

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: Dallas County Hospital District

Issue(s):

\$ 457,740,000 Limited Tax Bonds, Taxable Series 2009C (Build America Bonds-Direct Payment)
\$ 24,770,000 Limited Tax Bonds, Tax Exempt Series 2009A
\$ 222,490,000 Limited Tax Bonds, Taxable Series 2009B (Build America Bonds-Direct Payment)
\$ 38,250,000 Limited Tax and Revenue Bonds, Series 2013

Filing Format X electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

X Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

___ Annual Financial Report or CAFR

X Financial Information & Operating Data

___ Other (describe) _____

X Fiscal Period Covered: QE 3-31-14 _____

___ Monthly X Quarterly ___ Annual ___ Other: _____

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: /s/ Mark Erath _____

Name: Mark Erath _____ Title: Interim Chief Financial Officer _____

Employer: Dallas County Hospital District _____

Voice Telephone Number: _____

Email Address: mark.erath@phhs.org _____

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Limited Tax Bonds, Tax Exempt Series 2009A

Date	Principal	CUSIP
08/15/14	\$ 3,080,000	234667 HN6
08/15/14	3,935,000	234667 HP1
08/15/15	2,850,000	234667 HQ9
08/15/15	5,380,000	234667 HR7
08/15/16	3,715,000	234667 HS5
08/15/16	5,810,000	234667 HT3
	<u>\$ 24,770,000</u>	

Limited Tax Bonds, Taxable Series 2009B (Build America Bonds-Direct Payment)

Date	Principal	CUSIP
08/15/20	\$ 15,815,000	234667 HU0
08/15/21	13,300,000	234667 HV8
08/15/22	16,875,000	234667 HW6
08/15/23	14,200,000	234667 HX4
08/15/24	3,050,000	234667 HY2
08/15/25	4,050,000	234667 HZ9
08/15/34	155,200,000	234667 JA2
	<u>\$ 222,490,000</u>	

Limited Tax Bonds, Taxable Series 2009C (Build America Bonds-Direct Payment)

Date	Principal	CUSIP
08/15/17	\$ 14,710,000	234667 JB0
08/15/18	15,105,000	234667 JC8
08/15/19	15,530,000	234667 JD6
08/15/21	3,190,000	234667 JE4
08/15/23	3,415,000	234667 JF1
08/15/24	15,185,000	234667 JG9
08/15/25	14,805,000	234667 JH7
08/15/26	15,760,000	234667 JJ3
08/15/29	16,065,000	234667 JK0
08/15/44	343,975,000	234667 JL8
	<u>\$ 457,740,000</u>	

Limited Tax and Revenue Bonds, Series 2013

Date	Principal	CUSIP
08/15/18	\$ 890,000	234667JM6
08/15/19	955,000	234667JN4
08/15/20	1,185,000	234667JP9
08/15/21	1,095,000	234667JQ7
08/15/22	1,325,000	234667JR5
08/15/23	1,260,000	234667JS3
08/15/24	1,345,000	234667JT1
08/15/25	1,435,000	234667JU8
08/15/26	1,535,000	234667JV6
08/15/27	1,485,000	234667JW4
08/15/28	1,590,000	234667JX2
08/15/29	1,690,000	234667KA0
08/15/30	1,930,000	234667KB8
08/15/31	2,065,000	234667KC6
08/15/32	2,185,000	234667KD4
08/15/33	2,315,000	234667JY0
08/15/38	8,965,000	234667KE2
08/15/38	5,000,000	234667JZ7
	<u>\$ 38,250,000</u>	



CONTINUING DISCLOSURE REPORT
FOR THE
QUARTER ENDED MARCH 31, 2014

DALLAS COUNTY HOSPITAL DISTRICT
PARKLAND HEALTH & HOSPITAL SYSTEM

GENERAL OBLIGATION DEBT



SIGNATURE OF ISSUER

The information set forth herein has been obtained from the District and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Quarterly Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Quarterly Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the District or other matters described.

