

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

	ACTUAL October-12	BUDGET October-12	VARIANCE AMOUNT	VAR %
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	2,281,926	1,142,689	1,139,237	99.70%
OUTPATIENT	4,174,688	3,907,880	266,808	6.83%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>6,456,614</b>	<b>5,050,569</b>	<b>1,406,045</b>	<b>27.84%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(48,557)	(53,480)	4,923	9.21%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(775,440)	(495,390)	(280,050)	-56.53%
CONTRACTUAL ALLOWANCES - OTHER	(427,184)	(346,894)	(80,290)	-23.15%
BAD DEBT ALLOWANCE	(114,155)	(212,238)	98,083	46.21%
OTHER DEDUCTIONS	(75,113)	(130,635)	55,522	42.50%
<b>TOTAL DEDUCTIONS FROM REVENUE</b>	<b>(1,440,448)</b>	<b>(1,238,637)</b>	<b>(201,812)</b>	<b>-16.29%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>5,016,167</b>	<b>3,811,932</b>	<b>1,204,233</b>	<b>31.59%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	39,294	37,832	1,462	3.86%
CAFETERIA	40,137	44,548	(4,411)	-9.90%
MISCELLANEOUS	80,508	75,530	4,978	6.59%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>159,939</b>	<b>157,910</b>	<b>2,029</b>	<b>1.28%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>5,176,106</b>	<b>3,969,842</b>	<b>1,206,262</b>	<b>30.39%</b>
<b>EXPENSES</b>				
SALARIES	(2,056,800)	(2,022,111)	(34,689)	-1.72%
PHYSICIAN COMPENSATION	(445,443)	(430,368)	(15,075)	-3.50%
PATIENT CARE SUPPLIES	(489,929)	(379,451)	(110,478)	-29.12%
ADVERTISING & MARKETING	(54,765)	(36,942)	(17,823)	-48.25%
DUES, SUBSCR, LICENSES & FEES	(34,144)	(18,076)	(16,068)	-88.89%
LEGAL, CONSULT, AUDIT	(77,349)	(54,136)	(23,213)	-42.88%
OUTSOURCING	(229,167)	(166,970)	(62,197)	-37.25%
MAINTENANCE & UTILITIES	(311,635)	(314,301)	2,666	0.85%
SMALL F&F AND MINOR EQUIPMENT	(122,245)	(33,615)	(88,630)	-263.66%
RENT & STORAGE	(63,412)	(61,938)	(1,474)	-2.38%
EMPLOYEE BENEFITS	(607,810)	(554,720)	(53,090)	-9.57%
DEPRECIATION & AMORTIZATION	(367,366)	(407,525)	40,159	9.85%
MISCELLANEOUS EXPENSE	(249,378)	(257,152)	7,774	3.02%
<b>TOTAL EXPENSES</b>	<b>(5,109,443)</b>	<b>(4,737,305)</b>	<b>(372,138)</b>	<b>-7.86%</b>
<b>OPERATING MARGIN</b>	<b>66,663</b>	<b>(767,463)</b>	<b>834,124</b>	<b>-108.69%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	577,058	577,059	(1)	0.00%
INTEREST INCOME	1,268	11,708	(10,440)	-89.17%
INTEREST EXPENSE	(88,031)	(106,867)	18,836	17.63%
MISC NON-OPERATING REVENUE/(EXPENSE)	70,162	(27,500)	97,662	355.13%
AVH FOUNDATION NET INCOME	(99,298)	0	(99,298)	#DIV/0!
CONTRIBUTIONS - OPERATIONS & CAPITAL	0	700,000	(700,000)	100.00%
MEMBER DISTRIBUTIONS & EQUITY TRANSFER	74,650	74,650	0	0.00%
<b>TOTAL NONOPERATING REVENUE</b>	<b>535,809</b>	<b>1,229,049</b>	<b>(693,241)</b>	<b>-56.40%</b>
<b>GAIN / (LOSS)</b>	<b>602,472</b>	<b>461,586</b>	<b>140,883</b>	<b>30.52%</b>

