

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

| | ACTUAL November-12 | BUDGET November-12 | VARIANCE AMOUNT | VAR % |
|--|-----------------------|-----------------------|--------------------|----------------|
| PATIENT SERVICE REVENUE | | | | |
| INPATIENT | 1,711,098 | 1,480,748 | 230,350 | 15.56% |
| OUTPATIENT | 4,175,372 | 3,677,473 | 497,899 | 13.54% |
| TOTAL PATIENT SERVICE REVENUE | 5,886,469 | 5,158,221 | 728,248 | 14.12% |
| LESS REVENUE DEDUCTIONS | | | | |
| UNCOMPENSATED SERVICES | (169,985) | (177,956) | 7,971 | 4.48% |
| CONTRACTUAL ALLOWANCES - GOVERNMENT | (601,777) | (505,844) | (95,933) | -18.96% |
| CONTRACTUAL ALLOWANCES - OTHER | (425,185) | (353,420) | (71,765) | -20.31% |
| BAD DEBT ALLOWANCE | 4,492 | (3,334) | 7,826 | 234.73% |
| OTHER DEDUCTIONS | (285,676) | (132,788) | (152,888) | -115.14% |
| TOTAL DEDUCTIONS FROM REVENUE | (1,478,130) | (1,173,342) | (304,789) | -25.98% |
| NET PATIENT SERVICE REVENUE | 4,408,339 | 3,984,879 | 423,459 | 10.63% |
| OTHER OPERATING REVENUE | | | | |
| WHITCOMB TERRACE | 35,368 | 37,831 | (2,463) | -6.51% |
| CAFETERIA | 36,557 | 28,688 | 7,869 | 27.43% |
| MISCELLANEOUS | 140,948 | 99,312 | 41,636 | 41.92% |
| TOTAL OTHER OPERATING REVENUE | 212,873 | 165,831 | 47,042 | 28.37% |
| TOTAL OPERATING REVENUE | 4,621,212 | 4,150,710 | 470,501 | 11.34% |
| EXPENSES | | | | |
| SALARIES | (1,937,907) | (1,991,969) | 54,062 | 2.71% |
| PHYSICIAN COMPENSATION | (453,557) | (437,875) | (15,682) | -3.58% |
| PATIENT CARE SUPPLIES | (611,165) | (399,338) | (211,827) | -53.04% |
| ADVERTISING & MARKETING | (30,314) | (37,215) | 6,901 | 18.54% |
| DUES, SUBSCR, LICENSES & FEES | (30,292) | (17,097) | (13,195) | -77.18% |
| LEGAL, CONSULT, AUDIT | (58,206) | (40,579) | (17,627) | -43.44% |
| OUTSOURCING | (171,254) | (150,807) | (20,447) | -13.56% |
| MAINTENANCE & UTILITIES | (253,986) | (290,809) | 36,823 | 12.66% |
| SMALL F&F AND MINOR EQUIPMENT | (59,239) | (34,778) | (24,461) | -70.33% |
| RENT & STORAGE | (59,618) | (61,940) | 2,322 | 3.75% |
| EMPLOYEE BENEFITS | (646,228) | (556,502) | (89,726) | -16.12% |
| DEPRECIATION & AMORTIZATION | (353,896) | (396,207) | 42,311 | 10.68% |
| MISCELLANEOUS EXPENSE | (280,184) | (262,349) | (17,835) | -6.80% |
| TOTAL EXPENSES | (4,945,843) | (4,677,465) | (268,381) | -5.74% |
| OPERATING MARGIN | (324,631) | (526,755) | 202,120 | -38.37% |
| NONOPERATING REVENUE | | | | |
| PROPERTY TAXES | 577,059 | 577,059 | 0 | 0.00% |
| INTEREST INCOME | 1,038 | 11,709 | (10,671) | -91.14% |
| INTEREST EXPENSE | (84,862) | (106,867) | 22,005 | 20.59% |
| MISC NON-OPERATING REVENUE/(EXPENSE) | (17,327) | (27,500) | 10,173 | 36.99% |
| AVH FOUNDATION NET INCOME | (127,031) | 0 | (127,031) | #DIV/0! |
| CONTRIBUTIONS - OPERATIONS & CAPITAL | 23,823 | 13,898 | 9,925 | -71.41% |
| MEMBER DISTRIBUTIONS & EQUITY TRANSFER | 74,649 | 74,649 | 0 | 0.00% |
| TOTAL NONOPERATING REVENUE | 447,348 | 542,948 | (95,599) | -17.61% |
| GAIN / (LOSS) | 122,717 | 16,193 | 106,521 | 657.82% |

