

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 9/30/2010**

	<u>ACTUAL</u> September-10	<u>BUDGET</u> September-10	<u>VARIANCE</u> <u>AMOUNT</u>	<u>VAR</u> <u>%</u>
PATIENT SERVICE REVENUE				
INPATIENT	1,428,768	1,811,790	(383,022)	-21.14%
OUTPATIENT	4,191,341	3,744,253	447,088	11.94%
TOTAL PATIENT SERVICE REVENUE	5,620,109	5,556,043	64,066	1.15%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	289,181	(181,822)	471,003	259.05%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(459,642)	(540,699)	81,057	14.99%
CONTRACTUAL ALLOWANCES - OTHER	(351,013)	(361,397)	10,384	2.87%
OTHER DEDUCTIONS	(151,467)	(159,885)	8,418	5.27%
TOTAL REVENUE DEDUCTIONS	(672,941)	(1,243,803)	570,862	45.90%
NET PATIENT SERVICE REVENUE	4,947,167	4,312,240	634,927	14.72%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	55,059	52,863	2,196	4.15%
CAFETERIA	35,056	36,060	(1,004)	-2.78%
MISCELLANEOUS	25,315	87,949	(62,634)	-71.22%
TOTAL OTHER OPERATING REVENUE	115,430	176,872	(61,442)	-34.74%
TOTAL OPERATING REVENUE	5,062,597	4,489,112	573,485	12.78%
EXPENSES				
SALARIES	(1,851,807)	(1,911,562)	59,755	3.13%
PHYSICIAN COMPENSATION	(493,065)	(483,865)	(9,200)	-1.90%
PATIENT CARE SUPPLIES	(454,587)	(427,114)	(27,473)	-6.43%
OUTSOURCING	(137,548)	(139,500)	1,952	1.40%
LEGAL, CONSULT, AUDIT	(14,327)	(50,650)	36,323	71.71%
MAINTENANCE & UTILITIES	(268,658)	(256,467)	(12,191)	-4.75%
CONTINUING EDUCATION	(17,439)	(22,863)	5,424	23.72%
PHYSICIAN RECRUITMENT	0	0	0	100.00%
EMPLOYEE BENEFITS	(410,385)	(452,745)	42,360	9.36%
DEPRECIATION & AMORTIZATION	(353,619)	(377,134)	23,515	6.24%
BAD DEBT EXPENSE	(200,932)	(225,641)	24,709	10.95%
GENERAL & PROF INSURANCE	(18,645)	(22,506)	3,861	17.16%
MISCELLANEOUS EXPENSE	(904,528)	(475,550)	(428,978)	-90.21%
TOTAL EXPENSES	(5,125,539)	(4,845,597)	(279,942)	-5.78%
OPERATING MARGIN	(62,942)	(356,485)	293,543	-82.34%
NONOPERATING REVENUE				
PROPERTY TAXES	293,093	293,092	1	0.00%
INTEREST INCOME	56,239	75,000	(18,761)	-25.01%
INTEREST EXPENSE	(67,469)	(85,458)	17,989	21.05%
MISCELLANEOUS NONOPERATING EXPENSE	(1,143)	(7,500)	6,357	84.76%
CONTRIBUTIONS - OPERATIONS & CAPITAL	0	41,667	(41,667)	-100.00%
GAIN/(LOSS) ON DISP OF ASSETS	0	0	0	100.00%
MEMBER DISTRIBUTIONS	0	54,752	(54,752)	-100.00%
TOTAL NONOPERATING REVENUE	280,720	371,553	(90,833)	-24.45%
GAIN / (LOSS)	217,778	15,068	202,710	1345.30%

