

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 3/31/2012**

	ACTUAL March-12	BUDGET March-12	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	2,219,061	2,379,363	(160,302)	-6.74%
OUTPATIENT	6,038,997	7,048,583	(1,009,586)	-14.32%
TOTAL PATIENT SERVICE REVENUE	8,258,057	9,427,946	(1,169,889)	-12.41%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(208,847)	(300,136)	91,289	30.42%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(976,390)	(967,876)	(8,514)	-0.88%
CONTRACTUAL ALLOWANCES - OTHER	(427,212)	(655,396)	228,184	34.82%
BAD DEBT EXPENSE	(805,555)	(582,370)	(223,185)	-38.32%
OTHER DEDUCTIONS	(149,927)	(249,535)	99,608	39.92%
TOTAL REVENUE DEDUCTIONS	(2,567,932)	(2,755,313)	187,382	6.80%
NET PATIENT SERVICE REVENUE	5,690,126	6,672,633	(982,507)	-14.72%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	39,381	37,831	1,550	4.10%
CAFETERIA	45,967	44,621	1,346	3.02%
MISCELLANEOUS	18,657	(5,867)	24,524	-418.00%
TOTAL OTHER OPERATING REVENUE	104,005	76,585	27,420	35.80%
TOTAL OPERATING REVENUE	5,794,131	6,749,218	(955,087)	-14.15%
EXPENSES				
SALARIES	(2,174,213)	(2,251,629)	77,416	3.44%
PHYSICIAN COMPENSATION	(483,754)	(467,610)	(16,144)	-3.45%
PATIENT CARE SUPPLIES	(514,128)	(549,781)	35,653	6.48%
OUTSOURCING	(231,494)	(239,192)	7,698	3.22%
LEGAL, CONSULT, AUDIT	(79,961)	(91,672)	11,711	12.77%
MAINTENANCE & UTILITIES	(238,596)	(277,160)	38,564	13.91%
CONTINUING EDUCATION	(15,912)	(17,083)	1,171	6.85%
PHYSICIAN RECRUITMENT	0	(2,500)	2,500	100.00%
EMPLOYEE BENEFITS	(434,999)	(562,775)	127,776	22.70%
DEPRECIATION & AMORTIZATION	(361,110)	(454,974)	93,864	20.63%
GENERAL & PROF INSURANCE	(18,371)	(19,185)	814	4.24%
MISCELLANEOUS EXPENSE	(362,622)	(432,397)	69,775	16.14%
TOTAL EXPENSES	(4,915,159)	(5,365,957)	450,798	8.40%
OPERATING MARGIN	878,972	1,383,261	(504,289)	-36.46%
NONOPERATING REVENUE				
PROPERTY TAXES	577,058	577,058	0	0.00%
INTEREST INCOME	12,687	11,708	979	8.36%
INTEREST EXPENSE	(76,901)	(72,090)	(4,811)	-6.67%
MISC NON-OPERATING REVENUE/(EXPENSE)	(18,347)	(27,500)	9,153	33.28%
GAIN/(LOSS ON JOINT VENTURE)	0	0	0	#DIV/0!
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	74,649	74,649	0	0.00%
TOTAL NONOPERATING REVENUE	569,146	563,825	5,321	0.94%
GAIN / (LOSS)	1,448,118	1,947,086	(498,968)	-25.63%

