

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 02/28/2011**

	ACTUAL February-11	BUDGET February-11	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	1,989,866	2,520,573	(530,707)	-21.06%
OUTPATIENT	5,532,761	5,536,136	(3,375)	-0.06%
TOTAL PATIENT SERVICE REVENUE	7,522,627	8,056,709	(534,082)	-6.63%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(259,448)	(233,426)	(26,022)	-11.15%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(582,374)	(808,372)	225,998	27.96%
CONTRACTUAL ALLOWANCES - OTHER	(466,119)	(564,339)	98,220	17.40%
OTHER DEDUCTIONS	(245,290)	(195,816)	(49,474)	-25.27%
TOTAL REVENUE DEDUCTIONS	(1,553,231)	(1,801,953)	248,722	13.80%
NET PATIENT SERVICE REVENUE	5,969,396	6,254,756	(285,360)	-4.56%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	52,124	54,395	(2,271)	-4.18%
CAFETERIA	45,010	39,189	5,821	14.85%
MISCELLANEOUS	101,326	68,346	32,980	48.25%
TOTAL OTHER OPERATING REVENUE	198,460	161,930	36,530	22.56%
TOTAL OPERATING REVENUE	6,167,856	6,416,686	(248,830)	-3.88%
EXPENSES				
SALARIES	(1,950,373)	(2,016,988)	66,615	3.30%
PHYSICIAN COMPENSATION	(555,273)	(508,602)	(46,671)	-9.18%
PATIENT CARE SUPPLIES	(583,797)	(568,295)	(15,502)	-2.73%
OUTSOURCING	(153,166)	(175,693)	22,527	12.82%
LEGAL, CONSULT, AUDIT	(145,435)	(46,309)	(99,126)	-214.05%
MAINTENANCE & UTILITIES	(269,543)	(277,350)	7,807	2.81%
CONTINUING EDUCATION	(12,300)	(14,584)	2,284	15.66%
PHYSICIAN RECRUITMENT	0	(2,500)	2,500	100.00%
EMPLOYEE BENEFITS	(468,614)	(564,228)	95,614	16.95%
DEPRECIATION & AMORTIZATION	(385,311)	(381,096)	(4,215)	-1.11%
BAD DEBT EXPENSE	(325,146)	(310,431)	(14,715)	-4.74%
GENERAL & PROF INSURANCE	(19,620)	(19,111)	(509)	-2.66%
MISCELLANEOUS EXPENSE	(348,248)	(372,986)	24,738	6.63%
TOTAL EXPENSES	(5,216,826)	(5,258,173)	41,347	0.79%
OPERATING MARGIN	951,030	1,158,513	(207,483)	-17.91%
NONOPERATING REVENUE				
PROPERTY TAXES	592,250	592,250	0	0.00%
INTEREST INCOME	70,322	75,666	(5,344)	-7.06%
INTEREST EXPENSE	(87,395)	(223,749)	136,354	60.94%
MISC NON-OPERATING REVENUE/(EXPENSE)	(14,748)	(35,522)	20,774	58.48%
CONTRIBUTIONS - OPERATIONS & CAPITAL	1,145	21,334	(20,189)	-94.63%
GAIN/(LOSS) ON JOINT VENTURE	0	0	0	100.00%
GAIN/(LOSS) ON DISP OF ASSETS	0	0	0	100.00%
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	62,500	62,500	0	0.00%
TOTAL NONOPERATING REVENUE	624,074	492,479	131,595	26.72%
GAIN / (LOSS)	1,575,104	1,650,992	(75,888)	-4.60%

