



Financial Statements

June 2010

CATSKILL REGIONAL MEDICAL CENTER
Comparative Balance Sheet - Combined
For June 30, 2010, December 31, 2009 & June 30, 2009

Assets	June 30, 2010	May 31, 2010	Dec 31, 2009	June 30, 2009
Current Assets:				
Cash	\$ 8,607,582	\$ 6,170,204	\$ 8,105,598	7,829,855
Net Accounts Receivable	9,367,188	9,998,742	8,297,405	8,976,964
Physician Practice Receivable	195,988	402,417	670,425	538,915
Other Receivables	190,897	151,515	575,883	446,511
Malpractice Trust Fund	750,000	750,000	750,000	3,100,000
Assets - Limited Use - Current	3,239,015	2,810,211	4,319,381	2,789,907
Other Assets - Net	0	0	0	750,000
Third Party Payors Receivable - Current	3,819,957	4,643,177	4,654,129	2,826,974
Inventories	1,071,207	1,071,418	1,066,754	1,358,339
Prepaid Expenses	1,112,558	1,336,555	828,118	1,041,679
Total Current Assets	<u>28,354,392</u>	<u>27,334,239</u>	<u>29,267,693</u>	<u>29,659,144</u>
Other Assets:				
DASNY Capital Reserve Fund	5,175,450	5,175,450	5,183,273	5,188,116
Malpractice Trust Fund, net of current portion	2,930,725	2,931,791	2,939,980	595,740
RRD Capital & Excess Reserve	5,212,990	5,196,544	5,153,262	5,087,389
Assets - Limited Use	533,594	469,088	438,903	545,419
Net Property, Plant & Equipment	20,090,593	19,018,750	18,901,226	19,582,863
Deferred Financing Fees & Other Assets	1,208,440	1,224,114	1,302,486	1,068,996
Third Party Payors Receivable - L/T	233,682	233,682	233,682	209,375
Interest in CRMC Foundation, Inc.	2,901,549	2,959,596	2,972,183	2,727,095
Total Other Assets	<u>38,287,023</u>	<u>37,209,016</u>	<u>37,124,995</u>	<u>35,004,993</u>
Total Assets	<u>\$ 66,641,415</u>	<u>\$ 64,543,255</u>	<u>\$ 66,392,688</u>	<u>\$ 64,664,137</u>
Liabilities				
Current Liabilities:				
Accounts Payable-Trade	\$ 5,176,183	\$ 5,169,078	\$ 5,838,842	\$ 6,785,531
Other Accrued Expenses	8,521,512	8,003,905	7,235,447	9,216,567
Current Portion:				
Notes and Leases Payable	595,601	543,994	882,448	1,876,726
Other Liabilities	0	0	0	703,125
Mortgage Payable	3,180,000	3,180,000	3,035,000	3,035,000
Deferred Income	2,875	3,067	4,024	5,175
Malpractice Reserve Fund	1,031,477	1,031,477	1,031,477	3,785,431
Due to Third Party Payors	3,352,086	3,609,807	3,229,683	2,375,883
Total Current Liabilities	<u>21,859,734</u>	<u>21,541,328</u>	<u>21,256,921</u>	<u>27,783,438</u>
Long-Term Liabilities:				
Long-Term Debt:				
Notes and Leases Payable	1,283,495	334,862	357,205	589,685
Other Liabilities	299,743	299,743	299,743	276,464
Mortgage Payable	38,420,486	38,441,605	41,727,198	41,863,095
Third Party Liabilities, net	2,974,137	3,021,554	2,875,287	4,293,153
Malpractice Reserve Fund, net	2,643,195	2,643,195	2,643,195	1,989,821
Total Other Liabilities	<u>45,621,056</u>	<u>44,740,959</u>	<u>47,902,628</u>	<u>49,012,218</u>
Total Liabilities	<u>67,480,790</u>	<u>66,282,287</u>	<u>69,159,549</u>	<u>76,795,656</u>
Net Assets (Deficit)				
Unrestricted Net Deficit	(4,046,126)	(4,967,070)	(6,007,999)	(15,092,017)
Temporarily Restricted Net Assets	1,749,046	1,770,333	1,783,433	1,502,793
Permanently Restricted Net Assets	1,457,705	1,457,705	1,457,705	1,457,705
Total Net Deficit	<u>(839,375)</u>	<u>(1,739,032)</u>	<u>(2,766,861)</u>	<u>(12,131,519)</u>
Total Liabilities and Net Deficit	<u>\$ 66,641,415</u>	<u>\$ 64,543,255</u>	<u>\$ 66,392,688</u>	<u>\$ 64,664,137</u>

CATSKILL REGIONAL MEDICAL CENTER
Income Statement - Combined
For the Six Months Ended June 30, 2010 and June 30, 2009

