

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

Cash and Cash Equivalents – \$1.2M compared to \$1.6M May 2018

Short-term Investments – Short-term investments were \$149M at month-end, which is net of restricted investments of \$7.3M for capital acquisitions.

Ad Valorem Taxes Receivable – \$2.6M balance is composed of:

Gross Tax Receivables	\$6.1M
Taxable Assessed Valuation Adjustment	(1.3M)
Est. Allowance for Doubtful collections	<u>(2.2M)</u>
Total Taxes Receivable	\$2.6M

Other Receivables – Other receivables total \$3.15M and consists of intercompany balances:

- CommUnityCare - \$1.28M
- Sendero - \$474K
- Community Care Collaborative - \$1.1M
- Interest and miscellaneous receivables of \$294K

Prepaid Expenses – \$163K balance composed of:

- Prepaid Insurance - \$103K
- Prepaid Memberships/Subscriptions - \$49K
- Deposits - \$11K

Total Current Assets – **\$156.5M**

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

Investments Restricted for Capital Acquisition – \$7.3M in short-term securities restricted for capital acquisition.

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 – \$389.9M

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

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

- \$1.4M estimated healthcare delivery costs for services incurred but not received.
- \$196K in vendor invoices at month-end.

Salaries and Benefits Payable – \$852K 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 - \$2.2M

Other Deferred Revenue - \$856K is primarily one month of Seton lease revenue paid in advance.

Total Current Liabilities – \$6.7M

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 – \$15.2M

Net Assets

Unrestricted Net Assets – \$261M

Investment in Capital Assets – \$114M

Total Net Assets – \$374.7M

Total Liabilities and Net Assets – \$389.9M

Sources and Uses Report – Slide 5

May Preliminary financials → eight months into the fiscal year, 67% of the fiscal year.

Sources – Total \$1.3M for the month

Property Tax Revenue – Net property tax revenue for the month was \$159K. Net revenue includes \$432K current month's collections, less \$273K in adjustments for prior year delinquent taxes.

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

Other Revenue – \$315K investment income for the month, \$1.8M YTD, compared to \$1.3M YTD last year.

Uses of Funds – Total \$2.1M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$138M YTD compared to \$118M YTD thru May 2018.

Administration Program – \$576K in expense for the month, which includes:

- Personnel costs – \$394K
- Legal fees – \$92K
- Consulting services – \$10K
- Other general and administrative – \$80K

Tax Collection Expenses – \$2.8K for the month.

Excess Sources/(Uses) – \$(757)K in May. Current YTD is \$118M compared to prior year 2018 YTD of \$120M.

Healthcare Delivery Expense – Slide 6 & 7**Healthcare Delivery Expense** – Total \$1.5M and \$138M YTD

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

Provider Costs – Healthcare delivery providers’ expense for May totaled \$138K, which includes:

- Primary care – \$(123)K
- Member Payment to CCC – \$210K
- Medical Administration – \$51K

Service Expansion Funds – Service Expansion expense for May totaled \$72K for the LARC program.

Healthcare Delivery Operating Cost – \$532K in expenses for the month and includes:

- Personnel costs – \$271.5K
- Consulting Services – 2K
- Legal Fees - \$3.5K
- Other services and purchased goods – \$255K

Other Costs – \$768K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$236K
- ACA Enrollment and Subsidy – \$505K
- Debt Service – \$27K

Total Healthcare Delivery - for the month of May was \$1.5M.



CENTRAL HEALTH

Central Health

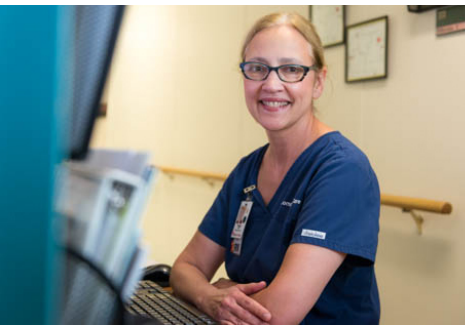
Financial Statement Presentation

FY 2019 – as of May 31, 2019

Central Health Budget & Finance Committee

June 12, 2019

Lisa Owens, VP of Financial Operations





May 2019 Financial Highlights

- Year-to-date, collected net property tax revenue is \$196 million compared to \$181 million as of May 2018.
- Tax collected through May 2019 is 99% of the adjusted tax levy compared to 99% as of May 2018.
- The Inter Governmental Transfer “IGT” for YTD May 2019 is \$78 million compared to \$99 million as of May 2018.
- Central Health made a Member Payment to CCC in May of \$210K. This is a new initiative for FY19, Integral Care school based services.



