

Presbyterian Homes in the Presbytery of Huntingdon

Statements of Financial Position

June 30, 2023 and December 31, 2022

	<u>June 30, 2023</u>	<u>December 31, 2022</u>
Assets		
Cash and cash equivalents	\$ 47,631	\$ 72,062
Investments	12,137,484	11,031,338
Statutory Liquid Reserve	1,072,545	1,072,545
Accounts receivable, net	3,140,070	2,369,434
Assets whose use is limited	2,316,913	2,306,319
Property and equipment, net	34,066,155	34,539,569
Due from affiliates, net	23,045,526	24,665,501
Funds held in trust by others	700,780	654,581
Other assets	691,204	526,421
	<u>77,218,309</u>	<u>77,237,769</u>
Total assets	<u>\$ 77,218,309</u>	<u>\$ 77,237,769</u>
Liabilities and Net Assets		
Accounts payable	\$ 662,092	\$ 859,373
Accrued expenses	2,882,453	2,635,274
Resident deposits	72,150	177,635
Entrance fee and deposit payable	263,323	263,323
Other liabilities	366,587	375,914
Cares act funding liabilities	9,174	-
Long-term debt, senior living	14,893,158	15,203,025
Deferred revenue from entrance fees	10,073,664	10,225,649
	<u>29,222,601</u>	<u>29,740,193</u>
Total liabilities	<u>29,222,601</u>	<u>29,740,193</u>
Net Assets		
Without donor restriction	44,576,276	44,328,196
With donor restriction	3,419,432	3,169,380
Total net assets (deficit)	<u>47,995,708</u>	<u>47,497,576</u>
Total liabilities, net assets and equity	<u>\$ 77,218,309</u>	<u>\$ 77,237,769</u>

Presbyterian Homes in the Presbytery of Huntingdon

Statements of Operations and Changes in Net Assets

Period ended June 30, 2023 and year ended December 31, 2022

	<u>June 30, 2023</u>	<u>December 31, 2022</u>
Net Assets Without Donor Restrictions		
Revenues, gains and other support:		
Resident services:		
Resident services	\$ 15,406,143	\$ 29,287,992
Amortization of entrance fees	1,049,904	1,471,839
Total resident services	<u>16,456,047</u>	<u>30,759,831</u>
Contributions, gifts, grants and bequests	47,558	96,508
Government stimulus	38,417	345,669
FEMA funding	-	724,650
Net assets released from restrictions	<u>14,080</u>	<u>96,353</u>
Total operating revenues and other support	<u>16,556,102</u>	<u>32,023,011</u>
Expenses:		
Nursing services	6,115,842	11,336,954
Rehabilitation	999,443	2,051,429
Recreation and special services	315,375	560,359
Pharmacy	333,647	782,530
Social Services	88,812	185,316
Physician Services	74,630	149,909
Dining Services	2,001,024	3,817,984
Building operations and maintenance	1,770,312	3,365,345
Housekeeping	302,775	513,686
Laundry	146,473	217,222
Management and general	2,801,970	5,658,751
Employee Benefits	943,059	1,733,612
Interest	286,696	526,993
Depreciation	1,207,441	2,444,694
Fundraising	<u>38,601</u>	<u>119,274</u>
Total expenses before non-recurring expenses	<u>17,426,098</u>	<u>33,464,059</u>
Non-recurring expenses, COVID-19	<u>4,300</u>	<u>378,181</u>
Operating income (loss) before gains and losses	(874,296)	(1,819,229)
Gain on sale and disposal of property	<u>-</u>	<u>232,986</u>
Operating income (loss)	<u>(874,296)</u>	<u>(1,586,244)</u>
Other income (loss):		
Investment income, net of investment expense	154,359	246,731
Realized gain on investments	-	618,791
Unrealized gain (loss) on investments	<u>968,017</u>	<u>(3,470,789)</u>
Total other income (loss)	<u>1,122,376</u>	<u>(2,605,267)</u>
Revenues in excess of (less than) expenses	248,079	(4,191,510)
Grant revenue - capital	<u>-</u>	<u>165,643</u>
Increase (decrease) in net assets without donor restrictions	<u>248,079</u>	<u>(4,025,867)</u>

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Statements of Operations and Changes in Net Assets

Period ended June 30, 2023 and year ended December 31, 2022

	<u>June 30, 2023</u>	<u>December 31, 2022</u>
Net Assets With Donor Restrictions		
Contributions, gifts, grants and bequests	217,662	186,342
Investment income, net of investment expense	271	330
Unrealized gain (loss) on investments	46,200	(143,431)
Net assets released from restrictions	<u>(14,080)</u>	<u>(96,353)</u>
Increase (decrease) in net assets with donor restrictions	<u>250,052</u>	<u>(53,111)</u>
Increase (decrease) in net assets	498,132	(4,078,978)
Net Assets, Beginning	<u>47,497,576</u>	<u>51,576,554</u>
Net Assets, Ending	<u><u>\$ 47,995,708</u></u>	<u><u>\$ 47,497,576</u></u>

Presbyterian Homes in the Presbytery of Huntingdon

Statements of Cash Flows

Period ended June 30, 2023 and year ended December 31, 2022

	<u>June 30, 2023</u>	<u>December 31, 2022</u>
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ 498,132	\$ (4,078,978)
Adjustments to reconcile increase (decrease) in net assets (deficit) to net cash provided by (used in) operating activities		
Depreciation	1,207,441	2,444,694
Provision for doubtful collections	188,228	284,384
Proceeds from non-refundable fees and deposits	923,815	1,649,745
Amortization of entrance fees	(1,049,904)	(1,471,839)
Unrealized (gain) loss on investments and change in fair value of funds held in trust by others	(1,014,216)	3,614,220
Realized gain on investments	-	(618,791)
Loss on sale of community and disposals of property and equipment	-	(232,986)
Amortization of deferred financing costs	2,320	4,639
Changes in assets and liabilities		
Accounts receivable	(740,744)	(493,174)
Entrance fee receivable	(218,120)	-
Other assets	(164,783)	51,402
Accounts payable	(197,282)	(92,469)
Accrued expenses	247,179	160,332
Other liabilities	(9,327)	59,577
CARES act funding liabilities	9,174	(579,300)
Net cash (used in) provided by operating activities	<u>(318,088)</u>	<u>701,456</u>
Cash Flows From Investing Activities		
Acquisition of property and equipment	(734,027)	(1,086,513)
Proceeds from sale of property and equipment	-	232,986
Purchases of investments	(248,876)	(8,966,707)
Proceeds from sale of investments	100,152	9,020,960
Due from affiliates, net	1,619,975	1,266,922
Net cash provided by investing activities	<u>737,224</u>	<u>467,648</u>
Cash Flows From Financing Activities		
Refunds of entrance fees and deposits	(131,381)	(408,620)
Principal payments on redemptions of long-term debt	(312,186)	(721,579)
Net cash used in financing activities	<u>(443,567)</u>	<u>(1,130,200)</u>
Net change in cash, cash equivalents and restricted cash	(24,431)	38,904
Cash, cash equivalents and restricted cash, beginning	<u>563,967</u>	<u>525,063</u>
Cash, cash equivalents and restricted cash, ending	<u>\$ 539,536</u>	<u>\$ 563,967</u>
Cash and cash equivalents	\$ 47,631	\$ 72,062
Restricted cash in investments	491,905	491,905
Total cash, cash equivalents and restricted cash	<u>\$ 539,536</u>	<u>\$ 563,967</u>