



April 2022 Preliminary Monthly Financial Statements (unaudited)

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Balance Sheet (Assets) – Slide 4

Current Assets

Cash and Cash Equivalents – \$1.1M compared to \$849K April 2021

Short-term Investments – Short-term investments were \$463M at month-end, net of restricted investments totaling \$93.6M.

Ad Valorem Taxes Receivable – \$4.6M balance is composed of:

Gross Tax Receivables	\$ 9.4M
Taxable Assessed Valuation Adjustment	(1.9)M
Est. Allowance for Doubtful collections	(2.9)M
Total Taxes Receivable	<u>\$ 4.6M</u>

Other Receivables – Other receivables total \$4.3M and includes intercompany balances:

- CommUnityCare - \$2.5M
- Sendero - \$705K
- Community Care Collaborative - \$154K
- Accrued Interest - \$658K
- Miscellaneous Receivables – \$283K



April 2022 Preliminary Monthly Financial Statements (unaudited)
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Balance Sheet (Assets) – Slide 4 (continued)

Prepaid Expenses – \$805K balance composed of:

- Prepaid Insurance - \$224K
- TCAD Appraisal Fees - \$188K
- ICC - \$115K
- Software - \$86K
- Deposits - \$82K
- Memberships - \$64K
- JTT Equipment - \$41K
- Prepaid Tax Collection Fees - \$4K

Total Current Assets – \$474M

Restricted Cash & Investments or Noncurrent

Investments Restricted for Capital Acquisition – \$93.6M in securities and reserves restricted for capital acquisition.

Sendero Paid-in-Capital – \$71.0M (unchanged)

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

Sendero Surplus Debenture – \$37.1M (unchanged)

Restricted TCHD LPPF Cash & Investments - \$53.3M

Capital Assets – \$85M, net of accumulated depreciation

Total Assets – \$818M



Current Liabilities – Slide 5

Accounts Payable – Major components of the \$6.1M balance are:

- \$5.0M estimated IBNR for healthcare services.
- \$1.1M vendor invoices due.

Salaries and Benefits Payable – \$1.8M balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued personal time off.

Other Payables – \$2.2M Contract Liability and Tobacco Settlement.

Debt Service Payable, Short-Term – \$4.7M in Certificates of Obligation and Interest Payable for Series 2020 and 2021 Taxable and non-Taxable debt.

Deferred Tax Revenue - \$4M pending collection

Total Current Liabilities – **\$19M**

Restricted or Noncurrent Liabilities

Funds held for TCHD LPPF - \$53M receipts from participants in the LPPF.

Balance Sheet (Liabilities) – Slide 5 (continued)

Debt Service Payable, Long-Term – \$75.9M balance (unchanged):

	Series 2020	Series 2021	
	General Obligation Bonds	Certificates of Obligation Bonds	
Non-tax LT	3.7 M	12.7 M	
Taxable LT		57.4 M	
Premium		2.1 M	
Totals	3.7 M	72.2 M	75.9 M

\$7.285M was originally issued in 2011 for the North Central clinic and refunded May 2020. \$72.9M was issued in 2021 for two clinics and an administration building. Annual payments are due on 3/1 for all Series.

Total Restricted of Noncurrent Liabilities – \$129M

Total Liabilities – \$148M

Net Assets

Unrestricted Net Assets – \$554M

Restricted Net Assets – \$56M

Investment in Capital Assets – \$60M

Total Net Assets – \$670M

Total Liabilities and Net Assets – \$818M



Sources and Uses Report – Slide 6

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

Sources – Total \$6.0M for the month

Property Tax Revenue – Net property tax revenue for the month was \$185K. Net revenue includes \$515K current month's collections; \$111K Penalties and Interest; and (\$441K) in adjustments for prior year delinquent taxes.

Lease Revenue – \$889K recorded for Seton and Hancock Clinic

Other Revenue – \$269K in monthly investment income

Tobacco Settlement Revenue - \$4.7M, \$1.7M over budget

Uses of Funds – Total \$9.9M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$8.9M for the month and \$79M YTD compared to \$59M FY21 YTD.

