

Balance Sheet (Assets) – Slide 3

Current Assets

Cash and Cash Equivalents – \$2.1M compared to \$2.8M Mar 2018

Short-term Investments – Short-term investments were \$155M at month-end, which is net of restricted investments of \$9.2M for capital acquisitions.

Ad Valorem Taxes Receivable – \$4.1M balance is composed of:

Gross Tax Receivables	\$7.2M
Taxable Assessed Valuation Adjustment	(.9)
Est. Allowance for Doubtful collections	<u>(2.2)</u>
Total Taxes Receivable	\$4.1M

Other Receivables – Other receivables total \$5.4M and consists of intercompany balances:

- CommUnityCare - \$1,515K
- Sendero - \$797K
- Community Care Collaborative - \$2,898K
- and interest and miscellaneous receivables of \$209K

Prepaid Expenses – \$341K balance composed of:

- Prepaid Insurance - \$182K
- Prepaid Memberships/Subscriptions - \$56K
- Deposits - \$11K
- Prepaid expenses other - \$92K

Total Current Assets – \$167M

Noncurrent Assets

Investments Restricted for Capital Acquisition – \$9.2M in short-term securities restricted for capital acquisition. (unchanged)

Sendero Paid-in Capital – \$71M (unchanged)

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

Sendero Surplus Debenture – \$37.1M (\$20M paid in December 2018) (unchanged)



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

Total Assets – \$402M

Balance Sheet (Liabilities and Net Assets) – Slide 4

Current Liabilities

Accounts Payable – Major components of the \$2.3M balance are:

- \$1,798K estimated healthcare delivery costs for services incurred but not received invoicing.
- \$470K in vendor invoices at month-end.

Salaries and Benefits Payable – \$1,411K 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. (unchanged)

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

Total Current Liabilities – \$8.2M

Noncurrent Liabilities

Debt Service Payable, Long-Term – \$7.3M balance of the \$16M in Series 2011 Certificates of Obligation, reduced by eight payments made to date. This debt was issued for the North Central clinic.

Total Noncurrent Liabilities – \$7M

Total Liabilities – \$15M



March 2019 Monthly Financial Statements (unaudited)
Page 3 of 4

Net Assets

Unrestricted Net Assets – \$273M

Investment in Capital Assets – \$114M

Total Net Assets – \$387M

Total Liabilities and Net Assets – \$402M

Sources and Uses Report – Slide 5

March Preliminary financials → six months into the fiscal year, 50% of the fiscal year.

Sources – Total \$3.5M for the month

Property Tax Revenue – Net property tax revenue for the month was \$1.4M. Net revenue includes \$1.3M current month's collections, plus \$82K in adjustments for prior year delinquent taxes.

Lease Revenue – \$1.8M recorded for Seton lease payment, UT ground lease, and 2033 Fund Ground lease (Block 167).

Other Revenue – \$337K investment income for the month, \$1,205K YTD, compared to \$836K YTD last year.

Uses of Funds – Total \$8M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$120M YTD compared to \$115M YTD thru Mar 2018.

Administration Program – \$566K in expense for the month, which includes:

- Personnel costs – \$345K
- Legal fees – \$44K
- Consulting services – \$9K
- Other general and administrative – \$168K

Tax Collection Expenses – \$(186)K

Excess Sources/(Uses) – (\$4M) in March. YTD \$131M. March 2018 YTD \$117M.



Healthcare Delivery Expense – Total \$7.6M and \$120M YTD - Slide 6

Intergovernmental Transfer “IGT” – March totaled \$6M, \$78M YTD.

Provider Costs – Healthcare delivery providers’ expense for March totaled \$66K, which includes:

- Primary care – \$15K
- Medical Administration – \$51K

Service Expansion Funds – Service Expansion expense for March totaled \$175K

Healthcare Delivery Operating Cost – \$411K in expenses for the month and includes:

- Personnel costs – \$339K
- Consulting Services – \$7K
- Legal Fees - \$7K
- Other services and purchased goods – \$58K

Other Costs – \$795K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$330K
- ACA Enrollment and Subsidy – \$438K
- Debt Service – \$27K

Total Healthcare Delivery for the month of March was \$7.6M.



CENTRAL HEALTH

Central Health

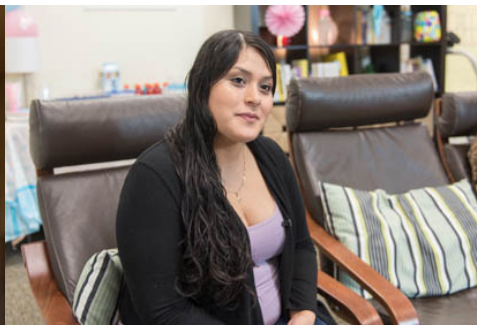
Financial Statement Presentation

FY 2019 – as of March 31, 2019

Central Health Budget & Finance Committee

April 17, 2019

Lisa Owens, VP of Financial Operations





March 2019 Financial Highlights

- Year-to-date, collected net property tax revenue is \$195 million compared to \$180 million as of Mar 2018.
- The IGT for YTD Mar 2019 is \$78 million compared to \$99 million as of Mar 2018. An IGT for \$6.1M was made for the Disproportionate Share Program (DSH).
- Tax collected through Mar 2019 is 98% of the adjusted tax levy compared to 98% as of Mar 2018.



