

# Presbyterian Senior Living Services, Inc.

Consolidated Statements of Financial Position  
November 30, 2021 and December 31, 2020

	<b>November 30, 2021</b>	<b>December 31, 2020</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 490,614	\$ 1,472,762
Investments	1,890,696	1,730,791
Restricted deposits and funded reserves	1,860,545	1,798,120
Accounts receivable, net	819,505	909,248
Assets whose use is limited	3,171,686	4,154,919
Property and equipment, net	26,216,269	26,251,649
Other assets	263,751	311,800
	<u>34,713,066</u>	<u>36,629,289</u>
Total assets	<u>\$ 34,713,066</u>	<u>\$ 36,629,289</u>
<b>Liabilities and Net Assets</b>		
Accounts payable	\$ 313,914	\$ 466,468
Accrued expenses	943,877	596,623
Resident deposits	27,000	89,000
Entrance fees payable	12,593,724	13,655,486
Other liabilities	9,669	63,965
Cares act funding liabilities	1,344,261	378,227
Long-term debt	13,822,419	14,623,314
Due to affiliated entity	23,440,669	24,402,329
Deferred revenues from entrance fees	4,575,797	4,290,732
	<u>57,071,330</u>	<u>58,566,144</u>
Total liabilities	<u>57,071,330</u>	<u>58,566,144</u>
<b>Net Assets (Deficit)</b>		
Without donor restriction	(23,104,685)	(22,677,021)
With donor restrictions	746,421	740,166
	<u>(22,358,264)</u>	<u>(21,936,855)</u>
Total net deficit	<u>(22,358,264)</u>	<u>(21,936,855)</u>
Total liabilities and net deficit	<u>\$ 34,713,066</u>	<u>\$ 36,629,289</u>

## Presbyterian Senior Living Services, Inc.

Consolidated Statements of Operations and Changes in Net Assets  
Period ended November 30, 2021 and year ended December 31, 2020

	<u>November 30, 2021</u>	<u>December 31, 2020</u>
<b>Net Assets Without Donor Restrictions</b>		
Revenues, gains and other support:		
Resident services:		
Resident services	\$ 11,801,710	\$ 12,709,178
Amortization of entrance fees	897,503	947,238
Total resident services	12,699,213	13,656,416
Contributions, gifts, grants and bequests	3,154	1,011,652
Government stimulus	51,652	488,522
Net assets released from restrictions	4,818	44,293
Total operating revenues and other support	<u>12,758,837</u>	<u>15,200,883</u>
Expenses:		
Nursing services	2,405,583	2,502,348
Rehabilitation	596,495	715,575
Recreation and special services	383,187	382,365
Pharmacy	98,312	67,881
Social services	47,809	72,787
Physician services	22,917	25,000
Food Services	1,914,606	2,164,412
Building operations and maintenance	2,483,108	2,595,101
Housekeeping	359,599	328,278
Laundry and linen	50,662	58,452
General and administrative	1,999,769	2,501,873
Employee benefits	471,199	589,524
Interest	564,192	577,405
Depreciation	1,721,018	2,276,474
Fundraising	39,569	44,504
Total expenses	<u>13,158,025</u>	<u>14,901,979</u>
Unusual non-recurring expenses - COVID-19	<u>297,765</u>	<u>866,349</u>
Operating loss	<u>(696,953)</u>	<u>(567,445)</u>
Other income (loss):		
Investment income, net of investment expense	64,665	55,776
Realized gain (loss) on investments	55,909	(55,083)
Unrealized gain on investments	148,715	245,909
Total other income	<u>269,289</u>	<u>246,602</u>
Revenues (less than) expenses	<u>(427,664)</u>	<u>(320,843)</u>

## Presbyterian Senior Living Services, Inc.

Consolidated Statements of Operations and Changes in Net Assets  
Period ended November 30, 2021 and year ended December 31, 2020

	<u>November 30, 2021</u>	<u>December 31, 2020</u>
<b>Net Assets With Donor Restrictions</b>		
Contributions, gifts, grants and bequests	\$ 400	\$ 30,390
Investment income, net of investment expense	10,673	28,301
Net assets released from restrictions	<u>(4,818)</u>	<u>(44,293)</u>
Increase in net assets with donor restrictions	<u>6,255</u>	<u>14,398</u>
Change in net deficit	(421,409)	(306,445)
<b>Net Deficit, Beginning</b>	<u>(21,936,855)</u>	<u>(21,630,410)</u>
<b>Net Deficit, Ending</b>	<u><u>\$ (22,358,264)</u></u>	<u><u>\$ (21,936,855)</u></u>

**Presbyterian Senior Living Services, Inc.**

## Consolidated Statements of Cash Flows

Period ended November 30, 2021 and year ended December 31, 2020

	<u>November 30, 2021</u>	<u>December 31, 2020</u>
<b>Cash Flows From Operating Activities</b>		
(Decrease) in net deficit	\$ (421,409)	\$ (306,445)
Adjustments to reconcile (decrease) increase in net deficit to net cash provided by operating activities:		
Depreciation	1,721,018	2,276,474
Provision for doubtful collections	(3,367)	150,831
Proceeds from non-refundable entrance fees and deposits	1,145,361	879,553
Amortization of entrance fees	(897,503)	(947,238)
Unrealized gain on investments	(148,715)	(245,909)
Realized (gain) loss on investments	(55,909)	55,083
Amortization of deferred financing costs	23,850	21,905
Changes in assets and liabilities:		
Accounts receivable	140,542	(173,277)
Entrance fees receivable	(47,433)	277,922
Other assets	48,049	53,158
Accounts payable	(152,554)	(294,203)
Accrued expenses	347,254	77,422
Other liabilities	(54,296)	(61,118)
Cares act funding liabilities	966,034	378,227
Net cash provided by operating activities	<u>2,610,923</u>	<u>2,142,385</u>
<b>Cash Flows From Investing Activities</b>		
Acquisition of property and equipment	(1,685,638)	(1,099,825)
Purchases of investments	(393,795)	(5,340,602)
Proceeds from sale of investments	<u>1,619,387</u>	<u>5,220,285</u>
Net cash used in investing activities	<u>(460,046)</u>	<u>(1,220,142)</u>
<b>Cash Flows From Financing Activities</b>		
Refunds of entrance fees and deposits	(2,649,765)	(2,493,364)
Proceeds from refundable entrance fees and deposits, resales	1,563,210	1,323,408
Principal payments on long-term debt	(824,745)	(796,664)
Proceeds from issuance of long-term debt	-	4,000,000
Financing costs incurred	-	(69,103)
Change in due to affiliated entity	<u>(961,660)</u>	<u>1,434,661</u>
Net cash (used in) provided by financing activities	<u>(2,872,960)</u>	<u>3,398,938</u>
Net change in cash, cash equivalents and restricted cash	(722,083)	4,321,181
<b>Cash, Cash Equivalents and Restricted Cash, Beginning</b>	<u>4,983,147</u>	<u>661,966</u>
<b>Cash, Cash Equivalents and Restricted Cash, Ending</b>		
Unrestricted	\$ 490,614	\$ 1,472,762
Restricted	<u>3,770,450</u>	<u>3,510,385</u>
	<u>\$ 4,261,064</u>	<u>\$ 4,983,147</u>