Healthcare Delivery Budget includes funds for service expansion in Post-Acute Care \$2.1M, Primary & Specialty Care \$6.7M, and Community Health Care Initiatives \$875K

Administration Program – \$886K in expense for the month, which includes:

- Personnel costs – \$472K
- Consulting services – \$7K
- Legal fees – \$241K
- Other general and administrative – \$166K

Tax Collection Expenses – \$97K for the month.

Excess Sources/(Uses) – \$(3.9)M in April. Current YTD is \$423M compared to \$320M FY21 YTD.

Healthcare Delivery Expense – Slide 7

Healthcare Delivery Expense – Total \$8.9M April; \$79M YTD compared to \$59M FY21 YTD.

Intergovernmental Transfers (“IGT’s”) – YTD \$0M for DSRIP IGT compared to \$0M YTD last year for DSRIP IGT.

Healthcare Services – Healthcare delivery providers’ expense for April totaled \$5.4M, which includes:

- Primary care – \$4.0M
- Specialty Care - Dental – \$523K
- Specialty Care - Behavioral Health – \$9K
- Pharmacy - \$824k
- All Other - \$80K

ACA Premium Assist, Education, Enrollment – \$1.1M in expenses for the month; \$7.6M YTD compared to \$6.9M FY21 YTD

Healthcare Facilities and Campus Redevelopment - \$503K in expense for the month and \$2.4M YTD.

Healthcare Delivery Operating Cost – \$1.7M in expenses for the month and includes:

- Personnel costs – \$1.2M
- Consulting Services – (\$3)K
- Legal Fees - \$0K
- Other services and purchased goods – \$579K

Debt, Reserves and Transfer – \$132k in Debt Service

Total Healthcare Delivery - for the month of April was \$8.9M.



Central Health

Financial Statement Presentation

FY 2022 – as of April 30, 2022 (Preliminary)

Central Health Board of Managers

May 25, 2022

Lisa Owens, Deputy CFO

Patti Bethke, Controller



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Note: HCD = Health Care Delivery



- Year-to-date through April collected net property tax revenue is \$260 million compared to \$236 million as of April 2021 representing 98.0% of the adjusted tax levy compared to 97.9% as of April 2021 .
- Healthcare Delivery is \$79 million for the seven months ending 4/30/2022.
- GAAP reporting Net Assets increased \$134 million year-over-year.
- TCHD LPPF total restricted balance of LPPF as of 4/30/2022 is \$53 million, subsequently IGT totaling \$52 million was transferred 5/06/2022.

GAAP: Generally Accepted Accounting Principles refer to a common set of accounting principles, standards, and procedures issued by the Financial Accounting Standards Board. GAAP primary focus is to improve clarity, consistency, and comparability of the communication of financial information.



Assets	Preliminary as	
	of 4/30/2022	as of 4/30/2021
Current Assets		
Cash and cash equivalents	1,146,633	849,079
Short-term investments	463,070,379	359,531,227
Ad valorem taxes receivable	4,581,578	4,919,542
Other receivables	4,305,476	2,960,437
Prepaid expenses	804,652	602,019
Total Current Assets	<u>473,908,719</u>	<u>368,862,304</u>
Restricted Cash and Investments or Noncurrent		
Restricted for capital acquisition	93,620,844	11,319,462
Sendero paid-in-capital	71,000,000	71,000,000
Working capital advance to CommUnityCare	4,000,000	4,000,000
Sendero Surplus Debenture	37,083,000	37,083,000
Restricted TCHD LPPF Cash & Investments	53,324,622	14,041,391
Total Restricted Cash and Investments or Noncurrent	<u>259,028,467</u>	<u>137,443,853</u>
Capital Assets		
Land	26,372,222	13,425,967
Buildings and improvements	56,485,516	57,151,299
Equipment and furniture	17,795,921	9,870,147
Capital Projects in progress	12,333,615	7,937,076
Less accumulated depreciation	(27,913,482)	(24,622,111)
Total Capital Assets	<u>85,073,792</u>	<u>63,762,377</u>
Total Assets	<u><u>818,010,977</u></u>	<u><u>570,068,534</u></u>



