

HOSPITAL AUTHORITY OF WILKES COUNTY, GEORGIA

Balance Sheets
April 30, 2024 and 2023

	<u>2024</u>	Restated <u>2023</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 5,632,000	\$ 4,944,000
Patient accounts receivable, net of estimated uncollectibles of \$1,533,000 in 2024 and \$1,948,000 in 2023	1,423,000	1,331,000
Estimated third-party payor settlements	694,000	806,000
Supplies	217,000	231,000
Other current assets	<u>849,000</u>	<u>1,379,000</u>
Total current assets	<u>8,815,000</u>	<u>8,691,000</u>
Noncurrent cash and investments:		
Held by trustee under indenture agreement	<u>1,861,000</u>	<u>1,695,000</u>
Capital assets:		
Land	68,000	68,000
Depreciable, net of accumulated depreciation	9,567,000	9,837,000
Intangible right-to-use lease assets and subscription IT assets, net of accumulated amortization	<u>4,177,000</u>	<u>906,000</u>
Total capital assets, net	<u>13,812,000</u>	<u>10,811,000</u>
Total assets	<u>\$ 24,488,000</u>	<u>\$ 21,197,000</u>

Continued

HOSPITAL AUTHORITY OF WILKES COUNTY, GEORGIA

Balance Sheets, Continued
April 30, 2024 and 2023

	<u>2024</u>	Restated <u>2023</u>
LIABILITIES AND NET POSITION		
Current liabilities:		
Current maturities of long-term debt	\$ 587,000	\$ 570,000
Current maturities of lease and subscription IT liabilities	456,000	267,000
Accounts payable	340,000	421,000
Accrued expenses	<u>912,000</u>	<u>1,146,000</u>
Total current liabilities	2,295,000	2,404,000
Long-term debt, net of current maturities	8,436,000	9,023,000
Lease and subscription IT liabilities, net of current maturities	<u>3,799,000</u>	<u>620,000</u>
Total liabilities	<u>14,530,000</u>	<u>12,047,000</u>
Net position:		
Net investment in capital assets	534,000	331,000
Restricted	1,861,000	1,695,000
Unrestricted	<u>7,563,000</u>	<u>7,124,000</u>
Total net position	<u>9,958,000</u>	<u>9,150,000</u>
 Total liabilities and net position	 <u>\$ 24,488,000</u>	 <u>\$ 21,197,000</u>

See accompanying notes to financial statements.

HOSPITAL AUTHORITY OF WILKES COUNTY, GEORGIA

Statements of Revenues, Expenses and Changes in Net Position
Years Ended April 30, 2024 and 2023

	<u>2024</u>	<u>Restated 2023</u>
Operating revenues:		
Net patient service revenue (net of provision for bad debts of \$1,498,000 in 2024 and \$913,000 in 2023)	\$ 14,452,000	\$ 14,895,000
Other revenue	<u>1,745,000</u>	<u>1,825,000</u>
Total operating revenues	<u>16,197,000</u>	<u>16,720,000</u>
Operating expenses:		
Salaries and wages	8,290,000	8,185,000
Employee benefits	1,787,000	1,667,000
Physician fees	592,000	599,000
Medical supplies and drugs	886,000	1,122,000
Purchased services	2,295,000	2,532,000
Repairs and maintenance	459,000	462,000
Utilities and communications	481,000	468,000
Insurance	221,000	217,000
Other operating expenses	543,000	986,000
Depreciation and amortization	<u>1,698,000</u>	<u>1,299,000</u>
Total operating expenses	<u>17,252,000</u>	<u>17,537,000</u>
Operating loss	<u>(1,055,000)</u>	<u>(817,000)</u>
Nonoperating revenues (expenses):		
Investment income	284,000	26,000
Interest expense	(442,000)	(339,000)
Noncapital grants, contributions and other	1,008,000	1,179,000
Grant stimulus funding	73,000	1,503,000
Gain on sale of assets	<u>22,000</u>	<u>-</u>
Total nonoperating revenues	<u>945,000</u>	<u>2,369,000</u>
Excess revenues (expenses) before capital contributions	(110,000)	1,552,000
Capital contributions	<u>918,000</u>	<u>495,000</u>
Increase in net position	<u>808,000</u>	<u>2,047,000</u>
Net position, beginning of year, as originally reported	9,116,000	7,103,000
Implementation of GASB 96	<u>34,000</u>	<u>-</u>
Net position, beginning of year, restated	<u>9,150,000</u>	<u>7,103,000</u>
Net position, end of year, restated	<u>\$ 9,958,000</u>	<u>\$ 9,150,000</u>

See accompanying notes to financial statements.

