<u>ADJUSTMENTS TO REPORTED COSTS</u>												
	8	B			18.00	8	Auditing and Accounting Fees		*	\$4,203,770		
44							To eliminate Garry South Group lobby fees not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Sections 2102.3, 2104, and 2139				(\$17,510)	
45							To eliminate Brulte Group lobby fees not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Sections 2102.3, 2104, and 2139				<u>(247,500)</u> (\$265,010)	\$3,938,760 *

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted		
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<u>ADJUSTMENTS TO REPORTED COSTS</u>												
	8	B			18.00	8	Auditing and Accounting Fees	*	\$3,938,760			
46							To eliminate Richard Hayes expenses due to insufficient documentation. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304			(\$192,000)		
47							To eliminate Chief Medical Officers' expense due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(700,000)		
48							To eliminate Marquis Jet Partner due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(367,800)		
49							To adjust the Cardinal Health expenses to agree with the provider's invoices. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304			(14,662)		
50							To eliminate SJH expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(330,000)		
51							To eliminate auditing costs not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Sections 2102.3 and 2183			(29,880) (\$1,634,342)	\$2,304,418 *	

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period		Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012		HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted	
Adj. No.	Audit Report	Cost Report									
		Work Sheet	Part	Title	Line	Col.					
ADJUSTMENTS TO REPORTED COSTS											
52	8	B			18.00	6	Auditing and Accounting Fees	\$0	\$67,630	\$67,630 *	
	8	B			18.00	8	Auditing and Accounting Fees	* 2,304,418	(67,630)	2,236,788 *	
	7-1	E-1			17.00	1	Pampa Regional Medical Center	* 23,317	13,037	36,354 *	
	7-1	E-1			18.00	1	Saint Mary's Regional Medical Center	0	40,759	40,759 *	
	7-1	E-1			19.00	1	Dallas Medical Hospital	0	13,834	13,834	
							To directly assign the fair value purchase price auditing fees for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2304, and 2307A				
53	8	B			18.00	6	Auditing and Accounting Fees	* \$67,630	\$8,138	\$75,768 *	
	8	B			18.00	8	Auditing and Accounting Fees	* 2,236,788	(8,138)	2,228,650 *	
	7-1	E-1			17.00	1	Pampa Regional Medical Center	* 36,354	8,138	44,492	
							To directly assign the licensure fees for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2304, and 2307A				
54	8	B			18.00	6	Auditing and Accounting Fees	* \$75,768	\$15,948	\$91,716 *	
	8	B			18.00	8	Auditing and Accounting Fees	* 2,228,650	(15,948)	2,212,702 *	
	7-1	E-1			18.00	1	Saint Mary's Regional Medical Center	* 40,759	15,948	56,707	
							To directly assign the auditing fees for St. Mary's Regional Medical Center for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2304, and 2307A				
55	8	B			18.00	6	Auditing and Accounting Fees	* \$91,716	\$6,000	\$97,716 *	
	8	B			18.00	8	Auditing and Accounting Fees	* 2,212,702	(6,000)	2,206,702 *	
	7-1	E-1			12.00	1	Sherman Oaks Hospital	0	6,000	6,000 *	
							To directly assign the fair value purchase price auditing fees for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2304, and 2307A				

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
<u>ADJUSTMENTS TO REPORTED COSTS</u>												
56	8	B			18.00	6	Auditing and Accounting Fees	*	\$97,716	\$24,858	\$122,574	
	8	B			18.00	8	Auditing and Accounting Fees	*	2,206,702	(24,858)	2,181,844	
	7-1	E-1			15.00	1	Harlingen Medical Center		0	24,858	24,858 *	
							To directly assign the fair value purchase price auditing fees for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302.4A, 2304, and 2307A					

