

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 08/31/2009**

	ACTUAL August-09	BUDGET August-09	VARIANCE AMOUNT	VAR %
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	1,273,375	2,139,216	(865,841)	-40.47%
OUTPATIENT	4,419,827	4,210,411	209,416	4.97%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>5,693,203</b>	<b>6,349,627</b>	<b>(656,424)</b>	<b>-10.34%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(176,673)	(253,985)	77,312	30.44%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(465,119)	(581,415)	116,296	20.00%
CONTRACTUAL ALLOWANCES - OTHER	(482,146)	(431,201)	(50,945)	-11.81%
OTHER DEDUCTIONS	(155,172)	(173,780)	18,608	10.71%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(1,279,110)</b>	<b>(1,440,381)</b>	<b>161,271</b>	<b>11.20%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>4,414,093</b>	<b>4,909,246</b>	<b>(495,153)</b>	<b>-10.09%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	48,468	46,911	1,557	3.32%
CAFETERIA	33,462	28,599	4,863	17.00%
MISCELLANEOUS	78,875	47,008	31,867	67.79%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>160,805</b>	<b>122,518</b>	<b>38,287</b>	<b>31.25%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>4,574,898</b>	<b>5,031,764</b>	<b>(456,866)</b>	<b>-9.08%</b>
<b>EXPENSES</b>				
SALARIES	(2,012,882)	(1,941,700)	(71,182)	-3.67%
PHYSICIAN COMPENSATION	(469,232)	(485,388)	16,156	3.33%
PATIENT CARE SUPPLIES	(389,370)	(487,982)	98,612	20.21%
OUTSOURCING	(134,703)	(158,363)	23,660	14.94%
LEGAL, CONSULT, AUDIT	(41,327)	(47,833)	6,506	13.60%
MAINTENANCE & UTILITIES	(285,391)	(227,562)	(57,829)	-25.41%
CONTINUING EDUCATION	(11,892)	0	(11,892)	#DIV/0!
PHYSICIAN RECRUITMENT	(24,710)	(2,500)	(22,210)	100.00%
EMPLOYEE BENEFITS	(461,795)	(485,684)	23,889	4.92%
DEPRECIATION & AMORTIZATION	(368,760)	(369,124)	364	0.10%
BAD DEBT EXPENSE	(93,780)	(285,733)	191,953	67.18%
GENERAL & PROF INSURANCE	(20,950)	(22,507)	1,557	6.92%
MISCELLANEOUS EXPENSE	(326,828)	(331,937)	5,109	1.54%
<b>TOTAL EXPENSES</b>	<b>(4,641,621)</b>	<b>(4,846,313)</b>	<b>204,692</b>	<b>4.22%</b>
<b>OPERATING MARGIN</b>	<b>(66,723)</b>	<b>185,451</b>	<b>(252,174)</b>	<b>-135.98%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	332,352	332,352	0	0.00%
INTEREST INCOME	82,794	62,500	20,294	32.47%
INTEREST EXPENSE	(72,165)	(109,264)	37,099	33.95%
MISCELLANEOUS NONOPERATING EXPENSE	(7,000)	(7,000)	0	100.00%
CONTRIBUTIONS - OPERATIONS & CAPITAL	27,088	19,834	7,254	36.57%
GAIN/(LOSS) ON JOINT VENTURE	36,847	36,847	0	0.00%
GAIN/(LOSS) ON DISP OF ASSETS	(225)	0	(225)	100.00%
<b>TOTAL NONOPERATING REVENUE</b>	<b>399,690</b>	<b>335,269</b>	<b>64,421</b>	<b>19.21%</b>
<b>GAIN / (LOSS)</b>	<b>332,967</b>	<b>520,720</b>	<b>(187,753)</b>	<b>-36.06%</b>

