



Balance Sheet (Assets) – Slide 3

Current Assets

Cash and Cash Equivalents – \$1.8M compared to \$1.6M Oct 2017

Short-term Investments – Short-term investments were \$71.5M at month-end, which is net of restricted investments of \$6.3M for capital acquisitions.

Ad Valorem Taxes Receivable – \$199M balance is composed of:

Gross Tax Receivables	\$201.4M
Taxable Assessed Valuation Adjustment	(.3)
Est. Allowance For Doubtful collections	<u>(2.0)</u>
Total Taxes Receivable	\$199.1M

Other Receivables – Other receivables total \$4.7M and consists of intercompany balances:

- CommUnityCare - \$1,269K
- Sendero - \$517K
- Community Care Collaborative - \$2,662K
- and interest receivable of \$185K

Prepaid Expenses – \$1,564K balance composed of:

- Prepaid Travis County Tax Collection Fee - \$692K
- Prepaid Travis County Tax Appraisal Fee - \$217K
- Prepaid ICC dues - \$103K
- Prepaid expenses - \$588K

Total Current Assets – \$279M

Noncurrent Assets

Investments Restricted for Capital Acquisition – \$6.3M in short-term securities restricted for capital acquisition.

Sendero Paid-in Capital – \$71M

Working Capital Advance to CommUnityCare – \$4.0M (unchanged)



October 2018 Preliminary Monthly Financial Statements (unaudited)

Page 2 of 4

Sendero Surplus Debenture – \$17.1M (unchanged)

Capital Assets – \$115M, net of accumulated depreciation

Total Assets – \$492M

Balance Sheet (Liabilities and Net Assets) – Slide 4

Current Liabilities

Accounts Payable – Major components of the \$1.6M balance are:

- \$619K in vendor invoices at month-end, and
- \$940K in estimated healthcare delivery costs for services incurred but not yet billed or paid.

Salaries and Benefits Payable – \$525K balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued leave balances and various fringe benefit amounts withheld and not yet disbursed.

Other Payables – \$0 compared to \$14.7M for Oct 2017 which was Charity Care \$4M & Seton \$10M.

Debt Service Payable, Short-Term – \$1.1M balance is comprised of \$1M in Certificates of Obligation Payable.

Capital Lease Obligation, Short-Term – \$90K related to medical equipment leased at Southeast Health and Wellness Center.

Total Current Liabilities – \$201M

Noncurrent Liabilities

Debt Service Payable, Long-Term – \$8.4M balance of the \$16M in Series 2011 Certificates of Obligation, reduced by nine principal payments made to date. This debt was issued for the North Central clinic.

Capital Lease Obligation, Long-Term – \$101K related to medical equipment leased at Southeast Health and Wellness Center.

Total Noncurrent Liabilities – \$8.5M



Total Liabilities – \$209M

Net Assets

Unrestricted Net Assets – \$168M

Investment in Capital Assets – \$115M

Total Net Assets – \$283M

Total Liabilities and Net Assets – \$492M

Sources and Uses Report – Slide 5

October Preliminary financials → One month, 8.3% of the fiscal year

Sources – Total \$2.8

Property Tax Revenue – Net property tax revenue for the month was \$1.8M. Net revenue includes \$1.7M current month's collections, plus \$55K in adjustments for prior year delinquent taxes.

Lease Revenue – \$858K recorded for Seton lease payment and UT ground lease.

Other Revenue – \$151K investment income compared to \$114K last year.

Uses of Funds – Total 8.5

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$8M compared to \$12M last year. The decrease is due to lower IGT in FY2019.

Administration Program – \$406K in expense for the month, which includes:

- Personnel costs – \$313K
- Legal fees – \$5K
- Consulting services – \$12K
- Other general and administrative – \$76K

Tax Collection Expenses – \$9.5K



Excess Sources/(Uses) – Decreased by \$5.7M in October.

Healthcare Delivery Expense – Total \$8.1M - Slide 6

Intergovernmental Transfer "IGT" – October totaled \$6.8M compared to \$11M in October 2017.

Provider Costs – Healthcare delivery providers' expense for October totaled \$120M, which includes:

- Primary care – \$68K
- Medical Administration – \$52K

Healthcare Delivery Operating Cost – \$554K in expenses for the month and includes:

- Personnel costs – \$328K
- Consulting services – \$2K
- Legal fees – \$33K
- Other services and purchased goods – \$191K

Other Costs – \$558K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$238K
- ACA Enrollment and Subsidy – \$290K
- Debt Service – \$30K

Total Healthcare Delivery for the month of September was \$8.1M.



