



Kit Carson County Health Service District

Rooted in excellence. Growing in trust.

FINANCIAL STATEMENT SUMMARY

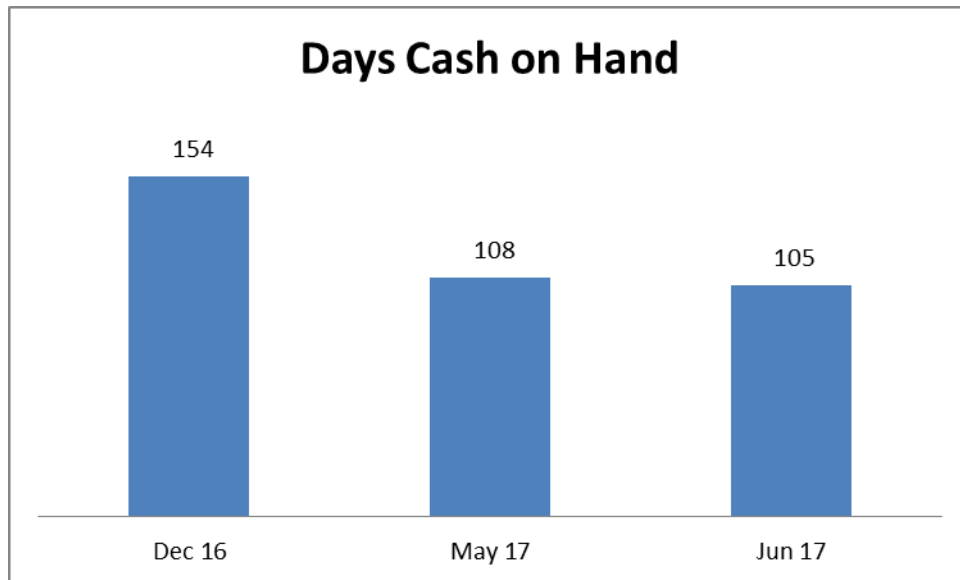
June 2017

Summary:

Kit Carson County Health Service District (KCCHSD) had a net loss of \$366,072 for the month and a net loss of \$1,093,342 YTD. KCCHSD had YTD budgeted income of \$20,850.

KCCHSD's Net Operating Income was a loss of \$354,898 for the month and a loss of \$992,152 YTD. YTD Budgeted Net Operating Income was \$61,068.

KCCHSD had Days Cash on Hand of 105 compared to 108 as of May and 154 as of December, 2016. KCCHSD's Bond Covenants require 60 Days Cash.