DALLAS COUNTY HOSPITAL DISTRICT

/s/ Mark Erath

Mark Erath

Interim Chief Financial Officer

Approved for Submission:

7/25/2014

Date

CERTIFICATE OF SUBMISSION OF QUARTERLY REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Quarterly Continuing Disclosure Report for the Dallas County Hospital District with respect to the issues listed on the report cover was submitted directly to the National Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

First Southwest Company

Signed by:

/s/ Julie James



Parkland

Dallas County Hospital District
Dba Parkland Health & Hospital System
(A Component Unit of Dallas County, Texas)

Financial Statements for the three months and year
to date ended March 31, 2014

Unaudited

This information should be read in conjunction with the Audited Financial Statements as of September 30, 2013.

Contact Information:

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**DALLAS COUNTY HOSPITAL DISTRICT
dba Parkland Health & Hospital System
(A Component Unit of Dallas County, Texas)**

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Parkland Health & Hospital System's ("Parkland") financial performance (excluding affiliates) provides an overview of the financial activities for the three months ending March 31, 2014 and March 31, 2013 and fiscal year to date through March 31, 2014 and 2013.

Financial Highlights

- Net position increased \$34 million (3%) between March, 2013 and March, 2014.
- Total assets increased \$56 million (3%) between March, 2013 and March, 2014.
- As of March, 2014, the Parkland Foundation's \$150 million "I Stand For Parkland" campaign has raised more than \$120 million in total gifts and commitments, including unrecorded contingent commitments.
- Year to date, Parkland made the following significant capital acquisitions:
 - Design and program development services for the New Parkland Campus, and
 - New and replacement information systems and medical equipment.

These assets were purchased with operating and bond funds designated for capital acquisitions.

- In September, 2009, Parkland issued \$705 million in bonds for use in the construction of a new Parkland campus, anticipated to open in 2015. In December 2013, Parkland issued an additional \$40 million in bonds for use in continued new campus construction.

Overall, total assets increased 3% from March, 2013 and March, 2014.

- Current assets increased 29% from March, 2013 to March, 2014 primarily due to an increase in Assets Limited to Use for relocation to the New Parkland Campus construction and patient accounts receivable.
- Capital assets-net increased 23% from March, 2013 to March, 2014, primarily due to construction of the new Parkland campus.

Total liabilities increased 2% from March, 2013 to March, 2014 primarily due to an increase in deferred revenues and construction retainage related to the construction of the New Parkland Campus.

Overall, operating revenues increased 13% for the quarter ending March, 2014, as compared to the quarter ending March, 2013.

- Net patient revenues increased 9% due to an increase in outpatient volumes and charity, commercial and Medicare patients.
- Government program funding increased by \$10 million (27%) for the quarter ending March 2014 as compared to the quarter ending March, 2013. Disproportionate Share increased \$4.4 million (36%), 1115 Waiver for Uncompensated Care (UC) increased \$4.2 million (19%) and 1115 Waiver Delivery System Reform Incentive Payments (DSRIP) increased \$1.4 million (39%).

Operating expenses increased 7% for the quarter ending March, 2014 as compared to the quarter ending March, 2013.

- Salaries increased 6% due to an increase in the number of clinical employees and the use of contract labor to fill vacant positions primarily a result of increased turnover and delays in the hiring process.
- Drug expense increased 13% due to increase in Free Drug replacement expense as a result of retroactive requests of medications (free drugs) for patients who started medications prior to Patient Assistance Program approvals.
- Purchased medical services increased 48%. In February 2013, Parkland assumed the costs of physician staffing expenses as part of the University of Texas Southwestern Medical Center Master Services Agreement. Prior to this time, these costs were included as part of the Upper Payment Limit (UPL) community benefit and not paid by Parkland.

Overall, Parkland's operating loss decreased 4% for the quarter ending March, 2014 as compared to the quarter ending March, 2013, primarily due to the changes noted above.

It is important to note the calculation of operating income and loss is the result of the application of accounting principles generally accepted in the United States of America ("GAAP"). As Dallas' only public hospital, Parkland receives property tax revenues primarily to subsidize the cost of services provided to uninsured patients who qualify to receive tax-supported care. Although the expenses incurred to provide these services are recognized as operating expenses, GAAP reporting rules require that ad valorem tax revenues be reported as non-operating revenues.

