



**Balance Sheet (Assets) – Slide 3**

**Current Assets**

Cash and Cash Equivalents – \$1.6M compared to \$1.6M Nov 2017

Short-term Investments – Short-term investments were \$71.4M at month-end, which is net of restricted investments of \$6.3M for capital acquisitions.

Ad Valorem Taxes Receivable – \$190M balance is composed of:

Gross Tax Receivables	\$192.2M
Taxable Assessed Valuation Adjustment	(.1)
Est. Allowance For Doubtful collections	<u>(2.2)</u>
<b>Total Taxes Receivable</b>	<b>\$190.0M</b>

Other Receivables – Other receivables total \$6.1M and consists of intercompany balances:

- CommUnityCare - \$1,709K
- Sendero - \$1,015K
- Community Care Collaborative - \$3,185K
- and interest receivable of \$120K

Prepaid Expenses – \$1.3M balance composed of:

- Prepaid Travis County Tax Collection Fee - \$687K
- Prepaid Travis County Tax Appraisal Fee - \$206K
- Prepaid ICC dues - \$51K
- Prepaid expenses other - \$356K

**Total Current Assets – \$270M**

**Noncurrent Assets**

Investments Restricted for Capital Acquisition – \$6.3M in short-term securities restricted for capital acquisition.

Sendero Paid-in Capital – \$71M (unchanged)

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



November 2018 Preliminary Monthly Financial Statements (unaudited)  
Page 2 of 4

Sendero Surplus Debenture – \$17.1M (unchanged)

Capital Assets – \$115M, net of accumulated depreciation

**Total Assets – \$483M**

## **Balance Sheet (Liabilities and Net Assets) – Slide 4**

### **Current Liabilities**

Accounts Payable – Major components of the \$1.1M balance are:

- \$1,021K estimated healthcare delivery costs for services incurred but not received invoicing.
- \$39K in vendor invoices at month-end.

Salaries and Benefits Payable – \$722K 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 – \$90K capital lease obligation related to medical equipment leased at Southeast Health and Wellness Center, compared to \$15.3M for Nov 2017 which was Charity Care \$4M & Seton lease revenue \$10M.

Debt Service Payable, Short-Term – \$1M balance is comprised of \$1M in Certificates of Obligation Payable.

**Total Current Liabilities – \$191M**

### **Noncurrent Liabilities**

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

**Total Noncurrent Liabilities – \$8.5M**

**Total Liabilities – \$199.2M**

### **Net Assets**



Unrestricted Net Assets – \$170M

Investment in Capital Assets – \$114M

**Total Net Assets – \$284M**

**Total Liabilities and Net Assets – \$483M**

### **Sources and Uses Report – Slide 5**

November Preliminary financials → two months into the fiscal year, 17% of the fiscal year.

#### **Sources – Total \$10.9**

Property Tax Revenue – Net property tax revenue for the month was \$9.9M. Net revenue includes \$9.8M current month's collections, plus \$54K in adjustments for prior year delinquent taxes.

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

Other Revenue – \$123K investment income for the month, \$274K YTD, compared to \$195K last year.

#### **Uses of Funds – Total \$8.9**

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$17M YTD compared to \$20 YTD thru Nov. 2017. The decrease is due to lower IGT in FY2019.

Administration Program – \$591K in expense for the month, which includes:

- Personnel costs – \$445K
- Legal fees – \$43K
- Consulting services – \$15K
- Other general and administrative – \$89K

Tax Collection Expenses – \$9.5K

**Excess Sources/(Uses)** – Increased by \$1.9M in November.



**Healthcare Delivery Expense – Total \$8.3M and \$16.6M YTD - Slide 6**

Intergovernmental Transfer "IGT" – November totaled \$7.0M, \$14M YTD compared to \$18M for the prior year.

Provider Costs – Healthcare delivery providers' expense for November totaled \$117K, which includes:

- Primary care – \$66K
- Medical Administration – \$51K

Healthcare Delivery Operating Cost – \$748K in expenses for the month and includes:

- Personnel costs – \$498K
- Consulting services – \$8K
- Legal fees – \$3K
- Other services and purchased goods – \$239K

Other Costs – \$578K in expense for the month, which includes:

- UMCB Campus Redevelopment – \$263K
- ACA Enrollment and Subsidy – \$285K
- Debt Service – \$30K

