

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 07/31/2010**

	Actual July-10 YTD	Budget July-10 YTD	VARIANCE AMOUNT	VAR %
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	14,665,491	13,930,002	735,489	5.28%
OUTPATIENT	32,662,883	31,148,767	1,514,116	4.86%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>47,328,374</b>	<b>45,078,769</b>	<b>2,249,605</b>	<b>4.99%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(1,390,535)	(1,475,213)	84,678	5.74%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(4,561,261)	(4,386,935)	(174,326)	-3.97%
CONTRACTUAL ALLOWANCES - OTHER	(3,331,887)	(2,932,171)	(399,716)	-13.63%
OTHER DEDUCTIONS	(1,319,230)	(1,297,225)	(22,005)	-1.70%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(10,602,913)</b>	<b>(10,091,544)</b>	<b>(511,369)</b>	<b>-5.07%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>36,725,461</b>	<b>34,987,225</b>	<b>1,738,236</b>	<b>4.97%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	368,500	358,812	9,688	2.70%
CAFETERIA	267,351	268,097	(746)	-0.28%
MISCELLANEOUS	751,532	711,052	40,480	5.69%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>1,387,382</b>	<b>1,337,961</b>	<b>49,421</b>	<b>3.69%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>38,112,843</b>	<b>36,325,186</b>	<b>1,787,657</b>	<b>4.92%</b>
<b>EXPENSES</b>				
SALARIES	(14,377,905)	(14,233,424)	(144,481)	-1.02%
PHYSICIAN COMPENSATION	(3,448,368)	(3,369,452)	(78,916)	-2.34%
PATIENT CARE SUPPLIES	(3,358,833)	(3,431,899)	73,066	2.13%
OUTSOURCING	(1,166,546)	(1,131,339)	(35,207)	-3.11%
LEGAL, CONSULT, AUDIT	(410,174)	(432,307)	22,133	5.12%
MAINTENANCE & UTILITIES	(1,805,178)	(1,899,513)	94,335	4.97%
CONTINUING EDUCATION	(110,944)	(59,420)	(51,524)	-86.71%
PHYSICIAN RECRUITMENT	0	(16,925)	16,925	100.00%
EMPLOYEE BENEFITS	(3,627,028)	(3,231,809)	(395,219)	-12.23%
DEPRECIATION & AMORTIZATION	(2,519,084)	(2,639,907)	120,823	4.58%
BAD DEBT EXPENSE	(1,367,538)	(1,826,949)	459,411	25.15%
GENERAL & PROF INSURANCE	(157,977)	(157,544)	(433)	-0.27%
MISCELLANEOUS EXPENSE	(2,392,046)	(2,291,572)	(100,474)	-4.38%
<b>TOTAL EXPENSES</b>	<b>(34,741,621)</b>	<b>(34,722,060)</b>	<b>(19,561)</b>	<b>-0.06%</b>
<b>OPERATING MARGIN</b>	<b>3,371,223</b>	<b>1,603,126</b>	<b>1,768,097</b>	<b>110.29%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	2,051,651	2,051,648	3	0.00%
INTEREST INCOME	484,356	525,000	(40,644)	-7.74%
INTEREST EXPENSE	(500,665)	(591,613)	90,948	15.37%
MISCELLANEOUS NONOPERATING EXPENSE	(31,755)	(52,500)	20,745	39.51%
CONTRIBUTIONS - OPERATIONS & CAPITAL	80,866	334,712	(253,846)	-75.84%
GAIN/(LOSS) ON DISP OF ASSETS	(8,179)	0	(8,179)	100.00%
MEMBER DISTRIBUTIONS	369,750	279,972	89,778	32.07%
<b>TOTAL NONOPERATING REVENUE</b>	<b>2,446,024</b>	<b>2,547,219</b>	<b>(101,195)</b>	<b>-3.97%</b>
<b>GAIN / (LOSS)</b>	<b>5,817,247</b>	<b>4,150,345</b>	<b>1,666,902</b>	<b>40.16%</b>