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 3/31/2012**

	ACTUAL March-12 YTD	BUDGET March-12 YTD	VARIANCE AMOUNT YTD	VAR % YTD
PATIENT SERVICE REVENUE				
INPATIENT	7,115,886	6,716,003	399,883	5.95%
OUTPATIENT	18,545,795	18,969,528	(423,733)	-2.23%
TOTAL PATIENT SERVICE REVENUE	25,661,681	25,685,531	(23,850)	-0.09%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(471,062)	(622,208)	151,146	24.29%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(2,618,400)	(2,624,469)	6,069	0.23%
CONTRACTUAL ALLOWANCES - OTHER	(1,710,799)	(1,784,243)	73,444	4.12%
BAD DEBT EXPENSE	(1,622,650)	(1,463,115)	(159,535)	-10.90%
OTHER DEDUCTIONS	(440,208)	(678,883)	238,675	35.16%
TOTAL REVENUE DEDUCTIONS	(6,863,119)	(7,172,918)	309,799	4.32%
NET PATIENT SERVICE REVENUE	18,798,561	18,512,613	285,949	1.54%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	124,324	113,493	10,831	9.54%
CAFETERIA	122,682	136,066	(13,384)	-9.84%
MISCELLANEOUS	48,004	39,764	8,240	20.72%
TOTAL OTHER OPERATING REVENUE	295,009	289,323	5,687	1.97%
TOTAL OPERATING REVENUE	19,093,570	18,801,936	291,636	1.55%
EXPENSES				
SALARIES	(6,538,530)	(6,647,243)	108,713	1.64%
PHYSICIAN COMPENSATION	(1,410,115)	(1,381,917)	(28,198)	-2.04%
PATIENT CARE SUPPLIES	(1,665,603)	(1,627,826)	(37,777)	-2.32%
OUTSOURCING	(691,279)	(627,878)	(63,401)	-10.10%
LEGAL, CONSULT, AUDIT	(221,534)	(237,226)	15,692	6.61%
MAINTENANCE & UTILITIES	(729,438)	(849,551)	120,113	14.14%
CONTINUING EDUCATION	(33,819)	(51,250)	17,431	34.01%
PHYSICIAN RECRUITMENT	0	(7,500)	7,500	100.00%
EMPLOYEE BENEFITS	(1,640,747)	(1,674,691)	33,944	2.03%
DEPRECIATION & AMORTIZATION	(1,101,610)	(1,386,668)	285,058	20.56%
GENERAL & PROF INSURANCE	(56,050)	(57,557)	1,507	2.62%
MISCELLANEOUS EXPENSE	(1,031,423)	(1,285,780)	254,357	19.78%
TOTAL EXPENSES	(15,120,149)	(15,835,087)	714,939	4.51%
OPERATING MARGIN	3,973,421	2,966,849	1,006,575	33.93%
NONOPERATING REVENUE				
PROPERTY TAXES	1,731,175	1,731,175	0	0.00%
INTEREST INCOME	59,422	35,125	24,297	69.17%
INTEREST EXPENSE	(245,796)	(209,510)	(36,286)	-17.32%
MISC NON-OPERATING REVENUE/(EXPENSE)	(60,464)	(82,500)	22,036	26.71%
GAIN/(LOSS ON JOINT VENTURE)	11,729	0	11,729	#DIV/0!
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	223,948	223,948	0	0.00%
TOTAL NONOPERATING REVENUE	1,720,014	1,698,238	21,776	1.28%
GAIN / (LOSS)	5,693,435	4,665,087	1,028,351	22.04%

UNAUDITED

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

ASSETS	March-12	March-11
CURRENT ASSETS		
CASH	15,086,266	12,666,138
SHORT TERM INVESTMENTS	26,124,510	20,264,431
INVESTMENTS - FUNDED DEPRECIATION	18,762,779	18,685,570
CASH RESTRICTED FOR PHYSICIANS	67,550	65,093
PATIENT ACCOUNTS RECEIVABLE	12,832,658	13,179,971
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(3,450,068)	(3,135,716)
NET PATIENT ACCOUNTS RECEIVABLE	9,382,590	10,044,255
CONTRIBUTIONS RECEIVABLE	248,417	598,804
OTHER RECEIVABLES	286,683	1,060,655
INVENTORY	1,926,825	1,827,041
PREPAID EXPENSES	1,118,044	1,188,035
TOTAL CURRENT ASSETS	\$ 73,003,663	\$ 66,400,022
RESTRICTED ASSETS - BOND AGREEMENT		
BOND - PRINCIPAL & INTEREST	493,933	511,094
RESTRICTED BOND PROCEEDS	20,401,944	48,139,087
DEBT SERVICE RESERVE FUND	2,242,071	2,241,932
CONSTRUCTION ESCROW	494,927	494,862
TOTAL RESTRICTED ASSETS	\$ 23,632,875	\$ 51,386,975
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 449,772	\$ 498,726
INVESTMENT IN JOINT VENTURE	\$ 142,395	\$ 123,989
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	103,421,766	76,477,428
LESS ACCUMULATED DEPRECIATION	(34,218,503)	(39,080,977)
NET PROPERTY, PLANT & EQUIPMENT	\$ 69,470,320	\$ 37,663,508
OTHER ASSETS		
DEFERRED BOND COSTS	733,858	815,612
STOCK INVESTMENT	168,579	156,526
GOODWILL	239,901	239,901
ACCUMULATED AMORTIZATION	(206,380)	(152,858)
SECURITY DEPOSITS PAID	65,366	51,153
TOTAL OTHER ASSETS	\$ 1,001,323	\$ 1,110,334
TOTAL ASSETS	\$ 167,700,348	\$ 157,183,553

