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: February 8, 2025

RE: January 2025 Unaudited Financial Statement Overview

OVERVIEW

BALANCE SHEET – January 2025

- Cash in bank – $415,892
  - Increase of $393,227 over December. The contributing factors to the high cash balance were a deposit in transit of $259,976 for property taxes, the District also received both the January and February AH lease payments and the USDA grant monies. The District also transferred $12,000 to the LAIF account.
- LAIF - $10,786,364
  - Increase of $55,548 over December. The increase reflects a transfer in the amount of $12,000, and the January interest accrual of $39,448. The District received the quarterly interest payment for the second quarter in the amount of $121,936.
- Accrued Property Taxes – 47,157
  - Net decrease of $216,201 consisting of receipt of $259,976 in property taxes and the January accrual.
- GO Bonds-Taxes At County - $1,250,982
  - Net decrease of $291,629 consisting of the semi-annual GO bond interest payment of $435,125 and the January accrual.
- Total Accounts Payable - $124,869
  - Decrease of $16,365 over December. The accounts payable increase of $68,223 and decrease in accrued payables of $84,589 was due to receipt and processing of the grant awards quarterly reports.
- Accrued Interest Payable – ($1,160)
  - Net decrease of $362,372 consisting of the semi-annual GO Bond payment and the January accrual.
- Net Position increased $122,338 due to a decrease in expenses.

PROFIT AND LOSS STATEMENT – JANUARY 2025 (7 MONTHS OF FY2025)

MONTHLY SUMMARY

- The gain in net position for January was higher than average at $122,338, due to a decrease in the grant and professional fees expenses for the month.

- The gain from non-Operating activities for the month was $120,615.
- Net operating income **without** depreciation for January was $89,348 due to the decrease in expenses.
- Expenses are $40,024 under budget for January due primarily to grant expenses and professional fees.

FY 2025 YEAR TO DATE SUMMARY

- The gain in net position YTD is under budget $314,606 due primarily to the YTD savings in expenses.
- The gain from non-Operating activities YTD is under budget $48,933 due to interest income.
- Net operating income **without** depreciation YTD is under budget $265,673, due primarily to the savings in professional fees and grants year to date.
- Expenses are $249,694 under budget for under of which 91% were in the professional fees and grant awards categories.

OPERATING AND NON-OPERATING REVENUES AND EXPENSES FOR YTD FY2025 (7 months)

INCOME

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

- Grant income – $15,979 under budget due to the receipt of additional Cal Viva funds of $25,000 for the fiscal year.
- Interest income (LAIF and US Bank) - $48,933 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 $8,363 due to vacation accrual budgeting.
- Professional Fees - Under budget $128,720 year-to-date due primarily to use of hospital specialty consultants and CFO.
- Legal Fees - Over budget $410 YTD, a decrease from the YTD in December due to minimal legal expenses in January.
- Purchased Services - Under budget $9,162 year-to-date another slight increase in January. The District has still not received the election costs from the County of Fresno.
- Grants - Under budget $97,731 year-to-date due to the following:
    - VROP grant - $36,250
    - Pathways to Hope - $12,500
    - Farmers Market events - $10,419
    - Other special initiatives and grants delayed or not assigned - $38,000

YEAR OVER YEAR COMPARISON

The January Profit and Loss Comparison shows expenses $5,612 higher in January **2024.** Grant awards and purchased services are the largest categories where the expenses were higher in January 2024. Purchased services were higher in January 2024 due to the ADA compliance work performed.

In January 2025, the professional fees were higher due to activity with the hospital special consultants.

