



Balance Sheet (Assets) – Slide 3

Current Assets

Cash and Cash Equivalents – \$1.6M compared to \$1.6M Jan 2018

Short-term Investments – Short-term investments were \$143M at month-end, which is net of restricted investments of \$6.3M for capital acquisitions.

Ad Valorem Taxes Receivable – \$46.3M balance is composed of:

Gross Tax Receivables	\$49.1M
Taxable Assessed Valuation Adjustment	(.6)
Est. Allowance for Doubtful collections	<u>(2.2)</u>
Total Taxes Receivable	\$46.3M

Other Receivables – Other receivables total \$8.0M and consists of intercompany balances:

- CommUnityCare - \$2,717K
- Sendero - \$1,107K
- Community Care Collaborative - \$3,955K
- and interest and miscellaneous receivables of \$255K

Prepaid Expenses – \$316K balance composed of:

- Prepaid Travis County Tax Collection Fee - \$73K
- Prepaid ICC dues - \$103K
- Prepaid Memberships - \$46K
- Prepaid expenses other - \$94K

Total Current Assets – \$199M

Noncurrent Assets

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

Sendero Paid-in Capital – \$91M (\$20M risk-based capital paid in Dec 2018) (unchanged)

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

Sendero Surplus Debenture – \$17.1M (unchanged)



Capital Assets – \$114M, net of accumulated depreciation

Total Assets – \$431M

Balance Sheet (Liabilities and Net Assets) – Slide 4

Current Liabilities

Accounts Payable – Major components of the \$2.4M balance are:

- \$1,521K estimated healthcare delivery costs for services incurred but not received invoicing.
- \$900K in vendor invoices at month-end.

Salaries and Benefits Payable – \$774K balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued personal time off and various fringe benefit amounts withheld and not yet paid.

Other Payables – \$91K capital lease obligation related to medical equipment leased at Southeast Health and Wellness Center.

Debt Service Payable, Short-Term – \$1.2M balance is comprised of \$1M in Certificates of Obligation Payable.

Total Current Liabilities – \$26M

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.

Total Noncurrent Liabilities – \$8M

Total Liabilities – \$34M



January 2019 Monthly Financial Statements (unaudited)

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Net Assets

Unrestricted Net Assets – \$283M

Investment in Capital Assets – \$114M

Total Net Assets – \$397M

Total Liabilities and Net Assets – \$431M

Sources and Uses Report – Slide 5

January Preliminary financials → four months into the fiscal year, 33% of the fiscal year.

Sources – Total \$97M for the month

Property Tax Revenue – Net property tax revenue for the month was \$96M. Net revenue includes \$96M current month's collections, plus \$24K in adjustments for prior year delinquent taxes.

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

Other Revenue – \$181K investment income for the month, \$612K YTD, compared to \$469K last year.

Uses of Funds – Total \$31.6M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$91M YTD compared to \$83M YTD thru Jan 2018.

Administration Program – \$519K in expense for the month, which includes:

- Personnel costs – \$368K
- Legal fees – \$64K
- Consulting services – \$18K
- Other general and administrative – \$69K

Tax Collection Expenses – \$691K

Excess Sources/(Uses) – Increased by \$65M in January.



Healthcare Delivery Expense – Total \$30M and \$91M YTD - Slide 6

Intergovernmental Transfer "IGT" – January totaled \$28.6M, \$52.7M YTD.

Provider Costs – Healthcare delivery providers' expense for January totaled \$117K, which includes:

- Primary care – \$66K
- Medical Administration – \$51K

Healthcare Delivery Operating Cost – \$520K in expenses for the month and includes:

- Personnel costs – \$354K
- Consulting services – \$8K
- Legal fees – \$(30)K
- Other services and purchased goods – \$189K

Other Costs – \$1.1M in expense for the month, which includes:

- UMCB Campus Redevelopment – \$460K
- ACA Enrollment and Subsidy – \$623K
- Debt Service – \$30K

Total Healthcare Delivery for the month of January was \$30M.



