

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Financial Position

January 31, 2020 and December 31, 2019

Assets	January 31, 2020	December 31, 2019
Cash and cash equivalents	\$ 44,988	45,243
Investments	9,833,077	9,876,685
Statutory liquid reserves	1,270,246	1,258,405
Accounts receivable, net	3,535,583	3,509,358
Prepaid expenses	263,664	259,402
Assets whose use is limited	2,239,416	2,239,416
Promises to give, net	493	1,027
Assets held for sale	2,350,230	2,350,230
Property and equipment (net of accumulated depreciation of \$41,902,374 and \$41,700,269, respectively)	39,774,688	39,808,637
Financing leases (net of accumulated depreciation of \$199,484 and \$189,911, respectively)	364,043	373,616
Assets under operating leases	10,821	11,143
Due from affiliated entities	24,353,923	24,408,920
Assets held in trust by others	779,458	775,594
Total assets	<u>\$ 84,820,630</u>	<u>84,917,676</u>

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Financial Position

January 31, 2020 and December 31, 2019

Liabilities and Net Assets	January 31, 2020	December 31, 2019
Accounts payable	\$ 767,089	968,324
Accrued expenses	3,526,176	3,555,937
Accrued interest	6,531	6,594
Resident deposits	94,250	137,500
Entrance fee payable	569,300	569,680
Deferred revenue – entrance fees	11,994,545	11,975,234
Annuities payable	13,600	13,995
Obligations under financing leases	519,079	381,081
Obligations under operating leases	10,821	11,143
Long-term debt	17,987,405	18,074,104
Total liabilities	<u>35,488,795</u>	<u>35,693,592</u>
Net assets:		
Without donor restrictions	46,226,697	46,117,490
With donor restrictions	3,105,137	3,106,594
Total net assets	<u>49,331,834</u>	<u>49,224,084</u>
Total liabilities and net assets	<u>\$ 84,820,630</u>	<u>84,917,676</u>

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Consolidated Statements of Operations and Changes in Net Assets

Month ended January 31, 2020 and year ended December 31, 2019

	January 31, 2020	December 31, 2019
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Revenues and other support:		
Resident services		
Resident services	\$ 3,015,490	35,415,542
Amortization of entrance fees	128,537	1,798,614
Implicit price concession	(35,245)	(566,667)
Total resident services	<hr/> 3,108,782	<hr/> 36,647,489
Contributions, gifts and bequests	11,747	87,053
Net assets released from restrictions	-	50,249
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Total revenues and other support	3,120,529	36,784,791
Cost of services provided		
Nursing services	933,560	10,795,369
Rehabilitation	333,556	4,040,532
Recreation and special services	72,163	858,316
Pharmacy	57,625	678,827
Social services	16,103	197,455
Physician services	12,250	143,930
Food services	322,064	3,912,490
Building operations and maintenance	265,872	3,163,313
Housekeeping	48,700	567,053
Laundry and linen	21,408	241,869
General and administrative	451,979	5,392,058
Employee benefits	180,078	2,248,188
Interest	52,214	633,166
Depreciation	211,677	2,576,822
Fundraising	12,701	131,016
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Total cost of services provided	2,991,951	35,580,404
Excess of revenues and other support over expenses	128,578	1,204,387
Other (expense) income:		
Investment income, net of investment expense	12,041	290,771
Realized gain on investments	30	141,130
Unrealized (loss) gain on investments	(31,442)	650,400
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Total other (expense) income	(19,371)	1,082,301
Excess of revenue, gains and other support over expenses and losses	109,207	2,286,688

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Consolidated Statements of Operations and Changes in Net Assets

Month ended January 31, 2020 and year ended December 31, 2019

	January 31, 2020	December 31, 2019
Net assets without donor restrictions:		
Excess of revenue, gains and other support over expenses and losses	109,207	2,286,688
Change in net assets without donor restrictions	109,207	2,286,688
Net assets with donor restrictions		
Contributions, gifts and bequests	-	109,752
Investment income	-	362
Unrealized loss on investments	(1,457)	91,058
Net assets released from restrictions	-	(50,249)
Change in net assets with donor restrictions	(1,457)	150,923
Change in net assets	107,750	2,437,611
Net assets, beginning of year	49,224,084	46,786,473
Net assets, end of year	\$ 49,331,834	49,224,084

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Cash Flows

Month ended January 31, 2020 and year ended December 31, 2019

	January 31, 2020	December 31, 2019
Cash flows from operating activities:		
Change in net assets	\$ 107,750	2,437,611
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	211,677	2,576,822
Provision for implicit price concession	35,245	626,795
Proceeds from refundable entrance fees and deposits	160,131	3,871,231
Amortization of entrance fees	(128,537)	(1,798,614)
Unrealized loss (gain) on investments	32,899	(741,459)
Realized gain on investments	(30)	(141,130)
Amortization	172	2,058
Change in assets and liabilities:		
Accounts receivable	(61,470)	(108,330)
Entrance fee payable	—	114,750
Promises to give	534	5,073
Other assets	(4,239)	(91,964)
Accounts payable	(201,235)	(306,659)
Accrued expenses and deferred revenue other	(29,825)	407,328
Net cash provided by operating activities	<u>123,071</u>	<u>6,853,513</u>
Cash flows from investing activities:		
Acquisition of property and equipment	(168,155)	(1,539,953)
Net purchase of investments	<u>(4,965)</u>	<u>(677,457)</u>
Net cash used in investing activities	(173,121)	(2,217,411)
Cash flows for financing activities:		
Refunds of entrance fees and deposits	(55,533)	(857,734)
Change in entrance fee payable	(380)	(94,519)
Principal payments on long-term debt	(86,893)	(1,043,575)
Decrease in annuities payable	(395)	(143)
Borrowings under finance leases	148,678	291,119
Repayments on finance lease obligations	(10,680)	(87,693)
Due from affiliated entity	54,997	(2,845,306)
Net cash provided by (used in) financing activities	<u>49,795</u>	<u>(4,637,850)</u>
Net decrease in cash and cash equivalents	(255)	(1,748)
Cash and cash equivalents, beginning of year	<u>45,243</u>	<u>46,992</u>
Cash and cash equivalents, end of year	\$ <u><u>44,988</u></u>	\$ <u><u>45,243</u></u>