Liabilities	Preliminary	
	as of 4/30/2022	as of 4/30/2021
Current Liabilities		
Accounts payable	6,103,317	6,793,650
Salaries and benefits payable	1,755,904	1,612,600
Other Payables	2,245,508	1,761,626
Debt service payable, short-term	4,664,453	1,202,821
Deferred tax revenue	3,877,987	3,906,012
Total Current Liabilities	18,647,169	15,276,709
Restricted or Noncurrent Liabilities		
Funds held for TCHD LPPF	53,324,622	14,041,391
Debt service payable, long-term	75,855,773	4,915,000
Total Restricted or Noncurrent Liabilities	129,180,395	18,956,391
Total Liabilities	147,827,564	34,233,100
Net Assets		
Unrestricted	554,450,076	478,180,457
Restricted	56,055,994	-
Investment in Capital Assets	59,677,343	57,654,977
Total Net Assets	670,183,413	535,835,434
Liabilities and Net Assets	818,010,977	570,068,534



Sources / Uses	Apr 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Sources					
Property Tax Revenue	184,731	259,504,351	260,933,097	99%	236,377,064
Lease Revenue	888,519	7,813,200	13,422,399	58%	7,605,437
Other Revenue	269,326	1,004,995	3,000,000	33%	478,952
Tobacco Settlement Revenue	4,676,730	4,676,730	3,000,000	156%	3,872,274
Contingency Reserve (Carryforward)	-	235,884,286	226,521,399	104%	136,179,266
Total Sources	6,019,306	508,883,562	506,876,895	100%	384,512,993
Uses of Funds					
Healthcare Delivery	8,902,840	79,064,411	491,365,797	16%	59,330,400
Administrative Program					
Salaries and benefits	472,058	3,246,737	7,134,758	46%	2,786,959
Consulting Fees	6,562	285,529	1,341,120	21%	66,004
Legal Fees	241,371	495,848	1,456,636	34%	333,016
Other Purchase Goods and Services	166,494	947,297	3,287,732	29%	973,460
Total Administrative Program	886,485	4,975,411	13,220,246	38%	4,159,439
Tax Collection Expenses	96,516	1,474,178	2,170,853	68%	1,402,626
Total Uses	9,885,841	85,514,000	506,756,896	17%	64,892,465
Excess Sources / (Uses)	(3,866,535)	423,369,562			319,620,528



Healthcare Delivery Summary	Apr 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Inter-Governmental Transfers (IGTs)	-	-	15,509,298	0%	-
Healthcare Services					
Primary Care - (see detail on Slide 10)	3,960,534	27,210,940	59,040,000	46%	24,264,090
Specialty Care, incld Dental - (see detail on Slide 11)	522,939	4,361,075	17,175,000	25%	2,995,485
Specialty Care, Behavioral Health	9,251	367,451	1,383,856	27%	268,597
Pharmacy	824,109	6,225,125	14,250,000	44%	5,538,186
Post Acute Care	22,660	44,978	2,125,000	2%	-
All Other Healthcare Services	57,253	400,770	6,737,035	6%	400,570
Community Healthcare Initiatives Fund	-	-	875,000	0%	-
Subtotal Healthcare Services	5,396,746	38,610,339	101,585,891	38%	33,466,928
ACA Premium Assist, Education, Enrollment	1,128,070	7,605,810	13,782,929	55%	6,919,417
Healthcare Facilities and Campus Redevelopment	502,919	2,369,400	6,284,795	38%	1,482,719
Healthcare Delivery Operating Costs	1,742,761	11,441,944	35,631,887	32%	9,730,269
SubTotal	8,770,496	60,027,493	157,285,502	38%	51,599,333
Debt, Reserves and Transfers	132,344	19,036,918	318,570,997	6%	7,731,067
Total Healthcare Delivery	8,902,840	79,064,411	491,365,797	16%	59,330,400



Details for Health Care Delivery on the following slides.