Non-operating revenues increased 5% from March, 2013 to March, 2014. Ad valorem tax support increased in the current fiscal year by 6% due to an increase in property valuations, particularly in the residential sector and because of a rate increase of \$0.005 per \$100 of taxable value to service Parkland's scheduled bond payments. Investment income decreased 2% and was unfavorable to forecast primarily due to lower investment yields and decreased cash balances available for investment.

Patient Volumes

Patient volumes at Parkland are measured on an inpatient, emergency, and outpatient basis. Inpatient discharges were 24,314 year to date through March, 2014, about 5% lower than year to date through March, 2013. Emergency department visits were 113,856 year to date through March, 2014, 14% higher than year to date through March, 2013, primarily due to higher community demand for services. Combined outpatient, on-campus clinic and Community Oriented Primary Care visits increased 1% to 494,798 visits year to date through March, 2014 as compared to the same period ended March, 2013.

	Year to Date	
	FY 2014	FY 2013
	<u>Actual</u>	<u>Actual</u>
Inpatient Discharges	24,314	25,549
Emergency Services Visits	113,856	99,709
Outpatient Visits	494,798	488,847

Long Term Debt

On September 17, 2009, Parkland issued three series of Dallas County Hospital District Limited Tax Bonds (“the Bonds”), with a total principal amount of \$705 million. The Bonds were authorized by an affirmative vote of the Dallas County electorate on November 4, 2008, and were issued pursuant to an order by the Dallas County Commissioner’s Court. The remaining \$40 million of bonds authorized by the 2008 election were delivered on December 11, 2013. Proceeds of the Bonds are being used to fund the replacement hospital campus pursuant to Parkland’s master facility plan. The Bonds pay interest on February 15th and August 15th each year, based upon a 360 day year consisting of twelve 30-day months. Payment of principal and interest on the Series 2009 Bonds is supported by a tax levy—currently \$0.022 per \$100 of taxable assessed valuation—on the taxable residential real estate, commercial real estate, and business personal property of Dallas County. Payment of principal and interest on the Series 2013 Bonds is supported by Parking Revenues up to \$3 million annually and by a tax levy for required debt service payments above \$3 million. The current ratings on Parkland’s outstanding bonds are “AA+” according to both Standard & Poor’s and Fitch.

Debt Financing

as of March 31, 2014 and 2013

(Amounts in thousands)

	<u>FY 2014</u>	<u>FY 2013</u>
Tax-exempt Series 2009A bonds, including premium	\$ 25,643	\$ 26,010
Taxable Series 2009B bonds	222,490	222,490
Taxable Series 2009C bonds	457,740	457,740
Tax Exempt 2013 bonds, including premium	40,150	—
Total	<u>\$ 746,023</u>	<u>\$ 706,240</u>

New Hospital Construction

The New Parkland Campus construction project is proceeding on budget and on schedule. Equipment and furniture installation is well underway and major trees have been planted. The Logistics Building has been topped out and the WISH Clinic is proceeding on schedule and the Medical/Surgery early release package has begun. The bridge early release package is also in progress and on schedule for completion prior to Hospital occupancy. Hospital substantial completion is scheduled for August, 2014 with patient occupancy planned for May 2015.

Commitments and Contingencies

Parkland is involved in litigation and compliance investigations arising in the normal course of business or as a result of routine internal compliance reviews conducted by management. The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, and government health care program participation requirements, patient privacy requirements, reimbursement for patient services, and Medicare and Medicaid fraud and abuse. Government activity has continued with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or unasserted at this time. Management believes that Parkland has appropriately reserved for

any existing or unasserted claims related to such potential regulatory actions and the ultimate outcome will not have a material effect on the financial statements.

Monthly Financial Reporting

The Board of Managers meets monthly and reviews the financial statements from the prior month. This information presents actual monthly and year-to-date revenues and expenses compared to budget and the prior year. Management provides explanations for significant variances.

