



## **Balance Sheet (Assets) – Slide 1**

### **Current Assets**

Cash and Cash Equivalents – \$2.6 million

Short-term Investments – Short-term investments were \$139.4 million at month-end, which is net of restricted investments of \$7.1 million for capital acquisitions.

Ad Valorem Taxes Receivable – \$1.5 million balance is composed of \$3.0 million uncollected 2016 tax levy less \$1.3 million adjustments, plus delinquent prior years' taxes of \$2.1 million, and tax distributions in transit from the Travis County Tax Office of \$116K, offset by estimated allowances for doubtful collections \$2.4 million.

Other Receivables – Other receivables total \$1.7 million and consist primarily of intercompany balances of \$1.4 million and interest receivable of \$261K.

Prepaid Expenses – \$46K balance composed of \$33K unamortized insurance, \$2K tax collection fees and \$11K in deposits.

**Total Current Assets – \$145.3 million**

### **Noncurrent Assets**

Investments Restricted for Capital Acquisition – \$7.1 million in short-term securities restricted for capital acquisition.

Sendero Paid-in Capital – \$35.0 million (unchanged)

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

Sendero Surplus Debenture – \$17.1 million (unchanged)

Capital Assets – \$120.7 million, net of accumulated depreciation.

**Total Assets – \$329.1 million**



## **Balance Sheet (Liabilities and Net Assets) – Slide 2**

### **Current Liabilities**

Accounts Payable – Major components of the \$2.0 million balance are:

- \$1.3 million in vendor invoices at month-end, and
- \$641K in estimated healthcare delivery costs for services incurred but not yet billed or paid.

Salaries and Benefits Payable – \$807K 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 – \$6.9 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 consists of the annual principal payment and accrued interest on the Series 2011 Certificates of Obligation.

Capital Lease Obligation, Short-Term – \$82K related to medical equipment leased at Southeast Health and Wellness Center.

Deferred Tax Revenue – \$1.7 million for the uncollected portion of the 2016 tax levy.

Other Deferred Revenue – \$151K – Seton's June 2017 lease payment for base rent received in current month.

**Total Current Liabilities – \$12.7 million**

### **Noncurrent Liabilities**

Debt Service Payable, Long-Term – \$9.4 million balance of the \$16 million in Series 2011 Certificates of Obligation, reduced by six 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 – \$220K related to medical equipment leased at Southeast Health and Wellness Center.

**Total Noncurrent Liabilities – \$9.6 million**

**Total Liabilities – \$22.3 million**



### **Net Assets**

Unrestricted Net Assets – \$186.2 million

Investment in Capital Assets – \$120.7 million

**Total Net Assets – \$306.8 million**

**Total Liabilities and Net Assets – \$329.1 million**

### **Sources and Uses Report – Slide 3**

May financials → eight months, 66.7% of the fiscal year

#### **Sources**

Property Tax Revenue – Net property tax revenue for the month of May was \$138K. Current month's collections were 0.10% of the 2016 tax levy. Through the first eight months of fiscal year 2017, \$169.3 million has been collected, or 99.01% of the 2016 adjusted tax levy. At the same time in prior year, \$159.5 million had been collected, or 98.90% of the 2015 adjusted tax levy.

Lease Revenue – \$3.2 million recorded for Seton lease payment.

Other Revenue – \$134K interest income on investments.

#### **Uses of Funds**

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$1.3 million for the month.

Administration Program – \$583K in expense for the month, which includes:

- Personnel costs – \$343K
- Legal fees – \$80K
- Consulting services – \$14K
- Other general and administrative – \$146K

Tax Collection Expenses – \$4K

**Excess Sources Over (Under) Uses** – Net assets increased by \$1.5 million in May. Year-to-date, net assets have increased by \$131.3 million.



### **Healthcare Delivery Expense – Slide 4**

Intergovernmental Transfers (IGTs) – No IGTs were processed during May.

Provider Costs – Healthcare delivery providers' expense for May totaled \$480K and includes \$49K for primary care, \$77K for DSRIP project expense, and \$354K for charity care.

Healthcare Delivery Operating Cost – \$554K in expense for the month, which includes:

- Personnel costs – \$283K
- Consulting services – \$20K
- Legal fees – \$2K
- Other services and purchased goods – \$249K

Other Costs – \$278K balance comprised of \$170K related to UMCB Campus Redevelopment, \$76K for ACA subsidy costs, and \$32K in debt service for interest on the \$16 million Series 2011 Certificates of Obligation.

**Total Healthcare Delivery for the month of May was \$1.3 million.**

### **Recap of FY17 IGT Payments – Slide 5**

No IGTs were processed during May.

On June 5, 2017, a \$13.9 million IGT related to Disproportionate Share was sent.