Sierra Kings Health Care District
Unaudited Balance Sheet Comparison
As of January 31, 2025

	As of Jan 31, 2025	As of Dec 31, 2024 (PP)	Change
ASSETS			
Current Assets			
Bank Accounts			
Bank of the Sierra Checking	415,892	22,665	393,227
Total Bank Accounts	**$ 415,892**	**$ 22,665**	**$ 393,227**
Accounts Receivable			
Receivable - Property Leases	2,324,239	2,524,996	(200,757)
Receivable - Grants	-	18,654	(18,654)
Total Accounts Receivable	**$ 2,324,239**	**$ 2,543,650**	**$ (219,411)**
Other Current Assets			
Local Agency Investment Fund	10,786,364	10,730,816	55,548
Accrued Property Taxes	47,157	263,358	(216,201)
Prepaid Insurance	7,764	9,226	(1,462)
Prepaid Expenses - Other	3,625	3,850	(225)
Prepaid Grants	2,933	3,667	(733)
Prepaid Deposits & Refunds	1,000	1,000	-
Prepaid Lease Payments	2,500	2,500	-
GO Bonds - Taxes At County	959,353	1,250,982	(291,629)
GO Bond 2009 Project Fund	(0)	(0)	-
Total Other Current Assets	**$ 11,810,696**	**$ 12,265,399**	**$ (454,703)**
Total Current Assets	**$ 14,550,827**	**$ 14,831,714**	**$ (280,887)**
Fixed Assets			
Land	576,215	576,215	-
Parking Lot	1,300,131	1,300,131	-
Buildings and Improvement	36,052,106	36,052,106	-
Fixed Equipment	1,090,736	1,090,736	-
Accum Depr - Parking Lot/Land Improvements	(1,061,441)	(1,059,465)	(1,976)
Accumulated Depreciation - Hospital	(18,077,529)	(17,994,650)	(82,879)
Accumulated Depreciation - Fixed Equipment	(710,560)	(707,790)	(2,770)
Total Fixed Assets	**$ 19,169,659**	**$ 19,257,284**	**$ (87,625)**
TOTAL ASSETS	**$ 33,720,486**	**$ 34,088,998**	**$ (368,512)**
LIABILITIES AND EQUITY			
Current Liabilities			
Accounts Payable	75,718	7,496	68,223
Accrued Expenses - Other	49,150	127,340	(78,190)
Total Accounts Payable	**$ 124,869**	**$ 134,835**	**$ (9,967)**
Other Current Liabilities			
Accrued Payable Audit Fees	9,440	9,440	-
Accrued Payroll	4,064	9,310	(5,246)
Accrued Payroll Vacation	2,578	3,383	(805)
Accrued Payroll Tax	2,424	5,662	(3,239)
Accrued Unemployment Insurance	476	238	238
Employer Contribution 403b	1,573	-	1,573
Accrued Interest - GO Bond	(1,160)	361,213	(362,372)
Current Maturity - GO Bonds	75,892	75,892	-
Current Maturities - 2015 GO Bond	870,000	870,000	-
Deferred Revenue	22,000	27,500	(5,500)
Total Other Current Liabilities	**$ 987,287**	**$ 1,362,638**	**$ (375,351)**
Total Current Liabilities	**$ 1,112,155**	**$ 1,497,473**	**$ (385,318)**
Long-Term Liabilities			
Deferred Inflow - Property Leases	2,425,278	2,524,486	(99,208)
GO Bond 2015 Bond Payable	17,540,000	17,540,000	-
GO Bond 2015 Bond Premium	960,131	965,915	(5,784)
GO Cap App Bond 2002 - Bond Premium	41,612	42,152	(540)
Total Long-Term Liabilities	**$ 20,967,022**	**$ 21,072,554**	**$ (105,532)**
Total Liabilities	**$ 22,079,177**	**$ 22,570,027**	**$ (490,850)**
Net Position			
Fund Balance - Unrestricted	10,931,066	10,931,066	-
Net Income	710,244	587,905	122,338
Total Equity	**$ 11,641,309**	**$ 11,518,971**	**$ 122,338**
TOTAL LIABILITIES AND EQUITY	**$ 33,720,486**	**$ 34,088,998**	**$ (368,512)**

