



UWHCA Finance Committee

August 27, 2020, 10:00 - 11:30 AM

Via WebEx: <https://uwhealth.webex.com/uwhealth/onstage/g.php?MTID=ef3a7618a54f73f1556d7cba76bb93570>

Meeting Number: 120 995 4969 // Password: 082720

Telephone: 1-415-655-0003 US TOLL // Access Code: 120 995 4969

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UWHCA Finance Committee - August 27, 2020 - Public Meeting Notice

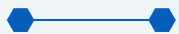
Agenda

- | | | |
|----------|---|-------------------|
| 10:00 AM | <hr/> I. Call to Order
Mr. Kenneth Mount | |
| 10:00 AM | <hr/> II. Meeting Minutes - Open Session
Mr. Kenneth Mount | Approval |
| 10:02 AM | <hr/> III. UW Health Consolidated Financials - Preliminary - YTD July 31, 2020
Mr. Robert Flannery, Ms. Jodi Vitello, Ms. Patti DeWane | Report/Discussion |
| | <p style="padding-left: 40px;">Presentation - UW Health Consolidated Financials - Preliminary - YTD
July 31, 2020</p> | Page 3 |
| 10:12 AM | <hr/> IV. Closed Session

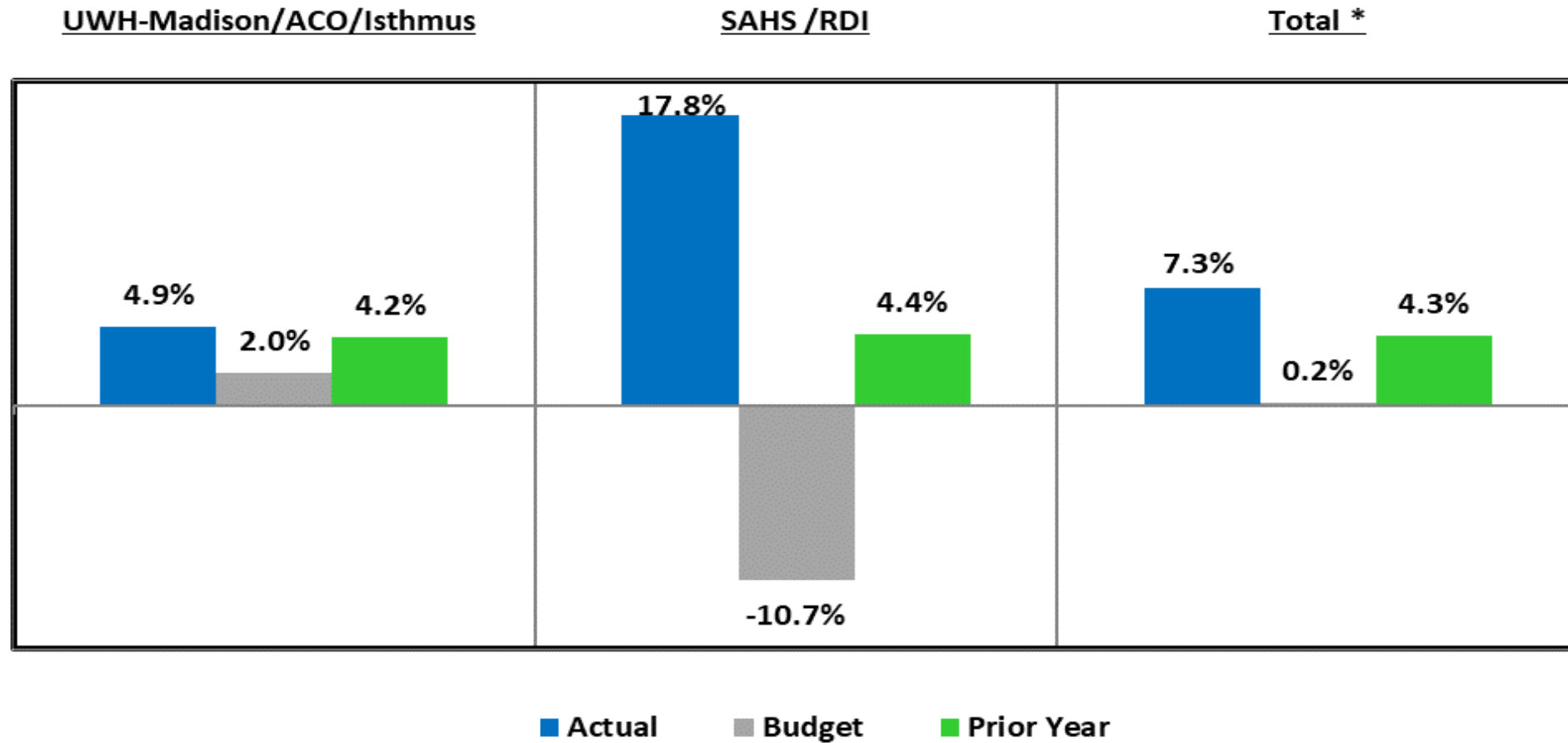
Motion to enter into closed session pursuant to Wisconsin Statutes section 19.85(1)(e) for the discussion of the following confidential strategic matters, which for competitive reasons require a closed session: review and approval of closed session minutes, YTD financial and budgetary report, COVID-19 financial update, and Graystone Investment Report; and pursuant to Wisconsin Statutes section 19.85(1)(g) to confer with legal counsel regarding these and other matters. | |
| 11:30 AM | <hr/> V. Adjourn | |



