



FINANCE COMMITTEE

Wednesday, August 2, 2017

4:00 p.m.

Hunsaker Conference Room

Members:

Janet Metcalf, Chair
Som Baccam
Mary Fuller
Cindy Gray
Dave Harkness
Mary Krieg, RNC, PhD
Susan Osby
Dean Peyton
Bill Taber
Marc Ward

Ex-Officio Members:

Jody Jenner, CEO
Vincent Mandracchia, DPM
Karl Vilums, CFO
Scott Maanum

Guests:

Taxpayers Association of Central Iowa:

Gretchen Tegeler, Executive Director

Staff:

Senior Leadership Council

AGENDA

Pg #s

		1. Call to Order	Janet Metcalf
1	A	2. Approval of Minutes – July 5, 2017	Janet Metcalf
2-4	A	3. Corporate Resolution Authorized Banking Signatures	Karl Vilums
5-10	A	4. June Financial Report	Karl Vilums
		5. Next Meeting: Wednesday, September 6, 2017 at 4:00 p.m.	Janet Metcalf
		6. Adjourn	Janet Metcalf



**FINANCE COMMITTEE
MINUTES
July 5, 2017**

MEMBERS PRESENT:

Janet Metcalf, Chair
Som Baccam
Dave Harkness
Mary Krieg, RNC, PhD
Susan Osby
Bill Taber
Marc Ward
Jody Jenner, CEO, Ex-Officio
Vincent Mandracchia, DPM
Karl Vilums

MEMBERS ABSENT:

Cindy Gray – Unexcused
Dean Peyton - Excused

STAFF PRESENT:

Michelle Phillips, Recorder
Julie Kilgore

GUESTS:

Gretchen Tegeler, Taxpayers of Central Iowa

<u>Agenda Items:</u>	<u>Action:</u>	<u>Individual Responsible:</u>
Call to Order	Ms. Metcalf, Committee Chair, called the meeting to order at 4:00 p.m.	J. Metcalf
Approval of Minutes	The June minutes needed a correction of removing the extra "P" in finance committee under the CliftonLarsonAllen Report. The minutes were approved as corrected.	J. Metcalf
May Financial Statements	Mr. Vilums reviewed the May Financial Statements as presented with a Net Operating Income for the month of \$2,792,832 as compared to Budget of \$683,841. Mr. Vilums noted that a \$600K correction to Other Expense is reflected in the May 2017 statement of revenues and expenses for an error discovered in the Actuary's report resulting in an overstatement of medical malpractice liability in the previous month's financial statements. Dr. Krieg MOVED and Mr. Harkness seconded MOTION to recommend that the Board receive and file the May Financial Statements as presented. Motion approved by Voice Vote taken as follows: All Ayes from members present.	K. Vilums
Next Meeting	Wednesday August 2, 2017 at 4:00 p.m.	J. Metcalf
Adjournment	There being no further business, the meeting adjourned at 4:21 p.m.	J. Metcalf

Minutes recorded by Michelle Phillips.

Janet Metcalf, Chair

CORPORATE RESOLUTION

Name of Corporation: Broadlawns Medical Center

I hereby certify that I am duly elected and qualified Secretary of the above named corporation and the keeper of the records and corporate seal (if any) of said corporation and that the following is a true and correct copy of a resolution duly adopted at a regular meeting of the Board of Directors of said corporation held in accordance with the Bylaws of said corporation on August 15, 2017 and that such resolutions are now in full force and effect.

DEPOSITORY AUTHORIZATION

Be It Resolved that the Attached list of banks – Exhibit A

(hereafter referred to as the Bank), be designated a depository in which the funds of this corporation may be deposited by its officers, agents, and employees, and that the

Chairperson and Secretary

(Titles of officers and/or other persons authorized to sign and endorse checks; indicate in what manner the above named officers are to sign-singly, any two, or jointly, etc.)

shall be and each of them hereby is authorized to endorse for deposit or negotiation any and all checks, drafts, notes, bills of exchange, and orders for the payment of money, either belonging to or coming into the possession of this Corporation. Endorsements for deposit may be by the written or stamped endorsement of the company without designation of the person making the endorsement, and that any one or more of said persons are authorized to SIGN ANY AND ALL CHECKS, DRAFTS, AND ORDERS, including orders or directions in informal or letter form, against any funds at any time standing to the credit of this Corporation with the said Bank, and/or against any account of this Corporation with the said Bank, and that the said Bank, hereby is authorized to honor any and all checks, drafts, and orders so signed or endorsed, including those drawn or endorsed to the individual order of any such officer and/or other person signing the same, without further inquiry or regard to the authority of said officer(s) and/or other person(s) or the use of said checks, drafts, and orders, or the proceeds thereof.

