

Henry Mayo Newhall Memorial Hospital, CA

1 California Statewide Communities Development Authority, Insured Revenue Bonds (Henry Mayo Newhall Memorial Hospital), Series 2014, \$70,000,000, Dated: February 5, 2014

Series 2014

Utilization

Fiscal Year Ended September 30,

2016

Beds	
Acute	168
Women's	17
NICU	11
Acute Rehabilitation	19
Behavioral Health	23
Totals	238

Patient Days

Acute	45,015
Women's	3,411
NICU	2,039
Acute Rehabilitation	2,059
Behavioral Health	5,353
Totals	57,877

Occupancy

Acute	73.41%
Women's	54.97%
NICU	50.78%
Acute Rehabilitation	29.68%
Behavioral Health	67.34%
Totals	66.97%

Outpatient Visits

Emergency Department	68,689
All Other	55,442
Totals	124,131

Avg. Length of Stay

Medicare Acute	6.07
Overall Acute	4.38
Discharges Excluding Newborn	12,131

Equivalent Observation Days

Series 2014

Sources of Net Patient Revenues

Fiscal Year Ended September 30,

Payor Category

2016

Inpatient	
Medicare	36
Medi-Cal	9
HMO/PPO	54
Other	1
Total	100
Outpatient/ER	
Medicare	26
Medi-Cal	5
HMO/PPO	65
Other	4
Total	100

Series 2014

Statements of Financial Position of the Hospital

Fiscal Year Ended September 30,

2016

Assets

Current Assets	
Cash and cash equivalents	42,152,465
Short-Term investments	73,750,620
Assets limited as to use	2,198,215
Patient accounts receivable, less bad debt allowances	51,873,513
Receivable from affiliate	5,558,262
Other receivables	322,740
Inventories	5,968,258
Prepaid expenses and other current assets	3,014,519
Quality assurance fee receivable	3,784,421
California Hospital Foundation grant receivable	1,509,872
Prepaid quality assurance fees	0
Total current assets	190,132,885
Receivable from affiliate, less current portion	
Long-term investment	
Assets limited as to use, less current portion	420
Property, plant and equipment, net	189,702,815
Pledged lease	2,429,433
Deferred financing costs, net	3,159,116
Other assets	1,621,947
Total Assets	387,046,616

Liabilities and Net Assets

Current Liabilities	
Current portion of long-term debt	4,715,000
Current portion of obligations under capitalized leases	1,567,089
Accounts payable	30,305,927
Accrued payroll and benefits	17,788,876
Accrued expenses	1,132,113
Accrued interest	3,369,869
Quality assurance fee payable	4,612,636
Deferred quality assurance fee income	0
Total current liabilities	63,491,510
Long-term debt, less current portion	146,447,869
Obligations under capitalized leases, less current portion	4,940,292
Deferred contribution revenue	2,429,433
Other long-term liabilities	703,719
Accrued malpractice liability	3,420,992
Total Liabilities	221,433,815
Net Assets	
Temporarily restricted	5,539,677
Unrestricted	160,073,124
Total net assets	165,612,801
Total liabilities and net assets	387,046,616

Series 2014

Statement of Operations of the Hospital

Fiscal Year Ended September 30,

2016

Unrestricted Revenues

Net patient service revenue	321,808,237
Provision for bad debts	(9,790,521)
Net patient service revenue less provision of bad debts	312,017,716
Nonpatient revenue	9,572,692
Total unrestricted revenues	321,590,408
Expenses	
Salaries and wages	112,192,528
Employee benefits	36,343,863
Registry	10,564,610
Supplies	46,609,930
Purchased services	29,203,366
Repairs and maintenance	5,914,673
Interest	6,207,105
Depreciation and amortization	14,519,150
Insurance	1,807,870
Facility costs	7,857,026
Hospital Fee Tax	17,869,417
Other operating costs	16,560,827
Total expenses	305,650,365
Operating income	15,940,043
Other income (expenses)	
Contributions	2,284,726
Interest income	1,003,118
Gain/(loss) on disposal of fixed assets	
Other nonoperating (expenses)/income	(867,415)
Electronic Health Record Grant	348,557
Equity in estimated (loss)/gain of joint venture	753,463
Excess of revenues over expenses	19,462,492
Net assets released from restrictions	7,262,697
Net increase in unrestricted net assets	26,725,189

Series 2014

Outstanding Indebtedness

Series	Outstanding Par	Final Maturity
2013A	22,175,000	10/15/2028
2013B	30,300,000	10/15/2027
2013C	28,450,000	10/15/2038
2014	69,560,000	10/1/2043
Total	150,485,000	

Series 2014

Maximum Annual Debt Service Coverage

Fiscal Year Ended September 30,

	<u>2016</u>
Excess of Revenues over Expenses	<u>19,462,492</u>
Plus: Depreciation and Amortization Interest Expense	<u>20,726,255</u>
Income Available for Debt Service (A)	<u>40,188,747</u>
Maximum Annual Debt Service (B)	<u>13,599,029</u>
Maximum Annual Debt Service Coverage Ratio ((A)/(B))	<u>2.96</u>

Series 2014

Capitalization

As of September 30,

	<u>2016</u>
Bonds Outstanding, less current portion	<u>146,447,869</u>
Capital Leases, less current portion	<u>4,940,292</u>
Net Long-Term Debt	<u>151,388,161</u>
Total Net Assets	<u>165,612,801</u>
Total Capitalization	<u>317,000,962</u>
Percent Long-Term Debt to Capitalization	<u>47.8%</u>

Series 2014

Liquidity

As of September 30,

	<u>2016</u>
Cash	<u>42,152,465</u>
Short-Term Investments	<u>73,750,620</u>
Total unrestricted cash and short-term investments	<u>115,903,085</u>
Average Daily Cash Expense	<u>795,440</u>
Days Cash on Hand	<u>146</u>