DALLAS COUNTY HOSPITAL DISTRICT
Parkland Health & Hospital System and Affiliates
(A Component Unit of Dallas County, Texas)

STATEMENTS OF NET POSITION
AS OF MARCH 31, 2014
(Amounts in thousands)

	2014				
	Discretely Presented Component Units				Total
	Parkland Health & Hospital System	Parkland Community Health Plan, Inc.	Parkland Center for Clinical Innovation	Parkland Foundation	
Assets					
Current assets					
Cash and cash equivalents	\$ 49,974	\$ 42,430		\$ 40,192	\$ 132,596
Short-term investments		16,803		27,904	44,707
Assets limited as to use	153,388				153,388
Ad valorem taxes receivable	12,446				12,446
Patient accounts receivable, less allowance for uncollectible accounts	101,455				101,455
Due from affiliates	5,094				5,094
Other receivables	214,776	6,183	120	72	221,151
Inventories and other assets	18,659	2,265			20,924
Total current assets	555,792	67,681	120	68,168	691,761
Capital assets – net	1,356,323		7,810		1,364,133
Long-term investments	-	89,450		19,068	108,518
Assets limited as to use	410,529				410,529
Other noncurrent assets	20,839			6,866	27,705
Total assets	\$ 2,343,483	\$ 157,131	\$ 7,930	\$ 94,102	\$ 2,602,646
Liabilities and Net Position					
Current liabilities					
Accounts payable and accrued expenses	\$ 166,717	\$ 1,706	\$ 17	\$ 79	\$ 168,519
Claims payable		40,241			40,241
Deferred ad valorem taxes					
Deferred revenue	226,689	997	284		227,970
Due to affiliates		388	4,706		
Due to third-party reimbursement programs	14,190				14,190
Current portion of long term debt	7,015				7,015
Interest payable	5,105				5,105
Other current liabilities	9,068	104	2	40,046	49,220
Total current liabilities	428,784	43,436	5,009	40,125	517,354
Other long-term liabilities	13,328				13,328
Long term debt	739,008				739,008
Total liabilities	1,181,120	43,436	5,009	40,125	1,269,690
Net position					
Invested in capital assets, net of related debt	610,300				610,300
Restricted				53,484	53,484
Unrestricted	552,063	113,695	2,921	492	669,171
Total net position	1,162,363	113,695	2,921	53,977	1,332,956
Total liabilities and net position	\$ 2,343,483	\$ 157,131	\$ 7,930	\$ 94,102	\$ 2,602,646

DALLAS COUNTY HOSPITAL DISTRICT
Parkland Health & Hospital System and Affiliates
(A Component Unit of Dallas County, Texas)

STATEMENTS OF NET POSITION
AS OF MARCH 31, 2013
(Amounts in thousands)

	2013				
	Discretely Presented Component Units				
Assets	Parkland Health & Hospital System	Parkland Community Health Plan, Inc.	Parkland Center for Clinical Innovation	Parkland Foundation	Total
Current assets					
Cash and cash equivalents	\$ 139,558	\$ 20,967		\$ 27,177	\$ 187,702
Short-term investments		24,724		15,445	40,169
Assets limited as to use					
Ad valorem taxes receivable	12,622				12,622
Patient accounts receivable, less allowance for uncollectible accounts	83,536				83,536
Due from affiliates	374				374
Other receivables	175,658	11,638		93	187,389
Inventories and other assets	15,759				15,759
Total current assets	427,507	57,329		42,715	527,551
Capital assets – net	1,099,790				1,099,790
Long-term investments		60,725		27,481	88,206
Assets limited as to use	731,684				731,684
Other noncurrent assets	25,166	2,285		8,082	35,533
Total assets	\$ 2,284,147	\$ 120,339		\$ 78,278	\$ 2,482,764
Liabilities and Net Position					
Current liabilities					
Accounts payable and accrued expenses	\$ 193,887	\$ 4,603		\$ 33	\$ 198,523
Claims payable		42,142			42,142
Deferred ad valorem taxes					
Deferred revenue	213,802	997			214,799
Due to affiliates		374			
Due to third-party reimbursement programs	12,955				12,955
Current portion of long term debt	7,015				7,015
Interest payable	4,880				4,880
Other current liabilities	9,253	39		23,797	33,089
Total current liabilities	441,792	48,155		23,830	513,777
Other long-term liabilities	14,309				14,309
Long term debt	699,226				699,226
Total liabilities	1,155,327	48,155		23,830	1,227,312
Net position					
Invested in capital assets, net of related debt	224,249				224,249
Restricted				54,048	54,048
Unrestricted	904,571	72,184		400	977,155
Total net position	1,128,820	72,184		54,448	1,255,452
Total liabilities and net position	\$ 2,284,147	\$ 120,339		\$ 78,278	\$ 2,482,764

