TO: Sierra Kings Health Care District, Board of Directors

Sierra Kings Health Care District, Finance Committee

Chinayera Black Hardaman, Executive Director

FROM: Teresa Jacques, CFO

DATE: March 12, 2025

RE: February 2025 Unaudited Financial Statement Overview

**OVERVIEW**

**BALANCE SHEET – FEBRUARY 2025**

- Cash in bank – $131,538
    - Decrease of $284,355. The decrease in cash is attributed to the LAIF deposit of $260,000 and quarterly grant payments.
- LAIF - $11,085,866
    - Increase of $299,502 over January. The increase reflects a transfer in the amount of $260,000, and the February interest accrual of $39,502.
- Total Accounts Payable - $106,343
    - Decrease of $18,526. The accounts payable decreased $73,811 while accrued payables increased $55,286 both the decrease in accounts payable and the increase in accrued payables are due to grants payments and grant accruals.
- Net Position increased $81,671.

**PROFIT AND LOSS STATEMENT – FEBRUARY 2025 (8 MONTHS OF FY2025)**

**MONTHLY SUMMARY**

- The gain in net position for February was average at $81,671.
- The gain from non-Operating activities for the month was $116,569.
- Net operating income **without** depreciation for February are $1,381 under budget.
- Expenses are $3,552 over budget for February due to legal expenses and professional fees.

**FY 2025 YEAR TO DATE SUMMARY**

- The gain in net position YTD is under budget $314,655 due primarily to the YTD savings in expenses.
- The gain from non-Operating activities YTD is under budget $50,364 due to interest income.
- Net operating income **without** depreciation YTD is under budget $264,291, due primarily to the savings in professional fees and grants year to date.
- Expenses are $246,141 under budget of which 91% remains in the professional fees and grant awards categories.

**OPERATING AND NON-OPERATING REVENUES AND EXPENSES FOR YTD FY2025 (8 months)**

**INCOME**

Below are the highlights of the operating and non-operating income versus the budget for FY2025:

- Grant income – $18,149 under budget due to the receipt of additional Cal Viva funds of $25,000 for the fiscal year.
- Interest income (LAIF and US Bank) - $50,364 under budget due primarily to the receipt of additional interest in July for US Bank investments.

**OPERATING EXPENSES**

Below are the highlights of the expenses versus the budget for FY2025:

- Salaries and Benefits – Under budget $9,650 due to vacation accrual budgeting.
- Professional Fees - Under budget $120,866 year-to-date due primarily to use of hospital specialty consultants and CFO.
- Legal Fees - Over budget $4,410 YTD, due to the use of BBK attorneys for general legal counsel.
- Purchased Services - Under budget $10,811 year-to-date which continues to increase slightly since November. The District has still not received the election costs from the County of Fresno.
- Grants - Under budget $104,235 year-to-date due to the following:
    - VROP grant - $36,250
    - Pathways to Hope - $12,500
    - Farmers Market events - $10,419
    - Several closed grants - $8,139
    - Other special initiatives and grants delayed or not assigned - $36,927

**YEAR OVER YEAR COMPARISON**

The February Profit and Loss Comparison shows expenses $21,735 lower in February 2024**.** Professional fees and legal fees are the largest categories where the expenses were higher in FY25. Professional fees were higher due to the cost of the hospital special consultants.

In February 2025, the purchased services were $7,945 lower due to activity with the ADA consultants.

Interest income in February 2025 was $28,642 higher than 2024.

The net position was $6,358 higher in FY25 compared to FY24.

