

PENINSULA HEALTH CARE DISTRICT
Operating Budget 2015-2016
APPROVED AT REGULAR MEETING OF THE BOARD 5-28-15

FUNDS RECEIVED & USED ANNUALLY (Summary)

	Jun-14		Jun-15		Jun-16
	Budget	Actual	Budget	Estimated Actual	Proposed Budget
FUNDS RECEIVED					
Tax Contributions	4,600,000	5,110,430	4,750,000	5,167,422	5,100,000
Rental Income	2,241,386	2,254,602	2,245,000	2,301,301	2,560,235
Investment Income	318,500	769,772	508,500	428,331	388,750
Other	5,000	11,209	5,000	7,127	28,000
TOTAL FUNDS RECEIVED	7,164,886	8,146,013	7,508,500	7,904,181	8,076,985
FUNDS USED FOR OPERATIONS					
Community Health Investments	2,150,000	2,155,295	2,000,000	1,993,954	2,000,000
Administrative & Overhead	424,350	423,418	445,500	453,854	514,000
Outside Services & Communications	353,750	304,051	504,184	587,287	1,327,000
Other Expenses, Services & Fees (Misc.)	137,400	118,450	309,850	284,542	138,100
Real Estate Expenses	165,500	171,987	120,510	208,219	178,800
TOTAL FUNDS USED FOR OPERATIONS	3,231,000	3,173,201	3,380,044	3,527,856	4,157,900
NET ADDITION TO BOARD RESERVES FROM OPERATIONS	3,933,886	4,972,812	4,128,456	4,376,325	3,919,085
FUNDS USED FOR APPROVED PROJECTS					
ACE Program	2,300,000	2,300,000	0	0	0
Kimochoi			0	300,000	0
Healthy Schools Initiative	1,650,000	1,286,538	1,700,000	575,525	0
Apple Tree Dental		600,000	1,350,641	1,400,000	0
TOTAL FUNDS FOR PROJECTS	3,950,000	4,186,538	3,050,641	2,275,525	0
Depreciation		(114,012)	115,000	132,626	115,000
NET ADDITION (REDUCTION) OF BOARD RESERVES	(16,114)	672,262	962,815	1,968,174	3,804,085

Board Finance Policy Targets

- 1) **EBIDA margin of 12% or higher**
 [Earnings minus (Debt interest, Depreciation, Amortization) ÷ Total revenue]
- 2) **Excess margin of 7% or higher**
 [Net Revenue ÷ Total revenue]
- 3) **Days Cash on Hand 265 days or greater**
 - a. \$8,857/day X 265 = \$2,347,145;
 - b. PHCD has \$44M in reserves
- 4) **Debt service coverage ratio 2.0 times or above -**
 - a. Indicator greater than loan covenant of 1.2
 - b. 1.2 times = \$1.6M

Proposed Budget Meets or Exceeds Targets

>45%

>47%

Reserves >\$44M

Net rev. = 2.45 coverage