



Lakewood Hospital Association

Financial Statements

June 30, 2015

Lakewood Hospital Association
Unaudited Financial Statements
June 30, 2015

Balance Sheets	
As of June 30, 2015 and December 31, 2014	1
Statements of Operations and Changes in Net Assets	
Six Months Ended June 30, 2015 and 2014	2

Lakewood Hospital Association

Balance Sheets

(In Thousands)

UNAUDITED

	June 30 2015	December 31 2014
Assets		
Current assets:		
Cash and cash equivalents	\$ 4,010	\$ 4,055
Patient receivables, net of allowances	16,233	18,571
Other current assets	8,648	7,685
Total current assets	28,891	30,311
Investments:		
Long-term investments	50,155	50,454
Donor restricted assets	3,008	3,028
	53,163	53,482
Property, plant and equipment, net	39,391	41,977
Beneficial interest in Lakewood Hospital Foundation, Inc.	33,519	33,519
Other assets:		
Other noncurrent assets	1,203	998
	1,203	998
Total assets	\$ 156,167	\$ 160,287

	June 30 2015	December 31 2014
Liabilities and net assets		
Current liabilities:		
Accounts payable	\$ 2,092	\$ 2,923
Compensation and amounts withheld from payroll	5,974	2,905
Estimated amounts due to third party payors	1,436	2,222
Current portion of long-term debt	586	2,963
Payable to related parties	364	-
Other current liabilities	1,408	2,240
Total current liabilities	11,860	13,253
Long term debt		
Notes payable and capital leases	9,172	9,571
Other liabilities	1,225	1,166
Total liabilities	22,257	23,990
Net assets:		
Unrestricted	93,919	96,288
Temporarily restricted	22,043	22,058
Permanently restricted	17,948	17,951
Total net assets	133,910	136,297
Total liabilities and net assets	\$ 156,167	\$ 160,287

Lakewood Hospital Association

Statements of Operations
and Changes in Net Assets
(In Thousands)

UNAUDITED

Operations

	Six Months Ended June 30	
	2015	2014
Unrestricted revenues		
Net patient service revenue	\$ 54,458	\$ 65,016
Provision for uncollectible accounts	(2,190)	(5,616)
Net patient service revenue less provision for uncollectible accounts	52,268	59,400
Other	2,310	2,119
Total unrestricted revenues	54,578	61,519
Expenses		
Salaries, wages, and benefits	29,191	30,543
Supplies	5,953	6,923
Pharmaceuticals	1,929	2,030
Purchased services	2,784	2,784
Administrative services	11,818	12,338
Facilities	3,025	3,974
Insurance	855	756
	55,555	59,348
Operating (loss) income before interest, depreciation and amortization expenses	(977)	2,171
Interest	299	336
Depreciation and amortization	2,747	2,872
Operating loss	(4,023)	(1,037)
Nonoperating gains and losses		
Investment return	1,704	2,200
Other	(50)	(50)
Net nonoperating gains and losses	1,654	2,150
(Deficiency) excess of revenues over expenses	(2,369)	1,113

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	1,113			1,113
Net assets released from restriction for capital	66	(66)		-
Gifts and bequests		8		8
Net investment income		63		63
Net assets released from restrictions used for operations		(196)		(196)
Change in beneficial interest in Lakewood Hospital Foundation		172	801	973
Change in value of perpetual trusts			11	11
Increase (decrease) in net assets	1,179	(19)	812	1,972
Balances at June 30, 2014	<u>\$ 94,820</u>	<u>\$ 21,766</u>	<u>\$ 17,728</u>	<u>\$ 134,314</u>
Balances at January 1, 2015	\$ 96,288	\$ 22,058	\$ 17,951	\$ 136,297
Deficiency of revenues over expenses	(2,369)			(2,369)
Gifts and bequests		22		22
Net investment income		62		62
Net assets released from restrictions used for operations		(99)		(99)
Change in value of perpetual trusts			(3)	(3)
Decrease in net assets	(2,369)	(15)	(3)	(2,387)
Balances at June 30, 2015	<u>\$ 93,919</u>	<u>\$ 22,043</u>	<u>\$ 17,948</u>	<u>\$ 133,910</u>