# Sierra Kings Health Care District
## Unaudited Balance Sheet Comparison
### As of February 28, 2025

| | As of Feb 28, 2025 | As of Jan 31, 2025 (PP) | Change |
|---|---|---|---|
| **ASSETS** | | | |
| **Current Assets** | | | |
| **Bank Accounts** | | | |
| **Bank of the Sierra Checking** | 131,538 | 415,892 | (284,355) |
| **Total Bank Accounts** | **$ 131,538** | **$ 415,892** | **$ (284,355)** |
| **Accounts Receivable** | | | |
| **Receivable - Property Leases** | 2,230,371 | 2,324,239 | (93,868) |
| **Total Accounts Receivable** | **$ 2,230,371** | **$ 2,324,239** | **$ (93,868)** |
| **Other Current Assets** | | | |
| **Local Agency Investment Fund** | 11,085,866 | 10,786,364 | 299,502 |
| **Accrued Property Taxes** | 90,932 | 47,157 | 43,775 |
| **Prepaid Insurance** | 6,303 | 7,764 | (1,462) |
| **Prepaid Expenses - Other** | 12,998 | 3,625 | 9,373 |
| **Prepaid Grants** | 2,200 | 2,933 | (733) |
| **Prepaid Deposits & Refunds** | 1,000 | 1,000 | 0 |
| **Prepaid Lease Payments** | 0 | 2,500 | (2,500) |
| **GO Bonds - Taxes At County** | 1,102,849 | 959,353 | 143,496 |
| **GO Bond 2009 Project Fund** | (0) | (0) | 0 |
| **Total Other Current Assets** | **$ 12,302,147** | **$ 11,810,696** | **$ 491,451** |
| **Total Current Assets** | **$ 14,664,056** | **$ 14,550,827** | **$ 113,228** |
| **Fixed Assets** | | | |
| **Land** | 576,215 | 576,215 | 0 |
| **Parking Lot** | 1,300,131 | 1,300,131 | 0 |
| **Buildings and Improvement** | 36,052,106 | 36,052,106 | 0 |
| **Fixed Equipment** | 1,090,736 | 1,090,736 | 0 |
| **Accum Depr - Parking Lot/Land Improvements** | (1,063,416) | (1,061,441) | (1,976) |
| **Accumulated Depreciation - Hospital** | (18,160,409) | (18,077,529) | (82,879) |
| **Accumulated Depreciation - Fixed Equipment** | (713,330) | (710,560) | (2,770) |
| **Total Fixed Assets** | **$ 19,082,033** | **$ 19,169,659** | **$ (87,625)** |
| **TOTAL ASSETS** | **$ 33,746,089** | **$ 33,720,486** | **$ 25,603** |
| **LIABILITIES AND EQUITY** | | | |
| **Current Liabilities** | | | |
| **Accounts Payable** | 1,907 | 75,718 | (73,811) |
| **Accrued Expenses - Other** | 104,436 | 49,150 | 55,286 |
| **Total Accounts Payable** | **$ 106,343** | **$ 124,869** | **$ (18,526)** |
| **Other Current Liabilities** | | | |
| **Accrued Payable Audit Fees** | 9,440 | 9,440 | 0 |
| **Accrued Payroll** | 4,064 | 4,064 | 0 |
| **Accrued Payroll Vacation** | 1,504 | 2,578 | (1,074) |
| **Accrued Payroll Tax** | 2,424 | 2,424 | 0 |
| **Accrued Unemployment Insurance** | 714 | 476 | 238 |
| **Employer Contribution 403b** | 3,146 | 1,573 | 1,573 |
| **Accrued Interest - GO Bond** | 71,593 | (1,160) | 72,753 |
| **Current Maturity - GO Bonds** | 75,892 | 75,892 | 0 |
| **Current Maturities - 2015 GO Bond** | 870,000 | 870,000 | 0 |
| **Deferred Revenue** | 16,500 | 22,000 | (5,500) |
| **Total Other Current Liabilities** | **$ 1,055,276** | **$ 987,287** | **$ 67,990** |
| **Total Current Liabilities** | **$ 1,161,619** | **$ 1,112,155** | **$ 49,464** |
| **Long-Term Liabilities** | | | |
| **Deferred Inflow - Property Leases** | 2,326,071 | 2,425,278 | (99,208) |
| **GO Bond 2015 Bond Payable** | 17,540,000 | 17,540,000 | 0 |
| **GO Bond 2015 Bond Premium** | 954,347 | 960,131 | (5,784) |
| **GO Cap App Bond 2002 - Bond Premium** | 41,072 | 41,612 | (540) |
| **Total Long-Term Liabilities** | **$ 20,861,490** | **$ 20,967,022** | **$ (105,532)** |
| **Total Liabilities** | **$ 22,023,109** | **$ 22,079,177** | **$ (56,068)** |
| **Net Position** | | | |
| **Fund Balance - Unrestricted** | 10,931,066 | 10,931,066 | 0 |
| **Net Income** | 791,915 | 710,244 | 81,671 |
| **Total Equity** | **$ 11,722,980** | **$ 11,641,309** | **$ 81,671** |
| **TOTAL LIABILITIES AND EQUITY** | **$ 33,746,089** | **$ 33,720,486** | **$ 25,603** |

