



April 2021 Preliminary Monthly Financial Statements (unaudited)

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Balance Sheet (Assets) – Slide 4

**Current Assets**

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Cash and Cash Equivalents – \$849K compared to \$1.3M April 2020

Short-term Investments – Short-term investments were \$360M at month-end and restricted investments of \$11.3M for capital acquisitions.

Ad Valorem Taxes Receivable – \$4.9M balance is composed of:

Gross Tax Receivables	\$ 9.2M
Taxable Assessed Valuation Adjustment	(1.6)M
Est. Allowance for Doubtful collections	(2.7)M
<b>Total Taxes Receivable</b>	<b>\$ 4.9M</b>

Other Receivables – Other receivables total \$3.0M and includes intercompany balances:

- CommUnityCare - \$1.6M
- Sendero - \$623K
- Community Care Collaborative - \$438K
- Accrued Interest - \$303K
- Miscellaneous Receivables – \$4K

Prepaid Expenses – \$602K balance composed of:

- Prepaid Insurance - \$196K
- TCAD Appraisal Fees - \$159K
- ICC - \$114K
- Memberships - \$64K
- Software - \$44K
- Deposits - \$21K
- Prepaid Tax Collection Fees - \$4K

**Total Current Assets – \$369M**



April 2021 Preliminary Monthly Financial Statements (unaudited)

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Balance Sheet (Assets) – Slide 4 (continued)

**Restricted Cash & Investments or Noncurrent**

Investments Restricted for Capital Acquisition – \$11.3M in short-term securities 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 - \$14M

Capital Assets – \$64M, net of accumulated depreciation

**Total Assets – \$570M**



**Current Liabilities** – Slide 5

Accounts Payable and Other Payables – Major components of the \$8.5M balance are:

- \$5.7M estimated IBNR for healthcare services.
- \$517K estimated month-end vendor invoices due.
- \$533K month-end vendor invoices due.
- \$1.8M Tobacco Settlement due to Ascension Seton and Travis County.

Salaries and Benefits Payable – \$1.6M 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.

Debt Service Payable, Short-Term – \$1.2M in Certificates of Obligation Payable, interest due 09/01/21.

Deferred Tax Revenue - \$3.9M pending collection

**Total Current Liabilities** – **\$15M**

**Restricted or Noncurrent Liabilities** – Slide 5 (continued)

Funds held for TCHD LPPF - \$14M receipts from participants in the LPPF.

Debt Service Payable, Long-Term – \$4.9M balance of the \$7.285M in General Obligation Bonds, Series 2020. This debt was originally issued in 2011 for the North Central clinic and refunded May 2020. Due annually on 3/1.

**Total Restricted or Noncurrent Liabilities – \$19M**

**Total Liabilities – \$34M**

**Net Assets**

Unrestricted Net Assets – \$472M

Investment in Capital Assets – \$64M

**Total Net Assets – \$536M**

**Total Liabilities and Net Assets – \$570M**



**Sources and Uses Report** – Slide 6

April financials → seven months, 58% of the fiscal year.

**Sources – Total \$6.2M for the month**

Property Tax Revenue – Net property tax revenue for the month was \$751K. Net revenue includes \$812K current month's collections; \$115K Penalties and Interest; (\$176)K in adjustments for prior year delinquent taxes.

Lease Revenue – \$1.5M recorded for Seton lease payment and the UT ground lease for block 164.

Other Revenue – \$94k mainly for \$85K monthly investment income, \$479K YTD, compared to \$1.7M YTD last year.

**Uses of Funds – Total \$8.3M for the month**

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$8M for the month and \$59M YTD compared to \$76.8M YTD thru April 2020.

Healthcare Delivery Budget includes funds for service expansion in Post-Acute Care \$5.4M, Primary & Specialty Care \$3.8M (Musculoskeletal \$1.7M, Neurology \$100k, and Reserves \$2M), Community Health Care Initiatives Fund \$875k, and Hospital and Specialty Services \$59.7M.