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 02/28/2011**

	Actual February-11 YTD	Budget February-11 YTD	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	4,130,583	4,977,879	(847,296)	-17.02%
OUTPATIENT	11,399,386	11,049,463	349,923	3.17%
TOTAL PATIENT SERVICE REVENUE	15,529,970	16,027,342	(497,372)	-3.10%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(447,598)	(464,358)	16,760	3.61%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(1,327,184)	(1,608,107)	280,923	17.47%
CONTRACTUAL ALLOWANCES - OTHER	(1,043,398)	(1,122,649)	79,251	7.06%
OTHER DEDUCTIONS	(385,269)	(389,539)	4,270	1.10%
TOTAL REVENUE DEDUCTIONS	(3,203,450)	(3,584,653)	381,203	10.63%
NET PATIENT SERVICE REVENUE	12,326,520	12,442,689	(116,169)	-0.93%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	105,327	109,270	(3,943)	-3.61%
CAFETERIA	88,235	74,965	13,270	17.70%
MISCELLANEOUS	241,198	136,276	104,922	76.99%
TOTAL OTHER OPERATING REVENUE	434,760	320,511	114,249	35.65%
TOTAL OPERATING REVENUE	12,761,280	12,763,200	(1,920)	-0.02%
EXPENSES				
SALARIES	(4,073,123)	(4,178,914)	105,791	2.53%
PHYSICIAN COMPENSATION	(1,027,905)	(1,017,205)	(10,700)	-1.05%
PATIENT CARE SUPPLIES	(1,156,805)	(1,142,470)	(14,335)	-1.25%
OUTSOURCING	(324,810)	(439,231)	114,421	26.05%
LEGAL, CONSULT, AUDIT	(187,418)	(85,628)	(101,790)	-118.87%
MAINTENANCE & UTILITIES	(545,059)	(559,069)	14,010	2.51%
CONTINUING EDUCATION	(13,422)	(29,167)	15,745	53.98%
PHYSICIAN RECRUITMENT	0	(5,000)	5,000	100.00%
EMPLOYEE BENEFITS	(1,100,993)	(1,128,039)	27,046	2.40%
DEPRECIATION & AMORTIZATION	(771,047)	(762,195)	(8,852)	-1.16%
BAD DEBT EXPENSE	(713,031)	(622,600)	(90,431)	-14.52%
GENERAL & PROF INSURANCE	(42,578)	(38,223)	(4,355)	-11.39%
MISCELLANEOUS EXPENSE	(645,160)	(792,421)	147,261	18.58%
TOTAL EXPENSES	(10,601,350)	(10,800,162)	198,812	1.84%
OPERATING MARGIN	2,159,930	1,963,038	196,892	10.03%
NONOPERATING REVENUE				
PROPERTY TAXES	1,184,500	1,184,500	0	0.00%
INTEREST INCOME	136,806	151,333	(14,527)	-9.60%
INTEREST EXPENSE	(173,636)	(447,235)	273,599	61.18%
MISC NON-OPERATING REVENUE/(EXPENSE)	(35,806)	(68,675)	32,869	47.86%
CONTRIBUTIONS - OPERATIONS & CAPITAL	1,145	42,667	(41,522)	-97.32%
GAIN/(LOSS) ON JOINT VENTURE	0	0	0	100.00%
GAIN/(LOSS) ON DISP OF ASSETS	0	0	0	100.00%
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	125,000	125,000	0	0.00%
TOTAL NONOPERATING REVENUE	1,238,009	987,590	250,419	25.36%
GAIN / (LOSS)	3,397,939	2,950,628	447,311	15.16%

**ASPEN VALLEY HOSPITAL
BALANCE SHEET
February-11**

ASSETS	February-11	February-10
CURRENT ASSETS		
CASH	10,176,777	7,877,311
SHORT TERM INVESTMENTS	20,264,431	35,387,293
INVESTMENTS - FUNDED DEPRECIATION	18,647,605	0
CASH RESTRICTED FOR PHYSICIANS	61,379	78,329
PATIENT ACCOUNTS RECEIVABLE	12,312,893	12,380,791
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,908,936)	(2,199,617)
NET PATIENT ACCOUNTS RECEIVABLE	9,403,957	10,181,174
CONTRIBUTIONS RECEIVABLE	597,834	504,401
OTHER RECEIVABLES	1,973,624	2,770,217
INVENTORY	1,783,120	1,682,640
PRE PAID EXPENSES	934,459	1,034,099
TOTAL CURRENT ASSETS	\$ 63,843,185	\$ 59,515,462
RESTRICTED ASSETS - BOND AGREEMENT		
BOND - PRINCIPAL & INTEREST	396,894	423,340
RESTRICTED BOND PROCEEDS	49,287,593	0
DEBT SERVICE RESERVE FUND	2,241,890	2,241,750
CONSTRUCTION ESCROW	494,841	0
TOTAL RESTRICTED ASSETS	\$ 52,421,219	\$ 2,665,090
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 498,726	\$ 982,217
INVESTMENT IN JOINT VENTURE	\$ 123,989	\$ 270,916
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	73,667,017	66,353,327
LESS ACCUMULATED DEPRECIATION	(38,706,186)	(34,340,195)
NET PROPERTY, PLANT & EQUIPMENT	\$ 35,227,888	\$ 32,280,190
OTHER ASSETS		
DEFERRED BOND COSTS	822,850	458,629
STOCK INVESTMENT	156,526	0
GOODWILL	239,901	0
ACCUMULATED AMORTIZATION	(148,398)	0
SECURITY DEPOSITS PAID	51,153	35,903
TOTAL OTHER ASSETS	\$ 1,122,031	\$ 494,532
TOTAL ASSETS	\$ 153,237,037	\$ 96,208,406