# Sierra Kings Health Care District
## Unaudited Profit and Loss FYE 2025
### Three Month Trend and Year to Date

| | Dec 2024 | | | Jan 2025 | | | Feb 2025 | | | Year to Date | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Actual | Budget | Over Budget | Actual | Budget | Over Budget | Actual | Budget | Over Budget | Actual | Budget | Over Budget |
| **Income** | | | | | | | | | | | | |
| Rebates/Refunds -Uncategorized Income | | | 0 | | | 0 | | | 0 | 770 | 0 | 770 |
| Rental/Lease Income - Adventist Health | 89,284 | 89,308 | (23) | 92,669 | 92,204 | 465 | 92,903 | 92,475 | 428 | 717,314 | 716,576 | 738 |
| Rental/Lease Income - Imai/Matharu | 259 | 257 | 2 | 263 | 261 | 2 | 267 | 264 | 3 | 2,029 | 2,011 | 18 |
| Property Tax Revenue | 43,775 | 43,775 | 0 | 43,775 | 43,775 | 0 | 43,775 | 43,775 | 0 | 350,200 | 350,200 | 0 |
| Property Lease Interest Income | 7,375 | 7,339 | 36 | 6,275 | 7,072 | (797) | 6,037 | 6,798 | (761) | 60,587 | 61,911 | (1,324) |
| Grant Income | 6,196 | 3,000 | 3,196 | 7,500 | 3,000 | 4,500 | 5,500 | 3,000 | 2,500 | 57,948 | 40,000 | 17,948 |
| **Total Income** | **$ 146,890** | **$ 143,679** | **$ 3,211** | **$ 150,483** | **$ 146,312** | **$ 4,170** | **$ 148,483** | **$ 146,312** | **$ 2,170** | **$ 1,188,848** | **$ 1,170,699** | **$ 18,149** |
| **Gross Profit** | **$ 146,890** | **$ 143,679** | **$ 3,211** | **$ 150,483** | **$ 146,312** | **$ 4,170** | **$ 148,483** | **$ 146,312** | **$ 2,170** | **$ 1,188,848** | **$ 1,170,699** | **$ 18,149** |
| **Expenses** | | | | | | | | | | | | |
| Payroll Salaries and Wages | 22,707 | 26,539 | (3,832) | 24,944 | 27,746 | (2,802) | 21,185 | 24,127 | (2,942) | 191,220 | 211,108 | (19,889) |
| Payroll Nonproductive Time | 1,687 | 629 | 1,058 | 1,687 | 629 | 1,058 | 1,687 | 629 | 1,058 | 14,341 | 5,032 | 9,309 |
| Payroll Taxes | 1,951 | 2,030 | (79) | 2,457 | 2,123 | 335 | 2,243 | 1,846 | 398 | 17,833 | 16,388 | 1,445 |
| Employee Benefits | 3,738 | 3,977 | (239) | 4,053 | 4,036 | 17 | 4,066 | 3,857 | 208 | 31,286 | 31,754 | (468) |
| Workers Compensation | 91 | 100 | (9) | 91 | 100 | (9) | 91 | 100 | (9) | 754 | 800 | (46) |
| Board Stipends | 700 | 1,000 | (300) | 1,300 | 1,000 | 300 | 1,800 | 1,000 | 800 | 7,600 | 8,000 | (400) |
| Professional Fees | 5,097 | 23,608 | (18,511) | 10,201 | 23,608 | (13,408) | 30,762 | 22,908 | 7,854 | 82,400 | 203,267 | (120,866) |
| Legal Fees | 0 | 1,000 | (1,000) | 237 | 1,000 | (763) | 5,000 | 1,000 | 4,000 | 12,410 | 8,000 | 4,410 |
| Office Supplies | 315 | 630 | (315) | | 210 | (210) | | 210 | (210) | 829 | 2,310 | (1,481) |
| Minor Equipment | 120 | 0 | 120 | | 1,200 | (1,200) | | 0 | 0 | 1,007 | 1,200 | (193) |
| Advertising/Promotional | 1,307 | 1,750 | (443) | 3,000 | 1,750 | 1,250 | 2,714 | 1,750 | 964 | 21,485 | 20,885 | 600 |
