

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 10/31/2010**

	ACTUAL October-10	BUDGET October-10	VARIANCE AMOUNT	VAR %
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	1,078,822	1,384,458	(305,636)	-22.08%
OUTPATIENT	3,233,933	3,803,300	(569,367)	-14.97%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>4,312,755</b>	<b>5,187,758</b>	<b>(875,003)</b>	<b>-16.87%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(169,958)	(169,771)	(187)	-0.11%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(321,715)	(504,856)	183,141	36.28%
CONTRACTUAL ALLOWANCES - OTHER	(246,501)	(337,438)	90,937	26.95%
OTHER DEDUCTIONS	(140,029)	(149,287)	9,258	6.20%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(878,202)</b>	<b>(1,161,352)</b>	<b>283,150</b>	<b>24.38%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>3,434,552</b>	<b>4,026,406</b>	<b>(591,854)</b>	<b>-14.70%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	55,169	52,846	2,323	4.40%
CAFETERIA	34,294	33,267	1,027	3.09%
MISCELLANEOUS	56,450	87,026	(30,576)	-35.13%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>145,913</b>	<b>173,139</b>	<b>(27,226)</b>	<b>-15.72%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>3,580,466</b>	<b>4,199,545</b>	<b>(619,079)</b>	<b>-14.74%</b>
<b>EXPENSES</b>				
SALARIES	(1,878,500)	(1,986,457)	107,957	5.43%
PHYSICIAN COMPENSATION	(460,094)	(471,067)	10,973	2.33%
PATIENT CARE SUPPLIES	(387,061)	(357,308)	(29,753)	-8.33%
OUTSOURCING	(127,985)	(130,282)	2,297	1.76%
LEGAL, CONSULT, AUDIT	(51,632)	(24,267)	(27,365)	-112.77%
MAINTENANCE & UTILITIES	(257,040)	(279,642)	22,602	8.08%
CONTINUING EDUCATION	(29,869)	(7,823)	(22,046)	-281.81%
PHYSICIAN RECRUITMENT	0	(176)	176	100.00%
EMPLOYEE BENEFITS	(445,830)	(481,009)	35,179	7.31%
DEPRECIATION & AMORTIZATION	(430,869)	(377,127)	(53,742)	-14.25%
BAD DEBT EXPENSE	(133,311)	(210,911)	77,600	36.79%
GENERAL & PROF INSURANCE	(9,266)	(22,506)	13,240	58.83%
MISCELLANEOUS EXPENSE	(316,188)	(311,942)	(4,246)	-1.36%
<b>TOTAL EXPENSES</b>	<b>(4,527,646)</b>	<b>(4,660,517)</b>	<b>132,871</b>	<b>2.85%</b>
<b>OPERATING MARGIN</b>	<b>(947,181)</b>	<b>(460,972)</b>	<b>(486,209)</b>	<b>105.47%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	293,093	293,093	0	0.00%
INTEREST INCOME	56,007	75,000	(18,993)	-25.32%
INTEREST EXPENSE	(79,771)	(79,876)	105	0.13%
MISCELLANEOUS NONOPERATING EXPENSE	(42,102)	(7,500)	(34,602)	-461.36%
CONTRIBUTIONS - OPERATIONS & CAPITAL	0	41,667	(41,667)	-100.00%
GAIN/(LOSS) ON DISP OF ASSETS	0	0	0	100.00%
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	347,935	54,752	293,183	535.48%
<b>TOTAL NONOPERATING REVENUE</b>	<b>575,163</b>	<b>377,136</b>	<b>198,027</b>	<b>52.51%</b>
<b>GAIN / (LOSS)</b>	<b>(372,018)</b>	<b>(83,836)</b>	<b>(288,182)</b>	<b>343.74%</b>

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
FOR THE PERIOD ENDING 10/31/2010**

