



Sevier County Medical Center

Financial Statement (Compiled)

March 31, 2023 and 2022



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ACCOUNTANTS' COMPILATION REPORT

Sevier County Medical Center
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Management is responsible for the accompanying financial statements of Sevier County Medical Center (the Company), which comprises the Statements of Net Position as of March 31, 2023 and 2022, and the related Statement of Revenues and Expenses for the month and three months then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all the disclosures as required in financial statements prepared in accordance with accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to Sevier County Medical Center.

A handwritten signature in black ink that reads 'HORNE LLP' in a cursive, stylized font.

HORNE LLP
April 12, 2023

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Sevier County Medical Center Statements of Net Position

	Year To Date 03/31/2023	Prior Year To Date 03/31/2022
Assets		
Cash and Cash Equivalents		
FSB Operating Account	\$ 66,307.37	\$ 1,347,172.02
Farmer's Operating Account	1,624,516.85	0.00
Petty Cash	800.00	0.00
Total Cash and Cash Equivalents	1,691,624.22	1,347,172.02
Inventory		
Materials Mgmt Inventory	317,222.42	0.00
Pharmacy Inventory	214,945.81	0.00
Total Inventory	532,168.23	0.00
Prepaid Expenses		
Prepaid Expense	127,292.92	0.00
Total Prepaid Expenses	127,292.92	0.00
Accounts Receivable		
Accounts Receivable	1,133,668.92	0.00
Unbilled Receivables	1,150,424.78	0.00
Employee Receivables	1,905.77	0.00
Contractual Allowance Inpatient	(268,774.57)	0.00
Contractual Allowance Outpatient	(344,930.09)	0.00
Contractual Allowance ER	(1,195,520.51)	0.00
Contractual Allowance Observation	(147,210.72)	0.00
Total Accounts Receivable	329,563.58	0.00
Fixed Assets		
Land	195,826.69	0.00
Building	19,963,167.42	0.00
Major Movable	5,609,018.28	0.00
Minor Movable	15,936.00	0.00
Total Fixed Assets	25,783,948.39	0.00
Other Assets		
Due from Sevier County	0.00	1,729,393.52
Debt Service Reserve - Series 2021 Bond	682,329.00	682,329.00
Proceeds from Bond	0.00	22,150,000.00
Grants 2	424,033.89	0.00
Total Other Assets	1,106,362.89	24,561,722.52
Total Assets	\$ 29,570,960.23	\$ 25,908,894.54

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Sevier County Medical Center Statements of Net Position

	<u>Year To Date</u> 03/31/2023	<u>Prior Year To Date</u> 03/31/2022
Liabilities & Equity		
Liabilities		
Current Liabilities		
Accounts Payable	\$ 225,117.57	\$ 0.00
Withholding Ins. Employee	69,364.31	0.00
Accounts Payable Accrual	66,514.38	0.00
ARPA Grant	1,192,163.92	0.00
Deferred Grant Revenue	424,033.89	0.00
Horatio State Bank 4750	500,106.00	0.00
Total Current Liabilities	<u>2,477,300.07</u>	<u>0.00</u>
Long Term Liabilities		
Bond Payable	24,035,059.01	24,207,499.99
Lease Payable - LAB 9000	34,554.00	0.00
Lease Payable - LAB 8000	123,328.11	0.00
Notes Payable - Stryker	582,652.30	0.00
Note Payable - GE	240,464.56	0.00
Total Long Term Liabilities	<u>25,016,057.98</u>	<u>24,207,499.99</u>
Total Liabilities	<u>27,493,358.05</u>	<u>24,207,499.99</u>
Net Position		
Net Investment in Capital Assets	25,783,948.39	0.00
Unrestricted Assets	(26,436,139.59)	1,506,881.21
Increase (Decrease) in Net Position	2,729,793.38	194,513.34
Total Net Position	<u>2,077,602.18</u>	<u>1,701,394.55</u>
Total Liabilities & Equity	<u>\$ 29,570,960.23</u>	<u>\$ 25,908,894.54</u>

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Sevier County Medical Center
Statements of Revenues, Expenses and Changes in Net Position