Administration Program – \$609K in expense for the month, which includes:

- Personnel costs – \$450K
- Consulting services – \$1K
- Legal fees – \$(20)K
- Other general and administrative – \$178K

**Tax Collection Expenses** – \$82K for the month.

**Excess Sources/(Uses)** – \$(2.1)M in April. Current YTD is \$319.8M compared to prior year FY20 YTD of \$209M.

**Healthcare Delivery Expense** – Slide 7**Healthcare Delivery Expense** – Total \$7.6M March; \$59M YTD compared to \$76.8M April FY20 YTD.Intergovernmental Transfers (“IGT’s”) – YTD \$0 compared to \$13.5M YTD last year for DSH.Healthcare Services – Healthcare delivery providers’ expense for April totaled \$4.6M, which includes:

- Primary care – \$3.3M
- Specialty Care (including Dental and Behavioral Health) – \$595K
- Pharmacy - \$645K
- All Other Healthcare Services - \$90K

ACA Premium Assist, Education, Enrollment – \$1M in expenses for the month; \$6.9M YTD compared to \$5.3M FY20 YTDHealthcare Facilities and Campus Redevelopment - \$219K in expense for the month and \$1.5M YTD.Healthcare Delivery Operating Cost – \$1.7M in expenses for the month and includes:

- Personnel costs – \$1.1M
- Consulting Services – \$5K
- Legal Fees - \$24K
- Other services and purchased goods – \$611K

Debt, Reserves and Transfer – \$6k in Debt Service and Capital Reserve for the month**Total Healthcare Delivery** - for the month of April was \$7.6M.



# Central Health

## Financial Statement Presentation

FY 2021 – as of April 30, 2021 (Preliminary)

Central Health Board of Managers

May 26, 2020

Lisa Owens, Deputy CFO

Patti Bethke, Controller



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Note: HCD = Health Care Delivery





- Year-to-date through April, collected net property tax revenue is \$236 million compared to \$213 million as of April 2020 representing 98% of the adjusted tax levy compared to 98% as of April 2020.
- Anticipated Tax Revenue for FY21 is \$5.6 million favorable to budget due to a \$5.2 billion increase in TCAD tax valuations from July certified roll to October final certified roll.
- Healthcare Delivery is \$59 million for the seven months ending 4/30/2021.
- GAAP reporting Net Assets increased \$67 million year-over-year this is net of hospital impairment totaling \$51 million due to redevelopment.
- TCHD LPPF total restricted balance of LPPF as of 4/30/2021 is \$14 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 4/30/2021	as of 4/30/2020
Current Assets		
Cash and cash equivalents	849,079	1,265,774
Short-term investments	359,531,227	252,621,012
Ad valorem taxes receivable	4,919,542	4,058,375
Other receivables	2,960,437	5,667,799
Prepaid expenses	602,019	625,554
Total Current Assets	<u>368,862,304</u>	<u>264,238,514</u>
Restricted Cash and Investments or Noncurrent		
Restricted for capital acquisition	11,319,462	7,254,215
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	14,041,391	28,699,206
Total Restricted Cash and Investments or Noncurrent	<u>137,443,853</u>	<u>148,036,422</u>
Capital Assets		
Land	13,425,967	12,598,612
Buildings and improvements	58,459,239	130,697,904
Equipment and furniture	9,870,147	9,590,119
Capital Projects in progress	6,629,136	2,777,094
Less accumulated depreciation	(24,622,111)	(45,664,464)
Total Capital Assets	<u>63,762,377</u>	<u>109,999,266</u>
<b>Total Assets</b>	<u><u>570,068,534</u></u>	<u><u>522,274,202</u></u>



