



Natchaug Hospital
Financial Statements

February 28, 2014

Kimberly R. Martone
Director of Operations
Department of Public Health
Division of Office of Health Care Access
410 Capitol Avenue, MS#13HCA
PO Box 340308
Hartford, CT 06134-0308

**RE: Hartford Hospital
FY 2013 Annual Reporting
Docket No.:13-005AR**

Dear Director Martone:

In response to OHCA's letter dated January 24, 2014, enclosed are an original and one copy of the hard copy requirements regarding the FY2013 Annual Reporting for Hartford Hospital submitted in accordance with Section 19a-643-206(b) and (c) of OHCA's regulations. The enclosed includes the following:

Affidavits signed and notarized for:

- Certification of the Hospital's FY 2013 Annual Reporting
- Certification of No FY 2013 Audited Financial Statements for Hartford Hospital
- Certification of No FY 2013 Audited Financial Statements for Hartford HealthCare Corporation

Report 1-FY2013 Audited Financial Statements

Audited financial statements, as required in accordance with Section 19a-643-206(b) (1) are enclosed for:

- Consolidated Hartford HealthCare Corporation and Subsidiaries
- Consolidated Hartford Hospital

Report 3-Most Recent Legal Chart of Corporate Structure

Most recent chart of Corporate Structure is enclosed, as requested in the instructions

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If you have any questions regarding this information, please call Maureen Joslin, Reimbursement Manager, at 860-696-6284.

Very truly yours,



John Traverso
Director, Corporate Reimbursement

JT/cme Enclosures

Natchaug
Hospital



A Hartford HealthCare Partner

September 30, 2013

NATCHAUG HOSPITAL
Balance Sheet
(In Thousands)

	<u>September 30, 2013</u>	<u>September 30, 2012</u>	<u>September 30, 2012</u>
ASSETS			
Current Assets:			
Cash and Equivalents	\$ 3,950	\$ 1,872	\$ 1,872
Accounts Receivable, Less Allowances of \$3,538 at September 2013 and \$3,293 at September 2012 and \$3,293 at September 2012	6,050	5,372	5,372
Other Receivables	992	223	223
Due from Affiliates and Other Related Parties	0	0	0
Inventories of Supplies	317	255	255
Prepaid and Other Assets	0	0	0
Estimated Third Party Payor Settlements	0	0	0
Current Portion of Assets Whose Use is Limited	0	0	0
Total Current Assets	11,309	7,722	7,722
Other Assets:			
Board Designated Assets	0	0	0
Investment for Restricted Purposes	0	0	0
Escrow Funds for Long Term Debt	0	0	0
Funds Designated for Debt Service	0	0	0
	0	0	0
Funds Held in Trust by Others	42	42	42
Other Assets	793	601	601
Net Property, Plant and Equipment	12,827	11,135	11,135
Total Assets	\$ 24,971	\$ 19,500	\$ 19,500
LIABILITIES AND NET ASSETS			
Current Liabilities:			
Accounts Payable	\$ 3,056	\$ 649	\$ 649
Salaries, Wages, Payroll Taxes and Amounts Withheld from Employees	1,988	1,642	1,642
Accrued Expenses	63	63	63
Due to Affiliates and Other Related Parties	3,492	1,222	1,222
Estimated Third Party Payor Settlements	(83)	(72)	(72)
Current Portion of Accrued Pension Liability	0	0	0
Current Portion of Long Term Debt	146	154	154
Current Portion of Long Term Liabilities	274	159	159
Total Current Liabilities	8,936	3,817	3,817
Long Term Debt, Less Current Portion	2,585	2,904	2,904
Accrued Pension Liability	1,794	4,126	4,126
Other Liabilities	1,278	796	796
NET ASSETS			
Unrestricted	10,133	7,647	7,647
Temporary Restricted	203	168	168
Permanently Restricted	42	42	42
Total Net Assets	10,378	7,857	7,857
Total Liabilities and Net Assets	\$ 24,971	\$ 19,500	\$ 19,500

NATCHAUG HOSPITAL
Statement Of Operations
(In Thousands)