CENTRAL HEALTH

Central Health

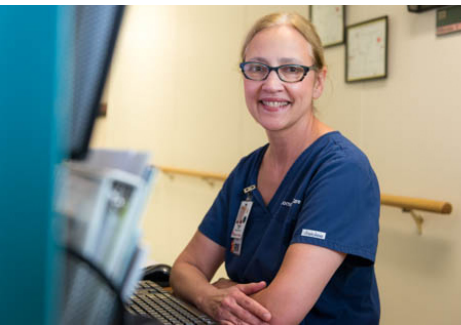
Financial Statement Presentation

FY 2019 – as of January 31, 2019

Central Health Board of Managers

February 26, 2019

Lisa Owens, VP of Financial Operations





January 2019 Financial Highlights

- Audited FY2018 financials were approved at the January Board meeting.
- Year-to-date, collected net property tax revenue is \$178 million compared to \$167 million as of Jan 2018.
- The IGT for YTD Jan 2019 is \$53 million compared to \$86 million as of Jan 2018.
- Tax collected through Jan 2019 is 90% of the adjusted tax levy compared to 92% as of Jan 2018.



Balance Sheet
As of January 31, 2019
(Page 1 of 2, Assets)

Assets	<u>as of 1/31/2019</u> <u>as of 1/31/2018</u>	
Current Assets		
Cash and cash equivalents	1,612,589	1,604,987
Short-term investments	142,839,755	142,676,865
Ad valorem taxes receivable	46,303,834	40,881,003
Other receivables	8,033,692	5,354,802
Prepaid expenses	327,058	183,867
Total Current Assets	199,116,928	190,701,524
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	6,328,247	6,803,360
Sendero paid-in-capital	91,000,000	45,000,000
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	118,411,247	72,886,360
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,354,256	132,393,816
Equipment and furniture	8,818,178	8,909,710
Construction in progress	206,526	2,211,689
Less accumulated depreciation	(41,446,826)	(37,439,085)
Total Capital Assets	113,702,318	117,846,314
Total Assets	431,230,494	381,434,198



Balance Sheet
As of January 31, 2019
(Page 2 of 2, Liabilities and Net Assets)

Liabilities	as of 1/31/2019	as of 1/31/2018
Current Liabilities		
Accounts payable	2,421,008	2,159,106
Salaries and benefits payable	774,454	490,325
Other Payables	91,120	5,984,951
Debt service payable, short-term	1,179,665	1,160,998
Deferred tax revenue	20,505,355	16,716,491
Other deferred revenue	853,027	-
Total Current Liabilities	<u>25,824,629</u>	<u>26,511,871</u>
Noncurrent Liabilities		
Debt service payable, long-term	8,350,000	9,380,000
Capital Lease Obligation, Long-Term		
Total Noncurrent Liabilities	<u>8,350,000</u>	<u>9,380,000</u>
Total Liabilities	<u>34,174,629</u>	<u>35,891,871</u>
Net Assets		
Unrestricted	283,353,547	227,696,014
Investment in Capital Assets	113,702,318	117,846,314
Total Net Assets	<u>397,055,865</u>	<u>345,542,328</u>
Liabilities and Net Assets	<u>431,230,494</u>	<u>381,434,199</u>



Sources and Uses Report
Fiscal Year-to-Date through January 31, 2019
(Excludes Depreciation Expense)