DALLAS COUNTY HOSPITAL DISTRICT
Parkland Health & Hospital System and Affiliates
(A Component Unit of Dallas County, Texas)

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
QUARTER ENDING MARCH 31, 2014
(Amounts in thousands)

	2014				
	Discretely Presented Component Units				
	Parkland Health & Hospital System	Parkland Community Health Plan, Inc.	Parkland Center for Clinical Innovation	Parkland Foundation	Total
Operating revenues:					
Net patient services	\$ 145,885	\$	\$	\$	\$ 145,885
Government subsidies	48,541				48,541
Tobacco settlement	2,250				2,250
Premiums		124,911			124,911
Other, net	14,855		1,119	8,627	24,601
Total operating revenues	211,531	124,911	1,119	8,627	346,188
Operating expenses:					
Salaries, wages, and benefits	196,529		1,341	811	198,681
Purchased medical services	24,820				24,820
Supplies and other	51,961	13,529	258	5,572	71,320
Pharmaceuticals	28,574				28,574
Depreciation and amortization	14,117				14,117
Claims		105,411			105,411
Total operating expenses	316,001	118,940	1,599	6,383	442,923
Operating (loss) income	(104,470)	5,971	(480)	2,244	(96,735)
Nonoperating revenues (expenses):					
Ad valorem tax support	112,297				112,297
Grants and contributions	8,220		153		8,373
Gain/(Loss) on sale of assets	11				11
Investment income	3,979	399			4,378
Interest expense	(10,168)		(78)		(10,246)
Capitalized interest	7,081				7,081
Total nonoperating revenues and expenses	121,420	399	75		121,894
Net income before capital contributions	16,950	6,370	(405)	2,244	25,159
Capital contributions					
Change in net position	16,950	6,370	(405)	2,244	25,159
Net position – beginning of year	1,145,413	107,325	3,326	51,733	1,307,797
Net position – end of year	<u>\$ 1,162,363</u>	<u>\$ 113,695</u>	<u>\$ 2,921</u>	<u>\$ 53,977</u>	<u>\$ 1,332,956</u>

DALLAS COUNTY HOSPITAL DISTRICT
Parkland Health & Hospital System and Affiliates
(A Component Unit of Dallas County, Texas)

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
QUARTER ENDING MARCH 31, 2013
(Amounts in thousands)

	2013				
	Discretely Presented Component Units				
	Parkland Health & Hospital System	Parkland Community Health Plan, Inc.	Parkland Center for Clinical Innovation	Parkland Foundation	Total
Operating revenues:					
Net patient services	\$ 134,312	\$	\$	\$	\$ 134,312
Government subsidies	38,336				38,336
Tobacco settlement	2,000				2,000
Premiums		127,168			127,168
Other, net	13,207			2,032	15,239
Total operating revenues	187,855	127,168		2,032	317,055
Operating expenses:					
Salaries, wages, and benefits	185,651			751	186,402
Purchased medical services	16,747				16,747
Supplies and other	53,654	13,778		316	67,748
Pharmaceuticals	25,235				25,235
Depreciation and amortization	15,109				15,109
Claims		122,161			122,161
Total operating expenses	296,396	135,939		1,067	433,402
Operating (loss) income	(108,541)	(8,771)		965	(116,347)
Nonoperating revenues (expenses):					
Ad valorem tax support	105,995				105,995
Grants and contributions	8,699				8,699
Gain/(Loss) on sale of assets					
Investment income	4,043	91			4,134
Interest expense	(6,231)				(6,231)
Capitalized interest	2,681				2,681
Total nonoperating revenues and expenses	115,187	91			115,278
Net income before capital contributions	6,646	(8,680)		965	(1,069)
Capital Contributions	378				378
Change in net position	7,024	(8,680)		965	(691)
Net position – beginning of year	1,121,796	80,864		53,483	1,256,143
Net position – end of year	<u>\$ 1,128,820</u>	<u>\$ 72,184</u>		<u>\$ 54,448</u>	<u>\$ 1,255,452</u>

