

BLOSS MEMORIAL HEALTHCARE DISTRICT, A Public Entity (BMHD)
CHILDREN'S DENTAL SURGERY CENTER (CDSC)
Advisory Committee Meeting
Executive Conference Room
Tuesday, April 24, 2018
10:30 am

AGENDA FOR PUBLIC SESSION

I. PUBLIC COMMENTS

“Comments can be made concerning any matter within the Partnership’s jurisdiction; but if the matter is not on the agenda, there will be no discussion of the issue. A person addressing the Partnership will be limited to 5 minutes.”

ACTION EXHIBIT

II. CALL TO ORDER

III. ROLL CALL

IV. APPROVAL OF AGENDA

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V. APPROVAL OF MINUTES

A. March 26, 2018 CCDSC / CDSC Meeting Minutes to be approved at April 26, 2018 Board of Directors Meeting

VI. FINANCIAL REPORT

A. February 2018 Financials

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B. March 2018 Financials

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1a

C. Recommendation of 2017 Financial Audit Draft

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1b

VII. ADMINISTRATOR REPORT

VIII. OLD BUSINESS

IX. NEW BUSINESS

A. Policies & Procedures Recommendation

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B. Credentialing / Privileging Recommendation

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X. AGENDA FOR CLOSED SESSION

Closed Session Items Pursuant the Brown Act will be:

1. Section 54954.5(h) Report Involving Trade Secrets – Regarding New Services.

Estimated date of public disclosure will be in 2017

2. Section 54954.5 (c); 54956.9 Conference with Legal Counsel for Initiation of Litigation.

3. Section 1461 of the Health and Safety Code – Quality Management.

4. Section 54957 Personnel Actions.

XI. NEXT MEETING DATE

XII. ADJOURNMENT

**CHILDREN'S DENTAL SURGERY CENTER (CDSC)
Period Ended February 2018**

February Financial Statements:

Balance Sheet (**yellow**)

Detail Income Statement Prior Month Comparison (**blue**)

Profit & Loss YTD Income Statement (**lilac**)

Income Statement per Case Analyses (**white**)

April Check Detail (**goldenrod**)

A/R Aging (**white**)

A/R Activity Summary (**pink**)

Monthly Billing by Insurance (**green**)

RUN DATE: 03/19/18
 RUN TIME: 1027
 RUN USER: DAMEDA

Castle Family Health Centers GL **LIVE**

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CHILDRENS DENTAL SURGERY CENTER
 DETAIL BALANCE SHEET
 PRIOR MONTH COMPARISON
 FEB 2018

FEB 2018 JAN 2018 \$ CHANGE % CHANGE

ASSETS

CURRENT ASSETS

CASH AND EQUIVALENTS

CDSC CASH - NEW GENERAL CHK	227,765	26,364	201,401	763.93%
CDSC CASH - GENERAL CHECKING	62,752	232,205	(169,453)	(72.98)%
CDSC CASH - PETTY	300	300	0	0.00%
CDSC CASH - CHANGE FUNDS	100	100	0	0.00%
TOTAL CASH AND EQUIVALENTS	<u>290,917</u>	<u>258,969</u>	<u>31,948</u>	<u>12.34%</u>

PATIENT ACCOUNTS RECEIVABLE

CDSC A/R OPENDENT	1,162,059	1,154,953	7,105	0.62%
TOTAL PATIENT ACCOUNTS RECEIVABLE	<u>1,162,059</u>	<u>1,154,953</u>	<u>7,105</u>	<u>0.62%</u>

ALLOWANCES

CDSC ALLOWANCE - OPENDENT	(878,138)	(838,206)	(39,932)	4.76%
NET PATIENT ACCOUNTS RECEIVABLE	<u>283,920</u>	<u>316,747</u>	<u>(32,827)</u>	<u>(10.36)%</u>

OTHER RECEIVABLES

CDSC OTHER ACCOUNTS RECEIVABLE	300	200	100	50.00%
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ALLOWANCES FOR OTHER RECEIVABLES

NET OTHER ACCOUNTS RECEIVABLE	<u>300</u>	<u>200</u>	<u>100</u>	<u>50.00%</u>
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INVENTORY

CDSC INVENTORY	43,465	43,777	(312)	(0.71)%
CDSC TAX ON INVENTORY ITMES	(4,812)	(4,584)	(228)	4.97%
TOTAL INVENTORY	<u>38,653</u>	<u>39,192</u>	<u>(540)</u>	<u>(1.38)%</u>

PREPAID EXPENSES AND DEPOSITS

CDSC PREAPIED INS	11,684	3,500	8,184	233.83%
CDSC PREPAID RENT	61,331	61,331	0	0.00%
CDSC PREPAID EXPENSE - MANUAL	12,879	7,126	5,753	80.73%
CDSC PREPAID EXPENSE-SYSTEM	172	230	(58)	(25.14)%

TOTAL PREPAID EXPENSES AND DEPOSITS

TOTAL PREPAID EXPENSES AND DEPOSITS	<u>86,065</u>	<u>72,186</u>	<u>13,879</u>	<u>19.23%</u>
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TOTAL CURRENT ASSETS

TOTAL CURRENT ASSETS	<u>699,855</u>	<u>687,294</u>	<u>12,561</u>	<u>1.83%</u>
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RUN DATE: 03/19/18
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 RUN USER: DAMEDA

Castle Family Health Centers GL **LIVE**

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CHILDRENS DENTAL SURGERY CENTER
 DETAIL BALANCE SHEET
 PRIOR MONTH COMPARISON
 FEB 2018

