

Doctors Smith and Brown:
Statement of Net Income
for the Three Months Ended March 31, 2___

Revenue		
Net patient service revenue	180,000	
Other revenue	-0-	
Total Operating Revenue		180,000
Expenses		
Nursing/PA salaries	16,650	
Clerical salaries	10,150	
Payroll taxes/employee benefits	4,800	
Medical supplies and drugs	15,000	
Professional fees	3,000	
Dues and publications	2,400	
Janitorial service	1,200	
Office supplies	1,500	
Repairs and maintenance	1,200	
Utilities and telephone	6,000	
Depreciation	30,000	
Interest	3,100	
Other	5,000	
Total Expenses		100,000
Income from Operations		80,000
Nonoperating Gains (Losses)		
Interest Income		-0-
Nonoperating Gains, Net		-0-
Net Income		80,000

Doctors Smith and Brown
Balance Sheet
March 31, 2___

Assets		
Current Assets		
Cash and cash equivalents	25,000	
Patient accounts receivable	40,000	
Inventories—supplies and drugs	5,000	
Total Current Assets		70,000
Property, Plant, and Equipment		
Buildings and Improvements	500,000	
Equipment	800,000	
Total	1,300,000	
Less Accumulated Depreciation	(480,000)	
Net Depreciable Assets	820,000	
Land	100,000	
Property, Plant, and Equipment, Net		920,000
Other Assets		10,000
Total Assets		1,000,000
Liabilities and Capital		
Current Liabilities		
Current maturities of long-term debt	10,000	
Accounts payable and accrued expenses	20,000	
Total Current Liabilities		30,000
Long-Term Debt	180,000	
Less Current Portion of Long-Term Debt	(10,000)	
Net Long-Term Debt		170,000
Total Liabilities		200,000
Capital		800,000
Total Liabilities and Capital		1,000,000

Doctors Smith and Brown
Statement of Changes in Capital
for the Three Months Ended March 31, 2___

Beginning Balance	\$720,000
Net Income	80,000
Ending Balance	\$800,000