

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING JUN 2012**

	ACTUAL June-12	BUDGET June-12	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	1,359,699	1,710,495	(350,796)	-20.51%
OUTPATIENT	4,337,253	4,267,609	69,644	1.63%
TOTAL PATIENT SERVICE REVENUE	5,696,952	5,978,104	(281,152)	-4.70%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(65,733)	(124,503)	58,770	47.20%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(451,687)	(593,623)	141,936	23.91%
CONTRACTUAL ALLOWANCES - OTHER	(372,346)	(410,550)	38,204	9.31%
BAD DEBT EXPENSE	(68,368)	(142,294)	73,926	51.95%
OTHER DEDUCTIONS	(122,898)	(154,588)	31,690	20.50%
TOTAL REVENUE DEDUCTIONS	(1,081,033)	(1,425,558)	344,526	24.17%
NET PATIENT SERVICE REVENUE	4,615,919	4,552,546	63,374	1.39%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	39,309	37,831	1,478	3.91%
CAFETERIA	34,993	39,447	(4,454)	-11.29%
MISCELLANEOUS	158,107	148,034	10,073	6.80%
TOTAL OTHER OPERATING REVENUE	232,408	225,312	7,097	3.15%
TOTAL OPERATING REVENUE	4,848,328	4,777,858	70,471	1.47%
EXPENSES				
SALARIES	(1,870,845)	(2,133,346)	262,501	12.30%
PHYSICIAN COMPENSATION	(547,652)	(444,193)	(103,459)	-23.29%
PATIENT CARE SUPPLIES	(422,636)	(386,096)	(36,540)	-9.46%
OUTSOURCING	(194,530)	(187,605)	(6,925)	-3.69%
LEGAL, CONSULT, AUDIT	(56,336)	(62,045)	5,709	9.20%
MAINTENANCE & UTILITIES	(261,291)	(272,853)	11,562	4.24%
CONTINUING EDUCATION	(1,723)	(17,083)	15,360	89.91%
PHYSICIAN RECRUITMENT	0	(2,500)	2,500	100.00%
EMPLOYEE BENEFITS	(447,212)	(555,412)	108,200	19.48%
DEPRECIATION & AMORTIZATION	(367,254)	(446,449)	79,195	17.74%
GENERAL & PROF INSURANCE	(17,376)	(19,186)	1,810	9.43%
MISCELLANEOUS EXPENSE	(426,682)	(412,909)	(13,773)	-3.34%
TOTAL EXPENSES	(4,613,538)	(4,939,677)	326,140	6.60%
OPERATING MARGIN	234,790	(161,819)	396,611	-245.10%
NONOPERATING REVENUE				
PROPERTY TAXES	577,058	577,058	0	0.00%
INTEREST INCOME	12,351	11,708	643	5.49%
INTEREST EXPENSE	(65,939)	(72,127)	6,188	8.58%
MISC NON-OPERATING REVENUE/(EXPENSE)	(21,058)	(27,500)	6,442	23.43%
CONTRIBUTIONS - OPERATIONS & CAPITAL	0	10,000	(10,000)	100.00%
GAIN/(LOSS) ON JOINT VENTURE	0	0	0	#DIV/0!
GAIN/(LOSS) ON DISP OF ASSETS	0	0	0	#DIV/0!
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	74,649	74,650	(1)	0.00%
TOTAL NONOPERATING REVENUE	577,060	573,789	3,272	0.57%
GAIN / (LOSS)	811,850	411,970	399,883	97.07%

