

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 04/30/10**

|                                      | Actual<br>April-10<br>YTD | Budget<br>April-10<br>YTD | VARIANCE<br>AMOUNT | VAR<br>%      |
|--------------------------------------|---------------------------|---------------------------|--------------------|---------------|
| <b>PATIENT SERVICE REVENUE</b>       |                           |                           |                    |               |
| INPATIENT                            | 10,195,825                | 9,226,191                 | 969,634            | 10.51%        |
| OUTPATIENT                           | 21,022,280                | 19,546,825                | 1,475,455          | 7.55%         |
| <b>TOTAL PATIENT SERVICE REVENUE</b> | <b>31,218,104</b>         | <b>28,773,016</b>         | <b>2,445,088</b>   | <b>8.50%</b>  |
| <b>LESS REVENUE DEDUCTIONS</b>       |                           |                           |                    |               |
| UNCOMPENSATED SERVICES               | (784,188)                 | (941,604)                 | 157,416            | 16.72%        |
| CONTRACTUAL ALLOWANCES - GOVERNMENT  | (2,656,737)               | (2,800,107)               | 143,370            | 5.12%         |
| CONTRACTUAL ALLOWANCES - OTHER       | (2,197,525)               | (1,871,554)               | (325,971)          | -17.42%       |
| OTHER DEDUCTIONS                     | (746,411)                 | (827,997)                 | 81,586             | 9.85%         |
| <b>TOTAL REVENUE DEDUCTIONS</b>      | <b>(6,384,860)</b>        | <b>(6,441,262)</b>        | <b>56,402</b>      | <b>0.88%</b>  |
| <b>NET PATIENT SERVICE REVENUE</b>   | <b>24,833,244</b>         | <b>22,331,754</b>         | <b>2,501,490</b>   | <b>11.20%</b> |
| <b>OTHER OPERATING REVENUE</b>       |                           |                           |                    |               |
| WHITCOMB TERRACE                     | 207,939                   | 203,709                   | 4,230              | 2.08%         |
| CAFETERIA                            | 159,654                   | 156,830                   | 2,824              | 1.80%         |
| MISCELLANEOUS                        | 380,645                   | 360,363                   | 20,282             | 5.63%         |
| <b>TOTAL OTHER OPERATING REVENUE</b> | <b>748,238</b>            | <b>720,902</b>            | <b>27,336</b>      | <b>3.79%</b>  |
| <b>TOTAL OPERATING REVENUE</b>       | <b>25,581,482</b>         | <b>23,052,656</b>         | <b>2,528,826</b>   | <b>10.97%</b> |
| <b>EXPENSES</b>                      |                           |                           |                    |               |
| SALARIES                             | (8,068,343)               | (8,060,722)               | (7,621)            | -0.09%        |
| PHYSICIAN COMPENSATION               | (1,958,090)               | (1,930,421)               | (27,669)           | -1.43%        |
| PATIENT CARE SUPPLIES                | (2,319,841)               | (2,274,795)               | (45,046)           | -1.98%        |
| OUTSOURCING                          | (710,976)                 | (721,908)                 | 10,932             | 1.51%         |
| LEGAL, CONSULT, AUDIT                | (252,001)                 | (335,615)                 | 83,614             | 24.91%        |
| MAINTENANCE & UTILITIES              | (1,052,995)               | (1,150,169)               | 97,174             | 8.45%         |
| CONTINUING EDUCATION                 | (55,707)                  | (19,078)                  | (36,629)           | -192.00%      |
| PHYSICIAN RECRUITMENT                | 0                         | (16,330)                  | 16,330             | 100.00%       |
| EMPLOYEE BENEFITS                    | (1,976,895)               | (1,848,080)               | (128,815)          | -6.97%        |
| DEPRECIATION & AMORTIZATION          | (1,460,775)               | (1,508,519)               | 47,744             | 3.16%         |
| BAD DEBT EXPENSE                     | (1,233,873)               | (1,164,519)               | (69,354)           | -5.96%        |
| GENERAL & PROF INSURANCE             | (90,024)                  | (90,025)                  | 1                  | 0.00%         |
| MISCELLANEOUS EXPENSE                | (1,346,700)               | (1,309,205)               | (37,495)           | -2.86%        |
| <b>TOTAL EXPENSES</b>                | <b>(20,526,220)</b>       | <b>(20,429,386)</b>       | <b>(96,834)</b>    | <b>-0.47%</b> |
| <b>OPERATING MARGIN</b>              | <b>5,055,262</b>          | <b>2,623,270</b>          | <b>2,431,992</b>   | <b>92.71%</b> |
| <b>NONOPERATING REVENUE</b>          |                           |                           |                    |               |
| PROPERTY TAXES                       | 1,172,372                 | 1,172,370                 | 2                  | 0.00%         |
| INTEREST INCOME                      | 310,715                   | 300,000                   | 10,715             | 3.57%         |
| INTEREST EXPENSE                     | (279,083)                 | (330,331)                 | 51,248             | 15.51%        |
| MISCELLANEOUS NONOPERATING EXPENSE   | (15,532)                  | (30,000)                  | 14,468             | 48.23%        |
| CONTRIBUTIONS - OPERATIONS & CAPITAL | 26,630                    | 209,712                   | (183,082)          | -87.30%       |
| GAIN/(LOSS) ON JOINT VENTURE         | 0                         | 0                         | 0                  | 100.00%       |
| GAIN/(LOSS) ON DISP OF ASSETS        | 4,519                     | 0                         | 4,519              | 100.00%       |
| MEMBER DISTRIBUTIONS                 | 298,350                   | 205,739                   | 92,611             | 45.01%        |
| <b>TOTAL NONOPERATING REVENUE</b>    | <b>1,517,971</b>          | <b>1,527,490</b>          | <b>(9,519)</b>     | <b>-0.62%</b> |
| <b>GAIN / (LOSS)</b>                 | <b>6,573,232</b>          | <b>4,150,760</b>          | <b>2,422,472</b>   | <b>58.36%</b> |

