



June 2022 Preliminary Monthly Financial Statements (unaudited)

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Balance Sheet (Assets) – Slide 4

Current Assets

Cash and Cash Equivalents – \$2.1M compared to \$1.3M June 2021

Short-term Investments – Short-term investments were \$446M at month-end, net of restricted investments totaling \$92M.

Ad Valorem Taxes Receivable – \$3.0M balance is composed of:

Gross Tax Receivables	\$ 8.3M
Taxable Assessed Valuation Adjustment	(2.4)M
Est. Allowance for Doubtful collections	(2.9)M
Total Taxes Receivable	<u>\$ 3.0M</u>

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

- CommUnityCare - \$2.4M
- Sendero - \$658K
- Community Care Collaborative - \$201K
- Accrued Interest - \$750K
- Miscellaneous Receivables – \$294K



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Balance Sheet (Assets) – Slide 4 (continued)

Prepaid Expenses – \$387K balance composed of:

- Prepaid Insurance - \$173K
- Software - \$58K
- Deposits - \$82K
- Memberships - \$46K
- JTT Equipment - \$27K
- Prepaid Tax Collection Fees - \$1K

Total Current Assets – \$455M

Restricted Cash & Investments or Noncurrent

Investments Restricted for Capital Acquisition – \$92M 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 - \$18.6M

Capital Assets – \$86M, net of accumulated depreciation

Total Assets – \$764M



Current Liabilities – Slide 5

Accounts Payable – Major components of the \$5.3M balance are:

- \$4.6M estimated IBNR for healthcare services.
- \$717K vendor invoices due.

Salaries and Benefits Payable – \$2.9M balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued personal time off.

Other Payables – \$810K Contract Liability.

Debt Service Payable, Short-Term – \$4.9M in Certificates of Obligation and Interest Payable for Series 2020 and 2021 Taxable and non-Taxable debt.

Deferred Tax Revenue - \$2.6M pending collection

Total Current Liabilities – **\$17M**

Restricted or Noncurrent Liabilities

Funds held for TCHD LPPF - \$18.6M receipts from participants in the LPPF.

Balance Sheet (Liabilities) – Slide 5 (continued)

Debt Service Payable, Long-Term – \$75.8M 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		2.0 M	
Totals	3.7 M	72.2 M	75.8 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 – \$94M

Total Liabilities – \$111M

Net Assets

Unrestricted Net Assets – \$536M

Restricted Net Assets – \$56M

Investment in Capital Assets – \$60M

Total Net Assets – \$653M

Total Liabilities and Net Assets – \$764M



Sources and Uses Report – Slide 6

June financials → nine months, 75% of the fiscal year.

Sources – Total \$1.96M for the month

Property Tax Revenue – Net property tax revenue for the month was \$71K. Net revenue includes \$275K current month's collections; \$68K Penalties and Interest; and (\$272K) in adjustments for prior year delinquent taxes.

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

Other Revenue – \$998K in monthly investment income

Uses of Funds – Total \$10.5M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$9.7M for the month and \$98M YTD compared to \$73M 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 – \$708K in expense for the month, which includes:

- Personnel costs – \$435K
- Consulting services – \$36K
- Legal fees – \$116K
- Other general and administrative – \$122K

Tax Collection Expenses – \$95K for the month.

Excess Sources/(Uses) – \$(8.6)M in May. Current YTD is \$407M compared to \$308M FY21 YTD.

Healthcare Delivery Expense – Slide 7**Healthcare Delivery Expense** – Total \$9.7M June; \$98M YTD compared to \$73M 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 June totaled \$6.3M, which includes:

- Primary care – \$4.8M
- Specialty Care - Dental – \$561K
- Specialty Care - Behavioral Health – \$5K
- Pharmacy - \$894K
- All Other - \$89K

ACA Premium Assist, Education, Enrollment – \$1.1M in expenses for the month; \$9.8M YTD compared to \$8.9M FY21 YTD

Healthcare Facilities and Campus Redevelopment - \$357K in expense for the month and \$2.9M YTD.Healthcare Delivery Operating Cost – \$1.8M in expenses for the month and includes:

- Personnel costs – \$1.3M
- Consulting Services – \$0K
- Legal Fees - \$8K
- Other services and purchased goods – \$459K

Debt, Reserves and Transfer – \$132K in Debt Service**Total Healthcare Delivery** - for the month of June was \$9.7M.