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period		Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012		HOME OFFICE		103
Report References											
Adj. No.	Audit Report	Cost Report					Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted	
		Work Sheet	Part	Title	Line	Col.					
ADJUSTMENTS TO REPORTED COSTS											
	8	B			21.00	8	Travel and Entertainment	*	\$869,410		
57							To eliminate travel expenses due to insufficient documentation. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304			(\$3,172)	
58							To eliminate travel expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3			(15,776)	
59							To eliminate American Express expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(6,185)	
60							To eliminate Marquis Jet Partners expense due to lack of documentation. CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(10,787)	
61							To eliminate lobbying travel expenses not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Section 2102.3			(7,382)	
62							To eliminate travel and entertainment expenses due to insufficient documentation. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304			(2,474)	
63							To eliminate travel expenses related to St. Mary's Hospital not related to patient care. 42 CFR 413.9(c)(3) CMS Pub. 15-1, Section 2102.3			<u>(7,984)</u> (\$53,760)	\$815,650 *

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References												
Adj. No.	Audit Report	Cost Report					Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted		
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			21.00	8	Travel and Entertainment	*	\$815,650			
64							To eliminate Beck Oil expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(\$23,736)		
65							To eliminate Beck Oil expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			<u>(5,687)</u> (\$29,423)	\$786,227	
	8	B			23.00	8	Cleaning, Office and Administrative Supplies		\$329,644			
66							To eliminate Zoho Corporation expense for assets that should have been capitalized. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 108 and 2300			(\$229,698)		
67							To eliminate Moredirect and E Plus expenses for assets that should have been capitalized. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 108 and 2300			<u>(47,362)</u> (\$277,060)	\$52,584	
	8	B			24.00	8	Minor Equipment Expensed		\$262,430			
68							To eliminate Moredirect and E Plus expenses for assets that should have been capitalized. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 108 and 2300			(\$31,791)		
69							To eliminate Moredirect expense for assets that should have been capitalized. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 108 and 2300			<u>(49,781)</u> (\$81,572)	\$180,858	

*Balance carried forward from prior/to subsequent adjustments

Provider Name				Fiscal Period				Provider NPI		Adjustments		
PRIME HEALTHCARE SERVICES, INC.				JANUARY 1, 2012 THROUGH DECEMBER 31, 2012				HOME OFFICE		103		
Report References				Explanation of Audit Adjustments				As Reported	Increase (Decrease)	As Adjusted		
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part								Title	Line
ADJUSTMENTS TO REPORTED COSTS												
	8	B		25.00	8	Repair and Maintenance	*	\$345,600				
70						To eliminate Beck Oil expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(\$2,691)			
71						To eliminate Honda Pilot repair expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(2,053)			
72						To eliminate auto cleaning expense due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			<u>(9,059)</u> (\$13,803)	\$331,797		
73	8	B		28.00	8	Insurance Premiums - Non Capital Related To eliminate auto insurance expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)	*	\$79,918	(\$33,445)	\$46,473		

