

Public Hospital District #2 of Snohomish County

Balance Sheet

As of August 31, 2011

	<u>Dec 31, 2010</u>	<u>Aug 31, 2011</u>	<u>\$ Change</u>	<u>Comments:</u>
ASSETS				
Current Assets				
1 Total Cash Balances	1,744,208	947,162	(797,046)	Transfer \$1.5 Million to P&R
2 Total Accounts Receivable	17,088,177	62,845	(17,025,332)	Swedish/Edmonds settlement payment
Other Current Assets				
3 Total Investments	11,647,481	33,334,283	21,686,802	
4 Total Limited Use Assets	1,580,358	2,973,175	1,392,817	Bond principal payments due in December
5 Total Other Miscellaneous Receivables	539,935	814,717	274,782	M&O tax levy receivable
6 Total Prepaid Expenses & Other	201,157	37,299	(163,858)	Prepaid insurance & bank fees
Total Other Current Assets	<u>13,968,931</u>	<u>37,159,473</u>	<u>23,190,542</u>	
7 Total Current Assets	32,801,316	38,169,480	5,368,165	
8 Total Fixed Assets	37,011,601	33,157,222	(3,854,379)	Monthly depreciation expense ~ \$482K
9 Total Financing & Lease Costs	391,074	378,345	(12,729)	
10 Total Other Assets	957,474	961,650	4,176	
TOTAL ASSETS	<u>71,161,464</u> *	<u>72,666,697</u>	<u>1,505,234</u>	

*Audited 2010 Financial Statements = \$70,737,185. Moss Adams netted the 3rd Party Payable and Receivable.

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	<u>Dec 31, 2010</u>	<u>Aug 31, 2011</u>	<u>\$ Change</u>	<u>Comments:</u>
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
10	Total Accounts Payable	158,831	175,129	16,298
11	Total Credit Cards	195	3,513	3,318
Other Current Liabilities				
12	Total Accrued Salary and Benefits	1,020,229	523,218	(497,011) WC Reserve decreases by \$40K/mo + claims
13	Total Estimated 3rd Party Settlements	752,000	752,000	-
14	Total Interest & Orig Issue Premium	23,692	18,274	(5,418)
15	Total Other Payables and Accruals	699,563	546,534	(153,029) Accrued expenses at year-end
16	Current Portion of L-T Debt	3,428,377	3,367,157	(61,221)
	Total Other Current Liabilities	<u>5,923,861</u>	<u>5,207,183</u>	<u>(716,678)</u>
	Total Current Liabilities	6,082,887	5,385,825	(697,062)
Long Term Liabilities				
17	Total Long Term Debt - Operations	9,010,706	8,226,827	(783,879) Banc of America lease payments - McKesson
18	Total Other Long Term Liabilities	4,041,973	3,190,912	(851,062) Prof Liability Claims and S-H settlement
	Total Long Term Liabilities	<u>13,052,680</u>	<u>11,417,739</u>	<u>(1,634,941)</u>
	Total Liabilities	19,135,567	16,803,564	(2,332,003)
19	Total Equity	<u>52,025,900</u>	<u>55,863,133</u>	<u>3,837,233</u>
	TOTAL LIABILITIES & EQUITY	<u>71,161,464</u> *	<u>72,666,697</u>	<u>1,505,234</u>

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Public Hospital District #2 of Snohomish County

Profit Loss

August 2011

	Aug 2011	July 2011	\$ Change	Comments:	
Ordinary Income/Expense					
1	Total Income	795,108.29	795,113.90	(5.61)	
Expenses					
Operating Expenses					
2	Total Workers Comp	(71,585.73)	17,524.29	(89,110.02)	Supplemental Benefit Refund
3	Reserve LI Self Insurance	(40,000.00)	(40,000.00)	-	Release of workers comp reserve
4	Total Depreciation	482,155.12	482,155.12	-	
5	Total Insurance	11,467.21	12,067.24	(600.03)	
6	Total Interest Expense	20,787.70	26,762.55	(5,974.85)	
7	Total Other Amortization	1,316.67	1,316.67	-	
8	Total Other Expenses	724.50	432.99	291.51	
9	Total Professional Services	43,652.85	(73,704.73)	117,357.58	
10	Total Purchased Services	2,788.57	5,065.20	(2,276.63)	
11	Total Salaries & Benefits	40,190.20	49,870.59	(9,680.39)	July included 3 pay periods
12	Rent Expense	2,900.00	2,900.00	-	
13	Total Supplies	1,117.72	438.57	679.15	
14	Total Taxes	551.89	-	551.89	
15	Total Utilities	991.72	421.94	569.78	
	Total Expense	497,058.42	485,250.43	11,807.99	
16	Net Ordinary Income	298,049.87	309,863.47	(11,813.60)	
Other Income/Expense					
Other Income					
17	Total General Obligation Bonds	100,168.54	100,130.83	37.71	
18	Total Non Operating Revenue	467,215.64	278,758.16	188,457.48	Gain on Investment
	Total Other Income	567,384.18	378,888.99	188,495.19	
	Net Income	865,434.05	688,752.46	176,681.59	

