



Balance Sheet

Current Assets

Cash and Cash Equivalents – \$5.2M compared to \$3.4M September 2022

Short-term Investments – Short-term investments were \$503M at month-end, net of restricted investments totaling \$192M.

Ad Valorem Taxes Receivable – \$2.2M balance is composed of:

Gross Tax Receivables	\$ 5.5M
Taxable Assessed Valuation Adjustment	(415)K
Est. Allowance for Doubtful collections	(2.8)M
Total Taxes Receivable	\$ 2.2M

Other Receivables – Other receivables total \$6M and includes intercompany balances:

- Accrued Interest - \$2.5M
- CUC – \$2.2M
- Prepaid Expenses – \$778K
- Sendero - \$694k

Total Current Assets – \$708M

Long Term Assets

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 - \$3.4M

Lease Receivables GASB87* - \$250M

- Lease Receivable Short-Term \$12M
- Lease Receivable Long-Term \$238M

Capital Assets – \$160M, net of accumulated depreciation, include purchase of Cameron Road Buildings

Total Assets – \$1.2B

PRELIMINARY



Current Liabilities

Accounts Payable – Major components of the \$16M balance are:

- \$12.2M estimated IBNR for healthcare services.
- \$4M invoices payable

Salaries and Benefits Payable – \$5.1M balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued personal time off.

Debt Service Payable, Short-Term – \$7.8M in Certificates of Obligation and Interest Payable for Series 2020, 2021 and 2023 Taxable and non-Taxable debt.

Deferred Tax Revenue - \$0

Total Current Liabilities – \$29M

Restricted or Noncurrent Liabilities

Funds held for TCHD LPPF - \$3.4M receipts from participants in the LPPF.



Debt Service Payable, Long-Term – \$167.7M balance (changed):

	Series 2020	Series 2021	Series 2023	
	General Obligation Bonds	Certificates of Obligation Bonds	Certificates of Obligation Bonds	
Non-tax LT		12.2 M	7.7 M	
Taxable LT	2.5 M	54.6 M	88.6 M	
Premium		1.9 M	0.2 M	
Totals	2.5 M	68.7 M	96.5 M	167.7 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. \$99.4M was issued in 2023 for two clinics. Annual payments are due on 3/1 for all Series.

Total Restricted or Noncurrent Liabilities – \$171M

Lease/SBITA Payable GASB87 and GASB96* - \$52M

- Lease Payable Short-Term \$1.2M
- Lease Payable Long-Term \$45.1M
- Subscription Payable Short-Term 1.7M
- Subscription Payable Long-Term 3M
- Interest Payable Long-Term 1.4M

Deferred Revenue Long-Term GASB87* - \$237M

Total Noncurrent Liabilities Leases* – \$290M

Total Liabilities – \$490M



Net Assets

Unrestricted Net Assets – \$487M

Restricted Net Assets – \$135M

Investment in Capital Assets – \$118M

Total Net Assets – \$740M

Total Liabilities and Net Assets – \$1.2B

* Governmental Accounting Standards Board statements 87 & 96, Leases (GASB87) and Subscription-Based Information Technology Arrangements (GASB96 SBITAs), new accounting standards require entities to report future long term obligations, previously reported as operating activity, on the balance sheet to convey control of the right to use the non-financial asset. This will significantly increase long term governmental balance sheets as a result of these requirements. The new rules require recognition of a lease or SBITA liability and an intangible asset while lessors are required to recognize lease receivables and a deferred inflow of resources on their financial statements.



Sources and Uses Report

September financials → twelfth months, 100% of the fiscal year.

Sources – Total \$30M for the month

Property Tax Revenue – Net property tax revenue for the month was \$1.9M. Net revenue includes \$102K current month's collections; \$57K Penalties and Interest; and \$1.8M in adjustments for Uncollectible Property tax; \$(97)K in adjustment for prior year delinquent taxes.

Lease Revenue – \$1.7M for Downtown Campus, Careron, Hancock Clinic, and land leases

Other Revenue/Expense – \$26.7M primarily for investment income - mark to market adjustment

Uses of Funds – Total \$16M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$15M for the month and \$180M YTD compared to \$155M FY22 YTD.

Administration Program – \$1.2M in expense for the month, which includes:

- Salaries and Benefits – \$722K
- Other Goods and Services - \$468K

Excess Sources/(Uses) – \$13.7M current month. Current YTD is \$129M compared to \$103M FY22 YTD.



