



Southwest Mississippi Regional Medical Center



2019 Fiscal Year Budget

Southwest Mississippi Regional Medical Center

Lawrence County Hospital

St. Luke Home Health

**SOUTHWEST HEALTH SYSTEM
SIGNIFICANT BUDGET ASSUMPTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

- A Combined statements include Southwest MS Regional Medical Center, Lawrence County Hospital and St. Luke Home Health.
- B Supply increases of 2%, and drug cost increases of 5%.
- C Medicaid DSH funding and Medicare/Medicaid Hospital Access Payments funding is expected to be approximately \$4.3 million at both SMRMC and LCH.
- D Personnel costs are expected to remain flat or decrease.
- E No estimated revenue rate increases at SMRMC or LCH.

**SOUTHWEST HEALTH SYSTEM
STATEMENT OF BUDGETED REVENUES AND EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

**COMBINED
BUDGETED
FY 2018**

Net patient revenue	\$136,784,028
Other operating revenue	2,201,741
Net operating revenue	138,985,769
Salaries and Benefits	74,516,835
Supplies	28,801,246
Professional fees	2,680,694
Purchased services	6,649,622
Repairs and maintenance	10,186,840
Other operating expenses	3,438,682
Utilities	1,991,881
Rentals	3,424,354
Depreciation and amortization	5,487,573
Interest	1,000,130
Total operating expenses	138,177,857
Net income	\$807,912

SOUTHWEST HEALTH SYSTEM
STATEMENT OF BUDGETED REVENUES AND EXPENSES ENTITY DETAIL
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	SMRMC BUDGETED FY 2019	LCH BUDGETED FY 2019	ST. LUKE BUDGETED FY 2019	COMBINED BUDGETED FY 2019
Net patient revenue	\$116,896,962	\$9,934,402	\$9,952,664	\$136,784,028
Other operating revenue	2,060,616	62,181	78,944	2,201,741
Net operating revenue	118,957,578	9,996,583	10,031,608	138,985,769
Salaries and Wages	54,873,026	5,967,810	4,772,721	65,613,557
Employee Benefits	6,910,503	301,349	1,691,426	8,903,278
Supplies	27,305,086	829,317	666,843	28,801,246
Professional fees	2,321,546	70,781	288,367	2,680,694
Purchased services	6,024,394	590,523	34,705	6,649,622
Repairs and maintenance	9,413,523	538,731	234,586	10,186,840
Other Operating	2,499,182	811,429	128,071	3,438,682
Utilities	1,604,163	187,548	200,170	1,991,881
Rentals	1,845,778	362,073	1,216,503	3,424,354
Depreciation and amortization	5,125,047	308,615	53,911	5,487,573
Interest	989,778	10,287	65	1,000,130
Total operating expenses	118,912,026	9,978,463	9,287,368	138,177,857
Net income	\$45,552	\$18,120	\$744,240	\$807,912

**SOUTHWEST HEALTH SYSTEM
STATEMENT OF BUDGETED CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	FUNDS				TOTAL
	OPERATING	BOARD DESIGNATED	INSURANCE	USDA Note	
Budgeted net income from operations, 2019	\$45,552	\$0	\$0	\$0	\$45,552
Add: Depreciation and amortization	5,125,047	0	0	0	5,125,047
Budgeted funds provided by operations and investments	5,170,599	0	0	0	5,170,599
Transfers for USDA note	-175,000	0	0	175,000	0
Transfers for property, plant and equipment	-4,000,000	3,592,000	0	408,000	0
Total budgeted sources of cash and securities	995,599	3,592,000	0	583,000	5,170,599
Purchase/construction of property, plant and equipment	0	3,592,000	0	408,000	4,000,000
Interest payments on USDA note	175,000	0	0	0	175,000
Principal repayments on long-term debt	2,627,000	0	0	0	2,627,000
Total budgeted uses of cash and securities	2,802,000	3,592,000	0	408,000	6,802,000
Increase (decrease) in cash and securities	-1,806,401	0	0	175,000	-1,631,401
Projected cash and securities, 9/30/2018	3,600,000	0	1,003,000	4,500,000	9,103,000
Projected cash and securities, 9/30/2019	\$1,793,599	\$0	\$1,003,000	\$4,675,000	\$7,471,599

SOUTHWEST HEALTH SYSTEM
STATEMENTS OF BUDGETED FUND BALANCE AND LONG-TERM DEBT
FOR THE YEAR ENDED SEPTEMBER 30, 2019

Projected fund balance, 9/30/2018	\$38,427,716
Budgeted FY 2019 net income	807,912
Budgeted fund balance, 9/30/2019	\$39,235,628

Long-term debt, 9/30/2018	\$20,003,000
Proceeds from long-term debt	0
Principal repayments	-2,627,000
Long-term debt, 9/30/2019	\$17,376,000

SOUTHWEST HEALTH SYSTEM
SIGNIFICANT BUDGETED STATISTICAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2019

BUDGETED
FY 2019

SOUTHWEST MS REGIONAL MEDICAL CENTER:

Total patient days, excluding well baby	15,549
Clinical outpatient visits	38,144
ER visits	39,409
Main OR surgery cases	2,125
GI surgery cases	4,291
ASC surgery cases	2,739
Heart center surgery cases	171
Total surgical cases	9,326
Cath lab procedures	1,000

LAWRENCE COUNTY HOSPITAL:

Overall patient days, including swing beds	2,403
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ST. LUKE HOME HEALTH, LLC.

Overall home health visits	29,507
Overall hospice visits	16,697