Public Hospital District #2 of Snohomish County
Profit Loss Forecast vs. Actual
January through August 2011

	<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>
	Annual Forecast	YTD Actual	Remaining Forecast	% of Total FCST Used
Operating Revenues				
1 M&O Tax Levy	2,038,352	1,356,549	681,803	66.6%
2 Rental Income	7,542,844	4,980,564	2,562,280	66.0%
3 Pavilion Ground Lease Income	46,707	31,138	15,569	66.7%
4 Total Operating Revenues	9,627,903	6,368,251	3,259,653	66.1%
Operating Expenses				
5 Salaries	397,712	204,893	192,819	51.5%
6 Benefits (not including WC)	81,237	33,388	47,849	41.1%
7 Workers Comp	(202,102)	(112,131)	(89,971)	55.5%
8 Insurance	141,606	93,706	47,900	66.2%
9 Interest Expense	351,530	218,120	133,410	62.0%
10 Amortization	15,800	10,533	5,267	66.7%
11 Rent Expense	26,100	14,500	11,600	55.6%
12 Consulting	468,071	325,007	143,064	69.4%
13 Legal	221,639	29,713	191,926	13.4%
14 Accounting/Auditing	69,357	86,180	(16,823)	124.3%
15 Other Professional Services	43,403	24,097	19,306	55.5%
16 Purchased Services	40,208	29,411	10,797	73.1%
17 Supplies	9,524	6,552	2,972	68.8%
18 Taxes	327	879	(552)	268.8%
19 Utilities	5,047	4,208	839	83.4%
20 Miscellaneous Expenses	34,162	27,864	6,298	81.6%
21 Total Operating Expenses	1,703,621	996,922	706,699	58.5%
22 Community Program Investments	3,909,000	-	3,909,000	0.0%
23 Net Ordinary Income	4,015,282	5,371,329	(1,356,047)	133.8%
Other Income/(Expense)				
24 2003 GO Tax Levy	1,229,194	819,595	409,599	66.7%
25 2003 GO Bonds	(34,823)	(23,216)	(11,607)	66.7%
26 Investment Income	948,056	586,098	361,958	61.8%
27 Unrealized G/L on Investment	-	922,808	(922,808)	100.0%
28 Other Income (Expense)	17,722	17,726	(4)	100.0%
29 Total Other Income/(Expense)	2,160,149	2,323,011	(162,862)	107.5%
30 Net Income (Before Depreciation)	6,175,431	7,694,340	(1,518,909)	124.6%
31 Depreciation	5,785,728	3,857,107	1,928,621	66.7%
32 Net Income (After Depreciation)	389,703	3,837,233	(3,447,530)	984.7%

**Public Hospital District #2 of Snohomish County
 Summary of Cash Receipts and Disbursements
 August 2011**

**August 2011
 Amount**

Receipts:

Other Rental Income	25,468.54	Value Village
Swedish/Edmonds Rental Income	600,000.00	
Snohomish County Tax Levy	13,446.91	
Ground Lease Payments	4,166.67	August Lease Payment
Fidelity	15,000.00	McCary Deferred Compensation
LGIP Transfer In	202,133.25	Close Account
Other Reimbursements	106,533.55	Includes L&I Supplemental Benefit Refund & Insurance Policy Reimbursement
Total Receipts - August 2011	966,748.92	

Disbursements:

Debt Payment	114,171.30	August Banc of America
Reissued Warrants	5,837.87	Does not affect Financial Statements
Professional Services:		
Legal Fees	64,788.98	Litigation and Professional Liability Legal Fees
Accounting Fees	10,080.00	Ash Consulting
Consulting Fees		Paid 2 months in July
Financial Statement & State Audits	2,766.00	Moss Adams
Professional Services	7,149.43	Marketing Consultant, Workers Comp Administrator, IT
Purchased Services	1,024.04	HR Services, Paychex
Payroll	33,186.81	2 pay periods Plus Benefit Solutions
Payroll Taxes	12,087.96	
Employee Insurance	3,045.80	Regence Medical & Principal Life
Bank Fees and Charges	351.00	
Other Miscellaneous Expenses	10,411.39	Supplies, Rent, Interest Expense, IRS Penalty
Transfer to Payden & Rygel	1,500,000.00	
Total Disbursements - August 2011	1,764,900.58	

Public Hospital District #2**Cash Activity**

Warrant Number	Transaction Date	Payee	Amount	Purpose
Warrant Activity:				
10289	8/1/2011	Leadership Snohomish County	2,050.00	Leadership Training for Finance Director
10290	8/1/2011	Comcast	313.96	Internet
10291	8/1/2011	CT Coresearch	890.00	Trademark name search
10292	8/1/2011	Moss Adams - Audit	2,267.25	December 31, 2010 Audit
10293	8/1/2011	Washington Employers	295.00	HR Training for Karan Goto
10294	8/1/2011	Bank of America	351.00	2Q11 Bank fees
10295	8/1/2011	Matthew Munn	162.31	Replace Warrant 529672 issued 7/16/09
10296	8/9/2011	J. Michael Hardy, DDS	612.70	Replace Warrant 40781 issued 9/26/08
10297	8/9/2011	Andy A Marashi, DDS	258.64	Replace Warrant 43386 issued 2/27/09
10298	8/9/2011	Bart, Cathleen	48.90	Replace Warrant 35109 issued 10/12/07
10299	8/9/2011	Davis, Rebecca	150.00	Repalce Warrant 45170 issued 6/5/09
10300	8/9/2011	Riordan, Maxine	150.00	Replace Warrants 37311 issued 2/29/08 & 40186 issued 5/15/08
10301	8/9/2011	Richard C Clark, DDS	133.00	Replace Warrant 38583 issued 5/23/08
10302	8/12/2011	Ash Consulting	10,080.00	July Consulting Fees
10303	8/12/2011	Berkley Risk Administrators Co	247.00	Workers Comp - July
10304	8/12/2011	Department of Retirement Systems	551.89	Old Age Survivor Benefit Insurance
10305	8/12/2011	Foster Pepper	8,402.22	June Charges
10306	8/12/2011	Maple Park Digital, LLC	3,724.28	IT installation and hardware purchase
10307	8/12/2011	Innovative Employee Solutions	880.88	HR Director Services
10308	8/19/2011	Bank of America Credit Card	1,795.00	Misc charges
10309	8/19/2011	Regence Blueshield	2,573.64	Medical Insurance
10310	8/19/2011	Banc of America Leasing	114,171.30	Monthly McKesson Lease Payment
10311	8/19/2011	Hambrecht, Laurie	594.00	Replace Warrant 43653 issued 3/13/09
10312	8/19/2011	Le, Tuyet-Mai	932.58	Replace Warrant 642885 issued 8/28/09
10313	8/24/2011	Department of Treasury	658.33	Penalty for late payment of 4/2/11 payroll taxes
10314	8/24/2011	Benefit Solutions	23.00	FSA fee - July & August
10315	8/24/2011	Lynnwood PFD	3,218.26	Rent
10316	8/24/2011	Moss Adams - Cost Report	498.75	Ongoing
10317	8/24/2011	Restoration Counseling Services	184.00	Replace Warrant 50069 issued 3/12/10
10318	8/24/2011	Comcast	313.96	Internet
10319	8/31/2011	Sedgwick CMS	15,000.00	Annual Fee Professional Liability

