

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Financial Position

April 30, 2020 and December 31, 2019

Assets	April 30, 2020	December 31, 2019
Cash and cash equivalents	\$ 47,237	45,243
Investments	9,082,482	9,876,685
Statutory liquid reserves	1,297,001	1,258,405
Accounts receivable, net	3,199,708	3,509,358
Prepaid expenses	338,023	259,402
Assets whose use is limited	2,239,416	2,239,416
Promises to give, net	4,493	1,027
Assets held for sale	2,350,618	2,350,230
Property and equipment (net of accumulated depreciation of \$42,515,477 and \$41,700,269, respectively)	39,096,936	39,808,637
Financing leases (net of accumulated depreciation of \$236,675 and \$189,911, respectively)	475,530	373,616
Assets under operating leases	9,848	11,143
Due from affiliated entites	29,382,980	24,408,920
Assets held in trust by others	732,978	775,594
Total assets	\$ 88,257,251	84,917,676

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Financial Position

April 30, 2020 and December 31, 2019

Liabilities and Net Assets	April 30, 2020	December 31, 2019
Accounts payable	\$ 668,222	968,324
Accrued expenses	3,375,745	3,555,937
Accrued interest	5,534	6,594
Resident deposits	79,250	137,500
Entrance fee payable	530,661	569,680
Deferred revenue – other	1,944,130	—
Deferred revenue – entrance fees	11,648,256	11,975,234
Annuities payable	13,512	13,995
Obligations under financing leases	485,512	381,081
Obligations under operating leases	9,848	11,143
Long-term debt	20,329,012	18,074,104
Total liabilities	<u>39,089,682</u>	<u>35,693,592</u>
Net assets:		
Without donor restrictions	46,092,230	46,117,490
With donor restrictions	3,075,340	3,106,594
Total net assets	<u>49,167,569</u>	<u>49,224,084</u>
Total liabilities and net assets	<u>\$ 88,257,251</u>	<u>84,917,676</u>

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Consolidated Statements of Operations and Changes in Net Assets

Periods ended April 30, 2020 and year ended December 31, 2019

	April 30, 2020	December 31, 2019
Revenues and other support:		
Resident services		
Resident services	\$ 11,653,844	35,415,542
Amortization of entrance fees	615,733	1,798,614
Implicit price concession	(178,701)	(566,667)
Total resident services	12,090,876	36,647,489
Contributions, gifts and bequests	32,242	87,053
Net assets released from restrictions	9,978	50,249
Total revenues and other support	12,133,096	36,784,791
Cost of services provided		
Nursing services	3,606,809	10,795,369
Rehabilitation	1,300,460	4,040,532
Recreation and special services	210,787	858,316
Pharmacy	258,890	678,827
Social services	64,255	197,455
Physician services	49,472	143,930
Food services	1,322,508	3,912,490
Building operations and maintenance	1,133,693	3,163,313
Housekeeping	193,920	567,053
Laundry and linen	77,617	241,869
General and administrative	1,989,820	5,392,058
Employee benefits	689,625	2,248,188
Interest	197,870	633,166
Depreciation	861,971	2,576,822
Fundraising	36,786	131,016
Total cost of services provided	11,994,483	35,580,404
Excess of revenues and other support over expenses	138,613	1,204,387
Other (expense) income:		
Investment income, net of investment expense	59,977	290,771
Realized (loss) gain on investments	(9,577)	141,130
Unrealized (loss) gain on investments	(796,154)	650,400
Total other (expense) income	(745,754)	1,082,301
(Deficit) excess of revenue, gains and other support over expenses and losses	(607,141)	2,286,688

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Consolidated Statements of Operations and Changes in Net Assets

Periods ended April 30, 2020 and year ended December 31, 2019

	April 30, 2020	December 31, 2019
Net assets without donor restrictions:		
(Deficit) excess of revenue, gains and other support over expenses and losses	(607,141)	2,286,688
Loan forgiveness	581,880	-
Change in net assets without donor restrictions	(25,261)	2,286,688
Net assets with donor restrictions		
Contributions, gifts and bequests	21,843	109,752
Investment income, net of investment expense	373	362
Unrealized (loss) gain on investments	(43,493)	91,058
Net assets released from restrictions	(9,978)	(50,249)
Change in net assets with donor restrictions	(31,254)	150,923
Change in net assets	(56,515)	2,437,611
Net assets, beginning of year	49,224,084	46,786,473
Net assets, end of year	\$ 49,167,569	49,224,084

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Cash Flows

Periods ended April 30, 2020 and year ended December 31, 2019

	April 30, 2020	December 31, 2019
Cash flows from operating activities:		
Change in net assets	\$ (56,515)	2,437,611
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	861,971	2,576,822
Provision for implicit price concession	309,449	626,795
Proceeds from refundable entrance fees and deposits	469,962	3,871,231
Amortization of entrance fees	(615,733)	(1,798,614)
Loan forgiveness	(581,880)	—
Unrealized loss (gain) on investments	839,647	(741,459)
Realized loss (gain) on investments	9,577	(141,130)
Amortization	686	2,058
Change in assets and liabilities:		
Accounts receivable	40,201	(108,330)
Entrance fee payable	(40,000)	114,750
Promises to give	(3,466)	5,073
Other assets	(78,532)	(91,964)
Accounts payable	(300,102)	(306,659)
Accrued expenses and deferred revenue other	1,762,878	407,328
Net cash provided by operating activities	2,618,143	6,853,513
Cash flows from investing activities:		
Acquisition of property and equipment	(252,572)	(1,539,953)
Net purchase of investments	(51,001)	(677,457)
Net cash used in investing activities	(303,573)	(2,217,411)
Cash flows for financing activities:		
Refunds of entrance fees and deposits	(239,457)	(857,734)
Change in entrance fee payable	(39,019)	(94,519)
Principal payments on long-term debt	(324,287)	(1,043,575)
Proceeds on the issuance of unsecured debt	3,160,300	—
Decrease in annuities payable	(483)	(143)
Borrowings under finance leases	148,678	291,119
Repayments on finance lease obligations	(44,247)	(87,693)
Due from affiliated entity	(4,974,060)	(2,845,306)
Net cash used in financing activities	(2,312,576)	(4,637,850)
Net increase (decrease) in cash and cash equivalents	1,994	(1,748)
Cash and cash equivalents, beginning of year	45,243	46,992
Cash and cash equivalents, end of year	\$ 47,237	45,243