CENTRAL HEALTH

Central Health

Financial Statement Presentation

FY 2023 – as of September 30, 2023

(Preliminary)

Central Health Board of Managers

October 25, 2023

Jeff Knodel CFO

Patti Bethke, Controller



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- Year-to-date through September collected net property tax revenue is \$280 million compared to \$261 million as of September 2022 representing 97.6% of the adjusted tax levy compared to 98.4% as of September 2022.
- Healthcare Delivery is \$181 million for the year as of 9/30/2023.
- GAAP reporting Net Assets increased \$150 million year-over-year.
- TCHD LPPF total restricted balance of LPPF as of 9/30/2023 is \$3.4 million.
- Governmental Accounting Standards Board statements 87 & 96, Leases (GASB87) and Subscription-Based Information Technology Arrangements (GASB96 SBITAs), new accounting standards require entities to report future long term obligations, previously reported as operating activity, on the balance sheet to convey control of the right to use the non-financial asset. This will significantly increase long term governmental balance sheets as a result of these requirements. The new rules require recognition of a lease or SBITA liability and an intangible asset while lessors are required to recognize lease receivables and a deferred inflow of resources on their financial statements.

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.



CENTRAL HEALTH

	Preliminary as	
	of 9/30/2023	as of 9/30/2022
ASSETS		
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	5,195,935	3,446,183
SHORT TERM INVESTMENTS	502,636,019	382,075,278
RESTRICTED TCHD LPPF CASH & INVESTMENT	3,425,476	22,788,588
RESTRICTED FOR CAPITAL ACQUISITION	188,876,425	89,420,658
RESTRICTED CASH & INVESTMENTS OR NONCURRENT	192,301,901	112,209,245
ACCOUNTS RECEIVABLE TAX	2,268,845	1,885,295
OTHER RECEIVABLES	6,065,130	3,314,643
TOTAL CURRENT ASSETS	708,467,831	502,930,646
LONG TERM ASSETS		
LEASE RECEIVABLE		
LEASE RECEIVABLE SHORT TERM*	12,795,216	9,560,913
LEASE RECEIVABLE LONG TERM*	237,834,083	239,035,868
TOTAL LEASE RECEIVABLES	250,629,299	248,596,781
CAPITAL ASSETS	198,342,612	161,493,207
ACCUMULATED DEPRECIATION	(38,541,741)	(30,927,866)
TOTAL CAPITAL ASSETS	159,800,871	130,565,341
TOTAL ASSETS	1,230,981,000	994,175,767
LIABILITIES		
CURRENT LIABILITIES		
ACCOUNTS PAYABLE	16,655,415	10,677,600
SALARIES & BENEFITS PAYABLE	5,071,223	3,114,806
DEBT SERVICE SHORT TERM	7,818,109	4,345,000
DEFERRED TAX REVENUE	-	-
TOTAL CURRENT LIABILITIES	29,544,747	18,137,406
RESTRICTED OR NONCURRENT LIABILITIES		
FUNDS HELD FOR TCHD LPPF	3,451,359	22,814,275
DEBT SERVICE PAYABLE LONG TERM	167,726,498	75,988,167
TOTAL RESTRICTED OR NONCURRENT LIABILITIES	171,177,857	98,802,443
NONCURRENT LIABILITIES		
LEASE & SUBSCRIPTION LIABILITIES*	52,500,263	43,972,182
DEFERRED REVENUE*	237,291,717	242,569,098
TOTAL NONCURRENT LIABILITES AND LEASES	289,791,980	286,541,280
TOTAL LIABILITIES	490,514,584	403,481,129
NET ASSETS		
INVESTMENT IN CAPITAL ASSETS	118,037,390	61,405,114
RESTRICTED	135,115,569	55,385,798
UNRESTRICTED	487,313,458	473,903,727
TOTAL NET ASSETS	740,466,416	590,694,639
LIABILITIES AND NET ASSETS	1,230,981,000	994,175,767

* New GASB87 & GASB96 reporting requirement for leases and Subscription-Based Information Technology Arrangements.



CENTRAL HEALTH

SOURCES / USES	SEP 2023	FY23 YTD	FY23 Budget	Percent of Budget Used	FY22 YTD
SOURCES					
PROPERTY TAX REVENUE	1,909,798	280,066,533	281,605,053	99%	261,531,264
LEASE REVENUE*	1,709,209	19,262,343	13,145,328	147%	18,783,540
OTHER REVENUE	26,710,109	46,604,143	1,500,000	3107%	(14,554,903)
TOBACCO SETTLEMENT REVENUE	-	4,828,924	4,500,000	107%	4,676,730
TOTAL SOURCES	30,329,116	350,761,944	300,750,381	117%	270,436,630
USES OF FUNDS					
HEALTHCARE DELIVERY PROGRAM (SEE NEXT PAGE)	15,379,130	180,866,363	261,208,878	70%	155,762,268
UT AFFILIATION AGREEMENT	-	22,430,000	22,000,000	102%	-
ADMINISTRATIVE PROGRAM					
SALARIES AND BENEFITS	722,478	7,763,550	9,641,743	81%	6,058,784
OTHER GOODS AND SERVICES	468,849	10,497,352	12,507,617	84%	5,421,769
TOTAL ADMINISTRATIVE PROGRAM	1,191,327	18,260,903	22,149,360	82%	11,480,554
TOTAL USES	16,570,457	221,557,266	305,358,238	73%	167,242,822
EXCESS SOURCES / (USES)	13,758,659	129,204,678	(4,607,857)		103,193,809

* New GASB87 & GASB96 reporting requirement for leases and Subscription-Based Information Technology Arrangements.