**ASPEN VALLEY HOSPITAL  
PROFIT & LOSS STATEMENT  
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	ACTUAL October-12 YTD	BUDGET October-12 YTD	VARIANCE AMOUNT YTD	VAR % YTD
<b>PATIENT SERVICE REVENUE</b>				
INPATIENT	17,884,399	17,515,546	368,853	2.11%
OUTPATIENT	49,902,977	50,041,173	(138,196)	-0.28%
<b>TOTAL PATIENT SERVICE REVENUE</b>	<b>67,787,376</b>	<b>67,556,719</b>	<b>230,657</b>	<b>0.34%</b>
<b>LESS REVENUE DEDUCTIONS</b>				
UNCOMPENSATED SERVICES	(1,776,424)	(2,069,625)	293,201	14.17%
CONTRACTUAL ALLOWANCES - GOVERNMENT	(6,960,060)	(6,784,841)	(175,219)	-2.58%
CONTRACTUAL ALLOWANCES - OTHER	(4,615,180)	(4,661,972)	46,792	1.00%
BAD DEBT EXPENSE	(2,056,418)	(3,082,058)	1,025,640	33.28%
OTHER DEDUCTIONS	(1,389,878)	(1,763,227)	373,349	21.17%
<b>TOTAL REVENUE DEDUCTIONS</b>	<b>(16,797,960)</b>	<b>(18,361,723)</b>	<b>1,563,763</b>	<b>8.52%</b>
<b>NET PATIENT SERVICE REVENUE</b>	<b>50,989,416</b>	<b>49,194,996</b>	<b>1,794,420</b>	<b>3.65%</b>
<b>OTHER OPERATING REVENUE</b>				
WHITCOMB TERRACE	393,013	378,312	14,701	3.89%
CAFETERIA	383,573	415,297	(31,724)	-7.64%
MISCELLANEOUS	649,234	651,236	(2,002)	-0.31%
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>1,425,820</b>	<b>1,444,845</b>	<b>(19,025)</b>	<b>-1.32%</b>
<b>TOTAL OPERATING REVENUE</b>	<b>52,415,237</b>	<b>50,639,841</b>	<b>1,775,395</b>	<b>3.51%</b>
<b>EXPENSES</b>				
SALARIES	(20,525,247)	(21,087,281)	562,034	2.67%
PHYSICIAN COMPENSATION	(4,745,829)	(4,526,014)	(219,815)	-4.86%
PATIENT CARE SUPPLIES	(4,809,864)	(4,535,567)	(274,297)	-6.05%
ADVERTISING & MARKETING	(371,412)	(438,474)	67,062	15.29%
DUES, SUBSCR, LICENSES & FEES	(308,919)	(299,043)	(9,876)	-3.30%
LEGAL, CONSULT, AUDIT	(644,820)	(610,405)	(34,415)	-5.64%
OUTSOURCING	(2,040,076)	(1,954,432)	(85,644)	-4.38%
MAINTENANCE & UTILITIES	(2,580,000)	(2,819,642)	239,642	8.50%
SMALL F&F AND MINOR EQUIPMENT	(417,275)	(432,580)	15,305	3.54%
RENT & STORAGE	(600,109)	(628,383)	28,274	4.50%
EMPLOYEE BENEFITS	(5,070,133)	(5,558,294)	488,161	8.78%
DEPRECIATION & AMORTIZATION	(3,671,890)	(4,409,576)	737,686	16.73%
MISCELLANEOUS EXPENSE	(2,366,999)	(2,663,396)	296,397	11.13%
<b>TOTAL EXPENSES</b>	<b>(48,152,574)</b>	<b>(49,963,086)</b>	<b>1,810,514</b>	<b>3.62%</b>
<b>OPERATING MARGIN</b>	<b>4,262,663</b>	<b>676,755</b>	<b>3,585,909</b>	<b>529.87%</b>
<b>NONOPERATING REVENUE</b>				
PROPERTY TAXES	5,770,583	5,770,583	0	0.00%
INTEREST INCOME	93,314	117,083	(23,769)	-20.30%
INTEREST EXPENSE	(741,397)	(736,265)	(5,132)	-0.70%
MISC NON-OPERATING REVENUE/(EXPENSE)	(88,446)	(275,000)	186,554	67.84%
AVH FOUNDATION NET INCOME	186,060	0	186,060	#DIV/0!
CONTRIBUTIONS - OPERATIONS & CAPITAL	84,656	731,102	(646,446)	88.42%
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	724,447	746,493	(22,046)	-2.95%
<b>TOTAL NONOPERATING REVENUE</b>	<b>6,012,626</b>	<b>6,353,996</b>	<b>(341,370)</b>	<b>-5.37%</b>
<b>GAIN / (LOSS)</b>	<b>10,275,289</b>	<b>7,030,751</b>	<b>3,244,539</b>	<b>46.15%</b>

