

Balance Sheet (Assets) – Slide 4

Current AssetsCash and Cash Equivalents – \$1.8M compared to \$1.2M July 2021Short-term Investments – Short-term investments were \$425M at month-end, net of restricted investments totaling \$92M.Ad Valorem Taxes Receivable – \$2.8M balance is composed of:

Gross Tax Receivables	\$ 8.2M
Taxable Assessed Valuation Adjustment	(2.5)M
Est. Allowance for Doubtful collections	(2.9)M
Total Taxes Receivable	<u>\$ 2.8M</u>

Other Receivables – Other receivables total \$2.3M and includes intercompany balances:

- Sendero - \$977K
- Community Care Collaborative - \$35K
- Accrued Interest - \$918K
- Miscellaneous Receivables – \$290K
- AR Enterprise Health Claims (self-funding) - \$89

Balance Sheet (Assets) – Slide 4 (continued)

Prepaid Expenses – \$453K balance composed of:

- Prepaid Insurance - \$148K
- ICC Dues - \$115K
- Deposits - \$82K
- Software - \$43K
- Memberships - \$38K
- JTT Equipment - \$26K
- Prepaid Tax Collection Fees - \$1K

Total Current Assets – \$432M

Restricted Cash & Investments or Noncurrent

Investments Restricted for Capital Acquisition – \$92M in securities and reserves 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 - \$18.6M

Capital Assets – \$86M, net of accumulated depreciation

Total Assets – \$740M



Current Liabilities – Slide 5

Accounts Payable – Major components of the \$6.2M balance are:

- \$5.3M estimated IBNR for healthcare services.
- \$887K vendor invoices due.

Salaries and Benefits Payable – \$3.7M balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued personal time off.

Other Payables – \$648K Contract Liability.

Debt Service Payable, Short-Term – \$5.1M in Certificates of Obligation and Interest Payable for Series 2020 and 2021 Taxable and non-Taxable debt.

Deferred Tax Revenue - \$2.2M pending collection

Total Current Liabilities – **\$17.9M**

Restricted or Noncurrent Liabilities

Funds held for TCHD LPPF - \$18.6M receipts from participants in the LPPF.

Balance Sheet (Liabilities) – Slide 5 (continued)

Debt Service Payable, Long-Term – \$75.8M balance (unchanged):

	Series 2020	Series 2021	
	General Obligation Bonds	Certificates of Obligation Bonds	
Non-tax LT	3.7 M	12.7 M	
Taxable LT		57.4 M	
Premium		2.0 M	
Totals	3.7 M	72.2 M	75.8 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. Annual payments are due on 3/1 for all Series.

Total Restricted of Noncurrent Liabilities – \$94M

Total Liabilities – \$112M

Net Assets

Unrestricted Net Assets – \$512M

Restricted Net Assets – \$56M

Investment in Capital Assets – \$60M

Total Net Assets – \$628M

Total Liabilities and Net Assets – \$740M



Sources and Uses Report – Slide 6

July financials → ten months, 83% of the fiscal year.

Sources – Total \$1.6M for the month

Property Tax Revenue – Net property tax revenue for the month was \$171K. Net revenue includes \$217K current month's collections; \$67K Penalties and Interest; and (\$113K) in adjustments for prior year delinquent taxes.

Lease Revenue – \$889K recorded for Seton and Hancock Clinic

Other Revenue – \$492K in monthly investment income

Uses of Funds – Total \$25.7M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$24.8M for the month and \$122M YTD compared to \$101M FY21 YTD.

Healthcare Delivery Budget includes funds for service expansion in Post-Acute Care \$2.1M, Primary & Specialty Care \$6.7M, and Community Health Care Initiatives \$875K

Administration Program – \$852K in expense for the month, which includes:

- Personnel costs – \$583K
- Legal fees – \$72K
- Other general and administrative – \$197K

Tax Collection Expenses – \$95K for the month.

Excess Sources/(Uses) – (\$24M) in July. Current YTD is \$383M compared to \$280M FY21 YTD.



