



Balance Sheet (Assets) – Slide 3

Current Assets

Cash and Cash Equivalents – \$2.7 million

Short-term Investments – Short-term investments were \$138.8 million at month-end, which is net of restricted investments of \$6.4 million for capital acquisitions.

Ad Valorem Taxes Receivable – \$3.4 million balance is composed of the 2017 tax levy of \$4.3 million, delinquent prior years' taxes of \$2.4 million, and tax distributions in transit from the Travis County Tax Office of \$150 thousand, partially offset by estimated allowances for doubtful collections and adjustments of \$3.5 million.

Other Receivables – Other receivables total \$8.0 million and consists of intercompany balances of \$7.9 million, and interest receivable of \$107K.

Prepaid Expenses – \$348K balance composed of \$337K appraisal and collection fees and \$11K in deposits.

Total Current Assets – \$153.3 million

Noncurrent Assets

Investments Restricted for Capital Acquisition – \$6.4 million in short-term securities restricted for capital acquisition.

Sendero Paid-in Capital – \$51.0 million (unchanged)

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

Sendero Surplus Debenture – \$17.1 million (unchanged)

Capital Assets – \$117.5 million, net of accumulated depreciation.

Total Assets – \$349.3 million



Balance Sheet (Liabilities and Net Assets) – Slide 4

Current Liabilities

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

- \$1.0 million in vendor invoices at month-end, and
- \$1.3 million in estimated healthcare delivery costs for services incurred but not yet billed or paid.

Salaries and Benefits Payable – \$1.1 million 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 – \$6.0 million in other payables is comprised of the amount due to Seton for Charity Care and the distribution of the 2016 tobacco settlement proceeds.

Debt Service Payable, Short-Term – \$1.1 million balance is comprised of \$29k is accrued interest and \$1.0 million is Certificates of Obligation Payable.

Capital Lease Obligation, Short-Term – \$87K related to medical equipment leased at Southeast Health and Wellness Center.

Deferred Tax Revenue – \$3.2 million for the uncollected portion of the 2017 tax levy.

Total Current Liabilities – \$14.4 million

Noncurrent Liabilities

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

Capital Lease Obligation, Long-Term – \$150K related to medical equipment leased at Southeast Health and Wellness Center.

Other Deferred Revenue – \$828K– Seton’s April 2018 lease payment received in current month.

Total Noncurrent Liabilities – \$8.4 million

Total Liabilities – \$22.4million



Net Assets

Unrestricted Net Assets – \$209 million

Investment in Capital Assets – \$117.4 million

Total Net Assets – \$326.4 million

Total Liabilities and Net Assets – \$349.3 million

Sources and Uses Report – Slide 5

March financials → Six months, 50% of the fiscal year

Sources

Property Tax Revenue – Net property tax revenue for the month of March was \$871K. Net revenue includes \$962K current month's collections, less \$92K in adjustments for prior year delinquent taxes. Current month's collections were 98.9% of the fiscal 2018 budget.

Lease Revenue – \$783K recorded for Seton lease payment.

Other Revenue – \$196K interest income on investments.

Uses of Funds

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$7.0 million for the month.

Administration Program – \$534K in expense for the month, which includes:

- Personnel costs – \$287
- Legal fees – \$100K
- Consulting services – \$71K
- Other general and administrative – \$78K

Tax Collection Expenses – \$10K

Excess Sources Over (Under) Uses – Net assets decreased by \$5.7 million in March. Year-to-date, net assets have increased by \$120.8 million.



Healthcare Delivery Expense – Slide 6

Intergovernmental Transfers (IGTs) – IGT expense for the month of March was \$6.0 million.

Provider Costs – Healthcare delivery providers' expense for March totaled \$134K, which includes:

- Primary care – \$134K
- DSRIP project expense – \$502

Healthcare Delivery Operating Cost – \$623K in expenses for the month and includes:

- Personnel costs – \$333K
- Consulting services – \$11K
- Legal fees – \$36K
- Other services and purchased goods – \$244K

Other Costs – \$249K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$57K
- ACA Enrollment and Subsidy – \$162K
- Debt Service – \$30K

Total Healthcare Delivery for the month of March was \$7.0 million.

