

FISCAL YEAR 2013

# BUDGET

# 2013



ANTELOPE VALLEY  
HOSPITAL  
*A facility of Antelope Valley Healthcare District*

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# Summary of Major Items Impacting Budget FY2013

## ➤ **Volumes:**

- > IP volumes - Decreased
- > OP volumes - flat (to last 6 months)

## ❖ **Operating Revenues:**

- IP Revenues – decreased due to lower IP volumes
- IGT funds – unbudgeted
- Medicare rates and Medicare DSH – decreased (per Federal budget)
- Medicare RAC (Recovery Audit Committee) – continued adjustments
- Medi-Cal rates and Medi-Cal DSH – decreased (per State Budget)
- Payor Mix - shift from Medicare and Medi-Cal to Medicare and Medi-Cal Managed Care

## ☐ **Operating Expenses:**

- Salaries and Benefits – decreased due to lower IP volumes
- Supplies – decreased due to lower IP volume and gains in efficiency and pricing
- Purchased Services & Other – decreased due to cuts, gains in efficiency, and pricing
- Depreciation – increased due to completion of CIP projects
- Interest Expense – increased due to completion of CIP projects (currently capitalized)



# BUDGET - KEY VOLUME STATISTICS - FY13

	Fiscal Year-to-Date-June 30th				
	Budget FY13	Projected FY12	FY12 Var%	Actual FY11	FY11 Var%
<b><u>Volumes</u></b>					
Acute Discharges	22,112	23,574	(6.2%)	25,285	(12.5%)
Adjusted Discharges	31,953	33,509	(4.6%)	34,929	(8.5%)
Acute Patient Days	87,600	93,795	(6.6%)	104,509	(16.2%)
Adjusted Patient Days	126,585	133,314	(5.0%)	144,350	(12.3%)
Average Daily Census	240	256	(6.3%)	286	(16.2%)
General Acute LOS	3.96	3.98	0.4%	4.13	4.2%
General Acute CMI	1.09	1.08	1.2%	1.10	(1.3%)
Mcare Acute LOS	5.44	5.46	0.4%	5.99	9.2%
Medicare CMI	1.57	1.56	0.6%	1.60	(1.5%)
Deliveries	5,367	5,477	(2.0%)	5,245	2.3%
ER Visits	104,410	105,506	(1.0%)	107,860	(3.2%)
IP Surgeries	4,699	5,036	(6.7%)	5,597	(16.0%)
IP Surgeries-WIP	1,989	2,007	(0.9%)	2,010	(1.0%)
OP Surgeries	3,287	3,384	(2.9%)	2,797	17.5%
Total Hospital Surgeries	9,975	10,427	(4.3%)	10,404	(4.1%)
OPSC Cases	4,869	4,884	(0.3%)	4,226	15.2%
Cath Lab Cases	1,743	1,517	14.9%		



# BUDGET - HOSPITAL OPERATIONS - FY13

## Fiscal Year-to-Date-June 30th

	Budget FY13	Projected FY12	Var Pos(Neg)	Budget Var%	Actual FY11	LFY Var\$	LFY Var%
<i>(in thousands)</i>							
<b>Revenues</b>							
Net Patient Rev (net of bad debt)	\$305,328	\$324,808	(\$19,479)	(6.0%)	\$340,294	(\$34,965)	(10.3%)
Other Operating Revenue	\$9,660	\$9,384	\$276	2.9%	\$12,933	(\$3,273)	(25.3%)
<b>Total Operating Revenues</b>	<b>\$314,989</b>	<b>\$334,192</b>	<b>(\$19,203)</b>	<b>(5.7%)</b>	<b>\$353,227</b>	<b>(\$38,238)</b>	<b>(10.8%)</b>
<b>Expenses</b>							
Total Salaries and Benefits	\$198,928	\$206,310	\$7,382	3.6%	\$208,738	\$9,810	4.7%
Total Supplies	\$50,471	\$53,813	\$3,343	6.2%	\$58,109	\$7,638	13.1%
Purchased Svcs and Other	\$44,937	\$54,537	\$9,600	17.6%	\$47,384	\$2,446	5.2%
<b>Total Operating Expenses</b>	<b>\$294,337</b>	<b>\$314,661</b>	<b>\$20,325</b>	<b>6.5%</b>	<b>\$314,231</b>	<b>\$19,895</b>	<b>6.3%</b>
<b>EBIDA</b>	<b>\$20,652</b>	<b>\$19,530</b>	<b>\$1,122</b>	<b>5.7%</b>	<b>\$38,995</b>	<b>(\$18,343)</b>	<b>(47.0%)</b>
<i>EBIDA Margin</i>	<i>6.6%</i>	<i>5.8%</i>	<i>0.01</i>	<i>12.2%</i>	<i>11.0%</i>	<i>(0.04)</i>	<i>(40.6%)</i>
Depreciation and amortization	\$12,596	\$12,081	(\$516)	(4.3%)	\$12,010	(\$586)	(4.9%)
Interest Expense	\$6,631	\$5,657	(\$974)	(17.2%)	\$5,200	(\$1,431)	(27.5%)
<b>Operating Income (loss)</b>	<b>\$1,425</b>	<b>\$1,793</b>	<b>(\$368)</b>	<b>(20.5%)</b>	<b>\$21,785</b>	<b>(\$20,360)</b>	<b>(93.5%)</b>
Investment Income (loss)	\$1,396	\$1,399	(\$4)	(0.3%)	\$1,353	\$43	3.2%
<b>NET INCOME (LOSS)</b>	<b>\$2,820</b>	<b>\$3,192</b>	<b>(\$372)</b>	<b>(11.7%)</b>	<b>\$23,137</b>	<b>(\$20,317)</b>	<b>(87.8%)</b>
<i>Net Profit (loss)Margin</i>	<i>0.9%</i>	<i>1.0%</i>	<i>(0.00)</i>	<i>(6.3%)</i>	<i>6.6%</i>	<i>(0.06)</i>	<i>(86.3%)</i>



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