	Actual October-10 YTD	Budget October-10 YTD	VARIANCE AMOUNT	VAR %
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	18,635,703	18,635,201	502	0.00%
OUTPATIENT	44,638,888	43,202,498	1,436,390	3.32%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>63,274,590</b>	<b>61,837,699</b>	<b>1,436,891</b>	<b>2.32%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(1,426,272)	(2,023,653)	597,381	29.52%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(6,135,991)	(6,017,864)	(118,127)	-1.96%
CONTRACTUAL ALLOWANCES - OTHER	(4,408,722)	(4,022,261)	(386,461)	-9.61%
OTHER DEDUCTIONS	(1,693,131)	(1,779,493)	86,362	4.85%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(13,664,116)</b>	<b>(13,843,271)</b>	<b>179,155</b>	<b>1.29%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>49,610,475</b>	<b>47,994,428</b>	<b>1,616,047</b>	<b>3.37%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	533,812	514,798	19,014	3.69%
CAFETERIA	380,119	373,128	6,991	1.87%
MISCELLANEOUS	933,118	1,006,070	(72,952)	-7.25%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>1,847,049</b>	<b>1,893,996</b>	<b>(46,947)</b>	<b>-2.48%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>51,457,524</b>	<b>49,888,424</b>	<b>1,569,100</b>	<b>3.15%</b>
<b>EXPENSES</b>				
SALARIES	(19,984,478)	(20,117,983)	133,505	0.66%
PHYSICIAN COMPENSATION	(4,878,019)	(4,810,851)	(67,168)	-1.40%
PATIENT CARE SUPPLIES	(4,609,636)	(4,604,872)	(4,764)	-0.10%
OUTSOURCING	(1,596,333)	(1,552,111)	(44,222)	-2.85%
LEGAL, CONSULT, AUDIT	(555,405)	(543,179)	(12,226)	-2.25%
MAINTENANCE & UTILITIES	(2,582,355)	(2,706,955)	124,600	4.60%
CONTINUING EDUCATION	(171,500)	(108,805)	(62,695)	-57.62%
PHYSICIAN RECRUITMENT	0	(30,000)	30,000	100.00%
EMPLOYEE BENEFITS	(5,080,325)	(4,621,656)	(458,669)	-9.92%
DEPRECIATION & AMORTIZATION	(3,658,779)	(3,771,292)	112,513	2.98%
BAD DEBT EXPENSE	(1,805,397)	(2,507,506)	702,109	28.00%
GENERAL & PROF INSURANCE	(204,665)	(225,063)	20,398	9.06%
MISCELLANEOUS EXPENSE	(3,860,241)	(3,408,392)	(451,849)	-13.26%
<b>TOTAL EXPENSES</b>	<b>(48,987,132)</b>	<b>(49,008,665)</b>	<b>21,533</b>	<b>0.04%</b>
<b>OPERATING MARGIN</b>	<b>2,470,392</b>	<b>879,759</b>	<b>1,590,633</b>	<b>180.80%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	2,930,930	2,930,926	4	0.00%
INTEREST INCOME	650,769	750,000	(99,231)	-13.23%
INTEREST EXPENSE	(719,912)	(836,818)	116,906	13.97%
MISCELLANEOUS NONOPERATING EXPENSE	(75,000)	(75,000)	0	0.00%
CONTRIBUTIONS - OPERATIONS & CAPITAL	92,366	459,712	(367,346)	-79.91%
GAIN/(LOSS) ON DISP OF ASSETS	(8,179)	0	(8,179)	100.00%
MEMBERSHIP DISTRIBUTIONS & EQUITY TRANSFER	717,685	423,933	293,752	69.29%
<b>TOTAL NONOPERATING REVENUE</b>	<b>3,588,660</b>	<b>3,652,753</b>	<b>(64,093)</b>	<b>-1.75%</b>
<b>GAIN / (LOSS)</b>	<b>6,059,051</b>	<b>4,532,512</b>	<b>1,526,539</b>	<b>33.68%</b>

