

Presbyterian Homes in the Presbytery of Huntingdon

Consolidated Statements of Financial Position

June 30, 2022 and December 31, 2021

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
Assets		
Cash and cash equivalents	\$ 49,081	\$ 44,054
Investments	11,341,306	13,986,297
Statutory liquid reserves	1,075,038	1,075,038
Accounts receivable, net	2,054,597	2,160,644
Assets whose use is limited	2,250,160	2,250,375
Property and equipment, net	35,147,642	35,897,749
Due from affiliates, net	24,819,186	25,932,423
Funds held in trust by others	666,799	791,859
Other assets	569,546	577,823
	<u>77,973,355</u>	<u>82,716,262</u>
Total assets	<u>\$ 77,973,355</u>	<u>\$ 82,716,262</u>
Liabilities and Net Assets		
Accounts payable	\$ 858,796	\$ 951,842
Accrued expenses	2,912,254	2,474,942
Resident deposits	92,240	106,490
Entrance fees payable	263,323	263,699
Other liabilities	264,003	316,337
Cares act funding liabilities	72,000	579,300
Long-term debt	15,609,582	15,919,965
Deferred revenues from entrance fees	10,122,175	10,527,133
	<u>30,194,373</u>	<u>31,139,708</u>
Total liabilities	<u>30,194,373</u>	<u>31,139,708</u>
Net Assets		
Without donor restriction	44,641,905	48,354,063
With donor restrictions	3,137,077	3,222,491
	<u>47,778,982</u>	<u>51,576,554</u>
Total net assets	<u>47,778,982</u>	<u>51,576,554</u>
Total liabilities and net assets	<u>\$ 77,973,355</u>	<u>\$ 82,716,262</u>

Presbyterian Homes in the Presbytery of Huntington

Consolidated Statements of Operations and Changes in Net Assets

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

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
Net Assets Without Donor Restrictions		
Revenues, gains and other support:		
Resident services:		
Resident services	\$ 14,468,761	\$ 28,652,470
Amortization of entrance fees	715,854	1,650,966
Total resident services	15,184,615	30,303,436
Contributions, gifts, grants and bequests	32,642	178,300
Other revenues	-	74,940
Government grants	-	3,160,300
Government stimulus	1,022	1,377,190
Net assets released from restrictions	22,539	265,051
Total operating revenues and other support	15,240,818	35,359,217
Expenses:		
Nursing services	5,549,732	10,306,969
Rehabilitation	1,050,886	3,358,314
Recreation and special services	271,280	637,567
Pharmacy	420,194	686,623
Social services	98,829	203,416
Physician services	74,955	149,157
Food Services	1,856,493	3,668,335
Building operations and maintenance	1,591,389	3,306,693
Housekeeping	249,995	508,923
Laundry and linen	102,726	252,405
General and administrative	2,754,821	5,778,276
Employee benefits	926,631	693,279
Interest	254,662	523,876
Depreciation	1,221,310	2,501,633
Fundraising	63,966	123,179
Total expenses	16,487,869	32,698,645
Unusual non-recurring expenses - COVID-19	339,771	510,267
Operating income (loss) before gains and losses	(1,586,822)	2,150,305
Gain on sale of community and disposals of property and equipment	232,986	-
Loss on impairment of asset	-	(2,350,230)
Operating income (loss)	(1,353,836)	(199,925)
Other income (loss):		
Investment income, net of investment expense	99,151	380,147
Realized gain on investments	561,206	211,818
Unrealized (loss) gain on investments	(3,018,679)	1,663,835
Loss on early extinguishment of debt	-	(2,119)
Total other income (loss)	(2,358,322)	2,253,681
Revenues (less than) in excess of expenses	(3,712,158)	2,053,756
(Decrease) increase in net assets without donor restrictions	(3,712,158)	2,053,756

Presbyterian Homes in the Presbytery of Huntingdon

Consolidated Statements of Operations and Changes in Net Assets

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

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
Net Assets With Donor Restrictions		
Contributions, gifts, grants and bequests	\$ 68,073	\$ 66,240
Investment income, net of investment expense	264	259
Unrealized (loss) gain on investments	(131,212)	63,952
Net assets released from restrictions	<u>(22,539)</u>	<u>(265,051)</u>
Decrease in net assets with donor restrictions	<u>(85,414)</u>	<u>(134,600)</u>
Change in net assets	(3,797,572)	1,919,156
Net Assets, Beginning	<u>51,576,554</u>	<u>49,657,398</u>
Net Assets, Ending	<u><u>\$ 47,778,982</u></u>	<u><u>\$ 51,576,554</u></u>

Presbyterian Homes in the Presbytery of Huntingdon

Consolidated Statements of Cash Flows

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

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
Cash Flows From Operating Activities		
(Decrease) increase in net assets	\$ (3,797,572)	\$ 1,919,156
Adjustments to reconcile (decrease) increase in net deficit to net cash provided by operating activities:		
Depreciation	1,221,310	2,501,633
Provision for doubtful collections	145,317	533,199
Proceeds from non-refundable entrance fees and deposits	415,950	1,283,241
Amortization of entrance fees	(715,854)	(1,650,966)
Loss on early extinguishment of debt	-	2,119
Unrealized loss (gain) on investments	3,149,891	(1,727,787)
Realized gain on investments	(561,206)	(211,818)
(Gain) loss on sale of property and equipment	(232,986)	-
Amortization of deferred financing costs	2,320	3,701
Loss on impairment of asset	-	2,350,230
Changes in assets and liabilities:		
Accounts receivable	(39,270)	(643,731)
Entrance fees receivable	-	90,750
Other assets	8,277	69,576
Accounts payable	(93,046)	50,381
Accrued expenses	437,312	(1,372,013)
Other liabilities	(52,334)	(73,070)
Cares act funding liabilities	(507,300)	(3,835,178)
Net cash used in operating activities	<u>(619,192)</u>	<u>(710,577)</u>
Cash Flows From Investing Activities		
Acquisition of property and equipment	(471,203)	(683,266)
Net proceeds from sale of property and equipment	232,986	-
Purchases of investments	(8,066,577)	(869,949)
Proceeds from sale of investments	8,248,158	827,797
Change in due from affiliates	1,113,237	2,928,900
Net cash provided by investing activities	<u>1,056,601</u>	<u>2,203,482</u>
Cash Flows From Financing Activities		
Refunds of entrance fees and deposits	(119,680)	(367,201)
Principal payments on long-term debt	(312,703)	(894,802)
Proceeds from issuance of long-term debt	-	4,167,100
Refunding, refinancing or payoff of long-term debt	-	(4,327,271)
Financing costs incurred	-	(73,437)
Net cash used in financing activities	<u>(432,382)</u>	<u>(1,495,611)</u>
Net change in cash, cash equivalents and restricted cash	5,027	(2,706)
Cash, Cash Equivalents and Restricted Cash, Beginning	<u>44,054</u>	<u>46,760</u>
Cash, Cash Equivalents and Restricted Cash, Ending		
Unrestricted	\$ 49,081	\$ 44,054
	<u>\$ 49,081</u>	<u>\$ 44,054</u>