

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 1/31/2012**

	ACTUAL January-12 YTD	BUDGET January-12 YTD	VARIANCE AMOUNT YTD	VAR % YTD
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	2,455,977	2,281,856	174,121	7.63%
OUTPATIENT	6,415,197	6,012,926	402,271	6.69%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>8,871,175</b>	<b>8,294,782</b>	<b>576,393</b>	<b>6.95%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(115,190)	(123,608)	8,418	6.81%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(988,083)	(847,768)	(140,315)	-16.55%
CONTRACTUAL ALLOWANCES - OTHER	(601,966)	(577,536)	(24,430)	-4.23%
BAD DEBT EXPENSE	(693,477)	(478,627)	(214,850)	-44.89%
OTHER DEDUCTIONS	(115,642)	(220,205)	104,563	47.48%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(2,514,358)</b>	<b>(2,247,744)</b>	<b>(266,614)</b>	<b>-11.86%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>6,356,817</b>	<b>6,047,038</b>	<b>309,779</b>	<b>5.12%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	39,153	37,831	1,322	3.49%
CAFETERIA	37,170	44,744	(7,574)	-16.93%
MISCELLANEOUS	22,487	9,943	12,544	126.16%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>98,810</b>	<b>92,518</b>	<b>6,292</b>	<b>6.80%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>6,455,626</b>	<b>6,139,556</b>	<b>316,071</b>	<b>5.15%</b>
<b>EXPENSES</b>				
SALARIES	(2,215,320)	(2,274,437)	59,117	2.60%
PHYSICIAN COMPENSATION	(466,838)	(448,922)	(17,916)	-3.99%
PATIENT CARE SUPPLIES	(573,681)	(539,433)	(34,248)	-6.35%
OUTSOURCING	(272,667)	(204,068)	(68,599)	-33.62%
LEGAL, CONSULT, AUDIT	(28,870)	(44,453)	15,583	35.06%
MAINTENANCE & UTILITIES	(230,606)	(295,956)	65,350	22.08%
CONTINUING EDUCATION	(6,798)	(17,083)	10,285	60.21%
PHYSICIAN RECRUITMENT	0	(2,500)	2,500	100.00%
EMPLOYEE BENEFITS	(718,358)	(563,232)	(155,126)	-27.54%
DEPRECIATION & AMORTIZATION	(375,240)	(472,571)	97,331	20.60%
GENERAL & PROF INSURANCE	(19,331)	(19,185)	(146)	-0.76%
MISCELLANEOUS EXPENSE	(346,125)	(461,405)	115,280	24.98%
<b>TOTAL EXPENSES</b>	<b>(5,253,834)</b>	<b>(5,343,245)</b>	<b>89,411</b>	<b>1.67%</b>
<b>OPERATING MARGIN</b>	<b>1,201,794</b>	<b>796,311</b>	<b>405,482</b>	<b>50.92%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	577,058	577,058	0	0.00%
INTEREST INCOME	30,411	11,708	18,703	159.75%
INTEREST EXPENSE	(91,848)	(68,710)	(23,138)	-33.67%
MISC NON-OPERATING REVENUE/(EXPENSE)	(21,058)	(27,500)	6,442	23.43%
GAIN/(LOSS ON JOINT VENTURE)	11,729	0	11,729	#DIV/0!
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	74,649	74,649	0	0.00%
<b>TOTAL NONOPERATING REVENUE</b>	<b>580,941</b>	<b>567,205</b>	<b>13,736</b>	<b>2.42%</b>
<b>GAIN / (LOSS)</b>	<b>1,782,735</b>	<b>1,363,516</b>	<b>419,218</b>	<b>30.75%</b>