**Balance Sheet**  
**As of May 31, 2017**  
*(Page 1 of 2, Assets)*

	<b><u>FY 2017</u></b>	<b><u>FY 2016</u></b>
<b>Assets</b>		
Current Assets		
Cash and Cash Equivalents	\$ 2,600,410	\$ 2,600,745
Short-Term Investments	139,416,124	120,883,944
Ad Valorem Taxes Receivable	1,534,365	1,399,305
Other Receivables	1,716,032	2,723,163
Prepaid Expenses	46,291	73,943
Total Current Assets	<u>145,313,222</u>	<u>127,681,100</u>
Noncurrent or Restricted Cash and Investments		
Restricted for Capital Acquisition	7,078,242	6,923,391
Sendero Paid-In Capital	35,000,000	29,000,000
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>63,161,242</u>	<u>57,006,391</u>
Capital Assets		
Land	11,770,184	11,770,184
Buildings and Improvements	125,135,632	117,521,333
Equipment and Furniture	9,078,151	7,229,343
Construction In Progress	10,460,990	18,578,949
Less Accumulated Depreciation	<u>(35,782,955)</u>	<u>(30,985,647)</u>
Total Capital Assets	<u>120,662,002</u>	<u>124,114,161</u>
<b>Total Assets</b>	<u>\$ 329,136,466</u>	<u>\$ 308,801,652</u>



**Balance Sheet**  
**As of May 31, 2017**  
*(Page 2 of 2, Liabilities and Net Assets)*

	<u>FY 2017</u>	<u>FY 2016</u>
<b>Liabilities</b>		
Current Liabilities		
Accounts Payable	\$ 1,957,612	\$ 1,112,762
Salaries and Benefits Payable	807,014	988,432
Other Payables	6,936,480	4,799,291
Debt Service Payable, Short-Term	1,096,599	1,077,303
Capital Lease Obligation, Short-Term	82,119	-
Deferred Tax Revenue	1,690,056	1,771,861
Other Deferred Revenue	150,505	2,864,332
Total Current Liabilities	<u>12,720,385</u>	<u>12,613,981</u>
Noncurrent Liabilities		
Debt Service Payable, Long-Term	9,380,000	10,380,000
Capital Lease Obligation, Long-Term	219,971	-
Total Noncurrent Liabilities	<u>9,599,971</u>	<u>10,380,000</u>
<b>Total Liabilities</b>	<u>22,320,356</u>	<u>22,993,981</u>
<b>Net Assets</b>		
Unrestricted	186,154,108	161,693,510
Investment in Capital Assets	<u>120,662,002</u>	<u>124,114,161</u>
<b>Total Net Assets</b>	<u>306,816,110</u>	<u>285,807,671</u>
<b>Liabilities and Net Assets</b>	<u>\$ 329,136,466</u>	<u>\$ 308,801,652</u>



**Sources and Uses Report**  
**Fiscal Year-to-Date through May 31, 2017**  
*(Excludes Depreciation Expense)*

	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Percent of Budget Used	Prior Year-To-Date
<b>Sources:</b>					
Property Tax Revenue	\$ 138,479	\$ 169,097,853	\$ 169,806,722	99.6%	\$ 159,245,710
Seton Lease Revenue	3,174,900	25,399,200	31,544,675	80.5%	22,914,656
Other Revenue	134,459	589,308	400,000	147.3%	35,790
Tobacco Settlement Revenue	-	-	1,800,000	0.0%	-
Contingency Reserve	-	51,876,745	36,600,000	141.7%	-
<b>Total Sources</b>	<b>\$ 3,447,838</b>	<b>\$ 246,963,106</b>	<b>\$ 240,151,397</b>	<b>102.8%</b>	<b>\$ 182,196,156</b>
<b>Uses of Funds:</b>					
<b>Total Healthcare Delivery Program</b>	<b>\$ 1,311,570</b>	<b>\$ 109,812,024</b>	<b>\$ 229,738,205</b>	<b>47.8%</b>	<b>\$ 158,892,611</b>
<b>Administration Program</b>					
Personnel Salary and Benefits	\$ 342,641	\$ 2,492,228	\$ 4,268,817	58.4%	\$ 2,573,729
Other Purchased Goods and Services:					
Legal Fees	79,797	688,374	1,166,500	59.0%	495,636
Consulting Services	14,403	142,504	1,038,000	13.7%	265,700
Other General and Administrative	145,784	1,094,843	2,453,284	44.6%	(33,873)
Subtotal Other Purchased Goods and Services	\$ 239,984	\$ 1,925,721	\$ 4,657,784	41.3%	\$ 727,463
<b>Total Administration Program</b>	<b>\$ 582,625</b>	<b>\$ 4,417,949</b>	<b>\$ 8,926,601</b>	<b>49.5%</b>	<b>\$ 3,301,192</b>
<b>Tax Collection Expenses</b>	<b>\$ 3,789</b>	<b>\$ 1,451,483</b>	<b>\$ 1,486,591</b>	<b>97.6%</b>	<b>\$ 1,407,817</b>
<b>Total Uses</b>	<b>\$ 1,897,984</b>	<b>\$ 115,681,456</b>	<b>\$ 240,151,397</b>	<b>48.2%</b>	<b>\$ 163,601,620</b>
<b>Excess Sources Over (Under) Uses</b>	<b>\$ 1,549,854</b>	<b>\$ 131,281,650</b>	<b>\$ -</b>		<b>\$ 18,594,536</b>