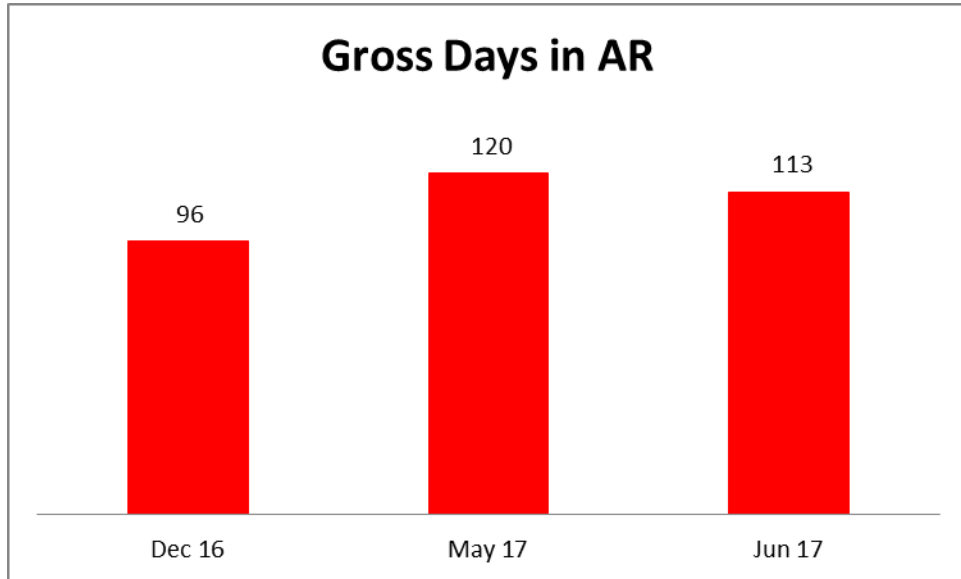


Gross Days in AR were 113 compared to 120 as of May and 96 as of December, 2016. Days in AR and Accounts Receivable are up as a result of the inability to bill or collect Medicaid accounts due to a change in the State's payment system.



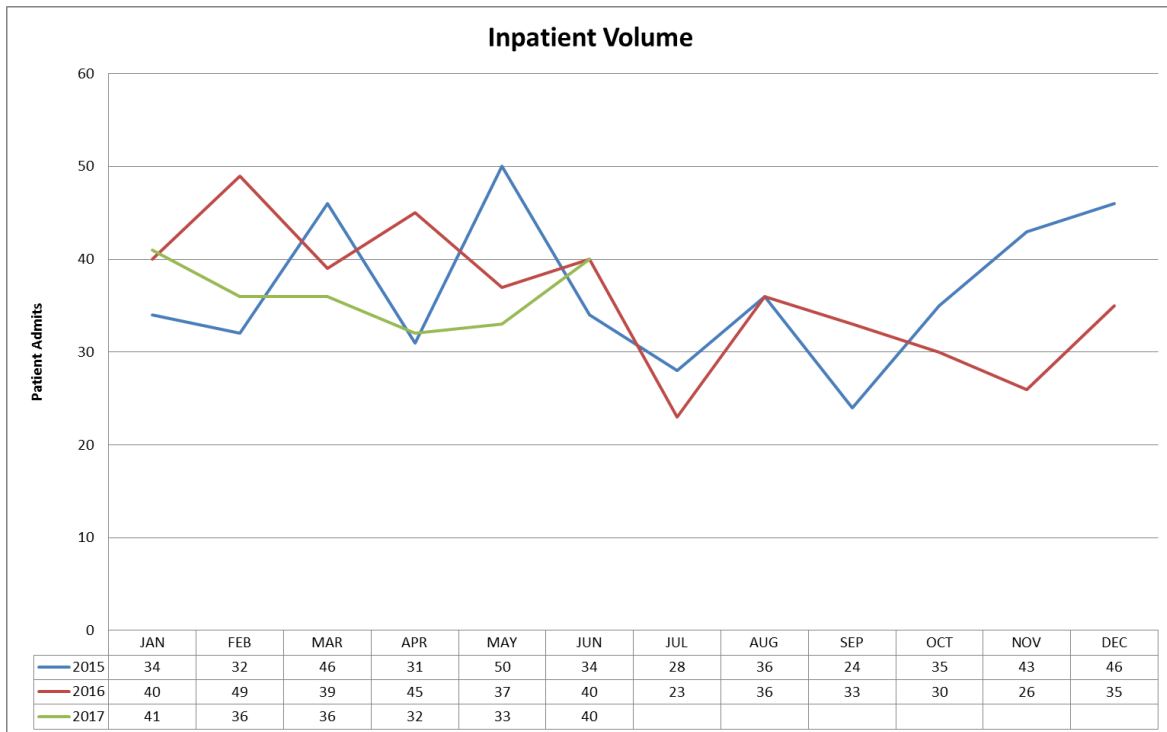
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Volume:

Inpatient volume was up from prior months and consistent with prior years in June.

