

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

	ACTUAL May-12	BUDGET May-12	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	1,590,375	1,331,658	258,717	19.43%
OUTPATIENT	3,682,672	3,522,151	160,521	4.56%
TOTAL PATIENT SERVICE REVENUE	5,273,047	4,853,809	419,238	8.64%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(312,944)	(234,018)	(78,926)	-33.73%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(475,109)	(474,007)	(1,102)	-0.23%
CONTRACTUAL ALLOWANCES - OTHER	(432,796)	(332,895)	(99,901)	-30.01%
BAD DEBT EXPENSE	437,796	(489,663)	927,459	189.41%
OTHER DEDUCTIONS	(219,050)	(125,195)	(93,855)	-74.97%
TOTAL REVENUE DEDUCTIONS	(1,002,102)	(1,655,778)	653,675	39.48%
NET PATIENT SERVICE REVENUE	4,270,945	3,198,031	1,072,913	33.55%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	36,777	37,831	(1,054)	-2.79%
CAFETERIA	34,241	44,546	(10,305)	-23.13%
MISCELLANEOUS	81,761	89,578	(7,817)	-8.73%
TOTAL OTHER OPERATING REVENUE	152,779	171,955	(19,176)	-11.15%
TOTAL OPERATING REVENUE	4,423,724	3,369,986	1,053,737	31.27%
EXPENSES				
SALARIES	(1,866,197)	(2,050,292)	184,095	8.98%
PHYSICIAN COMPENSATION	(456,766)	(467,395)	10,629	2.27%
PATIENT CARE SUPPLIES	(420,862)	(406,426)	(14,436)	-3.55%
OUTSOURCING	(173,869)	(197,182)	23,313	11.82%
LEGAL, CONSULT, AUDIT	(43,889)	(55,299)	11,410	20.63%
MAINTENANCE & UTILITIES	(246,587)	(274,011)	27,424	10.01%
CONTINUING EDUCATION	(16,803)	(17,084)	281	1.64%
PHYSICIAN RECRUITMENT	0	(2,500)	2,500	100.00%
EMPLOYEE BENEFITS	(526,463)	(553,084)	26,621	4.81%
DEPRECIATION & AMORTIZATION	(385,346)	(447,829)	62,483	13.95%
GENERAL & PROF INSURANCE	(15,047)	(19,186)	4,139	21.57%
MISCELLANEOUS EXPENSE	(382,401)	(382,506)	105	0.03%
TOTAL EXPENSES	(4,534,228)	(4,872,794)	338,564	6.95%
OPERATING MARGIN	(110,504)	(1,502,808)	1,392,301	-92.65%
NONOPERATING REVENUE				
PROPERTY TAXES	577,059	577,059	0	0.00%
INTEREST INCOME	5,708	11,709	(6,001)	-51.25%
INTEREST EXPENSE	(56,371)	(71,432)	15,061	21.08%
MISC NON-OPERATING REVENUE/(EXPENSE)	(21,058)	(27,500)	6,442	23.43%
CONTRIBUTIONS - OPERATIONS & CAPITAL	54,589	0	54,589	#DIV/0!
GAIN/(LOSS) ON JOINT VENTURE	0	0	0	#DIV/0!
GAIN/(LOSS) ON DISP OF ASSETS	2,700	0	2,700	#DIV/0!
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	74,649	74,649	0	0.00%
TOTAL NONOPERATING REVENUE	637,276	564,485	72,791	12.90%
GAIN / (LOSS)	526,772	(938,323)	1,465,092	-156.14%