| Purchased Services | 2,133 | 2,220 | (87) | 1,180 | 1,945 | (765) | 1,320 | 2,970 | (1,650) | 13,854 | 24,665 | (10,811) |
| Rent or Lease of Buildings | 2,500 | 2,800 | (300) | 2,500 | 2,500 | 0 | 2,500 | 2,500 | 0 | 20,000 | 20,600 | (600) |
| Utilities | | | 0 | | | 0 | | | 0 | 0 | 0 | 0 |
| Training, Education, and Travel | 238 | 100 | 138 | | 100 | (100) | | 250 | (250) | 8,911 | 11,950 | (3,039) |
| Memberships | 225 | 300 | (75) | 260 | 300 | (40) | 225 | 300 | (75) | 1,835 | 2,400 | (565) |
| Other Expense | 279 | 200 | 79 | 519 | 200 | 319 | 309 | 200 | 109 | 2,885 | 1,600 | 1,285 |
| Grant Awards - General and Mini Grants | (16,901) | 27,687 | (44,589) | 7,335 | 31,142 | (23,808) | 20,484 | 26,987 | (6,504) | 180,440 | 284,675 | (104,235) |
| Insurance | 1,369 | 1,569 | (200) | 1,370 | 1,569 | (199) | 1,370 | 1,569 | (199) | 10,957 | 11,551 | (594) |
| **Total Expenses** | **$ 27,557** | **$ 96,140** | **$ (68,583)** | **$ 61,134** | **$ 101,158** | **$ (40,024)** | **$ 95,756** | **$ 92,203** | **$ 3,552** | **$ 620,043** | **$ 866,184** | **$ (246,141)** |
| **Net Operating Income w/out Depreciation** | **$ 119,333** | **$ 47,539** | **$ 71,794** | **$ 89,348** | **$ 45,154** | **$ 44,194** | **$ 52,727** | **$ 54,109** | **$ (1,382)** | **$ 568,805** | **$ 304,514** | **$ 264,291** |
| Depreciation & Amortization | 87,625 | 87,625 | 0 | 87,625 | 87,625 | 0 | 87,625 | 87,625 | 0 | 701,003 | 701,003 | 0 |
| **Net Operating Income with Depreciation** | 31,708 | (40,086) | 71,794 | 1,723 | (42,471) | 44,194 | (34,898) | (33,516) | (1,382) | (132,198) | (396,488) | 264,291 |
| **Non Operating Income & Expenses** | | | | | | | | | | | | |
| Bond Issuance & Capital Appreciation Costs | 6,324 | 6,325 | (1) | 6,324 | 6,324 | 0 | 6,324 | 6,324 | 0 | 50,595 | 50,594 | 1 |
| US Bank Investment - Gain/Loss | | 0 | 0 | | 0 | 0 | | 0 | 0 | (37,457) | (37,457) | (0) |
| Local Agency Investment Fund - Interest | 39,136 | 36,674 | 2,462 | 43,548 | 37,109 | 6,438 | 39,502 | 38,071 | 1,431 | 313,312 | 294,667 | 18,646 |
| U.S. Bank Investment Fund - Interest | | | 0 | | | 0 | | | 0 | 31,718 | 0 | 31,718 |
| Property Tax Revenue - GO Bond Tax | 143,496 | 143,496 | 0 | 143,496 | 143,496 | 0 | 143,496 | 143,496 | 0 | 1,147,967 | 1,147,967 | 0 |
| Bond Interest Expense | (72,753) | (72,753) | 0 | (72,753) | (72,753) | 0 | (72,753) | (72,753) | 0 | (582,022) | (582,022) | 0 |
| **Total Other Income & Expenses** | **$ 116,203** | **$ 113,742** | **$ 2,462** | **$ 120,615** | **$ 114,176** | **$ 6,439** | **$ 116,569** | **$ 115,138** | **$ 1,431** | **$ 924,112** | **$ 873,748** | **$ 50,364** |
| **Change In Net Position** | **$ 147,911** | **$ 73,655** | **$ 74,256** | **$ 122,338** | **$ 71,705** | **$ 50,633** | **$ 81,671** | **$ 81,622** | **$ 49** | **$ 791,915** | **$ 477,260** | **$ 314,655** |