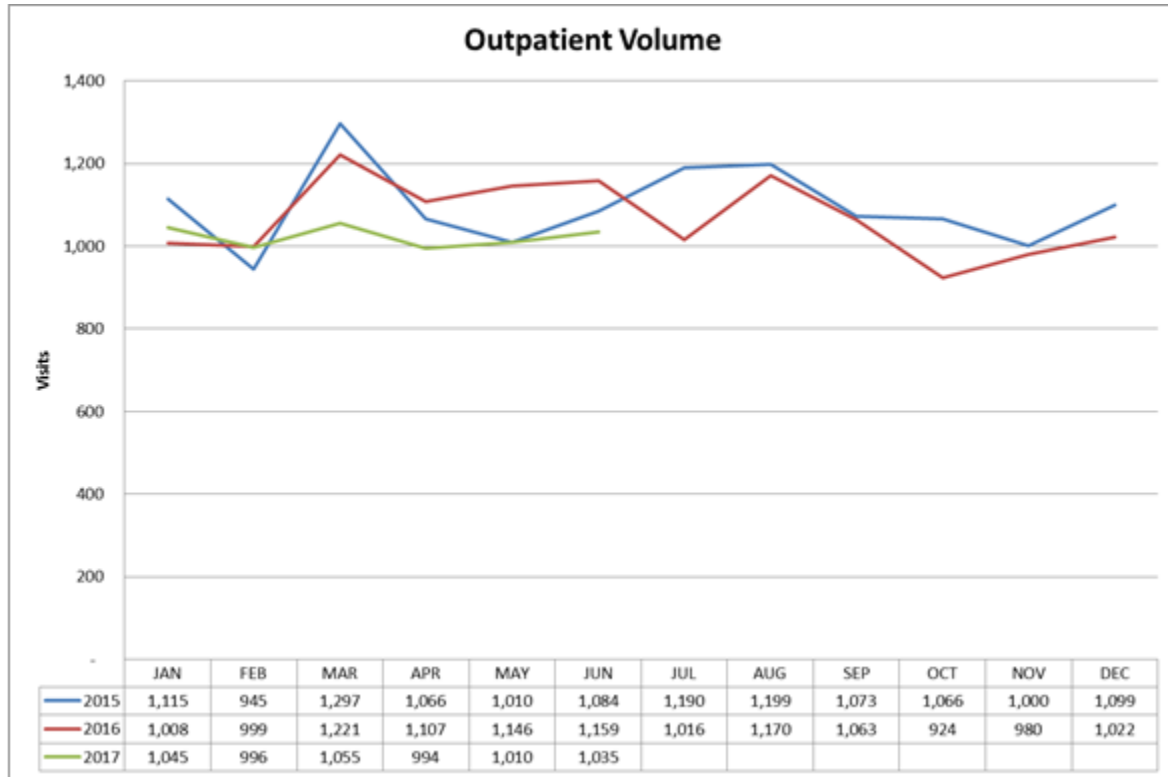




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Outpatient volume (excluding clinics) for 2017 has been and continues to be lower than prior years. Lower outpatient volume has been driven by the decrease in outpatient surgeries although all outpatient areas are being reviewed by Hospital Management.



Revenue:

Gross Patient Revenue was \$1,776,002 for the month and \$11,082,271 YTD compared to the budget of \$1,947,820 and \$11,686,917.

Net Patient revenue was below budget for the month as a result of the lower gross revenue discussed above. YTD Net Patient Revenue was below budget by \$702,742 also mainly due to the lower gross patient revenue although a reduction in the provider fee payment also contributed to the decrease. The provider fess payment received is recorded as a reduction to the contractual expense. This payment was reduced in 2017.

Expense:

Operating Expense Les Depreciation was over budget by \$166,691 for the month and \$306,097 YTD. Salary and Benefits and Other were the two main categories over budget.



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Salaries and Benefits were over budget by \$90,880 for the month and \$232,018 YTD. Additional FTE (Full Time Equivalents) as well as additional Traveler expense contributed to the variance. Other Expense is above budget mainly as a result of the Provider Fee Payment. The Provider Fee payment is recorded in this expense category. The Provider Fee payment increased approximately \$3,000 per month in 2017. In addition, the payment was not recorded consistently in the financial statements in 2016 as it was often recorded incorrectly as a contractual expense.