<b>Liabilities</b>	<b>Preliminary</b>	
	<b>as of 4/30/2021</b>	<b>as of 4/30/2020</b>
<b>Current Liabilities</b>		
Accounts payable	6,793,650	10,344,018
Salaries and benefits payable	1,612,600	1,241,713
Other Payables	1,761,626	1,633,774
Debt service payable, short-term	1,202,821	1,148,354
Deferred tax revenue	3,906,012	3,472,565
Other deferred revenue	-	610,000
<b>Total Current Liabilities</b>	<b>15,276,709</b>	<b>18,450,424</b>
<b>Restricted or Noncurrent Liabilities</b>		
Funds held for TCHD LPPF	14,041,391	28,699,206
Debt service payable, long-term	4,915,000	6,185,000
<b>Total Restricted or Noncurrent Liabilities</b>	<b>18,956,391</b>	<b>34,884,206</b>
<b>Total Liabilities</b>	<b>34,233,100</b>	<b>53,334,630</b>
<b>Net Assets</b>		
Unrestricted	472,075,457	358,940,305
Investment in Capital Assets	63,759,977	109,999,266
<b>Total Net Assets</b>	<b>535,835,434</b>	<b>468,939,572</b>
<b>Liabilities and Net Assets</b>	<b>570,068,534</b>	<b>522,274,202</b>



Sources / Uses	Apr 2021	FY21 YTD	FY21 Budget	Percent of Budget Used	FY20 YTD
<b>Sources</b>					
Property Tax Revenue	750,815	236,377,064	234,057,519	101%	213,161,841
Lease Revenue	1,472,753	7,605,437	12,909,866	59%	7,553,315
Other Revenue	93,975	478,952	1,720,000	28%	1,686,795
Tobacco Settlement Revenue	3,872,274	3,872,274	2,800,000	138%	3,819,376
Contingency Reserve (Carryforward)	-	136,179,266	115,856,728	118%	64,898,396
<b>Total Sources</b>	<b>6,189,817</b>	<b>384,512,993</b>	<b>367,344,113</b>	<b>105%</b>	<b>291,119,723</b>
<b>Uses of Funds</b>					
<b>Healthcare Delivery</b>	<b>7,619,119</b>	<b>59,142,146</b>	<b>353,858,894</b>	<b>17%</b>	<b>76,800,308</b>
<b>Administrative Program</b>					
Salaries and benefits	450,205	2,786,959	5,561,651	50%	2,647,749
Consulting Fees	700	66,004	1,259,570	5%	269,239
Legal Fees	(19,801)	333,016	1,497,136	22%	545,055
Other Purchase Goods and Services	177,666	973,370	3,081,046	32%	661,074
<b>Total Administrative Program</b>	<b>608,770</b>	<b>4,159,349</b>	<b>11,399,403</b>	<b>36%</b>	<b>4,123,117</b>
<b>Tax Collection Expenses</b>	<b>81,777</b>	<b>1,402,626</b>	<b>2,085,816</b>	<b>67%</b>	<b>1,367,809</b>
<b>Total Uses</b>	<b>8,309,666</b>	<b>64,704,121</b>	<b>367,344,113</b>	<b>18%</b>	<b>82,291,234</b>
<b>Excess Sources / (Uses)</b>	<b>(2,119,849)</b>	<b>319,808,872</b>			<b>208,828,489</b>



<b>Healthcare Delivery Summary</b>	<b>Apr 2021</b>	<b>FY21 YTD</b>	<b>FY21 Budget</b>	<b>Percent of Budget Used</b>	<b>FY20 YTD</b>
<b>Inter-Governmental Transfers (IGTs)</b>	-	-	23,528,575	0%	13,480,401
<b>Healthcare Services</b>					
Primary Care - (see detail on Slide 11)	3,324,101	24,264,090	56,935,000	43%	27,204,727
Specialty Care, incld Dental & Behavioral Health	595,216	2,884,406	14,448,856	20%	3,883,486
Pharmacy	644,723	5,538,186	13,250,000	42%	5,644,180
Post Acute Care	-	-	5,400,000	0%	-
All Other Healthcare Services	90,053	605,246	4,469,990	14%	680,441
Community Healthcare Initiatives Fund	-	-	875,000	0%	-
Hospital and Specialty Services & Incentives	-	-	59,700,000	0%	-
<b>Subtotal Healthcare Services</b>	<b>4,654,093</b>	<b>33,291,928</b>	<b>155,078,846</b>	<b>21%</b>	<b>37,412,834</b>
<b>ACA Premium Assist, Education, Enrollment</b>	<b>1,022,603</b>	<b>6,919,417</b>	<b>12,160,674</b>	<b>57%</b>	<b>5,270,702</b>
<b>Healthcare Facilities and Campus Redevelopment</b>	<b>218,873</b>	<b>1,482,719</b>	<b>6,097,472</b>	<b>24%</b>	<b>2,344,390</b>
<b>Healthcare Delivery Operating Costs</b>	<b>1,717,140</b>	<b>9,717,015</b>	<b>29,473,028</b>	<b>33%</b>	<b>7,686,320</b>
<b>Debt, Reserves and Transfers</b>	<b>6,410</b>	<b>7,731,067</b>	<b>127,520,299</b>	<b>6%</b>	<b>10,605,661</b>
<b>Total Healthcare Delivery</b>	<b>7,619,119</b>	<b>59,142,146</b>	<b>353,858,894</b>	<b>17%</b>	<b>76,800,308</b>