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING JUN 2012**

	ACTUAL June-12 YTD	BUDGET June-12 YTD	VARIANCE AMOUNT YTD	VAR % YTD
PATIENT SERVICE REVENUE				
INPATIENT	11,162,073	11,757,834	(595,761)	-5.07%
OUTPATIENT	30,462,069	31,110,436	(648,367)	-2.08%
TOTAL PATIENT SERVICE REVENUE	41,624,142	42,868,270	(1,244,128)	-2.90%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(1,130,594)	(1,067,304)	(63,290)	-5.93%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(3,746,743)	(4,325,085)	578,342	13.37%
CONTRACTUAL ALLOWANCES - OTHER	(2,809,252)	(2,963,716)	154,464	5.21%
BAD DEBT EXPENSE	(1,625,375)	(2,514,422)	889,047	35.36%
OTHER DEDUCTIONS	(953,329)	(1,122,806)	169,477	15.09%
TOTAL REVENUE DEDUCTIONS	(10,265,292)	(11,993,333)	1,728,040	14.41%
NET PATIENT SERVICE REVENUE	31,358,850	30,874,937	483,912	1.57%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	247,325	226,987	20,338	8.96%
CAFETERIA	227,909	261,625	(33,716)	-12.89%
MISCELLANEOUS	384,402	396,463	(12,061)	-3.04%
TOTAL OTHER OPERATING REVENUE	859,635	885,075	(25,439)	-2.87%
TOTAL OPERATING REVENUE	32,218,485	31,760,012	458,473	1.44%
EXPENSES				
SALARIES	(12,188,373)	(12,900,863)	712,490	5.52%
PHYSICIAN COMPENSATION	(2,876,150)	(2,743,530)	(132,620)	-4.83%
PATIENT CARE SUPPLIES	(3,021,080)	(2,952,803)	(68,277)	-2.31%
OUTSOURCING	(1,283,378)	(1,236,165)	(47,213)	-3.82%
LEGAL, CONSULT, AUDIT	(410,221)	(422,447)	12,226	2.89%
MAINTENANCE & UTILITIES	(1,489,701)	(1,674,239)	184,538	11.02%
CONTINUING EDUCATION	(67,235)	(102,500)	35,265	34.40%
PHYSICIAN RECRUITMENT	0	(15,000)	15,000	100.00%
EMPLOYEE BENEFITS	(3,055,330)	(3,338,127)	282,797	8.47%
DEPRECIATION & AMORTIZATION	(2,207,698)	(2,729,925)	522,227	19.13%
GENERAL & PROF INSURANCE	(106,845)	(115,113)	8,268	7.18%
MISCELLANEOUS EXPENSE	(2,208,694)	(2,482,632)	273,938	11.03%
TOTAL EXPENSES	(28,914,703)	(30,713,344)	1,798,639	5.86%
OPERATING MARGIN	3,303,782	1,046,668	2,257,112	215.65%
NONOPERATING REVENUE				
PROPERTY TAXES	3,462,350	3,462,350	0	0.00%
INTEREST INCOME	98,087	70,250	27,837	39.63%
INTEREST EXPENSE	(456,498)	(422,855)	(33,643)	-7.96%
MISC NON-OPERATING REVENUE/(EXPENSE)	(118,439)	(165,000)	46,561	28.22%
CONTRIBUTIONS - OPERATIONS & CAPITAL	78,411	31,102	47,309	-152.11%
GAIN/(LOSS) ON JOINT VENTURE	11,729	0	11,729	#DIV/0!
GAIN/(LOSS) ON DISP OF ASSETS	2,700	0	2,700	#DIV/0!
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	447,895	447,896	(1)	0.00%
TOTAL NONOPERATING REVENUE	3,526,235	3,423,743	102,492	2.99%
GAIN / (LOSS)	6,830,017	4,470,411	2,359,604	52.78%

UNAUDITED

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

	June-12	June-11
ASSETS		
CURRENT ASSETS		
CASH	18,319,068	17,951,004
SHORT TERM INVESTMENTS	27,202,840	20,264,431
INVESTMENTS - FUNDED DEPRECIATION	18,767,027	18,745,666
PATIENT ACCOUNTS RECEIVABLE	8,500,368	8,595,566
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,190,243)	(2,416,959)
NET PATIENT ACCOUNTS RECEIVABLE	6,310,125	6,178,607
CONTRIBUTIONS RECEIVABLE	86,437	208,827
OTHER RECEIVABLES	(728,261)	(996,849)
INVENTORY	1,898,350	1,713,148
PREPAID EXPENSES	1,025,821	903,444
TOTAL CURRENT ASSETS	\$ 72,881,407	\$ 64,968,278
RESTRICTED ASSETS - BOND AGREEMENT		
CASH RESTRICTED FOR PHYSICIANS	64,944	59,254
BOND - PRINCIPAL & INTEREST	517,652	511,738
RESTRICTED BOND PROCEEDS	14,734,055	42,852,329
DEBT SERVICE RESERVE FUND	2,242,126	2,242,015
CONSTRUCTION ESCROW	494,940	494,890
TOTAL RESTRICTED ASSETS	\$ 18,053,717	\$ 46,160,226
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 449,772	\$ 498,726
INVESTMENT IN JOINT VENTURE	\$ 113,463	\$ 102,936
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	115,076,767	80,226,667
LESS ACCUMULATED DEPRECIATION	(35,287,651)	(36,926,926)
NET PROPERTY, PLANT & EQUIPMENT	\$ 80,056,173	\$ 43,566,798
OTHER ASSETS		
DEFERRED BOND COSTS	718,543	793,901
STOCK INVESTMENT	168,579	156,526
GOODWILL	239,901	239,901
ACCUMULATED AMORTIZATION	(219,761)	(166,239)
SECURITY DEPOSITS PAID	65,366	51,153
TOTAL OTHER ASSETS	\$ 972,628	\$ 1,075,241
TOTAL ASSETS	\$ 172,527,160	\$ 156,372,205

