



## August 2020 Financial Summary

**Note that the “fcr” file reporting template was changed in the month of August. The US HHS Stimulus payments previously received and classified under non-operating income now appear under the operating revenue category. This change was made to be consistent with the display of COVID-19 costs which already have been appearing under our operating expenses.**

### Operating Result - Year to Date

- There is very little change in the overall operating result trend from what was reported last month.
- Including stimulus revenue and expense our year to date operating result was a loss of \$3.2M vs. a planned loss of \$2.6M or \$622K worse than plan. The revenue drivers behind this result continue to be monthly care fees and Medicare fees. Excluding stimulus revenue received in the month of August, we went from being behind plan in revenue by \$16K year to date through July to \$139K behind plan through August.
- Expenses year to date continue to perform worse than plan at \$9.1M actual vs. a plan of \$8.3M or an \$800K variance. Of this difference, \$645K is in operating expense and includes \$453K in COVID-10 cost leaving \$192K variance in regular operating expenses. The remaining variance amount is \$116K in depreciation expense.

### Revenue – Month

- Unfavorable to plan by \$123K because of underperforming care fees and Medicare fees.
- We received an additional stimulus payment of \$56,400 consisting of a flat skilled nursing facility amount of \$10,000 + \$1,450 per licensed bed (32). The following link discusses this most recent distribution. Our total receipt of these stimulus funds now stands at \$277K. (Also refer to reclassification note above.)  
<https://www.hhs.gov/about/news/2020/08/07/hhs-announces-allocations-of-cares-act-provider-relief-fund-for-nursing-homes.html>

### Expenses- Month

- Expenses overall continue to run very close to budget. Including \$38K in COVID-19 expense in the month we were \$8K unfavorable to budget while excluding COVID expense we ran slightly better than budget by \$30K. The single biggest expense variance in the month was \$20K in Outside Services while 9 other accounts had variances of \$5K or less.
- Outside Services, over budget by \$20K, \$13K of which is from Dining Services consisting of \$4K in recruiting fees and \$9K salary & related for the registered dietician position, both of which are unbudgeted. Another \$3K of the variance is from Administration for payment of 5 months of

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invoices to Agility Recovery Solutions for which we had not received bills, and \$4K in therapy fees under Medicare.

- Food, over budget by \$5K principally because of \$2K in catering expense and \$3K for a western food event.
- COVID-19 expense, we incurred another \$38K in the month and are at \$453K year to date all of which is unbudgeted.

### **Capital Projects – Month**

- Apartment renovations continue with 3 projects underway and we incurred \$89K of construction expense in the month.

### **Bernstein Investment Portfolio – Cash Draws**

- Regular monthly draws in the month were \$205K and stand at \$1.64M year to date. In addition, we also transferred another \$500K in order to fund operating expenses over and above revenue received. These additional transfers stand at \$1.885M through August for a total of all transfers combined of \$3.525M.

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