	Year to Date September 30, 2013		Variance to Budget Fav. (Unfav.)	Year to Date September 30, 2012		Variance to Prior Year Fav. (Unfav.)
	Actual	Budget		September 30, 2012	September 30, 2012	
Gross Patient Service Revenue						
Inpatient	\$ 37,264	\$ 34,595	\$ 2,669	\$ 32,833	\$ 4,431	
Outpatient	28,364	30,273	(1,909)	25,979	2,385	
Professional Service Revenue	0	0	0	0	0	
	<u>65,628</u>	<u>64,868</u>	<u>760</u>	<u>58,812</u>	<u>6,816</u>	
Contractual Allowances	28,327	26,682	(1,645)	23,909	(4,418)	
Bad Debt	1,225	1,255	30	758	(467)	
Charity Care	159	459	300	198	39	
	<u>29,711</u>	<u>28,396</u>	<u>(1,315)</u>	<u>24,665</u>	<u>(4,646)</u>	
Net Revenues from Services to Patient	35,917	36,472	(555)	33,947	1,970	
Other Operating Revenue	12,260	13,262	(1,002)	12,185	75	
Net Assets Released from Restriction	0	0	0	0	0	
Total Revenues	<u>48,177</u>	<u>49,734</u>	<u>(1,557)</u>	<u>46,132</u>	<u>2,045</u>	
Operating Expenses:						
Salaries and Fringe	36,818	38,011	1,193	35,581	(1,237)	
Pension	2,162	2,053	(109)	1,724	(438)	
Supplies and Other	2,309	2,940	631	2,430	121	
Purchased Services	4,356	3,987	(369)	3,368	(988)	
Malpractice	122	272	150	412	290	
Depreciation and Amortization	977	998	21	887	(90)	
Rental Expense	663	621	(42)	588	(75)	
Interest Expense	214	207	(7)	226	12	
	<u>47,621</u>	<u>49,089</u>	<u>1,468</u>	<u>45,216</u>	<u>(2,405)</u>	
Operating Income (Loss)	556	645	(89)	916	(360)	
Other Income:						
Income from Investments, Gifts and Bequests, Net			0	0	0	
Other	9	7	2	9	0	
Chg in Unrealized Gain (Loss) on Invest			0	0	0	
	<u>9</u>	<u>7</u>	<u>2</u>	<u>9</u>	<u>0</u>	
Excess (Deficiency) of Revenues over Expenses	<u>\$ 565</u>	<u>\$ 652</u>	<u>\$ (87)</u>	<u>\$ 925</u>	<u>\$ (360)</u>	

NATCHAUG HOSPITAL
Statement of Cash Flows
(In Thousands)

	<u>Month Ended</u> <u>September 30, 2013</u>	<u>Year to Date</u> <u>September 30, 2013</u>
Funds Provided		
Income (Loss) from Operations	\$ 249	\$ 556
Non-cash items included in operating income:		
Depreciation and Amortization	57	977
Funds Provided From Operations	<u>306</u>	<u>1,533</u>
Unrestricted Investment Income and Other	1	9
Restricted Contributions	10	194
Increase Accrued Pension Liability	1,807	1,807
Increase Other Liabilities	0	482
Decrease in working capital	69	1,532
	<u>\$ 2,193</u>	<u>\$ 5,557</u>
Application of Funds		
Purchase of Property, Plant & Equip.	229	2,614
Restricted Expenses	0	45
Decrease Long Term Debt	3	319
Decrease Accrued Pension Liability	1,929	2,332
Increase of Deferred and Other Expenses	32	247
	<u>\$ 2,193</u>	<u>\$ 5,557</u>
Changes in Components of Working Capital		
Increase (Decrease) in Current Assets:		
Cash and Equivalents	\$ (470)	\$ 2,078
Prepaid and Other Assets	0	0
Accounts Receivable	1,171	678
Other Receivables	1,411	769
Inventories of Supplies	128	62
Due from Affiliates and Other Related Parties	0	0
Estimated Third Party Payor Settlements	0	0
Current Portion of Assets Whose Use is Limited	0	0
	<u>2,240</u>	<u>3,587</u>
Increase (Decrease) in Current Liabilities:		
Accounts Payable	324	2,407
Accrued Payroll, Taxes and Withholding	193	346
Accrued Expenses	0	0
Due to Affiliates and Other Related Parties	1,587	2,270
Estimated Third Party Payor Settlements	213	(11)
Current Portion of Accrued Pension	0	0
Current Portion of Long Term Debt	(8)	(8)
Current Portion of Long Term Liabilities	0	115
	<u>2,309</u>	<u>5,119</u>
Increase (Decrease) in Working Capital	<u>\$ (69)</u>	<u>\$ (1,532)</u>