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 08/31/09**

	Actual August-09 YTD	Budget August-09 YTD	VARIANCE AMOUNT	VAR %
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	15,470,062	17,705,753	(2,235,691)	-12.63%
OUTPATIENT	35,480,450	34,135,965	1,344,485	3.94%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>50,950,512</b>	<b>51,841,718</b>	<b>(891,206)</b>	<b>-1.72%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(1,580,194)	(2,073,669)	493,475	23.80%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(4,708,033)	(4,746,976)	38,943	0.82%
CONTRACTUAL ALLOWANCES - OTHER	(3,593,829)	(3,520,567)	(73,262)	-2.08%
OTHER DEDUCTIONS	(1,387,806)	(1,418,830)	31,024	2.19%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(11,269,863)</b>	<b>(11,760,042)</b>	<b>490,179</b>	<b>4.17%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>39,680,648</b>	<b>40,081,676</b>	<b>(401,028)</b>	<b>-1.00%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	394,365	370,945	23,420	6.31%
CAFETERIA	289,433	244,379	45,054	18.44%
MISCELLANEOUS	584,442	463,932	120,510	25.98%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>1,268,240</b>	<b>1,079,256</b>	<b>188,984</b>	<b>17.51%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>40,948,889</b>	<b>41,160,932</b>	<b>(212,043)</b>	<b>-0.52%</b>
<b>EXPENSES</b>				
SALARIES	(15,344,377)	(15,981,540)	637,163	3.99%
PHYSICIAN COMPENSATION	(3,735,186)	(3,663,926)	(71,260)	-1.94%
PATIENT CARE SUPPLIES	(3,866,384)	(3,999,602)	133,218	3.33%
OUTSOURCING	(1,259,925)	(1,292,771)	32,846	2.54%
LEGAL, CONSULT, AUDIT	(396,062)	(514,032)	117,970	22.95%
MAINTENANCE & UTILITIES	(1,773,362)	(2,120,138)	346,776	16.36%
CONTINUING EDUCATION	(46,016)	(90,671)	44,655	49.25%
PHYSICIAN RECRUITMENT	(7,476)	(20,000)	12,524	62.62%
EMPLOYEE BENEFITS	(3,926,691)	(3,940,607)	13,916	0.35%
DEPRECIATION & AMORTIZATION	(2,911,557)	(2,952,968)	41,411	1.40%
BAD DEBT EXPENSE	(1,825,255)	(2,332,878)	507,623	21.76%
GENERAL & PROF INSURANCE	(165,452)	(180,051)	14,599	8.11%
MISCELLANEOUS EXPENSE	(2,502,303)	(2,866,141)	363,838	12.69%
<b>TOTAL EXPENSES</b>	<b>(37,760,046)</b>	<b>(39,955,326)</b>	<b>2,195,280</b>	<b>5.49%</b>
<b>OPERATING MARGIN</b>	<b>3,188,843</b>	<b>1,205,606</b>	<b>1,983,237</b>	<b>164.50%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	2,658,802	2,658,803	(1)	0.00%
INTEREST INCOME	541,794	500,000	41,794	8.36%
INTEREST EXPENSE	(568,591)	(905,430)	336,839	37.20%
MISCELLANEOUS NONOPERATING EXPENSE	(61,997)	(56,000)	(5,997)	100.00%
CONTRIBUTIONS - OPERATIONS & CAPITAL	514,396	601,019	(86,623)	-14.41%
GAIN/(LOSS) ON JOINT VENTURE	336,235	246,867	89,368	36.20%
GAIN/(LOSS) ON DISP OF ASSETS	4,099	0	4,099	100.00%
<b>TOTAL NONOPERATING REVENUE</b>	<b>3,424,738</b>	<b>3,045,259</b>	<b>379,479</b>	<b>12.46%</b>
<b>GAIN / (LOSS)</b>	<b>6,613,581</b>	<b>4,250,865</b>	<b>2,362,716</b>	<b>55.58%</b>