## ASPEN VALLEY HOSPITAL

## BALANCE SHEET

October-12

ASSETS	October-12	October-11
<b>CURRENT ASSETS</b>		
CASH	21,586,122	19,713,266
SHORT TERM INVESTMENTS	27,213,901	20,429,898
INVESTMENTS - FUNDED DEPRECIATION	12,155,325	18,754,582
PATIENT ACCOUNTS RECEIVABLE	8,274,466	7,570,504
LESS CONTRACTUAL ALLOWANCES/DOUBTFUL ACCOUNTS	(2,219,991)	(2,328,367)
NET PATIENT ACCOUNTS RECEIVABLE	6,054,475	5,242,137
CONTRIBUTIONS RECEIVABLE	92,595	196,002
MISCELLANEOUS RECEIVABLES	1,129,300	205,116
INVENTORY	1,910,115	1,883,013
PREPAID EXPENSES	1,037,036	799,121
<b>TOTAL CURRENT ASSETS</b>	<b>\$ 71,178,869</b>	<b>\$ 67,223,134</b>
<b>RESTRICTED ASSETS - BOND AGREEMENT</b>		
AVH FOUNDATION CASH	8,255	0
NET INTEREST IN COMM FOUNDATION	399,739	0
CASH RESTRICTED FOR PHYSICIANS	61,899	57,073
BOND - PRINCIPAL & INTEREST	81,415	728
RESTRICTED G.O. BOND PROCEEDS	1,851,753	35,558,245
DEBT SERVICE RESERVE FUND	2,074,266	2,242,105
CONSTRUCTION ESCROW	494,956	494,898
<b>TOTAL RESTRICTED ASSETS</b>	<b>\$ 4,972,282</b>	<b>\$ 38,353,049</b>
<b>LONG-TERM CONTRIBUTIONS RECEIVABLE</b>	<b>\$ 449,772</b>	<b>\$ 498,726</b>
<b>INVESTMENT IN JOINT VENTURE</b>	<b>\$ 113,463</b>	<b>\$ 102,936</b>
<b>CAPITAL ASSETS</b>		
LAND	267,057	267,057
PROPERTY , PLANT, & EQUIPMENT	130,123,951	95,597,604
LESS ACCUMULATED DEPRECIATION	(35,902,444)	(38,483,348)
<b>NET PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>\$ 94,488,564</b>	<b>\$ 57,381,314</b>
<b>OTHER ASSETS</b>		
DEFERRED BOND COSTS	730,648	764,082
STOCK INVESTMENT	168,579	156,526
GOODWILL	239,901	239,901
ACCUMULATED AMORTIZATION	(237,602)	(184,080)
SECURITY DEPOSITS PAID	65,366	51,153
<b>TOTAL OTHER ASSETS</b>	<b>\$ 966,892</b>	<b>\$ 1,027,582</b>
<b>TOTAL ASSETS</b>	<b>\$ 172,169,841</b>	<b>\$ 164,586,741</b>

