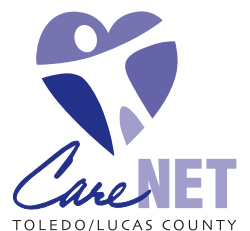


LIVES TOUCHED... LIVES CHANGED.

ANNUAL REPORT 2006



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Robert Kose, MD

DEAR FRIENDS OF CARENET:

The benefit CareNet provides to the community is often reported in terms of the number served and awards the program has received. There is no doubt that all of these facts and figures are impressive.

Since its inception in 2003, more than 12,000 Lucas County residents have turned to CareNet for help. During the enrollment process, CareNet has successfully referred more than 10% of the applicants to government healthcare programs. In the past four years, members have received about 100,000 services including primary, specialty, outpatient and hospital services, and transportation. In 2006 alone, the value of services provided to CareNet members was estimated conservatively at \$12.6 million based on Medicaid reimbursement rates. In addition CareNet has received numerous local, state and national awards for its unique partnership, innovation and service to the uninsured of our community.

But facts, figures and plaques do not tell the CareNet story nearly as well as the words and stories of our members. People like Ben Sexton who exhausted all of his financial resources and did not know where else to turn or Martha Wilson who had not seen a physician in years despite serious health concerns or Alexicia Sims who had serious health symptoms but no healthcare coverage. Thankfully Ben, Martha, Alexicia and many more low-income uninsured Lucas County residents have found the support they needed through CareNet. As a result, their quality of life is improving.

CareNet is making a positive impact on the community because healthcare providers are working together to identify people with the greatest need and enrolling them in CareNet. Then through CareNet's unique partnerships with doctors, hospitals, healthcare providers and local government agencies, CareNet members are connected to physicians and organizations that are willing and able to help.

The CareNet model, while not a solution to the crisis of the uninsured, continues to prove itself as an effective way to use existing community resources to meet the needs of people who otherwise would fall through the cracks of the existing healthcare system.

In 2007, with the support of our sponsors, partners, and friends, CareNet is continuing its mission to increase access to coordinated healthcare services for low income, uninsured Lucas County residents. To meet the prescription medication needs of CareNet members, CareNet is currently conducting a centralized, charitable pharmacy feasibility study, made possible by funding from The Strategic Alliance Fund, supported by The Stranahan Foundation, the Toledo Community Foundation, and the United Way of Greater Toledo. Through this study, CareNet hopes to develop an innovative model to improve access to affordable prescription medication.

If you are already part of the CareNet partnership as a donor or provider of service, I thank you. If you are not, I encourage you to contact CareNet through the Hospital Council of Northwest Ohio by calling 419-842-0800 to find out how you can make a difference.

Yours in Good Health,

A handwritten signature in blue ink that reads "Robert Kose, MD". The signature is fluid and cursive.

Robert Kose, MD
Chairman, Board of Directors
Toledo-Lucas County CareNet



CHAMPIONS OF THE UNINSURED

“Our Mission is to provide low income, uninsured residents of Lucas County with access to coordinated healthcare services. Services are provided at no cost or on sliding fee scales based on household size and income.”

CareNet is a public/private partnership that mobilizes a network of medical volunteers, hospitals, clinics and referring community service organizations. This network provides low income, uninsured residents of Lucas County with increased access to primary and specialty medical and dental care, affordable prescriptions, and reliable transportation.

Emergency and inpatient services are offered to CareNet members by Mercy Health Partners, ProMedica Health System, University of Toledo Medical Center, and St. Luke’s Hospital. Primary care is provided at sixteen locations sponsored by The Neighborhood Health Association, ProMedica Health System, Mercy Health Partners, and the Lucas County Health Department, as well as through volunteer physicians in private practice. Dental care is provided by the Dental Center of Northwest Ohio, and transportation to medical appointments is provided by TARTA bus service.

Additional collaborating partners include the City of Toledo, the Academy of Medicine of Toledo and Lucas County, Lucas County Commissioners, St. Luke’s Hospital, United Way’s First Call for Help, private physicians, and many others.