<u>Current Month</u>					<u>Year to Date</u>				
	<u>Actual</u>	<u>Budget</u>	<u>Variance Fav (Unfav)</u>	<u>Prior Year Month to Date</u>		<u>Actual</u>	<u>Budget</u>	<u>Variance Fav (Unfav)</u>	<u>Prior Year to Date</u>
1)	\$ 3,299,162	\$ 3,275,942	\$ 23,219	\$ 2,925,494	Harris Inpatient Revenue	\$ 20,369,342	\$ 20,990,789	\$ (621,447)	\$ 19,008,369
2)	348,502	203,154	145,347	185,101	Grover Hermann Inpatient Revenue	1,286,688	1,144,079	142,609	1,010,438
3)	390,950	474,908	(83,958)	389,018	Skilled Nursing Unit Inpatient Revenue	3,089,096	2,920,017	169,079	2,985,350
4)	457,347	369,044	88,303	302,279	Psych Inpatient Revenue	2,373,347	2,191,604	181,743	2,491,678
5)	596,899	536,666	60,233	851,272	Pool Revenue	3,669,215	3,219,998	449,217	3,457,762
6)	244,778	275,649	(30,871)	289,836	Grover Hermann Outpatient Revenue	1,451,722	1,384,350	67,372	1,302,299
7)	3,111,196	3,098,120	13,075	2,733,061	Harris Outpatient Revenue	16,354,054	16,737,101	(383,046)	16,175,725
8)	(20,685)	(15,583)	(5,102)	(24,177)	Gross Receipt Tax	(128,287)	(93,498)	(34,789)	(72,102)
	98,982	0	98,982	-	Medicaid Transition Funds	757,593	-	757,593	-
9)	746,497	-	746,497	-	Revenue from Settlements for Prior Years	828,932	-	828,932	-
10)	9,273,627	8,217,902	1,055,726	7,651,884	Total Net Patient Revenue	50,051,703	48,494,440	1,557,264	46,359,519
11)	211,911	442,485	(230,574)	497,258	Physician Practice Revenue	2,040,505	2,591,299	(550,793)	2,919,052
12)	79,879	88,833	(8,954)	239,185	Other Operating Revenue	496,975	533,000	(36,026)	997,859
13)	291,790	531,318	(239,528)	736,443	Total Other Operating Revenue	2,537,480	3,124,299	(586,819)	3,916,911
14)	9,565,417	8,749,220	816,198	8,388,327	Total Revenue from Operations	52,589,183	51,618,738	970,445	50,276,430
15)	3,595,258	3,412,866	(182,392)	3,376,677	Labor Costs				
16)	29,903	10,334	(19,569)	19,782	Salary & Wages	21,627,166	20,927,062	(700,104)	20,856,849
17)	1,040,492	1,160,963	(120,471)	870,816	Agency Fees	206,958	99,797	(107,161)	191,033
18)	4,665,653	4,584,163	(81,490)	4,267,275	Employee Benefits	6,316,959	7,118,811	(801,852)	5,892,909
					Total Labor Costs	28,151,083	28,145,670	(5,413)	26,940,791
					Non Labor Costs				
19)	292,599	276,188	(16,411)	457,930	Physician Fees	1,787,018	1,671,357	(115,661)	1,835,414
20)	563,530	474,345	(89,186)	434,802	Medical/Surgical Supplies	3,366,716	2,952,374	(414,341)	2,813,516
21)	353,422	296,956	(56,466)	315,563	Pharmaceuticals	1,937,713	1,847,932	(89,781)	1,778,962
22)	132,014	187,387	55,373	192,655	Professional & Legal Fees	998,598	1,142,806	144,208	1,128,965
23)	385,049	430,278	45,229	476,601	Supplies/Other	2,640,174	2,674,859	34,686	2,486,584
24)	691,468	583,800	(107,668)	628,711	Purchased Services	3,725,556	3,674,143	(51,413)	3,580,868
25)	124,465	137,675	13,210	124,363	Utilities	891,948	855,543	(36,405)	815,041
26)	232,364	300,113	67,749	309,107	Insurance	1,536,856	1,812,101	275,245	1,843,607
27)	323,430	360,688	37,258	318,871	Depreciation	1,791,615	2,150,893	359,279	1,901,528
28)	162,197	175,264	13,067	183,826	Interest	977,565	1,065,940	88,375	1,118,012
29)	751,955	521,408	(230,547)	347,923	Provision for Bad Debts	3,330,335	3,244,676	(85,659)	2,941,481
30)	4,012,493	3,744,101	(268,392)	3,790,352	Total Non Labor Costs	22,984,092	23,092,624	108,533	22,243,978
31)	8,678,146	8,328,264	(349,882)	8,057,627	Total Operating Expenses	51,135,175	51,238,294	103,119	49,184,769
32)	887,271	420,956	466,316	330,700	Net Profit (Loss) from Operations	1,454,008	380,444	1,073,564	1,091,661
33)	33,672	0	33,672	1,265	Other changes in Net Assets:	507,865	-	507,865	20,876
34)	\$ 920,943	\$ 420,956	\$ 499,987	\$ 331,965	Change in unrestricted net assets(deficit)	\$ 1,961,873	\$ 380,444	\$ 1,581,429	\$ 1,112,536

CATSKILL REGIONAL MEDICAL CENTER
Statements of Changes in Net Assets (Deficit)
For the Years Ended December 31, 2010 and December 31, 2009

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Net Assets (Deficit) at December 31, 2008	\$ (16,204,552)	1,338,453	1,457,705	(13,408,394)
Change in Unrestricted Net Deficit	9,995,469			9,995,469
Net assets released from restriction for the purchase of property, plant and equipment	33,071	(33,071)		0
Contributions for the purchase of property, plant and equipment	60,711			60,711
Net assets released from restriction for the purchase of property, plant & equip from Grant Revenue	245,496			245,496
Net assets released from restriction for use in Operations				0
Change in unrealized gain on other-than trading securities	(138,194)			(138,194)
Restricted Gifts, Grants, Donations, and Bequests		74,257		74,257
Interest Income		3,303		3,303
Released from Restrictions		(16,483)		(16,483)
Change in the interest in net assets of the Catskill Regional Medical Center Foundation, Inc.		416,974		416,974
Total Changes in Net Assets (Deficit)	10,196,553	444,980	0	10,641,533
Net Assets (Deficit) at December 31, 2009	(6,007,999)	1,783,433	1,457,705	(2,766,861)
Change in Unrestricted Net Deficit *	1,454,008			1,454,008
Net assets released from restriction for the purchase of property, plant and equipment	3,246	(3,246)		0
Contributions for the purchase of property, plant and equipment				0
Net assets released from restriction for the purchase of property, plant, & equip from Grant Rev	443,765			443,765
Net assets released from restriction for use in Operations				0
Change in unrealized loss on other-than trading securities	60,854			60,854
Restricted Gifts, Grants, Donations, and Bequests		37,797		37,797
Interest Income		1,399		1,399
Released from Restrictions		296		296
Change in the interest in net assets of the Catskill Regional Medical Center Foundation, Inc.		(70,634)		(70,634)
Total Changes in Net Assets (Deficit)	1,961,873	(34,387)	0	1,927,486
Net Assets (Deficit) at December 31, 2010	(4,046,126)	1,749,046	1,457,705	(839,375)

*Included in Change in Unrestricted Net Deficit is the Y-T-D Realized loss of \$ 7,163 as of 6/30/2010.

