



May 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 \$1.4M May 2021

Short-term Investments – Short-term investments were \$456M at month-end, net of restricted investments totaling \$92M.

Ad Valorem Taxes Receivable – \$3.8M balance is composed of:

Gross Tax Receivables	\$ 8.9M
Taxable Assessed Valuation Adjustment	(2.2)M
Est. Allowance for Doubtful collections	(2.9)M
Total Taxes Receivable	<u>\$ 3.8M</u>

Other Receivables – Other receivables total \$2.7M and includes intercompany balances:

- CommUnityCare - \$931K
- Sendero - \$702K
- Community Care Collaborative - \$177K
- Accrued Interest - \$594K
- Miscellaneous Receivables – \$283K



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Balance Sheet (Assets) – Slide 4 (continued)

Prepaid Expenses – \$606K balance composed of:

- Prepaid Insurance - \$199K
- TCAD Appraisal Fees - \$94K
- ICC - \$57K
- Software - \$72K
- Deposits - \$82K
- Memberships - \$54K
- JTT Equipment - \$46K
- Prepaid Tax Collection Fees - \$2K

Total Current Assets – \$465M

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 - \$2.0M

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

Total Assets – \$757M



Current Liabilities – Slide 5

Accounts Payable – Major components of the \$6.6M balance are:

- \$5.8M estimated IBNR for healthcare services.
- \$831K 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 – \$973K Contract Liability.

Debt Service Payable, Short-Term – \$4.8M in Certificates of Obligation and Interest Payable for Series 2020 and 2021 Taxable and non-Taxable debt.

Deferred Tax Revenue - \$3.1M pending collection

Total Current Liabilities – **\$17M**

Restricted or Noncurrent Liabilities

Funds held for TCHD LPPF - \$2.0M 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 – \$78M

Total Liabilities – \$95M

Net Assets

Unrestricted Net Assets – \$545M

Restricted Net Assets – \$56M

Investment in Capital Assets – \$60M

Total Net Assets – \$662M

Total Liabilities and Net Assets – \$757M



Sources and Uses Report – Slide 6

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

Sources – Total \$1.5M for the month

Property Tax Revenue – Net property tax revenue for the month was \$290K. Net revenue includes \$523K current month's collections; \$96K Penalties and Interest; and (\$330K) in adjustments for prior year delinquent taxes.

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

Other Revenue – \$356K in monthly investment income

Uses of Funds – Total \$9.6M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$8.9M for the month and \$88M YTD compared to \$66M 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 – \$582K in expense for the month, which includes:

- Personnel costs – \$431K
- Consulting services – \$7K
- Legal fees – \$66K
- Other general and administrative – \$78K

Tax Collection Expenses – \$96K for the month.

Excess Sources/(Uses) – \$(8.0)M in May. Current YTD is \$415M compared to \$314M FY21 YTD.

Healthcare Delivery Expense – Slide 7**Healthcare Delivery Expense** – Total \$8.9M May; \$88M YTD compared to \$66M 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 \$5.8M, which includes:

- Primary care – \$4.2M
- Specialty Care - Dental – \$573K
- Specialty Care - Behavioral Health – \$82K
- Pharmacy - \$852K
- All Other - \$89K

ACA Premium Assist, Education, Enrollment – \$1.1M in expenses for the month; \$8.7M YTD compared to \$7.9M FY21 YTD

Healthcare Facilities and Campus Redevelopment - \$220K in expense for the month and \$2.6M YTD.Healthcare Delivery Operating Cost – \$1.6M in expenses for the month and includes:

- Personnel costs – \$1.2M
- Consulting Services – \$(3)K
- Legal Fees - \$8.8K
- Other services and purchased goods – \$403K

Debt, Reserves and Transfer – \$132K in Debt Service**Total Healthcare Delivery** - for the month of May was \$8.9M.