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

	Nov 2024			Dec 2024			Jan 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	770		770			0			0	770	0	770
Rental/Lease Income - Adventist Health	89,020	89,045	(24)	89,284	89,308	(23)	92,669	92,204	465	624,411	624,101	310
Rental/Lease Income - Imai/Matharu	256	253	2	259	257	2	263	261	2	1,762	1,746	15
Property Tax Revenue	43,775	43,775	0	43,775	43,775	0	43,775	43,775	0	306,425	306,425	0
Property Lease Interest Income	7,643	7,606	37	7,375	7,339	36	6,275	7,072	(797)	54,550	55,113	(564)
Grant Income	10,034	3,000	7,034	6,196	3,000	3,196	7,500	3,000	4,500	52,448	37,000	15,448
Total Income	**$ 151,498**	**$ 143,679**	**$ 7,819**	**$ 146,890**	**$ 143,679**	**$ 3,211**	**$ 150,483**	**$ 146,312**	**$ 4,170**	**$ 1,040,365**	**$ 1,024,386**	**$ 15,979**
Gross Profit	**$ 151,498**	**$ 143,679**	**$ 7,819**	**$ 146,890**	**$ 143,679**	**$ 3,211**	**$ 150,483**	**$ 146,312**	**$ 4,170**	**$ 1,040,365**	**$ 1,024,386**	**$ 15,979**
Expenses												
Payroll Salaries and Wages	24,940	25,333	(393)	22,707	26,539	(3,832)	24,944	27,746	(2,802)	170,035	186,981	(16,947)
Payroll Nonproductive Time	2,531	629	1,902	1,687	629	1,058	1,687	629	1,058	12,653	4,403	8,250
Payroll Taxes	2,106	1,938	168	1,951	2,030	(79)	2,457	2,123	335	15,589	14,542	1,047
Employee Benefits	4,364	3,917	447	3,738	3,977	(239)	4,053	4,036	17	27,220	27,897	(677)
Workers Compensation	96	100	(4)	91	100	(9)	91	100	(9)	663	700	(38)
Board Stipends	700	1,000	(300)	700	1,000	(300)	1,300	1,000	300	5,800	7,000	(1,200)
Professional Fees	1,986	27,808	(25,822)	5,097	23,608	(18,511)	10,201	23,608	(13,408)	51,638	180,358	(128,720)
Legal Fees	547	1,000	(454)	0	1,000	(1,000)	237	1,000	(763)	7,410	7,000	410
Office Supplies	98	210	(112)	315	630	(315)		210	(210)	829	2,100	(1,271)
Minor Equipment		0	0	120	0	120		1,200	(1,200)	1,007	1,200	(193)
Advertising/Promotional	2,791	1,750	1,041	1,307	1,750	(443)	3,000	1,750	1,250	18,771	19,135	(364)
Purchased Services	3,214	10,728	(7,514)	2,133	2,220	(87)	1,180	1,945	(765)	12,533	21,695	(9,162)
Rent or Lease of Buildings	2,500	2,500	0	2,500	2,800	(300)	2,500	2,500	0	17,500	18,100	(600)
Utilities			0			0			0	0	0	0
Training, Education, and Travel	384	250	134	238	100	138		100	(100)	8,911	11,700	(2,789)
Memberships	225	300	(75)	225	300	(75)	260	300	(40)	1,610	2,100	(490)
Other Expense	689	200	489	279	200	79	519	200	319	2,576	1,400	1,176
Grant Awards - General and Mini Grants	24,827	31,964	(7,137)	(16,901)	27,687	(44,589)	7,335	31,142	(23,808)	159,956	257,687	(97,731)
Insurance	1,369	1,369	1	1,369	1,569	(200)	1,370	1,569	(199)	9,586	9,982	(395)
Total Expenses	**$ 73,366**	**$ 110,997**	**$ (37,631)**	**$ 27,557**	**$ 96,140**	**$ (68,583)**	**$ 61,134**	**$ 101,158**	**$ (40,024)**	**$ 524,287**	**$ 773,981**	**$ (249,694)**
Net Operating Income w/out Depreciation	**$ 78,133**	**$ 32,682**	**$ 45,450**	**$ 119,333**	**$ 47,539**	**$ 71,794**	**$ 89,348**	**$ 45,154**	**$ 44,194**	**$ 516,078**	**$ 250,405**	**$ 265,673**
Depreciation & Amortization	87,625	87,625	0	87,625	87,625	0	87,625	87,625	0	613,377	613,377	0
Net Operating Income with Depreciation	(9,493)	(54,943)	45,450	31,708	(40,086)	71,794	1,723	(42,471)	44,194	(97,299)	(362,972)	265,673
Non Operating Income & Expenses												
Bond Issuance & Capital Appreciation Costs	6,324	6,324	0	6,324	6,325	(1)	6,324	6,324	0	44,270	44,270	0
US Bank Investment - Gain/Loss		0	0		0	0		0	0	(37,457)	(37,457)	(0)
Local Agency Investment Fund - Interest	39,489	36,700	2,789	39,136	36,674	2,462	43,548	37,109	6,438	273,810	256,595	17,215
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	1,004,471	1,004,471	0
Bond Interest Expense	(72,753)	(72,753)	0	(72,753)	(72,753)	0	(72,753)	(72,753)	0	(509,269)	(509,269)	0
Total Other Income & Expenses	**$ 116,556**	**$ 113,767**	**$ 2,789**	**$ 116,203**	**$ 113,742**	**$ 2,462**	**$ 120,615**	**$ 114,176**	**$ 6,439**	**$ 807,543**	**$ 758,610**	**$ 48,933**
Change In Net Position	**$ 107,064**	**$ 58,824**	**$ 48,239**	**$ 147,911**	**$ 73,655**	**$ 74,256**	**$ 122,338**	**$ 71,705**	**$ 50,633**	**$ 710,244**	**$ 395,638**	**$ 314,606**