	Month Ending 03/31/2023	Month Ending 03/31/2022	Year To Date 03/31/2023	Prior Year To Date 03/31/2022
Revenue				
Gross Patient Revenue				
Inpatient Revenue	\$ 112,683.16	\$ 0.00	\$ 316,205.38	\$ 0.00
Outpatient Revenue	252,703.03	0.00	405,800.11	0.00
Emergency Revenue	883,495.62	0.00	1,406,494.72	0.00
Observation Revenue	61,225.74	0.00	173,189.08	0.00
Total Gross Patient Revenue	1,310,107.55	0.00	2,301,689.29	0.00
Revenue Deductions				
Inpatient Contractual Adjustment	(95,780.69)	0.00	(268,774.57)	0.00
Outpatient Contractual Adjustment	(214,797.54)	0.00	(344,930.09)	0.00
Emergency Contractual Adjustment	(750,971.24)	0.00	(1,195,520.51)	0.00
Observation Contractual Adj	(52,041.88)	0.00	(147,210.72)	0.00
Other Discount Contractual Adj	(8,689.36)	0.00	(9,192.99)	0.00
Total Revenue Deductions	(1,122,280.71)	0.00	(1,965,628.88)	0.00
Total Net Patient Revenue	187,826.84	0.00	336,060.41	0.00
Other Income				
Cafeteria Revenue	10,879.08	0.00	27,738.59	0.00
Purchase Discounts	1,070.00	0.00	3,352.82	0.00
Grant Income	3,379,405.49	0.00	5,272,413.75	0.00
Other Income	4,926.77	0.00	5,111.85	0.00
Interest Income	0.00	121.11	83.73	374.72
Total Other Income	3,396,281.34	121.11	5,308,700.74	374.72
Total Revenue	3,584,108.18	121.11	5,644,761.15	374.72
Expenses				
Salaries	512,603.45	60,063.04	1,427,104.86	162,671.95
Taxes & Benefits	345,723.95	17,966.01	696,622.32	57,218.26
Supplies	177,732.03	969.16	360,636.33	2,823.43
Equipment	4,379.89	0.00	22,358.94	0.00
Utilities	25,760.56	397.81	67,941.19	863.66
Meals	0.00	0.00	208.90	0.00
Travel	698.72	0.00	1,525.67	0.00
Rental Expenses	47,413.35	6,220.00	79,975.47	12,660.00
Interest	63,826.78	61,833.75	179,092.88	187,078.50
Bank Fees	3,749.40	0.00	3,749.40	0.00
Tax And Licenses	899.00	724.40	1,876.00	1,800.60
Freight	786.74	0.00	786.74	0.00
Legal	4,503.75	0.00	17,603.75	0.00
Dues & Subscriptions	5,514.26	823.75	16,468.56	2,433.75
Purchased Services	149,945.12	17,500.00	714,578.98	40,000.00
Pre-Employment	480.00	0.00	5,828.54	0.00
Marketing	930.00	498.33	7,051.23	678.33
Total Expenses	1,344,947.00	166,996.25	3,603,409.76	468,228.48
Non-Operating Income				
Sales Tax Income	244,344.28	208,246.39	688,441.99	662,367.10
Total Non-Operating Income	244,344.28	208,246.39	688,441.99	662,367.10

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Sevier County Medical Center
Statements of Revenues, Expenses and Changes in Net Position

	Month Ending 03/31/2023	Month Ending 03/31/2022	Year To Date 03/31/2023	Prior Year To Date 03/31/2022
Total Changes in Net Assets	\$ 2,483,505.46	\$ 41,371.25	\$ 2,729,793.38	\$ 194,513.34

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Sevier County Medical Center Statements of Cash Flows

	<u>Month Ending</u> <u>03/31/2023</u>	<u>Year To Date</u> <u>03/31/2023</u>
Cash and Cash Equivalents		
Cash Flows from Operating Activities		
Cash Received from Patients	\$ 6,272.09	\$ 8,402.60
Cash Paid to Employees	(867,569.20)	(2,154,555.39)
Cash Paid to Suppliers and Contractors	(286,181.86)	(1,522,649.35)
Other Receipts	16,144.08	34,381.22
	<u>(1,131,334.89)</u>	<u>(3,634,420.92)</u>
Net Cash Used in Operating Activities		
Cash Provided (Used) by Non-Capital Financing Activities		
Cash Provided (Used) in Grants	174,459.73	(209,456.22)
Other Receipts	244,344.28	1,188,547.99
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>418,804.01</u>	<u>979,091.77</u>
Cash Flows from Capital and Related Financing Activities		
Purchases of Capital Assets	0.00	(594,128.32)
Principal Paid on Capital Debt	(2,323,377.70)	(2,356,074.04)
Interest Paid on Capital Debt	(63,826.78)	(179,092.88)
Net Cash Used In Capital and Related Financing Activities	<u>(2,387,204.48)</u>	<u>(3,129,295.24)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>\$ (3,099,735.36)</u>	<u>\$ (5,784,624.39)</u>
Cash and Cash Equivalents, Beginning of Year	<u>\$ 4,791,359.58</u>	<u>\$ 7,476,248.61</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,691,624.22</u>	<u>\$ 1,691,624.22</u>