Healthcare Delivery Expense – Slide 7

Healthcare Delivery Expense – Total \$24.8M July; \$122M YTD compared to \$101M FY21 YTD.

Intergovernmental Transfers (“IGT’s”) – YTD \$15.4M for DSRIP IGT compared to \$20M YTD last year for DSRIP IGT.

Healthcare Services – Healthcare delivery providers’ expense for July totaled \$6M, which includes:

- Primary care – \$4.1M
- Specialty Care - Dental – \$827K
- Specialty Care - Behavioral Health – \$44K
- Pharmacy - \$877K
- All Other - \$89K

ACA Premium Assist, Education, Enrollment – \$1.1M in expenses for the month; \$11M YTD compared to \$10M FY21 YTD

Healthcare Facilities and Campus Redevelopment - \$239K in expense for the month and \$3.2M YTD.

Healthcare Delivery Operating Cost – \$1.9M in expenses for the month and includes:

- Personnel costs – \$1.5M
- Consulting Services – \$13K
- Legal Fees - \$0K
- Other services and purchased goods – \$423.6K

Debt, Reserves and Transfer – \$132K in Debt Service

Total Healthcare Delivery - for the month of July was \$24.8M.



Central Health

Financial Statement Presentation

FY 2022 – as of July 31, 2022 (Preliminary)

Central Health Board of Managers

August 24, 2022

Lisa Owens, Deputy CFO

Patti Bethke, Controller



- Slide 2 Index
- Slide 3 Highlights
- Slide 4 Balance Sheet - Assets
- Slide 5 Balance Sheet - Liabilities & Net Assets
- Slide 6 Sources & Uses
- Slide 7 HCD - Summary
- Slide 8 HCD - Blank Page
- Slide 9 HCD - Operating Cost
- Slide 10 HCD - Primary Care
- Slide 11 HCD - Specialty Care

Note: HCD = Health Care Delivery



- Year-to-date through July collected net property tax revenue is \$260 million compared to \$237 million as of July 2021 representing 98.5% of the adjusted tax levy compared to 98.6% as of July 2021.
- Healthcare Delivery is \$122 million for the ten months ending 7/31/2022.
- GAAP reporting Net Assets increased \$134 million year-over-year.
- TCHD LPPF total restricted balance of LPPF as of 7/31/2022 is \$19 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 7/31/2022	as of 7/31/2021
Current Assets		
Cash and cash equivalents	1,839,167	1,205,944
Short-term investments	425,058,937	313,945,173
Ad valorem taxes receivable	2,770,107	2,611,397
Other receivables	2,277,287	4,035,541
Prepaid expenses	453,187	568,987
Total Current Assets	432,398,686	322,367,042
Restricted Cash and Investments or Noncurrent		
Restricted for capital acquisition	91,557,523	9,977,026
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	18,577,773	38,099,366
Total Restricted Cash and Investments or Noncurrent	222,218,296	160,159,392
Capital Assets		
Land	26,372,222	13,425,967
Buildings and improvements	56,547,506	57,151,299
Equipment and furniture	17,870,903	18,253,615
Capital Projects in progress	14,137,859	5,947,535
Less accumulated depreciation	(29,278,778)	(25,564,457)
Total Capital Assets	85,649,712	69,213,960
Total Assets	740,266,695	551,740,393



	Preliminary	
	as of	as of
Liabilities	7/31/2022	7/31/2021
Current Liabilities		
Accounts payable	6,162,060	7,859,446
Salaries and benefits payable	3,744,535	1,799,865
Other Payables	648,113	1,298,544
Debt service payable, short-term	5,088,843	1,222,051
Deferred tax revenue	2,233,594	2,317,772
Total Current Liabilities	17,877,145	14,497,678
Restricted or Noncurrent Liabilities		
Funds held for TCHD LPPF	18,577,773	38,099,366
Debt service payable, long-term	75,828,416	4,915,000
Total Restricted of Noncurrent Liabilities	94,406,189	43,014,366
Total Liabilities	112,283,334	57,512,043
Net Assets		
Unrestricted	511,674,104	429,920,740
Restricted	56,055,994	-
Investment in Capital Assets	60,253,263	64,307,610
Total Net Assets	627,983,361	494,228,350
Liabilities and Net Assets	740,266,695	551,740,393