Central Health

Financial Statement Presentation

FY 2022 – as of May 31, 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 May collected net property tax revenue is \$260 million compared to \$237 million as of May 2021 representing 98.2% of the adjusted tax levy compared to 98.2% as of May 2021.
- Healthcare Delivery is \$88 million for the eight months ending 5/31/2022.
- GAAP reporting Net Assets increased \$132 million year-over-year.
- TCHD LPPF total restricted balance of LPPF as of 5/31/2022 is \$2 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 5/31/2022	as of 5/31/2021
Current Assets		
Cash and cash equivalents	1,143,497	1,357,038
Short-term investments	456,293,184	350,516,614
Ad valorem taxes receivable	3,863,029	4,102,921
Other receivables	2,687,588	3,391,967
Prepaid expenses	606,342	496,260
Total Current Assets	464,593,641	359,864,800
Restricted Cash and Investments or Noncurrent		
Restricted for capital acquisition	92,357,504	10,933,085
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	2,034,897	64,457,362
Total Restricted Cash and Investments or Noncurrent	206,475,401	187,473,447
Capital Assets		
Land	26,372,222	13,425,967
Buildings and improvements	56,485,516	57,151,299
Equipment and furniture	17,778,553	9,940,147
Capital Projects in progress	13,494,550	8,732,801
Less accumulated depreciation	(28,347,862)	(24,863,621)
Total Capital Assets	85,782,979	64,386,593
Total Assets	756,852,021	611,724,840



	Preliminary	
	as of	as of
Liabilities	5/31/2022	5/31/2021
Current Liabilities		
Accounts payable	6,608,218	6,350,104
Salaries and benefits payable	1,816,848	1,697,897
Other Payables	972,749	-
Debt service payable, short-term	4,805,916	1,209,231
Deferred tax revenue	3,094,694	3,220,174
Total Current Liabilities	17,298,425	12,477,405
Restricted or Noncurrent Liabilities		
Funds held for TCHD LPPF	2,034,897	64,457,362
Debt service payable, long-term	75,846,654	4,915,000
Total Restricted of Noncurrent Liabilities	77,881,551	69,372,362
Total Liabilities	95,179,976	81,849,767
Net Assets		
Unrestricted	545,231,853	471,593,480
Restricted	56,055,994	-
Investment in Capital Assets	60,384,198	58,281,593
Total Net Assets	661,672,045	529,875,073
Liabilities and Net Assets	756,852,021	611,724,840



Sources / Uses	May 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Sources					
Property Tax Revenue	290,301	259,794,651	260,933,097	100%	237,003,492
Lease Revenue	888,519	8,701,719	13,422,399	65%	8,468,190
Other Revenue	356,122	1,361,117	3,000,000	45%	674,111
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	1,534,942	510,418,503	506,876,895	101%	386,197,333
Uses of Funds					
Healthcare Delivery	8,904,885	87,969,293	491,365,797	18%	65,868,746
Administrative Program					
Salaries and benefits	430,742	3,677,479	7,134,758	52%	3,240,217
Consulting Fees	7,320	292,849	1,341,120	22%	222,654
Legal Fees	66,491	562,339	1,456,636	39%	371,197
Other Purchase Goods and Services	77,560	1,024,857	3,287,732	31%	1,109,380
Total Administrative Program	582,113	5,557,524	13,220,246	42%	4,943,448
Tax Collection Expenses	95,567	1,569,744	2,170,853	72%	1,483,466
Total Uses	9,582,565	95,096,561	506,756,896	19%	72,295,660
Excess Sources / (Uses)	(8,047,623)	415,321,942			313,901,673



Healthcare Delivery Summary	May 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)	4,240,112	31,451,053	59,040,000	53%	26,503,407
Specialty Care, incld Dental - (see detail on Slide 11)	572,583	4,933,659	17,175,000	29%	3,605,733
Specialty Care, Behavioral Health	82,208	449,658	1,383,856	32%	299,209
Pharmacy	851,932	7,077,056	14,250,000	50%	6,399,881
Post Acute Care	32,286	77,263	2,125,000	4%	-
All Other Healthcare Services	57,253	458,023	6,737,035	7%	457,923
Community Healthcare Initiatives Fund	-	-	875,000	0%	-
Subtotal Healthcare Services	5,836,374	44,446,712	101,585,891	44%	37,266,153
ACA Premium Assist, Education, Enrollment	1,109,909	8,715,719	13,782,929	63%	7,933,467
Healthcare Facilities and Campus Redevelopment	219,671	2,589,071	6,284,795	41%	1,747,747
Healthcare Delivery Operating Costs	1,606,587	13,048,528	35,631,887	37%	11,183,902
SubTotal	8,772,541	68,800,030	157,285,502	44%	58,131,269
Debt, Reserves and Transfers	132,344	19,169,263	318,570,997	6%	7,737,477
Total Healthcare Delivery	8,904,885	87,969,293	491,365,797	18%	65,868,746



Details for Health Care Delivery on the following slides.