Catskill Regional Medical Center
 Statements of Cash Flows
 June 30, 2010

Cash Flows from Operating Activities:	
Changes in Net Assets (Deficit)	\$ 1,927,486
Adjustments to Reconcile Changes in Net Assets (Deficit) to	
Net Cash Provided by Operating Activities:	
Depreciation and Amortization	1,791,615
Amortization of bond premium	(126,712)
Amortization of deferred financing fees	94,046
Change in net realized and unrealized loss (gain) on investments other than trading securities	(53,691)
Change in the interest in net assets of CRMC Foundation, Inc.	70,634
Restricted contributions and Income	(39,197)
Changes in Assets and Liabilities:	
Patient Accounts Receivable	(4,400,118)
Provision for Bad Debts	<u>3,330,335</u>
Net Change Patient Receivable	(1,069,783)
Other Receivables	859,423
Inventories	(4,453)
Prepaid Expenses	(284,440)
Other Assets	0
Accounts Payable and Accrued Expenses	623,406
Other Liabilities	0
Deferred income	(1,149)
Estimated Due to Third-Party Payors, Net	1,055,425
Estimated Malpractice Liability	<u>0</u>
Net Cash Provided by Operating Activities	<u>4,842,609</u>
Cash Flows from Investing Activities:	
Purchase of Property, Plant, and Equipment, Net	(2,980,982)
Purchases of Assets Limited or Restricted as to Use	(9,820,391)
Net Cash from investments	1,875
Sales of Assets Limited or Restricted as to Use	10,815,232
Net Cash Provided by (Used in) Investing Activities	<u>(1,984,265)</u>
Cash Flows from Financing Activities:	
Proceeds from restricted contributions and interest income	39,197
Repayment on Long-Term Debt	<u>(2,395,557)</u>
Net Cash Used in Financing Activities	<u>(2,356,360)</u>
Increase (Decrease) in Cash and Cash Equivalents	501,984
Cash and Cash Equivalents at Beginning of Year	<u>8,105,598</u>
Cash and Cash Equivalents at End of Month	<u><u>\$ 8,607,582</u></u>
Supplemental noncash information:	
Cash paid during the period for interest	\$ 833,385

**Catskill Regional Medical Center
Inpatient Statistics
June 30, 2010**

	BEDS		PATIENT DAYS				DISCHARGES				ADMISSIONS			
	Certified	Actual	Actual	Budget	Variance	2009	Actual	Budget	Variance	2009	Actual	Budget	Variance	2009
			Fav(Unfav)				Fav(Unfav)				Fav(Unfav)			
MONTH TO DATE														
Coronary Care	10	10	178	86	92	208	21	21	-	22	42	21	21	34
5 East (Medical)	46	43	750	831	(81)	1,033	166	204	(38)	279	143	204	(61)	243
2 West (Surgical)	33	25	363	386	(23)	-	95	76	19	-	92	76	16	1
ICU (ROAD)	13	13	-	-	-	9	3	-	3	1	-	-	-	16
4E (CLOSED)	22	0												
Sub Med Surg	124	91	1,291	1,303	(12)	1,250	285	301	(16)	302	277	301	(24)	294
BCD	12	12	131	148	(17)	139	35	35	-	35	37	35	2	36
Obstetrics	12	11	130	157	(27)	148	57	64	(7)	66	56	64	(8)	63
Nursery			104	120	(16)	107	47	53	(6)	50	52	53	(1)	50
Total Acute	148	114	1,656	1,728	(72)	1,644	424	453	(29)	453	422	453	(31)	443
Psychiatry	18	18	439	456	(17)	423	56	51	5	53	51	51	-	49
SNU	64	64	1,787	1,850	(63)	1,844	20	12	8	9	20	12	8	9
Grover Swing	10	10	55	34	21	30	2	3	(1)	3	4	3	1	4
Grover Med Surg	15	15	9	14	(5)	13	2	4	(2)	7	3	4	(1)	6
Grover Total			64	48	16	43	4	7	(3)	10	7	7	-	10
Total	255	221	3,946	4,082	(136)	3,954	504	523	(19)	525	500	523	(23)	511