**ASPEN VALLEY HOSPITAL
PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDING 09/30/2010**

	Actual September-10 YTD	Budget September-10 YTD	VARIANCE AMOUNT	VAR %
PATIENT SERVICE REVENUE				
INPATIENT	17,556,881	17,250,743	306,138	1.77%
OUTPATIENT	41,404,955	39,399,198	2,005,757	5.09%
TOTAL PATIENT SERVICE REVENUE	58,961,836	56,649,941	2,311,895	4.08%
LESS REVENUE DEDUCTIONS				
UNCOMPENSATED SERVICES	(1,256,314)	(1,853,882)	597,568	32.23%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(5,814,276)	(5,513,008)	(301,268)	-5.46%
CONTRACTUAL ALLOWANCES - OTHER	(4,162,221)	(3,684,823)	(477,398)	-12.96%
OTHER DEDUCTIONS	(1,553,103)	(1,630,206)	77,103	4.73%
TOTAL REVENUE DEDUCTIONS	(12,785,913)	(12,681,919)	(103,994)	-0.82%
NET PATIENT SERVICE REVENUE	46,175,922	43,968,022	2,207,900	5.02%
OTHER OPERATING REVENUE				
WHITCOMB TERRACE	478,643	461,952	16,691	3.61%
CAFETERIA	345,825	339,861	5,964	1.75%
MISCELLANEOUS	876,668	919,044	(42,376)	-4.61%
TOTAL OTHER OPERATING REVENUE	1,701,136	1,720,857	(19,721)	-1.15%
TOTAL OPERATING REVENUE	47,877,058	45,688,879	2,188,179	4.79%
EXPENSES				
SALARIES	(18,105,978)	(18,131,527)	25,549	0.14%
PHYSICIAN COMPENSATION	(4,417,925)	(4,339,784)	(78,141)	-1.80%
PATIENT CARE SUPPLIES	(4,222,575)	(4,247,564)	24,989	0.59%
OUTSOURCING	(1,468,347)	(1,421,829)	(46,518)	-3.27%
LEGAL, CONSULT, AUDIT	(503,773)	(518,912)	15,139	2.92%
MAINTENANCE & UTILITIES	(2,325,315)	(2,427,313)	101,998	4.20%
CONTINUING EDUCATION	(141,631)	(100,982)	(40,649)	-40.25%
PHYSICIAN RECRUITMENT	0	(29,824)	29,824	100.00%
EMPLOYEE BENEFITS	(4,634,494)	(4,140,647)	(493,847)	-11.93%
DEPRECIATION & AMORTIZATION	(3,227,910)	(3,394,165)	166,255	4.90%
BAD DEBT EXPENSE	(1,672,087)	(2,296,595)	624,508	27.19%
GENERAL & PROF INSURANCE	(195,398)	(202,557)	7,159	3.53%
MISCELLANEOUS EXPENSE	(3,544,053)	(3,096,450)	(447,603)	-14.46%
TOTAL EXPENSES	(44,459,486)	(44,348,149)	(111,337)	-0.25%
OPERATING MARGIN	3,417,572	1,340,731	2,076,841	154.90%
NONOPERATING REVENUE				
PROPERTY TAXES	2,637,837	2,637,833	4	0.00%
INTEREST INCOME	594,762	675,000	(80,238)	-11.89%
INTEREST EXPENSE	(640,140)	(756,942)	116,802	15.43%
MISCELLANEOUS NONOPERATING EXPENSE	(32,898)	(67,500)	34,602	51.26%
CONTRIBUTIONS - OPERATIONS & CAPITAL	92,366	418,045	(325,679)	-77.91%
GAIN/(LOSS) ON DISP OF ASSETS	(8,179)	0	(8,179)	100.00%
MEMBER DISTRIBUTIONS	369,750	369,181	569	0.15%
TOTAL NONOPERATING REVENUE	3,013,497	3,275,617	(262,120)	-8.00%
GAIN / (LOSS)	6,431,069	4,616,348	1,814,721	39.31%

