

**Peninsula Health Care District  
Operating Budget 2022 - 2023  
Board Approved May 26, 2022**

	BUDGET FY 22-23						FY 21-22	
	PHCD	The Trousdale AL/MC Facility	Health & Fitness Center	allcove Teen Mental Health Center	Sonrisas (Component Unit)	Consolidated Budget	Projected Actual FY 21-22	Budget FY 21-22
<b>Ordinary Income/Expense</b>								
<b>Income</b>								
San Mateo County Tax	7,800,000					7,800,000	7,603,265	7,500,000
Lease Income	2,366,785					2,366,785	2,394,965	2,348,437
Investment Income	(447,653)	14,105				(433,549)	(767,803)	202,627
Miscellaneous Income	367,716					367,716	1,529,928	371,316
Program Operating Income		12,011,960	134,650	587,323	4,218,556	16,952,489	15,674,797	15,720,652
<b>Total Income</b>	<b>10,086,848</b>	<b>12,026,065</b>	<b>134,650</b>	<b>587,323</b>	<b>4,218,556</b>	<b>27,053,441</b>	<b>26,435,152</b>	<b>26,143,031</b>
<b>Expense</b>								
Community Health Investment	(3,922,176)	0	0	0		(3,922,176)	(3,913,751)	(3,770,752)
Administrative & Overhead	(2,217,333)					(2,217,333)	(1,427,325)	(1,874,736)
Program Operating Expense		(9,076,255)	(361,220)	(2,018,026)	(4,848,638)	(16,304,139)	(12,677,347)	(14,039,982)
<b>Total Expense</b>	<b>(6,139,509)</b>	<b>(9,076,255)</b>	<b>(361,220)</b>	<b>(2,018,026)</b>	<b>(4,848,638)</b>	<b>(22,443,648)</b>	<b>(18,018,422)</b>	<b>(19,685,469)</b>
<b>Interest/Depreciation Expense</b>								
Interest Expense		(1,622,150)	0			(1,622,150)	(1,679,923)	(1,679,923)
Depreciation	(180,650)	(2,568,217)	(13,430)	(107,000)	(319,310)	(3,188,606)	(2,738,278)	(3,157,965)
<b>Total Interest/Depreciation Expense</b>	<b>(180,650)</b>	<b>(4,190,367)</b>	<b>(13,430)</b>	<b>(107,000)</b>	<b>(319,310)</b>	<b>(4,810,757)</b>	<b>(4,418,201)</b>	<b>(4,837,887)</b>
<b>Net Income</b>	<b>3,766,689</b>	<b>(1,240,557)</b>	<b>(240,000)</b>	<b>(1,537,704)</b>	<b>(949,392)</b>	<b>(200,964)</b>	<b>3,998,529</b>	<b>1,619,675</b>
PHCD Program Support (Internal Transfer)*	(3,222,774)	240,000	247,070	1,835,704	900,000	0	0	0
<b>Net Income after PHCD Program Support</b>	<b>543,916</b>	<b>(1,000,557)</b>	<b>7,070</b>	<b>298,000</b>	<b>(49,392)</b>	<b>(200,964)</b>	<b>3,998,529</b>	<b>1,619,675</b>
<b>Cashflow - Cash Adjusting Items</b>								
WAB Loan Principal Payments		(1,545,000)				(1,545,000)	(1,490,000)	(1,490,000)
Capital Expenditure	(12,500)	(55,000)	(20,500)	(405,000)	(238,380)	(731,380)	(419,478)	(1,025,365)
Depreciation	180,650	2,568,217	13,430	107,000	319,310	3,188,606	2,738,278	3,157,965
<b>Net Contribution(Draw) to Reserves</b>	<b>712,065</b>	<b>(32,340)</b>	<b>0</b>	<b>0</b>	<b>31,538</b>	<b>711,263</b>	<b>4,827,329</b>	<b>2,262,274</b>

\* PHCD Program Support is part of the Community Health Investment Budget

Financial Ratios	PHCD Ratios **	FY 22-23 Budget	
EBIDA Margin	10%	17%	👍
Excess Margin <sup>1</sup>	5%	-1%	👎
Days Cash on Hand	500	568	👍
Debt Service Coverage <sup>2</sup>	1.6	1.46	👎
Debt Burden <sup>3</sup>	8%	12%	👎
Unrestricted Reserves/Debt <sup>4</sup>	150%	91%	👎
Debt to Capitalization	40%	35%	👍

\*\* PHCD Ratios were determined from a combination of hospital and assisted living facility averages. The District is a hybrid model and does not fit exactly into one mold. Therefore the ratios should be evaluated as a whole and used as a guide or reference.

1 Excess Margin is lower than the PHCD Ratios due to allcove startup

2 Budget Ratio is below PHCD Ratio due to allcove startup. Debt Service requires 1.2 coverage

3 Debt Burden is the cost of servicing debt. To reduce the ratio, PHCD will either need to increase revenue or decrease debt.

4 Unrestricted Reserves/Debt - PHCD Ratio of 150% means having 1.5X in excess cash of the debt amount. Currently, PHCD is at 91%.