

Cathedral Village

Statements of Financial Position

September 30, 2022 and December 31, 2021

	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Assets		
Cash and cash equivalents	\$ 1,000	\$ 1,000
Investments	14,121,041	19,000,895
Statutory liquid reserves	1,756,227	1,756,227
Accounts receivable, net	1,239,242	1,160,029
Assets whose use is limited	8,260,774	8,515,352
Property and equipment, net	53,991,693	50,382,973
Due from affiliates, net	3,557,392	4,414,650
Funds held in trust by others	2,310,606	2,862,419
Other assets	1,216,601	1,512,556
	<u>1,216,601</u>	<u>1,512,556</u>
Total assets	<u>\$ 86,454,576</u>	<u>\$ 89,606,101</u>
Liabilities and Net Assets		
Accounts payable	\$ 424,123	\$ 811,466
Accrued expenses	3,022,650	2,958,220
Resident deposits	1,402,219	914,150
Entrance fees payable	438,750	237,287
Other liabilities	1,181,347	1,863,875
Cares act funding liabilities	-	2,284,819
Long-term debt	29,285,678	30,254,991
Deferred revenues from entrance fees	27,748,646	24,847,693
	<u>27,748,646</u>	<u>24,847,693</u>
Total liabilities	<u>63,503,413</u>	<u>64,172,501</u>
Net Assets		
Without donor restriction	20,285,943	22,406,799
With donor restrictions	2,665,220	3,026,801
	<u>2,665,220</u>	<u>3,026,801</u>
Total net assets	<u>22,951,163</u>	<u>25,433,600</u>
Total liabilities and net assets	<u>\$ 86,454,576</u>	<u>\$ 89,606,101</u>

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Statements of Operations and Changes in Net Assets

Period ended September 30, 2022 and year ended December 31, 2021

	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Net Assets Without Donor Restrictions		
Revenues, gains and other support:		
Resident services:		
Resident services	\$ 17,648,743	\$ 22,356,575
Amortization of entrance fees	2,797,453	4,265,154
Total resident services	20,446,196	26,621,729
Contributions, gifts, grants and bequests	1,094	6,405
Other revenues	64,600	50,519
Government grants	2,000,000	1,945,800
Government stimulus	-	307,690
Net assets released from restrictions	66,464	20,094
Total operating revenues and other support	<u>22,578,354</u>	<u>28,952,237</u>
Expenses:		
Nursing services	4,144,699	5,456,666
Rehabilitation	574,274	772,865
Recreation and special services	345,156	453,508
Pharmacy	111,781	131,552
Social services	100,548	132,746
Physician services	258,403	344,406
Food Services	2,744,006	4,089,068
Building operations and maintenance	3,304,981	4,544,864
Housekeeping	501,545	610,482
Laundry and linen	112,931	168,987
General and administrative	2,681,392	3,588,801
Employee benefits	738,624	1,084,831
Interest	586,604	826,410
Depreciation	3,673,539	4,662,571
Amortization	211,951	282,601
Fundraising	40,318	159,878
Total expenses	<u>20,130,752</u>	<u>27,310,236</u>
Unusual non-recurring expenses - COVID-19	<u>67,479</u>	<u>148,681</u>
Operating income before gains	<u>2,380,123</u>	<u>1,493,320</u>
Operating income	2,380,123	1,493,320
Other income (loss):		
Investment income, net of investment expense	330,306	597,331
Realized gain on investments	628,393	327,552
Unrealized (loss) gain on investments	(5,459,678)	1,630,738
Loss on early extinguishment of debt	-	(521,401)
Total other income (loss)	<u>(4,500,979)</u>	<u>2,034,220</u>
Revenues (less than) in excess of expenses	<u>(2,120,856)</u>	<u>3,527,540</u>
(Decrease) increase in net assets without donor restrictions	(2,120,856)	3,527,540

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Statements of Operations and Changes in Net Assets

Period ended September 30, 2022 and year ended December 31, 2021

	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Net Assets With Donor Restrictions		
Contributions, gifts, grants and bequests	\$ 253,320	\$ 77,128
Investment income, net of investment expense	3,376	48
Unrealized (loss) gain on investments	(551,813)	107,127
Net assets released from restrictions	<u>(66,464)</u>	<u>(20,094)</u>
(Decrease) increase in net assets with donor restrictions	<u>(361,581)</u>	<u>164,209</u>
Change in net assets	(2,482,437)	3,691,749
Net Assets, Beginning	<u>25,433,600</u>	<u>21,741,851</u>
Net Assets, Ending	<u><u>\$ 22,951,163</u></u>	<u><u>\$ 25,433,600</u></u>

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Statements of Cash Flows

Period ended September 30, 2022 and year ended December 31, 2021

	<u>September 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>
Cash Flows From Operating Activities		
(Decrease) increase in net assets	\$ (2,482,437)	\$ 3,691,749
Adjustments to reconcile (decrease) increase in net deficit to net cash provided by operating activities:		
Depreciation	3,673,539	4,662,571
Provision for doubtful collections	32,945	30,363
Proceeds from non-refundable entrance fees and deposits	6,764,969	5,615,149
Amortization of entrance fees	(2,797,453)	(4,265,154)
Loss on early extinguishment of debt	-	521,401
Unrealized loss (gain) on investments	6,011,491	(1,737,865)
Realized gain on investments	(628,393)	(327,552)
Contributions restricted for long-term purposes	(185,814)	-
Amortization of deferred financing costs	9,484	12,086
Amortization of bond premium	(568)	(235,040)
Changes in assets and liabilities:		
Accounts receivable	76,927	71,915
Entrance fees receivable	(189,085)	(184,925)
Other assets	295,955	587,407
Accounts payable	(387,343)	(327,719)
Accrued expenses	64,430	237,224
Other liabilities	(682,528)	(60,511)
Cares act funding liabilities	(2,284,819)	(188,407)
Net cash provided by operating activities	<u>7,291,301</u>	<u>8,102,692</u>
Cash Flows From Investing Activities		
Acquisition of property and equipment	(7,282,259)	(3,893,812)
Purchases of investments	(13,756,251)	(11,544,680)
Proceeds from sale of investments	14,059,398	3,843,088
Change in due from affiliates	857,258	(3,321,495)
Net cash used in investing activities	<u>(6,121,854)</u>	<u>(14,916,899)</u>
Cash Flows From Financing Activities		
Refunds of entrance fees and deposits	(377,031)	(185,185)
Principal payments on long-term debt	(703,229)	(1,479,942)
Proceeds from issuance of long-term debt	-	17,757,500
Refunding, refinancing or payoff of long-term debt	(275,000)	(9,720,729)
Financing costs incurred	-	(96,433)
Contributions restricted for long-term purposes	185,814	-
Net cash (used in) provided by financing activities	<u>(1,169,447)</u>	<u>6,275,211</u>
Net change in cash, cash equivalents and restricted cash	-	(538,996)
Cash, Cash Equivalents and Restricted Cash, Beginning	<u>1,000</u>	<u>539,996</u>
Cash, Cash Equivalents and Restricted Cash, Ending		
Unrestricted	\$ 1,000	\$ 1,000
	<u>\$ 1,000</u>	<u>\$ 1,000</u>