

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Financial Position

March 31, 2020 and December 31, 2019

Assets	March 31, 2020	December 31, 2019
Cash and cash equivalents	\$ 46,251	45,243
Investments	8,368,000	9,876,685
Statutory liquid reserves	1,286,514	1,258,405
Accounts receivable, net	3,139,935	3,509,358
Prepaid expenses	368,603	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	2,350,230	2,350,230
Property and equipment (net of accumulated depreciation of \$42,312,042 and \$41,700,269, respectively)	39,282,679	39,808,637
Financing leases (net of accumulated depreciation of \$224,624 and \$189,911, respectively)	487,581	373,616
Assets under operating leases	10,174	11,143
Due from affiliated entites	24,552,424	24,408,920
Assets held in trust by others	694,434	775,594
Total assets	<u>\$ 82,830,736</u>	<u>84,917,676</u>

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Financial Position

March 31, 2020 and December 31, 2019

Liabilities and Net Assets	March 31, 2020	December 31, 2019
Accounts payable	\$ 823,787	968,324
Accrued expenses	3,321,957	3,555,937
Accrued interest	6,400	6,594
Resident deposits	112,500	137,500
Entrance fee payable	531,365	569,680
Deferred revenue – entrance fees	11,686,684	11,975,234
Annuities payable	13,512	13,995
Obligations under financing leases	498,121	381,081
Obligations under operating leases	10,174	11,143
Long-term debt	<u>17,829,407</u>	<u>18,074,104</u>
Total liabilities	<u>34,833,906</u>	<u>35,693,592</u>
Net assets:		
Without donor restrictions	44,960,034	46,117,490
With donor restrictions	3,036,795	3,106,594
Total net assets	<u>47,996,830</u>	<u>49,224,084</u>
Total liabilities and net assets	<u>\$ 82,830,736</u>	<u>84,917,676</u>

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Consolidated Statements of Operations and Changes in Net Assets

Quarter ended March 31, 2020 and year ended December 31, 2019

	March 31, 2020	December 31, 2019
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Revenues and other support:		
Resident services		
Resident services	\$ 8,832,552	35,415,542
Amortization of entrance fees	457,305	1,798,614
Implicit price concession	(122,980)	(566,667)
Total resident services	<hr/> 9,166,877	<hr/> 36,647,489
Contributions, gifts and bequests	18,879	87,053
Net assets released from restrictions	9,978	50,249
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Total revenues and other support	9,195,734	36,784,791
Cost of services provided		
Nursing services	2,730,770	10,795,369
Rehabilitation	954,762	4,040,532
Recreation and special services	214,740	858,316
Pharmacy	196,537	678,827
Social services	48,212	197,455
Physician services	36,751	143,930
Food services	1,000,433	3,912,490
Building operations and maintenance	805,108	3,163,313
Housekeeping	146,967	567,053
Laundry and linen	60,887	241,869
General and administrative	1,354,176	5,392,058
Employee benefits	505,884	2,248,188
Interest	150,338	633,166
Depreciation	646,485	2,576,822
Fundraising	29,955	131,016
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Total cost of services provided	8,882,004	35,580,404
Excess of revenues and other support over expenses	313,730	1,204,387
Other (expense) income:		
Investment income, net of investment expense	55,435	290,771
Realized (loss) gain on investments	(9,578)	141,130
Unrealized (loss) gain on investments	(1,517,042)	650,400
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Total other (expense) income	(1,471,186)	1,082,301
(Deficit) excess of revenue, gains and other support over expenses and losses	<hr/> (1,157,456)	<hr/> 2,286,688

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Consolidated Statements of Operations and Changes in Net Assets

Quarter ended March 31, 2020 and year ended December 31, 2019

	March 31, 2020	December 31, 2019
Net assets without donor restrictions:		
(Deficit) excess of revenue, gains and other support over expenses and losses	(1,157,456)	2,286,688
Change in net assets without donor restrictions	(1,157,456)	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	(82,037)	91,058
Net assets released from restrictions	(9,978)	(50,249)
Change in net assets with donor restrictions	(69,798)	150,923
Change in net assets	(1,227,254)	2,437,611
Net assets, beginning of year	49,224,084	46,786,473
Net assets, end of year	\$ 47,996,830	49,224,084

PRESBYTERIAN HOMES IN THE PRESBYTERY OF HUNTINGDON

Statements of Cash Flows

Quarter ended March 31, 2020 and year ended December 31, 2019

	<u>March 31,</u> <u>2020</u>	<u>December 31,</u> <u>2019</u>
Cash flows from operating activities:		
Change in net assets	\$ (1,227,254)	2,437,611
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	646,485	2,576,822
Provision for implicit price concession	198,008	626,795
Proceeds from refundable entrance fees and deposits	375,508	3,871,231
Amortization of entrance fees	(457,305)	(1,798,614)
Unrealized loss (gain) on investments	1,599,079	(741,459)
Realized loss (gain) on investments	9,578	(141,130)
Amortization	515	2,058
Change in assets and liabilities:		
Accounts receivable	211,414	(108,330)
Entrance fee payable	(40,000)	114,750
Promises to give	(3,466)	5,073
Other assets	(109,135)	(91,964)
Accounts payable	(144,537)	(306,659)
Accrued expenses and deferred revenue other	(234,175)	407,328
Net cash provided by operating activities	<u>824,715</u>	<u>6,853,513</u>
Cash flows from investing activities:		
Acquisition of property and equipment	(234,493)	(1,539,953)
Net purchase of investments	<u>(46,921)</u>	<u>(677,457)</u>
Net cash used in investing activities	<u>(281,413)</u>	<u>(2,217,411)</u>
Cash flows for financing activities:		
Refunds of entrance fees and deposits	(231,753)	(857,734)
Change in entrance fee payable	(38,315)	(94,519)
Principal payments on long-term debt	(245,278)	(1,043,575)
Decrease in annuities payable	(483)	(143)
Borrowings under finance leases	148,678	291,119
Repayments on finance lease obligations	(31,638)	(87,693)
Due from affiliated entity	<u>(143,504)</u>	<u>(2,845,306)</u>
Net cash used in financing activities	<u>(542,294)</u>	<u>(4,637,850)</u>
Net increase (decrease) in cash and cash equivalents	1,008	(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>46,251</u></u>	\$ <u><u>45,243</u></u>