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

| | ACTUAL November-12 YTD | BUDGET November-12 YTD | VARIANCE AMOUNT YTD | VAR % YTD |
|--|------------------------------|------------------------------|---------------------------|-----------------|
| PATIENT SERVICE REVENUE | | | | |
| INPATIENT | 19,595,497 | 18,996,294 | 599,203 | 3.15% |
| OUTPATIENT | 54,078,349 | 53,718,646 | 359,703 | 0.67% |
| TOTAL PATIENT SERVICE REVENUE | 73,673,845 | 72,714,940 | 958,905 | 1.32% |
| LESS REVENUE DEDUCTIONS | | | | |
| UNCOMPENSATED SERVICES | (1,946,408) | (2,247,581) | 301,173 | 13.40% |
| CONTRACTUAL ALLOWANCES - GOVERNMENT | (7,561,838) | (7,290,685) | (271,153) | -3.72% |
| CONTRACTUAL ALLOWANCES - OTHER | (5,040,365) | (5,015,392) | (24,973) | -0.50% |
| BAD DEBT EXPENSE | (2,051,926) | (3,085,392) | 1,033,466 | 33.50% |
| OTHER DEDUCTIONS | (1,675,553) | (1,896,015) | 220,462 | 11.63% |
| TOTAL REVENUE DEDUCTIONS | (18,276,090) | (19,535,065) | 1,258,975 | 6.44% |
| NET PATIENT SERVICE REVENUE | 55,397,755 | 53,179,875 | 2,217,880 | 4.17% |
| OTHER OPERATING REVENUE | | | | |
| WHITCOMB TERRACE | 428,381 | 416,143 | 12,238 | 2.94% |
| CAFETERIA | 420,130 | 443,985 | (23,855) | -5.37% |
| MISCELLANEOUS | 790,183 | 750,548 | 39,635 | 5.28% |
| TOTAL OTHER OPERATING REVENUE | 1,638,693 | 1,610,676 | 28,018 | 1.74% |
| TOTAL OPERATING REVENUE | 57,036,448 | 54,790,551 | 2,245,898 | 4.10% |
| EXPENSES | | | | |
| SALARIES | (22,463,154) | (23,079,250) | 616,096 | 2.67% |
| PHYSICIAN COMPENSATION | (5,199,385) | (4,963,889) | (235,496) | -4.74% |
| PATIENT CARE SUPPLIES | (5,421,029) | (4,934,905) | (486,124) | -9.85% |
| ADVERTISING & MARKETING | (401,727) | (475,689) | 73,962 | 15.55% |
| DUES, SUBSCR, LICENSES & FEES | (339,211) | (316,140) | (23,071) | -7.30% |
| LEGAL, CONSULT, AUDIT | (703,026) | (650,984) | (52,042) | -7.99% |
| OUTSOURCING | (2,211,329) | (2,105,239) | (106,090) | -5.04% |
| MAINTENANCE & UTILITIES | (2,833,985) | (3,110,451) | 276,466 | 8.89% |
| SMALL F&F AND MINOR EQUIPMENT | (476,514) | (467,358) | (9,156) | -1.96% |
| RENT & STORAGE | (659,727) | (690,323) | 30,596 | 4.43% |
| EMPLOYEE BENEFITS | (5,716,360) | (6,114,796) | 398,436 | 6.52% |
| DEPRECIATION & AMORTIZATION | (4,025,786) | (4,805,783) | 779,997 | 16.23% |
| MISCELLANEOUS EXPENSE | (2,647,183) | (2,925,745) | 278,562 | 9.52% |
| TOTAL EXPENSES | (53,098,417) | (54,640,551) | 1,542,136 | 2.82% |
| OPERATING MARGIN | 3,938,032 | 150,000 | 3,788,034 | 2525.36% |
| NONOPERATING REVENUE | | | | |
| PROPERTY TAXES | 6,347,642 | 6,347,642 | 0 | 0.00% |
| INTEREST INCOME | 94,351 | 128,792 | (34,441) | -26.74% |
| INTEREST EXPENSE | (826,259) | (843,132) | 16,873 | 2.00% |
| MISC NON-OPERATING REVENUE/(EXPENSE) | (105,773) | (302,500) | 196,727 | 65.03% |
| AVH FOUNDATION NET INCOME | 59,029 | 0 | 59,029 | #DIV/0! |
| CONTRIBUTIONS - OPERATIONS & CAPITAL | 108,479 | 745,000 | (636,521) | 85.44% |
| GAIN/(LOSS) ON JOINT VENTURE | 11,729 | 0 | 11,729 | #DIV/0! |
| GAIN/(LOSS) ON DISP OF ASSETS | (28,320) | 0 | (28,320) | #DIV/0! |
| MEMBER DISTRIBUTIONS & EQUITY TRANSFER | 799,096 | 821,142 | (22,046) | -2.68% |
| TOTAL NONOPERATING REVENUE | 6,459,974 | 6,896,944 | (436,970) | -6.34% |
| GAIN / (LOSS) | 10,398,005 | 7,046,944 | 3,351,064 | 47.55% |

