

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

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

Short-term Investments – Short-term investments were \$109M at month-end, which is net of restricted investments of \$6.7M for capital acquisitions.

Ad Valorem Taxes Receivable – \$1.9M balance is composed of:

Gross Tax Receivables	\$5.5M
Taxable Assessed Valuation Adjustment	(1.4M)
Est. Allowance for Doubtful collections	<u>(2.2M)</u>
Total Taxes Receivable	\$1.9M

Other Receivables – Other receivables total \$3.9M and consists of intercompany balances:

- CommUnityCare - \$1.9M
- Sendero - \$491K
- Community Care Collaborative - \$1.1M
- Interest and miscellaneous receivables of \$431K

Prepaid Expenses – \$377K balance composed of:

- Prepaid Insurance - \$127K
- ICC Dues and TCAD Fees - \$210K
- Prepaid Memberships/Subscriptions - \$29K
- Deposits - \$11K

Total Current Assets – **\$116M**

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

Investments Restricted for Capital Acquisition – \$6.7M 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 – \$349M

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

Accounts Payable – Major components of the \$2.4M balance are:

- \$1.6M estimated healthcare delivery costs for services incurred but not received.
- \$796K in vendor invoices at month-end.

Salaries and Benefits Payable – \$802K 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.



June 2019 Monthly Financial Statements (unaudited)

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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 – \$1M balance is comprised of \$1M in Certificates of Obligation Payable.

Deferred Tax Revenue - \$1.5M

Other Deferred Revenue - \$486K are funds received from the HRSA grant related to the Convenient Care Clinic move to South East Health & Wellness Center.

Total Current Liabilities – \$6.4M

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 – \$14.9M

Net Assets

Unrestricted Net Assets – \$220M

Investment in Capital Assets – \$114M



June 2019 Monthly Financial Statements (unaudited)

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Total Net Assets – \$334M

Total Liabilities and Net Assets – \$349M

Sources and Uses Report – Slide 5

July financials → ten months into the fiscal year, 83% of the fiscal year.

Sources – Total \$1.4M for the month

Property Tax Revenue – Net property tax revenue for the month was \$303K. Net revenue includes \$322K current month's collections, less \$19K in adjustments for prior year delinquent taxes.

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

Other Revenue – \$266K investment income for the month, \$2.4M YTD, compared to \$1.7M YTD last year.

Uses of Funds – Total \$28.4M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$181M YTD compared to \$150M YTD thru July 2018.

Administration Program – \$494K in expense for the month, which includes:

- Personnel costs – \$336K
- Legal fees – \$67K
- Consulting services – \$7K
- Other general and administrative – \$84K

Tax Collection Expenses – \$1.9K for the month.

Excess Sources/(Uses) – \$(27)M in July. Current YTD is \$77M compared to prior year 2018 YTD of \$90M.

Healthcare Delivery Expense – Slide 6 & 7

Healthcare Delivery Expense – Total \$181M July YTD and \$150M July 2018

Intergovernmental Transfer “IGT” – \$(72)K DSH refund in July, \$26M DSRIP in July, YTD is at \$117M.

Provider Costs – Healthcare delivery providers’ expense for July totaled \$(3)K, which includes:

- Primary care – \$(54)K
- Medical Administration – \$51K

Service Expansion Funds – Service Expansion expense for July totaled \$170K for the LARC program.

Healthcare Delivery Operating Cost – \$584K in expenses for the month and includes:

- Personnel costs – \$300K
- Consulting Services – \$3K
- Legal Fees - \$14K
- Other services and purchased goods – \$267K

Other Costs – \$791K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$371K
- ACA Enrollment and Subsidy – \$393K
- Debt Service – \$27K

Total Healthcare Delivery - for the month of July was \$28M.



CENTRAL HEALTH

Central Health

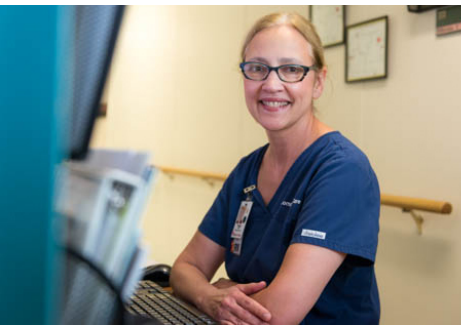
Financial Statement Presentation

FY 2019 – as of July 31, 2019

Central Health Budget & Finance Committee

August 21, 2019

Lisa Owens, VP of Financial Operations





July 2019 Financial Highlights

- Year-to-date, collected net property tax revenue is \$197 million compared to \$181 million as of July 2018.
- Tax collected through July 2019 is 99% of the adjusted tax levy compared to 99% as of July 2018.
- The IGT for YTD July 2019 is \$117 million compared to \$113 million as of July 2018.