Central Health

Financial Statement Presentation

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

Central Health Board of Managers

July 27, 2022

Lisa Owens, Deputy CFO

Patti Bethke, Controller



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Note: HCD = Health Care Delivery



- Year-to-date through June collected net property tax revenue is \$262 million compared to \$238 million as of June 2021 representing 98.4% of the adjusted tax levy compared to 98.3% as of June 2021.
- Healthcare Delivery is \$98 million for the nine months ending 6/30/2022.
- GAAP reporting Net Assets increased \$129 million year-over-year.
- TCHD LPPF total restricted balance of LPPF as of 6/30/2022 is \$19 million.

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 6/30/2022	as of 6/30/2021
Current Assets		
Cash and cash equivalents	2,089,893	1,304,103
Short-term investments	445,598,413	341,298,334
Ad valorem taxes receivable	3,023,174	3,452,609
Other receivables	4,300,320	4,228,534
Prepaid expenses	387,060	554,871
Total Current Assets	455,398,860	350,838,452
Restricted Cash and Investments or Noncurrent		
Restricted for capital acquisition	92,095,870	11,143,697
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	18,552,294	11,687,515
Total Restricted Cash and Investments or Noncurrent	222,731,164	134,914,212
Capital Assets		
Land	26,372,222	13,425,967
Buildings and improvements	56,519,716	57,151,299
Equipment and furniture	17,778,553	9,205,480
Capital Projects in progress	13,720,117	11,321,350
Less accumulated depreciation	(28,815,146)	(24,365,807)
Total Capital Assets	85,575,462	66,738,289
Total Assets	763,705,486	552,490,953



	Preliminary	
	as of	as of
Liabilities	6/30/2022	6/30/2021
Current Liabilities		
Accounts payable	5,317,709	6,628,816
Salaries and benefits payable	2,962,700	1,738,138
Other Payables	810,431	-
Debt service payable, short-term	4,947,379	1,215,641
Deferred tax revenue	2,634,799	2,714,073
Total Current Liabilities	16,673,018	12,296,668
Restricted or Noncurrent Liabilities		
Funds held for TCHD LPPF	18,552,294	11,687,515
Debt service payable, long-term	75,837,535	4,915,000
Total Restricted or Noncurrent Liabilities	94,389,829	16,602,515
Total Liabilities	111,062,847	28,899,184
Net Assets		
Unrestricted	536,408,097	462,958,481
Restricted	56,055,994	-
Investment in Capital Assets	60,178,549	60,633,289
Total Net Assets	652,642,639	523,591,769
Liabilities and Net Assets	763,705,486	552,490,953



Sources / Uses	Jun 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Sources					
Property Tax Revenue	70,611	259,865,263	260,933,097	100%	237,349,180
Lease Revenue	888,519	9,590,238	13,422,399	71%	9,330,943
Other Revenue	997,924	2,359,041	3,000,000	79%	764,011
Tobacco Settlement Revenue	-	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	1,957,054	512,375,558	506,876,895	101%	387,495,674
Uses of Funds					
Healthcare Delivery	9,715,100	97,671,352	491,365,797	20%	72,528,631
Administrative Program					
Salaries and benefits	435,351	4,112,830	7,134,758	58%	3,674,794
Consulting Fees	35,683	328,532	1,341,120	24%	225,354
Legal Fees	115,539	677,878	1,456,636	47%	402,932
Other Purchase Goods and Services	121,919	1,146,776	3,287,732	35%	1,237,705
Total Administrative Program	708,492	6,266,016	13,220,246	47%	5,540,785
Tax Collection Expenses	95,049	1,664,793	2,170,853	77%	1,564,050
Total Uses	10,518,641	105,602,161	506,756,896	21%	79,633,466
Excess Sources / (Uses)	(8,561,587)	406,773,397			307,862,208



Healthcare Delivery Summary	Jun 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)	4,773,224	36,224,277	59,040,000	61%	28,971,962
Specialty Care, incld Dental - (see detail on Slide 11)	561,425	5,495,084	17,175,000	32%	4,184,047
Specialty Behavioral Health and Substance Use	4,548	454,207	1,383,856	33%	443,350
Pharmacy	893,728	7,970,784	14,250,000	56%	7,126,528
Post Acute Care	31,811	109,074	2,125,000	5%	-
All Other Healthcare Services	57,253	515,276	6,737,035	8%	515,276
Community Healthcare Initiatives Fund	-	-	875,000	0%	1,875
Subtotal Healthcare Services	6,321,989	50,768,702	101,585,891	50%	41,243,038
ACA Premium Assist, Education, Enrollment	1,129,761	9,832,441	13,782,929	71%	8,909,308
Healthcare Facilities and Campus Redevelopment	357,431	2,946,502	6,284,795	47%	1,994,022
Healthcare Delivery Operating Costs	1,773,575	14,822,100	35,631,887	42%	12,638,376
SubTotal	9,582,756	78,369,745	157,285,502	50%	64,784,744
Debt, Reserves and Transfers	132,344	19,301,607	318,570,997	6%	7,743,887
Total Healthcare Delivery	9,715,100	97,671,352	491,365,797	20%	72,528,631



Details for Health Care Delivery on the following slides.