ASPEN VALLEY HOSPITAL

BALANCE SHEET

November-12

| | November-12 | November-11 |
|---|-----------------------|-----------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| CASH | 18,266,185 | 13,701,770 |
| SHORT TERM INVESTMENTS | 27,213,901 | 23,449,470 |
| INVESTMENTS - FUNDED DEPRECIATION | 11,747,215 | 18,756,607 |
| PATIENT ACCOUNTS RECEIVABLE | 8,328,516 | 7,888,722 |
| LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS | (2,017,655) | (2,464,200) |
| NET PATIENT ACCOUNTS RECEIVABLE | 6,310,862 | 5,424,522 |
| CONTRIBUTIONS RECEIVABLE | 92,595 | 196,002 |
| MISCELLANEOUS RECEIVABLES | 906,830 | 106,953 |
| INVENTORY | 1,908,267 | 1,872,073 |
| PREPAID EXPENSES | 968,598 | 874,684 |
| TOTAL CURRENT ASSETS | \$ 67,414,453 | \$ 64,382,081 |
| RESTRICTED ASSETS - BOND AGREEMENT | | |
| AVH FOUNDATION CASH | 9,057 | 0 |
| NET INTEREST IN COMM FOUNDATION | 399,739 | 0 |
| CASH RESTRICTED FOR PHYSICIANS | 61,320 | 52,144 |
| BOND - PRINCIPAL & INTEREST | 189,683 | 99,930 |
| RESTRICTED G.O. BOND PROCEEDS | 1,618,189 | 32,149,386 |
| DEBT SERVICE RESERVE FUND | 2,074,276 | 2,242,125 |
| CONSTRUCTION ESCROW | 494,960 | 494,910 |
| TOTAL RESTRICTED ASSETS | \$ 4,847,224 | \$ 35,038,495 |
| LONG-TERM CONTRIBUTIONS RECEIVABLE | \$ 449,772 | \$ 498,726 |
| INVESTMENT IN JOINT VENTURE | \$ 90,158 | \$ 78,593 |
| CAPITAL ASSETS | | |
| LAND | 267,057 | 267,057 |
| PROPERTY , PLANT, & EQUIPMENT | 132,788,153 | 98,865,983 |
| LESS ACCUMULATED DEPRECIATION | (36,249,613) | (38,906,021) |
| NET PROPERTY, PLANT & EQUIPMENT | \$ 96,805,597 | \$ 60,227,021 |
| OTHER ASSETS | | |
| DEFERRED BOND COSTS | 726,220 | 756,627 |
| STOCK INVESTMENT | 168,579 | 156,526 |
| GOODWILL | 239,901 | 239,901 |
| ACCUMULATED AMORTIZATION | (239,901) | (188,540) |
| SECURITY DEPOSITS PAID | 65,366 | 51,153 |
| TOTAL OTHER ASSETS | \$ 960,165 | \$ 1,015,667 |
| TOTAL ASSETS | \$ 170,567,368 | \$ 161,240,581 |