THE PRESSURE.

Lack of health insurance impacts the whole community and businesses through lost productivity, reduced capacity for healthcare services, and higher healthcare costs.

The cost of being uninsured is staggering. Living in constant pain. Living with the fear of losing your home. Living with the knowledge that you will never feel healthy enough to really enjoy life.

THE RELIEF.

CareNet.

CareNet provides coordinated healthcare at no cost or on a sliding fee scale for eligible low-income Lucas County residents, who do not have health insurance and do not qualify for governmental health programs like Medicaid or Medicare.

THE FACTS.

It is estimated that 50 people die each day in the U.S. alone because they do not have healthcare coverage and delay getting the medical care they need.

In the U.S. over 45 million people are uninsured.

1.3 million Ohioans do not have medical insurance.

Over 50,000 Lucas County Residents do not have health insurance.

LIVES TOUCHED... LIVES CHANGED.



Rowena Wormley

“CareNet has been a blessing. I used to go to the emergency room because I did not have a family doctor. Since I joined CareNet, I’ve only been to the emergency room twice, and that was for real emergencies. It is such a relief to finally have dependable healthcare.”

Rowena Wormley provides day care for two small children. It’s a hectic job, but one that she loves. Unfortunately the job does not provide insurance. When she developed a rash, CareNet arranged an appointment with a dermatologist. “I saw him five times, and he was wonderful to me. When I told him I was a CareNet member, he gave me a free medication sample. The rash is all gone.”

CONNECTING PEOPLE TO CARE

Toledo-Lucas County CareNet focuses on identifying the low-income uninsured and connecting them to affordable care. CareNet eliminates barriers to healthcare, such as lack of awareness of available care, high cost, poor care coordination, and no transportation. In addition, CareNet assists residents, by determining if they are eligible for available private and public healthcare programs.

AVERAGE VALUE OF SERVICES PROVIDED TO CARENET MEMBERS: \$12.6 MILLION[†].

68% increase from 2005 (\$7.5 million)

[†]Based on Medicaid rates.

ACCESS TO SERVICES

In 2006, CareNet members benefited from 50,000 individual services ranging from a bus ride to a medical appointment, a visit to a doctor or dentist, to a lab test. CareNet members on the average visited their doctor about four times, received three outpatient services and went to the emergency department once.

ACCESS TO SPECIALTY CARE

To increase specialty care access, CareNet initiated a Voluntary Specialty Network in conjunction with the Academy of Medicine. The CareNet Voluntary Specialty Network filled 686 referrals in 2006, which is an increase from last year.

Volunteer specialists have successfully treated CareNet members for all types of cancer, heart disease, diabetes, and many other serious conditions that otherwise may go undiagnosed or untreated.

Meeting specialty care needs leads to improve quality of life and reduces costly emergency room visits.

Voluntary Specialty Network Accomplishments:

- 365 referrals to private practice volunteers
- 189 members referred to hospital clinics
- 57 successful referrals a month
- Responded to 3,951 information requests about CareNet

ACCESS TO PHARMACEUTICALS

Pharmaceuticals are an integral part of treating and managing medical conditions. However, the high cost of pharmaceuticals prevents many CareNet members from obtaining prescription medications.

In 2006, CareNet became affiliated with MedBank, an Internet based program, to manage the process of qualifying and enrolling people in pharmaceutical patient assistance programs sponsored by pharmaceutical companies. Once enrolled in MedBank, members receive free prescription medications. In addition, many CareNet primary care sites have affordable pharmacies to meet the needs of their patients.

A prescription assistance guide is available on the CareNet website to increase awareness of available programs, including those announced in 2006 by major retail pharmacies.

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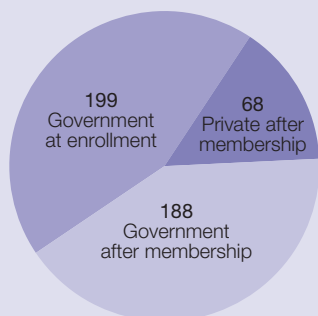
Alberto Torres-Quintanilla

"The best thing about CareNet is the people. They have all been so great! CareNet has really been there for me."