LOAN SECTION

Be It Resolved, that the Chairperson, Secretary, President and CEO, Chief Financial Officer,

(Titles and manner of signature -- singly, any two, or jointly, etc.)

of this Corporation (are) (is) authorized to borrow from time to time on behalf of this Corporation from the said Bank, such sums of money for such times and upon such terms as may to them, or any of them, seem advisable, and to execute in the name of the Corporation notes, drafts, or agreements for the re-payment of any sums so borrowed, and they and each of them are hereby authorized to discount with the said Bank any of the notes, bills receivable or acceptances held by this Corporation upon such terms as they may deem advisable and to pledge or hypothecate as security to said Bank any of the notes, bonds, stocks, bills receivable, warehouse receipts and/or other documents, accounts, securities and/or property of the Corporation, and to execute and deliver any and all endorsements or instruments of assignment or transfer which may be necessary or proper in such case effectually to transfer to the said Bank the property so hypothecated or delivered.

FACSIMILE SIGNATURES SECTION

Be it Resolved, that the Bank as designated depository of this corporation be and it is hereby requested, authorized and directed to honor checks, drafts, or other orders for the payment of money drawn on this corporation's name, including those drawn to the individual order of any person or persons whose name or names appear hereon as signer or signers thereof, when bearing or purporting to bear the facsimile signature(s) of any two of the following: (Please type or print. Furnish specimens of each facsimile signature on the banks signature card.) The Bank shall be held harmless against forgery or unauthorized use of facsimile signing equipment and/or devices.

Chairperson, Secretary

and the Bank shall be entitled to honor and to charge this corporation for all such checks, drafts, or other orders, regardless of by whom or by what means the facsimile signature or signatures thereon may have been affixed thereto, if such facsimile signature or signatures resemble the facsimile specimens duly certified to and filed with the Bank by the Secretary or any other officer of this Corporation.

SAVINGS ACCOUNT SECTION

Be It Resolved, that the funds of the Corporation may be deposited in the designated depository into a savings account standing in the name of the Corporation. Be it further resolved, that the Bank be and is hereby authorized to pay withdrawal orders from said account, whether such withdrawal orders are deposited to the individual credit of the person so signing and/or countersigning such withdrawal orders or to the individual credit of any of the other officers or not, signed the name of the Corporation by any two of the following:

Chairperson, Secretary, President and CEO, Chief Financial Officer

(Titles and manner of signature - singly, any two, jointly, etc.)

TELEPHONE TRANSFER SECTION

Be It Resolved, that funds in the Corporation's deposit accounts in the Bank may be from time to time, transferred between accounts or from accounts to Bank official checks upon telephonic direction by an officer or other person identifying himself as one of the following:

President and CEO, Chief Financial Officer, Director of Accounting

(See Exhibit "A" Attached)

(Titles and manner of request -- singly, any two, jointly, etc.)

Be It Further Resolved, that each of the foregoing adopted resolution(s) shall continue in force until express written notice of its rescission or modification has been received by the said Bank, but if the authority contained in them should be revoked or terminated by operation of law without such notice, it is resolved and hereby agreed for the purpose of inducing the said Bank to act thereunder, that the said Bank shall be saved harmless from any loss suffered or liability incurred by it in so acting after such revocation or termination without such notice.

I further Certify, that the following named persons are the officers of the said Corporation, duly qualified and now acting as such: (Print or type names -- no signatures.)

Chairperson	<u>Dave Harkness</u>	Secretary	<u>Som Baccan</u>
Vice Chairperson	<u>Mary Krieg</u>	Treasurer	<u>Janet Metcalf</u>

In Witness Whereof, I have hereunto, subscribed my name and affixed the seal (if any) of the said Corporation. This _____ day of _____, A.D. 2017.

