

## 2008 Financials



### KANSAS HEALTH FOUNDATION

Balance Sheet (\$000's)  
December 31, 2008  
(UNAUDITED – ACCRUAL BASIS)

#### Assets

|                               |            |
|-------------------------------|------------|
| Cash and investments (Note 1) | \$ 377,812 |
| Receivables                   | 567        |
| Other assets                  | 4,506      |

**\$ 382,885**

#### Liabilities and Net Assets

Liabilities:

|                               |        |
|-------------------------------|--------|
| Payables and accrued expenses | 452    |
| Grants payable (Note 2)       | 19,711 |

Total liabilities 20,163

Net Assets 362,722

**\$ 382,885**

COMMITMENTS (NOTE 3)

### KANSAS HEALTH FOUNDATION

Statement of Activity and Changes in Net Assets (\$000's)  
Year Ended December 31, 2008  
(UNAUDITED – ACCRUAL BASIS)

#### Revenue

|   |          |
|---|----------|
| Interest and dividend income                              | \$ 8,332 |
| Net realized & unrealized losses on investments (139,738) |          |
| Investment management expenses                            | (2,295)  |
| Other income  | 460      |

Total revenue (loss) (133,241)

#### Program grants

|                          |         |
|--------------------------|---------|
| Grants approved (Note 2) | 20,080  |
| Grant refunds/write-offs | (2,640) |

Total program grants 17,440

#### Operating expenses

|   |         |
|---|---------|
| Charitable activities and grants administration | 3,278   |
| Excise tax benefits and other expenses          | (1,643) |

Total operating expenses 1,635

Decrease in net assets (152,316)

Net assets, beginning of year 515,038

Net assets, end of year **\$ 362,722**

### KANSAS HEALTH FOUNDATION

Statement of Amounts Paid for Charitable Purposes (\$000's)  
Year Ended December 31, 2008  
(UNAUDITED – CASH BASIS)

Grants paid (Note 2) \$ 20,247

Disbursements for charitable activities and grants administration (Note 2) 3,371

**Total amounts paid for charitable purposes \$ 23,618**

### KANSAS HEALTH FOUNDATION

Notes to Financial Statements  
Year Ended December 31, 2008  
(UNAUDITED)

#### (1) Cash and Investments

Cash and investments are presented at estimated fair value in the accompanying balance sheet.

A summary of cash and investments follows:  
(\$000's)

|                           |           |
|---------------------------|-----------|
| Cash and cash equivalents | \$ 22,525 |
| Fixed income investments  | 90,856    |
| Equity investments        | 264,431   |

**Total cash and investments \$ 377,812**

#### (2) Grants Approved and Payable

The Foundation prepares its financial statements on the accrual basis of accounting. In the accompanying balance sheet and statement of activity, grants approved are recorded as expenses and liabilities when the Foundation has an obligation to transfer assets to a grantee. Grants are recorded based on the discounted present value of estimated future cash flows, discounted at a market rate of interest. Many grants are disbursed over a period of years.

#### (3) Commitments

As of December 31, 2008, the Foundation Board of Directors had authorized grants (in excess of grants payable) totaling approximately \$64.2 million.