

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 02/28/2010**

	ACTUAL February-10	BUDGET February-10	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	2,645,250	2,225,138	420,112	18.88%
OUTPATIENT	5,482,049	4,920,344	561,705	11.42%
TOTAL PATIENT SERVICE REVENUE	8,127,299	7,145,482	981,817	13.74%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(106,137)	(233,837)	127,700	54.61%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(665,704)	(695,377)	29,673	4.27%
CONTRACTUAL ALLOWANCES - OTHER	(359,135)	(464,781)	105,646	22.73%
OTHER DEDUCTIONS	(98,644)	(205,625)	106,981	52.03%
TOTAL REVENUE DEDUCTIONS	(1,229,620)	(1,599,620)	370,000	23.13%
NET PATIENT SERVICE REVENUE	6,897,679	5,545,862	1,351,817	24.38%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	52,219	49,334	2,885	5.85%
CAFETERIA	40,974	38,625	2,349	6.08%
MISCELLANEOUS	100,372	89,918	10,454	11.63%
TOTAL OTHER OPERATING REVENUE	193,564	177,877	15,687	8.82%
TOTAL OPERATING REVENUE	7,091,243	5,723,739	1,367,504	23.89%
EXPENSES				
SALARIES	(1,994,004)	(1,920,144)	(73,860)	-3.85%
PHYSICIAN COMPENSATION	(479,025)	(484,833)	5,808	1.20%
PATIENT CARE SUPPLIES	(498,446)	(564,372)	65,926	11.68%
OUTSOURCING	(154,203)	(179,281)	25,078	13.99%
LEGAL, CONSULT, AUDIT	(40,130)	(45,677)	5,547	12.14%
MAINTENANCE & UTILITIES	(216,802)	(277,656)	60,854	21.92%
CONTINUING EDUCATION	(14,370)	(8,790)	(5,580)	-63.48%
PHYSICIAN RECRUITMENT	0	0	0	100.00%
EMPLOYEE BENEFITS	(408,245)	(487,814)	79,569	16.31%
DEPRECIATION & AMORTIZATION	(365,834)	(377,132)	11,298	3.00%
BAD DEBT EXPENSE	(310,241)	(289,219)	(21,022)	-7.27%
GENERAL & PROF INSURANCE	(22,506)	(22,507)	1	0.00%
MISCELLANEOUS EXPENSE	(341,183)	(244,402)	(96,781)	-39.60%
TOTAL EXPENSES	(4,844,988)	(4,901,827)	56,839	1.16%
OPERATING MARGIN	2,246,255	821,912	1,424,343	173.30%
NONOPERATING REVENUE				
PROPERTY TAXES	293,093	293,092	1	0.00%
INTEREST INCOME	73,407	75,000	(1,593)	-2.12%
INTEREST EXPENSE	(72,535)	(81,671)	9,136	11.19%
MISCELLANEOUS NONOPERATING EXPENSE	(7,500)	(7,500)	0	100.00%
CONTRIBUTIONS - OPERATIONS & CAPITAL	0	41,666	(41,666)	-100.00%
GAIN/(LOSS) ON JOINT VENTURE	11,253	11,253	0	0.00%
GAIN/(LOSS) ON DISP OF ASSETS	4,519	0	4,519	100.00%
TOTAL NONOPERATING REVENUE	302,238	331,840	(29,602)	-8.92%
GAIN / (LOSS)	2,548,492	1,153,752	1,394,740	120.89%

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PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 02/28/2010**