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period		Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012		HOME OFFICE		103
Report References											
Adj. No.	Audit Report	Cost Report					Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted	
		Work Sheet	Part	Title	Line	Col.					
ADJUSTMENTS TO REPORTED COSTS											
	8	B			30.00	8	Interest Expense	* \$11,162,866			
74							To abate interest income against interest expense. 42 CFR 413.153(b)(2)(iii) / CMS Pub. 15-1, Section 202.2 CMS Pub. 15-2, Sections 3902E, 3908, and 3613		(\$254,333)		
75							To include interest expense in lieu of related party lease expenses. 42 CFR 413.17, 413.20 and 413.24 CMS Pub. 15-1, Sections 1011.5, 2300, and 2304		<u>415,047</u> \$160,714	\$11,323,580 *	
76	8	B			30.00	6	Interest Expense	\$0	\$2,107,133	\$2,107,133 *	
	8	B			30.00	8	Interest Expense	* 11,323,580	(2,107,133)	9,216,447 *	
	7-1	E-1			1.00	1	Centinela Hospital Medical Center	* 35,145	365,401	400,546 *	
	7-1	E-1			2.00	1	Chino Valley Medical Center		8,789	8,789 *	
	7-1	E-1			3.00	1	Desert Valley Hospital	* 13,405	27,147	40,552 *	
	7-1	E-1			4.00	1	Encino Hospital Medical Center		19,132	19,132 *	
	7-1	E-1			5.00	1	Garden Grove Hospital Medical Center		4,911	4,911 *	
	7-1	E-1			6.00	1	Huntington Beach Hospital		12,093	12,093 *	
	7-1	E-1			7.00	1	La Palma Intercommunity Hospital		12,093	12,093 *	
	7-1	E-1			8.00	1	Montclair Hospital Medical Center		90,424	90,424 *	
	7-1	E-1			10.00	1	San Dimas Community Hospital		2,455	2,455 *	
	7-1	E-1			11.00	1	Shasta Regional Medical Center		102,805	102,805 *	
	7-1	E-1			12.00	1	Sherman Oak Hospital	* 6,000	136,880	142,880 *	
	7-1	E-1			13.00	1	West Anaheim Medical Center		24,180	24,180 *	
	7-1	E-1			14.00	1	Alvarado Hospital Medical Center		986,831	986,831 *	
	7-1	E-1			15.00	1	Harlingen Medical Center	* 24,858	313,992	338,850 *	
							To directly assign the Royal Bank of Canada interest expense for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302A, 2304, and 2307A				

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period		Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012		HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted	
Adj. No.	Audit Report	Cost Report									
		Work Sheet	Part	Title	Line	Col.					
ADJUSTMENTS TO REPORTED COSTS											
77	8	B			30.00	6	Interest Expense	*	\$2,107,133	\$6,156,287	\$8,263,420
	8	B			30.00	8	Interest Expense	*	9,216,447	(6,156,287)	3,060,160 *
	7-1	E-1			1.00	1	Centinela Hospital Medical Center	*	400,546	880,194	1,280,740
	7-1	E-1			2.00	1	Chino Valley Medical Center	*	8,789	21,172	29,961
	7-1	E-1			3.00	1	Desert Valley Hospital	*	40,552	65,392	105,944
	7-1	E-1			4.00	1	Encino Hospital Medical Center	*	19,132	47,363	66,495
	7-1	E-1			5.00	1	Garden Grove Hospital Medical Center	*	4,911	11,830	16,741
	7-1	E-1			6.00	1	Huntington Beach Hospital	*	12,093	29,131	41,224
	7-1	E-1			7.00	1	La Palma Intercommunity Hospital	*	12,093	29,131	41,224
	7-1	E-1			8.00	1	Montclair Hospital Medical Center	*	90,424	223,856	314,280
	7-1	E-1			10.00	1	San Dimas Community Hospital	*	2,455	5,914	8,369
	7-1	E-1			11.00	1	Shasta Regional Medical Center	*	102,805	247,640	350,445
	7-1	E-1			12.00	1	Sherman Oak Hospital	*	142,880	338,862	481,742
	7-1	E-1			13.00	1	West Anaheim Medical Center	*	24,180	58,262	82,442
	7-1	E-1			14.00	1	Alvarado Hospital Medical Center	*	986,831	2,443,013	3,429,844
	7-1	E-1			15.00	1	Harlingen Medical Center	*	338,850	777,322	1,116,172 *
	7-1	E-1			16.00	1	Roxborough Medical Center		0	977,205	977,205
							To directly assign the Royal Bank of Canada interest expense for proper cost determination. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300, 2302A, 2304, and 2307A				
78	7-1	E-1			15.00	1	Harlingen Medical Center To abate interest income received from RMC Realty against interest expense. 42 CFR 413.153(b)(2)(iii) / CMS Pub. 15-1, Section 202.2 CMS Pub. 15-2, Sections 3902E, 3908, and 3613	*	\$1,116,172	(\$1,116,172)	\$0

