

Balance Sheet (Assets) – Slide 3

Current Assets

Cash and Cash Equivalents – \$1.6M compared to \$2.1M Feb 2018

Short-term Investments – Short-term investments were \$160M at month-end, which is net of restricted investments of \$9.2M for capital acquisitions.

Ad Valorem Taxes Receivable – \$5.7M balance is composed of:

Gross Tax Receivables	\$8.7M
Taxable Assessed Valuation Adjustment	(.8)
Est. Allowance for Doubtful collections	<u>(2.2)</u>
Total Taxes Receivable	\$5.7M

Other Receivables – Other receivables total \$5.8M and consists of intercompany balances:

- CommUnityCare - \$1,506K
- Sendero - \$1,632K
- Community Care Collaborative - \$2,582K
- and interest and miscellaneous receivables of \$124K

Prepaid Expenses – \$306K balance composed of:

- Prepaid Insurance (UMCB) - \$73K
- Prepaid ICC dues - \$51K
- Prepaid Memberships - \$62K
- Prepaid expenses other - \$120K

Total Current Assets – \$174M

Noncurrent Assets

Investments Restricted for Capital Acquisition – \$9.2M in short-term securities restricted for capital acquisition.

Sendero Paid-in Capital – \$71M

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

Sendero Surplus Debenture – \$37.1M (\$20M paid in December 2018)



Capital Assets – \$114M, net of accumulated depreciation

Total Assets – \$409M

Balance Sheet (Liabilities and Net Assets) – Slide 4

Current Liabilities

Accounts Payable – Major components of the \$3.1M balance are:

- \$1,945K estimated healthcare delivery costs for services incurred but not received invoicing.
- \$1,132K in vendor invoices at month-end.

Salaries and Benefits Payable – \$891K 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.

Other Payables – \$91K capital lease obligation related to medical equipment leased at Southeast Health and Wellness Center.

Debt Service Payable, Short-Term – Currently no short-term Certificates of Obligation Payable due to the annual payment in February.

Total Current Liabilities – \$8.9M

Noncurrent Liabilities

Debt Service Payable, Long-Term – \$8.4M balance of the \$16M in Series 2011 Certificates of Obligation, reduced by eight principal payments made to date. This debt was issued for the North Central clinic.

Total Noncurrent Liabilities – \$8M

Total Liabilities – \$17M



Net Assets

Unrestricted Net Assets – \$278M

Investment in Capital Assets – \$114M

Total Net Assets – \$392M

Total Liabilities and Net Assets – \$409M

Sources and Uses Report – Slide 5

February Preliminary financials → five months into the fiscal year, 42% of the fiscal year.

Sources – Total \$17M for the month

Property Tax Revenue – Net property tax revenue for the month was \$16M. Net revenue includes \$15.6M current month's collections, plus \$62K in adjustments for prior year delinquent taxes.

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

Other Revenue – \$256K investment income for the month, \$868K YTD, compared to \$639K last year.

Uses of Funds – Total \$21.9M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$112M YTD compared to \$108M YTD thru Feb 2018.

Administration Program – \$712K in expense for the month, which includes:

- Personnel costs – \$340K
- Legal fees – \$115K
- Consulting services – \$142K
- Other general and administrative – \$115K

Tax Collection Expenses – \$141K

Excess Sources/(Uses) – Decreased by \$5M in February.



Healthcare Delivery Expense – Total \$21M and \$112M YTD - Slide 6

Intergovernmental Transfer "IGT" – February totaled \$19M, \$71.8M YTD.

Provider Costs – Healthcare delivery providers' expense for February totaled \$166K, which includes:

- Primary care – \$114K
- Medical Administration – \$51K

Healthcare Delivery Operating Cost – \$581K in expenses for the month and includes:

- Personnel costs – \$324K
- Legal fees – \$30K
- Other services and purchased goods – \$227K

Other Costs – \$1.2M in expense for the month, which includes:

- UMCB Campus Redevelopment – \$716K
- ACA Enrollment and Subsidy – \$488K
- Debt Service – \$30K

Total Healthcare Delivery for the month of February was \$21M.