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SUPPLEMENTAL INFORMATION

Sevier County Medical Center
Statements of Revenues, Expenses and Changes in Net Position

	Month Ending 03/31/2023			Year To Date 03/31/2023		
	Actual	Budget	Variance	Actual	Budget	Variance
Revenue						
Net Patient Revenue	187,826.84	569,180.56	(381,353.72)	336,060.41	1,652,459.69	(1,316,399.28)
Other Income						
Cafeteria Revenue	10,879.08	0.00	10,879.08	27,738.59	0.00	27,738.59
Purchase Discounts	1,070.00	0.00	1,070.00	3,352.82	0.00	3,352.82
Grant Income	3,379,405.49	0.00	3,379,405.49	5,272,413.75	0.00	5,272,413.75
Other Income	4,926.77	0.00	4,926.77	5,111.85	0.00	5,111.85
Interest Income	0.00	0.00	0.00	83.73	0.00	83.73
Total Other Income	3,396,281.34	0.00	3,396,281.34	5,308,700.74	0.00	5,308,700.74
Total Revenue	3,584,108.18	569,180.56	3,014,927.62	5,644,761.15	1,652,459.69	3,992,301.46
Expenses						
Salaries	512,603.45	526,310.40	(13,706.95)	1,427,104.86	1,557,998.40	(130,893.54)
Taxes & Benefits	345,723.95	110,762.10	234,961.85	696,622.32	328,099.72	368,522.60
Supplies	177,732.03	79,810.56	97,921.47	360,636.33	278,431.68	82,204.65
Equipment	4,379.89	106,250.00	(101,870.11)	22,358.94	318,750.00	(296,391.06)
Utilities	25,760.56	21,498.64	4,261.92	67,941.19	62,415.41	5,525.78
Meals	0.00	250.00	(250.00)	208.90	750.00	(541.10)
Travel	698.72	500.00	198.72	1,525.67	1,500.00	25.67
Rental Expenses	47,413.35	3,000.00	44,413.35	79,975.47	9,000.00	70,975.47
Interest	63,826.78	83,681.86	(19,855.08)	179,092.88	253,151.43	(74,058.55)
Bank Fees	3,749.40	0.00	3,749.40	3,749.40	0.00	3,749.40
Tax And Licenses	899.00	6,059.39	(5,160.39)	1,876.00	18,178.17	(16,302.17)
Freight	786.74	0.00	786.74	786.74	0.00	786.74
Legal	4,503.75	5,000.00	(496.25)	17,603.75	15,000.00	2,603.75
Dues & Subscriptions	5,514.26	4,207.08	1,307.18	16,468.56	12,621.24	3,847.32
Purchased Services	149,945.12	227,500.00	(77,554.88)	714,578.98	682,500.00	32,078.98
Pre-Employment	480.00	621.67	(141.67)	5,828.54	1,865.01	3,963.53
Marketing	930.00	5,000.00	(4,070.00)	7,051.23	15,000.00	(7,948.77)
Total Other Operating	278,747.12	335,820.00	(57,072.88)	1,028,746.12	1,009,565.85	19,180.27
Total Expenses	1,344,947.00	1,180,451.70	164,495.30	3,603,409.76	3,555,261.06	48,148.70
Non-Operating Income						
Sales Tax Income	244,344.28	226,208.08	18,136.20	688,441.99	678,624.24	9,817.75
Total Non-Operating Income	244,344.28	226,208.08	18,136.20	688,441.99	678,624.24	9,817.75
Total Changes in Net Assets	\$ 2,483,505.46	\$ (385,063.06)	\$ 2,868,568.52	\$ 2,729,793.38	\$ (1,224,177.13)	\$ 3,953,970.51

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