UNAUDITED

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

	March-12	March-11
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(3,100,851)	(3,099,125)
ACCOUNTS PAYABLE	(1,942,371)	(1,770,891)
CONSTRUCTION PAYABLE	(5,310,613)	(2,191,835)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,347,104)	(1,782,123)
MISCELLANEOUS LIABILITIES	(1,850,893)	(1,846,312)
REFUNDS PAYABLE	(72,814)	(128,487)
UNCLAIMED REFUNDS PAYABLE	(226,664)	(317,732)
DUE(TO)/FROM MEDICARE	(957,936)	(638,690)
TOTAL CURRENT LIABILITIES	\$ (14,809,246)	\$ (11,775,196)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(20,648,193)	(21,255,714)
GENERAL OBLIGATION BONDS PAYABLE	(46,541,516)	(48,504,130)
CAPITAL LEASE OBLIGATION	(1,054,141)	(369,421)
NOTES PAYABLE	(542,566)	(558,263)
TOTAL LONG TERM LIABILITIES	\$ (68,786,415)	\$ (70,687,528)
NET ASSETS		
OPERATING FUND BALANCE	(84,104,687)	(74,720,829)
TOTAL FUND BALANCE	\$ (84,104,687)	\$ (74,720,829)
TOTAL LIABILITIES & FUND BALANCE	\$ (167,700,348)	\$ (157,183,553)

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

	<u>MARCH 2012</u>	<u>YTD</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	6,172,291	16,601,590
Cash Received from (Paid to) Others	(134,838)	434,472
Cash (Paid to) Received from Suppliers	(2,006,336)	(8,090,922)
Cash (Paid to) Employees	(2,861,065)	(6,561,702)
Net Cash Provided by (Used in) Operating Activities	<u>1,170,052</u>	<u>2,383,437</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	1,957,309	2,268,576
Community Assistance Programs	(18,347)	(20,464)
Contributions for Operations	-	-
Net Cash Provided by Noncapital Financing Activities	<u>1,938,962</u>	<u>2,248,112</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
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	(40,507)	(120,784)
Purchases of Capital Assets - AVH Funds	(81,918)	(439,872)
Purchases of Capital Assets - Bond Funds	(2,353,229)	(6,828,332)
Proceeds from the sale of capital assets	-	-
Interest (payments)/credit on Debt	(3,474)	(12,335)
Net Cash Used in Capital and Related Financing Activities	<u>(2,479,129)</u>	<u>(7,401,324)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments, net	-	-
Change in Investments	-	-
Investment Income	1,186	6,193
Member Distribution	-	372,300
Net Cash Provided by Investing Activities	<u>1,186</u>	<u>378,493</u>
Net Increase in Cash, Cash Equivalents and Investments	<u>631,071</u>	<u>(2,391,281)</u>
Cash, Cash Equivalents and Investments at Beginning of Period	<u>82,835,433</u>	<u>85,857,785</u>
Cash, Cash Equivalents and Investments at End of Period*	<u><u>83,466,504</u></u>	<u><u>83,466,504</u></u>

* Excludes Accrued Int. Income - FD & Bond Proceeds of \$207,476 at the end of March.