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

Assets	as of 7/31/2019	as of 7/31/2018
Current Assets		
Cash and cash equivalents	1,180,079	1,600,644
Short-term investments	108,796,259	97,667,269
Ad valorem taxes receivable	1,878,986	1,245,192
Other receivables	3,939,482	12,316,380
Prepaid expenses	376,732	1,100,538
Total Current Assets	<u>116,171,538</u>	<u>113,930,023</u>
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	6,661,315	6,328,247
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>118,744,315</u>	<u>88,411,247</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	1,945,242	2,685,252
Less accumulated depreciation	(43,635,767)	(39,668,857)
Total Capital Assets	<u>113,970,864</u>	<u>116,090,105</u>
Total Assets	<u><u>348,886,717</u></u>	<u><u>318,431,375</u></u>



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

	<u>as of</u> <u>7/31/2019</u>	<u>as of</u> <u>7/31/2018</u>
Liabilities		
Current Liabilities		
Accounts payable	2,440,497	1,340,841
Salaries and benefits payable	802,325	507,128
Other Payables	91,273	7,162,687
Debt service payable, short-term	1,037,797	1,179,665
Deferred tax revenue	1,532,576	1,346,967
Other deferred revenue	486,339	-
Total Current Liabilities	<u>6,390,807</u>	<u>11,537,288</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>14,895,807</u>	<u>19,887,288</u>
Net Assets		
Unrestricted	220,020,046	182,453,982
Investment in Capital Assets	113,970,864	116,090,105
Total Net Assets	<u>333,990,910</u>	<u>298,544,087</u>
Liabilities and Net Assets	<u>348,886,717</u>	<u>318,431,375</u>



Sources and Uses Report
Fiscal Year-to-Date through July 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	303,009	196,584,290	196,861,527	100%	181,263,434
Lease Revenue	857,841	10,108,437	18,067,937	56%	9,028,409
Other Revenue	266,432	2,388,290	400,000	597%	1,714,176
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	1,427,282	265,253,565	258,368,648	103%	246,992,676
Uses of Funds					
Healthcare Delivery	27,905,668	180,987,104	247,343,600	73%	149,939,129
Administrative Program					
Salaries and benefits	336,268	3,497,411	4,690,997	75%	3,004,442
Consulting Fees	7,000	213,981	1,026,500	21%	741,927
Legal Fees	66,789	650,872	1,198,320	54%	640,627
Other Purchase Goods and Services	84,303	926,564	2,406,021	39%	1,371,194
Total Administrative Program	494,360	5,288,828	9,321,838	57%	5,758,190
Tax Collection Expenses	1,886	1,557,581	1,703,211	91%	1,534,643
Total Uses	28,401,914	187,833,513	258,368,648	73%	157,231,962
Excess Sources / (Uses)	(26,974,632)	77,420,052	-		89,760,714



Healthcare Delivery Expense
Fiscal Year-to-Date through July 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	(72,208)	32,114,584	35,000,000	92%	33,959,603
DSRIP - CCC	18,665,564	32,150,830	27,500,000	117%	24,618,177
DSRIP - DSMC, Dell Children's	7,669,737	22,207,318	27,500,000	81%	25,665,759
DSRIP - St. David's	99,637	684,217	630,000	109%	319,637
Subtotal Intergovernmental Transfers (IGTs)	26,362,730	116,641,749	139,130,000	84%	113,195,617
Provider Costs					
Primary Care	(54,287)	553,612	790,344	70%	589,778
DSRIP Project Expense	-	-	-	0%	(39,043)
Charity Care	-	-	-	0%	1,062,933
Member Payment to CCC ⁽²⁾	-	24,210,000	34,000,000	71%	15,000,000
Medical Administration	51,440	514,396	719,990	71%	514,396
Subtotal Provider Costs	(2,847)	25,278,008	35,510,334	71%	17,128,064
Service Expansion Funds					
Sexual & Reproductive Health	170,550	583,514	1,080,000	54%	-
New Initiatives ⁽³⁾	-	-	1,400,000	0%	-
Other Service Expansion	-	-	2,000,000	0%	-
Subtotal Service Expansion Funds	170,550	583,514	4,480,000	0%	-

(continued on next page)

⁽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 July 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	300,046	3,190,643	3,818,591	84%	2,908,187
Consulting Services	2,872	43,507	559,590	8%	48,346
Legal Fees	13,632	46,465	51,200	91%	60,378
Other Services and Purchased Goods	267,736	2,097,989	5,164,895	41%	1,465,126
Subtotal HCD Operating Costs	584,286	5,378,604	9,594,276	56%	4,482,037
Other Costs					
UMCB Campus Redevelopment	370,797	3,432,817	11,125,542	31%	1,785,332
ACA Enrollment and Subsidy	392,949	4,516,730	8,916,000	51%	2,037,416
Debt Service	27,203	1,315,682	1,372,818	96%	1,310,663
Subtotal Other Costs	790,949	9,265,229	21,414,360	43%	5,133,411
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 & Transfers	-	23,840,000	37,214,630	64%	10,000,000
Total Healthcare Delivery	27,905,668	180,987,104	247,343,600	73%	149,939,129



Questions ? Comments ?