

CARROLL and COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

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November 27, 2007

Florida Patient Safety Corporation
Tallahassee, Florida

We have compiled the accompanying statement of financial position for Florida Patient Safety Corporation (a non-profit organization) as of October 31, 2007 and the related statement of activities for the four months then ended, in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement were included in the financial statements, they might influence the user's conclusions about the organization's financial position, results of operations and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Florida Patient Safety Corporation.

Carroll and Company

Florida Patient Safety Corporation

Statement of Financial Position

As of October 31, 2007

	<u>Oct 31, 07</u>
ASSETS	
Current Assets	
Checking/Savings	
Wachovia - MM Savings	439,722.13
Wachovia Business Checking	<u>-11,208.68</u>
Total Checking/Savings	428,513.45
Other Current Assets	
Accounts Receivable - Other	<u>-187,500.00</u>
Total Other Current Assets	<u>-187,500.00</u>
Total Current Assets	241,013.45
Fixed Assets	
Fixed Asset	<u>1,200,000.00</u>
Total Fixed Assets	<u>1,200,000.00</u>
TOTAL ASSETS	<u><u>1,441,013.45</u></u>
LIABILITIES & NET ASSETS	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	<u>9,940.00</u>
Total Accounts Payable	9,940.00
Other Current Liabilities	
Accounts Payable/Accrued Exp.	<u>200,442.17</u>
Total Other Current Liabilities	<u>200,442.17</u>
Total Current Liabilities	<u>210,382.17</u>
Total Liabilities	210,382.17
Net Assets	
Retained Earnings	1,364,385.93
Net Income	<u>-133,754.65</u>
Total Net Assets	<u>1,230,631.28</u>
TOTAL LIABILITIES & NET ASSETS	<u><u>1,441,013.45</u></u>

Florida Patient Safety Corporation
Statement of Activities
July through October 2007

	<u>Jul - Oct 07</u>	<u>Budget</u>
Ordinary Income/Expense		
Income		
State Dollars	0.00	750,000.00
Total Income	0.00	750,000.00
Expense		
Accounting Services		
Audit	13,250.00	15,000.00
Monthly Accounting Services	2,520.00	4,380.00
Special reports	0.00	800.00
Total Accounting Services	15,770.00	20,180.00
Bank Service Charges	50.00	240.00
Board of Directors		
Meeting	0.00	1,000.00
Telephone conference	481.28	4,000.00
Travel	0.00	8,400.00
Total Board of Directors	481.28	13,400.00
Conference Calls		
Staff	0.00	900.00
Total Conference Calls	0.00	900.00
Committees		
Education Advisory		
Telephone conference	0.00	4,500.00
Travel	0.00	12,000.00
Total Education Advisory	0.00	16,500.00
Executive		
Telephone conference	0.00	600.00
Total Executive	0.00	600.00
Health Care Consumer		
Telephone conference	0.00	3,000.00
Travel	0.00	7,200.00
Total Health Care Consumer	0.00	10,200.00
Health Care Provider Advisory		
Telephone conference	111.89	2,000.00
Travel	0.00	4,000.00
Total Health Care Provider Advisory	111.89	6,000.00
Litigation Alternative Advisory		
Telephone conference	0.00	4,500.00
Travel	0.00	8,000.00
Litigation Alternative Advisory - Other	450.00	
Total Litigation Alternative Advisory	450.00	12,500.00

Florida Patient Safety Corporation
Statement of Activities
July through October 2007

	<u>Jul - Oct 07</u>	<u>Budget</u>
Scientific Research		
Telephone conference	0.00	4,500.00
Travel	0.00	12,000.00
Total Scientific Research	<u>0.00</u>	<u>16,500.00</u>
State Agency Advisory		
Telephone Conference	0.00	2,000.00
Travel	0.00	4,000.00
Total State Agency Advisory	<u>0.00</u>	<u>6,000.00</u>
Technology Advisory		
Telephone conference	0.00	1,500.00
Travel	0.00	5,600.00
Total Technology Advisory	<u>0.00</u>	<u>7,100.00</u>
Total Committees	561.89	75,400.00
Contracts		
Scientific Director	0.00	145,000.00
Management	34,666.64	106,000.00
Patient Safety Specialist	48,333.32	
Total Contracts	<u>82,999.96</u>	<u>251,000.00</u>
FAW	72.27	2,015.00
Insurance		
D&O Coverage	0.00	1,300.00
Total Insurance	<u>0.00</u>	<u>1,300.00</u>
Legal Representation		
Monthly retainer	450.00	12,000.00
Special Projects	25,686.89	50,000.00
Other	3,279.48	5,000.00
Legal Representation - Other	1,346.00	
Total Legal Representation	<u>30,762.37</u>	<u>67,000.00</u>
Office Supplies	0.00	2,000.00
Patient Safety Initiatives	0.00	239,365.00
Postage and Delivery	0.00	1,200.00
Printing and Reproduction	4,323.88	1,000.00
Public Relations/Marketing		
Fee	47.50	
Materials	0.00	20,000.00
Patient Safety Awareness Week	0.00	30,000.00
Printing, Reproduction	57.50	
Total Public Relations/Marketing	<u>105.00</u>	<u>50,000.00</u>
Travel		

Florida Patient Safety Corporation
Statement of Activities
July through October 2007

	<u>Jul - Oct 07</u>	<u>Budget</u>
Staff	242.28	15,000.00
Total Travel	<u>242.28</u>	<u>15,000.00</u>
 Web Site		
Programming/Development	118.75	1,200.00
Account servicing	1,108.90	6,000.00
Web Site - Other	0.00	2,800.00
Total Web Site	<u>1,227.65</u>	<u>10,000.00</u>
 Total Expense	<u>136,596.58</u>	<u>750,000.00</u>
 Net Ordinary Income	-136,596.58	0.00
 Other Income/Expense		
Other Income		
Bank Interest	2,817.93	
Other Income	24.00	
Total Other Income	<u>2,841.93</u>	
 Net Other Income	<u>2,841.93</u>	
 Net Income	<u><u>-133,754.65</u></u>	<u><u>0.00</u></u>