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			30.00	8	Interest Expense	*	\$3,060,160			
79							To adjust interest expenses and loan amortization expense on cash held for future investments. 42 CFR 413.20, 413.24 and 413.153 CMS Pub. 15-1, Sections 202.2, 2300, and 2304			(\$355,374)		
80							To eliminate interest expense paid to a related party. 42 CFR 413.153 and 413.17 CMS Pub. 15-1, Sections 218.1 and 1005			(1,524,236)		
81							To eliminate interest expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			<u>(638,333)</u> (\$2,517,943)	\$542,217	

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References												
Adj. No.	Audit Report	Cost Report					Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted		
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			34.00	8	Miscellaneous (Other)	*	\$447,953			
82							To eliminate Hartford fire insurance expenses due to insufficient documentation. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304			(\$8,960)		
83							To adjust the Hartford fire insurance expenses to agree with the prorated amounts. 42 CFR 413.20 and 413.24 CMS Pub. 15-1, Sections 2300 and 2304			(12,498)		
84							To eliminate miscellaneous expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(11,515)		
85							To eliminate St. Mary's Hospital in Passaic City, NJ food expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3			(6,066)		
86							To eliminate miscellaneous expenses due to lack of documentation. 42 CFR 413.20, 413.24, and 431.107 CMS Pub. 15-1, Sections 2300 and 2304 / W&I Code 14124.2(b)			(21,089) (\$60,128)	\$387,825 *	
87	8	B			34.00	6	Miscellaneous (Other)		\$0	\$2,875	\$2,875	
	8	B			34.00	8	Miscellaneous (Other)	*	387,825	(2,875)	384,950	
	7-1	E-1			26.00	1	Bio Med Services, Inc. To directly assign the Christmas Party expenses for proper cost determination. 42 CFR 413.5, 413.20, and 413.24 CMS Pub. 15-1, Sections 2300, 2304, 2306, 2307, and 2806 CMS Pub. 15-2, Section 2408		0	2,875	2,875	

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			35.00	7	Foundation			\$3,507,452		
88							To eliminate contribution costs not related to patient care. 42 CFR 413.5(c)(7) and 413.9 CMS Pub. 15-1, Section 2102.3				(\$160,538)	
89							To abate miscellaneous revenue against related costs. 42 CFR 413.5 and 413.9 / CMS Pub. 15-1, Section 2328 CMS Pub. 15-2, Section 3613				(462,556)	
90							To eliminate SJH expense incurred for Knapp Medical Center that is in the process of being acquired and that should have been capitalized with other acquisition costs. 42 CFR 413.20 and 413.134 CMS Pub. 15-1, Sections 104.1, 108 and 2300				(500,000)	
91							To eliminate legal expense incurred for the acquisition of Victor Valley Hospital not acquired during 2012 and not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(66,538)	
92							To eliminate property taxes expense not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(436,492)	
93							To eliminate real property appraisal fees not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				<u>(24,000)</u> (\$1,650,124)	\$1,857,328 *

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period			Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012			HOME OFFICE		103
Report References							Explanation of Audit Adjustments			As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report										
		Work Sheet	Part	Title	Line	Col.						
ADJUSTMENTS TO REPORTED COSTS												
	8	B			35.00	7	Foundation		*	\$1,857,328		
94							To eliminate the profit factor from Bio Med Services, Inc. a related organization. 42 CFR 413.17 and 413.24 CMS Pub. 15-1, Sections 1005 and 2304				(\$15,400)	
95							To eliminate Thom and Associate expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(3,000)	
96							To eliminate The Week Group expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(6,200)	
97							To eliminate Villegas expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(7,000)	
98							To eliminate City National Securities expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(72,055)	
99							To eliminate Credit Suisse expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(129,254)	
100							To eliminate Northern Trust expenses not related to patient care. 42 CFR 413.9(c)(3) / CMS Pub. 15-1, Section 2102.3				(81,002)	
101							To eliminate legal cost not related to patient care activities. 42 CFR 413.2 and 413.9(b)(2) CMS Pub. 15-1, Sections 2102.3, 2135.2, and 2182				<u>(1,543,417)</u> (\$1,857,328)	\$0
*Balance carried forward from prior/to subsequent adjustments												