Sources / Uses	Jul 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Sources					
Property Tax Revenue	170,807	260,036,070	260,933,097	100%	237,152,203
Lease Revenue	888,519	10,478,757	13,422,399	78%	10,193,695
Other Revenue	492,123	2,851,164	3,000,000	95%	851,249
Tobacco Settlement Revenue	-	4,676,730	3,000,000	156%	3,872,274
Contingency Reserve (Carryforward)	-	235,884,286	226,521,399	104%	136,179,266
Total Sources	1,551,449	513,927,007	506,876,895	101%	388,248,687
Uses of Funds					
Healthcare Delivery	24,800,376	122,485,302	491,485,796	25%	100,763,785
Administrative Program					
Salaries and benefits	583,433	4,696,262	7,134,758	66%	4,098,286
Consulting Fees	(449)	328,083	1,341,120	24%	255,679
Legal Fees	72,485	750,363	1,456,636	52%	452,739
Other Purchase Goods and Services	196,463	1,343,239	3,287,732	41%	1,348,797
Total Administrative Program	851,932	7,117,947	13,220,246	54%	6,155,501
Tax Collection Expenses	94,790	1,759,583	2,170,853	81%	1,644,464
Total Uses	25,747,098	131,362,832	506,876,895	26%	108,563,750
Excess Sources / (Uses)	(24,195,649)	382,564,175			279,684,937



Healthcare Delivery Summary	Jul 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Inter-Governmental Transfers (IGTs)	15,385,737	15,385,737	15,509,298	99%	19,983,752
Healthcare Services					
Primary Care - (see detail on Slide 10)	4,132,291	40,356,568	59,040,000	68%	33,120,464
Specialty Care, incld Dental - (see detail on Slide 11)	826,801	6,321,885	17,175,000	37%	4,725,663
Specialty Behavioral Health and Substance Use	43,535	497,742	1,383,855	36%	519,699
Pharmacy	876,779	8,847,563	14,250,000	62%	7,749,122
Post Acute Care	31,412	140,486	2,125,000	7%	-
All Other Healthcare Services	57,253	572,529	6,737,035	8%	548,404
Community Healthcare Initiatives Fund	-	-	875,000	0%	-
Subtotal Healthcare Services	5,968,071	56,736,773	101,585,890	56%	46,663,352
ACA Premium Assist, Education, Enrollment	1,113,532	10,959,550	13,902,929	79%	9,878,190
Healthcare Facilities and Campus Redevelopment	238,908	3,185,410	6,284,795	51%	2,455,404
Healthcare Delivery Operating Costs	1,961,784	16,783,881	35,631,887	47%	14,032,790
SubTotal	9,282,295	87,665,614	157,405,501	56%	73,029,736
Debt, Reserves and Transfers	132,344	19,433,951	318,570,997	6%	7,750,297
Total Healthcare Delivery	24,800,376	122,485,302	491,485,796	25%	100,763,785



Details for Health Care Delivery on the following slides.