UNAUDITED

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

	June-12	June-11
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(3,050,254)	(3,075,653)
ACCOUNTS PAYABLE	(1,938,320)	(1,512,144)
CONSTRUCTION PAYABLE	(9,830,818)	(2,938,399)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,874,921)	(1,341,977)
MISCELLANEOUS LIABILITIES	(1,125,238)	(1,165,908)
REFUNDS PAYABLE	(143,544)	(74,215)
UNCLAIMED REFUNDS PAYABLE	(226,734)	(321,480)
DUE(TO)/FROM MEDICARE	(380,702)	(265,957)
TOTAL CURRENT LIABILITIES	\$ (18,570,532)	\$ (10,695,732)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(20,657,513)	(21,264,840)
GENERAL OBLIGATION BONDS PAYABLE	(46,532,165)	(48,494,991)
CAPITAL LEASE OBLIGATION	(987,217)	(275,491)
NOTES PAYABLE	(538,464)	(554,394)
TOTAL LONG TERM LIABILITIES	\$ (68,715,359)	\$ (70,589,716)
NET ASSETS		
OPERATING FUND BALANCE	(85,241,269)	(75,086,757)
TOTAL FUND BALANCE	\$ (85,241,269)	\$ (75,086,757)
TOTAL LIABILITIES & FUND BALANCE	\$ (172,527,160)	\$ (156,372,205)

ASPEN VALLEY HOSPITAL
STATEMENT OF CASH FLOWS
FOR THE MONTH ENDING JUNE 30, 2012

	<u>JUNE 2012</u>	<u>YTD</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	4,077,771	31,727,910
Cash Received from (Paid to) Others	116,153	760,320
Cash (Paid to) Received from Suppliers	(2,236,246)	(15,222,127)
Cash (Paid to) Employees	(1,566,645)	(11,416,857)
Net Cash Provided by (Used in) Operating Activities	<u>391,033</u>	<u>5,849,246</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	770,241	5,564,397
Community Assistance Programs	(1,058)	(30,939)
Contributions for Operations	-	78,412
Net Cash Provided by Noncapital Financing Activities	<u>769,183</u>	<u>5,611,870</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributions restricted for the purchase of Capital Assets	-	107,808
Issuance of Long-Term Debt	-	-
Premium on Issuance of Long-Term Debt	-	-
Costs of Issuance of Long-Term Debt	-	-
Principal Payments on Debt	(41,161)	(242,407)
Purchases of Capital Assets - AVH Funds	(664,471)	(1,474,412)
Purchases of Capital Assets - Bond Funds	(46,543)	(12,513,926)
Proceeds from the sale of capital assets	-	2,700
Interest (payments)/credit on Debt	(2,135)	(1,492,086)
Net Cash Used in Capital and Related Financing Activities	<u>(754,311)</u>	<u>(15,612,323)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments, net	-	-
Change in Investments	28,932	28,932
Investment Income	7,678	17,367
Member Distribution	-	372,300
Net Cash Provided by Investing Activities	<u>36,610</u>	<u>418,599</u>
Net Increase in Cash, Cash Equivalents and Investments	<u>442,515</u>	<u>(3,732,608)</u>
Cash, Cash Equivalents and Investments at Beginning of Period	<u>81,682,662</u>	<u>85,857,785</u>
Cash, Cash Equivalents and Investments at End of Period*	<u><u>82,125,177</u></u>	<u><u>82,125,177</u></u>

* Excludes Accrued Int. Income - FD & Bond Proceeds of \$217,475 at the end of June.