

BLOSS MEMORIAL HEALTHCARE DISTRICT
FY 2023 BUDGET

The 2023 Budget Reports attached include both the Summary and Detail Formats.

The FY 2023 Budget reflects a projected accrual Net Profit of \$35,338, which includes a transfer for Capital Expenditures for reserves.

An overview of Budget Development and significant changes is as follows:

Total Operating Revenues:

Bloss Memorial Health Care District are property owners to two facilities located in Atwater, California. Rental Income is calculated with the current lease agreements with the annual increases. Rental Income is budgeted at \$1,824,179.

Other Revenue is budgeted for any rebates and refunds. A conservative amount was budgeted for \$2,970.

Total Non-Operating Revenues

Bloss Trust calculated at \$543,130 reflecting the anticipated Year End Distributions for FY 2023. Bloss Trust Revenue is budgeted at actual receipts less \$100,000 of FY 2022, expected to be conservative with the impact on the market due to recovery from the pandemic.

Property Tax Revenue is budgeted at the actual receipts of FY 2022 to reflect the tax income earned paid to Bloss Memorial Healthcare District from Merced County for \$436,249.

Interest Income estimated at \$1,517 for the Laif Interest and PNC money market account earning.

Operating Expenses

Total operating expense is estimated at \$2,423,316 for the operations of the two facilities located at the Bloss and Castle site. Total operating expense includes half of the rental costs for Sierra Kings located at 145 S. Newmark Avenue, Parlier, California.

Dental Surgery Centers of America has signed a Commercial Sublease Agreement and will reimburse Bloss half of the facility Rent. Blue Cloud is responsible for Utilities, Alarm, Phone, Yard Maintenance, Bio Hazzard, Technology, Real Property Taxes, Personal Property taxes and Building Maintenance. These items have been exclude from the Bloss budget.

Salaries and Benefits

Total Salaries and Benefits includes the actual in compensation and corresponding benefits to obtain Executive Services for \$128,542.

Professional Fees

Professional Fees total is \$210,641 for Contracted service for Consulting and Management, Legal Fees, Auditing, and Other Contacted Services, which include accounting services and building maintenance provided by Castle Family Health Centers, Inc.

Supplies

The supply expense estimate is for food, office supplies, and other minor equipment used for monthly board meetings and minor building maintenance supplies for the two facilities located at Bloss and Castle.

Purchased Services

The majority of expense in purchased services consists of Other Purchased Services for \$503,334. These services include pest control, housekeeping, security services, monitoring, and lawn care. Included in purchased services is building repairs and maintenance services. Additional \$100,000 has been budgeted with expected repairs needed for the two facilities. Janitorial expense is budgeted for the cost of housekeeping for Castle Dental per rental agreement.

Depreciation

Depreciation Expense projected on the schedule of existing Assets. Additional depreciation expense of \$30,000 was included in Buildings and Improvements for major repair costs of the two sites located at Bloss and Castle.

Utilities

Operating expense is budgeted in utilities for electricity, gas, water, garbage, and sewer totaling \$343,760.

Other Operating

Other operating expense budget is for facility liability insurance, Telephone, Training, and other expense.

Non-Operating Expense

Donations in grants for \$55,060 to assist partnering healthcare organizations in providing medical programs to the community.

The change in value on the Bloss investments will impact the overall income statements, for that reason gains and losses on investments was budgeted at actual change in value for FY 2022.

Transfer to On-Going Capital Expenditures

Transfer to On-Going Capital Expenditures are funds for \$100,000 in unforeseen repairs for the two properties owned by Bloss Memorial Health Care District.