CENTRAL HEALTH

Central Health

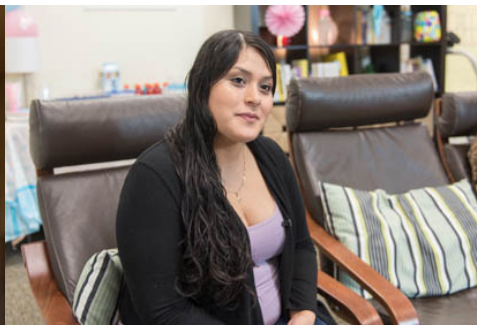
Financial Statement Presentation

FY 2019 – as of February 28, 2019

Central Health Budget & Finance Committee

March 13, 2019

Lisa Owens, VP of Financial Operations





February 2019 Financial Highlights

- Year-to-date, collected net property tax revenue is \$194 million compared to \$179 million as of Feb 2018.
- The IGT for YTD Feb 2019 is \$72 million compared to \$93 million as of Feb 2018.
- Tax collected through Feb 2019 is 97% of the adjusted tax levy compared to 97% as of Feb 2018.



Balance Sheet
As of February 28, 2019
(Page 1 of 2, Assets)

Assets	as of 2/28/2019	as of 2/28/2018
Current Assets		
Cash and cash equivalents	1,578,202	2,068,708
Short-term investments	160,160,805	145,231,428
Ad valorem taxes receivable	5,730,837	4,792,254
Other receivables	5,844,429	6,033,155
Prepaid expenses	306,291	164,262
Total Current Assets	<u>173,620,564</u>	<u>158,289,807</u>
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	9,168,247	6,506,179
Sendero paid-in-capital	71,000,000	51,000,000
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>121,251,247</u>	<u>78,589,179</u>
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,354,256	132,393,816
Equipment and furniture	9,210,439	8,909,710
Construction in progress	380,717	2,508,871
Less accumulated depreciation	(41,814,507)	(37,811,495)
Total Capital Assets	<u>113,901,089</u>	<u>117,771,086</u>
Total Assets	<u><u>408,772,900</u></u>	<u><u>354,650,072</u></u>



Balance Sheet
As of February 28, 2019
(Page 2 of 2, Liabilities and Net Assets)

Liabilities	as of 2/28/2019	as of 2/28/2018
Current Liabilities		
Accounts payable	3,076,683	1,890,425
Salaries and benefits payable	891,486	543,120
Other Payables	90,557	5,988,375
Debt service payable, short-term	-	-
Deferred tax revenue	4,801,168	4,277,013
Other deferred revenue	26,480	-
Total Current Liabilities	<u>8,886,374</u>	<u>12,698,933</u>
Noncurrent Liabilities		
Debt service payable, long-term	8,350,000	9,380,000
Capital Lease Obligation, Long-Term		
Total Noncurrent Liabilities	<u>8,350,000</u>	<u>9,380,000</u>
Total Liabilities	<u>17,236,374</u>	<u>22,078,933</u>
 Net Assets		
Unrestricted	277,635,437	214,800,054
Investment in Capital Assets	113,901,089	117,771,085
Total Net Assets	<u>391,536,526</u>	<u>332,571,139</u>
 Liabilities and Net Assets	<u>408,772,900</u>	<u>354,650,072</u>