Hartford Health Care Corporation and Subsidiaries

Consolidating Statement of Operations

For the Year Ended September 30, 2013

(in thousands)

	Hartford HealthCare	Consolidated Hartford Hospital	Widuah Hospital	The Hospital of Central Connecticut	Beckus Hospital	Consolidated H.H.M.O.B.	Consolidated Hartford HealthCare at Home, Inc.	Nurwich Hospital	Rockford Center, Inc.	Clinical Laboratory Partners	Practice Central	Central CT Senior Services, Inc.	HartfordCare Education LLC	Hartford HealthCare Mount Group	CHS Insurance Limited	Connecticut Health Alliance, Inc. and other subsidiaries	Bectus Corporation and other subsidiaries	Eliminations	Total
\$	\$ 921,252	\$ 220,012	\$ 80,784	\$ 391,650	\$ 46,289	\$ 8,604	\$ 55,263	\$ 49,990	\$ 14,792	\$ 84,606	\$ 4,504	\$ 15,896	\$ -	\$ 74,291	\$ -	\$ 4,298	\$ 32,727	\$ (11,091)	\$ 1,940,233
	17,468	2,265	4,079	9,542	1,489	377	225	1,225	14,792	4,504	207	207	-	1,447	-	196	(39)	-	43,010
	993,784	217,247	76,715	371,908	44,800	8,227	55,038	48,765	14,762	80,102	4,711	15,689	-	72,844	-	4,196	32,757	(11,091)	1,986,243
	159,284	18,895	5,690	12,659	710	27,999	2,028	38	13,923	15,499	258	11,835	-	5,432	33,886	823,343	48	(150,947)	211,736
	2,684	245	176	1,895	28	162	162	45	84	95,601	238	27,574	30	78,276	33,886	27,539	2,805	(162,038)	10,309
	1,074,712	236,897	82,581	386,662	45,538	36,226	57,228	48,948	28,779	95,601	238	27,574	-	78,276	33,886	27,539	2,805	(162,038)	2,128,288
	479,456	76,116	41,731	168,207	19,188	7,809	30,394	28,329	18,630	40,689	411	15,641	-	77,318	-	14,848	1,783	(15,633)	1,011,861
	14,818	2,667	1,428	11,239	3,126	2,026	5,557	9,651	4,060	10,421	112	4,419	-	3,941	-	3,270	546	(4,176)	299,157
	3,503	44,519	15,896	51,739	7,623	33,376	5,044	3,638	1,624	20,487	45	4,757	-	11,562	29,261	7,537	677	(4,135)	419,284
	16,847	176,397	13,886	81,019	7,623	23,376	17,208	4,403	3,498	16,469	2,866	722	-	23,681	435	245	286	(137,255)	314,419
	3,826	48,797	13,311	41,555	2,685	2,696	739	977	721	1,293	784	-	-	1,904	-	1,508	33	-	102,308
	-	-	-	-	-	66	74	214	-	-	-	23	-	-	-	160	-	-	2,059
	605	3,987	1,108	1,564	557	66	74	214	-	-	-	23	-	-	160	-	-	(256)	13,969
	1,075,716	222,013	91,369	374,271	41,796	40,015	59,173	48,232	31,437	89,359	2,935	26,557	-	117,812	29,696	27,508	3,325	(162,335)	2,163,057
	(5,004)	13,974	(8,788)	11,791	3,742	(4,688)	(1,945)	616	(2,638)	6,242	(2,677)	1,017	-	(39,536)	4,190	31	(300)	295	(34,769)
	88	4,937	498	8,676	1,300	-	2,752	-	90	-	-	63	5,592	-	-	18	253	(25,914)	90,364
	(6,343)	586	1,071	-	2	1	1,320	(1,829)	-	-	-	(21)	-	-	-	-	-	-	(5,204)
	-	-	-	-	-	-	6,882	-	-	-	-	-	-	-	-	-	-	-	6,882
	309,574	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	309,574
	309,652	5,523	1,369	8,676	1,302	1	10,954	(1,829)	90	(1,829)	-	42	5,592	-	-	18	253	(25,914)	401,616
	298,812	80,664	19,497	20,467	5,044	(4,688)	9,009	616	(2,588)	4,422	(2,677)	1,059	5,592	(39,536)	4,190	49	(367)	(25,619)	366,847
	(43,337)	(1,295)	2,882	-	-	-	781	-	-	-	-	-	20,322	-	-	-	-	-	(20,567)
	37,337	18,202	(7,219)	23,629	5,044	(4,688)	9,790	616	(2,588)	4,422	(2,677)	1,059	20,322	(39,536)	4,190	49	(367)	(25,619)	346,280
	\$ 298,812	\$ 37,337	\$ (7,219)	\$ 23,629	\$ 5,044	\$ (4,688)	\$ 9,790	\$ 616	\$ (2,588)	\$ 4,422	\$ (2,677)	\$ 1,059	\$ 20,322	\$ (39,536)	\$ 4,190	\$ 49	\$ (367)	\$ (25,619)	\$ 346,280