UNAUDITED

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

| | November-12 | November-11 |
|--|-------------------------|-------------------------|
| LIABILITIES | | |
| CURRENT LIABILITIES | | |
| CURRENT MATURITIES OF L-T DEBT | (2,711,438) | (3,046,032) |
| ACCOUNTS PAYABLE | (2,032,213) | (1,444,410) |
| CONSTRUCTION PAYABLE | (7,774,553) | (7,238,330) |
| ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES | (1,807,849) | (1,497,714) |
| MISCELLANEOUS LIABILITIES | (1,453,393) | (910,880) |
| REFUNDS PAYABLE | (38,573) | (88,214) |
| UNCLAIMED REFUNDS PAYABLE | (131,264) | (225,595) |
| DUE(TO)/FROM MEDICARE | (109,155) | (260,192) |
| TOTAL CURRENT LIABILITIES | \$ (16,058,438) | \$ (14,711,367) |
| LONG TERM LIABILITIES | | |
| REVENUE BONDS PAYABLE | (20,175,391) | (20,655,050) |
| GENERAL OBLIGATION BONDS PAYABLE | (44,591,580) | (46,529,759) |
| CAPITAL LEASE OBLIGATION | (400,789) | (1,261,183) |
| NOTES PAYABLE | (531,913) | (547,954) |
| TOTAL LONG TERM LIABILITIES | \$ (65,699,674) | \$ (68,993,946) |
| NET ASSETS | | |
| OPERATING FUND BALANCE | (88,809,257) | (77,535,267) |
| TOTAL FUND BALANCE | \$ (88,809,257) | \$ (77,535,267) |
| TOTAL LIABILITIES & FUND BALANCE | \$ (170,567,368) | \$ (161,240,581) |

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

| | <u>NOVEMBER 2012</u> | <u>YTD</u> |
|---|----------------------|-------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Cash Received from Patient and Third Parties | 4,101,181 | 55,294,090 |
| Cash Received from (Paid to) Others | 159,219 | 1,429,328 |
| Cash (Paid to) Received from Suppliers | (2,366,027) | (27,586,401) |
| Cash (Paid to) Employees | (1,737,826) | (21,231,680) |
| | <hr/> | <hr/> |
| Net Cash Provided by (Used in) Operating Activities | 156,547 | 7,905,337 |
| CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Ad Valorem Taxes | 37,187 | 7,002,160 |
| Community Assistance Programs | (8,163) | (153,675) |
| Contributions for Operations | 24,672 | 113,176 |
| | <hr/> | <hr/> |
| Net Cash Provided by Noncapital Financing Activities | 53,697 | 6,961,660 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Contributions restricted for the purchase of Capital Assets | 499 | 112,910 |
| Refunding of Series 2003 Bonds | - | (127,743) |
| Principal Payments on Debt | (2,642,267) | (4,543,298) |
| Purchases of Capital Assets - AVH Funds | (283,791) | (7,294,699) |
| Purchases of Capital Assets - Bond Funds | (233,709) | (25,819,297) |
| Proceeds from the sale of capital assets | - | 7,450 |
| Interest (payments)/credit on Debt | (800,045) | (1,987,213) |
| AVH Foundation Expenses | (128,380) | (350,509) |
| | <hr/> | <hr/> |
| Net Cash Used in Capital and Related Financing Activities | (4,087,693) | (40,002,400) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchases of investments, net | - | - |
| Change in Investments | 23,305 | 52,237 |
| Investment Income | 1,038 | 102,016 |
| Member Distribution | - | 798,150 |
| | <hr/> | <hr/> |
| Net Cash Provided by Investing Activities | 24,343 | 952,403 |
| | <hr/> | <hr/> |
| Net Increase in Cash, Cash Equivalents and Investments | (3,853,106) | (24,182,999) |
| Cash, Cash Equivalents and Investments at Beginning of Period | 65,527,892 | 85,857,785 |
| Cash, Cash Equivalents and Investments at End of Period* | <u>61,674,786</u> | <u>61,674,786</u> |