Part I Report
Data Outlier Comments

Hospital Name	Fiscal Year	Ratio/Data Element	Hospital Explanation
Acadia Hospital	FY 05	Return on Net Assets (Equity) Ratio	Acadia has historically had a negative equity position. In 2005, Acadia was able to reverse this trend and post a small positive equity. As a result, this ratio shows an extremely high percentage as a result of the low denominator (small positive equity position). As Acadia's equity position improves, this ratio will reflect a more normal percentage.
C.A. Dean Hospital	FY 05	Return on Net Assets (Equity) Ratio	Several continuous years of operating losses created a negative net asset position for CA Dean by the end of FY 05. The mathematical calculation of a loss from operations and negative net assets yields result that is misleading without the context of other financial metrics.
C.A. Dean Hospital	FY 07	Non-Operating Revenue Margin	"Relatively strong investment returns on the Hospital's operating cash balances and restricted funds offset a loss on operations yielding a small excess of revenue over expenses. The metric "Non-operating Revenue Margin" is typically used to identify the portion of an entity's net gain that resulted from non-operating revenues. When operating results are negative, as in this case, the metric can be either very large or negative and it loses its meaning".
Mercy Hospital	FY 06	Fixed Asset Financing Ratio	Mercy Health System of Maine's 2006 financing ratio is the result of the timing of financing and construction on the new hospital at the Fore River campus. The debt necessary to build the new hospital was received but construction had not yet begun. Financing and construction of the hospital occurred after receipt of an approved Certificate of Need by the State of Maine. Construction is now nearing completion and the new hospital is scheduled to open in the fall of 2008.

Penobscot Bay Medical Center	FY 07	Non-Operating Revenue Margin	"Penobscot Bay Medical Center experienced a loss from operations in FY 07 which resulted in a larger variable rate."
Redington-Fairview Hospital	FY 05	Cash Flow to Total Debt	Redington-Fairview became a critical access hospital on 12/30/2005. A great deal of confusion existed on some issues at that time. The hospital wanted to be certain that they remained licensed as a CAH prior to reducing hospital charges. Once they closed out the fiscal year meeting all criteria, they reduced hospital charges 10%.