Details for Health Care Delivery on the following slides.



Healthcare Delivery - Detail	Apr 2021	FY21 YTD	FY21 Budget	Percent of Budget Used	FY20 YTD
<b>Intergovernmental Transfers (IGTs)</b>					
DSH - Disproportionate Share	-	-	-	0%	13,480,401
DSRIP - CCC	-	-	23,528,575	0%	-
<b>Subtotal Intergovernmental Transfers (IGTs)</b>	<b>-</b>	<b>-</b>	<b>23,528,575</b>	<b>0%</b>	<b>13,480,401</b>
<b>Healthcare Services</b>					
Primary Care - (see detail on Slide 11)	3,324,101	24,264,090	56,935,000	43%	27,204,727
Specialty Care, incld Dental - (see detail on Slide 12)	555,678	2,615,809	12,565,000	21%	3,647,307
Specialty Care, Behavioral Health	39,538	268,597	1,883,856	14%	236,179
Pharmacy	644,723	5,538,186	13,250,000	42%	5,644,180
Post Acute Care	-	-	5,400,000	0%	-
Reproductive and Sexual Health	33,000	204,676	1,150,000	18%	267,864
Healthcare services, Pay for Success	-	-	600,000	0%	-
Medical Administration / ICC payment	57,053	400,570	719,990	56%	360,077
Primary & Specialty Care Reserves	-	-	2,000,000	0%	52,500
Community Health Care Initiatives	-	-	875,000	0%	-
Hospital and Specialty Services	-	-	57,000,000	0%	-
Hospital Performance Incentives	-	-	2,700,000	0%	-
<b>Subtotal Healthcare Services</b>	<b>4,654,093</b>	<b>33,291,928</b>	<b>155,078,846</b>	<b>21%</b>	<b>37,412,834</b>
Service Expansion Funds					

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Healthcare Delivery Detail (continued)	Apr 2021	FY21 YTD	FY21 Budget	Percent of Budget Used	FY20 YTD
<b>Healthcare Operations and Support</b>					
<b>ACA and Premium Assistance Programs</b>					
High Risk Premium Programs	743,530	4,841,097	8,600,000	56%	3,490,501
CHAP Program	262,034	1,561,533	2,959,354	53%	1,226,863
ACA Enrollment and Education Services	17,039	516,787	601,320	86%	553,338
<b>Subtotal ACA &amp; Premium Assist Program</b>	<b>1,022,603</b>	<b>6,919,417</b>	<b>12,160,674</b>	<b>57%</b>	<b>5,270,702</b>
<b>Healthcare Facilities and Campus</b>					
Salaries and benefits	7,273	56,419	368,579	15%	211,079
Consulting Services	9,629	125,277	1,730,000	7%	-
Legal Fees	31,377	169,319	174,500	97%	81,222
Other Goods & Svc incl. UT Ground Lease	170,594	1,131,704	3,824,393	30%	2,052,089
<b>Subtotal Healthcare Facilities and Campus</b>	<b>218,873</b>	<b>1,482,719</b>	<b>6,097,472</b>	<b>24%</b>	<b>2,344,390</b>
<b>Healthcare Delivery Operating Costs</b>					
Salaries and benefits	1,077,158	6,858,076	15,021,176	46%	5,468,384
Consulting Services	5,199	22,114	1,085,500	2%	29,275
Legal Fees	24,053	76,234	332,000	23%	88,168
Other Services and Purchased Goods	610,730	2,760,591	13,034,352	21%	2,100,493
<b>Subtotal HCD Operating Cost</b>	<b>1,717,140</b>	<b>9,717,015</b>	<b>29,473,028</b>	<b>33%</b>	<b>7,686,320</b>
<b>Debt Service, Reserves and Transfers</b>					
Debt Service	6,410	1,231,067	1,264,357	97%	1,249,371
Healthcare Capital Line of Credit	-	-	1,091,773		-
FY2021 Capital reserve	-	6,500,000	34,100,000	19%	2,950,000
FY2021 Hospital Services Reserve	-	-	4,000,000		6,406,290
FY2021 Contingency reserve appropriation	-	-	87,064,169		-
<b>Subtotal Debt, Reserves and Transfers</b>	<b>6,410</b>	<b>7,731,067</b>	<b>127,520,299</b>	<b>6%</b>	<b>10,605,661</b>
<b>Total Healthcare Delivery</b>	<b>7,619,119</b>	<b>59,142,146</b>	<b>353,858,894</b>	<b>17%</b>	<b>76,800,308</b>





