

June 27, 2007

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FOR IMMEDIATE RELEASE

Hospice Reports a Financial Turnaround in 2006

The Alliance of Community Hospices & Palliative Care Services, Inc. (Alliance) reports 2006 financial results that show a \$2.3 million dollar increase in Net Assets, as compared to a decrease of \$1.8 million in 2005. While total operating revenues and support increased less than 1%, or \$281,000, total operating expenses decreased by 7.25%, or \$2.9 million. Other revenues, primarily contributions and investment-related income, increased \$845,000, or 39%. An in-kind technology grant of \$800,000 accounted for substantially all of the increase in other revenues.

At December 31, 2006, Total Net Assets were \$6.5 million as compared to \$4.2 million at December 31, 2005, an increase of 55%.

Alliance President and Chief Executive Officer Phil Marshall says, "We've increased our efforts in operational and organizational efficiencies and effectiveness, clearly adhering to our policies and renegotiating contracts and service agreements in order to maintain the level of efficient and compassionate care our patients and their families have come to expect."

Marshall adds, "I am very pleased with the generous support from our donors. In addition, our improved financial position is the result of the dedication and leadership of our board, loyal employees and volunteers. We continue to rely upon community support to build our endowment, which will ensure and enhance the long-term viability of hospice care in the communities we serve."

For the three months ended March 31, 2007, the Alliance, on an unaudited basis, reports an increase in Net Assets of \$441,000 compared to an increase in Net Assets of \$72,000 in the corresponding period of 2006. The 2007 quarter has a slightly positive excess of operating revenue and support over expenses of \$30,000 as contrasted with an operating deficit of \$542,000 for the first three months of 2006.

The Alliance includes Hospice & Palliative Care of Louisville, of Southern Indiana, and of Central Kentucky. The Alliance provides quality end-of-life care and bereavement services annually to more than 4,000 patients and their families in 23 counties in Kentucky and Southern Indiana regardless of their ability to pay.