## UNAUDITED

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

	October-12	October-11
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
CURRENT MATURITIES OF L-T DEBT	(2,738,876)	(3,051,954)
ACCOUNTS PAYABLE	(2,504,393)	(1,266,585)
CONSTRUCTION PAYABLE	(5,729,199)	(7,910,034)
ACCRUED SALARIES, BENEFITS AND PAYROLL TAXES	(1,684,304)	(1,237,556)
MISCELLANEOUS LIABILITIES	(2,860,433)	(1,880,128)
REFUNDS PAYABLE	(68,412)	(110,194)
UNCLAIMED REFUNDS PAYABLE	(131,264)	(321,236)
DUE(TO)/FROM MEDICARE	(130,087)	(254,640)
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ (15,846,968)</b>	<b>\$ (16,032,327)</b>
<b>LONG TERM LIABILITIES</b>		
REVENUE BONDS PAYABLE	(20,173,330)	(20,652,008)
GENERAL OBLIGATION BONDS PAYABLE	(46,519,697)	(48,482,806)
CAPITAL LEASE OBLIGATION	(410,059)	(1,310,050)
NOTES PAYABLE	(533,247)	(549,227)
<b>TOTAL LONG TERM LIABILITIES</b>	<b>\$ (67,636,333)</b>	<b>\$ (70,994,090)</b>
<b>NET ASSETS</b>		
OPERATING FUND BALANCE	(88,686,541)	(77,560,324)
<b>TOTAL FUND BALANCE</b>	<b>\$ (88,686,541)</b>	<b>\$ (77,560,324)</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCE</b>	<b>\$ (172,169,841)</b>	<b>\$ (164,586,741)</b>

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

	<u>OCTOBER 2012</u>	<u>YTD</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Patient and Third Parties	4,565,481	51,192,909
Cash Received from (Paid to) Others	35,899	1,270,110
Cash (Paid to) Received from Suppliers	(2,977,979)	(25,220,375)
Cash (Paid to) Employees	(1,658,274)	(19,493,854)
Net Cash Provided by (Used in) Operating Activities	<u>(34,873)</u>	<u>7,748,790</u>
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Ad Valorem Taxes	34,543	6,964,973
Community Assistance Programs	(86,905)	(145,513)
Contributions for Operations	370	88,504
Net Cash Provided by Noncapital Financing Activities	<u>(51,991)</u>	<u>6,907,964</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Contributions restricted for the purchase of Capital Assets	499	112,411
Refunding of Series 2003 Bonds	-	(127,743)
Principal Payments on Debt	(1,635,158)	(1,901,031)
Purchases of Capital Assets - AVH Funds	(2,448,184)	(7,010,908)
Purchases of Capital Assets - Bond Funds	(4,104,772)	(25,585,588)
Proceeds from the sale of capital assets	-	7,450
Interest (payments)/credit on Debt	(4,472)	(1,187,168)
AVH Foundation Expenses	(100,167)	(222,129)
Net Cash Used in Capital and Related Financing Activities	<u>(8,292,254)</u>	<u>(35,914,707)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of investments, net	-	-
Change in Investments	-	28,932
Investment Income	1,141	100,979
Member Distribution	-	798,150
Net Cash Provided by Investing Activities	<u>1,141</u>	<u>928,061</u>
Net Increase in Cash, Cash Equivalents and Investments	<u>(8,377,978)</u>	<u>(20,329,893)</u>
Cash, Cash Equivalents and Investments at Beginning of Period	<u>73,905,870</u>	<u>85,857,785</u>
Cash, Cash Equivalents and Investments at End of Period*	<u><u>65,527,892</u></u>	<u><u>65,527,892</u></u>