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

	ACTUAL May-12 YTD	BUDGET May-12 YTD	VARIANCE AMOUNT YTD	VAR % YTD
PATIENT SERVICE REVENUE				
INPATIENT	9,802,374	10,047,339	(244,965)	-2.44%
OUTPATIENT	26,124,816	26,842,827	(718,011)	-2.67%
TOTAL PATIENT SERVICE REVENUE	35,927,190	36,890,166	(962,976)	-2.61%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(1,064,861)	(942,801)	(122,060)	-12.95%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(3,295,055)	(3,731,462)	436,407	11.70%
CONTRACTUAL ALLOWANCES - OTHER	(2,436,906)	(2,553,166)	116,260	4.55%
BAD DEBT EXPENSE	(1,557,007)	(2,372,128)	815,121	34.36%
OTHER DEDUCTIONS	(830,431)	(968,218)	137,787	14.23%
TOTAL REVENUE DEDUCTIONS	(9,184,260)	(10,567,775)	1,383,515	13.09%
NET PATIENT SERVICE REVENUE	26,742,931	26,322,391	420,539	1.60%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	208,016	189,156	18,860	9.97%
CAFETERIA	192,916	222,178	(29,262)	-13.17%
MISCELLANEOUS	226,295	248,429	(22,134)	-8.91%
TOTAL OTHER OPERATING REVENUE	627,227	659,763	(32,536)	-4.93%
TOTAL OPERATING REVENUE	27,370,157	26,982,154	388,003	1.44%
EXPENSES				
SALARIES	(10,317,528)	(10,767,517)	449,989	4.18%
PHYSICIAN COMPENSATION	(2,328,498)	(2,299,337)	(29,161)	-1.27%
PATIENT CARE SUPPLIES	(2,598,443)	(2,566,707)	(31,736)	-1.24%
OUTSOURCING	(1,088,848)	(1,048,560)	(40,288)	-3.84%
LEGAL, CONSULT, AUDIT	(353,884)	(360,402)	6,518	1.81%
MAINTENANCE & UTILITIES	(1,228,411)	(1,401,386)	172,975	12.34%
CONTINUING EDUCATION	(65,512)	(85,417)	19,905	23.30%
PHYSICIAN RECRUITMENT	0	(12,500)	12,500	100.00%
EMPLOYEE BENEFITS	(2,608,118)	(2,782,715)	174,597	6.27%
DEPRECIATION & AMORTIZATION	(1,840,443)	(2,283,476)	443,033	19.40%
GENERAL & PROF INSURANCE	(89,468)	(95,927)	6,459	6.73%
MISCELLANEOUS EXPENSE	(1,782,012)	(2,069,723)	287,711	13.90%
TOTAL EXPENSES	(24,301,166)	(25,773,667)	1,472,502	5.71%
OPERATING MARGIN	3,068,992	1,208,487	1,860,505	153.95%
NONOPERATING REVENUE				
PROPERTY TAXES	2,885,292	2,885,292	0	0.00%
INTEREST INCOME	85,737	58,542	27,195	46.45%
INTEREST EXPENSE	(390,559)	(350,728)	(39,831)	-11.36%
MISC NON-OPERATING REVENUE/(EXPENSE)	(97,381)	(137,500)	40,119	29.18%
CONTRIBUTIONS - OPERATIONS & CAPITAL	78,411	21,102	57,309	-271.58%
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	373,246	373,246	0	0.00%
TOTAL NONOPERATING REVENUE	2,949,175	2,849,954	99,221	3.48%
GAIN / (LOSS)	6,018,167	4,058,441	1,959,726	48.29%

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

	<u>May-12</u>	<u>May-11</u>
ASSETS		
CURRENT ASSETS		
CASH	23,782,189	15,903,597
SHORT TERM INVESTMENTS	21,362,700	20,264,431
INVESTMENTS - FUNDED DEPRECIATION	18,765,862	18,744,859
CASH RESTRICTED FOR PHYSICIANS	65,757	60,621
PATIENT ACCOUNTS RECEIVABLE	8,489,732	9,292,018
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,452,888)	(2,592,911)
NET PATIENT ACCOUNTS RECEIVABLE	6,036,844	6,699,107
CONTRIBUTIONS RECEIVABLE	86,437	598,804
OTHER RECEIVABLES	(747,565)	(648,254)
INVENTORY	1,893,286	1,712,950
PREPAID EXPENSES	1,109,138	914,357
TOTAL CURRENT ASSETS	\$ 72,354,648	\$ 64,250,471
RESTRICTED ASSETS - BOND AGREEMENT		
BOND - PRINCIPAL & INTEREST	419,426	412,538
RESTRICTED BOND PROCEEDS	14,778,965	45,181,254
DEBT SERVICE RESERVE FUND	2,242,107	2,241,987
CONSTRUCTION ESCROW	494,935	494,886
TOTAL RESTRICTED ASSETS	\$ 17,935,433	\$ 48,330,665
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 449,772	\$ 498,726
INVESTMENT IN JOINT VENTURE	\$ 142,395	\$ 102,936
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	111,795,658	80,013,759
LESS ACCUMULATED DEPRECIATION	(34,929,962)	(39,596,747)
NET PROPERTY, PLANT & EQUIPMENT	\$ 77,132,754	\$ 40,684,069
OTHER ASSETS		
DEFERRED BOND COSTS	723,648	801,138
STOCK INVESTMENT	168,579	156,526
GOODWILL	239,901	239,901
ACCUMULATED AMORTIZATION	(215,301)	(161,779)
SECURITY DEPOSITS PAID	65,366	51,153
TOTAL OTHER ASSETS	\$ 982,193	\$ 1,086,939
TOTAL ASSETS	\$ 168,997,195	\$ 154,953,806

