



CENTRAL HEALTH
TRAVIS COUNTY HOSPITAL DISTRICT

Central Health

Financial Statement Presentation

FY 2024 – as of June 30, 2024 (Preliminary)

Central Health Board of Managers

Budget and Finance Committee

July 24, 2024

Jeff Knodel, CFO

Nicki Riley, Deputy CFO

Patti Bethke, Controller



- Slide 2 Index
- Slide 3 Highlights
- Slide 4 Balance Sheet
- Slide 5 Sources & Uses
- Slide 6 Blank
- Slide 7 HCD - Summary
- Slide 8 HCD - Specialty
- Slide 9 HCD - Direct Services

- June fiscal year-to-date collected net property tax revenue is \$312 million (97.2%), compared to \$278 million (97.2%) year-to-date June 2023 (as percent of adjusted tax levy).
- Healthcare Delivery is \$166 million for the year as of 06/30/2024, compared to \$112 million for prior year.
- TCHD LPPF total restricted balance as of 06/30/2024 is \$7.8 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.

Financial Statement may include rounding differences



	Preliminary as of 6/30/2024	as of 6/30/2023
ASSETS		
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	2,502,377	4,838,387
SHORT TERM INVESTMENTS	654,075,388	522,927,021
LEASE RECEIVABLE SHORT TERM*	10,422,200	11,600,579
ACCOUNTS RECEIVABLE TAX	5,459,181	3,994,337
OTHER RECEIVABLES	9,879,988	7,760,924
TOTAL UNRESTRICTED CURRENT ASSETS	682,339,134	551,121,248
RESTRICTED CASH & INVESTMENTS		
RESTRICTED TCHD LPPF CASH & INVESTMENTS	7,816,154	2,801,941
RESTRICTED FOR CAPITAL ACQUISITION	177,536,917	106,970,139
TOTAL RESTRICTED CASH & INVESTMENTS	185,353,071	109,772,080
TOTAL CURRENT ASSETS	867,692,205	660,893,329
LONG TERM ASSETS		
SENDERO PAID-IN CAPITAL	83,000,000	71,000,000
SENDERO SURPLUS DEBENTURE	37,083,000	37,083,000
ADVANCE RECEIVABLE	4,000,000	4,000,000
LEASE RECEIVABLE LONG TERM*	237,711,345	239,287,301
TOTAL LONG TERM ASSETS	361,794,345	351,370,301
TOTAL CAPITAL ASSETS, NET of DEPRECIATION	172,739,158	151,323,847
TOTAL ASSETS	1,402,225,708	1,163,587,477
LIABILITIES		
CURRENT LIABILITIES		
ACCOUNTS PAYABLE	17,842,847	8,412,796
SALARIES & BENEFITS PAYABLE	8,597,330	6,128,914
DEBT SERVICE PAYABLE	10,259,627	4,445,000
DEFERRED TAX REVENUE	4,518,572	3,568,115
TOTAL CURRENT LIABILITIES	41,218,375	22,554,825
RESTRICTED OR NONCURRENT LIABILITIES		
FUNDS HELD FOR TCHD LPPF	7,816,154	2,801,941
DEBT SERVICE PAYABLE	160,238,481	71,854,942
LEASE & SUBSCRIPTION LIABILITIES*	56,459,842	47,727,950
DEFERRED REVENUE*	230,376,320	239,596,849
TOTAL RESTRICTED OR NONCURRENT LIABILITIES	454,890,797	361,981,682
TOTAL LIABILITIES	496,109,172	384,536,507
NET ASSETS		
RESTRICTED FOR CAPITAL ASSETS	204,338,172	171,163,907
RESTRICTED	46,739,076	38,719,836
UNRESTRICTED	655,039,287	569,167,227
TOTAL NET ASSETS	906,116,536	779,050,970
LIABILITIES AND NET ASSETS	1,402,225,708	1,163,587,477

* GASB87 & GASB96 reporting requirement for leases and Subscription-Based Information Technology Arrangements.



