

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 05/31/2011**

	ACTUAL May-11	BUDGET May-11	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	1,285,946	1,295,039	(9,093)	-0.70%
OUTPATIENT	3,443,152	3,267,235	175,917	5.38%
TOTAL PATIENT SERVICE REVENUE	4,729,098	4,562,274	166,824	3.66%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(292,447)	(132,182)	(160,265)	-121.25%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(345,948)	(457,757)	111,809	24.43%
CONTRACTUAL ALLOWANCES - OTHER	(452,167)	(319,570)	(132,597)	-41.49%
OTHER DEDUCTIONS	(151,584)	(110,884)	(40,700)	-36.71%
TOTAL REVENUE DEDUCTIONS	(1,242,147)	(1,020,393)	(221,754)	-21.73%
NET PATIENT SERVICE REVENUE	3,486,951	3,541,881	(54,930)	-1.55%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	52,935	49,160	3,775	7.68%
CAFETERIA	42,631	40,560	2,071	5.11%
MISCELLANEOUS	56,472	70,658	(14,186)	-20.08%
TOTAL OTHER OPERATING REVENUE	152,038	160,378	(8,340)	-5.20%
TOTAL OPERATING REVENUE	3,638,989	3,702,259	(63,270)	-1.71%
EXPENSES				
SALARIES	(1,947,301)	(2,004,173)	56,872	2.84%
PHYSICIAN COMPENSATION	(465,735)	(509,477)	43,742	8.59%
PATIENT CARE SUPPLIES	(387,826)	(375,025)	(12,801)	-3.41%
OUTSOURCING	(161,204)	(156,868)	(4,336)	-2.76%
LEGAL, CONSULT, AUDIT	(60,580)	(47,067)	(13,513)	-28.71%
MAINTENANCE & UTILITIES	(251,919)	(263,180)	11,261	4.28%
CONTINUING EDUCATION	(2,921)	(14,584)	11,663	79.97%
PHYSICIAN RECRUITMENT	0	(2,500)	2,500	100.00%
EMPLOYEE BENEFITS	(483,076)	(569,900)	86,824	15.23%
DEPRECIATION & AMORTIZATION	(387,442)	(381,096)	(6,346)	-1.67%
BAD DEBT EXPENSE	(392,324)	(183,011)	(209,313)	-114.37%
GENERAL & PROF INSURANCE	(19,822)	(19,112)	(710)	-3.71%
MISCELLANEOUS EXPENSE	(258,355)	(331,409)	73,054	22.04%
TOTAL EXPENSES	(4,818,504)	(4,857,402)	38,898	0.80%
OPERATING MARGIN	(1,179,515)	(1,155,143)	(24,372)	2.11%
NONOPERATING REVENUE				
PROPERTY TAXES	592,250	592,250	0	0.00%
INTEREST INCOME	52,226	75,666	(23,440)	-30.98%
INTEREST EXPENSE	(80,689)	(223,708)	143,019	63.93%
MISC NON-OPERATING REVENUE/(EXPENSE)	(20,000)	(45,078)	25,078	55.63%
CONTRIBUTIONS - OPERATIONS & CAPITAL	(19,435)	65,334	(84,769)	-129.75%
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	586,852	526,964	59,888	11.36%
GAIN / (LOSS)	(592,662)	(628,179)	35,517	-5.65%

