



*Date:* August 11, 2017

RE: Officers Certificate for Jupiter Medical Center Obligated Group  
Relating to the Quarterly Filing  
Issues Including:  
Palm Beach County Health Facilities Authority Hospital Revenue Bonds  
(Jupiter Medical Center, Inc. Project), Series 2013A, \$52,000,000  
Dated: April 24, 2013

I hereby certify that the report filed on August 11, 2017 constitutes the quarterly financial information required by the Continuing Disclosure Agreement. I further certify that the information complies with the Continuing Disclosure Agreement and the Rule as required. DAC shall be entitled to rely on this certificate.  
If you have further questions about this matter please do not hesitate to call.

A handwritten signature in blue ink, appearing to read 'Dale Hocking', is written over a horizontal line.

Dale Hocking  
Vice President and Chief Financial Officer



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## Jupiter Medical Center

Palm Beach County Health Facilities Authority Hospital Revenue Bonds (Jupiter Medical Center, Inc. Project),  
Series 2013A, \$52,000,000 Dated: April 24, 2013

Series 2013A

### List of the Members of the Obligated Group, if it has changed since the last Annual Report

As of September 30, 2013

Obligated Group includes:  
Medical Center  
Pavilion  
Foundation

Series 2013A

### Jupiter Medical Center, Inc. and Affiliated Companies Condensed Consolidated Statements of Activities

Fiscal Years Ended September 30,

9 mos ending

6/30/2017

#### JMC Obligated Group

(in 000s)

<b>Patient Revenue</b>	
Net patient revenue	\$172,442
<b>Other Operating Revenue</b>	
Unrestricted contributions	\$5,381
Other operating revenue	\$2,409
Investment income	\$1,918
Foundation support for program	\$3,720
Partnership/Joint Venture Income	\$72
<b>Total Operating Revenue</b>	\$185,942
<b>Expenses:</b>	
Salaries & wages	\$63,785
Employee benefits	\$10,006
Contract labor	\$5,362
Supplies	\$32,518
Purchased services	\$18,598
Drugs	\$13,332
Utilities	\$2,446
Interest	\$1,721
Insurance	\$3,328
Lease & rental	\$3,605
Depreciation	\$11,519
Maintenance	\$7,006
Other operating expenses	\$4,370
<b>Total Operating Expense</b>	\$177,595
<b>Total Operating Income/(Loss)</b>	\$8,347
<b>Unrealized gains and losses</b>	\$3,912
<b>Excess of Revenues over Expenses</b>	\$12,259

Series 2013A

**Sources of Operating Revenue**

**Jupiter Medical Center, Inc. (Hospital Only)**

Fiscal Years Ended September 30,

9 mos ending

6/30/2017

**Medical Center**

Medicare and Medicare Mgd. Care	57.69%
Medicaid and Medicaid Mgd. Care	3.59%
Managed Care	20.08%
Blue Cross	14.30%
Self Pay and Other	4.33%
<b>Total</b>	<b>100.0%</b>

Series 2013A

**Key Operating Statistics**

Fiscal Years Ended September 30,

9 mos ending

6/30/2017

**JMC Obligated Group**

<b>Description of Metric</b>	
Admissions (less newborns)	8,815
Patient Days (less newborns)	36,062
Acute A.D.C. (less newborns)	132.1
A.L.O.S. (less newborns)	4.20
Case Mix Index – Medicare	1.6786
E.R. Visits	29,607
Observation Discharges	2,939
Observation Days	3,694
Outpatient Visits	99,356
Surgical Cases – Inpatient	2,959
Surgical Cases – Outpatient	3,356
Pavilion A.D.C.	24
Newborn Births	1,073

**JUPITER MEDICAL CENTER OBLIGATED GROUP**  
**Balance Sheet**  
**June 30, 2017**

<b>ASSETS</b>	<b>JUN</b>
Current Assets	
Cash and Cash Equivalents	38,630,218
Short Term Investments	253,376
Accounts Receivable, Net	31,636,976
Pledges Receivable, Current Portion	4,277,704
Estimated Third Party Payor AR	12,750
Inventories	4,729,589
Other Current Assets	11,158,429
<b>Total Current Assets</b>	<b>90,699,042</b>
Assets Whose Use is Limited	
By Board	48,817,930
By Bond	3,467,977
Self Insurance	2,537,560
Donor Restricted	48,923,730
<b>Total Assets Whose Use is Limited</b>	<b>103,747,197</b>
Pledge Receivable, Net of Current Portion	12,929,896
Long Term Investments	10,629,081
PPE, Net	138,019,819
Other Assets	
Unamortized Loan Costs	1,475,685
Other	10,633,190
<b>Total Other Assets</b>	<b>12,108,875</b>
<b>TOTAL ASSETS</b>	<b>368,133,911</b>