Sierra Kings Health Care District

Profit and Loss Comparison

January 2025

	TOTAL		
	JAN 2025	JAN 2024 (PY)	CHANGE
Income			
5780.10 Rental/Lease Income - Adventist Health	92,668.90	86,377.32	6,291.58
5780.20 Rental/Lease Income - Imai/Matharu	263.23	278.81	-15.58
5780.50 Property Tax Revenue	43,775.00	42,916.67	858.33
5781.00 Property Lease Interest Income	6,275.45	10,158.42	-3,882.97
5781.10 Grant Income	7,500.00	2,222.22	5,277.78
Total Income	**$150,482.58**	**$141,953.44**	**$8,529.14**
GROSS PROFIT	**$150,482.58**	**$141,953.44**	**$8,529.14**
Expenses			
8610.00 Payroll Salaries and Wages	24,943.60	19,968.81	4,974.79
8610.05 Payroll Nonproductive Time	1,687.12	4,098.02	-2,410.90
8610.10 Payroll Taxes	2,457.40	5,270.66	-2,813.26
8610.12 Employee Benefits	4,053.46	3,103.63	949.83
8610.16 Workers Compensation	91.25	96.00	-4.75
8610.20 Board Stipends	1,300.00	200.00	1,100.00
8610.22 Professional Fees	10,200.50	4,417.41	5,783.09
8610.23 Legal Fees	237.00	2,467.00	-2,230.00
8610.46 Office Supplies		52.33	-52.33
8610.50 Advertising/Promotional	3,000.00	1,770.25	1,229.75
8610.60 Purchased Services	1,179.78	8,259.53	-7,079.75
8610.75 Rent or Lease of Buildings	2,500.00	2,500.00	0.00
8610.85 Memberships	260.00	260.00	0.00
8610.90 Other Expense	519.37	396.12	123.25
8610.95 Grant Awards - General and Mini Grants	7,334.53	12,574.29	-5,239.76
8840.82 Insurance	1,370.33	1,311.86	58.47
Total Expenses	**$61,134.34**	**$66,745.91**	**$ -5,611.57**
NET OPERATING INCOME	**$89,348.24**	**$75,207.53**	**$14,140.71**
Other Income			
9060.00 Bond Issuance & Capital Appreciation Costs	6,324.34	6,324.34	0.00
9060.30 US Bank Investment - Gain/Loss		2,398.30	-2,398.30
9060.50 Local Agency Investment Fund - Interest	43,547.88	10,503.00	33,044.88
9060.60 U.S. Bank Investment Fund - Interest		3,694.47	-3,694.47
9160.20 Property Tax Revenue - GO Bond Tax	143,495.83	143,729.17	-233.34
Total Other Income	**$193,368.05**	**$166,649.28**	**$26,718.77**
Other Expenses			
8810.72 Depreciation & Amortization	87,625.35	87,869.38	-244.03
9060.10 Bond Interest Expense	72,752.78	75,527.78	-2,775.00
Total Other Expenses	**$160,378.13**	**$163,397.16**	**$ -3,019.03**
NET OTHER INCOME	**$32,989.92**	**$3,252.12**	**$29,737.80**
NET INCOME	**$122,338.16**	**$78,459.65**	**$43,878.51**

