

PHI (D.B.A. Presbyterian Senior Living)Consolidated Statements of Financial Position
June 30, 2021 and December 31, 2020

	June 30 2021	December 31 2020
Assets		
Cash and cash equivalents	\$ 13,934,772	\$ 17,630,395
Investments	93,872,718	86,277,104
Restricted deposits and funded reserves	28,475,633	28,362,783
Accounts receivable, net	11,150,813	13,579,598
Assets whose use is limited	10,467,272	22,380,883
Assets held for sale	17,785,394	4,450,618
Property and equipment, net	539,617,032	550,792,961
Funds held in trust by others	21,094,661	20,257,550
Other assets	11,609,842	13,136,091
Total assets	<u>\$ 748,008,138</u>	<u>\$ 756,867,983</u>
Liabilities and Net Assets		
Accounts payable	\$ 9,632,322	\$ 14,471,620
Accrued expenses	21,861,131	21,472,839
Lines of credit	19,878,878	19,212,412
Resident deposits	8,350,279	7,210,046
Entrance fee payable	21,788,047	23,304,009
Other liabilities	8,645,227	8,797,344
Cares act funding liabilities	8,362,959	17,161,133
Long-term debt, senior living	261,034,329	276,799,001
Long-term debt, low income housing	43,620,143	43,910,457
Deferred revenue from entrance fees	117,164,812	112,158,263
Total liabilities	<u>520,338,128</u>	<u>544,497,124</u>
Net Assets		
Without donor restriction (including tax credit equity of \$60,287,981 and \$60,087,745, respectively)	196,688,143	182,603,491
With donor restriction	<u>30,981,866</u>	<u>29,767,368</u>
Total net assets	<u>227,670,010</u>	<u>212,370,859</u>
Total liabilities and net assets	<u>\$ 748,008,138</u>	<u>\$ 756,867,983</u>

PHI (D.B.A. Presbyterian Senior Living)Consolidated of Operations and Changes in Net Assets
Quarters ended June 30, 2021 and year ended December 31, 2020

	<u>June 30</u> <u>2021</u>	<u>December 31</u> <u>2020</u>
Net Assets Without Donor Restrictions		
Revenues, gains and other support:		
Resident services:		
Resident services	\$ 101,954,277	\$ 209,684,750
Amortization of entrance fees	9,575,973	18,850,991
Total resident services	111,530,250	228,535,741
Sales of other services and materials	21,718	197,654
Net rental income and developers' fees	499,508	1,042,407
Contributions, gifts, grants and bequests	3,838,271	1,755,226
Government grant	10,654,100	-
Revenues from provider relief funds	251,046	12,991,034
Net assets released from restrictions	339,000	1,075,665
Total operating revenues and other support	127,133,893	245,597,727
Expenses:		
Nursing services	29,171,868	62,397,686
Rehabilitation	6,914,268	14,873,119
Recreation and special services	2,250,674	4,775,818
Pharmacy	1,501,128	3,069,580
Social services	810,311	1,646,334
Physician services	384,820	752,903
Food services	12,148,675	25,597,924
Building operations and maintenance	18,681,851	36,049,988
Housekeeping	2,067,740	4,230,361
Laundry and linen	626,315	1,310,355
Management and general	16,471,395	36,431,711
Employee benefits	6,404,983	13,266,700
Interest	4,483,331	8,541,652
Depreciation	15,391,533	29,714,156
Amortization	241,692	483,378
Fundraising	380,734	829,501
Total expenses before non-recurring expenses	117,931,318	243,971,166
Non-recurring expenses, COVID-19	2,312,052	16,766,401
Operating gain (loss)	6,890,523	(15,139,840)
Other income (loss):		
Investment income	936,932	2,297,607
Realized gain on investments	1,375,785	5,235,059
Unrealized gain on investments	5,501,920	2,941,432
Gain (loss) on sale of property	205	(176,432)
Loss on early extinguishment of debt	(207,821)	(75,093)
Total other income	7,607,022	10,222,573
Revenues in excess (less than) of expenses	14,497,545	(4,917,267)
Equity (due to) received from tax credit limited partners	(412,893)	2,251,289
Increase (decrease) in net assets without donor restrictions	14,084,652	(2,665,978)