**ASPEN VALLEY HOSPITAL  
BALANCE SHEET  
October-10**

<b>ASSETS</b>	<b>October-10</b>	<b>October-09</b>
<b>CURRENT ASSETS</b>		
CASH	13,709,817	7,844,004
SHORT TERM INVESTMENTS	36,050,289	35,178,186
CASH RESTRICTED FOR PHYSICIANS	62,214	66,305
PATIENT ACCOUNTS RECEIVABLE	7,360,939	7,528,683
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(1,550,286)	(2,379,018)
NET PATIENT ACCOUNTS RECEIVABLE	5,810,653	5,149,665
CONTRIBUTIONS RECEIVABLE	348,496	486,958
OTHER RECEIVABLES	766,399	895,964
INVENTORY	1,710,536	1,692,751
PRE PAID EXPENSES	804,446	892,350
<b>TOTAL CURRENT ASSETS</b>	<b>\$ 59,262,850</b>	<b>\$ 52,206,182</b>
<b>RESTRICTED ASSETS - BOND AGREEMENT</b>		
BOND - PRINCIPAL & INTEREST	23,058	19,311
RESTRICTED BOND PROCEEDS	0	0
DEBT SERVICE RESERVE FUND	2,241,770	2,241,547
<b>TOTAL RESTRICTED ASSETS</b>	<b>\$ 2,264,828</b>	<b>\$ 2,260,858</b>
<b>LONG-TERM CONTRIBUTIONS RECEIVABLE</b>	<b>\$ 982,217</b>	<b>\$ 1,380,127</b>
<b>INVESTMENT IN JOINT VENTURE</b>	<b>\$ 93,092</b>	<b>\$ 1,670,831</b>
<b>CAPITAL ASSETS</b>		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	70,747,666	65,746,515
LESS ACCUMULATED DEPRECIATION	(37,129,555)	(32,936,257)
<b>NET PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>\$ 33,885,168</b>	<b>\$ 33,077,315</b>
<b>OTHER ASSETS</b>		
DEFERRED BOND COSTS	407,438	472,605
GOODWILL	239,901	0
ACCUMULATED AMORTIZATION	(130,558)	0
SECURITY DEPOSITS PAID	51,153	35,903
<b>TOTAL OTHER ASSETS</b>	<b>\$ 567,934</b>	<b>\$ 508,508</b>
<b>TOTAL ASSETS</b>	<b>\$ 97,056,089</b>	<b>\$ 91,103,822</b>

**ASPEN VALLEY HOSPITAL  
BALANCE SHEET  
October-10**

	<b>October-10</b>	<b>October-09</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
CURRENT MATURITIES OF L-T DEBT	(1,172,029)	(1,171,955)
ACCOUNTS PAYABLE	(2,467,986)	(1,971,367)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,270,827)	(1,209,551)
MISCELLANEOUS LIABILITIES	(870,846)	(711,844)
REFUNDS PAYABLE	(135,865)	(79,479)
UNCLAIMED REFUNDS PAYABLE	(311,295)	(1,091,453)
DUE TO MEDICARE	(269,750)	(262,584)
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ (6,498,598)</b>	<b>\$ (6,498,233)</b>
<b>LONG TERM LIABILITIES</b>		
REVENUE BONDS PAYABLE	(21,259,881)	(21,852,825)
CAPITAL LEASE OBLIGATION	(509,680)	(1,067,416)
NOTES PAYABLE	(580,228)	(581,892)
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$ (22,349,789)</b>	<b>\$ (23,502,132)</b>
<b>NET ASSETS</b>		
OPERATING FUND BALANCE	(68,207,703)	(61,103,457)
<b>TOTAL FUND BALANCE</b>	<b>\$ (68,207,703)</b>	<b>\$ (61,103,457)</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<b>\$ (97,056,089)</b>	<b>\$ (91,103,822)</b>