Unrestricted revenues, gains and other support:
 Net patient service revenue
 Provision for bad debts
 Net patient service revenue less provision for bad debts
 Other operating revenue
 Net assets released from restrictions
 For operations

Operating expenses:
 Salaries and wages
 Employee benefits
 Supplies and other
 Purchased services
 Depreciation and amortization
 Provision for non-patient bad debts
 Interest

(Loss) income on operations
 Nonoperating income (loss):
 Income from investments, gifts, and bequests, net
 Other
 Contribution received from asset transfer from VNA East, Inc.
 Contribution received in the acquisition of Bectus Corporation
 Excess (deficiency) of revenues over expenses before change in uncapital gains and losses on investments
 Change in uncapital gains and losses on investments
 Excess (deficiency) of revenues over expenses

AFFIDAVIT

PARENT CORPORATION
CERTIFICATION OF
NO FY 2013 AUDITED FINANCIAL STATEMENTS

I, Thomas Marchozzi, Executive Vice President and CFO
Name Parent Corp. Position Title - CEO or CFO

of Hartford HealthCare Corporation
Hospital Parent Corporation

hereafter referred to as "the Hospital Parent Corporation", being duly sworn, depose and state that:

Audited Financial Statements for FY 2013 prepared in accordance with generally accepted accounting principles (GAAP) or prepared on an income tax basis do not exist for the following Hospital affiliates, affiliate subsidiaries, related corporations, joint ventures or partnerships:

- H.H.M.O.B Corporation
- Immediate Medical Care Center, Inc. d/b/a Hartford Medical Group
- Hartford HealthCare Rehabilitation Network, LLC
- Clinical Laboratory Partners, LLC
- Natchaug Hospital
- CHS Insurance Limited
- PracticeCentral, LLC
- PhysiciansCare LLC d/b/a Hartford HealthCare Medical Group
- Rushford Center
- Hartford HealthCare Endowment LLC

The financial numbers for the above-listed Hospital affiliates, affiliate subsidiaries, related corporations, joint ventures or partnerships, which in FY 2013 were either inactive or had an immaterial amount of total assets, are included in the Hospital Parent Corporation's FY 2013 audited consolidated financial statements and consolidating financial statements.

Thomas Marchozzi 2/27/2014
Signature Date

Subscribed and sworn to before me on 2/27/2014
Date

Christine Edwards
Notary Public / Commissioner of Superior Court

My commission expires: 9/30/2017
Date

CHRISTINE M. EDWARDS
NOTARY PUBLIC
MY COMMISSION EXPIRES 9/30/2017