**Catskill Regional Medical Center
Inpatient Statistics
June 30, 2010**

	BEDS		PATIENT DAYS				DISCHARGES				ADMISSIONS			
	Certified	Actual	Actual	Budget	Variance	2009	Actual	Budget	Variance	2009	Actual	Budget	Variance	2009
			Fav(Unfav)				Fav(Unfav)				Fav(Unfav)			
YEAR TO DATE														
Coronary Care	10	10	1,182	439	743	1,194	113	108	5	136	270	108	162	247
5 East (Medical)	46	43	4,499	5,078	(579)	5,919	1,070	1,247	(177)	1,527	925	1,247	(322)	1,371
2 West (Surgical)	33	25	2,150	2,999	(849)	1,093	588	587	1	309	581	587	(6)	312
ICU (ROAD)	13	13	12	32	(20)	20	6	8	(2)	3	12	8	4	36
4E (CLOSED)	22	0												
Sub Med Surg	124	91	7,843	8,548	(705)	8,226	1,777	1,950	(173)	1,975	1,788	1,950	(162)	1,966
BCD	12	12	1,085	932	153	837	258	221	37	202	262	221	41	208
Obstetrics	12	11	887	931	(44)	886	369	380	(11)	379	362	380	(18)	365
Nursery			732	763	(31)	732	314	336	(22)	326	319	336	(17)	326
Total Acute	148	114	10,547	11,174	(627)	10,681	2,718	2,887	(169)	2,882	2,731	2,887	(156)	2,865
Psychiatry	18	18	2,787	2,708	79	2,636	319	303	16	290	316	303	13	290
SNU	64	64	11,126	11,370	(244)	11,338	127	111	16	101	127	111	16	100
Grover Swing	10	10	296	191	105	182	16	15	1	16	24	15	9	18
Grover Med Surg	15	15	125	80	45	140	42	45	(3)	49	34	45	(11)	46
Grover Total			421	271	150	322	58	60	(2)	65	58	60	(2)	64
Total	255	221	24,881	25,523	(642)	24,977	3,222	3,361	(139)	3,338	3,232	3,361	(129)	3,319

**Catskill Regional Medical Center
Financial And Statistical Ratios**

	12/31/06	12/31/07	12/31/08	12/31/09	1/31/10	2/28/10	3/31/10	4/30/10	5/31/10	6/30/10	Mid-Hud Regional Median	DASNY Median	Best Practice	Credit Agencies AA	Credit Agencies Below Inv Grade
Liquidity Ratios															
Current Ratio	0.653	0.956	1.018	1.390	1.332	1.218	1.205	1.268	1.269	1.297	1.300	1.41			
Quick Ratio	0.474	0.634	0.572	0.810	0.738	0.755	0.717	0.765	0.758	0.831	1.060	1.07			
Acid Ratio	0.194	0.308	0.258	0.380	0.305	0.277	0.296	0.284	0.286	0.394	0.220	0.34			
Days Exp in Current Liab	107.5	116.0	127.1	87.1	83.0	53.3	61.7	67.5	84.7	86.0	73.9	73.67			
Days Cash on Hand	20.9	35.7	32.8	33.1	25.3	14.8	18.2	19.2	24.3	33.9	30.1	34.66			
Cash to Debt	5.80%	9.89%	9.51%	11.21%	9.01%	8.81%	9.49%	9.28%	9.31%	12.76%	34.79%	34.66%			
Revenue Cycle															
Days Rev in A/R		32.70	42.00	33.84	35.06	36.67	40.53	37.77	38.25	36.48	52.84	47.01			
% of A/R over 90 days	23.3%	21.0%	25.5%	25.6%	23.8%	26.0%	24.6%	24.5%	27.7%	23.3%			25%		
Number of Days in Unbilled	6.88	6.34	6.42	8.41	7.04	7.19	9.07	6.81	8.17	7.30			10.1		
Capital Ratios															
Remaining Useful Life (Yrs)	5.6 yrs	4.9 yrs	4.6 yrs	5.3 yrs	5.55 yrs	5.5 yrs	5.6 yrs	5.5 yrs	5.4	5.6	7.49	7.64			
LTD to Fixed Assets	143.74%	155.19%	147.77%	147.45%	143.60%	129.42%	130.28%	130.63%	130.63%	128.93%	60.88%	77.44%			
Capital Spending Ratio	0%	22%	27%	33%	69%	37%	66%	54%	55%	43%				155%	74%
Capital Exp as % of EBITDA	0%	13%	10%	9%	112%	27%	64%	26%	28%	18%				78%	49%
Capital Exp as % of total revenue	0.0%	1.1%	1.2%	1.1%	2.4%	1.3%	2.3%	1.8%	1.9%	1.5%				8%	3%
Max Annual Debt Service	0.28	1.34	1.51	1.74	0.90	0.89	0.80	0.96	0.85	0.97					
YTD Debt Service Ratio (1:1.25)	0.28	1.28	1.53	1.74	0.91	0.89	0.65	0.96	0.85	0.97	2.88	1.92			
Profitability															
Operating Margin (%)	-9.52%	2.44%	4.84%	7.34%	-3.22%	-1.35%	-2.31%	1.35%	1.32%	2.76%	1.02%	0.34%			
Bad Debt Ratio (%)	9.59%	7.76%	6.25%	6.45%	8.59%	6.60%	7.02%	6.66%	6.32%	6.65%	5.14%	4.71%			
Cost Ratios															
Operating Rev per FTE	112,410	134,530	130,780	134,893	128,458	194,106	170,629	166,661	131,957	132,577	118,899	124,548			
Salary & Benefits per FTE	64,222	67,441	72,651	68,513	72,013	106,028	93,035	89,539	71,488	70,447	69,014	70,729			
Labor Exp/Total Op. Rev	58.51%	51.59%	51.71%	51.28%	56.69%	55.13%	54.98%	54.12%	54.59%	53.53%	54.96%	55.28%			
Occupancy (Cert Beds)	44.85%	40.07%	39.66%	35.39%	39.29%	37.95%	37.44%	45.93%	43.34%	36.16%	58.59%	70.25%			
ALOS-Non-Exempt Units	4.56	4.66	4.18	3.71	4.18	4.10	4.04	3.94	3.95	3.95	5.38	5.84			
FTE's per Adj. Occ. Bed	4.13	3.87	4.00	4.28	4.33	4.33	5.27	4.47	4.44	4.53					
FTE's per Occ Bed-SNU	1.07	1.07	1.02	1.02	1.02	1.00	1.02	1.01	0.96	1.03					
FTE's	867.86	736.41	771.22	774.70	781.03	765.92	772.80	771.96	774.21	785.04					
FTE's with Agency	874.27	753.02	771.81	783.89	791.03	775.14	782.78	780.95	782.51	793.34					
Acuity															
Medicare CMI	1.3093	1.4360	1.3459	1.5424	1.4223	1.3652	1.3785	1.4093	1.4246	1.6565					
Medicaid CMI	0.8336	0.8412	0.9994	0.5844	0.6312	0.6624	0.8027	0.7514	0.8595	0.9312					
Total CMI	1.1287	1.2040	1.1386	1.2724	1.2518	1.0355	1.1315	1.0800	1.0933	1.3061					