(To be signed) *Secretary*

SEAL I, _____, a director of said Corporation do hereby certify that the foregoing as a correct copy of the resolution passed as stated above.

IMPORTANT:
Imprint Seal of
Corporation Here
If any)

Chairperson

The above certificate should be signed by the Secretary of the Corporation and by some director (other than the Secretary) not authorized to sign in the ordinary, course of business.

**BROADLAWNS MEDICAL CENTER
AUTHORIZED BANK DEPOSITORIES
(EXHIBIT A)**

BANK	ACCOUNT #	CHECK SIGNATOR	TRANSFERS	DEPOSIT LIMIT
I. WELLS FARGO BANK IOWA, N.A.				\$200,000,000
General checking	xxxxx1824	B	A	
Payroll Account	xxxxx0124	B	A	
Alumni Group	xxxxx1259	C	N/A	
Intern/Resident Activity Fund	xxxxx9977	N/A	D	
BMC Health Checking (TPA Initiates ACH)	xxxxx8780	N/A	A	
BMC Dental Checking (TPA Initiates ACH)	xxxxx8381	N/A	A	
Resident Trust Account	xxxxx6800	B	A	
Residential Operating	xxxxx6818	B	A	
PATH Operating	xxxxx6692	B	A	
PATH Money Market	xxxxx6700	B	A	
II. WELLS FARGO TRUST				\$100,000,000
Worker's Comp Trust	xxxx6701	N/A	A	
Self Insured Trust (Malpractice)	xxx2800	N/A	A	
Dental Trust	xxxx6700	N/A	A	
Self Funded Principal Health Plan	xxx2200	N/A	A	
Columbia Casualty	xxx8300	N/A	A	
Equipment Maintenance Trust	xxx2100	N/A	A	
BMC Project Series 2008 Interest Fund	xxx0900	N/A	A	
BMC Project Series 2008 Bond Sinking Fund	xxx0901	N/A	A	
BMC Project Series 2008 Debt Service Fund	xxx0902	N/A	A	
BMC Project Series 2009 Interest Fund	xxx4800	N/A	A	
BMC Project Series 2009 Bond Sinking Fund	xxx4801	N/A	A	
BMC Project Series 2009 Debt Service Fund	xxx4802	N/A	A	
BMC Project Series 2009A Interest Fund	xxx5300	N/A	A	
BMC Project Series 2009A Bond Sinking Fund	xxx5301	N/A	A	
BMC Project Series 2009A Debt Service Fund	xxx5302	N/A	A	
III. IOWA PUBLIC AGENCY INVESTMENT TRUST				\$50,000,000
General Investment	x9160	N/A	A	
Improvement Fund	x9162	N/A	A	
Depreciation Fund	x9163	N/A	A	
IV. Bank of the West				\$200,000
Kemper Cost Management TPA for BMC	xxxxx7395	KCM Representative	KCM Representative	
V. Bankers Trust				\$500,000
EMC Risk Services TPA for BMC	xx08676	EMC Representative	EMC Representative	
VI. INVESTMENTS				
Wells Fargo Alumni Fund CD	xxxxx1577	N/A	C	\$500,000
Wells Fargo Securities	xxxx4333	N/A	A	\$25,000,000
Bank Iowa CD		N/A	A	\$60,000,000
Bankers Trust CD		N/A	A	\$60,000,000

- A President and CEO, Vice President Chief Financial Officer & Director of Accounting
- B Chairperson of the Board & Secretary of the Board facsimile
- C President and CEO, Vice President Chief Financial Officer, Director of Accounting & Secretary/Treasurer of the Alumni Society
- D President and CEO, Vice President Chief Financial Officer & Director of Medical Education

Chairperson of the Board

Date

Secretary of the Board

Date

August 2, 2017
Finance Committee
Summary of Financials

1. Net Income

The unaudited June net operating results reflect a gain of \$454,284, compared to the budgeted gain of \$616,187. Current YTD net unaudited operating income is \$20,167,647; prior YTD amount was \$44,249,585. The net collections are 41.11% YTD. Overall expenses for the month were \$2,393,474 over budget or 18%.