HOSPITAL AUTHORITY OF WILKES COUNTY, GEORGIA

Statements of Cash Flows
Years Ended April 30, 2024 and 2023

	<u>2024</u>	Restated <u>2023</u>
Cash flows from operating activities:		
Receipts from and on behalf of patients	\$ 16,661,000	\$ 15,561,000
Payments to suppliers and contractors	(5,458,000)	(6,772,000)
Payments to employees	<u>(10,311,000)</u>	<u>(9,763,000)</u>
Net cash provided (used) by operating activities	<u>892,000</u>	<u>(974,000)</u>
Cash flows from noncapital financing activities:		
Noncapital grants, contributions and other	1,008,000	1,179,000
Grant stimulus funding	<u>73,000</u>	<u>634,000</u>
Net cash provided by noncapital financing activities	<u>1,081,000</u>	<u>1,813,000</u>
Cash flows from capital and related financing activities:		
Principal paid on debt	(570,000)	(554,000)
Interest paid on debt	(275,000)	(298,000)
Principal paid on lease and subscription IT liabilities	(580,000)	(358,000)
Interest paid on lease and subscription IT liabilities	(167,000)	(39,000)
Capital contributions	918,000	495,000
Purchase of capital assets	(751,000)	(1,500,000)
Proceeds from sale of capital assets	<u>22,000</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(1,403,000)</u>	<u>(2,254,000)</u>
Cash flows from investing activities:		
Investment income	<u>284,000</u>	<u>26,000</u>
Net cash provided by investing activities	<u>284,000</u>	<u>26,000</u>
Net increase (decrease) in cash and cash equivalents	854,000	(1,389,000)
Cash and cash equivalents, beginning of year	<u>6,639,000</u>	<u>8,028,000</u>
Cash and cash equivalents, end of year	<u>\$ 7,493,000</u>	<u>\$ 6,639,000</u>

Continued

HOSPITAL AUTHORITY OF WILKES COUNTY, GEORGIA

Statements of Cash Flows, Continued
Years Ended April 30, 2024 and 2023

	<u>2024</u>	Restated <u>2023</u>
Reconciliation of cash and cash equivalents to the balance sheet:		
Cash and cash equivalents in current assets	\$ 5,632,000	\$ 4,944,000
Held by trustee under indenture	<u>1,861,000</u>	<u>1,695,000</u>
Total cash and cash equivalents	<u>\$ 7,493,000</u>	<u>\$ 6,639,000</u>
Reconciliation of operating loss to net cash flows provided (used) by operating activities:		
Operating loss	\$ (1,055,000)	\$ (817,000)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation and amortization	1,698,000	1,299,000
Provision for bad debts	1,498,000	913,000
Changes in:		
Patient accounts receivable	(1,590,000)	(967,000)
Supplies	14,000	(29,000)
Estimated third-party payor settlements	112,000	(707,000)
Other current assets	530,000	(617,000)
Accounts payable	(81,000)	(138,000)
Accrued expenses	<u>(234,000)</u>	<u>89,000</u>
Net cash provided (used) by operating activities	<u>\$ 892,000</u>	<u>\$ (974,000)</u>

Supplemental disclosure of cash flow information:

The Authority entered into lease obligations of approximately \$0 and \$131,000 for new equipment in 2024 and 2023, respectively.

The Authority entered into subscription IT obligations of approximately \$3,907,000 and \$595,000 in 2024 and 2023, respectively.

See accompanying notes to financial statements.