SOURCES / USES	JUN 2024	FY24 YTD	FY24 Budget	Percent of Budget Used	FY23 YTD
SOURCES					
PROPERTY TAX REVENUE	(107,855)	312,108,688	312,456,814	100%	278,195,786
LEASE REVENUE	1,580,374	14,673,045	12,022,497	122%	14,407,207
INVESTMENT AND OTHER REVENUE	2,926,356	23,855,112	7,500,000	318%	15,544,569
TOBACCO SETTLEMENT REVENUE	0	5,194,413	4,500,000	115%	4,828,924
TOTAL SOURCES	4,398,875	355,831,258	336,479,311	106%	312,976,485
USES OF FUNDS					
HEALTHCARE DELIVERY PROGRAM	18,537,267	165,816,805	295,246,807	56%	111,669,691
ADMINISTRATIVE PROGRAM	1,838,720	19,081,277	30,944,445	62%	14,692,943
UT AFFILIATION AGREEMENT	0	0	35,000,000	0%	0
TRANSFER TO EMERGENCY RESERVES	0	8,019,240	8,019,240	100%	23,000,000
TOTAL USES	20,375,988	192,917,322	369,210,492	52%	149,362,634
EXCESS SOURCES / (USES)	(15,977,113)	162,913,936	(32,731,181)		163,613,851
RESERVE BALANCES:					
EMERGENCY RESERVE		46,739,076	46,739,076		38,719,836
CONTINGENCY RESERVE			377,296,303		441,168,057



Details for Health Care Delivery on the following slides.



HEALTHCARE DELIVERY SUMMARY	JUN 2024	FY24 YTD	FY24 Budget	Percent of Budget Used	FY23 YTD
PURCHASED HEALTHCARE SERVICES					
PRIMARY CARE	5,203,093	48,632,386	71,782,200	68%	42,218,908
SPECIALTY CARE, INCLD DENTAL	2,067,962	13,170,420	30,188,000	44%	10,492,171
SPECIALTY BEHAVIORAL HEALTH AND SUBSTANCE USE	2,500,669	14,588,168	20,675,000	71%	5,562,118
PHARMACY	993,179	8,013,818	18,000,000	45%	8,051,874
POST ACUTE CARE	471,646	3,193,995	7,250,000	44%	2,886,119
COMMUNITY HEALTHCARE INITIATIVES FUND	30,400	211,145	875,000	24%	135,107
ALL OTHER HEALTHCARE SERVICES	0	0	2,000,000	0%	0
SUBTOTAL PURCHASED HEALTHCARE SERVICES	11,266,949	87,809,932	150,770,200	58%	69,346,298
DIRECT SERVICES	1,500,993	8,013,496	29,276,374	27%	351,412
MAP ELIGIBILITY - INCREASE IN PERIOD	0	0	1,000,000	0%	0
SUBTOTAL HEALTHCARE SERVICES	12,767,941	95,823,428	181,046,574	53%	69,697,710
ACA PREMIUM ASSIST	991,160	9,161,236	18,587,364	49%	9,927,189
HEALTHCARE FACILITIES AND CAMPUS REDEVELOPMENT	236,199	2,064,422	2,957,400	70%	2,457,528
HEALTHCARE OPERATIONS & SUPPORT	4,005,541	34,387,965	71,689,007	48%	24,081,709
DEBT AND OTHER FINANCING USES	536,426	24,379,753	20,966,462	116%	5,505,555
TOTAL HEALTHCARE DELIVERY	18,537,268	165,816,804	295,246,807	56%	111,669,691



