



Annual Report 2006

For its 25th anniversary in 2006, Rainbow Hospice enjoyed an outstanding year from a program, performance and financial viewpoint.

In fiscal 2006, Rainbow Hospice had 2,004 referrals that generated 65,947 patient days. Patient days increased by nearly five percent as the average length of stay per admission increased to 44 days from 35 days. The average daily census (ADC) for the year was 181 while the budgeted ADC was 176.

Rainbow Hospice served 4,878 bereavement clients through outreach activities including seminars, support groups, family camp, memorial services and private counseling. This number represents a 35 percent increase in the number of client contacts.

The Rainbow LIFE (Leading Innovators For end-of-life Education) Institute for Learning trained 72 residents from eight area medical schools and 32 students from five schools of nursing.

Financially, Rainbow Hospice enjoyed a robust year with the audited financials reflecting a strong net profit for the second straight year, significantly eclipsing the budgeted net income by more than 75 percent. Revenue at nearly \$11 million was the highest it has been at any time in Rainbow Hospice's 25-year history and produced a margin of just over five percent.

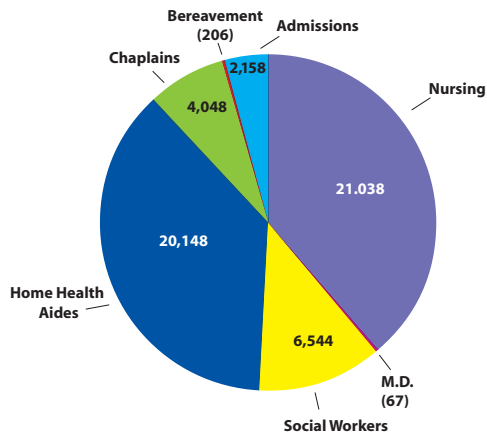
As healthcare and consumer expectations are changing, Rainbow Hospice continues to focus on enhancing the community's ability to navigate end-of-life experiences through growth and navigation.



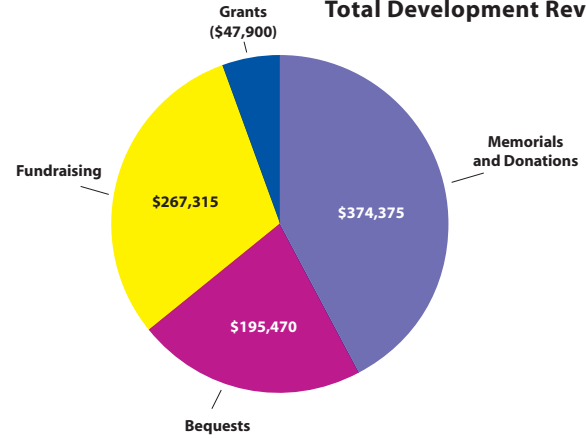
Kicking off Rainbow Hospice's 25th anniversary year in 2006 was a holiday "Sleigh Ride" through downtown Park Ridge in a stylish horse-drawn wagon. Pat Ahern (left) and Barbara Heinz get ready for the first ride of the day. The sold-out event was part of a series of activities that included Rainbow Hospice receiving the proceeds from special holiday films shown at the Pickwick Theater and being designated as the holiday charity by employees of Liberty Bank.