Excludes indirect FTE's which appear in hospital

CATSKILL REGIONAL MEDICAL CENTER
Financial Statements
June 2010
Executive Summary
Key Financial and Statistical Indicators

	Month to Date			Year to Date		
	Actual	Budget	Fav (Unfav)	Actual	Budget	Fav (Unfav)
Net Profit (Loss) from Operations	\$ 887,271	\$ 420,956	466,316	\$ 1,454,008	\$ 380,444	\$ 1,073,564
Acute Patient Days	1,656	1,728	(72)	10,547	11,174	(627)
Acute Discharges	424	453	(29)	2,718	2,887	(169)
Acute Medicare CMI	1.6565	1.4000	0.2565	1.4193	1.4000	0.0193
Acute Medicaid CMI	0.9312	0.5905	0.3407	0.7856	0.7159	0.0697
Psych Patient Days	439	456	(17)	2,787	2,708	79
SNU Patient Days	1,787	1,850	(63)	11,126	11,370	(244)
Grover Patient Days	64	48	16	421	271	150
ER Visits (T&R) Harris	1,859	2,004	(145)	9,968	10,362	(394)
ER Visits (T&R) Grover	325	343	(18)	1,759	1,663	96
Ambulatory Surgery Visits	348	365	(17)	1,906	2,061	(155)

	June 30, 2010	Dec 31, 2009	June 30, 2009
Cash	8,607,582	8,105,598	7,829,855
Net Patient Accounts Receivable	9,367,188	8,297,405	8,976,964
Accounts Payable & Accrued Expenses	5,176,183	5,838,842	6,785,531
Accrued Expenses (Wages and Benefits Payabl	8,521,512	7,235,447	9,216,567
Days Cash on Hand	33.86	33.63	31.96
Days Revenue Outstanding in AR	36.48	33.84	37.90
Days Expense Outstanding in Accounts Payable	57.35	69.72	113.41
Debt Service Coverage Ratio	0.97	2.02	0.96
Patient Cash Receipts	8,040,745	7,812,207	6,881,506
Physician Cash Receipts	424,640	465,406	522,176
Pools Receipts	1,625,599	868,696	750,719

CATSKILL REGIONAL MEDICAL CENTER
Comparative Balance Sheet - Combined
For June 30, 2010 and May 31, 2010

	June 2010	Incr (Decr) from Prior Month	Notes
Assets			
Cash	8,607,582	2,437,378	Two pool payments received in June
Net Accounts Receivable	9,367,188	(631,554)	Retro rate adjustment received from Hudson Health Plan Increase in cash collection
Physician Practice Receivable	195,988	(206,429)	Increase in cash collections
Other Receivables	190,897	39,382	Grant Receivable YTD reconciliation CRHC Physician Fees adjustment for quarterly reconciliation
Malpractice Trust Fund	750,000	-	
Assets - Limited Use - Current	3,239,015	428,804	Monthly Mortgage Payment
Other Assets - Net	0	-	
Interest in CRMC Foundation - Current	-	-	
Third Party Payors Receivable - Current	3,819,957	(823,220)	Received two months of pool payments
Inventories	1,071,207	(211)	
Prepaid Expenses	1,112,558	(223,997)	McKesson HMI Extended Maintenance Contract converted to quarterly payment plan Workers Comp Insurance premium paid in 9 installments-final in May 2010
Total Current Assets	28,354,392	1,020,153	
DASNY Capital Reserve Fund	5,175,450	-	
Malpractice Trust Fund, net of current portion	2,930,725	(1,066)	
RRD Capital & Excess Reserve	5,212,990	16,446	Interest received
Assets - Limited Use	533,594	64,506	Unrealized Gain Golf Tournament Sponsorship
Net Property, Plant & Equipment	20,090,593	1,071,843	Lightspeed VCT Scanner
Deferred Financing Fees & Other Assets	1,208,440	(15,674)	Amortization of refinancing fees.
Third Party Payors Receivable - L/T	233,682	(0)	
Interest in CRMC Foundation, Inc.	2,901,549	(58,047)	Unrealized Loss
Total Other Assets	38,287,023	1,078,007	
Total Assets	66,641,415	2,098,160	
Liabilities			
Accounts Payable-Trade	5,176,183	7,105	
Other Accrued Expenses	8,521,512	517,607	Timing of payroll wages payable
Current Portion:			
Notes and Leases Payable	595,601	51,607	S/T Principal payment reduction
Other Liabilities	0	-	
Settlement Liability	0	-	
Mortgage Payable	3,180,000	-	
Deferred Income	2,875	(192)	
Malpractice Reserve Fund	1,031,477	-	
Due to Third Party Payors	3,352,086	(257,721)	\$ 200,000 Adjusted Grover Medicare Settlement
Total Current Liabilities	21,859,734	318,406	
Long-Term Debt:			
Notes and Leases Payable	1,283,495	948,633	New leases recorded - Lightspeed VCT Scanner - 5 yrs @ 1.5% interest
Other Liabilities	299,743	-	
Settlement Liability	-	-	
Mortgage Payable	38,420,486	(21,119)	Bond Premium amortization
Third Party Liabilities, net	2,974,137	(47,417)	Various monthly accruals
Malpractice Reserve Fund, net	2,643,195	-	
Total Other Liabilities	45,621,056	880,097	
Total Liabilities	67,480,790	1,198,503	
Net Assets (Deficit):			
Unrestricted Net Deficit	(4,046,126)	920,944	Net deficit
Temporarily Restricted Net Assets	1,749,046	(21,287)	Net Change in Foundation Activity
Permanently Restricted Net Assets	1,457,705	0	
Total Net Deficit	(839,375)	899,657	
Total Liabilities and Net Deficit	66,641,415	2,098,160	