Non-Operating Income (Expense):

Non-Operating Income was a loss (Expense) of \$101,190 YTD compared to a loss of \$40,218. Interest Expense was the main item that contributed to this loss.



**Kit Carson County Health Services District
Financial Statement for**

June, 2017

**KIT CARSON COUNTY HEALTHSERVICES DISTRICT
COMPARATIVE BALANCE SHEET
JUNE 30, 2017**

UNRESTRICTED FUNDS - ASSETS:	<u>6/30/2017</u>	<u>12/31/2016</u>	<u>Increase/ (Decrease)</u>
CURRENT ASSETS:			
Cash:	\$ 4,394,070	\$ 5,836,764	\$ (1,442,694)
Receivables:			
Patient	6,948,306	5,721,683	1,226,622
Less: Allowances for Bad Debts and Contractuals	(1,305,262)	(1,430,001)	124,739
Less: Contractual Allowances	<u>(2,742,202)</u>	<u>(1,724,000)</u>	<u>(1,018,202)</u>
Net Patient Receivables	2,900,842	2,567,682	333,159
Medicare / Medicaid / Cost Report	661,149	512,709	148,441
Property Tax Receivable	61,139	480,962	(419,823)
Other Receivables	<u>29,372</u>	<u>29,372</u>	<u>-</u>
Total Receivables	<u>3,652,502</u>	<u>3,590,725</u>	<u>61,777</u>
Other Current Assets:			
Inventories	476,912	477,784	(872)
Prepaid Expense	<u>140,969</u>	<u>295,771</u>	<u>(154,801)</u>
Total Other Current Assets	<u>617,881</u>	<u>773,555</u>	<u>(155,674)</u>
Total Current Assets	<u>8,664,453</u>	<u>10,201,044</u>	<u>(1,536,590)</u>
OTHER ASSETS:			
Property, Plant and Equipment	23,053,953	22,961,510	92,443
Less: Accumulated Depreciation	<u>(14,967,898)</u>	<u>(14,235,696)</u>	<u>(732,202)</u>
Net Property Plant and Equipment	8,086,055	8,725,814	(639,759)
Bond Funds	1,723,244	1,888,162	(164,918)
Restricted Fund Assets	<u>1,012,515</u>	<u>1,006,943</u>	<u>5,572</u>
Total Other Assets	<u>10,821,814</u>	<u>11,620,918</u>	<u>(799,104)</u>
TOTAL ASSETS	<u><u>\$ 19,486,267</u></u>	<u><u>\$ 21,821,962</u></u>	<u><u>\$ (2,335,695)</u></u>

**KIT CARSON COUNTY HEALTHSERVICES DISTRICT
COMPARATIVE BALANCE SHEET
JUNE 30, 2017**

LIABILITIES AND FUND BALANCE:	<u>6/30/2017</u>	<u>12/31/2016</u>	<u>Increase/ (Decrease)</u>
CURRENT LIABILITIES:			
Accounts Payable and Accrued Expenses	\$ 131,752	\$ 656,773	\$ (525,020)
Leases Payable - Current	176,844	180,510	(3,666)
Bonds Payable - current	-	335,000	(335,000)
Vacation Payable	218,716	218,442	274
Salary & Salary Deductions Payable	116,192	155,011	(38,819)
Interest Payable	394,096	404,313	(10,218)
Deferred Income County Tax	240,481	480,962	(240,481)
Medicare / Medicaid / Cost Report	<u>0</u>	<u>0</u>	<u>0</u>
Total Current Liabilities	<u>1,278,080</u>	<u>2,431,011</u>	<u>(1,152,931)</u>
LONG TERM LIABILITIES:			
Leases	435,739	525,160	(89,422)
Bonds Payable	<u>10,790,000</u>	<u>10,790,000</u>	<u>0</u>
Total Long Term Debt	<u>11,225,739</u>	<u>11,315,160</u>	<u>(89,422)</u>
Total Liabilities	<u>12,503,819</u>	<u>13,746,171</u>	<u>(1,242,352)</u>
FUND BALANCE:			
Operating Fund	8,075,791	8,075,791	0
Revenues over Expenses	<u>(1,093,342)</u>	<u></u>	<u>(1,093,342)</u>
Total Fund Balance	<u>6,982,448</u>	<u>8,075,791</u>	<u>(1,093,342)</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 19,486,267</u></u>	<u><u>\$ 21,821,962</u></u>	<u><u>\$ (2,335,694)</u></u>