DALLAS COUNTY HOSPITAL DISTRICT
Parkland Health & Hospital System and Affiliates
(A Component Unit of Dallas County, Texas)

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR TO DATE ENDING MARCH 31, 2014
(Amounts in thousands)

	2014				
	Discretely Presented Component Units				
	Parkland Health & Hospital System	Parkland Community Health Plan, Inc.	Parkland Center for Clinical Innovation	Parkland Foundation	Total
Operating revenues:					
Net patient services	\$ 280,060	\$	\$	\$	\$ 280,060
Government subsidies	105,995				105,995
Tobacco settlement	4,500				4,500
Premiums		255,943			255,943
Other, net	28,897		1,389	11,252	41,538
Total operating revenues	419,452	255,943	1,389	11,252	688,036
Operating expenses:					
Salaries, wages, and benefits	392,180		2,447	1,553	396,180
Purchased medical services	47,053				47,053
Supplies and other	110,989	27,927	748	6,156	145,820
Pharmaceuticals	56,710				56,710
Depreciation and amortization	29,118				29,118
Claims		212,494			212,494
Total operating expenses	636,050	240,421	3,195	7,709	887,375
Operating (loss) income	(216,598)	15,522	(1,806)	3,543	(199,339)
Nonoperating revenues (expenses):					
Ad valorem tax support	224,594				224,594
Grants and contributions	16,153		601		16,754
Gain/(Loss) on sale of assets	22				22
Investment income	6,908	396			7,304
Interest expense	(19,836)		(155)		(19,991)
Capitalized Interest	13,738				13,738
Total nonoperating revenues and expenses	241,579	396	446		242,421
Net income before capital contributions	24,981	15,918	(1,360)	3,543	43,082
Capital contributions	14				14
Change in net position	24,995	15,918	(1,360)	3,543	43,096
Net position – beginning of year	1,137,368	97,777	4,281	50,434	1,289,860
Net position – end of year	<u>\$ 1,162,363</u>	<u>\$ 113,695</u>	<u>\$ 2,921</u>	<u>\$ 53,977</u>	<u>\$ 1,332,956</u>

DALLAS COUNTY HOSPITAL DISTRICT
Parkland Health & Hospital System and Affiliates
(A Component Unit of Dallas County, Texas)

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR TO DATE ENDING MARCH 31, 2013
(Amounts in thousands)

	2013				
	Discretely Presented Component Units				
	Parkland Health & Hospital System	Parkland Community Health Plan, Inc.	Parkland Center for Clinical Innovation	Parkland Foundation	Total
Operating revenues:					
Net patient services	\$ 250,864	\$	\$	\$	\$ 250,864
Government subsidies	66,785				66,785
Tobacco settlement	4,000				4,000
Premiums		256,257			256,257
Other, net	26,296			3,894	30,190
Total operating revenues	347,945	256,257		3,894	608,096
Operating expenses:					
Salaries, wages, and benefits	372,704			1,509	374,213
Purchased medical services	22,279				22,279
Supplies and other	108,083	27,462		1,084	136,629
Pharmaceuticals	51,229				51,229
Depreciation and amortization	30,359				30,359
Claims		235,243			235,243
Total operating expenses	584,654	262,705		2,593	849,952
Operating (loss) income	(236,709)	(6,448)		1,301	(241,856)
Nonoperating revenues (expenses):					
Ad valorem tax support	211,991				211,991
Grants and contributions	16,352				16,352
Gain/(Loss) on sale of assets	4				4
Investment income	7,738	180			7,918
Interest expense	(19,337)				(19,337)
Capitalized Interest	12,349				12,349
Total nonoperating revenues and expenses	229,097	180			229,277
Net income before capital contributions	(7,612)	(6,268)		1,301	(12,579)
Capital Contributions	378				378
Change in net position	(7,234)	(6,268)		1,301	(12,201)
Net position – beginning of year	1,096,054	118,452		53,147	1,267,653
Contribution Parkland Community Health Plan	40,000	(40,000)			
Net position – end of year	<u>\$ 1,128,820</u>	<u>\$ 72,184</u>		<u>\$ 54,448</u>	<u>\$ 1,255,452</u>