CATSKILL REGIONAL MEDICAL CENTER
Income Statement - Combined
June 2010

Net Patient Service Revenue Variance (Month to Date)

	Actual	Budget	Variance	Impact
Net Patient Service Revenue	9,273,627	8,217,902	1,055,726	
Acute Variance				
Medicare Acute Discharges	156	154	2	20,982
Medicare CMI	1,6565	1,4000	0,2565	295,997
Medicare Rate	7,485	7,493	(8)	(1,811)
Medicaid Rate	5,804	5,772	31	1,458
Medicaid CMI	0,9312	0,5905	0,3407	259,562
Medicaid Acute Volume	120	132	(12)	(46,935)
Blue Cross Acute Volume	84	115	(31)	(96,321)
HMO Acute Volume	12	99	(87)	(208,563)
Commercial Acute Volume	38	45	(7)	(19,365)
Commercial Acute Rate	2,766	2,397	369	14,027
Hudson Health Retro				923,896
2009 reserve for Hudson Health APG pmts				87,258
YTD BCD Appeals Per Diem rate Adjustment to AR				(201,236)
Other Payer/Skill Variance				5,425
Inpatient Medicaid Transition Funding	98,982			98,982
Prior Year BCD Appeals Write down				(264,657)
				868,698
Grover Variance				
Patient Days Medicare	9	20	(11)	(56,653)
Patient Days Medicaid	0	1	(1)	(1,114)
Acute Volume Variance other payers	0	4	(4)	(8,151)
Medicare Acute Rate	5,510	4,434	1,076	9,684
Medicare Swing Rate	4,434	3,615	819	45,045
Swing Bed Days Medicare	55	33	22	79,530
Adjustment to Critical Access Medicare Accrual				200,000
Medicaid HMO paid at DRG				(48,533)
Payer/Skill Variance				(74,461)
				145,347
SNU Variance				
Patient Days	1787	1850	(63)	(16,196)
Medicare Rate	344.47	306.31	38.16	17,514
Medicaid Rate	245.50	231.17	14.33	15,978
Payer/Skill Variance				(101,253)
				(83,958)
Psych Variance				
Patient Days	440	456	(16)	(12,314)
Medicaid Rate	940.73	663.29	277.44	42,448
Hudson Health Retro				2,766
Payer/Skill Variance				55,402
				88,303
Pools	596,899	536,667	60,233	60,233
Gross Receipts Tax	(20,685)	(15,583)		(5,102)
Outpatient Combined				
Emergency Room (Harris & Grover)				
Visits	2,184	2,347	(163)	(68,710)
Payer/Skill Variance				(697)
				<u>(69,407)</u>
Ambulatory Surgery Visits				
Visits	348	365	(17)	(24,103)
Payer/Skill Variance				46,488
				<u>22,385</u>
Referred Ambulatory & Other Outpatient Services				
Referred Amb Volume/Billing Change	4,165,015	4,961,156	(796,141)	(249,737)
Referred Amb Payer/Skill Variance				(86,208)
Clinic Volume/Billing Change	1,030,167	113,170	916,998	351,510
Clinic/Skill Variance				13,660
				<u>29,226</u>
				(17,796)
Total Net Patient Revenue Variance				1,055,726

	Actual	Month to Date Budget	Fav (Unfav)
Net Patient Service Revenue Variance	\$ 9,273,627	\$ 8,217,902	\$ 1,055,726
<u>Physician Billing Revenue Variances</u>			
Hospitalists	(31,893)	41,989	(73,881)
Oncology	13,791	46,302	(32,512)
Callicoon Phy Office	(2)	24,289	(24,292)
Psychiatric	(3,155)	21,016	(24,171)
Surgeons Office	38,862	58,402	(19,539)
Womens Health Center	65,504	79,325	(13,820)
Pathology	3,641	16,512	(12,871)
Grover ER	6,508	18,696	(12,188)
Livingston Manor Family Health Center		10,417	(10,417)
Cardiology	14,709	23,926	(9,217)
Wurtsboro Medical	17,650	21,739	(4,088)
Liberty Medical Group (R&S)	68,897	70,798	(1,902)
Endocrinology	13,278	13,478	(199)
Additional Providers	4,121	(4,403)	8,524
Total Physician Billing Revenue	<u>211,911</u>	<u>442,485</u>	<u>(230,574)</u>
<u>Other Operating Revenue</u>			
Rebates & Refunds	282	3,729	(3,447)
Non Patient Room Rentals	670	4,014	(3,344)
All other non operating income	<u>78,927</u>	<u>81,090</u>	<u>(2,163)</u>
Total Other Operating Revenue	<u>79,879</u>	<u>88,833</u>	<u>(8,954)</u>
Total Physician Billing and Other Operating Revenue	291,790	531,318	(239,528)
Total Revenue from Operations	<u>\$ 9,565,417</u>	<u>\$ 8,749,220</u>	<u>\$ 816,198</u>