Recap of FY18 IGT Payments – Slide 7

IGT expense of \$6.0 million, related to Disproportionate Share, was sent on March 1, 2018.



CENTRAL HEALTH

Central Health

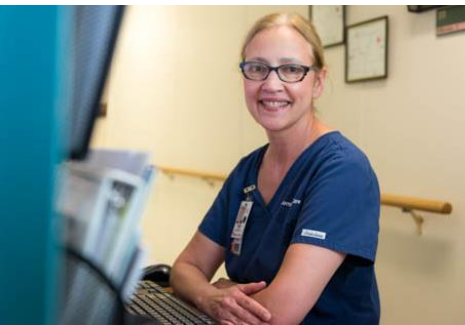
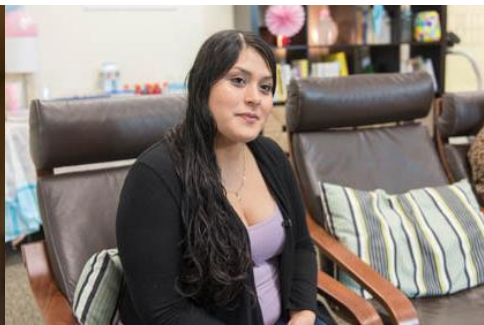
Financial Statement Presentation

FY 2018 – as of March 31, 2018

Central Health Budget and Finance Committee

April 18, 2018

Lisa Owens, VP of Financial Operations





March 2018 Financial Highlights

- Sent Intergovernmental Transfer of \$6.0 million, related to Uncompensated Care, in March.
- Year-to-date, collected net property tax revenue of \$179 million (98.9% of fiscal 2018 budget).



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

	<u>FY 2018</u>	<u>FY 2017</u>
Assets		
Current Assets		
Cash and cash equivalents	2,774,873	2,584,677
Short-term investments	138,797,009	132,510,775
Ad valorem taxes receivable	3,360,311	2,622,032
Other receivables	8,030,220	3,863,373
Prepaid expenses	348,209	58,726
Total Current Assets	<u>153,310,624</u>	<u>141,639,583</u>
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	6,430,024	7,148,458
Sendero paid-in-capital	51,000,000	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>78,513,024</u>	<u>63,231,458</u>
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	132,393,816	125,080,605
Equipment and furniture	8,909,710	9,078,151
Construction in progress	2,575,814	10,445,801
Less accumulated depreciation	(38,178,452)	(35,033,063)
Total Capital Assets	<u>117,471,071</u>	<u>121,341,678</u>
Total Assets	<u><u>349,294,720</u></u>	<u><u>326,212,720</u></u>



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

	<u>FY 2018</u>	<u>FY 2017</u>
Liabilities		
Current Liabilities		
Accounts payable	2,288,475	3,077,144
Salaries and benefits payable	1,063,854	1,098,768
Other Payables	5,906,044	1,540,046
Debt service payable, short-term	1,059,933	1,032,200
Capital Lease Obligation, Short-Term	87,630	81,842
Deferred tax revenue	3,237,657	2,789,559
Other deferred revenue	828,027	3,174,900
Total Current Liabilities	<u>14,471,620</u>	<u>12,794,459</u>
Noncurrent Liabilities		
Debt service payable, long-term	8,199,738	9,146,227
Capital Lease Obligation, Long-Term	150,262	233,773
Total Noncurrent Liabilities	<u>8,350,000</u>	<u>9,380,000</u>
Total Liabilities	<u>22,821,620</u>	<u>22,174,459</u>
Net Assets		
Unrestricted	209,002,029	182,696,583
Investment in Capital Assets	117,471,071	121,341,678
Total Net Assets	<u>326,473,100</u>	<u>304,038,261</u>
Liabilities and Net Assets	<u><u>349,294,720</u></u>	<u><u>326,212,720</u></u>