	Actual February-10 YTD	Budget February-10 YTD	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	5,256,999	4,613,418	643,581	13.95%
OUTPATIENT	10,689,264	9,878,037	811,227	8.21%
TOTAL PATIENT SERVICE REVENUE	15,946,263	14,491,455	1,454,808	10.04%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(215,425)	(474,236)	258,811	54.57%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(1,192,176)	(1,410,266)	218,090	15.46%
CONTRACTUAL ALLOWANCES - OTHER	(955,346)	(942,603)	(12,743)	-1.35%
OTHER DEDUCTIONS	(344,648)	(417,018)	72,370	17.35%
TOTAL REVENUE DEDUCTIONS	(2,707,594)	(3,244,123)	536,529	16.54%
NET PATIENT SERVICE REVENUE	13,238,668	11,247,332	1,991,336	17.70%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	104,898	101,212	3,686	3.64%
CAFETERIA	75,841	82,071	(6,230)	-7.59%
MISCELLANEOUS	209,079	179,168	29,911	16.69%
TOTAL OTHER OPERATING REVENUE	389,818	362,451	27,367	7.55%
TOTAL OPERATING REVENUE	13,628,487	11,609,783	2,018,704	17.39%
EXPENSES				
SALARIES	(4,008,105)	(3,996,311)	(11,794)	-0.30%
PHYSICIAN COMPENSATION	(966,012)	(967,251)	1,239	0.13%
PATIENT CARE SUPPLIES	(1,075,031)	(1,167,044)	92,013	7.88%
OUTSOURCING	(301,178)	(363,580)	62,402	17.16%
LEGAL, CONSULT, AUDIT	(61,797)	(71,726)	9,929	13.84%
MAINTENANCE & UTILITIES	(482,913)	(578,213)	95,300	16.48%
CONTINUING EDUCATION	(22,601)	(14,198)	(8,403)	-59.18%
PHYSICIAN RECRUITMENT	0	(2,121)	2,121	100.00%
EMPLOYEE BENEFITS	(852,380)	(940,805)	88,425	9.40%
DEPRECIATION & AMORTIZATION	(732,697)	(754,261)	21,564	2.86%
BAD DEBT EXPENSE	(623,000)	(586,458)	(36,542)	-6.23%
GENERAL & PROF INSURANCE	(45,012)	(45,013)	1	0.00%
MISCELLANEOUS EXPENSE	(624,913)	(535,277)	(89,636)	-16.75%
TOTAL EXPENSES	(9,795,641)	(10,022,258)	226,617	2.26%
OPERATING MARGIN	3,832,846	1,587,525	2,245,321	141.44%
NONOPERATING REVENUE				
PROPERTY TAXES	586,186	586,185	1	0.00%
INTEREST INCOME	157,474	150,000	7,474	4.98%
INTEREST EXPENSE	(140,284)	(163,490)	23,206	14.19%
MISCELLANEOUS NONOPERATING EXPENSE	(14,500)	(15,000)	500	100.00%
CONTRIBUTIONS - OPERATIONS & CAPITAL	0	126,378	(126,378)	-100.00%
GAIN/(LOSS) ON JOINT VENTURE	57,824	57,824	0	0.00%
GAIN/(LOSS) ON DISP OF ASSETS	4,519	0	4,519	100.00%
TOTAL NONOPERATING REVENUE	651,218	741,897	(90,679)	-12.22%
GAIN / (LOSS)	4,484,064	2,329,422	2,154,642	92.50%