Program Statistics

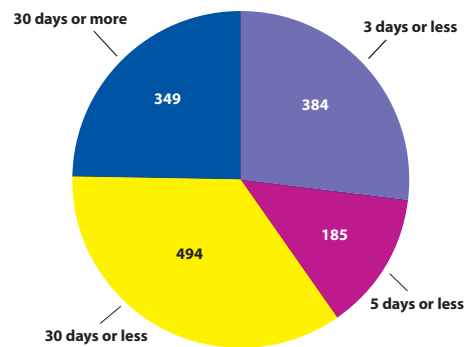
Number of Staff Visits



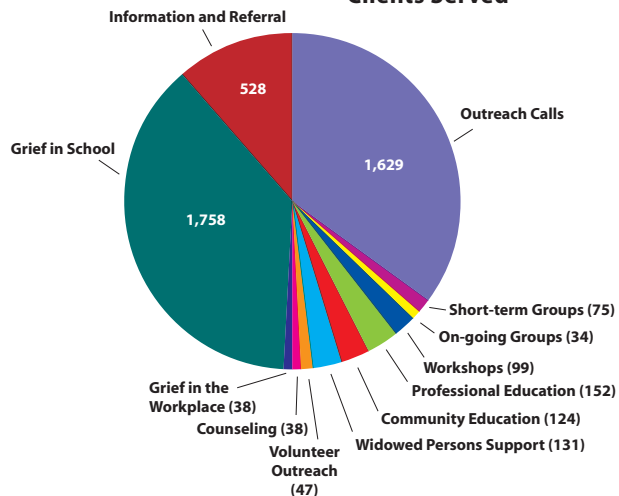
Total Development Revenue



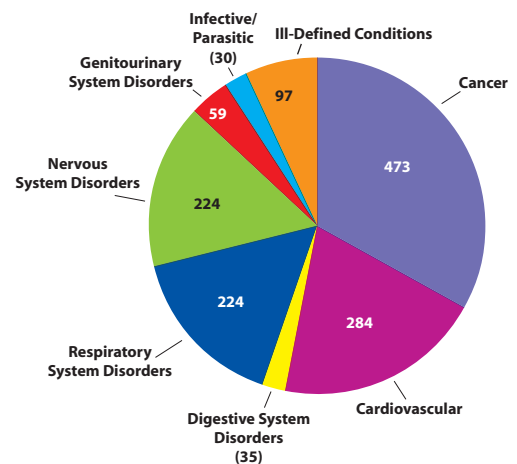
Length of Stay



Bereavement Clients Served



Diagnosis



Statement of Financial Position March 31, 2006

ASSETS	
Current Assets	
Cash and Cash Equivalents	2,513,439
Accounts Receivable	1,361,698
Less Allowances for Doubtful Accounts	(170,919)
Prepaid Expenses	134,544
 Total Current Assets	 3,838,762
Property and Equipment	
Furniture and Equipment	450,506
Less Accumulated Depreciation	(249,474)
 Total Furniture and Equipment	 201,032
Other Assets	
Security Deposit	10,165
 Total Assets	 4,049,959

LIABILITIES & NET ASSETS	
Current Liabilities	
Accounts Payable	316,437
Due to Nursing Homes	16,478
Accrued Expenses	
Compensation and Payroll Taxes	363,824
Retirement Plan Contribution	41,000
Other	18,150
Deferred Rent	121,683
Deferred Revenue	2,200
 Total Current Liabilities	 879,772
 Net Assets	 3,170,187
 Total Liabilities and Net Assets	 4,049,959

Statement of Activity March 31, 2006

REVENUE	
Hospice	12,147,498
Bereavement	30,463
Life Institute	10,544
Billing Allowance	(2,096,999)
Total Service Revenue	10,091,506
 Memorials and Donations	 374,375
Bequests	195,470
Fundraising	267,315
Grants	47,900
 Total Development Revenue	 885,060
Interest and Other Income	83,724
 Total Revenue	 11,060,290
EXPENSE	
Payroll	5,500,104
Payroll Taxes	403,533
Employee Benefits	729,599
Arts and Crafts Materials	1,991
Attending Physician Services	1,237
Bad Debt	9,222
Bank Charges & Late Fees	2,657
Charitable Care Expense	549
Computer Expense	92,363
Consulting Fees	63,905
Contract Services	7,943
Depreciation	86,172
Dues and Memberships	36,639
Durable Medical Equipment	634,893
Education	30,943
Fundraising	73,281
Good Mourning Camp	11,089
Inpatient Care Contract	919,680
Legal Fees	2,966
Liability Insurance	93,510
Medical Supplies	97,220
Medications	370,643
Office Expense	41,154
Outpatient Care	1,870
Outside Services	3,773
Patient Ambulance	50,360
Patient Care Travel	152,184
Postage	27,410
Printing	77,265
Public Relations	269,175
Recruiting	56,686
Rent	282,096
Repairs and Maintenance	23,741
Respite Room and Board	11,263
Special Events	3,491
Telephone	80,538
Travel	39,342
Utilities	15,322
Volunteer Expense	9,280
Miscellaneous	34,991
 Total Expense	 10,350,080
 Increase (Decrease) in Net Assets	 710,210

About Rainbow Hospice

Rainbow Hospice combines broad clinical expertise and extensive community resources to provide choices in comfort and care for people experiencing serious illness. Through our diverse, specially-trained teams of professionals and volunteers, Rainbow Hospice helps people quickly identify the services they need so they can focus on what matters most. By combining the best practices of health care along with the best resources of the community, Rainbow Hospice helps individuals and their families to live well, despite illness.

Program Areas

Patient and Family Services

Helping people quickly identify and receive what they need.

Bereavement Support

Responding to grief anytime, any age, any stage.

Palliative Care Consultation

A team approach to easing symptoms of serious illness.

LIFE Institute for Learning

Leading Innovators For End-of-Life Education

Our Mission:

Rainbow Hospice enables people to live with dignity and hope while coping with loss and the end of life.

Our Vision:

Our vision is to be Chicagoland's foremost provider of palliative care, to be a vital resource for education, and to enrich the lives of those we serve.

Our Values:

EXCELLENCE

To continually challenge ourselves to do better.

HONOR AND RESPECT

To honor the dignity and worth of each individual and to respect the breadth of cultures, values and traditions.

COMPASSION

To be present for others without judgement offering hope, comfort and support.

COMMITMENT

To work together to actualize our mission and to be ethical in all we do.

Board of Directors

Michael E. Kerns - Chairperson

*Senior Associate General Counsel
Advocate Health Care*

Kerry A. Shannon - Vice Chairperson

*Partner/Global Health Solutions
Computer Service Corporation*

Ronald E. Struxness - Treasurer

*Executive Vice President/CEO
St. Joseph Hospital*

Dr. Harold Shafter - Secretary

*Medical Director, Inpatient Telemetry
Cardiology
Advocate Lutheran General Hospital*

Patricia A. Ahern - Member

*President/Executive Director
Rainbow Hospice Inc.*

Marie Cleary-Fishman - Member

*Senior Vice President
Resurrection Home Health Services*

James P. Hill - Member

*Executive Vice President, Administrative Services
Resurrection Health Care Corporation*

Rev. Leroy Joesten - Member

*Vice President, Religion and Health
Advocate Lutheran General Hospital*

James H. Kelley - Member

*Director of Finance
Advocate Lutheran General Hospital*

Dr. Kenneth J. Printen - Member

*Surgeon (Retired)
Resurrection Health Care
Evanston Northwestern Health Care*

*Rainbow Hospice is affiliated with Advocate
Health Care and Resurrection Health Care.*