

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

STATEMENTS OF NET POSITION

September 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
<u>Assets</u>		
Current Assets		
Cash	\$ 13,654,955	\$ 11,386,157
Patient accounts receivable, net of estimated uncollectibles of \$2,888,832 and \$3,544,140, respectively	2,857,368	3,428,863
Estimated amounts due from third-party payors	888,674	346,778
Inventory	111,957	111,898
Prepaid expenses	312,926	302,603
Total current assets	<u>17,825,880</u>	<u>15,576,299</u>
Noncurrent Assets		
Capital assets, net	10,900,663	11,514,092
Lease assets, net	300,425	466,329
Patient trust funds	51,549	56,665
Unemployment reserve account	36,931	36,931
Total noncurrent assets	<u>11,289,568</u>	<u>12,074,017</u>
Total assets	<u>\$ 29,115,448</u>	<u>\$ 27,650,316</u>
<u>Liabilities and Net Position</u>		
Current Liabilities		
Accounts payable	\$ 1,224,197	\$ 563,456
Patient accounts receivable credit balances	648,959	368,421
Accrued expenses and payroll withholdings	765,296	588,521
Current portion of lease liabilities	166,929	167,569
Total current liabilities	<u>2,805,381</u>	<u>1,687,967</u>
Noncurrent Liabilities		
Lease liabilities, less current portion	143,411	310,339
Patient trust funds	51,137	56,253
Total noncurrent liabilities	<u>194,548</u>	<u>366,592</u>
Total liabilities	<u>2,999,929</u>	<u>2,054,559</u>
Net Position		
Net investment in capital assets	10,890,748	11,502,513
Unrestricted	15,224,771	14,093,244
Total net position	<u>26,115,519</u>	<u>25,595,757</u>
Total liabilities and net position	<u>\$ 29,115,448</u>	<u>\$ 27,650,316</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 REVENUES, EXPENSES, AND CHANGES IN NET POSITION

For the Years Ended September 30, 2023 and 2022

	2023	2022
Operating Revenues		
Net patient revenue	\$ 21,108,837	\$ 21,250,105
Net 340B pharmacy program revenue	2,402,374	2,283,319
Other revenue	221,822	177,768
Total operating revenues	<u>23,733,033</u>	<u>23,711,192</u>
Operating Expenses		
Salaries and benefits	14,776,101	13,883,917
Supplies and drugs	2,975,554	2,634,201
Other expenses	4,553,908	5,241,874
Insurance	220,470	71,459
Depreciation and amortization	799,931	818,594
Total operating expenses	<u>23,325,964</u>	<u>22,650,045</u>
Income from operations	407,069	1,061,147
Nonoperating Revenues (Expenses)		
Contributions from Choctaw County	591	1,564,736
Other contributions, grants and assistance	60,667	1,268,819
Interest income	76,797	5,120
Interest expense	(25,362)	(100,304)
Total nonoperating revenues (expenses)	<u>112,693</u>	<u>2,738,371</u>
Change in net position	519,762	3,799,518
Net position, beginning of year	<u>25,595,757</u>	<u>21,796,239</u>
Net position, end of year	<u>\$ 26,115,519</u>	<u>\$ 25,595,757</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, 2023 and 2022

	2023	2022
Cash Flows From Operating Activities:		
Receipts from and on behalf of patients	\$ 21,418,974	\$ 22,609,876
Payments for supplies and other expenses	(7,099,573)	(8,405,374)
Payments to and on behalf of employees	(14,599,326)	(14,133,441)
Other receipts and payments	2,624,196	2,461,087
Net cash provided by operating activities	2,344,271	2,532,148
Cash Flows From Capital and Related Financing Activities:		
Principal payments on notes payable	-	(2,109,011)
Principal payments on lease liabilities	(167,568)	(161,410)
Change in assets whose use is limited	-	650,952
Interest paid on notes payable and lease liabilities	(25,358)	(100,303)
Purchase of capital assets	(20,601)	(55,789)
Net cash used for capital and related financing activities	(213,527)	(1,775,561)
Cash Flows From Noncapital Financing Activities:		
Contributions	61,258	2,833,555
Recoupment of Medicare advance payments	-	(1,099,379)
Net cash provided by noncapital financing activities	61,258	1,734,176
Cash Flows From Investing Activities:		
Interest income	76,796	5,119
Net increase in cash and cash equivalents	2,268,798	2,495,882
Cash and cash equivalents - beginning of the year	11,386,157	8,890,275
Cash and cash equivalents - end of the year	\$ 13,654,955	\$ 11,386,157

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 (Continued)

For the Years Ended September 30, 2023 and 2022

Reconciliation of Income from Operations to Net Cash

Used For Operating Activities:

Income from operations	\$	407,069	\$	1,061,147
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Adjustments to Reconcile Income From Operations to Net

Cash Flows Provided By Operating Activities:

Depreciation and amortization	799,931	818,594
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Provisions for uncollectible accounts	2,027,628	4,916,877
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Change in assets and liabilities:

Patient accounts receivable	(1,456,133)	(3,572,385)
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Inventory and prepaid expenses	(10,382)	(21,318)
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Accounts payable, accrued expenses, and other current liabilities	1,118,054	(516,287)
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Estimated third-party payor settlements	(541,896)	(154,480)
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Net cash provided by operating activities	<u>\$</u>	<u>2,344,271</u>	<u>\$</u>	<u>2,532,148</u>
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Noncash Capital and Related Financing Activities:

Lease liabilities incurred for lease assets	<u>\$</u>	<u>-</u>	<u>\$</u>	<u>611,419</u>
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