SUMMARY**Bloss Memorial Healthcare District, A Public Entity****FY 23 BUDGET**

RENTAL INCOME	<u>1,824,179</u>
OTHER REVENUE	<u>2,970</u>
TOTAL NET OPERATING REVENUE	<u>1,827,149</u>
OPERATING EXPENSES	
SALARIES AND WAGES	109,616
EMPLOYEE BENEFITS	18,926
PROFESSIONAL FEES	210,641
SUPPLIES	7,945
PURCHASED SERVICES	705,814
DEPRECIATION	783,571
RENTS AND LEASES	128,917
UTILITIES	343,760
INSURANCE	100,000
OTHER EXPENSE	<u>14,127</u>
TOTAL OPERATING EXPENSE	<u>2,423,316</u>
NET INCOME FROM OPERATIONS	-596,167
NON-OPERATING REVENUE	1,125,460
NON-OPERATING EXPENSE	<u>393,954</u>
NET NON-OPERATING INCOME	<u>731,505</u>
TRANSFERS FOR CAPITAL EXPENDITURES	<u>100,000</u>
NET INCOME	<u><u>35,338</u></u>

DETAILED
Bloss Memorial Healthcare District, A Public Entity

FY 23 BUDGET

REVENUE

RENTAL INCOME	1,824,179
MISC OTHER OPERATING REVENUE	2,970
TOTAL OTHER OPERATING REVENUE	2,970
TOTAL NET OPERATING REVENUE	1,827,149

EXPENSES

SALARIES

MANAGEMENT AND SUPERVISION	100,000
VACATION EXPENSE	9,616
TOTAL SALARIES	109,616

BENEFITS

FICA	8,221
UNEMPLOYMENT INSURANCE	4,800
LIFE INSURANCE	0
PENSION PLAN	4,800
WORKERS COMP	1,105
TOTAL BENEFITS	18,926

TOTAL SALARIES AND BENEFITS	128,542
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PROFESSIONAL FEES

PHYSICIAN	0
MEDICAL THERAPIST & OTHER	0
CONSULTING & MANAGEMENT	9,140
LEGAL	28,086
ACCOUNTING/AUDIT	10,000
OTHER CONTRACTED SERVICE	163,414
TOTAL PROFESSIONAL FEES	210,641

SUPPLIES

FOOD	500
OFFICE SUPPLIES	805
OTHER MINOR EQUIPMENT	440
OTHER NON-MEDICAL SUPPLIES	6,000
FREIGHT ON PURCHASES	200

TOTAL SUPPLIES	7,945
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PURCHASED SERVICES

REPAIRS AND MAINTENANCE	181,000
JANITORAL EXPENSE	13,080
MANAGEMENT SERVICES	8,400
OTHER PURCHASED SERVICES	503,334

TOTAL PURCHASED SERVICES	705,814
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DEPRECIATION

DEPREC-LAND & IMPROVEMENT	13,000
DEPREC-BUILDINGS & IMPROVEMENT	684,002
DEPREC-LEASEHOLD IMPROVEMENT	8,000
DEPREC-EQUIPMENT	78,569

TOTAL DEPRECIATION	783,571
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RENTS AND LEASES

RENTAL - BUILDING SIERRA KINGS	128,917
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TOTAL RENTS AND LEASES	128,917
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UTILITIES

ELECTRICITY	250,000
RADIOLOGY ELECTRICITY	4,000
NATURAL GAS	31,059
WATER	29,500
UTILITIES - OTHER	29,201

TOTAL UTILITIES	343,760
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OTHER OPERATING EXPENSES

SUMMARY

SIERRA KINGS DENTAL SURGERY CENTER

FY 23 BUDGET

NET PATIENT REVENUE	<u>0</u>
OTHER REVENUE	<u>0</u>
TOTAL NET OPERATING REVENUE	<u>0</u>

OPERATING EXPENSES

PURCHASED SERVICES	0
DEPRECIATION	0
RENTS AND LEASES	128,917
UTILITIES	0
OTHER EXPENSE	<u>0</u>
TOTAL OPERATING EXPENSE	<u>128,917</u>

NET INCOME FROM OPERATIONS	-128,917
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NET INCOME	<u><u>-128,917</u></u>
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