**Healthcare Delivery Expense**  
**Fiscal Year-to-Date through May 31, 2017**  
*(Excludes Depreciation Expense)*

	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Percent of Budget Used	Prior Year-To-Date
<b>Intergovernmental Transfers (IGTs) <sup>(1)</sup></b>	\$ -	\$ 89,931,677	\$ 141,570,000	63.5%	\$ 140,443,749
<b>Provider Costs</b>					
Primary Care	48,570	390,000	585,000	66.7%	436,180
DSRIP Project Expense	76,800	901,816	-	N/A	452,744
Charity Care	354,311	2,834,489	4,251,733	66.7%	2,834,489
Member Payment to CCC <sup>(2)</sup>	-	-	26,245,166	0.0%	-
Medical Administration	-	462,956	617,275	75.0%	462,956
<b>Subtotal Provider Costs</b>	<b>\$ 479,681</b>	<b>\$ 4,589,261</b>	<b>\$ 31,699,174</b>	<b>14.5%</b>	<b>\$ 4,186,369</b>
<b>Service Expansion Funds</b>	-	-	2,000,000	0.0%	-
<b>Total IGTs and Provider Costs</b>	<b>\$ 479,681</b>	<b>\$ 94,520,938</b>	<b>\$ 175,269,174</b>	<b>53.9%</b>	<b>\$ 144,630,118</b>
<b>Healthcare Delivery Operating Cost</b>					
Personnel Costs	282,585	2,176,441	3,871,685	56.2%	1,693,486
Consulting Services	20,311	114,222	334,000	34.2%	111,465
Legal Fees	2,086	33,810	25,000	135.2%	7,277
Other Services and Purchased Goods	248,734	1,134,971	3,222,215	35.2%	771,697
<b>Subtotal HCD Operating Cost</b>	<b>\$ 553,717</b>	<b>\$ 3,459,444</b>	<b>\$ 7,452,900</b>	<b>46.4%</b>	<b>\$ 2,583,925</b>
<b>Other Costs</b>					
UMCB Campus Redevelopment	169,631	739,002	2,047,675	36.1%	-
ACA Enrollment/Subsidy	76,341	970,537	2,745,000	35.4%	858,487
Debt Service	32,200	1,242,103	1,372,803	90.5%	280,802
<b>Subtotal Other Costs</b>	<b>\$ 278,172</b>	<b>\$ 2,951,642</b>	<b>\$ 6,165,478</b>	<b>47.9%</b>	<b>\$ 1,139,289</b>
<b>Reserves, Appropriated Uses and Transfers</b>					
<b>Subtotal Reserves, Appropriated Uses and Transfers</b>	<b>\$ -</b>	<b>\$ 8,880,000</b>	<b>\$ 40,850,653</b>	<b>21.7%</b>	<b>\$ 10,539,279</b>
<b>Total Healthcare Delivery</b>	<b>\$ 1,311,570</b>	<b>\$ 109,812,024</b>	<b>\$ 229,738,205</b>	<b>47.8%</b>	<b>\$ 158,892,611</b>

(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 FY17 IGT Payments**  
*Actuals Through May 31, 2017*

<i>\$ in millions</i>	<b>Fiscal Year Budget</b>	<b>This Month</b>	<b>Fiscal Year-To-Date</b>	<b>Under (Over) Budget</b>
Private UC	\$ 27.9	\$ -	\$ 13.5	\$ 14.4
UMCB UC	25.0	-	10.7	14.3
DSH	32.5	-	21.0	11.5
DSRIP - CCC	29.3	-	24.9	4.4
DSRIP - UMCB	21.8	-	16.6	5.2
DSRIP - Dell Children's	4.5	-	2.7	1.8
DSRIP - St. David's	0.6	-	0.5	0.1
<b>Total</b>	<b>\$ 141.6</b>	<b>\$ -</b>	<b>\$ 89.9</b>	<b>\$ 51.7</b>



Questions? Comments?