

# Davidson Homes Inc.

## FINANCIAL REPORT

### FY 09

#### Davidson Homes in 2009

##### Status

The Financial Performance and Stability of any company is of key importance to all stakeholders in the company. Davidson Homes has demonstrated financial stability through over ten years of operation. Davidson Homes has provided financial stability to the persons served and employees during these years in operation. As funding for services has changed over time Davidson Homes has adapted to the changes by providing new services and seeking new funding for the persons we serve. As with our economy in general over the past few years funding challenges had been realized in all economic areas not just the areas of mental health. Davidson Homes has recognized the challenges and through financial planning and management has taken action to adapt to these challenges and changes.

##### Challenges ( please refer to the graph on Page 2)

During the past year significant changes in state funding for residential and periodic services has occurred. Although Medicaid Funding has also been somewhat reduced there have been some opportunities to compensate for lost State Funding with Medicaid Funding available for alternative services. (cont. pg. 2)

#### Davidson Homes Mission Statement:

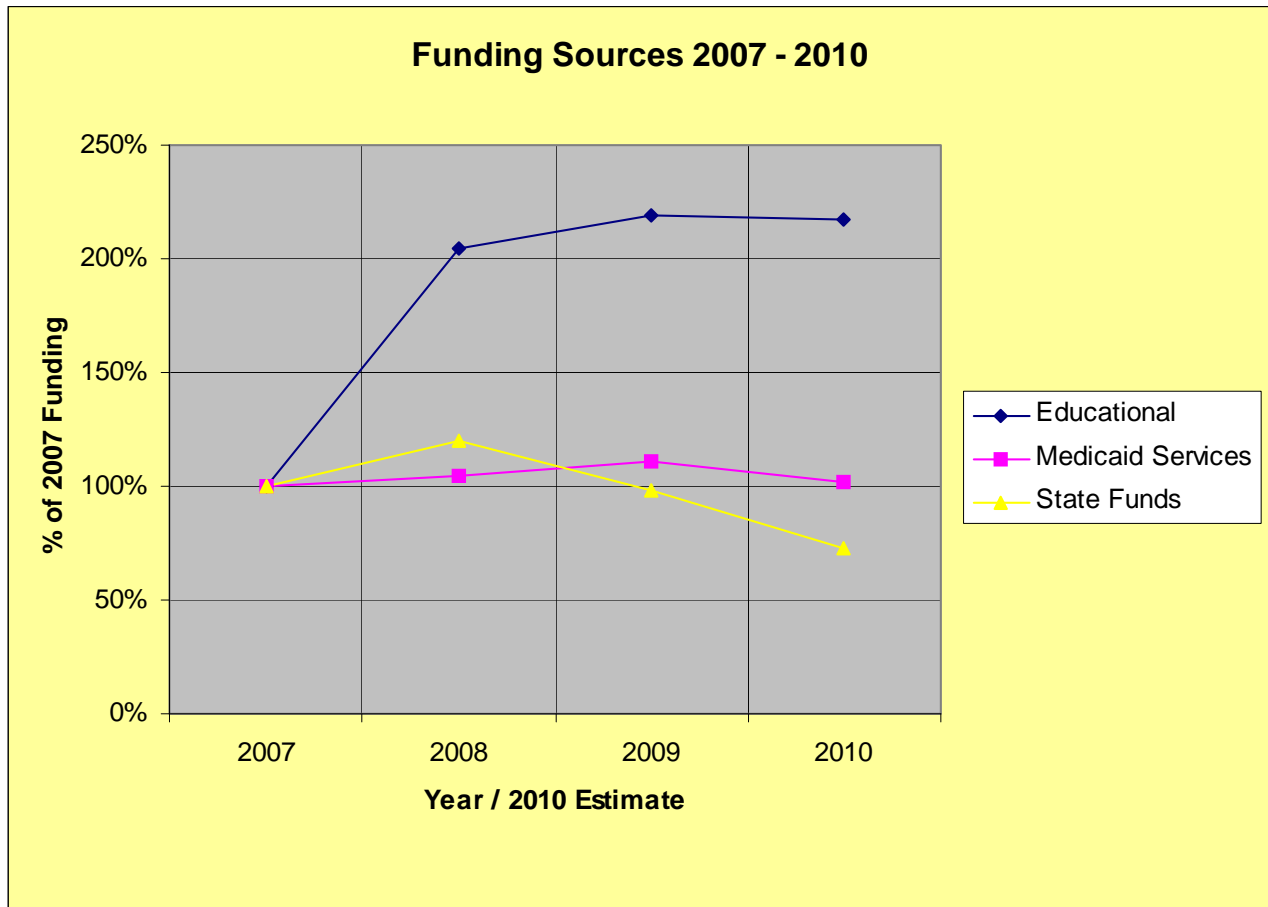
***We at Davidson Homes are committed to the highest quality of life for the people we support. Our goal is to assist individuals with developmental disabilities in the pursuit of independent living and reaching their personal goals while maintaining a person centered philosophy.***



Please visit our website as it provides on-going information to keep you informed of our activities and events:

[www.davidsonhomes.org](http://www.davidsonhomes.org)

\*\*\*\*\*



### Funding Changes Since 2007 by Source

	2007	2008	2009	2010
<b>Educational</b>	100%	204%	219%	217%
<b>Medicaid Services</b>	100%	105%	111%	102%
<b>Other</b>	100%	488%	388%	245%
<b>State Funds</b>	100%	120%	98%	73%
<b>Total</b>	<b>100%</b>	<b>108%</b>	<b>111%</b>	<b>100%</b>