CENTRAL HEALTH

HEALTHCARE DELIVERY SUMMARY	SEP 2023	FY23 YTD	FY23 Budget	Percent of Budget Used	FY22 YTD
PURCHASED HEALTHCARE SERVICES					
PRIMARY CARE	5,178,484	59,976,323	66,236,822	91%	52,504,250
SPECIALTY CARE, INCLD DENTAL	1,593,333	14,799,810	27,163,000	54%	8,367,474
SPECIALTY BEHAVIORAL HEALTH AND SUBSTANCE USE	307,683	8,972,178	12,040,000	75%	623,553
PHARMACY	816,207	10,621,719	17,000,000	62%	10,639,996
POST ACUTE CARE	700,875	3,886,746	5,650,000	69%	259,251
COMMUNITY HEALTHCARE INITIATIVES FUND	-	256,802	1,750,000	15%	-
ALL OTHER HEALTHCARE SERVICES	-	373,800	687,035		687,035
SUBTOTAL PURCHASED HEALTHCARE SERVICES	8,596,582	98,887,379	130,526,857	75%	73,081,561
DIRECT HEALTHCARE SERVICES	289,158	913,869	5,673,261	16%	128,535
MAP ELIGIBILITY - INCREASE IN PERIOD	-	-	2,000,000		-
SUBTOTAL HEALTHCARE SERVICES	8,885,740	99,801,248	138,200,118	72%	73,210,096
ACA PREMIUM ASSIST	3,112,750	15,282,770	14,648,261	104%	13,550,459
HEALTHCARE FACILITIES AND CAMPUS REDEVELOPMENT	561,536	3,366,023	4,754,027	90%	12,219,395
HEALTHCARE DELIVERY OPERATION COSTS	2,695,891	33,217,923	48,109,728	70%	37,083,678
DEBT, RESERVES AND TRANSFERS	123,212	29,198,400	55,496,744	53%	19,698,640
TOTAL HEALTHCARE DELIVERY	15,379,130	180,866,363	261,208,878	70%	155,762,268



CENTRAL HEALTH

HEALTHCARE DELIVERY - SPECIALTY CARE	SEP 2023	FY23 YTD	FY2023 BUDGET	Percent of Budget Used	FY2022 YTD	Comments
HCD-Ancillary Services	62,344	663,106	2,408,000	28%	273,212	Includes additional services: Anesthesia, Mammography, DME
HCD-Cardiology	97,515	477,487	1,215,000	39%	355,356	
HCD-Dental	68,123	1,602,561	1,500,000	107%	1,036,169	
HCD-Dermatology	121,450	970,040	1,125,000	86%	795,798	
HCD-Dialysis	124,115	873,108	2,600,000	34%	172,800	New Service late FY22
HCD-Endocrinology	110,017	717,421	925,000	78%	739,935	
HCD-Ear, Nose & Throat ENT	(4,431)	139,044	500,000	28%	111,393	Provider Vacancy
HCD-Gastroenterology	378,974	1,600,556	2,100,000	76%	1,190,341	Service Expansion
HCD-General Surgery	(155,816)	179,944	200,000	90%	177,847	
HCD-Gynecology	130,160	1,355,352	1,050,000	129%	-	Transition from CCC
HCD-Musculoskeletal	123,182	1,691,172	1,700,000	99%	38,940	Transition from CCC
HCD-Nephrology	11,050	112,125	350,000	32%	51,675	
HCD-Neurology	5,525	47,269	300,000	16%	13,867	New CUC Service
HCD-Oncology	11,142	583,081	1,800,000	32%	377,873	
HCD-Ophthalmology	163,767	1,388,056	3,300,000	42%	1,190,814	
HCD-Pain Management	18,000	18,000	350,000	5%	-	New Services FY23
HCD-Podiatry	90,650	873,042	1,350,000	65%	757,681	
HCD-Project Access	-	-	330,000	0%	-	
HCD-Pulmonology	72,208	436,461	475,000	92%	354,551	
HCD-Referral Management	95,805	268,025	875,000	31%	300,000	
HCD-Rheumatology	29,033	289,069	350,000	83%	178,691	
HCD-Sexual & Reproductive Svc	40,521	514,893	2,110,000	24%	250,530	
HCD-Urology	-	-	250,000	0%	-	New agreement for vasectomies
Total Healthcare Delivery - Specialty Care	1,593,333	14,799,810	27,163,000	54%	8,367,474	



Questions ? Comments ?