HEALTHCARE DELIVERY - SPECIALTY CARE	JUN 2024	FY24 YTD	FY24 BUDGET	Percent of Budget Used	FY23 YTD	Comments
HCD-Ancillary Services	497,545	1,018,898	2,998,000	34%	439,520	Mammography, DME, Prosthetics, Transportation
HCD-Cardiology	89,230	578,412	1,215,000	48%	286,100	
HCD-Dental	205,633	1,599,845	1,500,000	107%	993,455	
HCD-Dermatology	94,517	733,458	915,000	80%	670,679	
HCD-Dialysis	29,074	812,302	3,000,000	27%	539,709	
HCD-Endocrinology	68,261	499,586	830,000	60%	476,335	
HCD-Ear, Nose & Throat ENT	66,790	360,221	900,000	40%	120,224	
HCD-Gastroenterology	177,408	950,584	2,030,000	47%	937,009	
HCD-General Surgery	18,063	228,347	600,000	38%	354,801	
HCD-Gynecology	285,238	1,472,979	1,550,000	95%	1,005,755	
HCD-Infectious Disease	644	6,329	100,000	6%	0	
HCD-Musculoskeletal	193,323	1,555,611	2,500,000	62%	1,450,145	
HCD-Nephrology	10,454	85,800	200,000	43%	82,689	
HCD-Neurology	9,100	45,500	100,000	46%	38,907	
HCD-Oncology	26,044	459,982	2,900,000	16%	452,102	
HCD-Ophthalmology	17,968	1,011,587	3,100,000	33%	1,068,835	
HCD-Podiatry	109,377	614,266	1,300,000	47%	694,033	
HCD-Project Access	0	0	330,000	0%	0	Agreement Inactive
HCD-Pulmonology	27,267	192,184	425,000	45%	273,101	
HCD-Referral Management	0	25,000	585,000	4%	122,040	
HCD-Rheumatology	51,079	239,796	300,000	80%	202,939	
HCD-Sexual & Reproductive Svc	90,949	676,229	2,210,000	31%	283,794	
HCD-Specialty Care Reserve	0	0	300,000	0%	0	
HCD-Urology	0	3,503	300,000	1%	0	
Total Healthcare Delivery - Specialty Care	2,067,962	13,170,420	30,188,000	44%	10,492,171	



HEALTHCARE DELIVERY - DIRECT SERVICES	JUN 2024	FY24 YTD	FY24 BUDGET	Percent of Budget Used	FY23 YTD	Comments
DIRECT SERVICES - Transitions of Care	258,703	1,318,519	4,074,868	32%	0	
DIRECT SERVICES - Specialty Care Clinic Admin	227,535	1,183,148	6,792,707	17%	0	
DIRECT SERVICES - Lab	10,660	199,599	250,000	80%	176,796	
DIRECT SERVICES - Diagnostics	30,856	217,225	669,136	32%	0	
DIRECT SERVICES - Pharmacy	29,075	49,449	0	0%	0	
DIRECT SERVICES - Behavioral Health	27,045	97,349	0	0%	0	
DIRECT SERVICES - Cardiology	33,627	208,991	2,079,895	10%	0	
DIRECT SERVICES - Gastroenterology	192,220	808,269	2,039,621	40%	5,838	
DIRECT SERVICES - Multidisciplinary	54,882	112,263	0	0%	0	
DIRECT SERVICES - Nephrology	47,142	214,077	1,129,700	19%	28,919	
DIRECT SERVICES - Neurology	22,886	169,635	1,264,294	13%	21,813	
DIRECT SERVICES - Palliative Care	38,935	178,038	0	0%	0	
DIRECT SERVICES - Podiatry	131,451	955,984	1,877,022	51%	118,045	
DIRECT SERVICES - Pulmonology	75,171	604,525	1,370,648	44%	0	
DIRECT SERVICES - Medical Respite	125,286	401,911	906,886	44%	0	
DIRECT SERVICES - Business Office	0	19	1,386,113	0%	0	
DIRECT SERVICES - Direct Practice Infrastructure	195,518	1,294,494	5,435,483	24%	0	
Total Healthcare Delivery - Direct Services	1,500,993	8,013,496	29,276,374	27%	351,412	



Questions ? Comments ?



June 2024 Preliminary Monthly Financial Statements (unaudited)
Page 1 of 6

Balance Sheet

Current Assets

Cash and Cash Equivalents – \$2.5M compared to \$4.8M same month prior year.

Short-term Investments – Short-term investments were \$654M at month-end.

Short-Term Lease Receivables GASB87* - \$10.4M

Ad Valorem Taxes Receivable – \$5.5M balance is composed of:

Gross Tax Receivables	\$ 13.4M
Taxable Assessed Valuation Adjustment	(4.4)M
Est. Allowance for Doubtful collections	(3.5)M
Total Taxes Receivable	<u>\$ 5.5M</u>

Other Receivables – Other receivables total \$9.9M and includes intercompany balances:

- Accrued Interest - \$3.9M
- CUC - \$2.6M
- Sendero - \$1.9M, including risk payment - \$828K
- CUC/SHP Health claim insurance - \$439K
- Prepaid Expenses – \$772K
- Miscellaneous - \$275K

Restricted TCHD LPPF Cash & Investments - \$7.8M

Restricted for Capital Acquisition - \$178M



June 2024 Preliminary Monthly Financial Statements (unaudited)

Page 2 of 6

Total Current Assets – \$868M

Long Term Assets

Sendero Paid-in-Capital – \$83.0M includes \$12M additional funding in current year (unchanged)

Sendero Surplus Debenture – \$37.1M (unchanged)

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

Long-Term Lease Receivables GASB87* - \$238M

Capital Assets – \$173M, net of accumulated depreciation.

