



*Dedicated to improving the health and well being of the people in our community.*

**Board Finance Presentation – Consolidated Statement  
Fiscal Year 2020  
7/1/2019- 6/30/2020**

Carlos Bohorquez, CFO  
El Camino Healthcare District Board of Directors Meeting  
October 20, 2020

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## **ECHD Consolidated Financial Statements (Includes El Camino Hospital)**

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**NOTE: Accounting standards require that audited financial statements for El Camino Healthcare District be presented in consolidated format, including El Camino Hospital and its controlled affiliates. In an effort to help ensure public accountability and further ensure the transparency of the District’s operations, the District also prepares internal, “Stand-Alone” financial statements which present information for the District by itself.**



# El Camino Healthcare District

## Consolidated Comparative Balance Sheet (\$ Millions)

(Includes El Camino Hospital)

	June 30, 2020 Pre-audit w/o Eliminations	June 30, 2019 Audited w/o Eliminations		June 30, 2020 Pre-audit w/o Eliminations	June 30, 2019 Audited w/o Eliminations
<b>ASSETS</b>			<b>LIABILITIES &amp; FUND BALANCE</b>		
<b>Current Assets</b>			<b>Current Liabilities</b>		
Cash & Investments <sup>(1)</sup>	\$461	\$391	Accounts Payable & Accrued Exp <sup>(6)</sup>	\$183	\$164
Patient Accounts Receivable, net	\$129	\$132	Bonds Payable - Current	13	12
Other Accounts and Notes Receivable	\$87	\$13	Bond Interest Payable	10	11
Inventories and Prepays	\$101	\$64	Other Liabilities	6	4
<b>Total Current Assets</b>	<b>778</b>	<b>600</b>	<b>Total Current Liabilities</b>	<b>212</b>	<b>192</b>
<b>Board Designated Assets</b>			<b>Deferred Revenue</b>	<b>77</b>	<b>1</b>
Foundation Reserves	15	17	<b>Deferred Revenue Inflow of Resources</b>	<b>31</b>	<b>13</b>
Community Benefit Fund	20	20	<b>Long Term Liabilities</b>		
Operational Reserve Fund <sup>(2)</sup>	150	141	Bond Payable <sup>(7)</sup>	615	629
Workers Comp, Health & PTO Reserves	75	0	Benefit Obligations	47	18
Facilities Replacement Fund <sup>(3)</sup>	222	216	Other Long-term Obligations	19	15
Catastrophic & Malpractice Reserve <sup>(4)</sup>	20	22	<b>Total Long Term Liabilities</b>	<b>682</b>	<b>662</b>
<b>Total Board Designated Assets</b>	<b>502</b>	<b>415</b>	<b>Fund Balance</b>		
<b>Non-Designated Assets</b>			Unrestricted	1,431	1,395
Funds Held By Trustee <sup>(5)</sup>	51	107	Board Designated & Restricted	502	415
Long Term Investments	372	378	Capital & Retained Earnings	17	17
Other Investments	30	39	<b>Total Fund Balance</b>	<b>1,950</b>	<b>1,827</b>
Net Property Plant & Equipment	1,166	1,096	<b>TOTAL LIAB. &amp; FUND BAL.</b>	<b>\$2,952</b>	<b>\$2,695</b>
Deferred Outflows of Resources	18	30			
Other Assets	36	29			
<b>Total Non-Designated Assets</b>	<b>1,672</b>	<b>1,680</b>			
<b>TOTAL ASSETS</b>	<b>\$2,952</b>	<b>\$2,695</b>			



*Note: Totals may not agree due to rounding. See page 5 for footnotes.*

# El Camino Healthcare District

## Consolidated Comparative Statement of Revenues & Expenses (\$ Millions)

Year-to-Date through June 30, 2020

(Includes El Camino Hospital)

	<u>Actual</u>	<u>Budget</u>	<u>Fav (Unfav) Variance</u>	<u>Prior YTD FY Actual</u>
Net Patient Revenue <sup>(8)</sup>	983	1,004	-21	952
Other Operating Revenues <sup>(9)</sup>	56	55	1	47
<b>Total Operating Revenues</b>	<b>1,039</b>	<b>1,058</b>	<b>-20</b>	<b>999</b>
Wages and Benefits	542	558	15	512
Supplies	152	147	-6	139
Purchased Services	175	158	-16	144
Other	49	46	-3	35
Depreciation	54	60	5	52
Interest	9	12	2	4
<b>Total Operating Expense <sup>(10)</sup></b>	<b>982</b>	<b>980</b>	<b>(2)</b>	<b>886</b>
<b>Operating Income</b>	<b>56</b>	<b>78</b>	<b>(22)</b>	<b>113</b>
Non-Operating Income <sup>(11)</sup>	69	51	18	67
<b>Net Income</b>	<b>125</b>	<b>129</b>	<b>(4)</b>	<b>180</b>



Note: Totals or variances may not agree due to rounding. See page 5 for footnotes.

**El Camino Healthcare District**  
**Notes to Consolidated Financial Statements**  
**Current FY 2020 Actual to Budget**  
**(Includes El Camino Hospital)**

- 1) The increase is primarily due to \$76 million from the CMS Accelerated Payment Programs to hospitals in response to the COVID-19 outbreak, which will need to be repaid to CMS in FY2021.
- 2) The increase is primarily due to the annual resetting of a 60 day reserve of expenses based on the current fiscal year's Hospital budget.
- 3) The current period Facilities Replacement Fund is comprised of (\$ Millions):

ECH Capital Replacement Fund (i.e. Funded Depr.)	\$167
ECHD Appropriation Fund (fka: Capital Outlay)	26
ECH Women's Hospital Expansion	23
ECHD Capital Replacement Fund (i.e. Funded Depr.)	<u>6</u>
	<u>\$222</u>

- 4) The current period Catastrophic & Malpractice Fund is comprised of (\$ Millions):

ECH Catastrophic Fund (aka: Earthquake Fund)	\$18
ECH Malpractice Reserve	<u>2</u>
	<u>\$20</u>

- 5) The decrease is due to the Bond Project Fund disbursements for the IMOB and BHS construction.
- 6) The increase is due to the significant construction and facilities accruals booked at year end.
- 7) The decrease is due to FY20 retirement of bond debt for the District's 2006 GO and the Hospital's Revenue 2015 and 2017 issues.
- 8) The decrease in Net Patient Revenue is due to SVMD missing budget by \$17.9 million and the cancellation of elective procedures due to the COVID-19 pandemic.
- 9) Insignificant variance.
- 10) Higher expenses related to the volume growth at the Hospital, through February. The cost associated with the cancellation of elective procedures in March and April and the direct expenses associated with the COVID-19 pandemic.
- 11) Positive variance is primarily due to the performance in our investment returns this year.