Healthcare Delivery Detail	Apr 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Healthcare Operations and Support					
ACA and Premium Assistance Programs					
High Risk Premium Programs	864,567	5,485,029	10,240,575	54%	4,841,097
CHAP Program	250,464	1,592,991	2,959,354	54%	1,561,533
ACA Enrollment and Education Services	13,039	527,790	583,000	91%	516,787
Subtotal ACA & Premium Assist Program	1,128,070	7,605,810	13,782,929	55%	6,919,417
Healthcare Facilities and Campus					
Salaries and benefits	26,937	195,153	395,914	49%	56,419
Consulting Services	-	5,096	1,512,000	0%	125,277
Legal Fees	-	26,583	370,000	7%	169,319
Other Goods & Svc incl. UT Ground Lease	475,982	2,142,568	4,006,881	53%	1,131,704
Subtotal Healthcare Facilities and Campus	502,919	2,369,400	6,284,795	38%	1,482,719
Healthcare Delivery Operating Costs					
Salaries and benefits	1,165,911	8,157,148	18,866,066	43%	6,858,076
Consulting Services	(2,570)	275,248	840,000	33%	22,114
Legal Fees	-	16,564	339,000	5%	76,234
Other Services and Purchased Goods	579,420	2,992,984	15,586,821	19%	2,773,845
Subtotal HCD Operating Cost	1,742,761	11,441,944	35,631,887	32%	9,730,269
Debt Service, Reserves and Transfers					
Debt Service	132,344	5,347,905	6,152,676	87%	1,231,067
Healthcare Capital Line of Credit	-	-	1,091,773		-
FY2022 Capital reserve	-	13,689,013	12,546,013	109%	6,500,000
FY2022 Contingency reserve appropriation	-	-	298,780,535		-
Subtotal Debt, Reserves and Transfers	132,344	19,036,918	318,570,997	6%	7,731,067
Total Healthcare Delivery	8,902,840	79,064,411	491,365,797	16%	59,330,400



Healthcare Delivery - Primary Care	Apr 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Primary Care					
CommUnity Care	3,063,957	22,455,707	45,885,000	49%	20,110,106
Lone Star Circle of Care	609,345	3,383,439	6,755,000	50%	2,873,428
People's Community Clinic	274,356	1,276,521	2,600,000	49%	1,159,548
Other Primary Care	12,876	95,273	3,800,000	3%	121,008
Subtotal Primary Care Services	3,960,534	27,210,940	59,040,000	46%	24,264,090

(continued on next page)



Healthcare Delivery - Specialty Care	Apr 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD	YOY Percent Change	Comments*
Specialty Care							
Ancillary Services & DME	16,572	45,660	735,000	6%	48,808	-6%	
Cardiology	14,243	154,318	265,000	58%	59,514	159%	Service Expansion
Referral Services	25,000	175,000	500,000	35%	175,000	0%	
Dental Specialty	154,951	640,601	1,300,000	49%	327,159	96%	Service Expansion
Dermatology	23,262	405,487	550,000	74%	216,571	87%	
Ear, Nose & Throat ENT	4,894	85,507	350,000	24%	146,480	-42%	
Endocrinology	35,012	414,062	575,000	72%	181,263	128%	Service Expansion
Gastroenterology	57,213	649,280	2,100,000	31%	441,869	47%	
General Surgery	13,889	42,236	300,000	14%	26,458	60%	
Gynecology Complex	0	0	100,000	0%	(2,200)	-100%	CCC Agreement
Nephrology	3,998	21,548	200,000	11%	9,156	135%	New service in FY21
Oncology	24,223	175,750	700,000	25%	147,226	19%	
Ophthalmology	119,550	641,277	1,650,000	39%	637,115	1%	
Prosthetics	3,165	62,525	200,000	31%	53,078	18%	
Podiatry	2,054	309,286	350,000	88%	101,920	203%	Service Expansion
Pulmonology	6,240	171,990	375,000	46%	108,346	59%	Service Expansion
Reproductive and Sexual Health	10	205,045	1,150,000	18%	204,676	0%	
Rheumatology	8,678	69,282	250,000	28%	77,521	-11%	
Neurology	0	0	100,000	0%	0	0%	New CUC Service
Wound Care	5,290	87,390	150,000	58%	35,525	146%	Service Expansion
Subtotal Specialty Care	518,244	4,356,244	11,900,000	37%	2,995,485	45%	
MAP Basic Expansion	0	0	1,975,000	0%	0	0	
Systems Planning Expansion	0	0	3,300,000	0%	0	0	
Total Specialty Care	518,244	4,356,244	17,175,000	25%	2,995,485	45%	

* Changes greater than \$90,000 and + / - 33%



Questions ? Comments ?