UW Health Consolidated Financials Preliminary July 31, 2020



UW Health Current Month Operating Margin – July 31, 2020



Summary of Enterprise-wide July 31, 2020 Operating Results

	Actual July- FY21	Budget July- FY21	Variance vs. Budget	Var. % vs. Budget	Actual July- FY20	Variance vs. PY	Var. % vs. PY
<u>TOTAL OPERATING REVENUE</u>							
Net patient service revenue	317,796,892	300,044,574	17,752,318	6%	289,975,772	27,821,120	10%
Other operating revenues	6,849,977	7,338,993	(489,016)	-7%	6,343,191	506,786	8%
Total operating revenues, net	324,646,869	307,383,567	17,263,302	6%	296,318,963	28,327,906	10%
<u>TOTAL OPERATING EXPENSES</u>							
Salaries and benefits	168,937,049	171,217,910	(2,280,861)	-1%	153,243,899	15,693,150	10%
Other expenses	2,861,169	3,039,794	(178,625)	-6%	6,460,057	(3,598,888)	-56%
Purchased services and agency costs	19,235,220	21,700,207	(2,464,987)	-11%	17,911,466	1,323,754	7%
Medical materials and supplies	22,331,779	23,505,295	(1,173,516)	-5%	21,277,695	1,054,084	5%
Pharmaceuticals	48,358,311	47,057,060	1,301,251	3%	45,791,616	2,566,695	6%
Interest expense	1,941,487	2,125,048	(183,561)	-9%	2,162,086	(220,599)	-10%
Depreciation and amortization	9,934,880	9,291,529	643,351	7%	9,999,555	(64,675)	-1%
Public aid assessment	5,206,412	5,160,502	45,910	1%	4,829,727	376,685	8%
Facilities and equipment	16,257,344	17,929,916	(1,672,572)	-9%	15,868,491	388,853	2%
Nonoperating expenses - academic support	6,032,947	5,711,988	320,959	6%	6,072,344	(39,397)	-1%
Net Operating Expenses	301,096,598	306,739,249	(5,642,651)	-2%	283,616,936	17,479,662	6%
Income from operations	23,550,271	644,318	22,905,953	3555%	12,702,027	10,848,244	85%
<u>NON-OPERATING REVENUE/EXPENSES</u>							
Net increase/decrease in fair value of investments	41,500,403	310,693	41,189,710	13257%	704,754	40,795,649	5789%
Investment income	3,610,577	2,889,234	721,343	25%	2,561,282	1,049,295	41%
Equity interest in income/loss of joint ventures	1,008,969	1,227,909	(218,940)	-18%	9,722,332	(8,713,363)	-90%
Net inc/dec in fair value of derivative instrument	(56,909)	0	(56,909)	-100%	47,734	(104,643)	-219%
Other, net	21,461	419,502	(398,041)	-95%	77,675	(56,214)	-72%
Net Non Operating Revenue/Expenses	46,084,501	4,847,338	41,237,163	851%	13,113,777	32,970,724	251%
Net Profit	69,634,772	5,491,656	64,143,116	23400%	25,815,804	43,818,968	170%

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Less: CARES Act Funds received in July	(10,400,000)						
Income from operations adjusted for CARES funds in July	13,150,271	644,318	12,505,953		12,702,027	448,244	4%
Revised Operating Margin %	4.1%				4.3%		