



## **Balance Sheet (Assets) – Slide 1**

### **Current Assets**

Cash and Cash Equivalents – \$2.6 million

Short-term Investments – Short-term investments were \$132.5 million at month-end, which is net of restricted investments of \$7.1 million for capital acquisitions.

Ad Valorem Taxes Receivable – \$2.6 million balance is composed of \$3.5 million uncollected 2016 tax levy less \$987.6K adjustments, delinquent prior years' taxes of \$2.2 million, and tax distributions in transit from the Travis County Tax Office of \$192K, offset by estimated allowances for doubtful collections \$2.4 million.

Other Receivables – Other receivables total \$3.9 million and consist primarily of intercompany balances of \$3.7 million and interest receivable of \$171K.

Prepaid Expenses – \$59K balance composed of \$41K unamortized insurance, \$6K tax collection fees and \$11K in deposits.

**Total Current Assets – \$141.6 million**

### **Noncurrent Assets**

Investments Restricted for Capital Acquisition – \$7.1 million in short-term securities restricted for capital acquisition.

Sendero Paid-in Capital – \$35.0 million (unchanged)

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

Sendero Surplus Debenture – \$17.1 million (unchanged)

Capital Assets – \$121.3 million, net of accumulated depreciation.

**Total Assets – \$326.2 million**



## **Balance Sheet (Liabilities and Net Assets) – Slide 2**

### **Current Liabilities**

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

- \$2.4 million in vendor invoices at month-end, and
- \$683K in estimated healthcare delivery costs for services incurred but not yet billed or paid.

Salaries and Benefits Payable – \$1.1 million balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued leave balances and various fringe benefit amounts withheld and not yet disbursed.

Other Payables – \$1.5 million in other payables is comprised of the amount due to Seton for Charity Care.

Debt Service Payable, Short-Term – \$1.0 million balance consists of the annual principal payment and accrued interest on the Series 2011 Certificates of Obligation.

Capital Lease Obligation, Short-Term – \$82K related to medical equipment leased at Southeast Health and Wellness Center.

Deferred Tax Revenue – \$2.6 million for the uncollected portion of the 2016 tax levy.

Other Deferred Revenue – \$3.2 million – Seton's April 2017 lease payment received in current month.

**Total Current Liabilities – \$12.6 million**

### **Noncurrent Liabilities**

Debt Service Payable, Long-Term – \$9.4 million balance of the \$16 million in Series 2011 Certificates of Obligation, reduced by six principal payments made to date. This debt was issued for the North Central clinic and the Southeast Health and Wellness Center.

Capital Lease Obligation, Long-Term – \$234K related to medical equipment leased at Southeast Health and Wellness Center.

**Total Noncurrent Liabilities – \$9.6 million**

**Total Liabilities – \$22.2 million**



March 2017 Preliminary Monthly Financial Statements (unaudited)

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### **Net Assets**

Unrestricted Net Assets – \$182.7 million

Investment in Capital Assets – \$121.3 million

**Total Net Assets – \$304.0 million**

**Total Liabilities and Net Assets – \$326.2 million**

### **Sources and Uses Report – Slide 3**

March financials → six months, 50.0% of the fiscal year

#### **Sources**

Property Tax Revenue – \$1.1 million was collected during the month of March, or 0.63% of the 2016 levy. Through the first six months of fiscal year 2017, \$168.7 million has been collected, or 98.5% of the 2016 adjusted tax levy. At the same time in prior year, \$158.7 million had been collected, or 98.3% of the 2015 adjusted tax levy.

Lease Revenue – \$3.2 million recorded for Seton lease payment.

Other Revenue – \$111K interest income on investments.

#### **Uses of Funds**

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$9.7 million for the month.

Administration Program – \$530K in expense for the month, which includes:

- Personnel costs – \$330K
- Legal fees – \$32K
- Consulting services – \$15K
- Other general and administrative – \$154K

Tax Collection Expenses – \$10K

**Excess Sources Over (Under) Uses** – Net assets decreased by \$5.9 million in March. Year-to-date, net assets have increased by \$127.8 million.



March 2017 Preliminary Monthly Financial Statements (unaudited)

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### **Healthcare Delivery Expense – Slide 4**

Intergovernmental Transfers (IGTs) – IGT expense for the month of March was \$7.0 million.

Provider Costs – Healthcare delivery providers' expense for March totaled \$767K and includes \$49K for primary care, \$354K for charity care, and \$364K for DSRIP project expense.

Healthcare Delivery Operating Cost – \$550K in expense for the month, which includes:

- Personnel costs – \$409K
- Consulting services – \$13K
- Legal fees – \$1K
- Other services and purchased goods – \$127K

Other Costs – \$1.4 million balance comprised of \$184K related to UMCB Campus Redevelopment, \$167K for ACA enrollment and subsidy costs, and \$1.0 million in debt service for principal payment and interest on the \$16 million Series 2011 Certificates of Obligation.

