



Lakewood Hospital Association

Financial Statements

March 31, 2015

Lakewood Hospital Association
Unaudited Financial Statements
March 31, 2015

Balance Sheets	
As of March 31, 2015 and December 31, 2014	1
Statements of Operations and Changes in Net Assets	
Three Months Ended March 31, 2015 and 2014	2

Lakewood Hospital Association

Balance Sheets

(In Thousands)

UNAUDITED

	March 31 2015	December 31 2014
Assets		
Current assets:		
Cash and cash equivalents	\$ 100	\$ 4,055
Patient receivables, net of allowances	17,669	18,571
Other current assets	9,395	7,685
Total current assets	27,164	30,311
Investments:		
Long-term investments	51,563	50,454
Donor restricted assets	3,009	3,028
	54,572	53,482
Property, plant and equipment, net	40,634	41,977
Beneficial interest in Lakewood Hospital Foundation, Inc.	33,519	33,519
Other assets:		
Other noncurrent assets	1,003	998
	1,003	998
Total assets	\$ 156,892	\$ 160,287
Liabilities and net assets		
Current liabilities:		
Accounts payable	\$ 2,475	\$ 2,923
Compensation and amounts withheld from payroll	3,132	2,905
Estimated amounts due to third party payors	1,859	2,222
Current portion of long-term debt	575	2,963
Payable to related parties	364	-
Other current liabilities	2,512	2,240
Total current liabilities	10,917	13,253
Long term debt		
Notes payable and capital leases	9,372	9,571
	9,372	9,571
Other liabilities	1,168	1,166
Total liabilities	21,457	23,990
Net assets:		
Unrestricted	95,446	96,288
Temporarily restricted	22,038	22,058
Permanently restricted	17,951	17,951
Total net assets	135,435	136,297
Total liabilities and net assets	\$ 156,892	\$ 160,287

Lakewood Hospital Association

Statements of Operations and Changes in Net Assets

(In Thousands)

UNAUDITED

Operations

	Three Months Ended March 31	
	2015	2014
Unrestricted revenues		
Net patient service revenue	\$ 28,587	\$ 34,220
Provision for uncollectible accounts	(1,515)	(3,019)
Net patient service revenue less provision for uncollectible accounts	27,072	31,201
Other	1,216	1,202
Total unrestricted revenues	28,288	32,403
Expenses		
Salaries, wages and benefits	14,834	15,289
Supplies	3,245	3,596
Pharmaceuticals	1,035	1,046
Purchased services	1,448	1,408
Administrative services	5,919	6,255
Facilities	1,755	1,822
Insurance	427	377
	28,663	29,793
Operating (loss) income before interest, depreciation and amortization expenses	(375)	2,610
Interest	152	171
Depreciation and amortization	1,377	1,455
Operating (loss) income	(1,904)	984
Nonoperating gains and losses		
Investment return	1,112	679
Other	(50)	(50)
Net nonoperating gains and losses	1,062	629
(Deficiency) excess of revenues over expenses	\$ (842)	\$ 1,613

Continued on next page.

Changes in Net Assets

	Net Assets			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Balances at January 1, 2014	\$ 93,641	\$ 21,785	\$ 16,916	\$ 132,342
Excess of revenues over expenses	1,613			1,613
Net assets released from restriction for capital	66	(66)		-
Gifts and bequests		11		11
Net investment income		31		31
Net assets released from restrictions and used for operations		(101)		(101)
Change in beneficial interest in Lakewood Hospital Foundation		1		1
Change in value of perpetual trusts			5	5
Increase (decrease) in net assets	1,679	(124)	5	1,560
Balances at March 31, 2014	<u>\$ 95,320</u>	<u>\$ 21,661</u>	<u>\$ 16,921</u>	<u>\$ 133,902</u>
Balances at January 1, 2015	\$ 96,288	\$ 22,058	\$ 17,951	\$ 136,297
Deficiency of revenues over expenses	(842)			(842)
Net assets released from restriction for capital				-
Gifts and bequests		15		15
Net investment income		31		31
Net assets released from restrictions and used for operations		(66)		(66)
Increase (decrease) in net assets	(842)	(20)	-	(862)
Balances at March 31, 2015	<u>\$ 95,446</u>	<u>\$ 22,038</u>	<u>\$ 17,951</u>	<u>\$ 135,435</u>