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

Assets	as of 5/31/2019	as of 5/31/2018
Current Assets		
Cash and cash equivalents	1,220,891	1,600,147
Short-term investments	149,383,955	130,633,236
Ad valorem taxes receivable	2,587,889	1,932,550
Other receivables	3,148,603	9,828,444
Prepaid expenses	162,863	320,606
Total Current Assets	<u>156,504,201</u>	<u>144,314,983</u>
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	7,300,084	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	<u>119,383,084</u>	<u>88,512,810</u>
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,395,476	132,393,816
Equipment and furniture	9,495,729	8,909,710
Construction in progress	1,306,472	2,576,028
Less accumulated depreciation	(42,910,634)	(38,923,893)
Total Capital Assets	<u>114,057,227</u>	<u>116,725,845</u>
Total Assets	<u><u>389,944,512</u></u>	<u><u>349,553,638</u></u>



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

Liabilities	as of 5/31/2019	as of 5/31/2018
Current Liabilities		
Accounts payable	1,606,059	1,698,240
Salaries and benefits payable	851,737	514,992
Other Payables	90,986	7,154,273
Debt service payable, short-term	1,146,610	1,119,799
Deferred tax revenue	2,175,234	1,953,635
Other deferred revenue	855,987	-
Total Current Liabilities	6,726,613	12,440,939
Noncurrent Liabilities		
Debt service payable, long-term	7,285,000	8,350,000
Deferred Revenue	1,220,000	
Total Noncurrent Liabilities	8,505,000	8,350,000
Total Liabilities	15,231,613	20,790,939
Net Assets		
Unrestricted	260,655,672	212,036,855
Investment in Capital Assets	114,057,227	116,725,844
Total Net Assets	374,712,899	328,762,699
Liabilities and Net Assets	389,944,512	349,553,638



Sources and Uses Report
Fiscal Year-to-Date through May 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	159,075	195,992,913	196,861,527	100%	180,751,749
Lease Revenue	857,841	8,392,755	18,067,937	46%	7,312,727
Other Revenue	314,512	1,843,903	400,000	461%	1,278,260
Tobacco Settlement Revenue	-	3,523,773	2,000,000	176%	3,426,346
Contingency Reserve (Carryforward)	-	52,648,775	41,039,184	128%	51,560,311
Total Sources	1,331,428	262,402,119	258,368,648	102%	244,329,393
Uses of Funds					
Healthcare Delivery	1,509,675	138,121,700	247,343,600	56%	117,818,027
Administrative Program					
Salaries and benefits	394,253	2,868,927	4,690,997	61%	2,387,231
Legal Fees	91,943	495,538	1,198,320	41%	525,927
Consulting Fees	9,973	199,426	1,026,500	19%	705,525
Other Purchase Goods and Services	80,157	716,123	2,406,021	30%	1,137,714
Total Administrative Program	576,326	4,280,014	9,321,838	46%	4,756,397
Tax Collection Expenses	2,822	1,553,496	1,703,211	91%	1,530,664
Total Uses	2,088,823	143,955,210	258,368,648	56%	124,105,088
Excess Sources / (Uses)	(757,395)	118,446,909	-		120,224,305



Healthcare Delivery Expense
Fiscal Year-to-Date through May 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⁾					
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
Subtotal Intergovernmental Transfers (IGTs)	-	77,946,698	139,130,000	56%	98,734,058
Provider Costs					
Primary Care	(123,244)	486,706	790,344	62%	527,522
DSRIP Project Expense	-	-	-	0%	585,985
Charity Care	-	-	-	0%	1,062,933
Member Payment to CCC ⁽²⁾	210,000	24,210,000	34,000,000	71%	-
Medical Administration	51,440	411,517	719,990	57%	462,956
Subtotal Provider Costs	138,196	25,108,223	35,510,334	71%	2,639,396
Service Expansion Funds					
Sexual & Reproductive Health	71,689	311,404	1,080,000	29%	-
New Initiatives ⁽³⁾	-	-	1,400,000	0%	-
Other Service Expansion	-	-	2,000,000	0%	-
Subtotal Service Expansion Funds	71,689	311,404	4,480,000	0%	-

⁽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⁾ Funds appropriated for \$300,000 for possible Pay for Success project and \$420,000 for Integral Care school based program, paid as a CCC Member Payment.



Healthcare Delivery Expense (continued)
Fiscal Year-to-Date through May 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
Healthcare Delivery Operating Costs					
Salaries and benefits	271,502	2,597,406	3,818,591	68%	2,218,053
Consulting Services	1,940	34,833	559,590	6%	(6,539)
Legal Fees	3,533	29,799	51,200	58%	25,883
Other Services and Purchased Goods	255,230	1,600,691	5,164,895	31%	1,190,779
Subtotal HCD Operating Costs	532,205	4,262,729	9,594,276	44%	3,428,176
Other Costs					
UMCB Campus Redevelopment	235,859	2,746,562	11,125,542	25%	1,104,651
ACA Enrollment and Subsidy	504,523	3,674,809	8,916,000	41%	1,660,949
Debt Service	27,203	231,275	1,372,818	17%	250,797
Subtotal Other Costs	767,585	6,652,646	21,414,360	31%	3,016,397
Reserves and Transfers					
FY2019 Capital reserve		2,840,000	2,840,000		
FY2019 Emergency reserve	-	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		
Subtotal Reserves, Appropriated Uses and	-	23,840,000	37,214,630	64%	10,000,000
Total Healthcare Delivery	1,509,675	138,121,700	247,343,600	56%	117,818,027



Questions ? Comments ?