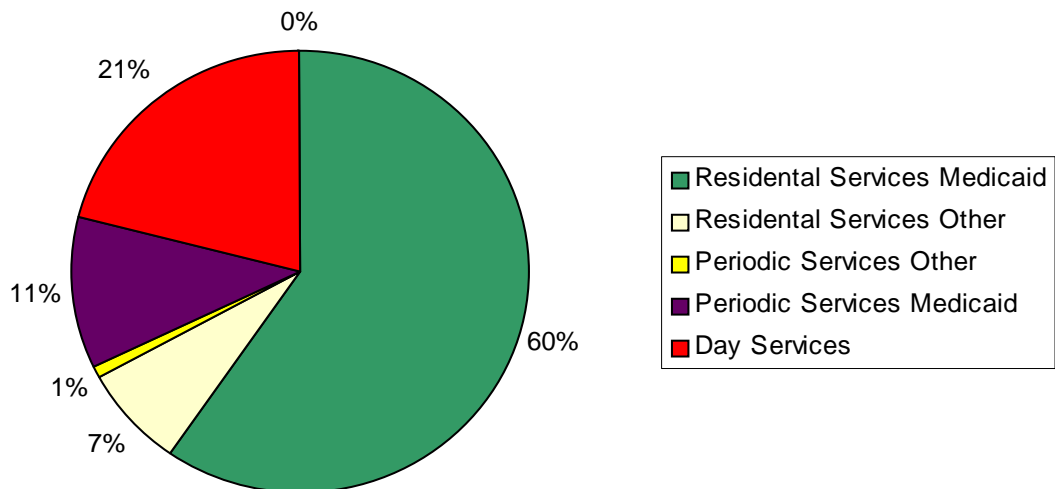
The table and chart illustrate the funding changes since 2007. All years after 2007 are compared to 2007 funding. 2010 data is estimated based on the 2010 budget projections. Please note the chart and graph displays percents rather than actual revenue. The most significant issue has been the lost of State Funds for Residential Programs. The trend began in 2009 and has continued into 2010. Although some funding losses have been realized in certain Medicaid Programs Davidson Homes has been able to obtain some Medicaid Service funds for those individuals who lost State Funds.

## 2009 Service Delivery %'s by Service Type

<i>Service Type</i>	<i>%'s</i>	<i>Notes</i>
Personal Care	2.58%	
IPRS (State)	3.25%	State funded Residential, Personal Care & Respite
Home Support	4.79%	
Home & Community Support	5.00%	
Respite	8.93%	
Day Support	21.64%	Both DSG and DSI
Residential Services	51.40%	All levels for Residential Services

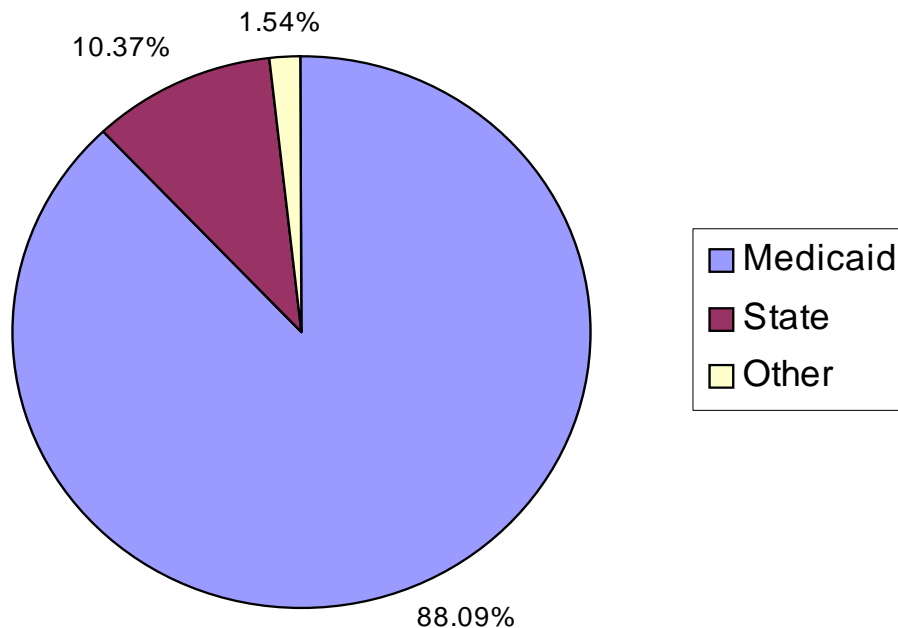
The 2009 Funding is illustrated for Davidson Homes by funding source. The Medicaid funded Residential Program is the largest program and the Day Program is the second largest program. The LINC'S Day Program has grown in significance over the years and is expected to continue to realize growth.

## 2009 / Funding by Program



## Davidson Homes, Inc. : 2009 Funding Sources

*Funding is Primarily from Medicaid CAP Services*



The Chart displays the source of service funding for 2009 for Davidson Homes, Inc. The primary funding source is from Medicaid for Community Alternative Program services. State services comprise the majority of the remaining funding.

### Looking Forward to 2010

During the coming fiscal year, Davidson Homes, Inc. will continue to improve the quality of its service delivery through the achievement of the following goals:

1. We will continue to utilize our new system of **Outcome Assessment** to record our activities and establish goals/benchmarks. The results will be published on our website and the annual report.
2. We are confident that **CARF** will again see our strengths and grant us extended accreditation in July.
3. Davidson Homes, Inc. has established **goals** or **benchmarks**. We will continue to seek to improve each of these in 2010.
4. We will become much more pro-active and will continue to improve our **Safety and Health** programs and **Emergency Management**.
5. **Positively** is one of our basic strengths. In 2010, we will strive to make this a part of our programs, image, staff attitude, and above all, evidenced through and in the persons we serve.