CATSKILL REGIONAL MEDICAL CENTER
June 2010
Income Statement Executive Summary

		Month to Date		
		Actual	Budget	Fav (Unfav)
Salary & Wages				
BCD - Clinical	Increase usage of Per Diem: Dr Feller not included in budget for 2010	62,622	51,251	(11,371)
2W Surgical	Increase of PTO used and usage of Per Diem	92,940	79,815	(13,125)
Obstetrics	Increase of PTO used and usage of Per Diem	142,681	128,634	(14,047)
ICU	2 full time empl assigned and not included in budget for 2010	15,479	1,155	(14,324)
Skilled Nursing Unit	4 full time empl in LOA; increase usage of overtime	221,443	206,571	(14,872)
Psychiatric	2 full time empl in LOA; increased usage of Per Diem	118,103	100,163	(17,940)
Hospital Physicians - Hospitalist	Increase in hours and accrual of PTO time for new doctor	101,153	77,083	(24,070)
Other Variance		2,840,837	2,768,194	(72,643)
Total Variance		3,595,258	3,412,866	(182,392)
Agency Fees				
ER Nursing	Expenses for 2 full time RN traveler nurse	15,507	3,748	(11,759)
2 West	Expenses for 2 full time RN traveler nurse	9,205	1,536	(7,669)
Other Variance		5,191	5,050	(141)
Total Variance		29,903	10,334	(19,569)
Employee Benefits				
Health Benefits	Employees switched from Empire to GHI plan for 2010 lowering the employer's contibution.	202,682	276,191	73,509
Employee Medical Benefits	Favorable variance for the remainder of the year.	262,659	307,364	44,705
Other Variance		575,151	577,408	2,257
Total Variance		1,040,492	1,160,963	120,471
Physician Fees				
Radiology	Nighthawk Radiology Service expected to end in July 2010 when new radiology group begins	33,907	10,232	(23,675)
Other Variance		258,692	265,956	7,264
Total Variance		292,599	276,188	(16,411)
Medical/Surgical Supplies				
Pharmacy	Invoices not received timely for prior periods in order to properly accrue.			
	Increased order for Anesthesia Materials due to shortage of Profolol	71,379	38,831	(32,547)
Wound care	Performed 13 dermagraft procedures not included in budget	23,236	3,170	(20,066)
Operating Room	Preformed 4 knee and 1hip replacement in addition to ordering stock replenish	245,009	228,711	(16,298)
Other Variance		223,906	203,632	(20,274)
Total Variance		563,530	474,345	(89,186)
Pharmaceuticals				
Pharmacy	Actual expenses higher than budgeted for the month	65,049	50,375	(14,674)
Skilled Nursing Unit	Invoices not received timely for prior periods in order to properly accrue.	22,186	8,349	(13,837)
	Expenses consistently higher than monthly budget.			
Chemistry	Expenses for the month higher than expected.	50,607	36,783	(13,824)
Special Chemistry	Increase ordering of reagents for the month.	18,694	6,596	(12,098)
Other Variance		196,886	194,853	(2,033)
Total Variance		353,422	296,956	(56,466)
Professional & Legal Fees				
Administration	Ryerson Contracted Services ended as of May 2010	48,240	62,408	14,168
	Healthcare Mgmt Solution expenses lower than expected			
Fiscal Services	Audit Fees decrease from prior year, lower than expected	41,399	63,271	21,872
Other Variance		42,375	61,708	19,333
Total Variance		132,014	187,387	55,373
Supplies/Other				
Laboratory	YTD adjustment for prior months	(14,513)	45,801	60,314
Other Variance		399,562	384,477	(15,085)
Total Variance		385,049	430,278	45,229
Purchased Services				
Information Center	YTD adjustment for prior months	232,812	174,471	(58,341)
CATS Grant	Invoices not received timely for prior periods in order to properly accrue.	27,299	11,155	(16,144)
Radiology	Invoices not received timely for prior periods in order to properly accrue.	35,360	20,928	(14,432)
Other Variance		395,997	377,246	(18,751)
Total Variance		691,468	583,800	(107,668)
Utilities				
Telephone	Credit received acct recon Sep'09-Jun'10 overcharges for rate changes and disconnection fees	15,996	23,990	7,993
Other Variance		108,469	113,685	5,217
Total Variance		124,465	137,675	13,210
Insurance				
Insurance	Tail liability coverage will not be recorded in 2010. Positive variance for remainder of year			67,749
Total Variance		232,364	300,113	67,749

