

**Balance Sheet (Assets)** – Slide 3**Current Assets**

Cash and Cash Equivalents – \$2.0M compared to \$1.6M Apr 2018

Short-term Investments – Short-term investments were \$150M at month-end, which is net of restricted investments of \$7.7M for capital acquisitions.

Ad Valorem Taxes Receivable – \$3.2M balance is composed of:

Gross Tax Receivables	\$6.5M
Taxable Assessed Valuation Adjustment	(1.1M)
Est. Allowance for Doubtful collections	<u>(2.2M)</u>
<b>Total Taxes Receivable</b>	<b>\$3.2M</b>

Other Receivables – Other receivables total \$5.3M and consists of intercompany balances:

- CommUnityCare - \$2.1M
- Sendero - \$504K
- Community Care Collaborative - \$2.4M
- Interest and miscellaneous receivables of \$327K

Prepaid Expenses – \$235K balance composed of:

- Prepaid Insurance - \$164K
- Prepaid Memberships/Subscriptions - \$48K
- Deposits - \$11K
- Prepaid expenses other - \$12K

**Total Current Assets** – **\$160.7M**



April 2019 Monthly Financial Statements (unaudited)  
Page 2 of 5

**Balance Sheet (Assets)** – Slide 3 (continued)

**Noncurrent Assets**

Investments Restricted for Capital Acquisition – \$7.7M 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 (unchanged) (\$20M paid by CH in December 2018)

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

**Total Assets** – \$394.4M

**Balance Sheet (Liabilities and Net Assets)** – Slide 4

**Current Liabilities**

Accounts Payable – Major components of the \$3.9M balance are:

- \$1.5M estimated healthcare delivery costs for services incurred but not received invoicing.
- \$2.4M in vendor invoices at month-end including \$1.5M in Tobacco Settlement funds due to Seton & Travis County.

Salaries and Benefits Payable – \$1.5M 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)

**Balance Sheet (Liabilities and Net Assets)** – Slide 4 (continued)

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

Deferred Tax Revenue - \$2.7M

Other Deferred Revenue - \$854K is primarily one month of Seton lease revenue paid in advance.

**Total Current Liabilities** – \$10.1M

**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.

Deferred Revenue – Long Term - \$1.2M, lease revenue for Block 164 year 2-FY20 and year 3-FY21 from 2033 LLP.

**Total Noncurrent Liabilities** – \$8.5M

**Total Liabilities** – \$18.6M

**Net Assets**

Unrestricted Net Assets – \$262M

Investment in Capital Assets – \$114M

**Total Net Assets** – \$375.8M

**Total Liabilities and Net Assets** – \$394.4M

**Sources and Uses Report** – Slide 5

April Preliminary financials → seven months into the fiscal year, 58% of the fiscal year.

**Sources – Total \$5.8M for the month**

Property Tax Revenue – Net property tax revenue for the month was \$452k. Net revenue includes \$505k current month's collections, less \$53K in adjustments for prior year delinquent taxes.

Lease Revenue – \$1.5M recorded for Seton lease payment, UT ground lease, and 2033 Fund Ground lease (Block 164).

Other Revenue – \$324K investment income for the month, \$1.5M YTD, compared to \$1.0M YTD last year.

Tobacco Settlement Revenue - \$3.5M

**Uses of Funds – Total \$17.3M for the month**

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$137M YTD compared to \$117M YTD thru Apr 2018.

Administration Program – \$459K in expense for the month, which includes:

- Personnel costs – \$414K
- Legal fees – \$47K
- Consulting services – \$(37)K
- Other general and administrative – \$35K

Tax Collection Expenses – \$200K for the month.

**Excess Sources/(Uses)** – \$(11)M in April. Current YTD is \$119M compared to prior year 2018 YTD of \$121M.



**Healthcare Delivery Expense** – Slide 6

**Healthcare Delivery Expense** – Total \$17M and \$137M YTD

Intergovernmental Transfer “IGT” – no IGT was sent in the month of April, YTD is at \$78M.

Provider Costs – Healthcare delivery providers’ expense for April totaled \$14M, which includes:

- Primary care – \$215k
- Member Payment to CCC – \$14M
- Medical Administration – \$51K

Service Expansion Funds – Service Expansion expense for April totaled \$65k for the LARC program.

Healthcare Delivery Operating Cost – \$563K in expenses for the month and includes:

- Personnel costs – \$331K
- Consulting Services – 11K
- Legal Fees - \$(21)K
- Other services and purchased goods – \$242K

Other Costs – \$715K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$230K
- ACA Enrollment and Subsidy – \$458K
- Debt Service – \$27K

Reserves and Transfers - \$1.0M transfer to increase the Emergency Reserves for FY2019 to \$32.3M.