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 05/31/2011**

	Actual May-11 YTD	Budget May-11 YTD	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	10,031,786	10,875,076	(843,290)	-7.75%
OUTPATIENT	25,765,056	24,816,072	948,984	3.82%
TOTAL PATIENT SERVICE REVENUE	35,796,842	35,691,148	105,694	0.30%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(1,249,458)	(1,034,075)	(215,383)	-20.83%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(3,363,805)	(3,581,081)	217,276	6.07%
CONTRACTUAL ALLOWANCES - OTHER	(2,596,596)	(2,500,017)	(96,579)	-3.86%
OTHER DEDUCTIONS	(826,939)	(867,459)	40,520	4.67%
TOTAL REVENUE DEDUCTIONS	(8,036,798)	(7,982,632)	(54,166)	-0.68%
NET PATIENT SERVICE REVENUE	27,760,044	27,708,516	51,528	0.19%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	253,272	265,764	(12,492)	-4.70%
CAFETERIA	213,474	195,879	17,595	8.98%
MISCELLANEOUS	432,892	342,637	90,255	26.34%
TOTAL OTHER OPERATING REVENUE	899,637	804,280	95,357	11.86%
TOTAL OPERATING REVENUE	28,659,682	28,512,796	146,886	0.52%
EXPENSES				
SALARIES	(10,109,471)	(10,446,942)	337,471	3.23%
PHYSICIAN COMPENSATION	(2,519,389)	(2,588,213)	68,824	2.66%
PATIENT CARE SUPPLIES	(2,655,019)	(2,583,825)	(71,194)	-2.76%
OUTSOURCING	(885,022)	(947,483)	62,461	6.59%
LEGAL, CONSULT, AUDIT	(423,785)	(318,727)	(105,058)	-32.96%
MAINTENANCE & UTILITIES	(1,330,681)	(1,366,775)	36,094	2.64%
CONTINUING EDUCATION	(33,906)	(72,917)	39,011	53.50%
PHYSICIAN RECRUITMENT	0	(12,500)	12,500	100.00%
EMPLOYEE BENEFITS	(2,395,854)	(2,838,080)	442,226	15.58%
DEPRECIATION & AMORTIZATION	(1,932,586)	(1,905,492)	(27,094)	-1.42%
BAD DEBT EXPENSE	(1,912,930)	(1,416,333)	(496,597)	-35.06%
GENERAL & PROF INSURANCE	(101,808)	(95,559)	(6,249)	-6.54%
MISCELLANEOUS EXPENSE	(1,667,448)	(1,835,911)	168,463	9.18%
TOTAL EXPENSES	(25,967,898)	(26,428,757)	460,859	1.74%
OPERATING MARGIN	2,691,783	2,084,039	607,744	29.16%
NONOPERATING REVENUE				
PROPERTY TAXES	2,961,250	2,961,250	0	0.00%
INTEREST INCOME	328,808	378,333	(49,525)	-13.09%
INTEREST EXPENSE	(391,520)	(1,117,474)	725,954	64.96%
MISC NON-OPERATING REVENUE/(EXPENSE)	(101,625)	(203,909)	102,284	50.16%
CONTRIBUTIONS - OPERATIONS & CAPITAL	5,624	150,667	(145,043)	-96.27%
GAIN/(LOSS) ON DISP OF ASSETS	(1,841)	0	(1,841)	100.00%
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	312,500	312,500	0	0.00%
TOTAL NONOPERATING REVENUE	3,113,197	2,481,367	631,830	25.46%
GAIN / (LOSS)	5,804,980	4,565,406	1,239,574	27.15%

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

ASSETS	May-11	May-10
CURRENT ASSETS		
CASH	15,903,597	11,962,649
SHORT TERM INVESTMENTS	20,264,431	35,898,211
INVESTMENTS - FUNDED DEPRECIATION	18,744,859	152,365
CASH RESTRICTED FOR PHYSICIANS	60,621	65,327
PATIENT ACCOUNTS RECEIVABLE	9,292,018	9,564,870
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,592,911)	(2,307,597)
NET PATIENT ACCOUNTS RECEIVABLE	6,699,107	7,257,274
CONTRIBUTIONS RECEIVABLE	598,804	348,163
OTHER RECEIVABLES	(648,254)	1,518,092
INVENTORY	1,712,950	1,673,974
PRE PAID EXPENSES	914,357	962,395
TOTAL CURRENT ASSETS	\$ 64,250,471	\$ 59,838,448
RESTRICTED ASSETS - BOND AGREEMENT		
BOND - PRINCIPAL & INTEREST	412,538	328,143
RESTRICTED BOND PROCEEDS	45,181,254	0
DEBT SERVICE RESERVE FUND	2,241,987	2,241,770
CONSTRUCTION ESCROW	494,886	0
TOTAL RESTRICTED ASSETS	\$ 48,330,665	\$ 2,569,913
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 498,726	\$ 982,217
INVESTMENT IN JOINT VENTURE	\$ 102,936	\$ 178,955
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	80,013,759	68,368,025
LESS ACCUMULATED DEPRECIATION	(39,596,747)	(35,418,304)
NET PROPERTY, PLANT & EQUIPMENT	\$ 40,684,069	\$ 33,216,778
OTHER ASSETS		
DEFERRED BOND COSTS	801,138	435,522
STOCK INVESTMENT	156,526	0
GOODWILL	239,901	0
ACCUMULATED AMORTIZATION	(161,779)	0
SECURITY DEPOSITS PAID	51,153	36,653
TOTAL OTHER ASSETS	\$ 1,086,939	\$ 472,175
TOTAL ASSETS	\$ 154,953,806	\$ 97,258,487