<b>ASPEN VALLEY HOSPITAL</b>		
<b>BALANCE SHEET</b>		
<b>January-12</b>		
	<b>January-12</b>	<b>January-11</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
CASH	21,528,572	9,808,743
SHORT TERM INVESTMENTS	17,043,275	20,264,431
INVESTMENTS - FUNDED DEPRECIATION	18,759,737	18,613,391
CASH RESTRICTED FOR PHYSICIANS	63,319	65,440
PATIENT ACCOUNTS RECEIVABLE	11,221,315	11,016,457
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(3,346,983)	(2,642,511)
NET PATIENT ACCOUNTS RECEIVABLE	7,874,332	8,373,946
CONTRIBUTIONS RECEIVABLE	247,917	596,317
OTHER RECEIVABLES	1,088,901	1,526,976
INVENTORY	1,829,831	1,692,091
PREPAID EXPENSES	1,036,061	972,167
<b>TOTAL CURRENT ASSETS</b>	<b>\$ 69,471,946</b>	<b>\$ 61,913,502</b>
<b>RESTRICTED ASSETS - BOND AGREEMENT</b>		
BOND - PRINCIPAL & INTEREST	287,066	297,695
RESTRICTED BOND PROCEEDS	27,110,900	50,162,615
DEBT SERVICE RESERVE FUND	2,242,034	2,241,839
CONSTRUCTION ESCROW	494,919	494,822
<b>TOTAL RESTRICTED ASSETS</b>	<b>\$ 30,134,918</b>	<b>\$ 53,196,971</b>
<b>LONG-TERM CONTRIBUTIONS RECEIVABLE</b>	<b>\$ 449,772</b>	<b>\$ 498,726</b>
<b>INVESTMENT IN JOINT VENTURE</b>	<b>\$ 142,395</b>	<b>\$ 123,989</b>
<b>CAPITAL ASSETS</b>		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	97,758,329	72,751,609
LESS ACCUMULATED DEPRECIATION	(33,505,767)	(38,329,996)
<b>NET PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>\$ 64,519,620</b>	<b>\$ 34,688,671</b>
<b>OTHER ASSETS</b>		
DEFERRED BOND COSTS	744,068	830,087
STOCK INVESTMENT	168,579	156,526
GOODWILL	239,901	239,901
ACCUMULATED AMORTIZATION	(197,460)	(143,938)
SECURITY DEPOSITS PAID	53,653	51,153
<b>TOTAL OTHER ASSETS</b>	<b>\$ 1,008,740</b>	<b>\$ 1,133,729</b>
<b>TOTAL ASSETS</b>	<b>\$ 165,727,391</b>	<b>\$ 151,555,586</b>

## UNAUDITED

**ASPEN VALLEY HOSPITAL  
BALANCE SHEET  
January-12**

	<b>January-12</b>	<b>January-11</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
CURRENT MATURITIES OF L-T DEBT	(3,100,851)	(3,150,013)
ACCOUNTS PAYABLE	(2,057,099)	(2,079,880)
CONSTRUCTION PAYABLE	(6,918,698)	(750,727)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(2,025,886)	(1,633,637)
MISCELLANEOUS LIABILITIES	(1,383,066)	(1,355,350)
REFUNDS PAYABLE	(102,319)	(180,115)
UNCLAIMED REFUNDS PAYABLE	(226,664)	(317,732)
DUE(TO)/FROM MEDICARE	(851,894)	(568,571)
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ (16,666,476)</b>	<b>\$ (10,036,025)</b>
<b>LONG TERM LIABILITIES</b>		
REVENUE BONDS PAYABLE	(20,641,979)	(21,249,631)
GENERAL OBLIGATION BONDS PAYABLE	(46,547,749)	(48,513,270)
CAPITAL LEASE OBLIGATION	(1,132,195)	(404,433)
NOTES PAYABLE	(545,005)	(560,881)
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$ (68,866,927)</b>	<b>\$ (70,728,214)</b>
<b>NET ASSETS</b>		
OPERATING FUND BALANCE	(80,193,987)	(70,791,347)
<b>TOTAL FUND BALANCE</b>	<b>\$ (80,193,987)</b>	<b>\$ (70,791,347)</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<b>\$ (165,727,389)</b>	<b>\$ (151,555,586)</b>

**ASPEN VALLEY HOSPITAL  
STATEMENT OF CASH FLOWS  
FOR THE MONTH ENDING JANUARY 31, 2012**

	YTD
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Cash Received from Patient and Third Parties	5,591,567
Cash Received from Others	389,384
Cash Paid to Suppliers	(689,916)
Cash Paid to Employees	(1,810,528)
Net Cash Provided by (Used in) Operating Activities	3,480,507
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Ad Valorem Taxes	13,431
Community Assistance Programs	(1,058)
Contributions for Operations	-
Net Cash Provided by Noncapital Financing Activities	12,373
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Contributions restricted for the purchase of Capital Assets	-
Issuance of Long-Term Debt	-
Premium on Issuance of Long-Term Debt	-
Costs of Issuance of Long-Term Debt	-
Principal Payments on Debt	(40,291)
Purchases of Capital Assets - AVH Funds	(93,589)
Purchases of Capital Assets - Bond Funds	(2,237,845)
Proceeds from the sale of capital assets	-
Interest (payments)/credit on Debt	(6,477)
Net Cash Used in Capital and Related Financing Activities	(2,378,202)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchases of investments, net	-
Change in Investments	-
Investment Income	2,773
Member Distribution	372,300
Net Cash Provided by Investing Activities	375,073
Net Increase in Cash, Cash Equivalents and Investments	1,489,751
Cash, Cash Equivalents and Investments at Beginning of Period	85,857,785
	87,347,536
Cash, Cash Equivalents and Investments at End of Period	87,347,536

\* Excludes Accrued Int. Income - FD & Bond Proceeds of \$182,286 at the end of January.