**KIT CARSON COUNTY HEALTHSERVICES DISTRICT
COMBINED INCOME STATEMENT
JUNE, 2017**

<u>Month</u> <u>2017</u>		<u>2016</u>			<u>YTD</u> <u>2017</u>		<u>2016</u>	
<u>Actual</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>		<u>Actual</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
\$ 1,776,002	\$ 1,947,820	\$ 1,952,959		OPERATING REVENUE:	\$ 11,082,271	\$ 11,686,917	\$ 11,637,848	
(538,313)	(530,607)	(727,551)		Patient Revenue, Gross	(3,518,989)	(3,183,640)	(3,195,987)	
1,237,689	1,417,213	1,225,408		Less: Contractual Adjustments	7,563,282	8,503,277	8,441,861	
(89,017)	(86,497)	(122,918)		Patient Revenue, Net of Contractual Adjustments	(281,730)	(518,982)	(731,505)	
				Less: Provision for Uncollectable Accounts				
1,148,672	1,330,716	1,102,490		Patient Revenue, Net	7,281,553	7,984,295	7,710,356	
3,120	2,843	2,198		Other Operating Revenue	23,423	17,058	17,944	
				NET OPERATING REVENUE	7,304,976	8,001,353	7,728,300	
1,151,792	1,333,559	1,104,688						
				OPERATING EXPENSE:				
873,614	782,734	1,056,355		Salary and Benefits	4,872,229	4,640,211	4,125,220	
129,612	139,650	155,291		Supplies, Drugs and Food	716,553	837,901	833,173	
89,055	66,156	49,338		Professional Fees	329,471	396,936	463,015	
114,520	108,907	105,094		Purchased Service	675,525	653,440	689,857	
14,606	10,017	15,767		Repair and Maintenance	63,267	60,104	47,248	
19,671	9,639	1,808		Insurance	73,051	57,834	24,294	
26,535	29,269	28,902		Utilities	157,137	175,614	172,886	
21,820	23,646	15,416		Travel and Education	88,587	141,879	128,143	
20,645	23,679	14,098		Lease	88,866	142,072	124,759	
7,753	6,512	8,688		Dues, Books and Subscriptions	50,471	47,595	21,076	
3,308	1,003	1,594		Advertising	8,959	6,018	5,881	
63,302	16,538	27,246		Other	440,809	99,227	199,304	
				Total Operating Expense Less Depreciation	7,564,926	7,258,829	6,834,857	
1,384,441	1,217,750	1,479,596		EBIDA	(259,950)	742,524	893,444	
(232,650)	115,808	(374,908)		Depreciation	732,202	681,456	691,926	
122,248	113,576	114,947		NET OPERATING INCOME	(992,152)	61,068	201,517	
(354,898)	2,232	(489,855)						
				NON-OPERATING INCOME (EXPENSE)				
(63,859)	(57,514)	(65,075)		Interest (Expense)	(380,660)	(345,084)	(393,380)	
3,852	1,473	6,648		Interest Income	10,789	8,838	9,540	
40,080	39,569	0		Tax Revenue	240,481	237,414	0	
4,202	1,321	10,415		Donations and Grants	277	7,926	44,117	
4,551	8,448	655		Other Non-Operating Income/(Loss)	27,923	50,688	32,207	
				Total	(101,190)	(40,218)	(307,516)	
(11,174)	(6,703)	(47,357)		NET INCOME	\$ (1,093,342)	\$ 20,850	\$ (105,998)	
\$ (366,072)	\$ (4,471)	\$ (537,212)						