Total Assets – \$1.4B

Current Liabilities

Accounts Payable – Major components of the \$17.8M balance are:

- \$16.5M estimated IBNR for healthcare services.
- \$1.3M invoices payable

Salaries and Benefits Payable – \$8.6M balance is comprised of the accrued liability for salary costs unpaid at month-end, the value of accrued personal time off.

Debt Service Payable, Short-Term – \$10.2M in Certificates of Obligation and Interest Payable for Series 2020, 2021 and 2023 Taxable and non-Taxable debt.

Deferred Tax Revenue - \$4.5M

Total Current Liabilities – \$41M

Restricted or Noncurrent Liabilities

Funds held for TCHD LPPF - \$7.8M receipts from participants in the LPPF.

Debt Service Payable and Premium, Long-Term – \$160.2M balance (unchanged):

	Series 2020	Series 2021	Series 2021	Series 2023	Series 2023	Totals
	(refunded)	Clinics: Hornsby Bend Del Valle Health	Admin: Hancock	Clinic: Rosewood Zaragosa	Clinics: Cameron Center Colony Park	
	General Obligation Bonds	Certificates of Obligation Bonds	Certificates of Obligation Bonds	Certificates of Obligation Bonds	Certificates of Obligation Bonds	
Non-tax LT		11.7 M		7.0 M		
Taxable LT	1.3 M		51.9 M		85.8 M	
Premium		1.4 M	0.5 M	0.7 M		
Totals	1.3 M	13.1 M	52.4 M	7.7 M	85.7 M	160.2 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. \$99.4M was issued in 2023 for two clinics. Annual payments are due on 3/1 for all Series.

Lease/SBITA Payable GASB87 and GASB96* - \$56M

Deferred Revenue Long-Term GASB87* - \$230M

Total Restricted or Noncurrent Liabilities – \$455M

Total Liabilities – \$496M



June 2024 Preliminary Monthly Financial Statements (unaudited)

Page 5 of 6

Net Assets

Restricted For Capital Assets - \$204M

CO Construction – \$127M

Investment in Capital Assets – \$77M

Emergency Reserve - \$47M

Unrestricted Net Assets – \$655M

Total Net Assets – \$906M

Total Liabilities and Net Assets – \$1.4B

*Governmental Accounting Standards Board statements 87 & 96, Leases (GASB87) and Subscription-Based Information Technology Arrangements (GASB97 SBITAs), new accounting standards require entities to report future long-term obligations, previously reported as operating activity, on the balance sheet to convey control of the right to use the non-financial asset. This will significantly increase long term governmental balance sheets as a result of these requirements. The new rules require recognition of a lease or SBITA liability and an intangible asset while lessors are required to recognize lease receivables and a deferred inflow of resources on their financial statements.

Sources and Uses Report

June financials → ninth month, 75% of the fiscal year.

Sources – Total \$4.4M for the month

Property Tax Revenue – Net property tax revenue for the month was \$(108)K. Net revenue includes \$59K current month's collections; \$84K Penalties and Interest; and (\$251K) in adjustment for prior year delinquent taxes.

Lease Revenue – \$1.6M for Downtown Campus, Cameron, Hancock Clinic, and land leases

Investment and Other Revenue/Expense – \$2.9M primarily for investment income

Tobacco Settlement Revenue - \$5.2M YTD to budget of \$4.5M

Uses of Funds – Total \$20M for the month

Total Healthcare Delivery Program – Total healthcare delivery expenses were \$18.5M for the month and \$166M YTD compared to \$112M Prior YTD.

Administration Program – \$1.8M in expense for the month and \$19M YTD compared to \$15M Prior YTD.

UT Affiliation Agreement - \$0, to be expensed in August 2024.

Transfer to Emergency Reserve - \$8M YTD to budget of \$8M

Excess Sources/(Uses) – (\$16M) current month. Current YTD is \$163M compared to \$164M Prior YTD.