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

Assets	as of 3/31/2019	as of 3/31/2018
Current Assets		
Cash and cash equivalents	2,125,497	2,774,873
Short-term investments	155,093,912	138,797,009
Ad valorem taxes receivable	4,065,113	3,360,311
Other receivables	5,418,208	8,030,220
Prepaid expenses	341,257	348,209
Total Current Assets	167,043,987	153,310,622
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	9,168,247	6,430,024
Sendero paid-in-capital	71,000,000	51,000,000
Working capital advance to CommUnityCare	4,000,000	4,000,000
Sendero Surplus Debenture	37,083,000	17,083,000
Total Noncurrent or restricted cash and investments	121,251,247	78,513,024
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,395,476	132,393,816
Equipment and furniture	9,280,958	8,909,710
Construction in progress	641,472	2,575,814
Less accumulated depreciation	(42,171,212)	(38,178,452)
Total Capital Assets	113,916,878	117,471,072
Total Assets	402,212,112	349,294,718



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

Liabilities	as of	as of
	as of 3/31/2019	3/31/2018
Current Liabilities		
Accounts payable	2,268,175	2,288,473
Salaries and benefits payable	1,411,060	1,063,854
Other Payables	90,698	5,993,674
Debt service payable, short-term	1,092,203	1,059,933
Deferred tax revenue	3,331,843	3,237,657
Other deferred revenue	25,000	828,027
Total Current Liabilities	<u>8,218,979</u>	<u>14,471,618</u>
Noncurrent Liabilities		
Debt service payable, long-term	7,285,000	8,350,000
Capital Lease Obligation, Long-Term		
Total Noncurrent Liabilities	<u>7,285,000</u>	<u>8,350,000</u>
Total Liabilities	<u>15,503,979</u>	<u>22,821,618</u>
Net Assets		
Unrestricted	272,791,255	209,002,029
Investment in Capital Assets	113,916,878	117,471,071
Total Net Assets	<u>386,708,133</u>	<u>326,473,100</u>
Liabilities and Net Assets	<u>402,212,112</u>	<u>349,294,718</u>



Sources and Uses Report
Fiscal Year-to-Date through March 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	1,382,448	195,381,894	196,861,527	99.2%	179,769,504
Lease Revenue	1,777,869	6,067,074	18,067,937	33.6%	5,145,311
Other Revenue	336,912	1,205,103	400,000	301.3%	836,199
Tobacco Settlement Revenue	-	-	2,000,000	0.0%	-
Contingency Reserve (Carryforward)	-	52,648,775	41,039,184	128.3%	51,560,311
Total Sources	3,497,229	255,302,846	258,368,648	98.8%	237,311,325
Uses of Funds					
Healthcare Delivery	7,589,344	120,005,633	247,343,600	48.5%	114,928,457
Administrative Program					
Salaries and benefits	344,530	2,060,568	4,690,997	43.9%	1,944,329
Legal Fees	44,429	356,830	1,198,320	29.8%	394,121
Consulting Fees	9,492	226,143	1,026,500	22.0%	357,097
Other Purchase Goods and Services	167,773	601,145	2,406,021	25.0%	966,061
Total Administrative Program	566,224	3,244,686	9,321,838	34.8%	3,661,608
Tax Collection Expenses	(186,130)	1,350,325	1,703,211	79.3%	1,522,829
Total Uses	7,969,438	124,600,644	258,368,648	48.2%	120,112,894
Excess Sources / (Uses)	(4,472,209)	130,702,202	-		117,198,431



Healthcare Delivery Expense
Fiscal Year-to-Date through March 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⁾	6,142,485	77,946,699	139,130,000	56.0%	98,734,056
Provider Costs					
Primary Care	14,888	395,172	790,344	50.0%	395,852
DSRIP Project Expense	-	1,647	-	0.0%	585,985
Charity Care	-	-	-	0.0%	1,062,933
Member Payment to CCC ⁽²⁾	-	10,000,000	34,000,000	29.4%	-
Medical Administration	51,440	306,990	719,990	42.6%	308,638
Subtotal Provider Costs	66,328	10,703,809	35,510,334	30.1%	2,353,408
Service Expansion Funds	174,600	174,600	4,480,000	0.0%	-
Total IGTs and Provider Costs	6,383,413	88,825,108	179,120,334	49.6%	101,087,464
Healthcare Delivery Operating Costs					
Salaries and benefits	338,958	1,994,307	3,818,591	52.2%	1,327,944
Consulting Services	7,358	22,200	559,590	4.0%	(24,457)
Legal Fees	6,845	47,716	51,200	93.2%	39,353
Other Services and Purchased Goods	57,807	1,106,086	5,164,895	21.4%	376,982
Subtotal HCD Operating Costs	410,968	3,170,309	9,594,276	33.0%	1,719,822
Other Costs					
UMCB Campus Redevelopment	329,741	2,280,485	11,125,542	20.5%	647,932
ACA Enrollment and Subsidy	438,019	2,712,863	8,916,000	30.4%	1,282,308
Debt Service	27,203	176,868	1,372,818	12.9%	190,931
Subtotal Other Costs	794,963	5,170,216	21,414,360	24.1%	2,121,171
Reserves and Transfers					
FY2019 Capital reserve		2,840,000	2,840,000		
FY2019 Emergency reserve			1,000,000		
FY2019 Sendero debenture	-	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	7,589,344	120,005,633	247,343,600	48.5%	114,928,457

⁽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 March 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	-	15.2	24.0	8.8	16.0
UMCB Uncomp Care	-	14.3	24.5	10.2	12.7
DSH - Disproportionate Share	6.1	19.9	35.0	15.1	20.1
DSRIP - CCC	-	13.5	27.5	14.0	24.4
DSRIP - UMCB, Dell Children's	-	14.5	27.5	13.0	25.5
DSRIP - St. David's	-	0.6	0.6	0.0	0.2
Total	6.1	77.9	139.1	61.2	98.7



Questions ? Comments ?