Healthcare Delivery Detail	Jun 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Healthcare Operations and Support					
ACA and Premium Assistance Programs					
High Risk Premium Programs	858,144	7,195,181	10,240,575	70%	6,304,816
CHAP Program	258,578	2,096,431	2,959,354	71%	2,074,092
ACA Enrollment and Education Services	13,039	540,829	583,000	93%	530,400
Subtotal ACA & Premium Assist Program	1,129,761	9,832,441	13,782,929	71%	8,909,308
Healthcare Facilities and Campus					
Salaries and benefits	18,819	235,827	395,914	60%	72,114
Consulting Services	27,816	32,912	1,512,000	2%	229,299
Legal Fees	2,271	36,315	370,000	10%	156,144
Other Goods & Svc incl. UT Ground Lease	308,525	2,641,448	4,006,881	66%	1,536,465
Subtotal Healthcare Facilities and Campus	357,431	2,946,502	6,284,795	47%	1,994,022
Healthcare Delivery Operating Costs					
Salaries and benefits	1,306,524	10,658,145	18,866,066	56%	8,807,829
Consulting Services	-	275,248	840,000	33%	47,246
Legal Fees	7,753	33,156	339,000	10%	75,681
Other Services and Purchased Goods	459,298	3,855,551	15,586,821	25%	3,707,620
Subtotal HCD Operating Cost	1,773,575	14,822,100	35,631,887	42%	12,638,376
Debt Service, Reserves and Transfers					
Debt Service	132,344	5,612,594	6,152,676	91%	1,243,887
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	19,301,607	318,570,997	6%	7,743,887
Total Healthcare Delivery	9,715,100	97,671,352	491,365,797	20%	72,528,631



Healthcare Delivery - Primary Care	Jun 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Primary Care					
CommUnity Care	4,300,002	30,558,249	45,885,000	67%	23,658,806
Lone Star Circle of Care	314,374	3,976,806	6,755,000	59%	3,599,008
People's Community Clinic	139,748	1,542,824	2,600,000	59%	1,557,957
Other Primary Care	19,100	146,398	3,800,000	4%	156,191
Subtotal Primary Care Services	4,773,224	36,224,277	59,040,000	61%	28,971,962

(continued on next page)



Healthcare Delivery - Specialty Care	Jun 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD	YOY Percent Change	Comments*
Specialty Care							
Ancillary Services & DME	4,527	57,901	735,000	8%	66,978	-14%	
Cardiology	84,425	238,741	265,000	90%	73,820	223%	Service Expansion
Referral Services	0	225,000	500,000	45%	225,000	0%	
Dental Specialty	91,572	686,276	1,300,000	53%	577,950	19%	Service Expansion
Dermatology	91,444	583,702	550,000	106%	307,524	90%	
Ear, Nose & Throat ENT	(4,839)	90,821	350,000	26%	185,292	-51%	
Endocrinology	101,644	515,706	575,000	90%	233,543	121%	Service Expansion
Gastroenterology	47,501	878,535	2,100,000	42%	579,826	52%	
General Surgery	(294)	53,423	300,000	18%	32,388	65%	
Gynecology Complex	0	0	100,000	0%	(2,200)	0%	CCC Agreement
Nephrology	12,217	34,642	200,000	17%	10,546	228%	
Oncology	25,138	228,640	700,000	33%	238,613	-4%	
Ophthalmology	92,725	873,808	1,650,000	53%	842,083	4%	
Prosthetics	8,819	74,827	200,000	37%	113,043	-34%	
Podiatry	(9,432)	299,853	350,000	86%	159,938	87%	Service Expansion
Pulmonology	31,900	251,167	375,000	67%	123,361	104%	Service Expansion
Reproductive and Sexual Health	17,090	242,833	1,150,000	21%	271,900	-11%	
Rheumatology	15,865	102,242	250,000	41%	99,817	2%	
Neurology	0	0	100,000	0%	0	0%	New CUC Service
Wound Care	(57,215)	37,050	150,000	25%	44,625	-17%	Service Expansion
Subtotal Specialty Care	553,087	5,475,167	11,900,000	46%	4,184,047	31%	
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	553,087	5,475,167	17,175,000	32%	4,184,047	31%	

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



Questions ? Comments ?