UNAUDITED

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

	May-12	May-11
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(3,077,649)	(3,080,538)
ACCOUNTS PAYABLE	(2,301,400)	(1,176,296)
CONSTRUCTION PAYABLE	(6,952,753)	(2,211,503)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,635,849)	(1,311,814)
MISCELLANEOUS LIABILITIES	(855,144)	(912,991)
REFUNDS PAYABLE	(90,985)	(84,340)
UNCLAIMED REFUNDS PAYABLE	(226,734)	(321,480)
DUE(TO)/FROM MEDICARE	(698,128)	(465,957)
TOTAL CURRENT LIABILITIES	\$ (15,838,641)	\$ (9,564,920)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(20,654,407)	(21,261,798)
GENERAL OBLIGATION BONDS PAYABLE	(46,535,282)	(48,498,038)
CAPITAL LEASE OBLIGATION	(999,692)	(299,838)
NOTES PAYABLE	(539,755)	(555,720)
TOTAL LONG TERM LIABILITIES	\$ (68,729,136)	\$ (70,615,394)
NET ASSETS		
OPERATING FUND BALANCE	(84,429,419)	(74,773,492)
TOTAL FUND BALANCE	\$ (84,429,419)	\$ (74,773,492)
TOTAL LIABILITIES & FUND BALANCE	\$ (168,997,195)	\$ (154,953,806)

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

	<u>MAY 2012</u>	<u>YTD</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	4,805,162	27,650,139
Cash Received from (Paid to) Others	(51,603)	644,168
Cash (Paid to) Received from Suppliers	(2,420,962)	(12,985,882)
Cash (Paid to) Employees	(1,625,711)	(9,850,212)
Net Cash Provided by (Used in) Operating Activities	<u>706,886</u>	<u>5,458,213</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	1,789,843	4,794,156
Community Assistance Programs	(1,058)	(29,881)
Contributions for Operations	54,589	78,412
Net Cash Provided by Noncapital Financing Activities	<u>1,843,373</u>	<u>4,842,687</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributions restricted for the purchase of Capital Assets	107,808	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	(40,099)	(201,246)
Purchases of Capital Assets - AVH Funds	(313,267)	(809,940)
Purchases of Capital Assets - Bond Funds	(5,439,428)	(12,467,383)
Proceeds from the sale of capital assets	2,700	2,700
Interest (payments)/credit on Debt	(1,156,107)	(1,489,951)
Net Cash Used in Capital and Related Financing Activities	<u>(6,838,394)</u>	<u>(14,858,012)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments, net	-	-
Change in Investments	-	-
Investment Income	2,303	9,688
Member Distribution	-	372,300
Net Cash Provided by Investing Activities	<u>2,303</u>	<u>381,988</u>
Net Increase in Cash, Cash Equivalents and Investments	<u>(4,285,832)</u>	<u>(4,175,123)</u>
Cash, Cash Equivalents and Investments at Beginning of Period	<u>85,968,494</u>	<u>85,857,785</u>
Cash, Cash Equivalents and Investments at End of Period*	<u><u>81,682,662</u></u>	<u><u>81,682,662</u></u>

* Excludes Accrued Int. Income - FD & Bond Proceeds of \$229,279 at the end of May.