**Total Healthcare Delivery for the month of September was \$8.3M.**



CENTRAL HEALTH

# Central Health

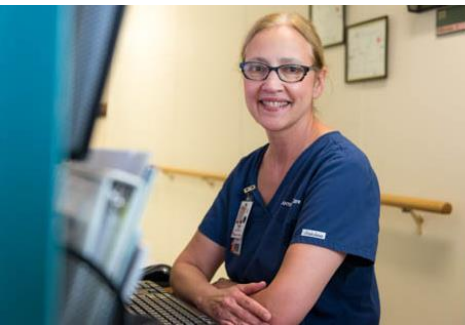
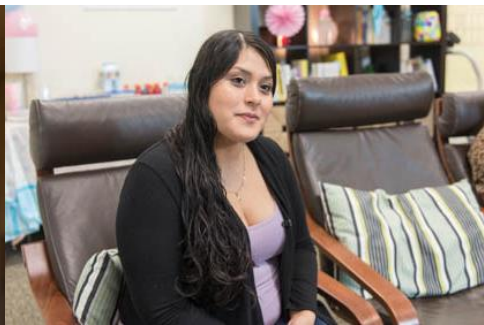
## Financial Statement Presentation

FY 2019 – as of November 30, 2018 (Preliminary)

Central Health Board of Managers

December 19, 2018

Lisa Owens, VP of Financial Operations





# November 2018 Financial Highlights

- Financial results are preliminary. Audited FY2018 financials will be presented when the audit is complete.
- Year-to-date, collected net property tax revenue is \$11.7 million compared to \$9.9 million in Nov 2017.
- The IGT for YTD Nov 2018 was \$13.7 compared to \$18.3 million in YTD Nov 2017.

*Preliminary*



**Balance Sheet**  
**As of November 30, 2018**  
*(Page 1 of 2, Assets)*

<b>Assets</b>	<b>Preliminary as of 11/30/2018</b>	<b>as of 11/30/2017</b>
Current Assets		
Cash and cash equivalents	1,573,927	1,612,892
Short-term investments	71,378,337	81,178,331
Ad valorem taxes receivable	189,899,631	175,420,242
Other receivables	6,130,349	2,925,817
Prepaid expenses	1,294,279	841,481
Total Current Assets	270,276,523	261,978,763
Noncurrent or restricted cash and investments		
Restricted for capital acquisition	6,328,247	6,836,552
Sendero paid-in-capital	71,000,000	39,000,000
Working capital advance to CommUnityCare	4,000,000	4,000,000
Sendero Surplus Debenture	17,083,000	17,083,000
Total Noncurrent or restricted cash and investments	98,411,247	66,919,552
Capital Assets		
Land	11,770,184	11,770,184
Buildings and improvements	134,241,485	132,381,882
Equipment and furniture	8,779,232	8,900,240
Construction in progress	379,122	2,190,690
Less accumulated depreciation	(40,683,296)	(36,670,375)
Total Capital Assets	114,486,727	118,572,621
<b>Total Assets</b>	<b>483,174,498</b>	<b>447,470,936</b>

*Preliminary*



**Balance Sheet**  
**As of November 30, 2018**  
*(Page 2 of 2, Liabilities and Net Assets)*

<b>Liabilities</b>	<b>Preliminary as of 11/30/2018</b>	<b>as of 11/30/2017</b>
Current Liabilities		
Accounts payable	1,059,450	1,736,603
Salaries and benefits payable	722,326	611,965
Other Payables	90,127	15,327,416
Debt service payable, short-term	1,119,799	1,096,599
Deferred tax revenue	187,845,355	173,999,303
Other deferred revenue	0	2,679,374
Total Current Liabilities	<u>190,837,057</u>	<u>195,451,260</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>199,187,057</u>	<u>204,831,260</u>
<b>Net Assets</b>		
Unrestricted	169,500,714	124,067,056
Investment in Capital Assets	114,486,727	118,572,620
Total Net Assets	<u>283,987,441</u>	<u>242,639,676</u>
<b>Liabilities and Net Assets</b>	<u>483,174,498</u>	<u>447,470,936</u>

*Preliminary*





**Sources and Uses Report**  
**Fiscal Year-to-Date through November 30, 2018**  
*(Excludes Depreciation Expense)*

	<b>Preliminary This Month</b>	<b>Prelim - Fiscal Year to Date</b>	<b>Fiscal Year Budget</b>	<b>Percent of Budget Used</b>	<b>Prior Fiscal Year to Date</b>
<b>Sources</b>					
Property Tax Revenue	9,874,161	11,658,703	196,861,527	5.9%	9,876,715
Lease Revenue	857,841	1,715,682	18,067,937	9.5%	1,860,000
Other Revenue	123,371	274,268	400,000	68.6%	194,680
Tobacco Settlement Revenue	0	0	2,000,000	0.0%	0
Contingency Reserve (Carryforward)	0	0	41,039,184	0.0%	51,560,311
<b>Total Sources</b>	<b>10,855,373</b>	<b>13,648,653</b>	<b>258,368,648</b>	<b>5.3%</b>	<b>63,491,706</b>
<b>Uses of Funds</b>					
<b>Healthcare Delivery</b>	<b>8,320,949</b>	<b>16,570,168</b>	<b>247,343,600</b>	<b>6.7%</b>	<b>20,473,669</b>
<b>Administrative Program</b>					
Salaries and benefits	444,652	757,586	4,690,997	16.1%	586,707
Legal Fees	42,577	37,444	1,198,320	3.1%	92,876
Consulting Fees	14,839	28,797	1,026,500	2.8%	130,703
Other Purchase Goods and Services	88,908	165,076	2,406,021	6.9%	276,773
<b>Total Administrative Program</b>	<b>590,976</b>	<b>988,903</b>	<b>9,321,838</b>	<b>10.6%</b>	<b>1,087,059</b>
<b>Tax Collection Expenses</b>	<b>9,505</b>	<b>19,010</b>	<b>1,703,211</b>	<b>1.1%</b>	<b>74,046</b>
<b>Total Uses</b>	<b>8,921,430</b>	<b>17,578,081</b>	<b>258,368,648</b>	<b>6.8%</b>	<b>21,634,774</b>
<b>Excess Sources / (Uses)</b>	<b>1,933,943</b>	<b>(3,929,428)</b>	<b>0</b>		<b>41,856,932</b>