**JUPITER MEDICAL CENTER OBLIGATED GROUP**  
**Balance Sheet**  
**June 30, 2017**

	<b>JUN</b>
<b>LIABILITIES AND NET ASSETS</b>	
Current Liabilities	
Accounts Payable and Accrued Expenses	24,384,295
Estimated Third Party Payor AP	829,918
Accrued Interest Payable	338,838
Liability for Self Insurance Programs, Current Portion	1,987,727
Current Portion of Long Term Debt	6,146,195
Other Current Liabilities	5,503,776
<b>Total Current Liabilities</b>	<b>39,190,749</b>
Long Term Debt	51,064,729
Other Liabilities	
Liability for Self Insurance Programs, Long Term	4,511,454
Other Long Term Liabilities	1,286,075
<b>Total Other Liabilities</b>	<b>5,797,529</b>
<b>TOTAL LIABILITIES</b>	<b>96,053,006</b>
Net Assets:	
Unrestricted Fund	188,916,272
Unrestricted Fund Change	12,259,224
Temporarily Restricted	50,842,908
Temporarily Restricted Change	14,792,753
Permanently Restricted	4,546,992
Permanently Restricted Change	722,756
<b>TOTAL NET ASSETS</b>	<b>272,080,905</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>368,133,911</b>

**Statement of Cash Flows**  
**Jupiter Medical Center - Obligated Group**  
**June 30, 2017**

YTD

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Excess Revenues over Expenses	12,259,224
Restricted Contributions Not shown as Income	12,579,275
Used in Operating Activities:	
Increase in accumulated depreciation	11,430,724
(Increase)/Decrease in Net Patient Accounts Receivable	(4,418,967)
(Increase)/Decrease in Unconsolidated Affiliate Accts. Rec.	(4,217,143)
(Increase)/Decrease in Other Receivables	16,090
(Increase)/Decrease in Inventories	72,771
(Increase)/Decrease in Pre-Paid Expenses	(1,585,437)
Increase/(Decrease) in Accounts Payable	29,205
Increase/(Decrease) in Notes and Loans Payable	201,906
Increase/(Decrease) in Accrued Payroll and Benefits	1,920,902
Increase/(Decrease) in Accrued Expenses	16,460
Increase/(Decrease) in Other Reserves	247,022
Increase/(Decrease) in Third Party Advances/Liabilities	(823,608)
Increase/(Decrease) in Other Current Liabilities	(15,053,287)
Net Cash Used in Operating Activities:	<u>12,675,137</u>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Purchase of Property, Plant and Equipment	(10,219,514)
(Increase)/Decrease in Assets whose use is Limited	(3,686,337)
(Increase)/Decrease in Other Assets	1,931,669
Net Cash Used in Investing Activities	<u>(11,974,182)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES:**

Increase/(Decrease) in Bond/Mortgage Debt	(3,309,315)
Increase/(Decrease) in Other Long Term Liabilities	284,595
Net Cash Provided by Financing Activities	<u>(3,024,720)</u>

**(INCREASE)/DECREASE IN RESTRICTED ASSETS**

	<u>(11,005,174)</u>
Net Increase/(Decrease) in Cash	(13,328,939)
Cash, Beginning of Period	<u>51,959,157</u>
Cash, End of Period	<u><u>\$ 38,630,218</u></u>

## **Covenant Compliance Certificate**

**Jupiter Medical Center, Inc. Obligated Group**

**Period Ending Date: June 30, 2017**

### **1. Long-Term Maximum Annual Debt Service Coverage Ratio (Exhibit C, Section 2(i) of the Financing Agreement)**

<b>Date:</b>	<b>Twelve months ending June 30, 2017</b>
<b>Long-Term Maximum Annual Debt Service Coverage Ratio:</b>	<b>3.62x</b>
<b>Minimum Covenant:</b>	<b>1.10x</b>

The Obligated Group will maintain a Long-Term Maximum Annual Debt Service Coverage Ratio calculated as of the end of each Fiscal Year of at least 1.10. This covenant shall be tested based upon, and at the time of delivery of, the Obligated Group's audited financial statements. "Long-Term Maximum Annual Debt Service Coverage Ratio" means for any Fiscal Year the ratio determined by dividing (i) the Income Available for Debt Service, by (ii) Maximum Annual Debt Service.

### **2. Days Cash on Hand (Exhibit C, Section 2(ii) of the Financing Agreement)**

<b>Date:</b>	<b>June 30, 2017</b>
<b>Days Cash on Hand:</b>	<b>158.5</b>
<b>Minimum Covenant:</b>	<b>75 Days</b>

The Obligated Group will maintain, as of September 30 of each year, at least 75 Days Cash on Hand. This covenant shall be tested based upon and at the time of delivery of the Obligated Group's audited financial statements. "Days Cash on Hand" means as of the date of calculation, the amount determined by dividing (a) the aggregate amount of Unrestricted Cash and Investments of the Members of the Obligated Group multiplied by 365 by (b) the total operating expenses of the Obligated Group for the twelve month period ending on the date of determination and for purposes of calculating operating expenses for this paragraph, depreciation and amortization shall not be included in operating expenses.

I hereby certify that to the best of my knowledge, the accompanying financial information accurately represents the financial condition and performance of the Jupiter Medical Center, Inc. Obligated Group. To the best of my knowledge no event of default exists.

**Signed By:**



**Name:** Dale Hocking  
**Title:** Vice President and Chief Financial Officer  
**Date:** August 11, 2017