<b>Healthcare Delivery - Primary Care</b>	<b>Apr 2021</b>	<b>FY21 YTD</b>	<b>FY21 Budget</b>	<b>Percent of Budget Used</b>	<b>FY20 YTD</b>
<b>Primary Care</b>					
CommUnity Care	2,650,634	20,110,106	44,885,000	45%	22,299,090
Lone Star Circle of Care	427,177	2,873,428	6,555,000	44%	3,558,310
People's Community Clinic	204,390	1,159,548	2,600,000	45%	1,094,751
Other Primary Care	41,900	121,008	2,895,000	4%	252,576
<b>Subtotal Primary Care Services</b>	<b>3,324,101</b>	<b>24,264,090</b>	<b>56,935,000</b>	<b>43%</b>	<b>27,204,727</b>

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Healthcare Delivery - Specialty	Apr 2021	FY21 YTD	FY21 Budget	Percent of Budget Used	FY20 YTD	YOY Percent Change	Comments
Specialty Care							
Ancillary Services	6,578	37,510	610,000	6%	34,800	8%	
Cardiology	18,530	59,514	265,000	22%	88,286	-33%	Lower volume
Consultation Services	0	0	500,000	0%	43,750	-100%	
Dental Specialty	76,063	327,159	1,000,000	33%	556,995	-41%	Lower volume due to transition of denture provider
Dermatology	38,919	216,571	550,000	39%	248,436	-13%	
Durable Medical Equipmen	3,772	11,298	115,000	10%	13,579	-17%	
Ear, Nose & Throat ENT	17,417	146,480	350,000	42%	170,345	-14%	
Endocrinology	104,091	181,263	575,000	32%	164,978	10%	
Gastroenterology	81,284	441,869	2,100,000	21%	762,945	-42%	Lower volume
General Surgery	1,878	24,258	300,000	8%	94,699	-74%	Lower volume
Gynecology IPU	0	0	600,000	0%	13,974	-100%	Services currently contracted in CCC
Nephrology	8,284	9,156	200,000	5%	0	0%	New service in FY21 with lower volume
Oncology	29,281	147,226	700,000	21%	226,027	-35%	Lower volume
Ophthalmology	80,670	637,115	1,575,000	40%	627,188	2%	
Orthotics & Prosthetics	3,070	53,078	200,000	27%	89,298	-41%	
Podiatry	32,270	101,920	350,000	29%	106,116	-4%	Lower volume
Pulmonology	29,866	108,346	375,000	29%	220,540	-51%	Lower volume
Rheumatology	18,661	77,521	250,000	31%	90,242	-14%	
Musculoskeletal	0	0	1,700,000	0%	0	0%	Services currently contracted in CCC
Neurology	0	0	100,000	0%	0	0%	
Wound Care	5,165	35,585	150,000	24%	95,110	-63%	
<b>Total Specialty Care</b>	<b>555,799</b>	<b>2,615,869</b>	<b>12,565,000</b>	<b>21%</b>	<b>3,647,308</b>	<b>-28%</b>	



# Questions ? Comments ?