2. Volume Review

- Patient revenues were 2% over budget for the month, and were over prior year by 8% year to date.
- Inpatient medical days were 4% less than the prior year for the current month.
- Mental Health inpatient days for the month were almost 1% more than prior year. It is important to note however; inpatient census is close to 100% capacity. On a YTD basis Mental Health inpatient days reflect a 3% increase compared to FY2016 levels and a 1% increase compared to FY2015 levels. On a YTD basis outpatient Mental Health volumes were more than FY2016 levels by 1% and more than FY2015 levels by 9%.
- Overall total outpatient visits for the current month were more than the prior year by 5% and on a YTD basis more than FY2016 by 6% and more than FY2015 by 18%.
- Overall clinic visits for the current month were more than the prior year by 8% and on a YTD basis more than FY2016 by 9% and more than FY2015 by 24%.

3. Salary

- Budgeted FY2017 FTEs are 1,012 and YTD actual FTEs are 1,028. YTD FY2017 FTE levels are more than YTD FY2016 levels by 9%.
- Salary variance for the current month is \$592,236 over budget (9%). YTD salary expense is over prior year by \$7,723,060 (12%).

4. Accounts Receivable

Days in AR decreased by 5.25 days from the prior month. For the month of June, the overall days in receivable decreased from 49.83 to 44.58 and the dollars decreased by approximately \$3,550,050.

	Total Dollars	Current Days in A/R*	Goal for 6/30/17
Meditech System	\$24,932,557	33.82	
Unbilled/Late Charges	7,585,832	10.29	
QS1 – Pharmacy and Misc.	353,858	.48	
TOTALS	\$32,872,246	44.58	50.0

*Based on average revenues of \$737,305.

We continue to monitor our Billing Error rate as one of our Vital Signs measures. For the month of June, we had a billing error rate of 1.70%. Year-to-date our billing error rate is 1.23%, which is slightly above the 1.05% for fiscal year 2016 and considerably below our current year target of 2%.

5. Cash

Days of cash are 207.72, which is less than last year by 23.90 days. One day of operating cash for YTD is \$411,938 which is higher than the FY16 month average of \$369,284. If we used \$369,284 daily cash expense in the calculation, Days Cash would be 232 compared to 239 last month and 257 at the end of FY16.

BROADLAWNS MEDICAL CENTER
 STATEMENT OF REVENUES AND EXPENSES (UNAUDITED)
 FOR MONTHS ENDED 06/30/17

	CURRENT MONTH ACTUAL	CURRENT MONTH BUDGET	CURRENT YTD ACTUAL	CURRENT YTD BUDGET	VARIANCE	PRIOR YTD ACTUAL
PATIENT REVENUES						
1. INPATIENT REVENUE	3,841,614	4,071,911	48,709,512	49,541,594	(832,082)	49,343,138
2. OUTPATIENT REVENUE	17,500,703	16,841,576	211,339,028	204,905,828	6,433,200	190,550,146
3. TOTAL PATIENT REVENUE	21,342,317	20,913,487	260,048,540	254,447,422	5,601,118	239,893,284
DEDUCTIONS						
4. INDIGENT CARE	546,185	725,933	10,295,632	8,832,193	1,463,439	3,941,677
5. PROVISION FOR DOUBTFUL ACCOUNTS	1,299,334	1,348,162	11,845,226	16,402,641	(4,557,415)	10,246,013
6. CONTRACTUAL ADJUSTMENTS	9,769,338	10,257,138	124,436,886	124,795,186	(358,300)	113,013,496
7. OTHER DEDUCTIONS	788,746	339,262	6,556,593	4,127,676	2,428,917	4,099,632
8. TOTAL DEDUCTIONS	12,403,602	12,670,495	153,134,337	154,157,696	(1,023,359)	131,300,818
9. NET PATIENT REVENUE	8,938,715	8,242,992	106,914,203	100,289,726	6,624,477	108,592,466
OTHER REVENUES						
10. OTHER OPERATING REVENUE	1,018,579	379,120	7,500,040	4,549,458	2,950,582	9,843,572
11. TAXES	4,829,251	4,958,310	59,370,661	59,499,716	(129,055)	65,012,724
12. INTEREST & CONTRIBUTIONS	1,034,615	9,167	1,382,865	110,000	1,272,865	214,778
13. TOTAL REVENUE	15,821,160	13,589,589	175,167,769	164,448,900	10,718,869	183,663,541
EXPENSES						
14. SALARIES	6,951,704	6,359,468	73,621,512	77,373,517	(3,752,006)	65,898,452
15. BENEFITS	2,881,628	1,883,223	23,390,772	22,598,678	792,094	20,167,435
16. SUPPLIES	1,199,229	916,800	12,632,368	11,001,709	1,630,659	12,518,391
17. DRUGS	1,211,359	1,050,000	13,013,602	12,600,000	413,602	11,253,157
18. PROFESSIONAL FEES	359,770	354,374	4,414,976	4,252,508	162,468	4,520,263
19. PURCHASED SERVICES	360,916	297,636	4,192,389	3,571,655	620,734	3,883,991
20. UTILITIES	251,081	143,880	1,693,613	1,726,612	(32,999)	1,504,399
21. OTHER EXPENSES	1,531,697	1,480,817	16,879,943	17,770,039	(890,097)	14,389,266
22. DEPRECIATION	537,295	443,321	4,642,816	5,319,869	(677,053)	4,093,302
23. INTEREST	82,198	43,883	518,133	526,588	(8,455)	1,185,300
24. TOTAL EXPENSE	15,366,876	12,973,402	155,000,122	156,741,175	(1,741,053)	139,413,956
25. NET OPERATING INCOME	454,284	616,187	20,167,647	7,707,725	12,459,922	44,249,585
26. OPERATING MARGIN	2.87%	4.53%	11.51%	4.69%		24.09%
27. NON-OPERATING REVENUE	0	0	0	0	0	0
28. NET INCOME	454,284	616,187	20,167,647	7,707,725	12,459,922	44,249,585
29. DEFERRED TORT TAXES	0	0	0	0	0	0
30. ADJUSTED OPERATING INCOME	454,284	616,187	20,167,647	7,707,725	12,459,922	44,249,585