| Sierra Kings Health Care District<br>Cash Analysis<br><br>Checking Account | Est Balance as of 2/1/25 | Est Balance as of 2/1/25 |
|---|---|---|
| Balance forward | $415,892 | $131,538 |
| Lease Payments | 93,868 | 96,919 |
| Property Taxes | | |
| Other Income | 500 | |
| Grant Income - USDA | | |
| Total cash | 510,260 | 228,457 |
| **Less--** | | |
| Deposits to LAIF | 260,000 | 0 |
| Operating expenses paid | 118,722 | 85,000 |
| Total payments | 378,722 | 85,000 |
| **Checking Acct balance end of period** | **$131,538** | **$143,457** |
| **Investment Accounts** | **Est Balance as of 2/1/25** | **Est Balance as of 2/1/25** |
| **LAIF Account** | | |
| Balance Forward | 10,786,364 | 11,085,866 |
| Quarterly interest received | | |
| Transferred | | |
| Accrued interest | 39,502 | 40,000 |
| Deposits | 260,000 | 0 |
| **LAIF Balance end of Period** | **11,085,866** | **11,125,866** |
| **Total Cash** | **11,217,404** | **11,269,323** |

# PMIA/LAIF Performance Report
# as of 03/05/25

## Quarterly Performance
## Quarter Ended 12/31/24

| | |
|---|---|
| LAIF Apportionment Rate[2]: | 4.62 |
| LAIF Earnings Ratio[2]: | 0.00012664187216722 |
| LAIF Administrative Cost[1]*: | 0.28 |
| LAIF Fair Value Factor[1]: | 0.999621985 |
| PMIA Daily[1]: | 4.40 |
| PMIA Quarter to Date[1]: | 4.48 |
| PMIA Average Life[1]: | 252 |

## PMIA Average Monthly Effective Yields[1]

| | |
|---|---|
| **February** | **4.333** |
| January | 4.366 |
| December | 4.434 |
| November | 4.477 |
| October | 4.518 |
| September | 4.575 |

## Pooled Money Investment Account
## Monthly Portfolio Composition [1]
## 1/31/25
## $162.9 billion

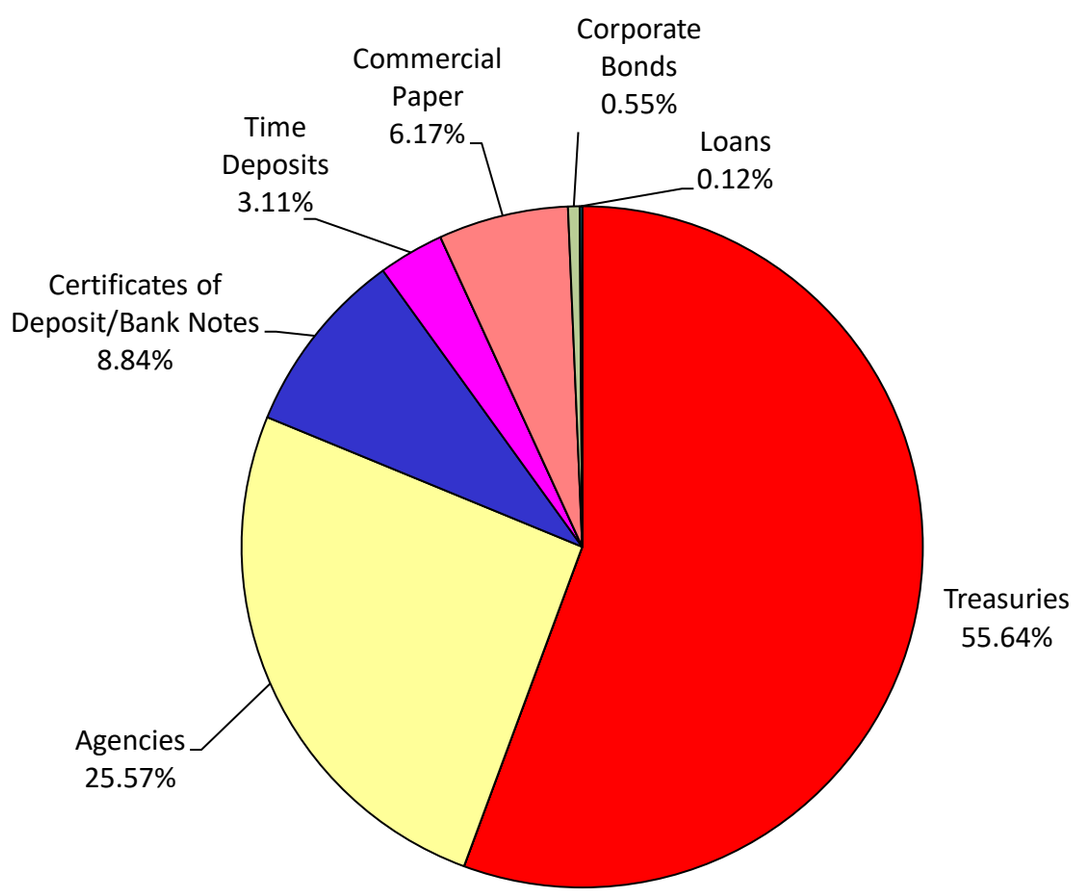


Chart does not include $1,213,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

**Daily rates are now available here.** **View PMIA Daily Rates**

*Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).*

**The percentage of administrative cost equals the total administrative cost divided by the quarterly interest earnings. The law provides that administrative costs are not to exceed 5% of quarterly EARNINGS of the fund. However, if the 13-week Daily Treasury Bill Rate on the last day of the fiscal year is below 1%, then administrative costs shall not exceed 8% of quarterly EARNINGS of the fund for the subsequent fiscal year.*

Source:
[1] State of California, Office of the Treasurer
[2] State of California, Office of the Controller