Alberto Torres-Quintanilla couldn't remember the last time he had seen a doctor or a dentist. Without insurance, healthcare was a luxury he simply could not afford. When a cousin told him about CareNet he enrolled at the Community Health North Clinic

where doctors diagnosed elevated cholesterol, hypertension, and high blood sugar. CareNet arranged an appointment with a cardiologist and a dentist. "It took a load off my mind when I found out the test results were normal. I am learning to eat better to control my high blood sugar. And I am so grateful for the sliding fee scale the Dental Center offers to CareNet members. And TARTA provided transportation to my appointments at no cost."

2006 PUBLIC/PRIVATE INSURANCE ENROLLMENT THROUGH CARENET

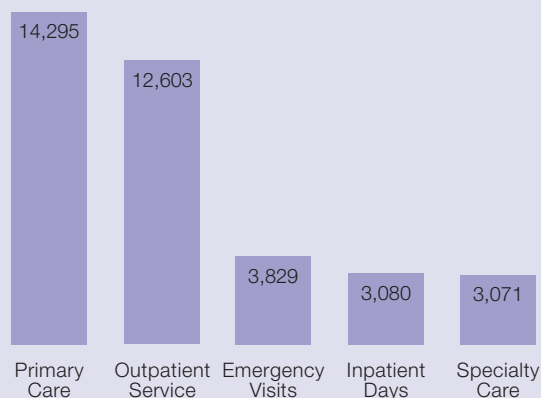


During 2006, over 450 individuals enrolled in public and private insurance through CareNet.

2005-2006 CARENET SPECIALTY REFERRAL STATUS



SERVICES UTILIZED BY CARENET MEMBERS DURING 2006



Since its inception, CareNet has helped 1,343 individuals enroll in public healthcare or obtain private health insurance.

- Over 12,000 people have enrolled in CareNet since 2003.
- Membership increased 191% from 2003 through 2006.



Alexicia Sims

"There's no way I can thank all the people at CareNet who have helped me. The doctors and staff have been wonderful. I don't know what I would've done without this program."

Alexicia works as the administrator for two day care centers where health insurance is not provided. When she started having severe headaches, she knew she needed help. Her mother told her about

CareNet and Alexicia enrolled through the Cordelia Martin Center.

Tests revealed that Alexicia had a tumor on her pituitary gland. CareNet arranged appointments with an endocrinologist, two neurosurgeons and an otolaryngologist. As a team, they successfully removed the tumor and continue to monitor Alexicia's health.

CONTRIBUTORS AND AWARDS

2006 FINANCIAL CONTRIBUTORS

Founders \$62,500

City of Toledo
Mercy Health Partners
ProMedica Health System

Partners \$30,000+

Ohio Association of Free Clinics
The Strategic Alliance Fund of the
Toledo Community Foundation,
The Stranahan Foundation, and the
United Way of Greater Toledo

\$20,000+

Lucas County Commissioners
The Stranahan Foundation

\$12,500+

University of Toledo Medical Center

\$10,000+

PHrma
St. Luke's Hospital
Roche Pharmaceuticals

\$5,000+

Academy of Medicine of Toledo
and Lucas County
LogistiCare Foundation

2006 INKIND CONTRIBUTORS

Hospitals

Mercy Health Partners
- St. Anne Mercy Hospital
- St. Charles Mercy Hospital
- St. Vincent Mercy Medical Center
ProMedica Health System
- Bay Park Hospital
- Flower Hospital
- The Toledo Hospital
St. Luke's Hospital
University of Toledo Medical Center

Primary Care

Neighborhood Health Association
Mercy Health Partners
ProMedica Health System
Toledo-Lucas County Health Dept.
Volunteer Physicians

Physicians

*In order to protect the privacy of our
225 volunteer physicians and practices,
they are not listed by name*

Members of the Academy of Medicine
of Toledo and Lucas County
Members of the Islamic Medical Assoc.
Physicians serving participating hospitals
Private Practice Physicians

Dental & Vision Services

Dental Center of Northwest Ohio
Prevent Blindness Ohio

Healthcare Services

Hospice of Northwest Ohio

Transportation Services

TARTA

Referral Services

United Way's First Call for Help
Lucas County Job & Family Services

Volunteers

Brian Behrle
Kristen Jones
Vivian J. O'Toole
League of Women Voters
CareNet Council Members
CareNet Coordinators

If you have assisted CareNet in 2006 and are not listed, we apologize for the oversight and encourage you to contact the CareNet office at 419-842-0800 so we may thank you for your efforts.