**Total Healthcare Delivery** - for the month of April was \$17M.



CENTRAL HEALTH

# Central Health

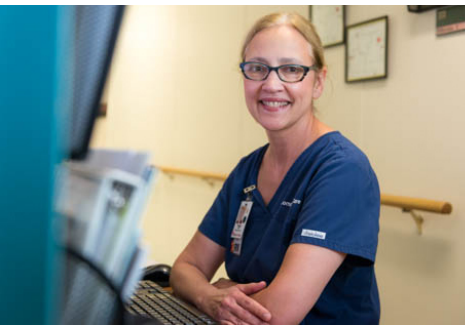
## Financial Statement Presentation

FY 2019 – as of April 30, 2019

Central Health Budget & Finance Committee

May 22, 2019

Lisa Owens, VP of Financial Operations





# April 2019 Financial Highlights

- Year-to-date, collected net property tax revenue is \$196 million compared to \$180 million as of April 2018.
- Tax collected through April 2019 is 98% of the adjusted tax levy compared to 98% as of April 2018.
- The Inter Governmental Transfer “IGT” for YTD April 2019 is \$78 million compared to \$99 million as of April 2018.
- Central Health made a Member Payment to CCC in April of \$14M.



**Balance Sheet**  
**As of April 30, 2019**  
*(Page 1 of 2, Assets)*

<b>Assets</b>	<b>as of</b> <b>4/30/2019</b>	<b>as of</b> <b>4/30/2018</b>
Current Assets		
Cash and cash equivalents	1,955,942	1,601,032
Short-term investments	149,928,293	142,705,385
Ad valorem taxes receivable	3,226,599	2,382,626
Other receivables	5,296,198	8,998,036
Prepaid expenses	235,302	335,069
Total Current Assets	160,642,334	156,022,148
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	7,737,204	6,429,810
Sendero paid-in-capital	71,000,000	61,000,000
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	119,820,204	88,512,810
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,395,476	132,393,816
Equipment and furniture	9,488,286	8,909,710
Construction in progress	876,795	2,576,028
Less accumulated depreciation	(42,547,501)	(38,551,313)
Total Capital Assets	113,983,240	117,098,425
<b>Total Assets</b>	<b>394,445,778</b>	<b>361,633,383</b>





**Balance Sheet**  
**As of April 30, 2019**  
*(Page 2 of 2, Liabilities and Net Assets)*

<b>Liabilities</b>	<b>as of 4/30/2019</b>	<b>as of 4/30/2018</b>
Current Liabilities		
Accounts payable	3,858,113	11,887,387
Salaries and benefits payable	1,496,108	1,151,449
Other Payables	90,842	7,146,844
Debt service payable, short-term	1,119,407	1,089,866
Deferred tax revenue	2,688,374	2,349,671
Other deferred revenue	854,507	-
Total Current Liabilities	<u>10,107,351</u>	<u>23,625,217</u>
Noncurrent Liabilities		
Debt service payable, long-term	7,285,000	8,350,000
Deferred Revenue	1,220,000	
Total Noncurrent Liabilities	<u>8,505,000</u>	<u>8,350,000</u>
Total Liabilities	<u>18,612,351</u>	<u>31,975,217</u>
<b>Net Assets</b>		
Unrestricted	261,850,187	212,559,742
Investment in Capital Assets	113,983,240	117,098,424
Total Net Assets	<u>375,833,427</u>	<u>329,658,166</u>
<b>Liabilities and Net Assets</b>	<u>394,445,778</u>	<u>361,633,383</u>



**Sources and Uses Report**  
**Fiscal Year-to-Date through April 30, 2019**  
*(Excludes Depreciation Expense)*

<b>Sources / Uses</b>	<b>This Month</b>	<b>Fiscal Year to Date</b>	<b>Fiscal Year Budget</b>	<b>Percent of Budget Used</b>	<b>Prior Fiscal Year to Date</b>
<b>Sources</b>					
Property Tax Revenue	451,943	195,833,838	196,861,527	99%	180,484,224
Lease Revenue	1,467,841	7,534,914	18,067,937	42%	6,454,886
Other Revenue	324,288	1,529,391	400,000	382%	1,039,017
Tobacco Settlement Revenue	3,523,773	3,523,773	2,000,000	176%	3,426,346
Contingency Reserve (Carryforward)	-	52,648,775	41,039,184	128%	51,560,311
<b>Total Sources</b>	<b>5,767,845</b>	<b>261,070,691</b>	<b>258,368,648</b>	<b>101%</b>	<b>242,964,784</b>
<b>Uses of Funds</b>					
<b>Healthcare Delivery</b>	<b>16,609,564</b>	<b>136,614,675</b>	<b>247,343,600</b>	<b>55%</b>	<b>116,479,220</b>
<b>Administrative Program</b>					
Salaries and benefits	414,105	2,474,673	4,690,997	53%	2,305,458
Legal Fees	46,765	403,595	1,198,320	34%	479,109
Consulting Fees	(36,689)	189,454	1,026,500	18%	369,203
Other Purchase Goods and Services	34,820	635,966	2,406,021	26%	1,047,846
<b>Total Administrative Program</b>	<b>459,001</b>	<b>3,703,688</b>	<b>9,321,838</b>	<b>40%</b>	<b>4,201,616</b>
<b>Tax Collection Expenses</b>	<b>200,349</b>	<b>1,550,674</b>	<b>1,703,211</b>	<b>91%</b>	<b>1,527,592</b>
<b>Total Uses</b>	<b>17,268,914</b>	<b>141,869,037</b>	<b>258,368,648</b>	<b>55%</b>	<b>122,208,428</b>
<b>Excess Sources / (Uses)</b>	<b>(11,501,069)</b>	<b>119,201,654</b>	<b>-</b>		<b>120,756,356</b>