Sources and Uses Report
Fiscal Year-to-Date through February 28, 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	15,651,572	193,999,447	196,861,527	98.5%	178,898,852
Lease Revenue	857,841	4,289,205	18,067,937	23.7%	4,362,759
Other Revenue	256,236	868,191	400,000	217.0%	639,305
Tobacco Settlement Revenue	-	-	2,000,000	0.0%	-
Contingency Reserve (Carryforward)	-	52,648,775	41,039,184	128.3%	51,560,311
Total Sources	16,765,649	251,805,618	258,368,648	97.5%	235,461,227
Uses of Funds					
Healthcare Delivery	21,061,286	112,416,290	247,343,600	45.4%	108,080,426
Administrative Program					
Salaries and benefits	339,785	1,716,038	4,690,997	36.6%	1,470,242
Legal Fees	114,949	312,401	1,198,320	26.1%	293,724
Consulting Fees	141,483	216,650	1,026,500	21.1%	285,881
Other Purchase Goods and Services	115,380	433,372	2,406,021	18.0%	888,904
Total Administrative Program	711,597	2,678,461	9,321,838	28.7%	2,938,751
Tax Collection Expenses	141,276	1,536,455	1,703,211	90.2%	1,512,535
Total Uses	21,914,159	116,631,206	258,368,648	45.1%	112,531,712
Excess Sources / (Uses)	(5,148,510)	135,174,412	-		122,929,515



Healthcare Delivery Expense Fiscal Year-to-Date through February 28, 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⁾	19,079,614	71,804,213	139,130,000	51.6%	92,706,150
Provider Costs					
Primary Care	114,436	380,284	790,344	48.1%	262,054
DSRIP Project Expense	647	1,647	-	0.0%	585,483
Charity Care	-	-	-	0.0%	1,062,933
Member Payment to CCC ⁽²⁾	-	10,000,000	34,000,000	29.4%	-
Medical Administration	51,440	255,551	719,990	35.5%	308,638
Subtotal Provider Costs	166,523	10,637,482	35,510,334	30.0%	2,219,108
Service Expansion Funds	-	-	4,480,000	0.0%	-
Total IGTs and Provider Costs	19,246,137	82,441,695	179,120,334	46.0%	94,925,258
Healthcare Delivery Operating Costs					
Salaries and benefits	323,771	1,655,349	3,818,591	43.3%	1,182,614
Consulting Services	170	14,843	559,590	2.7%	(35,119)
Legal Fees	29,851	40,871	51,200	79.8%	10,004
Other Services and Purchased Goods	227,650	1,048,279	5,164,895	20.3%	320,567
Subtotal HCD Operating Costs	581,442	2,759,342	9,594,276	28.8%	1,478,066
Other Costs					
UMCB Campus Redevelopment	715,813	1,950,744	11,125,542	17.5%	396,252
ACA Enrollment and Subsidy	487,961	2,274,844	8,916,000	25.5%	1,119,852
Debt Service	29,933	149,665	1,372,818	10.9%	160,998
Subtotal Other Costs	1,233,707	4,375,253	21,414,360	20.4%	1,677,102
Reserves and Transfers					
FY2019 Capital reserve		2,840,000	2,840,000		
FY2019 Emergency reserve			1,000,000		
FY2019 Sendero debenture	-	20,000,000	20,000,000		10,000,000
FY2019 Contingency reserve appropriation			13,374,630		
Subtotal Reserves, Appropriated Uses and Transfers	-	22,840,000	37,214,630	61.4%	10,000,000
Total Healthcare Delivery	21,061,286	112,416,290	247,343,600	45.4%	108,080,426

⁽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.



Recap of FY18 IGT Payments Actuals Through February 28, 2019

<i>Inter Governmental Transfers (\$ in millions)</i>	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Under (Over) Budget	Prior Year Fiscal Year-To-Date
Private Uncomp Care	7.6	15.2	24.0	8.8	16.0
UMCB Uncomp Care	11.5	14.3	24.5	10.2	12.7
DSH - Disproportionate Share	-	13.7	35.0	21.3	14.1
DSRIP - CCC	-	13.5	27.5	14.0	24.4
DSRIP - UMCB, Dell Children's	-	14.5	27.5	13.0	25.5
DSRIP - St. David's	-	0.6	0.6	0.0	0.2
Total	19.1	71.8	139.1	67.3	92.7



Questions ? Comments ?