**Catskill Regional Medical Center
Selected Service Statistics
For the Month Ended June 30, 2010**

Dept	Stat Description	Variance From							Actual						
		MTD Actual	MTD Budget	Variance Fav (Unfav)	Var/Bud %	MTD 2009	Actual Fav(Unfav)	Actual Var/MTD 2009 %	YTD Actual	YTD Budget	Variance Fav (Unfav)	Var/Bud %	YTD 2009	Variance From Actual Fav(Unfav)	Actual Var/YTD 2009 %
ER Harris	ER Visits T&R	1,859	2,004	(145)	-7.2%	2,007	(148)	-7.4%	9,968	10,362	(394)	-3.8%	10,368	(400)	-3.9%
ER Harris	ER Visits Admissions	300	299	1	0.3%	299	1	0.3%	1,986	1,912	74	3.9%	1,912	74	3.9%
	Total ER Harris	2,159	2,303	(144)	-6.3%	2,306	(147)	-6.4%	11,954	12,274	(320)	-2.6%	12,280	(326)	-2.7%
ER Callicoon	ER Visits T&R	325	343	(18)	-5.2%	343	(18)	-5.2%	1,759	1,663	96	5.8%	1,663	96	5.8%
ER Callicoon	ER Visits Admissions	5	12	(7)	-58.3%	12	(7)	-58.3%	45	62	(17)	-27.4%	62	(17)	-27.4%
	Total ER Callicoon	330	355	(25)	-7.0%	355	(25)	-7.0%	1,804	1,725	79	4.6%	1,725	79	4.6%
	Total ER Visits	2,489	2,658	(169)	-6.4%	2,661	(172)	-6.5%	13,758	13,999	(241)	-1.7%	14,005	(247)	-1.8%
AMB Surg	Ambulatory Surgery Major	85	84	1	1.3%	65	20	30.8%	443	474	(31)	-6.5%	484	(41)	-8.5%
AMB Surg	Ambulatory Surgery Minor	263	281	(18)	-6.4%	300	(37)	-12.3%	1,463	1,587	(124)	-7.8%	1,577	(114)	-7.2%
	Total Amb Surg	348	365	(17)	-4.7%	365	(17)	-4.7%	1,906	2,061	(155)	-7.5%	2,061	(155)	-7.5%
Laboratory	Total Lab	39,541	41,672	(2,131)	-5%	41,672	(2,131)	-5%	234,551	240,400	(5,849)	-2%	240,400	(5,849)	-2%
Pharmacy Harris	Gross Charges	1,521,837	1,157,792	364,045	31.4%	1,157,792	364,045	31.4%	8,582,441	6,675,855	1,906,586	28.6%	6,675,855	1,906,586	28.6%
Pharmacy Callicoon	Gross Charges	32,921	17,700	15,221	86.0%	17,700	15,221	86.0%	256,821	150,284	106,536	70.9%	150,284	106,536	70.9%
	Total Pharmacy	\$ 1,554,758	\$ 1,175,492	\$ 379,266	32.3%	\$ 1,175,492	\$ 379,266	32.3%	\$ 8,839,262	\$ 6,826,139	\$ 2,013,123	29.5%	\$ 6,826,139	\$ 2,013,123	29.5%
MRI	Billable Tests	189	158	31	19.6%	158	31	19.6%	1,037	1,068	(31)	-2.9%	1,068	(31)	-2.9%
Diagnostic Radiology-Harris	Billable Tests	2,105	2,126	(21)	-1.0%	2,126	(21)	-1.0%	12,201	12,731	(530)	-4.2%	12,731	(530)	-4.2%
Diagnostic Radiology-Callicoon	Billable Tests	243	243	-	0.0%	243	-	0.0%	1,253	1,278	(25)	-2.0%	1,278	(25)	-2.0%
Ultrasound	Billable Tests	831	714	117	16.4%	714	117	16.4%	4,750	4,234	516	12.2%	4,234	516	12.2%
Nuclear Medicine	Billable Tests	291	344	(53)	-15.4%	344	(53)	-15.4%	1,633	2,067	(434)	-21.0%	2,067	(434)	-21.0%
CAT Scan	Billable Tests	924	917	7	0.8%	917	7	0.8%	5,591	5,295	296	5.6%	5,295	296	5.6%
	Total Radiology	4,583	4,502	81	1.8%	4,502	81	1.8%	26,465	26,673	(208)	-0.8%	26,673	(208)	-0.8%
	Total Rehab	6,728	5,125	1,603	31.3%	5,125	1,603	31.3%	45,256	28,953	16,303	56.3%	28,953	16,303	56.3%
	Total Cardiopulmonary	7,208	7,168	40	0.6%	7,168	40	0.6%	43,353	44,877	(1,524)	-3.4%	44,877	(1,524)	-3.4%
Adult Day Care (Medical & Social)	Visits	427	473	(46)	-9.7%	473	(46)	-9.7%	2,481	2,468	13	0.5%	2,468	13	0.5%
Diabetes Education	Visits	52	46	6	13.0%	46	6	13.0%	231	246	(15)	-6.1%	246	(15)	-6.1%
Volunteer Services	Hours	1,927	1,751	176	10.0%	1,751	176	10.0%	9,837	9,680	158	1.6%	9,680	158	1.6%
Wound Care	Visits	233	158	75	47.5%	158	75	47.5%	919	941	(22)	-2.3%	941	(22)	-2.3%
Mamakating	Visits	484	393	91	23.2%	393	91	23.2%	3,067	1,825	1,242	68.1%	1,825	1,242	68.1%
Physician Practices															
Women's Health	Visits	669	632	37	5.9%	632	37	5.9%	3,592	3,732	(140)	-3.8%	3,732	(140)	-3.8%
Callicoon Family Health	Visits	-	-	-	0.0%	-	-	0.0%	396	-	396	0.0%	-	396	0.0%
Liberty Family Group	Visits	1,132	1,297	(165)	-12.7%	1,297	(165)	-12.7%	6,172	6,413	(241)	-3.8%	6,413	(241)	-3.8%
Liberty Family Medicine	Visits	-	-	-	0.0%	-	-	0.0%	-	-	-	0.0%	-	-	0.0%
Surgery	Visits	209	251	(42)	-16.7%	251	(42)	-16.7%	1,109	1,765	(656)	-37.2%	1,765	(656)	-37.2%
Oncology (Clinic)	Visits	235	221	14	6.3%	221	14	6.3%	1,307	1,273	34	2.7%	1,273	34	2.7%
Endocrinology	Visits	243	228	15	6.6%	228	15	6.6%	1,403	1,321	82	6.2%	1,321	82	6.2%
Cardiology	Visits	260	260	-	0.0%	260	-	0.0%	924	1,171	(247)	-21.1%	1,171	(247)	-21.1%
Infectious Disease	Visits	-	-	-	0.0%	-	-	0.0%	-	-	-	0.0%	-	-	0.0%
Rheumatology	Visits	-	-	-	0.0%	-	-	0.0%	-	-	-	0.0%	-	-	0.0%
BCD	Admissions	40	-	40	0.0%	-	-	0.0%	158	-	158	0.0%	-	158	0.0%
Hospitalists	Admissions	145	112	33	29.5%	112	33	29.5%	873	708	165	23.3%	708	165	23.3%
	Consults	12	6	6	100.0%	6	6	100.0%	52	58	(6)	-10.3%	58	(6)	-10.3%
	Total Full Time Equivalent	774.21	753.65	20.56	2.7%	769.58	4.63	0.6%	773.28	753.65	19.63	2.6%	770.63	2.65	0.3%