**ASPEN VALLEY HOSPITAL  
BALANCE SHEET  
August-09**

<b>ASSETS</b>	<b>August-09</b>	<b>August-08</b>
<b>CURRENT ASSETS</b>		
CASH	8,094,314	35,614,609
SHORT TERM INVESTMENTS	35,175,802	1,412,349
CASH RESTRICTED FOR PHYSICIANS	73,645	58,701
PATIENT ACCOUNTS RECEIVABLE	8,482,074	9,873,253
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,744,478)	(2,831,477)
NET PATIENT ACCOUNTS RECEIVABLE	5,737,596	7,041,776
CONTRIBUTIONS RECEIVABLE	336,958	491,390
OTHER RECEIVABLES	(5,849)	636,221
INVENTORY	1,695,607	1,652,923
PRE PAID EXPENSES	660,760	540,525
<b>TOTAL CURRENT ASSETS</b>	<b>\$ 51,768,833</b>	<b>\$ 47,448,493</b>
<b>RESTRICTED ASSETS - BOND AGREEMENT</b>		
BOND - PRINCIPAL & INTEREST	598,303	674,979
RESTRICTED BOND PROCEEDS	0	1,144,282
DEBT SERVICE RESERVE FUND	2,241,550	2,241,750
<b>TOTAL RESTRICTED ASSETS</b>	<b>\$ 2,839,854</b>	<b>\$ 4,061,011</b>
<b>LONG-TERM CONTRIBUTIONS RECEIVABLE</b>	<b>\$ 1,380,127</b>	<b>\$ 762,546</b>
<b>INVESTMENT IN JOINT VENTURE</b>	<b>\$ 1,704,701</b>	<b>\$ 1,729,638</b>
<b>CAPITAL ASSETS</b>		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	65,891,251	61,680,645
LESS ACCUMULATED DEPRECIATION	(32,400,744)	(29,107,874)
<b>NET PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>\$ 33,757,564</b>	<b>\$ 32,839,828</b>
<b>OTHER ASSETS</b>		
DEFERRED BOND COSTS	490,426	467,094
SECURITY DEPOSITS PAID	35,903	40,753
<b>TOTAL OTHER ASSETS</b>	<b>\$ 526,329</b>	<b>\$ 507,847</b>
<b>TOTAL ASSETS</b>	<b>\$ 91,977,408</b>	<b>\$ 87,349,362</b>

**ASPEN VALLEY HOSPITAL  
BALANCE SHEET  
August-09**

	<u>August-09</u>	<u>August-08</u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
CURRENT MATURITIES OF L-T DEBT	(1,171,955)	(949,788)
ACCOUNTS PAYABLE	(1,390,836)	(2,267,282)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,799,281)	(1,344,164)
MISCELLANEOUS LIABILITIES	(936,064)	(1,205,048)
REFUNDS PAYABLE	(171,862)	(338,451)
UNCLAIMED REFUNDS PAYABLE	(1,086,817)	(1,019,102)
DUE (TO) / FROM MEDICARE	(217,305)	(728,032)
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ (6,774,121)</b>	<b>\$ (7,851,866)</b>
<b>LONG TERM LIABILITIES</b>		
REVENUE BONDS PAYABLE	(22,426,984)	(22,970,976)
CAPITAL LEASE OBLIGATION	(1,150,286)	(2,005,020)
NOTES PAYABLE	(584,069)	0
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$ (24,161,340)</b>	<b>\$ (24,975,996)</b>
<b>NET ASSETS</b>		
OPERATING FUND BALANCE	(61,041,948)	(54,521,500)
<b>TOTAL FUND BALANCE</b>	<b>\$ (61,041,948)</b>	<b>\$ (54,521,500)</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<b>\$ (91,977,408)</b>	<b>\$ (87,349,362)</b>

**ASPEN VALLEY HOSPITAL  
STATEMENT OF CASH FLOWS  
FOR THE MONTH ENDING AUGUST 31, 2009**

	<b>AUGUST 2009</b>	<b>YTD</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Patient and Third Parties	4,427,910	39,851,410
Cash Received from Others	137,065	1,675,851
Cash Paid to Suppliers	(2,362,346)	(21,490,385)
Cash Paid to Employees	(1,640,449)	(13,705,132)
Net Cash Provided by (Used in) Operating Activities	562,180	6,331,744
<b>CASH FLOWS FROM NONOPERATING ACTIVITIES:</b>		
Nonoperating Expense	(7,000)	(61,997)
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Ad Valorem Taxes	137,224	3,657,902
Contributions for Operations	-	488,212
Net Cash Provided by Noncapital Financing Activities	137,224	4,146,114
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Contributions restricted for the purchase of capital assets	20,588	276,334
Principal Payments on Debt	(26,112)	(454,946)
Purchases of Capital Assets	(773,424)	(2,620,932)
Proceeds from the sale of capital assets	(225)	4,099
Interest payments on Debt	(9,112)	(544,489)
Net Cash Used in Capital and Related Financing Activities	(788,286)	(3,339,934)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Distribution from Joint Venture	(1)	381,782
Investment Income	82,794	541,794
Net Cash Provided by Investing Activities	82,794	923,576
Net Increase in Cash and Cash Equivalents	(13,088)	7,999,503
Cash and Cash Equivalents at Beginning of Period	46,196,701	38,184,111
	46,183,614	46,183,614
Cash and Cash Equivalents at End of Period	46,183,614	46,183,614