



Annual Report

2016

316 Station St. #100

Bridgeville, PA 15017

412-221-1091

773 Pershing St.

Ellwood City, PA 16117

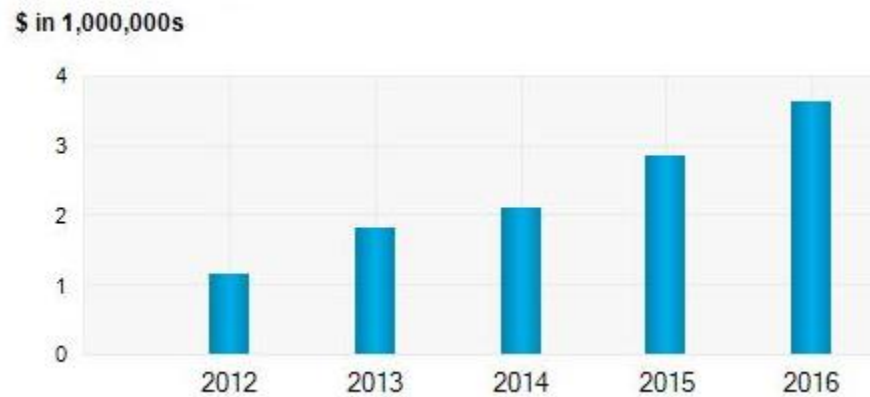
724-201-0850

Revenue and Expense Trends 2016

Revenue Trend

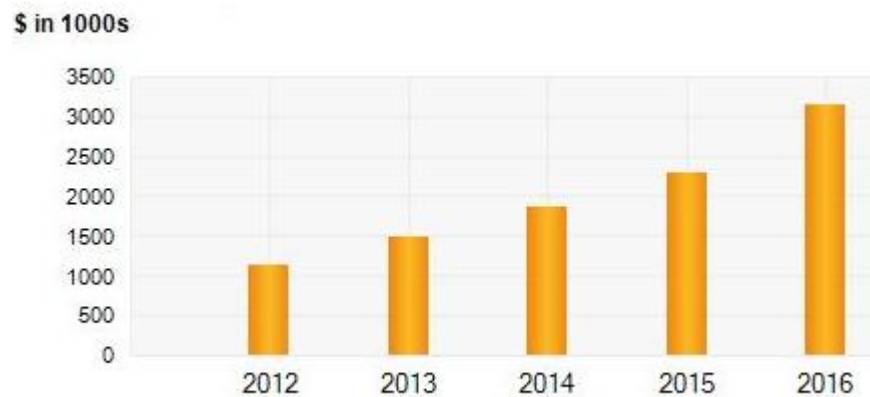
28% growth in revenue over 2015

Increase in Patient Census resulting in increased revenue



Expense Trend

37% increase in expenses over 2015



Factors:

Improvements made to Ellwood City Facility

Employee Raises

Increase in Employee Healthcare Costs

Increase in required Supervision costs

Normal increase in Expenses due to increased Variable Costs

Freedom Healthcare Services continued to grow in 2016, both in patients and staff and added a second location in Ellwood City.

The Ellwood City location opened on November 15, 2016. It is licensed to treat 140 buprenorphine/vivitrol patients and 70 drug free patients.

Overall FHS added about 150 patients through the year and treated in excess of 1000 individuals

FHS welcomed 2 new physicians to its staff, Dr. Michael Owens and Dr. Magdalena Liebe. Each physician brings their own set of experience and acumen to the staff.

FHS strongly believes that patients should be treated in a warm, safe and relaxing environment. Furthermore, it is critical to provide a comfortable safe and up to date work environment. This leads to lower turnover of staff, and a more stable treatment environment for the patients. For this reason we continue to upgrade facilities, with amenities like streaming content to the waiting room using Gen 1 media, a high expectation of the cleaning company, clean bathrooms, clean carpet, and clean facilities.

Freedom Healthcare employees more than 50 people; and Freedom Healthcare treats more than 550 patients weekly.

FHS patient census breakdown as of 12/31/2016

- 54% Female, 46% Male
- 90% Medicaid, 10% Private insurance, .01% self-pay (transitional status)

L. Hunter Farmer III; President