CENTRAL HEALTH

Central Health

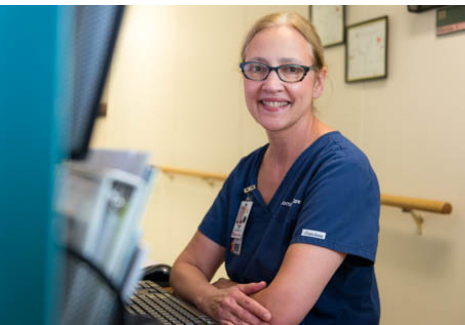
Financial Statement Presentation

FY 2019 – as of October 31, 2018 (Preliminary)

Central Health Budget and Finance Committee

November 28, 2018

Lisa Owens, VP of Financial Operations





October 2018 Financial Highlights

- Financial results are preliminary. Audited FY2018 financials will be presented when the audit is complete.
- Year-to-date, collected net property tax revenue is \$1.8 million compared to \$1.2 million in Oct 2017.
- The IGT for Oct 2018 was \$6.8 compared to \$11.1 million in Oct 2017.

Preliminary



Balance Sheet
As of October 31, 2018
(Page 1 of 2, Assets)

Assets	Preliminary as of 10/31/2018	as of 10/31/2017
Current Assets		
Cash and cash equivalents	1,761,864	1,649,968
Short-term investments	71,523,332	80,367,261
Ad valorem taxes receivable	199,111,902	183,257,739
Other receivables	4,735,616	2,726,042
Prepaid expenses	1,564,206	907,349
Total Current Assets	<u>278,696,920</u>	<u>268,908,359</u>
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	6,328,247	6,876,812
Restricted for future Sendero paid in capital	0	4,000,000
Sendero paid-in-capital	71,000,000	35,000,000
Working capital advance to CommUnityCare	4,000,000	4,000,000
Sendero Surplus Debenture	17,083,000	17,083,000
Total Noncurrent or restricted cash and investments	<u>98,411,247</u>	<u>66,959,812</u>
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,241,485	132,381,882
Equipment and furniture	9,193,351	8,900,240
Construction in progress	734,286	2,150,430
Less accumulated depreciation	<u>(40,945,708)</u>	<u>(36,293,242)</u>
Total Capital Assets	<u>114,993,598</u>	<u>118,909,494</u>
Total Assets	<u><u>492,101,766</u></u>	<u><u>454,777,665</u></u>

Preliminary



Balance Sheet
As of October 31, 2018
(Page 2 of 2, Liabilities and Net Assets)

Liabilities	Preliminary as of 10/31/2018	as of 10/31/2017
Current Liabilities		
Accounts payable	1,559,521	1,443,087
Salaries and benefits payable	524,520	1,202,786
Other Payables	0	14,704,890
Debt service payable, short-term	1,089,866	1,064,399
Capital Lease Obligation, Short-Term	89,985	86,931
Deferred tax revenue	197,635,480	183,218,710
Other deferred revenue	0	1,339,687
Total Current Liabilities	200,899,372	203,060,490
Noncurrent Liabilities		
Debt service payable, long-term	8,350,000	9,380,000
Capital Lease Obligation, Long-Term	100,763	185,263
Total Noncurrent Liabilities	8,450,763	9,565,263
Total Liabilities	209,350,135	212,625,753
Net Assets		
Unrestricted	167,758,033	123,242,418
Investment in Capital Assets	114,993,598	118,909,494
Total Net Assets	282,751,631	242,151,912
Liabilities and Net Assets	492,101,766	454,777,665

Preliminary



Sources and Uses Report
Fiscal Year-to-Date through October 31, 2018
(Excludes Depreciation Expense)