BROADLAWNS MEDICAL CENTER
 KEY MONTHLY STATISTICS
 JUN 2017

	CURR MONTH JUN 2017	CURR MONTH JUN 2016	CURR MONTH JUN 2015	YEAR TO DATE JUN 2017	YEAR TO DATE JUN 2016	YEAR TO DATE JUN 2015
1. Days Cash	207.72	231.62	350.48	207.72	231.62	350.48
2. Change in Cash	(2,886,021)	(1,441,691)	(550,312)	(68,322)	(9,571,174)	25,793,162
3. Total A/R Days	44.58	48.54	44.20	44.58	48.54	44.20
4. FTE's	1,024.34	953.31	945.26	1,027.89	939.26	881.23
5. Medical Admissions	140	162	187	1,798	2,031	2,174
6. OB Deliveries	33	35	32	377	343	330
7. Medical Patient Days	616	642	668	7,770	8,456	8,159
*Med/Sug	498	499	540	5,952	6,804	6,640
*ICU	42	65	60	936	853	794
*Family Birthing Center	76	78	68	882	799	725
*Average LOS(excludes nursery)	4.53	3.99	3.50	4.48	4.20	3.77
8. Mental Health						
*Inpatient Admissions	61	64	82	754	838	929
*Patient Days	897	894	888	10,872	10,576	10,757
*Outpatient Visits	3,927	4,012	4,736	56,908	56,155	52,186
*Average LOS	14.24	13.55	10.70	13.52	12.27	11.50
9. Surgeries	345	294	318	3,954	3,624	3,709
*Inpatient	48	49	64	598	649	681
*Outpatient	297	245	254	3,356	2,975	3,028
10. Imaging Procedures	3,662	3,811	3,595	45,928	45,483	42,883
*General Procedures	2,241	2,416	2,338	28,269	28,158	26,189
*CT	533	486	417	6,792	6,318	6,055
*PET CT	3	5	5	139	118	126
*MRI	202	198	180	2,250	2,333	2,025
*Ultrasound	468	454	382	5,381	5,488	4,951
*Mammograms	215	252	273	3,097	3,068	3,537
*Venous Ablations	6	20	6	281	418	203
11. Lab Tests	61,300	61,891	59,778	743,001	709,253	637,762
*Inpatient	10,653	10,642	12,017	137,443	142,124	144,889
*Outpatient	50,647	51,249	47,761	605,558	567,129	492,873
12. ER Visits	1,902	1,948	2,178	24,027	24,205	24,359
13. Total Clinic Visits	14,914	13,751	12,630	171,536	157,138	138,123
*BMC Pain Clinic	382	343	269	4,187	3,605	2,443
*Dallas Center Clinic	519	595	598	6,476	6,673	3,165
*Downtown Clinic	214	182	0	2,288	1,018	0
*Eastside Clinic	0	438	0	2,186	6,249	0
*East University Clinic	1,533	0	0	10,129	0	0
*EU - Primary Care	848	0	0	5,696	0	0
*EU - Urgent Care	685	0	0	4,433	0	0
*Endocrinology Clinic	159	0	0	1,592	0	0
*Eye Clinic	810	604	526	9,204	8,346	5,811
*FHC	1,259	1,157	1,279	14,780	15,147	15,937
*Geriatrics Clinic	425	405	318	4,818	4,189	3,070
*GI Clinic	38	35	45	372	404	128
*Internal Medicine	430	516	637	4,877	5,392	6,033
*Interventional Pain Clinic	829	852	273	9,376	6,069	3,089
*Neurology Clinic	325	323	332	3,544	3,714	3,740
*Oncology Clinic	534	480	511	6,055	5,727	5,347
*Oral Medicine	569	706	566	9,461	9,687	8,424
*Ortho	442	529	497	5,614	5,839	6,342
*Peds	492	375	340	5,589	4,741	4,279
*Podiatry	532	669	952	6,397	8,042	7,757
*Primary Care Clinic	2,206	2,162	2,105	25,009	24,018	23,819
*Sleep Medicine Clinics	278	177	428	3,379	2,667	2,750
*Sleep Lab Studies	83	51	76	1,248	811	531
*Sleep Lab Screens	3	6	6	51	44	86
*Specialty Clinics	365	472	335	3,853	4,399	3,938
*Surgery	120	100	141	1,285	1,351	1,416
*Walk in Clinic	1,882	2,081	1,969	24,564	23,953	24,564
*Women's Health	571	550	509	6,501	5,908	6,071
14. Total Outpatient Visits	20,743	19,711	19,544	252,471	237,498	214,668