AWARDS & RECOGNITION

Olive Colton Award from the League of Women Voters of Toledo/Lucas County (2006)

National Communities Building Access Act modeled after CareNet (2006)

State Meritorious Service Award from the Ohio Hospital Association (2005)

National NOVA Award from the American Hospital Association (2005)

LIVES TOUCHED... LIVES



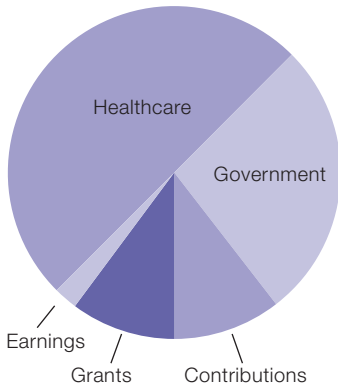
Tina Carroll

"CareNet has removed a burden from my shoulders. Because of CareNet, I know I have access to healthcare if I need it."

Tina Carroll had worked hard all her life. But chronic illness ended her career and made her ineligible for

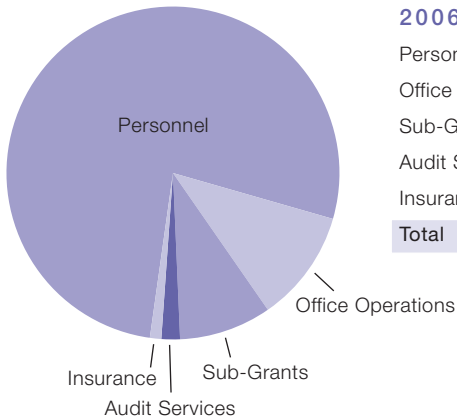
THE BOTTOM LINE – RESULTS

Eighty-two percent (82%) of CareNet’s budget supports services provided to CareNet members such as specialty referrals, care coordination, outreach, and enrollment assistance.



2006 INCOME

Healthcare	\$152,500
Government	82,500
Contributions	31,952
Grants	31,094
Earnings	7,093
Total	\$305,139
Unrestricted Reserves	67,624



2006 EXPENSES

Personnel	\$225,629
Office Operations	31,847
Sub-Grants	26,225
Audit Services	5,250
Insurance	3,235
Total	\$292,186

CareNet received a \$10,000 Grant from Roche Pharmaceuticals to work in conjunction with a gastroenterologist who has volunteered to treat CareNet members diagnosed with Hepatitis C.



Pictured left to right: Shaun Coughlan, CMR, HCV Specialist, Roche Pharmaceuticals; Jean Hosinski, CareNet Provider/Member Services Coordinator; John Michael, RPh, Hepatology Project Specialist, Roche Pharmaceuticals.

AVERAGE VALUE OF SERVICES PROVIDED TO CARENET MEMBERS: \$12.6 MILLION[†].

68% increase from 2005 (\$7.5 million)

VALUE OF CARENET SERVICES PROVIDED

in terms of improvements in quality-of-life, recovery of lost potential, and newfound peace of mind:

PRICELESS.

[†]Based on Medicaid rates.

CHANGED.

health insurance. She put off medical care, because she simply could not afford it. After years of leg and knee pain, she discovered CareNet and became a member. With the help of her physician and CareNet, she was treated at an orthopedic clinic and was scheduled for knee replacement surgery at The Toledo Hospital. According to Tina, the CareNet staff is “the best” and went the extra mile to help her.



CONTACT US:

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419-842-0800

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Special Projects Coordinator

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