Sources / Uses	This Month	Fiscal Year to Date	Fiscal Year Budget	Percent of Budget Used	Prior Fiscal Year to Date
Sources					
Property Tax Revenue	95,949,530	178,347,875	196,861,527	90.6%	166,508,084
Lease Revenue	857,841	3,431,364	18,067,937	19.0%	3,580,207
Other Revenue	180,797	611,955	400,000	153.0%	469,393
Tobacco Settlement Revenue	-	-	2,000,000	0.0%	-
Contingency Reserve (Carryforward)	-	52,648,775	41,039,184	128.3%	51,560,311
Total Sources	96,988,168	235,039,969	258,368,648	91.0%	222,117,995
Uses of Funds					
Healthcare Delivery	30,357,335	91,351,856	247,343,600	36.9%	82,783,915
Administrative Program					
Salaries and benefits	368,423	1,376,253	4,690,997	29.3%	1,311,418
Legal Fees	63,612	197,452	1,198,320	16.5%	236,969
Consulting Fees	17,952	75,167	1,026,500	7.3%	233,606
Other Purchase Goods and Services	69,127	317,993	2,406,021	13.2%	658,287
Total Administrative Program	519,114	1,966,865	9,321,838	21.1%	2,440,280
Tax Collection Expenses	690,569	1,395,179	1,703,211	81.9%	1,365,506
Total Uses	31,567,018	94,713,900	258,368,648	36.7%	86,589,701
Excess Sources / (Uses)	65,421,150	140,326,069	-		135,528,294



Healthcare Delivery Expense Fiscal Year-to-Date through January 31, 2019 (Excludes Depreciation Expense)

Healthcare Delivery	This Month	Fiscal Year to Date	Fiscal Year Budget	Percent of Budget Used	Prior Fiscal Year to Date
Intergovernmental Transfers (IGTs) ⁽¹⁾	28,607,427	52,724,600	139,130,000	37.9%	68,299,553
Provider Costs					
Primary Care	65,862	265,848	790,344	33.6%	201,151
DSRIP Project Expense	-	1,000	-	0.0%	530,808
Charity Care	-	-	-	0.0%	1,062,933
Member Payment to CCC ⁽²⁾	-	10,000,000	34,000,000	29.4%	-
Medical Administration	51,440	204,111	719,990	28.3%	308,638
Subtotal Provider Costs	117,302	10,470,959	35,510,334	29.5%	2,103,530
Service Expansion Funds	-	-	4,480,000	0.0%	-
Total IGTs and Provider Costs	28,724,729	63,195,559	179,120,334	35.3%	70,403,083
Healthcare Delivery Operating Costs					
Salaries and benefits	353,589	1,331,578	3,818,591	34.9%	858,309
Consulting Services	7,528	11,523	559,590	2.1%	(67,771)
Legal Fees		11,020	51,200	21.5%	12,504
	(30,430)				
Other Services and Purchased Goods	189,328	820,629	5,164,895	15.9%	198,695
Subtotal HCD Operating Costs	520,015	2,174,750	9,594,276	22.7%	1,001,737
Other Costs					
UMCB Campus Redevelopment	459,551	1,234,932	11,125,542	11.1%	330,960
ACA Enrollment and Subsidy	623,107	1,786,883	8,916,000	20.0%	919,337
Debt Service	29,933	119,732	1,372,818	8.7%	128,798
Subtotal Other Costs	1,112,591	3,141,547	21,414,360	14.7%	1,379,095
Reserves and Transfers					
FY2019 Capital reserve		2,840,000	2,840,000		
FY2019 Emergency reserve			1,000,000		
FY2019 Sendero risk-based capital	-	20,000,000	20,000,000		10,000,000
FY2019 Contingency reserve appropriation			13,374,630		
Subtotal Reserves, Appropriated Uses and Transfers	-	22,840,000	37,214,630	61.4%	10,000,000
Total Healthcare Delivery	30,357,335	91,351,856	247,343,600	36.9%	82,783,915

⁽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 January 31, 2019

<i>Inter Governmental Transfers in millions)</i>	(\$	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Under (Over) Budget	Prior Year Fiscal Year-To-Date
Private Uncomp Care	-	-	7.7	24.0	16.3	2.2
UMCB Uncomp Care	-	-	2.8	24.5	21.7	2.0
DSH - Disproportionate Share	-	-	13.7	35.0	21.3	14.1
DSRIP - CCC	13.5	13.5	13.5	27.5	14.0	-
DSRIP - UMCB, Dell Children's	14.5	14.5	14.5	27.5	13.0	-
DSRIP - St. David's	0.6	0.6	0.6	0.6	0.0	-
Total		28.6	52.7	139.1	86.4	18.3



Questions ? Comments ?