BROADLAWNS MEDICAL CENTER
 BALANCE SHEET (UNAUDITED)
 AS OF 06/30/17

CURRENT YEAR PRIOR YEAR CHANGE

ASSETS AND DEFERRED OUTFLOWS

CURRENT ASSETS

CASH & CASH EQUIVALENTS	79,263,745	80,853,743	(1,589,998)
ASSETS LIMITED TO USE - CASH	6,305,854	4,784,178	1,521,677
PATIENT RECEIVABLES	10,910,565	10,653,053	257,513
COUNTY TAX RECEIVABLE	328,446	364,601	(36,155)
FEDERAL GRANTS RECEIVABLE	316,152	384,686	(68,534)
NON-FEDERAL GRANTS RECEIVABLE	41,302	290,393	(249,092)
OTHER RECEIVABLES	179,129	517,587	(338,458)
DUE FROM THIRD-PARTY PAYORS	722,657	2,060,912	(1,338,255)
INVENTORIES	1,894,387	978,651	915,736
PREPAID EXPENSES & OTHER ASSET	1,284,315	1,231,294	53,021
TOTAL CURRENT ASSETS	101,246,550	102,119,096	(872,546)

ASSETS LIMITED TO USE, LESS CURRENT PORTION

CASH & CASH EQUIVALENTS -LIMIT	5,867,998	5,220,354	647,644
INVESTMENTS - LIMITED	62,523,093	62,961,467	(438,374)
FUNDS ON DEPOSIT - LIMITED	42,884	44,062	(1,178)
ASSETS LIMITED AS TO USE, , LESS CURRENT	68,433,975	68,225,883	208,093
PROPERTY & EQUIPMENT, NET	72,503,296	55,772,644	16,730,652
OTHER ASSETS	1,304,842	336,237	968,604
GOODWILL	123,804	123,804	0
TOTAL ASSETS	243,612,467	226,577,664	17,034,803

DEFERRED OUTFLOWS

DEFERRED OUTFLOWS	17,363,759	9,944,328	7,419,430
TOTAL DEFERRED OUTFLOWS	17,363,759	9,944,328	7,419,430
TOTAL ASSETS AND DEFERRED OUTFLOWS	260,976,226	236,521,992	24,454,234