Provider Name							Fiscal Period	Provider NPI		Adjustments
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012	HOME OFFICE		103
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted
Adj. No.	Audit Report	Cost Report								
		Work Sheet	Part	Title	Line	Col.				
<u>ADJUSTMENTS TO REPORTED STATISTICS</u>										
102	4	G	II		4.00	1	Encino Hospital Medical Center (Total Costs)	41,291,097	2,970,447	44,261,544
	4	G	II		8.00	1	Montclair Hospital Medical Center	39,040,206	3,345,575	42,385,781
	4	G	II		13.00	1	West Anaheim Medical Center	74,069,282	(201,290)	73,867,992
	4	G	II		14.00	1	Alvarado Hospital Medical Center	137,788,181	4,326,948	142,115,129
	4	G	II		19.00	1	Dallas Hospital	12,220,021	(73,320)	12,146,701
	4	G	II		N/A	1	Total Costs	1,529,176,822	10,368,360	1,539,545,182 *
							To adjust total costs statistics to agree with the provider's income statements. 42 CFR 413.24 and 413.50 CMS Pub. 15-1, Sections 2304 and 2306			

*Balance carried forward from prior/to subsequent adjustments

Provider Name							Fiscal Period	Provider NPI		Adjustments	
PRIME HEALTHCARE SERVICES, INC.							JANUARY 1, 2012 THROUGH DECEMBER 31, 2012	HOME OFFICE		103	
Report References							Explanation of Audit Adjustments	As Reported	Increase (Decrease)	As Adjusted	
Adj. No.	Audit Report	Cost Report									
		Work Sheet	Part	Title	Line	Col.					
<u>ADJUSTMENTS TO REPORTED STATISTICS</u>											
103	4	G	II		21.00	1	Other Non Hospitals (Total Costs)	50,209,533	(50,209,533)	0	
	4	G	II		22.00	1	Prime Health Los Angeles	0	65,742	65,742	
	4	G	II		23.00	1	Paradise Valley Medical Groups	0	1,905,846	1,905,846	
	4	G	II		24.00	1	Desert Valley Medical Groups	0	27,271,114	27,271,114	
	4	G	II		25.00	1	Sherman Oaks Medical Group Management	0	1,140,551	1,140,551	
	4	G	II		26.00	1	Bio Med Services, Inc.	0	13,980,312	13,980,312	
	4	G	II		27.00	1	Hospital Business Services	0	3,320,073	3,320,073	
	4	G	II		28.00	1	Shasta Regional Medical Groups	0	906,071	906,071	
	4	G	II		29.00	1	Prime Healthcare Management - San Dimas	0	4,722	4,722	
	4	G	II		30.00	1	Prime Healthcare Management - Garden Grove	0	4,151	4,151	
	4	G	II		31.00	1	Prime Healthcare Management - Shasta Regional Medical Center	0	4,807	4,807	
	4	G	II		32.00	1	Prime Healthcare Management - Encino Hospital Medical Center	0	14,521	14,521	
	4	G	II		33.00	1	PHS Alvarado, LLC	0	1,000	1,000	
	4	G	II		34.00	1	Pampa Regional Medical Center Group	0	1,590,634	1,590,634	
	4	G	II		36.00	1	International Aircraft Investment, LLC	0	293,412	293,412	
	4	G	II		37.00	1	Prime Healthcare Air Transport, Inc.	0	2,014,644	2,014,644	
	4	G	II		N/A	1	Total Costs	* 1,539,545,182	2,308,067	1,541,853,249	
							To adjust total costs statistics to agree with the provider's income statements.				
							42 CFR 413.24 and 413.50				
							CMS Pub. 15-1, Sections 2304 and 2306				

*Balance carried forward from prior/to subsequent adjustments