**Healthcare Delivery Expense**  
**Fiscal Year-to-Date through April 30, 2019**  
*(Excludes Depreciation Expense)*

<b>Healthcare Delivery</b>	<b>This Month</b>	<b>Fiscal Year to Date</b>	<b>Fiscal Year Budget</b>	<b>Percent of Budget Used</b>	<b>Prior Fiscal Year to Date</b>
<b>Intergovernmental Transfers (IGTs) <sup>(1)</sup></b>					
Private Uncompensated Care	-	15,228,042	24,000,000	63%	15,965,283
DSMC Uncompensated Care	-	14,256,758	24,500,000	58%	12,667,158
DSH - Disproportionate Share	-	19,854,471	35,000,000	57%	20,080,456
DSRIP - CCC	-	13,485,266	27,500,000	49%	24,381,240
DSRIP - DSMC, Dell Children's	-	14,537,581	27,500,000	53%	25,454,252
DSRIP - St. David's	-	584,580	630,000	93%	185,669
<b>Subtotal Intergovernmental Transfers (IGTs)</b>	-	77,946,698	139,130,000	56%	98,734,058
<b>Provider Costs</b>					
Primary Care	214,778	609,950	790,344	77%	458,761
DSRIP Project Expense	-	-	-	0%	585,985
Charity Care	-	-	-	0%	1,062,933
Member Payment to CCC <sup>(2)</sup>	14,000,000	24,000,000	34,000,000	71%	-
Medical Administration	51,440	360,077	719,990	50%	462,956
<b>Subtotal Provider Costs</b>	14,266,218	24,970,027	35,510,334	70%	2,570,635
<b>Service Expansion Funds</b>					
Sexual & Reproductive Health	65,115	239,715	1,080,000	22%	-
New Initiatives	-	-	1,400,000	0%	-
Other Service Expansion	-	-	2,000,000	0%	-
<b>Service Expansion Funds</b>	65,115	239,715	4,480,000	0%	-

(continued on next page)

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

<sup>(2)</sup> 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.



**Healthcare Delivery Expense (continued)**  
**Fiscal Year-to-Date through April 30, 2019**  
*(Excludes Depreciation Expense)*

<b>Healthcare Delivery</b>	<b>This Month</b>	<b>Fiscal Year to Date</b>	<b>Fiscal Year Budget</b>	<b>Percent of Budget Used</b>	<b>Prior Fiscal Year to Date</b>
<b>Healthcare Delivery Operating Costs</b>					
Salaries and benefits	331,597	2,325,904	3,818,591	61%	1,635,501
Consulting Services	10,693	32,893	559,590	6%	(12,969)
Legal Fees	(21,450)	26,266	51,200	51%	26,775
Other Services and Purchased Goods	242,548	1,348,113	5,164,895	26%	1,014,154
<b>Subtotal HCD Operating Costs</b>	<b>563,388</b>	<b>3,733,176</b>	<b>9,594,276</b>	<b>39%</b>	<b>2,663,461</b>
<b>Other Costs</b>					
UMCB Campus Redevelopment	230,217	2,510,702	11,125,542	23%	862,480
ACA Enrollment and Subsidy	457,423	3,170,286	8,916,000	36%	1,427,722
Debt Service	27,203	204,071	1,372,818	15%	220,864
<b>Subtotal Other Costs</b>	<b>714,843</b>	<b>5,885,059</b>	<b>21,414,360</b>	<b>27%</b>	<b>2,511,066</b>
<b>Reserves and Transfers</b>					
FY2019 Capital reserve		2,840,000	2,840,000		
FY2019 Emergency reserve	1,000,000	1,000,000	1,000,000		
FY2019 Sendero Risk Based Capital	-	20,000,000	20,000,000		10,000,000
FY2019 Contingency reserve appropriation			13,374,630		
<b>Subtotal Reserves, Appropriated Uses and Transfers</b>	<b>1,000,000</b>	<b>23,840,000</b>	<b>37,214,630</b>	<b>64%</b>	<b>10,000,000</b>
<b>Total Healthcare Delivery</b>	<b>16,609,564</b>	<b>136,614,675</b>	<b>247,343,600</b>	<b>55%</b>	<b>116,479,220</b>



Questions ? Comments ?