**ASPEN VALLEY HOSPITAL  
BALANCE SHEET  
April-10**

| <b>ASSETS</b>                                 | <b>April-10</b>        | <b>April-09</b>        |
|---|------------------------|------------------------|
| <b>CURRENT ASSETS</b>                         |                        |                        |
| CASH  | 11,103,163             | 38,544,117             |
| SHORT TERM INVESTMENTS                        | 35,387,293             | 709,988                |
| CASH RESTRICTED FOR PHYSICIANS                | 67,497                 | 76,419                 |
| PATIENT ACCOUNTS RECEIVABLE                   | 11,626,305             | 12,373,618             |
| LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS | (2,688,792)            | (3,740,183)            |
| NET PATIENT ACCOUNTS RECEIVABLE               | 8,937,513              | 8,633,435              |
| CONTRIBUTIONS RECEIVABLE                      | 348,163                | 330,458                |
| OTHER RECEIVABLES                             | 2,696,805              | 1,080,434              |
| INVENTORY                                     | 1,683,973              | 1,650,051              |
| PRE PAID EXPENSES                             | 964,668                | 750,125                |
| <b>TOTAL CURRENT ASSETS</b>                   | <b>\$ 61,189,075</b>   | <b>\$ 51,775,026</b>   |
| <b>RESTRICTED ASSETS - BOND AGREEMENT</b>     |                        |                        |
| BOND - PRINCIPAL & INTEREST                   | 622,188                | 368,706                |
| RESTRICTED BOND PROCEEDS                      | 0                      | 0                      |
| DEBT SERVICE RESERVE FUND                     | 2,241,750              | 2,241,550              |
| <b>TOTAL RESTRICTED ASSETS</b>                | <b>\$ 2,863,938</b>    | <b>\$ 2,610,256</b>    |
| <b>LONG-TERM CONTRIBUTIONS RECEIVABLE</b>     | <b>\$ 982,217</b>      | <b>\$ 1,380,127</b>    |
| <b>INVESTMENT IN JOINT VENTURE</b>            | <b>\$ 213,092</b>      | <b>\$ 1,970,255</b>    |
| <b>CAPITAL ASSETS</b>                         |                        |                        |
| LAND  | 267,057                | 267,057                |
| PROPERTY , PLANT, & EQUIPMENT                 | 66,882,118             | 64,485,222             |
| LESS ACCUMULATED DEPRECIATION                 | (35,063,295)           | (30,960,598)           |
| <b>NET PROPERTY, PLANT &amp; EQUIPMENT</b>    | <b>\$ 32,085,881</b>   | <b>\$ 33,791,682</b>   |
| <b>OTHER ASSETS</b>                           |                        |                        |
| DEFERRED BOND COSTS                           | 453,652                | 480,939                |
| SECURITY DEPOSITS PAID                        | 36,653                 | 38,403                 |
| <b>TOTAL OTHER ASSETS</b>                     | <b>\$ 490,305</b>      | <b>\$ 519,342</b>      |
| <b>TOTAL ASSETS</b>                           | <b>\$ 97,824,507</b>   | <b>\$ 92,046,688</b>   |
| <b>LIABILITIES</b>                            |                        |                        |
| <b>CURRENT LIABILITIES</b>                    |                        |                        |
| CURRENT MATURITIES OF L-T DEBT                | (1,210,278)            | (1,212,066)            |
| ACCOUNTS PAYABLE                              | (2,226,386)            | (2,117,184)            |
| ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES  | (766,708)              | (1,915,666)            |
| MISCELLANEOUS LIABILITIES                     | (1,085,687)            | (875,367)              |
| REFUNDS PAYABLE                               | (129,010)              | (118,419)              |
| UNCLAIMED REFUNDS PAYABLE                     | (421,692)              | (1,073,886)            |
| DUE (TO) / FROM MEDICARE                      | 0                      | (235,571)              |
| <b>TOTAL CURRENT LIABILITIES</b>              | <b>\$ (5,839,760)</b>  | <b>\$ (7,548,159)</b>  |
| <b>LONG TERM LIABILITIES</b>                  |                        |                        |
| REVENUE BONDS PAYABLE                         | (21,847,003)           | (22,415,303)           |
| CAPITAL LEASE OBLIGATION                      | (840,860)              | (1,372,489)            |
| NOTES PAYABLE                                 | (574,307)              | (588,640)              |
| <b>TOTAL LONG TERM LIABILITIES</b>            | <b>\$ (23,262,171)</b> | <b>\$ (24,376,431)</b> |
| <b>NET ASSETS</b>                             |                        |                        |
| OPERATING FUND BALANCE                        | (68,722,576)           | (60,122,098)           |
| <b>TOTAL FUND BALANCE</b>                     | <b>\$ (68,722,576)</b> | <b>\$ (60,122,098)</b> |
| <b>TOTAL LIABILITIES &amp; FUND BALANCE</b>   | <b>\$ (97,824,507)</b> | <b>\$ (92,046,688)</b> |