Warrant Number	Transaction Date	Payee	Amount	Purpose
10320	8/31/2011	Rebecca Lai	25.00	Replace Warrant 521057 issued 1/15/09
10321	8/31/2011	Carney Badley Spellmen	1,598.50	Legal
10322	8/31/2011	Barbara Dalbotten	293.09	Replace Warrant 526818 issued 5/21/09
10323	8/31/2011	Cash, Cherie	364.00	Replace Warrant 38940 issued 6/6/08
10324	8/31/2011	Deborah Johnson	44.15	Replace Warrant 547347 issued 7/8/10
10325	8/31/2011	WPAS	85.50	Replace Warrant 519702 issued 12/18/08
10326	8/31/2011	Robert H McCoy MD	1,800.00	Replace Warrant 541437 issued 3/11/10
10327	8/31/2011	Principal Financial Group	472.16	September Life Insurance
10328	8/31/2011	Maple Park Digital, LLC	1,970.15	Remaining Balance of IS Support and Installation
Total Warrants			<u>178,184.40</u>	

Wire Activity:

8/1/2011	Comerica	39,788.26	Octagon Professional liability (Sedgwick)
8/3/2011	US Bank	1,509.99	1999 LTGO interest (LOC)
8/12/2011	Payroll	16,910.78	ACH payroll transfer
8/26/2011	Payroll	16,182.04	ACH payroll transfer
8/12/2011	Department of Treasury	6,340.38	Payroll taxes for 8/6/11 payroll period ending
8/12/2011	Paychex	72.98	Fee for payroll processing
8/26/2011	Paychex	70.18	Fee for payroll processing
8/26/2011	Department of Treasury	5,747.58	Payroll taxes for 8/20/11 payroll period ending
8/2/2011	Benefit Solutions	48.00	FSA Payment
8/5/2011	Benefit Solutions	20.00	FSA Payment
8/16/2011	Benefit Solutions	15.99	FSA Payment
8/30/2011	Benefit Solutions	10.00	FSA Payment
8/31/2011	Payden & Rygel	1,500,000.00	Transfer to Investment Account
Total Wires/ACH Transactions		<u>1,586,716.18</u>	
Grand Total -Warrants and Electronic		<u>\$ 1,764,900.58</u>	

Transaction Date	Payee	Amount	Purpose
Deposits:			
8/4/2011	LGIP	202,133.25	Close LGIP Account and transfer funds to General Fund
8/9/2011	Apria Healthcare	828.86	Refund for Workers Comp Claim
8/9/2011	Safety National Casualty Corp	87,210.71	Reimbursement for Insurance on Workers Comp Claim
8/2/2011	Fidelity	15,000.00	McCary Deferred Comp Payment
8/1/2011	Value Village	25,468.54	Monthly rent
8/4/2011	Swedish	600,000.00	Monthly payment
8/10/2011	Snohomish County	13,446.91	Tax levy deposit
8/15/2011	Department of Labor Industries	18,335.95	2Q09-2Q11 Supplemental Benefit Refund
8/23/2011	Healthcare Realty Services, Inc.	4,166.67	Lease payments
8/25/2011	National Jewish Health	158.03	Refund for Workers Comp Claim
	Total Deposits	\$ 966,748.92	

SOUTH SNOHOMISH COUNTY COMMISSION FOR HEALTH
PUBLIC HOSPITAL DISTRICT #2
SNOHOMISH COUNTY, WASHINGTON

WARRANT APPROVAL

We, the undersigned Board of Commissioners of Public Hospital District #2 of Snohomish County, Washington, do hereby certify that the merchandise or services hereinafter specified have been received and that Warrant Numbers 10289 through 10328 have been issued for payment in the amount of \$178,184.40. These warrants are hereby approved.

Attest:

Lisa M. King

Commissioner

Commissioner

Commissioner

Commissioner

Commissioner

Payroll:	07-24-11 - 08-06-11	16,910.78	
	08-07-11 - 08-20-11	<u>16,182.04</u>	
			33,092.82
Warrants Processed:	08-01-11 – 08-31-11		178,184.40
Electronic Payments:	Payroll Taxes	12,087.96	
	Comerica Bank – Prof Liability	39,788.26	
	Paychex	143.16	
	Benefit Solutions FSA	93.99	
	Payden & Rygel Transfer	1,500,000.00	
	Bond & Interest Payments	<u>1,509.99</u>	
			<u>1,553,623.36</u>
	Grand Total		<u>\$1,764,900.58</u>