BROADLAWNS MEDICAL CENTER
 BALANCE SHEET (UNAUDITED)
 AS OF 06/30/17

	CURRENT YEAR	PRIOR YEAR	CHANGE
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LIABILITIES, DEFERRED INFLOWS AND NET POSITION

CURRENT LIABILITIES

CURR MATURITIES LONG-TERM DEBT	1,745,000	1,645,000	100,000
CURR ACCRUED CLAIMS SELF-INS	1,648,316	2,242,823	(594,507)
ACCOUNTS PAYABLE	3,352,476	5,458,433	(2,105,957)
ACCRUED EMPLOYEE COMPENSATION	8,897,586	7,490,551	1,407,035
DUE TO THIRD-PARTY PAYORS	4,622,564	7,374,952	(2,752,388)
TOTAL CURRENT LIABILITIES	20,265,941	24,211,759	(3,945,818)

LONG-TERM LIABILITIES

LONG TERM DEBT LESS CURRENT	20,612,235	22,313,582	(1,701,347)
ACCRUED CLAIMS SELF-INSURANCE	4,260,778	2,899,647	1,361,131
NET PENSION LIABILITY	51,486,901	40,463,961	11,022,940
TOTAL LONG-TERM LIABILITIES LESS CURRENT	76,359,914	65,677,190	10,682,725
TOTAL LIABILITIES	96,625,855	89,888,948	6,736,907
DEFERRED INFLOWS	923,694	3,374,071	(2,450,377)
NET POSITION	163,426,677	143,258,973	20,167,704
TOTAL LIABILITIES, DEFERRED INFLOWS & NET ASSETS	260,976,226	236,521,992	24,454,234

Broadlawns Medical Center
Statement of Cash Flows (unaudited)
For the Year Ending June 30, 2017, 2016 and 2015

	June 30, 2017	June 30, 2016	June 30, 2015
Cash Flows from Operating Activities:			
Cash Received from patients and third-party payors	104,600,025	109,783,869	105,823,327
Cash Paid to suppliers and contractors	(52,236,971)	(47,395,371)	(46,979,539)
Cash Paid to Employees	(96,758,382)	(86,897,755)	(77,719,190)
Other receipts	7,505,461	7,883,998	9,595,563
Net cash provided by (used in) operating activities	<u>(36,889,867)</u>	<u>(16,625,259)</u>	<u>(9,279,839)</u>
Cash Flows from Noncapital Financing Activities:			
Property taxes	59,406,816	65,040,267	60,557,034
Noncapital grants and contributions	179,276	27,314	47,036
Interest paid on noncapital financing	(1,586)	5,460	(7,421)
Goodwill		0	(71,676)
Other	0	2,000,000	3,000,000
Net cash provided by noncapital financing activities	<u>59,584,506</u>	<u>67,073,041</u>	<u>63,524,973</u>
Cash Flows from Capital and Related Financing Activities:			
Principal payments on debt and capital lease obligations	(1,645,000)	(1,560,000)	(1,415,000)
Interest payments on long-term debt	(1,532,838)	(1,621,438)	(1,701,525)
Proceeds from debt and capital leases	0	0	0
Proceeds from sale of capital assets	16,475	1,065	24,145
Purchase of capital assets	(20,239,644)	(21,690,038)	(3,557,919)
Capital grants and contributions	1,055,469	16,235	60,585
Net cash provided by (used in) capital and related financing activities	<u>(22,345,538)</u>	<u>(24,854,176)</u>	<u>(6,589,714)</u>
Cash Flows from Investing Activities:			
Investment income	(209,331)	118,780	(5,093)
Conversion of investments to cash and assets limited as to use	438,374	(897,882)	(1,611,044)
Purchase of investments	0	(34,000,000)	(21,000,000)
Net cash provided by (used in) investing activities	<u>229,043</u>	<u>(34,779,102)</u>	<u>(22,616,137)</u>
Net increase (decrease) in cash and cash equivalents	578,144	(9,185,496)	25,039,283
Cash and cash equivalents:			
Beginning	90,902,337	100,087,833	75,048,550
Ending	<u>91,480,481</u>	<u>90,902,337</u>	<u>100,087,833</u>