PHI (D.B.A. Presbyterian Senior Living)

Consolidated of Operations and Changes in Net Assets

Quarters ended June 30, 2021 and year ended December 31, 2020

	June 30 2021	December 31 2020
Net Assets With Donor Restrictions		
Contributions, gifts, grants and bequests	\$ 448,355	\$ 1,271,429
Investment income, net of investment expense	47,805	178,246
Unrealized gain on investments	1,057,339	1,316,949
Net assets released from restrictions	<u>(339,000)</u>	<u>(1,075,665)</u>
Increase in net assets with donor restrictions	<u>1,214,498</u>	<u>1,690,959</u>
Increase (decrease) in net assets	15,299,150	(975,019)
Net Assets, Beginning	<u>212,370,859</u>	<u>213,345,878</u>
Net Assets, Ending	<u><u>\$ 227,670,009</u></u>	<u><u>\$ 212,370,859</u></u>

PHI (D.B.A. Presbyterian Senior Living)

Consolidated Statements of Cash Flows

Quarters ended June 30, 2021 and year ended December 31, 2020

	June 30	December 31
	2021	2020
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ 15,299,150	\$ (975,019)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	15,391,533	29,714,156
Provision for doubtful collections	655,984	1,829,978
Proceeds from non-refundable entrance fees and deposits	11,229,400	16,334,032
Amortization of entrance fees	(9,575,973)	(18,850,991)
Loss on early extinguishment of debt	207,821	75,093
Unrealized gain on investments and change in fair value of funds held in trust by others	(6,559,259)	(4,258,381)
Realized gain on investments	(1,375,785)	(5,235,059)
Gain (loss) on sale of property and equipment	(205)	176,432
Contributions restricted for long-term purposes	(29,019)	(28,411)
Amortization of deferred financing costs	70,051	198,995
Amortization of bond premium	(13,381)	(26,761)
Changes in assets and liabilities:		
Accounts receivable	2,428,785	2,793,118
Entrance fee receivable	891,452	(203,782)
Other assets	1,526,248	1,888,636
Accounts payable	(6,110,662)	(7,394,633)
Accrued expenses	1,161,943	471,488
Other liabilities	(925,770)	1,958,259
Cares act funding liabilities	(8,798,174)	17,161,133
Net cash provided by operating activities	<u>15,474,140</u>	<u>35,628,283</u>
Cash Flows From Investing Activities		
Acquisition of property and equipment	(17,550,175)	(53,138,694)
Proceeds from sale of property and equipment	-	1,023,316
Purchases of investments	(12,059,568)	(36,188,577)
Proceeds from sale of investments	<u>21,014,929</u>	<u>38,979,514</u>
Net cash used in investing activities	<u>(8,594,814)</u>	<u>(49,324,441)</u>
Cash Flows From Financing Activities		
Refunds of entrance fees and deposits	(3,416,366)	(7,128,315)
Proceeds from refundable entrance fees and deposits, resales	825,110	1,874,262
Proceeds from refundable entrance fees and deposits, new units	5,568,652	7,349,318
Principal payments on redemptions of long-term debt	(6,528,865)	(15,231,445)
Proceeds from issuance of long-term debt	1,000,000	39,272,252
Refunding, refinancing or payoff of long-term debt	(10,525,000)	(3,430,000)
Redemption of treasury bonds	(225,000)	-
Financing costs paid	(40,611)	(279,159)
Borrowings (repayments) on lines of credit	666,466	(986,378)
Contributions restricted for long-term purposes	<u>29,019</u>	<u>28,411</u>
Net cash (used in) provided by financing activities	<u>(12,646,596)</u>	<u>21,468,946</u>
Net change in cash, cash equivalents and restricted cash	(5,767,270)	7,772,788
Cash, Cash Equivalents and Restricted Cash and Cash Equivalents, Beginning	<u>54,419,025</u>	<u>46,646,237</u>
Cash, Cash Equivalents and Restricted Cash and Cash Equivalents, Ending		
Unrestricted	13,934,772	17,630,395
Restricted	34,716,983	36,788,630
Cash and cash equivalents included in investments	<u>\$ 48,651,755</u>	<u>\$ 54,419,025</u>