Sierra Kings Health Care District Cash Analysis Checking Account	Cash Balance as of 1/1/25	Est Balance as of 2/1/25
Balance forward	$22,665	$415,892
Lease Payments	200,757	193,182
Property Taxes	259,976	
Other Income		
Grant Income - USDA	18,654	
Total cash	502,052	609,075
Less--		
Deposits to LAIF	12,000	310,000
Operating expenses paid	74,160	130,000
Total payments	86,160	440,000
Checking Acct balance end of period	**$415,892**	**$169,075**
Investment Accounts	**Cash Balance as of 1/1/25**	**Est Balance as of 2/1/25**
LAIF Account		
Balance Forward	10,730,816	10,786,364
Quarterly interest received	121,936	
Transferred		
Accrued interest	-78,388	40,000
Deposits	12,000	310,000
LAIF Balance end of Period	**10,786,364**	**11,136,364**
Total Cash	**11,202,256**	**11,305,439**

PMIA/LAIF Performance Report as of 02/05/25

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]

January	**4.366**
December	4.434
November	4.477
October	4.518
September	4.575
August	4.579

Pooled Money Investment Account Monthly Portfolio Composition [1] 12/31/24 $155.4 billion

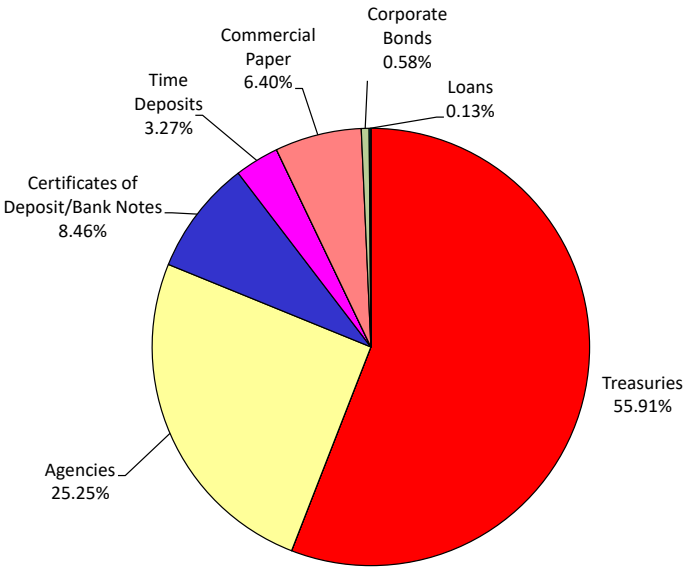

Chart does not include $1,239,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

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