

CHOCTAW REGIONAL MEDICAL CENTER
(A Component Unit of Choctaw County, Mississippi)

STATEMENTS OF NET POSITION

September 30, 2021 and 2020

	<u>Assets</u>	
	<u>2021</u>	<u>2020</u>
Current Assets		
Cash	\$ 8,890,275	\$ 12,413,892
Patient accounts receivable, net of estimated uncollectibles of \$6,207,539 and \$3,239,755, respectively	4,773,560	3,133,464
Estimated amounts due from third-party payors	253,121	1,777,268
Inventory	97,098	124,511
Prepaid expenses	296,085	137,123
Total current assets	<u>14,310,139</u>	<u>17,586,258</u>
Capital Assets		
Property and equipment, net of depreciation	12,131,807	12,442,739
Other Assets		
Assets whose use is limited	650,952	646,466
Patient trust funds	63,597	57,949
Unemployment reserve account	36,931	36,931
Total other assets	<u>751,480</u>	<u>741,346</u>
Total assets	<u><u>\$ 27,193,426</u></u>	<u><u>\$ 30,770,343</u></u>

The accompanying notes are an integral part of the financial statements.

CHOCTAW REGIONAL MEDICAL CENTER
(A Component Unit of Choctaw County, Mississippi)

STATEMENTS OF NET POSITION (Continued)

September 30, 2021 and 2020

<u>Liabilities and Net Position</u>		
	<u>2021</u>	<u>2020</u>
Current Liabilities		
Accounts payable	\$ 999,978	\$ 1,719,095
Refundable advances	1,099,379	7,546,644
Paycheck Protection Program loan	-	2,314,300
Patient accounts receivable credit balances	198,662	172,054
Accrued expenses and payroll withholdings	778,123	772,794
Accrued interest payable	59,922	51,077
Estimated amounts due to third-party payors	60,823	750,000
Current maturities of note payable	535,000	505,000
Current maturities of capital lease obligations	11,975	14,128
Total current liabilities	3,743,862	13,845,092
Noncurrent Liabilities		
Note payable, less current maturities	1,574,011	2,295,000
Capital lease obligations, less current maturities	15,924	19,714
Patient trust funds	63,390	57,949
Total noncurrent liabilities	1,653,325	2,372,663
Total liabilities	5,397,187	16,217,755
Net Position		
Invested in capital assets, net of related debt	9,994,897	9,608,897
Restricted note agreement	650,952	646,466
Unrestricted	11,150,390	4,297,225
Total net position	21,796,239	14,552,588
Total liabilities and net position	\$ 27,193,426	\$ 30,770,343

The accompanying notes are an integral part of the financial statements.

CHOCTAW REGIONAL MEDICAL CENTER
(A Component Unit of Choctaw County, Mississippi)

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

For the Years Ended September 30, 2021 and 2020

	2021	2020
Operating Revenues		
Net patient revenue	\$ 20,912,501	\$ 20,267,295
Net 340B pharmacy program revenue	2,314,954	2,238,040
Other revenue	62,899	39,131
Total operating revenues	<u>23,290,354</u>	<u>22,544,466</u>
Operating Expenses		
Salaries and benefits	14,023,877	14,433,966
Supplies and drugs	2,518,110	2,424,522
Other expenses	4,607,072	5,229,836
Insurance	320,285	191,716
Depreciation	614,044	703,545
Total operating expenses	<u>22,083,388</u>	<u>22,983,585</u>
Income (loss) from operations	1,206,966	(439,119)
Nonoperating Revenues (Expenses)		
Contributions from Choctaw County	840,029	572,798
Other contributions, grants and assistance	5,332,380	2,353,574
Interest income	5,426	3,295
Interest expense	(141,150)	(175,039)
Total nonoperating revenues (expenses)	<u>6,036,685</u>	<u>2,754,628</u>
Change in net position	7,243,651	2,315,509
Net position, beginning of year	<u>14,552,588</u>	<u>12,237,079</u>
Net position, end of year	<u><u>\$ 21,796,239</u></u>	<u><u>\$ 14,552,588</u></u>

The accompanying notes are an integral part of the financial statements.

CHOCTAW REGIONAL MEDICAL CENTER
(A Component Unit of Choctaw County, Mississippi)

STATEMENTS OF CASH FLOWS

For the Years Ended September 30, 2021 and 2020

	2021	2020
Cash Flows From Operating Activities:		
Receipts from and on behalf of patients	\$ 20,133,776	\$ 19,653,151
Payments for supplies and other expenses	(8,296,133)	(8,127,566)
Payments to and on behalf of employees	(14,018,548)	(14,373,265)
Other receipts and payments	2,377,853	12,438,115
Net cash provided by operating activities	196,948	9,590,435
Cash Flows From Capital and Related Financing Activities:		
Principal payments on notes payable	(690,989)	(485,000)
Principal payments on capital lease obligations	(5,943)	(45,262)
Change in assets whose use is limited	(4,486)	4,504
Interest paid on long-term debt	(132,305)	(205,604)
Purchase of capital assets	(303,112)	(244,140)
Net cash used for capital and related financing activities	(1,136,835)	(975,502)
Cash Flows From Noncapital Financing Activities:		
Contributions	1,461,825	2,926,372
Recoupment of Medicare advance payments	(4,050,981)	-
Net cash provided by (used for) noncapital financing activities	(2,589,156)	2,926,372
Cash Flows From Investing Activities:		
Interest income	5,426	3,295
Net increase in cash and cash equivalents	(3,523,617)	11,544,600
Cash and cash equivalents - beginning of the year	12,413,892	869,292
Cash and cash equivalents - end of the year	<u>\$ 8,890,275</u>	<u>\$ 12,413,892</u>
Reconciliation of Operating Income (Loss) to Net Cash		
Used For Operating Activities:		
Operating income (loss)	\$ 1,206,966	\$ (439,119)
Adjustments to Reconcile Operating Income (Loss) to Net		
Cash Flows Provided By (Used For) Operating Activities:		
Depreciation and amortization	614,044	703,545
Provisions for uncollectible accounts	3,943,841	3,633,197
Change in assets and liabilities:		
Patient accounts receivable	(4,059,997)	(5,001,535)
Supplies and current assets	(131,549)	(125,731)
Accounts payable, accrued expenses, and other		
current liabilities	(687,180)	10,070,078
Estimated third-party payor settlements	(689,177)	750,000
Net cash provided by operating activities	<u>\$ 196,948</u>	<u>\$ 9,590,435</u>

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