Healthcare Delivery Detail	Jul 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Healthcare Operations and Support					
ACA and Premium Assistance Programs					
High Risk Premium Programs	861,932	8,057,112	10,240,575	79%	7,032,842
CHAP Program	251,600	2,348,031	3,079,354	76%	2,289,375
ACA Enrollment and Education Services	-	554,407	583,000	95%	555,973
Subtotal ACA & Premium Assist Program	1,113,532	10,959,550	13,902,929	79%	9,878,190
Healthcare Facilities and Campus					
Salaries and benefits	36,050	271,877	395,914	69%	83,177
Consulting Services	-	32,912	1,512,000	2%	236,602
Legal Fees	-	36,315	370,000	10%	169,581
Other Goods & Svc incl. UT Ground Lease	202,858	2,844,306	4,006,881	71%	1,966,044
Subtotal Healthcare Facilities and Campus	238,908	3,185,410	6,284,795	51%	2,455,404
Healthcare Delivery Operating Costs					
Salaries and benefits	1,525,022	12,183,167	18,866,066	65%	9,682,247
Consulting Services	13,189	288,437	840,000	34%	59,138
Legal Fees	-	33,156	339,000	10%	79,194
Other Services and Purchased Goods	423,573	4,279,121	15,586,821	27%	4,212,211
Subtotal HCD Operating Cost	1,961,784	16,783,881	35,631,887	47%	14,032,790
Debt Service, Reserves and Transfers					
Debt Service	132,344	5,744,938	6,152,676	93%	1,250,297
Healthcare Capital Line of Credit	-	-	1,091,773	-	-
FY2022 Capital reserve	-	13,689,013	12,546,013	109%	6,500,000
FY2022 Contingency reserve appropriation	-	-	298,780,535	-	-
Subtotal Debt, Reserves and Transfers	132,344	19,433,951	318,570,997	6%	7,750,297
Total Healthcare Delivery	24,800,376	122,485,302	491,485,796	25%	100,763,785



Healthcare Delivery - Primary Care	Jul 2022	FY22 YTD	FY22 Budget	Percent of Budget Used	FY21 YTD
Primary Care					
CommUnity Care	3,464,869	34,023,118	45,885,000	74%	27,091,740
Lone Star Circle of Care	368,426	4,345,232	6,755,000	64%	4,154,022
People's Community Clinic	298,730	1,841,554	2,600,000	71%	1,745,386
Other Primary Care	266	146,664	3,800,000	4%	129,316
Subtotal Primary Care Services	4,132,291	40,356,568	59,040,000	68%	33,120,464

(continued on next page)



Healthcare Delivery - Specialty Care	Jul 2022	FY22 YTD	FY22 Budget	Percent of		YOY Percent	Comments*
				Budget Used	FY21 YTD	Change	
Specialty Care							
Ancillary Services & DME	10,039	67,941	735,000	9%	65,771	3%	
Cardiology	53,991	292,731	265,000	110%	81,387	260%	Service Expansion
Referral Services	25,000	250,000	500,000	50%	250,000	0%	
Dental Specialty	95,501	781,777	1,300,000	60%	622,236	26%	Service Expansion
Dermatology	78,402	662,104	550,000	120%	377,373	75%	Service Expansion
Ear, Nose & Throat ENT	8,478	99,300	350,000	28%	204,993	-52%	Provider Vacancy
Endocrinology	79,411	595,117	575,000	103%	259,431	129%	Service Expansion
Gastroenterology	124,075	1,002,610	2,100,000	48%	663,679	51%	Service Expansion
General Surgery	4,700	58,122	300,000	19%	34,187	70%	
Gynecology Complex	0	0	100,000	0%	(2,200)	0%	CCC Agreement
Nephrology	8,890	43,532	200,000	22%	12,353	252%	
Oncology	35,963	264,603	700,000	38%	275,345	-4%	
Ophthalmology	116,112	989,918	1,650,000	60%	949,218	4%	
Prosthetics	22,019	96,847	200,000	48%	114,912	-16%	
Podiatry	42,750	342,601	350,000	98%	182,075	88%	Service Expansion
Pulmonology	42,255	293,422	375,000	78%	133,949	119%	Service Expansion
Reproductive and Sexual Health	8,544	251,376	1,150,000	22%	340,721	-26%	
Rheumatology	29,754	131,996	250,000	53%	110,533	19%	
Neurology	0	0	100,000	0%	0	0%	New CUC Service
Wound Care	21,239	58,289	150,000	39%	49,700	17%	Service Expansion
Subtotal Specialty Care	807,123	6,282,286	11,900,000	53%	4,725,663	33%	
MAP Basic Expansion	0	0	1,975,000	0%	0	0	
Systems Planning Expansion	0	0	3,300,000	0%	0	0	
Total Specialty Care	807,123	6,282,286	17,175,000	37%	4,725,663	33%	

* Changes greater than \$90,000 and +/- 33%



Questions ? Comments ?