ASPEN VALLEY HOSPITAL

BALANCE SHEET

September-10

	<u>September-10</u>	<u>September-09</u>
ASSETS		
CURRENT ASSETS		
CASH	14,624,669	7,881,981
SHORT TERM INVESTMENTS	36,050,289	35,177,395
CASH RESTRICTED FOR PHYSICIANS	62,804	69,995
PATIENT ACCOUNTS RECEIVABLE	8,152,475	8,700,302
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(1,799,912)	(2,992,232)
NET PATIENT ACCOUNTS RECEIVABLE	6,352,563	5,708,070
CONTRIBUTIONS RECEIVABLE	348,496	338,568
OTHER RECEIVABLES	818,138	582,369
INVENTORY	1,644,703	1,706,053
PRE PAID EXPENSES	782,653	833,578
TOTAL CURRENT ASSETS	\$ 60,684,315	\$ 52,298,008
RESTRICTED ASSETS - BOND AGREEMENT		
BOND - PRINCIPAL & INTEREST	862,197	976,516
RESTRICTED BOND PROCEEDS	0	0
DEBT SERVICE RESERVE FUND	2,241,770	2,241,550
TOTAL RESTRICTED ASSETS	\$ 3,103,967	\$ 3,218,066
LONG-TERM CONTRIBUTIONS RECEIVABLE	\$ 982,217	\$ 1,380,127
INVESTMENT IN JOINT VENTURE	\$ 178,955	\$ 1,686,650
CAPITAL ASSETS		
LAND	267,057	267,057
PROPERTY, PLANT, & EQUIPMENT	69,846,712	65,800,646
LESS ACCUMULATED DEPRECIATION	(36,682,864)	(32,550,669)
NET PROPERTY, PLANT & EQUIPMENT	\$ 33,430,905	\$ 33,517,035
OTHER ASSETS		
DEFERRED BOND COSTS	413,055	487,875
SECURITY DEPOSITS PAID	36,153	35,903
TOTAL OTHER ASSETS	\$ 449,208	\$ 523,778
TOTAL ASSETS	\$ 98,829,567	\$ 92,623,663
LIABILITIES		
CURRENT LIABILITIES		
CURRENT MATURITIES OF L-T DEBT	(1,172,029)	(1,171,955)
ACCOUNTS PAYABLE	(2,293,694)	(1,529,055)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,857,652)	(1,945,172)
MISCELLANEOUS LIABILITIES	(1,108,798)	(976,487)
REFUNDS PAYABLE	(148,034)	(158,440)
UNCLAIMED REFUNDS PAYABLE	(418,505)	(1,090,953)
DUE TO MEDICARE	(269,750)	(196,872)
TOTAL CURRENT LIABILITIES	\$ (7,268,462)	\$ (7,068,935)
LONG TERM LIABILITIES		
REVENUE BONDS PAYABLE	(21,861,901)	(22,429,905)
CAPITAL LEASE OBLIGATION	(550,841)	(1,107,936)
NOTES PAYABLE	(568,642)	(583,044)
TOTAL LONG TERM LIABILITIES	\$ (22,981,384)	\$ (24,120,885)
NET ASSETS		
OPERATING FUND BALANCE	(68,579,721)	(61,433,844)
TOTAL FUND BALANCE	\$ (68,579,721)	\$ (61,433,844)
TOTAL LIABILITIES & FUND BALANCE	\$ (98,829,567)	\$ (92,623,663)

**ASPEN VALLEY HOSPITAL
STATEMENT OF CASH FLOWS
FOR THE MONTH ENDING SEPTEMBER 30, 2010**

	<u>SEPTEMBER 2010</u>	<u>YTD</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Patient and Third Parties	4,772,562	45,276,130
Cash Received from (Paid to) Others	(64,485)	2,107,547
Cash Paid to Suppliers	(2,415,808)	(21,976,890)
Cash Paid to Employees	(1,644,993)	(16,385,829)
Net Cash Provided by (Used in) Operating Activities	<u>647,276</u>	<u>9,020,958</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem Taxes	34,088	3,310,739
Contributions for Operations	(333)	221,641
Net Cash Provided by Noncapital Financing Activities	<u>33,755</u>	<u>3,532,380</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributions restricted for the purchase of Capital Assets	-	26,630
Principal Payments on Debt	2,005	(1,031,625)
Purchases of Capital Assets	(543,814)	(4,214,128)
Proceeds from the sale of capital assets	-	10,019
Interest payments on Debt	(7,617)	(504,797)
Net Cash Used in Capital and Related Financing Activities	<u>(549,426)</u>	<u>(5,713,901)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments, net	-	-
Investment Income	56,239	594,762
Member Distribution	-	369,750
Net Cash Provided by Investing Activities	<u>56,239</u>	<u>964,512</u>
Net Increase in Cash and Cash Equivalents	<u>187,844</u>	<u>7,803,949</u>
Cash and Cash Equivalents at Beginning of Period	<u>53,653,885</u>	<u>46,037,780</u>
Cash and Cash Equivalents at End of Period	<u>53,841,729</u>	<u>53,841,729</u>