

**PROFIT & LOSS STATEMENT
(Example)**

**ABC Landscaping Company
1000 First Street
Sacramento, CA 95814**

January 2006		February 2006		March 2006	
Total Income	\$5,000	Total Income	\$2,000	Total Income	\$4,000
Expenses:		Expenses:		Expenses:	
Car	\$ 200	Car	\$ 200	Car	\$ 200
Equipment	\$1,000	Equipment	\$1,000	Equipment	\$ 300
Repair	\$ 300	Repair	\$1,100	Repair	\$ 100
Advertising	\$ 300	Advertising	\$ 300	Advertising	\$ 300
Depreciation	\$ 100	Depreciation	\$0	Depreciation	\$0
Meals & Entertain.	\$ 100	Meals & Entertain.	\$0	Meals & Entertain.	\$0
Cash Draw	<u>\$1,000</u>	Cash Draw	<u>\$1,000</u>	Cash Draw	<u>\$1,000</u>
Total Expenses	- \$3,000	Total Expenses	- \$3,600	Total Expenses	- \$1,900
Net Income:	\$2,000	Net Income:	- \$1,600	Net Income:	\$2,100

The information provided above is true and correct to the best of my knowledge.

(Signature and date of Person Earning Income)

Please refer to the next page to see how Medi-Cal Access Program calculates your monthly income.

HOW MEDI-CAL ACCESS PROGRAM CALCULATES INCOME

* When calculating your income, the Medi-Cal Access Program does not include depreciation, meals and entertainment, and cash draws as business expenses. The Medi-Cal Access Program adds expenses for depreciation, meals and entertainment and cash draws back into your monthly income. These types of expenses are referred to as “Disallowed Expenses.” Please see the example below.

** The Medi-Cal Access Program counts negative amounts as zero (\$0). Please see the February 2006 income as an example.

ABC Landscaping Company
1000 First Street
Sacramento, CA 95814
(916) 555-1234

January 2006		February 2006		March 2006	
Total Income	\$5,000	Total Income	\$2,000	Total Income	\$4,000
Expenses:		Expenses:		Expenses:	
Car	\$ 200	Car	\$ 200	Car	\$ 200
Equipment	\$1,000	Equipment	\$1,000	Equipment	\$ 300
Repair	\$ 300	Repair	\$1,100	Repair	\$ 100
Advertising	\$ 300	Advertising	\$ 300	Advertising	\$ 300
Depreciation*	\$ 100	Depreciation*	\$0	Depreciation*	\$0
Meals & Entertain.*	\$ 100	Meals & Entertain.*	\$0	Meals & Entertain.*	\$0
Cash Draw*	<u>\$1,000</u>	Cash Draw*	<u>\$1,000</u>	Cash Draw*	<u>\$1,000</u>
Total Expenses	- \$3,000	Total Expenses	- \$3,600	Total Expenses	- \$1,900
Total Income	\$5,000	Total Income	\$2,000	Total Income	\$4,000
Total Expenses	- <u>\$3,000</u>	Total Expenses	- <u>\$3,600</u>	Total Expenses	- <u>\$1,900</u>
Net Income	\$2,000	Net Income	- \$1,600	Net Income	\$2,100
Disallowed Expenses*	\$1,200	Disallowed Expenses*	\$1,000	Disallowed Expenses*	\$1,000
Adjusted Net	\$3,200	Adjusted Net	- \$ 600**	Adjusted Net	\$3,100

MCAP monthly income calculations:

Net Profits: January 2006	\$3,200
February 2006**	\$0
March 2006	<u>\$3,100</u>
Total Net Profit:	\$6,300
	Divide by: <u> </u> ÷ 3
Monthly Net Profit:	<u>\$2,100</u>