**ASPEN VALLEY HOSPITAL**

**BALANCE SHEET**

July-10

	July-10	July-09
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
CASH	13,463,709	8,142,485
SHORT TERM INVESTMENTS	36,050,289	35,174,213
CASH RESTRICTED FOR PHYSICIANS	65,327	75,054
PATIENT ACCOUNTS RECEIVABLE	8,551,170	8,518,642
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(1,755,644)	(3,024,956)
NET PATIENT ACCOUNTS RECEIVABLE	6,795,526	5,493,686
CONTRIBUTIONS RECEIVABLE	348,163	330,458
OTHER RECEIVABLES	95,700	(224,717)
INVENTORY	1,653,339	1,672,506
PRE PAID EXPENSES	942,661	766,280
<b>TOTAL CURRENT ASSETS</b>	<b>\$ 59,414,713</b>	<b>\$ 51,429,966</b>
<b>RESTRICTED ASSETS - BOND AGREEMENT</b>		
BOND - PRINCIPAL & INTEREST	615,998	563,399
RESTRICTED BOND PROCEEDS	0	0
DEBT SERVICE RESERVE FUND	2,241,770	2,241,550
<b>TOTAL RESTRICTED ASSETS</b>	<b>\$ 2,857,768</b>	<b>\$ 2,804,949</b>
<b>LONG-TERM CONTRIBUTIONS RECEIVABLE</b>	<b>\$ 982,217</b>	<b>\$ 1,380,127</b>
<b>INVESTMENT IN JOINT VENTURE</b>	<b>\$ 178,955</b>	<b>\$ 1,667,854</b>
<b>CAPITAL ASSETS</b>		
LAND	267,057	267,057
PROPERTY, PLANT, & EQUIPMENT	69,373,972	65,117,827
LESS ACCUMULATED DEPRECIATION	(35,985,272)	(32,034,535)
<b>NET PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>\$ 33,655,757</b>	<b>\$ 33,350,350</b>
<b>OTHER ASSETS</b>		
DEFERRED BOND COSTS	424,288	473,287
SECURITY DEPOSITS PAID	36,153	35,903
<b>TOTAL OTHER ASSETS</b>	<b>\$ 460,441</b>	<b>\$ 509,190</b>
<b>TOTAL ASSETS</b>	<b>\$ 97,549,851</b>	<b>\$ 91,142,435</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
CURRENT MATURITIES OF L-T DEBT	(1,172,029)	(1,171,955)
ACCOUNTS PAYABLE	(1,910,166)	(1,404,477)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,584,824)	(1,535,150)
MISCELLANEOUS LIABILITIES	(936,504)	(864,558)
REFUNDS PAYABLE	(139,945)	(187,018)
UNCLAIMED REFUNDS PAYABLE	(421,649)	(1,082,846)
DUE TO MEDICARE	(355,518)	0
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ (6,520,635)</b>	<b>\$ (6,246,003)</b>
<b>LONG TERM LIABILITIES</b>		
REVENUE BONDS PAYABLE	(21,855,942)	(22,424,064)
CAPITAL LEASE OBLIGATION	(636,543)	(1,178,132)
NOTES PAYABLE	(570,833)	(585,255)
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$ (23,063,318)</b>	<b>\$ (24,187,451)</b>
<b>NET ASSETS</b>		
OPERATING FUND BALANCE	(67,965,898)	(60,708,981)
<b>TOTAL FUND BALANCE</b>	<b>\$ (67,965,898)</b>	<b>\$ (60,708,981)</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<b>\$ (97,549,851)</b>	<b>\$ (91,142,435)</b>

**ASPEN VALLEY HOSPITAL  
STATEMENT OF CASH FLOWS  
FOR THE MONTH ENDING JULY 31, 2010**

	<u>JULY 2010</u>	<u>YTD</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Patient and Third Parties	6,485,027	37,135,616
Cash Received from Others	1,527,546	2,025,535
Cash Paid to Suppliers	(5,296,427)	(18,675,844)
Cash Paid to Employees	(1,942,078)	(13,130,105)
Net Cash Provided by (Used in) Operating Activities	<u>774,068</u>	<u>7,355,201</u>
<b>CASH FLOWS FROM NONOPERATING ACTIVITIES:</b>		
Nonoperating Expense	(7,500)	(31,755)
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Ad Valorem Taxes	608,864	3,181,112
Contributions for Operations	-	210,474
Net Cash Provided by Noncapital Financing Activities	<u>608,864</u>	<u>3,391,586</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Contributions restricted for the purchase of Capital Assets	-	26,630
Principal Payments on Debt	1,804	(1,035,393)
Purchases of Capital Assets	(374,229)	(3,741,313)
Debt Costs Defeasance	5,617	39,319
Gain / (Loss) from the sale of Capital Assets	5,500	(8,179)
Interest payments on Debt	(47,102)	(485,026)
Net Cash Used in Capital and Related Financing Activities	<u>(408,410)</u>	<u>(5,203,962)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Distribution from Joint Venture	-	34,137
Investment Income	53,391	484,356
Member Distribution	49,039	369,750
Net Cash Provided by Investing Activities	<u>102,430</u>	<u>888,243</u>
Net Increase in Cash and Cash Equivalents	<u>1,069,452</u>	<u>6,399,313</u>
Cash and Cash Equivalents at Beginning of Period	<u>51,367,641</u>	<u>46,037,780</u>
Cash and Cash Equivalents at End of Period	<u><u>52,437,093</u></u>	<u><u>52,437,093</u></u>