*Preliminary*



## Healthcare Delivery Expense

### Fiscal Year-to-Date through November 30, 2018

*(Excludes Depreciation Expense)*

	Preliminary This Month	Prelim - Fiscal Year to Date	Fiscal Year Budget	Percent of Budget Used	Prior Fiscal Year to Date
<b>Intergovernmental Transfers (IGTs) <sup>(1)</sup></b>	6,876,931	13,711,986	139,130,000	9.9%	18,278,393
<b>Provider Costs</b>					
Primary Care	65,862	134,124	790,344	17.0%	60,588
DSRIP Project Expense	-	-	-	0.0%	23,000
Charity Care	-	-	-	0.0%	708,622
Member Payment to CCC <sup>(2)</sup>	-	-	34,000,000	0.0%	0
Medical Administration	51,440	101,232	719,990	14.1%	154,319
<b>Subtotal Provider Costs</b>	<u>117,302</u>	<u>235,356</u>	<u>35,510,334</u>	<u>0.7%</u>	<u>946,529</u>
<b>Service Expansion Funds</b>	-	-	4,480,000	0.0%	-
<b>Total IGTs and Provider Costs</b>	<u>6,994,233</u>	<u>13,947,342</u>	<u>179,120,334</u>	<u>7.8%</u>	<u>19,224,922</u>
<b>Healthcare Delivery Operating Costs</b>					
Salaries and benefits	498,124	831,019	3,818,591	21.8%	580,876
Consulting Services	7,654	9,932	559,590	1.8%	27,694
Legal Fees	3,277	35,692	51,200	69.7%	2,228
Other Services and Purchased Goods	239,403	431,796	5,164,895	8.4%	138,431
<b>Subtotal HCD Operating Costs</b>	<u>748,458</u>	<u>1,308,439</u>	<u>9,594,276</u>	<u>13.6%</u>	<u>749,229</u>
<b>Other Costs</b>					
UMCB Campus Redevelopment	263,468	501,021	11,125,542	4.5%	95,318
ACA Enrollment and Subsidy	284,857	753,500	8,916,000	8.5%	339,801
Debt Service	29,933	59,866	1,372,818	4.4%	64,399
<b>Subtotal Other Costs</b>	<u>578,258</u>	<u>1,314,387</u>	<u>21,414,360</u>	<u>6.1%</u>	<u>499,518</u>
<b>Reserves and Transfers</b>					
FY2019 Capital reserve			2,840,000		
FY2019 Emergency reserve			1,000,000		
FY2019 Sendero risk-based capital			20,000,000		
FY2019 Contingency reserve appropriation			13,374,630		
<b>Subtotal Reserves, Appropriated Uses and Transfers</b>	<u>-</u>	<u>-</u>	<u>37,214,630</u>	<u>0.0%</u>	
<b>Total Healthcare Delivery</b>	<u>8,320,949</u>	<u>16,570,168</u>	<u>247,343,600</u>	<u>6.7%</u>	<u>20,473,669</u>

Preliminary

<sup>(1)</sup> Budget includes allocated portion of the contingency reserve appropriation, for IGT timing differences.

<sup>(2)</sup> 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 November 30, 2018

<i>\$ in millions</i>	<b>This Month</b>	<b>Fiscal Year-To-Date</b>	<b>Fiscal Year Budget</b>	<b>Under (Over) Budget</b>	<b>Prior Year Fiscal Year-To-Date</b>
Private UC	-	-	24.0	24.0	-
UMCB UC	-	-	24.5	24.5	-
DSH	6.9	13.7	35.0	21.3	18.3
DSRIP - CCC	-	-	27.5	27.5	-
DSRIP - UMCB, Dell Children's	-	-	27.5	27.5	-
DSRIP - St. David's	-	-	0.6	0.6	-
<b>Total</b>	<b>6.9</b>	<b>13.7</b>	<b>139.1</b>	<b>125.4</b>	<b>18.3</b>

*Preliminary*



Questions ? Comments ?