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

	May-11	May-10
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(3,080,538)	(1,172,029)
ACCOUNTS PAYABLE	(1,176,296)	(2,460,823)
CONSTRUCTION PAYABLE	(2,211,503)	0
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,311,814)	(1,156,748)
MISCELLANEOUS LIABILITIES	(912,991)	(853,406)
REFUNDS PAYABLE	(84,340)	(124,879)
UNCLAIMED REFUNDS PAYABLE	(321,480)	(433,566)
DUE(TO)/FROM MEDICARE	(465,957)	0
TOTAL CURRENT LIABILITIES	\$ (9,564,920)	\$ (6,201,450)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(21,261,798)	(21,849,983)
GENERAL OBLIGATION BONDS PAYABLE	(48,498,038)	0
CAPITAL LEASE OBLIGATION	(299,838)	(836,850)
NOTES PAYABLE	(555,720)	(573,138)
TOTAL LONG TERM LIABILITIES	\$ (70,615,394)	\$ (23,259,971)
NET ASSETS		
OPERATING FUND BALANCE	(74,773,492)	(67,797,066)
TOTAL FUND BALANCE	\$ (74,773,492)	\$ (67,797,066)
TOTAL LIABILITIES & FUND BALANCE	\$ (154,953,806)	\$ (97,258,487)

**ASPEN VALLEY HOSPITAL
STATEMENT OF CASH FLOWS
FOR THE MONTH ENDING MAY 31, 2011**

	MAY 2011	YTD
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	5,758,417	26,537,295
Cash Received from (Paid to) Others	62,545	1,534,117
Cash Paid to Suppliers	(3,114,354)	(12,482,120)
Cash Paid to Employees	(1,870,535)	(9,810,019)
Net Cash Provided by (Used in) Operating Activities	<u>836,073</u>	<u>5,779,273</u>
CASH FLOWS FROM NONOPERATING ACTIVITIES:		
Nonoperating Expense	-	-
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	1,794,850	4,531,316
Contributions for Operations	(19,385)	8,641
Net Cash Provided by Noncapital Financing Activities	<u>1,775,465</u>	<u>4,539,957</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)
Premium on Issuance of Long-Term Debt	-	-
Costs of Issuance of Long-Term Debt	-	-
Principal Payments on Debt	(45,440)	(224,127)
Purchases of Capital Assets - AVH Funds	(239,460)	(1,025,837)
Purchases of Capital Assets - Bond Funds	(1,507,522)	(5,085,015)
Proceeds from the sale of capital assets	-	(0)
Interest (payments)/credit on Debt	(1,122,549)	(1,104,492)
Net Cash Used in Capital and Related Financing Activities	<u>(2,914,971)</u>	<u>(7,350,525)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments, net	-	-
Change in Investments	21,053	-
Investment Income	218,689	224,763
Member Distribution	-	-
Net Cash Provided by Investing Activities	<u>239,742</u>	<u>224,763</u>
Net Increase in Cash, Cash Equivalents and Investments	<u>(63,692)</u>	<u>3,193,468</u>
Cash, Cash Equivalents and Investments at Beginning of Period	<u>103,284,859</u>	<u>100,027,700</u>
Cash, Cash Equivalents and Investments at End of Period*	<u>103,221,168</u>	<u>103,221,168</u>

* Excludes Accrued Int. Income - FD & Bond Proceeds of \$83,005 at the end of May