Healthcare Delivery Detail	May 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Healthcare Operations and Support					
ACA and Premium Assistance Programs					
High Risk Premium Programs	852,007	6,337,037	10,240,575	62%	5,581,127
CHAP Program	244,863	1,837,853	2,959,354	62%	1,822,514
ACA Enrollment and Education Services	13,039	540,829	583,000	93%	529,826
Subtotal ACA & Premium Assist Program	1,109,909	8,715,719	13,782,929	63%	7,933,467
Healthcare Facilities and Campus					
Salaries and benefits	21,855	217,008	395,914	55%	64,913
Consulting Services	-	5,096	1,512,000	0%	187,101
Legal Fees	7,461	34,044	370,000	9%	143,554
Other Goods & Svc incl. UT Ground Lease	190,355	2,332,923	4,006,881	58%	1,352,179
Subtotal Healthcare Facilities and Campus	219,671	2,589,071	6,284,795	41%	1,747,747
Healthcare Delivery Operating Costs					
Salaries and benefits	1,194,473	9,351,621	18,866,066	50%	7,841,577
Consulting Services	-	275,248	840,000	33%	43,997
Legal Fees	8,839	25,403	339,000	7%	92,448
Other Services and Purchased Goods	403,275	3,396,256	15,586,821	22%	3,205,880
Subtotal HCD Operating Cost	1,606,587	13,048,528	35,631,887	37%	11,183,902
Debt Service, Reserves and Transfers					
Debt Service	132,344	5,480,250	6,152,676	89%	1,237,477
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	19,169,263	318,570,997	6%	7,737,477
Total Healthcare Delivery	8,904,885	87,969,293	491,365,797	18%	65,868,746



Healthcare Delivery - Primary Care	May 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Primary Care					
CommUnity Care	3,802,539	26,258,247	45,885,000	57%	21,797,616
Lone Star Circle of Care	278,993	3,662,432	6,755,000	54%	3,228,528
People's Community Clinic	126,555	1,403,076	2,600,000	54%	1,332,186
Other Primary Care	32,025	127,298	3,800,000	3%	145,077
Subtotal Primary Care Services	4,240,112	31,451,053	59,040,000	53%	26,503,407

(continued on next page)



Healthcare Delivery - Specialty Care	May 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD	YOY Percent Change	Comments*
Specialty Care							
Ancillary Services & DME	7,713	53,373	735,000	7%	65,237	-18%	
Cardiology	0	154,317	265,000	58%	67,767	128%	Service Expansion
Referral Services	50,000	225,000	500,000	45%	200,000	13%	
Dental Specialty	(45,897)	594,704	1,300,000	46%	478,362	24%	Service Expansion
Dermatology	86,771	492,258	550,000	90%	244,114	102%	
Ear, Nose & Throat ENT	10,154	95,660	350,000	27%	166,026	-42%	
Endocrinology	0	414,062	575,000	72%	206,161	101%	Service Expansion
Gastroenterology	181,754	831,035	2,100,000	40%	502,218	65%	
General Surgery	11,481	53,717	300,000	18%	28,276	90%	
Gynecology Complex	0	0	100,000	0%	(2,200)	0%	CCC Agreement
Nephrology	878	22,425	200,000	11%	9,665	132%	
Oncology	27,752	203,503	700,000	29%	201,787	1%	
Ophthalmology	139,809	781,084	1,650,000	47%	730,262	7%	
Prosthetics	3,484	66,009	200,000	33%	83,096	-21%	
Podiatry	0	309,285	350,000	88%	153,475	102%	Service Expansion
Pulmonology	47,277	219,267	375,000	58%	111,218	97%	Service Expansion
Reproductive and Sexual Health	20,698	225,743	1,150,000	20%	235,512	-4%	
Rheumatology	17,096	86,377	250,000	35%	85,207	1%	
Neurology	0	0	100,000	0%	0	0%	New CUC Service
Wound Care	6,875	94,265	150,000	63%	39,550	138%	Service Expansion
Subtotal Specialty Care	565,845	4,922,084	11,900,000	41%	3,605,733	37%	
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	565,845	4,922,084	17,175,000	29%	3,605,733	37%	

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



Questions ? Comments ?