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

	<u>February-10</u>	<u>February-09</u>
ASSETS		
CURRENT ASSETS		
CASH	7,877,711	34,631,139
SHORT TERM INVESTMENTS	35,387,293	1,422,553
CASH RESTRICTED FOR PHYSICIANS	77,929	73,087
PATIENT ACCOUNTS RECEIVABLE	12,380,791	11,903,739
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,199,617)	(3,260,625)
NET PATIENT ACCOUNTS RECEIVABLE	10,181,174	8,643,114
CONTRIBUTIONS RECEIVABLE	504,401	505,458
OTHER RECEIVABLES	2,482,549	1,560,643
INVENTORY	1,682,640	1,598,115
PRE PAID EXPENSES	1,034,099	716,133
TOTAL CURRENT ASSETS	\$ 59,227,794	\$ 49,150,241
RESTRICTED ASSETS - BOND AGREEMENT		
BOND - PRINCIPAL & INTEREST	423,340	461,162
RESTRICTED BOND PROCEEDS	0	0
DEBT SERVICE RESERVE FUND	2,241,750	2,241,550
TOTAL RESTRICTED ASSETS	\$ 2,665,090	\$ 2,702,712
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 982,217	\$ 1,380,127
INVESTMENT IN JOINT VENTURE	\$ 1,544,595	\$ 1,812,082
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY, PLANT, & EQUIPMENT	66,353,327	63,850,467
LESS ACCUMULATED DEPRECIATION	(34,340,195)	(30,247,429)
NET PROPERTY, PLANT & EQUIPMENT	\$ 32,280,190	\$ 33,870,095
OTHER ASSETS		
DEFERRED BOND COSTS	458,629	486,041
SECURITY DEPOSITS PAID	35,903	40,403
TOTAL OTHER ASSETS	\$ 494,532	\$ 526,444
TOTAL ASSETS	\$ 97,194,418	\$ 89,441,702
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(1,210,278)	(1,212,066)
ACCOUNTS PAYABLE	(1,942,813)	(1,538,645)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,574,143)	(1,656,977)
MISCELLANEOUS LIABILITIES	(973,658)	(1,207,579)
REFUNDS PAYABLE	(92,927)	(104,143)
UNCLAIMED REFUNDS PAYABLE	(416,155)	(1,065,259)
DUE (TO) / FROM MEDICARE	(468,420)	(352,069)
TOTAL CURRENT LIABILITIES	\$ (6,678,393)	\$ (7,136,738)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(21,841,044)	(22,409,462)
CAPITAL LEASE OBLIGATION	(922,212)	(1,475,059)
NOTES PAYABLE	(576,681)	(590,956)
TOTAL LONG TERM LIABILITIES	\$ (23,339,938)	\$ (24,475,477)
NET ASSETS		
OPERATING FUND BALANCE	(67,176,087)	(57,829,486)
TOTAL FUND BALANCE	\$ (67,176,087)	\$ (57,829,486)
TOTAL LIABILITIES & FUND BALANCE	\$ (97,194,418)	\$ (89,441,702)

ASPEN VALLEY HOSPITAL
STATEMENT OF CASH FLOWS
FOR THE MONTH ENDING FEBRUARY 28, 2010

	<u>FEBRUARY 2010</u>	<u>YTD</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	5,023,589	9,880,233
Cash Received from Others	(55,442)	50,754
Cash Paid to Suppliers	(3,030,080)	(5,786,926)
Cash Paid to Employees	(1,817,191)	(3,569,197)
Net Cash Provided by (Used in) Operating Activities	<u>120,876</u>	<u>574,864</u>
CASH FLOWS FROM NONOPERATING ACTIVITIES:		
Nonoperating Expense	(7,500)	(14,500)
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	8,698	18,598
Contributions for Operations	-	-
Net Cash Provided by Noncapital Financing Activities	<u>8,698</u>	<u>18,598</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributions restricted for the purchase of Capital Assets	-	-
Principal Payments on Debt	(43,753)	(83,982)
Purchases of Capital Assets	(447,556)	(595,576)
Debt Costs Defeasance	2,489	4,978
Gain / (Loss) from the sale of Capital Assets	4,519	4,519
Interest payments on Debt	(72,535)	(96,131)
Net Cash Used in Capital and Related Financing Activities	<u>(556,836)</u>	<u>(766,192)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Distribution from Joint Venture	-	-
Investment Income	73,407	157,473
Net Cash Provided by Investing Activities	<u>73,407</u>	<u>157,473</u>
Net Increase in Cash and Cash Equivalents	<u>(361,355)</u>	<u>(29,757)</u>
Cash and Cash Equivalents at Beginning of Period	<u>46,369,378</u>	<u>46,037,780</u>
Cash and Cash Equivalents at End of Period	<u><u>46,008,023</u></u>	<u><u>46,008,023</u></u>