**Total Healthcare Delivery for the month of March was \$9.7 million.**

### **Recap of FY17 IGT Payments – Slide 5**

IGT expense of \$7.0 million, related to Disproportionate Share, was sent on March 3, 2017.



**Balance Sheet**  
**As of March 31, 2017**  
*(Page 1 of 2, Assets)*

	<u>FY 2017</u>	<u>FY 2016</u>
<b>Assets</b>		
Current Assets		
Cash and Cash Equivalents	\$ 2,584,677	\$ 2,648,031
Short-Term Investments	132,510,775	141,159,116
Ad Valorem Taxes Receivable	2,622,032	2,512,501
Other Receivables	3,863,373	2,960,605
Prepaid Expenses	58,726	75,392
Total Current Assets	<u>141,639,583</u>	<u>149,355,645</u>
Noncurrent or Restricted Cash and Investments		
Restricted for Capital Acquisition	7,148,458	7,135,270
Sendero Paid-In Capital	35,000,000	29,000,000
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	<u>63,231,458</u>	<u>57,218,270</u>
Capital Assets		
Land	11,770,184	11,770,184
Buildings and Improvements	125,080,605	117,855,086
Equipment and Furniture	9,078,151	7,229,343
Construction In Progress	10,445,801	18,033,316
Less Accumulated Depreciation	<u>(35,033,063)</u>	<u>(30,481,174)</u>
Total Capital Assets	<u>121,341,678</u>	<u>124,406,754</u>
<b>Total Assets</b>	<u>\$ 326,212,719</u>	<u>\$ 330,980,669</u>



**Balance Sheet**  
**As of March 31, 2017**  
*(Page 2 of 2, Liabilities and Net Assets)*

	<u>FY 2017</u>	<u>FY 2016</u>
<b>Liabilities</b>		
Current Liabilities		
Accounts Payable	\$ 3,077,144	\$ 1,557,913
Salaries and Benefits Payable	1,098,768	566,104
Other Payables	1,540,045	6,487,675
Debt Service Payable, Short-Term	1,032,199	1,009,100
Capital Lease Obligation, Short-Term	81,843	-
Deferred Tax Revenue	2,555,786	2,720,681
Other Deferred Revenue	3,174,900	2,713,827
Total Current Liabilities	<u>12,560,685</u>	<u>15,055,300</u>
Noncurrent Liabilities		
Debt Service Payable, Long-Term	9,380,000	10,380,000
Capital Lease Obligation, Long-Term	233,773	-
Total Noncurrent Liabilities	<u>9,613,773</u>	<u>10,380,000</u>
<b>Total Liabilities</b>	<u>22,174,458</u>	<u>25,435,300</u>
<b>Net Assets</b>		
Unrestricted	182,696,583	181,138,615
Investment in Capital Assets	121,341,678	124,406,754
<b>Total Net Assets</b>	<u>304,038,261</u>	<u>305,545,369</u>
<b>Liabilities and Net Assets</b>	<u>\$ 326,212,719</u>	<u>\$ 330,980,669</u>



## Sources and Uses Report

### Fiscal Year-to-Date through March 31, 2017

*(Excludes Depreciation Expense)*

	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Percent of Budget Used	Prior Year-To-Date
<b>Sources:</b>					
Property Tax Revenue	\$ 1,096,385	\$ 168,531,778	\$ 169,806,722	99.2%	\$ 158,402,770
Seton Lease Revenue	3,174,900	19,049,400	31,544,675	60.4%	17,185,992
Other Revenue	110,874	331,310	400,000	82.8%	35,790
Tobacco Settlement Revenue	-	-	1,800,000	0.0%	-
Contingency Reserve	-	51,876,745	36,600,000	141.7%	-
<b>Total Sources</b>	<b>\$ 4,382,159</b>	<b>\$ 239,789,233</b>	<b>\$ 240,151,397</b>	<b>99.8%</b>	<b>\$ 175,624,552</b>
<b>Uses of Funds:</b>					
<b>Total Healthcare Delivery Program</b>	<b>\$ 9,697,069</b>	<b>\$ 107,163,040</b>	<b>\$ 229,738,205</b>	<b>46.6%</b>	<b>\$ 132,082,850</b>
<b>Administration Program</b>					
Personnel Salary and Benefits	\$ 329,597	\$ 1,864,787	\$ 4,268,817	43.7%	\$ 1,905,302
Other Purchased Goods and Services:					
Legal Fees	32,007	606,135	1,166,500	52.0%	382,659
Consulting Services	14,638	126,101	1,038,000	12.1%	149,049
Other General and Administrative	153,518	832,816	2,453,284	33.9%	(30,863)
Subtotal Other Purchased Goods and Services	\$ 200,163	\$ 1,565,052	\$ 4,657,784	33.6%	\$ 500,845
<b>Total Administration Program</b>	<b>\$ 529,760</b>	<b>\$ 3,429,839</b>	<b>\$ 8,926,601</b>	<b>38.4%</b>	<b>\$ 2,406,147</b>
<b>Tax Collection Expenses</b>	<b>\$ 10,202</b>	<b>\$ 1,442,447</b>	<b>\$ 1,486,591</b>	<b>97.0%</b>	<b>\$ 1,399,053</b>
<b>Total Uses</b>	<b>\$ 10,237,031</b>	<b>\$ 112,035,326</b>	<b>\$ 240,151,397</b>	<b>46.7%</b>	<b>\$ 135,888,050</b>
<b>Excess Sources Over (Under) Uses</b>	<b>\$ (5,854,872)</b>	<b>\$ 127,753,907</b>	<b>\$ -</b>		<b>\$ 39,736,502</b>