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

	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Percent of Budget Used	Prior Year-To-Date
Sources					
Property Tax Revenue	\$ 870,651	\$ 179,769,504	\$ 181,839,054	98.9%	\$ 168,531,778
Lease Revenue	\$ 782,552	\$ 5,145,311	10,303,467	49.9%	\$ 19,049,400
Other Revenue	\$ 196,894	\$ 836,199	400,000	209.0%	331,310
Tobacco Settlement Revenue	\$ -	\$ -	1,800,000	0.0%	-
Contingency Reserve (Appropriated) ⁽¹⁾	\$ -	51,560,311	43,482,960	118.6%	-
Total Sources	1,850,097	237,311,325	237,825,481	99.8%	187,912,488
Uses of Funds					
Total Healthcare Delivery Program	7,033,935	111,543,148	227,029,205	49.1%	107,847,320
Administration Program					
Personnel Salary and Benefits	286,738	1,744,156	4,413,183	39.5%	1,864,787
Other Purchased Goods and Services					
Legal Fees	100,397	394,121	926,200	42.6%	606,135
Consulting Services	71,215	357,097	1,208,800	29.5%	126,101
Other General and Administrative	78,602	969,464	2,595,333	37.4%	832,816
Subtotal Other Purchased Goods and Services	250,214	1,720,682	4,730,333	36.4%	1,565,052
Total Administration Program	536,952	3,464,838	9,143,516	37.9%	3,429,839
Tax Collection Expenses	10,294	1,522,829	1,652,760	92.1%	1,442,447
Total Uses	7,581,181	116,530,815	237,825,481	49.0%	112,719,606
Excess Sources Over (Under) Uses	\$ (5,731,084)	\$ 120,780,510	\$ -		\$ 75,192,882

⁽¹⁾ Emergency reserve (not included within the Contingency Reserve) is \$29,895,000 at fiscal year-end 2017.



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

	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Percent of Budget Used	Prior Year-To-Date
Intergovernmental Transfers (IGTs) ⁽¹⁾	\$ 6,027,906	\$ 98,734,058	\$ 142,920,000	69.1%	\$ 89,931,678
Provider Costs					
Primary Care	133,798	395,852	1,731,800	22.9%	292,680
DSRIP Project Expense	502	585,985	-		728,318
Charity Care	-	1,062,933	4,251,733	25.0%	2,125,867
New Healthcare Initiatives	-	-	500,000	0.0%	-
Member Payment to CCC ⁽²⁾	-	-	29,245,166	0.0%	-
Medical Administration	-	308,638	666,657	46.3%	308,638
Subtotal Provider Costs	134,300	2,353,408	36,395,356	6.5%	3,455,503
Service Expansion Funds ⁽³⁾	-	-	2,000,000	0.0%	-
Total IGTs and Provider Costs	6,162,206	101,087,466	181,315,356	55.8%	93,387,181
Healthcare Delivery Operating Costs					
Personnel Costs	332,679	1,528,117	3,897,517	39.2%	1,642,371
Consulting Services	10,663	(24,457)	389,000	-6.3%	94,829
Legal Fees	35,778	45,782	31,200	146.7%	31,725
Other Services and Purchased Goods	243,649	737,399	3,894,184	18.9%	663,703
Subtotal HCD Operating Costs	622,769	2,286,841	8,211,901	27.8%	2,432,627
Other Costs					
UMCB Campus Redevelopment	56,571	277,681	4,360,644	6.4%	489,294
ACA Enrollment and Subsidy	162,456	1,282,308	2,700,000	47.5%	796,235
Debt Service	29,933	1,190,931	1,372,795	86.8%	202,704
Subtotal Other Costs	248,960	2,750,920	8,433,439	32.6%	1,488,233
Subtotal Reserves, Appropriated Uses and Transfers	-	5,417,922	29,068,509	18.6%	10,539,279
Total Healthcare Delivery	\$ 7,033,935	\$ 111,543,149	\$ 227,029,205	49.1%	\$ 107,847,320

⁽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.

⁽³⁾ In February 2018, the Board of Managers appropriated \$200K to the CCC.



Recap of FY18 IGT Payments Actuals Through March 31, 2018

<i>\$ in millions</i>	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Under (Over) Budget
Private UC	\$ -	\$ 16.0	\$ 24.0	\$ 8.0
UMCB UC	-	12.7	25.0	12.3
DSH	6.0	20.0	35.0	15.0
DSRIP - CCC	-	24.4	29.3	4.9
DSRIP - UMCB, Dell Children's	-	25.4	29.0	3.6
DSRIP - St. David's	-	.2	.6	.4
Total	\$ 6.0	\$ 98.7	\$ 142.9	\$ 44.2



Questions? Comments?