	Preliminary This Month	Prelim - Fiscal Year to Date	Fiscal Year Budget	Percent of Budget Used	Prior Fiscal Year to Date
Sources					
Property Tax Revenue	1,784,542	1,784,542	196,861,527	0.9%	1,213,006
Lease Revenue	857,841	857,841	18,067,937	4.7%	930,000
Other Revenue	150,898	150,898	400,000	37.7%	114,144
Tobacco Settlement Revenue	-	-	2,000,000	0.0%	0
Contingency Reserve (Carryforward)	-	-	41,039,184	0.0%	51,560,311
Total Sources	2,793,281	2,793,281	258,368,648	1.1%	53,817,461
Uses of Funds					
Healthcare Delivery	8,066,385	8,066,385	247,343,600	3.3%	12,222,118
Administrative Program					
Salaries and benefits	312,934	312,934	4,690,997	6.7%	298,496
Legal Fees	4,867	4,867	1,198,320	0.4%	48,889
Consulting Fees	11,958	11,958	1,026,500	1.2%	111,517
Other Purchase Goods and Services	76,168	76,168	2,406,022	3.2%	133,046
Total Administrative Program	405,927	405,927	9,321,839	4.4%	591,948
Tax Collection Expenses	9,505	9,505	1,703,210	0.6%	11,824
Total Uses	8,481,817	8,481,817	258,368,648	3.3%	12,825,890
Excess Sources / (Uses)	(5,688,536)	(5,688,536)	-		40,991,571

Preliminary



Healthcare Delivery Expense Fiscal Year-to-Date through October 31, 2018 (Excludes Depreciation Expense)

	Preliminary This Month	Prelim - Fiscal Year to Date	Fiscal Year Budget	Percent of Budget Used	Prior Fiscal Year to Date
Intergovernmental Transfers (IGTs) ⁽¹⁾	6,835,056	6,835,056	139,130,000	4.9%	11,141,466
Provider Costs					
Primary Care	68,262	68,262	790,344	8.6%	(59,448)
DSRIP Project Expense	-	-	-	0.0%	0
Charity Care	-	-	-	0.0%	354,311
Member Payment to CCC ⁽²⁾	-	-	34,000,000	0.0%	0
Medical Administration	51,440	51,440	719,990	7.1%	154,319
Subtotal Provider Costs	119,702	119,702	35,510,334	0.3%	449,182
Service Expansion Funds	-	-	4,480,000	0.0%	-
Total IGTs and Provider Costs	6,954,758	6,954,758	179,120,334	3.9%	11,590,648
Healthcare Delivery Operating Costs					
Salaries and benefits	328,375	328,375	3,818,591	8.6%	289,093
Consulting Services	2,278	2,278	559,590	0.4%	10,105
Legal Fees	32,415	32,415	51,200	63.3%	1,228
Other Services and Purchased Goods	190,827	190,827	5,164,895	3.7%	59,045
Subtotal HCD Operating Costs	553,895	553,895	9,594,276	5.8%	359,471
Other Costs					
UMCB Campus Redevelopment	237,553	237,553	11,125,542	2.1%	52,941
ACA Enrollment and Subsidy	290,246	290,246	8,916,000	3.3%	186,858
Debt Service	29,933	29,933	342,818	8.7%	32,200
Subtotal Other Costs	557,732	557,732	20,384,360	2.7%	271,999
Reserves					
FY2019 Capital reserve			2,840,000		
FY2019 Emergency reserve			1,000,000		
FY2019 Sendero risk-based capital			20,000,000		
FY2019 Contingency reserve appropriation			13,374,630		
Debt Service - principal retirement			1,030,000		
Subtotal Reserves, Appropriated Uses and Transfers	-	-	38,244,630	0.0%	
Total Healthcare Delivery	8,066,385	8,066,385	247,343,600	3.3%	12,222,118

Preliminary

⁽¹⁾ Budget includes allocated portion of the contingency reserve appropriation, for IGT timing differences.

⁽²⁾ Final contributions will be subject to provisions of the MSA, which requires the parties to collaborate to adequately fund the CCC, but leaves the amount of funding up to each parties' discretion. Each member contribution could be more or less than the budget, depending upon a variety of factors.



**Recap of FY18 IGT Payments
Actuals Through October 31, 2018**

<i>\$ in millions</i>	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Under (Over) Budget
Private UC	-	-	24.0	24.0
UMCB UC	-	-	24.5	24.5
DSH	6.8	6.8	35.0	28.2
DSRIP - CCC	-	-	27.5	27.5
DSRIP - UMCB, Dell Children's	-	-	27.5	27.5
DSRIP - St. David's	-	-	0.6	0.6
Total	6.8	6.8	139.1	132.3

Preliminary



Questions? Comments?