**ASPEN VALLEY HOSPITAL
BALANCE SHEET
February-11**

	February-11	February-10
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(3,114,850)	(1,210,278)
ACCOUNTS PAYABLE	(1,894,195)	(1,942,813)
CONSTRUCTION PAYABLE	(841,085)	0
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,695,357)	(1,574,143)
MISCELLANEOUS LIABILITIES	(1,595,763)	(973,658)
REFUNDS PAYABLE	(102,209)	(92,927)
UNCLAIMED REFUNDS PAYABLE	(317,732)	(416,155)
DUE(TO)/FROM MEDICARE	(594,167)	(25,088)
TOTAL CURRENT LIABILITIES	\$ (10,155,359)	\$ (6,235,061)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(21,252,672)	(21,841,044)
GENERAL OBLIGATION BONDS PAYABLE	(48,507,177)	0
CAPITAL LEASE OBLIGATION	(395,735)	(922,212)
NOTES PAYABLE	(559,643)	(576,681)
TOTAL LONG TERM LIABILITIES	\$ (70,715,227)	\$ (23,339,938)
NET ASSETS		
OPERATING FUND BALANCE	(72,366,451)	(66,633,408)
TOTAL FUND BALANCE	\$ (72,366,451)	\$ (66,633,408)
TOTAL LIABILITIES & FUND BALANCE	\$ (153,237,037)	\$ (96,208,406)

ASPEN VALLEY HOSPITAL
STATEMENT OF CASH FLOWS
FOR THE MONTH ENDING FEBRUARY 28, 2011

	<u>FEBRUARY 2011</u>	<u>YTD</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	4,561,930	9,741,152
Cash Received from (Paid to) Others	119,998	1,192,377
Cash Paid to Suppliers	(2,529,829)	(4,803,255)
Cash Paid to Employees	(1,805,082)	(3,726,856)
Net Cash Provided by (Used in) Operating Activities	<u>347,017</u>	<u>2,403,418</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	244,282	250,203
Contributions for Operations	-	5,251
Net Cash Provided by Noncapital Financing Activities	<u>244,282</u>	<u>255,454</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributions restricted for the purchase of Capital Assets	-	88,947
Issuance of Long-Term Debt	(0)	(0)
Premium on Issuance of Long-Term Debt	-	-
Costs of Issuance of Long-Term Debt	-	-
Principal Payments on Debt	(45,099)	(89,995)
Purchases of Capital Assets	(978,659)	(1,269,595)
Proceeds from the sale of capital assets	-	-
Interest payments on Debt	(2,076)	(4,324)
Net Cash Used in Capital and Related Financing Activities	<u>(1,025,834)</u>	<u>(1,274,967)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments, net	-	-
Change in Investments	-	-
Investment Income	22,755	36,687
Member Distribution	-	-
Net Cash Provided by Investing Activities	<u>22,755</u>	<u>36,687</u>
Net Increase in Cash, Cash Equivalents and Investments	<u>(411,780)</u>	<u>1,420,592</u>
Cash, Cash Equivalents and Investments at Beginning of Period	101,860,073	100,027,700
Cash, Cash Equivalents and Investments at End of Period	<u>101,448,292</u>	<u>101,448,292</u>