**Healthcare Delivery Expense**  
**Fiscal Year-to-Date through March 31, 2017**  
*(Excludes Depreciation Expense)*

	This Month	Fiscal Year-To-Date	Fiscal Year Budget	Percent of Budget Used	Prior Year-To-Date
<b>Intergovernmental Transfers (IGTs) <sup>(1)</sup></b>	<b>\$ 7,021,712</b>	<b>\$ 89,931,677</b>	<b>\$ 141,570,000</b>	<b>63.5%</b>	<b>\$ 115,637,499</b>
<b>Provider Costs</b>					
Primary Care	48,750	292,680	585,000	50.0%	314,483
DSRIP Project Expense	363,832	728,318	-	N/A	310,252
Charity Care	354,311	2,125,867	4,251,733	50.0%	2,125,866
Member Payment to CCC <sup>(2)</sup>	-	-	26,245,166	0.0%	-
Medical Administration	-	308,638	617,275	50.0%	308,638
<b>Subtotal Provider Costs</b>	<b>\$ 766,893</b>	<b>\$ 3,455,503</b>	<b>\$ 31,699,174</b>	<b>10.9%</b>	<b>\$ 3,059,239</b>
<b>Service Expansion Funds</b>	-	-	<b>2,000,000</b>	<b>0.0%</b>	-
<b>Total IGTs and Provider Costs</b>	<b>\$ 7,788,605</b>	<b>\$ 93,387,180</b>	<b>\$ 175,269,174</b>	<b>53.3%</b>	<b>\$ 118,696,738</b>
<b>Healthcare Delivery Operating Cost</b>					
Personnel Costs	408,589	1,642,371	3,871,685	42.4%	1,204,366
Consulting Services	13,288	94,829	334,000	28.4%	96,682
Legal Fees	1,372	31,725	25,000	126.9%	4,056
Other Services and Purchased Goods	127,036	663,703	3,222,215	20.6%	553,362
<b>Subtotal HCD Operating Cost</b>	<b>\$ 550,285</b>	<b>\$ 2,432,627</b>	<b>\$ 7,452,900</b>	<b>32.6%</b>	<b>\$ 1,858,466</b>
<b>Other Costs</b>					
UMCB Campus Redevelopment	183,712	489,294	2,047,675	23.9%	-
ACA Enrollment/Subsidy	167,267	796,235	2,745,000	29.0%	775,766
Debt Service	1,007,200	1,177,704	1,372,803	85.8%	212,601
<b>Subtotal Other Costs</b>	<b>\$ 1,358,179</b>	<b>\$ 2,463,233</b>	<b>\$ 6,165,478</b>	<b>40.0%</b>	<b>\$ 988,367</b>
<b>Reserves, Appropriated Uses and Transfers</b>					
<b>Subtotal Reserves, Appropriated Uses and Transfers</b>	<b>\$ -</b>	<b>\$ 8,880,000</b>	<b>\$ 40,850,653</b>	<b>21.7%</b>	<b>\$ 10,539,279</b>
<b>Total Healthcare Delivery</b>	<b>\$ 9,697,069</b>	<b>\$ 107,163,040</b>	<b>\$ 229,738,205</b>	<b>46.6%</b>	<b>\$ 132,082,850</b>

(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 FY17 IGT Payments**  
*Actuals Through March 31, 2017*

<i>\$ in millions</i>	<b>Fiscal Year Budget</b>	<b>This Month</b>	<b>Fiscal Year-To-Date</b>	<b>Under (Over) Budget</b>
Private UC	\$ 27.9	\$ -	\$ 13.5	\$ 14.4
UMCB UC	25.0	-	10.7	14.3
DSH	32.5	7.0	21.0	11.5
DSRIP - CCC	29.3	-	24.9	4.4
DSRIP - UMCB	21.8	-	16.6	5.2
DSRIP - Dell Children's	4.5	-	2.7	1.8
DSRIP - St. David's	0.6	-	0.5	0.1
<b>Total</b>	<b>\$ 141.6</b>	<b>\$ 7.0</b>	<b>\$ 89.9</b>	<b>\$ 51.7</b>



Questions? Comments?