FEB 2018 JAN 2018 \$ CHANGE % CHANGE

NON-CURRENT ASSETS

PROPERTY, PLANT, AND EQUIPMENT

CDSC EQUIPMENT - FIXED	88,850	88,850	0	0.00%
CDSC LEASEHOLD IMPROVEMENTS	96,752	96,752	0	0.00%
CDSC EQUIPMENT - MAJOR MOVABLE	327,951	327,951	0	0.00%
CDSC EQUIPMENT - MINOR	87,194	87,194	0	0.00%

TOTAL PROPERTY PLANT AND EQUIPMENT	<u>600,747</u>	<u>600,747</u>	<u>0</u>	<u>0.00%</u>
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ACCUMULATED DEPRECIATION

CDSC ACCUM DEPREC BLDG IMPROV	(45,444)	(44,830)	(614)	1.37%
CDSC ACCUM DEPREC - FIXED EQUI	(65,084)	(64,746)	(338)	0.52%
CDSC ACCUM DEPEREC - MINOR	(69,512)	(68,635)	(876)	1.28%
CDSC ACCUM DEPREC MAJOR EQP	(308,225)	(306,210)	(2,015)	0.66%

TOTAL ACCUMULATED DEPRECIATION	<u>(488,264)</u>	<u>(484,421)</u>	<u>(3,843)</u>	<u>0.79%</u>
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NET PROPERTY, PLANT, AND EQUIPMENT	112,483	116,326	(3,843)	(3.30)%
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ASSETS LIMITED AS TO USE

OTHER ASSETS

TOTAL ASSETS LIMITED AS TO USE	<u>112,483</u>	<u>116,326</u>	<u>(3,843)</u>	<u>(3.30)%</u>
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TOTAL ASSETS	<u>812,337</u>	<u>803,620</u>	<u>8,718</u>	<u>1.08%</u>
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LIABILITIES AND FUND BALANCES

CURRENT LIABILITIES

ACCOUNTS PAYABLE

CDSC ACCOUNTS PAYABLE VENDORS	12,932	28,006	15,074	(53.83)%
CDSC AP ACCRUALS	12,013	348	(11,666)	3,357.27%
CDSC OTHER ACCOUNTS PAYABLE	35,757	34,173	(1,584)	4.64%
CDSC BLOSS PAYABLE	3,619,546	3,567,136	(52,410)	1.47%

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Castle Family Health Centers GL **LIVE**

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CHILDRENS DENTAL SURGERY CENTER
 DETAIL BALANCE SHEET
 PRIOR MONTH COMPARISON
 FEB 2018

	FEB 2018	JAN 2018	\$ CHANGE	% CHANGE
TOTAL ACCOUNTS PAYABLE	3,680,248	3,629,663	(50,585)	1.39%
ACCRUED PAYROLL				
CDSC ACCRUED SALARY AND WAGES	26,004	31,504	5,499	(17.46)%
CDSC ACCRUED VACATION	19,855	17,314	(2,541)	14.68%
TOTAL ACCRUED PAYROLL	45,859	48,817	2,958	(6.06)%
OTHER CURRENT LIABILITIES				
INTERCORPORATE TRANSFERS				
TOTAL CURRENT LIABILITIES	3,726,107	3,678,480	(47,627)	1.29%
LONG TERM LIABILITIES				
TOTAL LIABILITIES	3,726,107	3,678,480	(47,627)	1.29%
EQUITY				
CAPITAL - CDSC BLOSS	(1,864,553)	(1,864,553)	0	0.00%
CAPTIAL - CDSC US DENTAL	(1,003,990)	(1,003,990)	0	0.00%
CURRENT YR NET INCOME (LOSS)	(45,226)	(6,317)	38,909	615.94%
TOTAL EQUITY	(2,913,769)	(2,874,860)	38,909	1.35%
TOTAL LIABILITIES AND EQUITY	812,337	803,620	(8,718)	1.08%

CHILDRENS DENTAL SURGERY CENTER
 DETAIL INCOME STATEMENT
 PRIOR MONTH COMPARISON
 FEB 2018

	FEB 2018 ACTUAL	JAN 2018 ACTUAL	\$ VARIANCE	% VARIANCE
REVENUES				
OTHER / OP	197,837	241,360	(43,523)	(18.03)%
TOTAL PATIENT REVENUE	197,837	241,360	(43,523)	(18.03)%
DEDUCTIONS FROM REVENUES				
DENTAL SURGERY REV DED	9,891	12,068	2,177	18.04%
TOTAL DEDUCTIONS FROM REVENUE	9,891	12,068	2,177	18.04%
NET PATIENT REVENUE	187,946	229,292	(41,346)	(18.03)%
OTHER OPERATING REVENUE				
CDSC A/P DISCOUNTS TAKEN	7	2	5	216.74%
TOTAL OTHER OPERATING REVENUE	7	2	5	216.74%
TOTAL NET OPERATING REVENUE	187,953	229,294	(41,341)	(18.03)%
EXPENSES				
SALARIES				
MANAGEMENT AND SUPERVISION	9,941	9,758	(183)	(1.88)%
TECHNICAL AND SPECIALIST	3,997	4,358	361	8.28%
REGISTERED NURSE	12,498	18,181	5,682	31.26%
LICENSED VOCATIONAL NURSE	4,898	5,248	350	6.67%
MEDICAL ASSISTANTS	10,557	12,116	1,559	12.87%
CLERICAL	8,728	9,090	362	3.98%
TOTAL SALARIES	50,619	58,750	8,131	13.84%
BENEFITS				
FICA	3,678	4,373	695	15.90%
HEALTH INSURANCE	4,931	4,538	(393)	(8.67)%
WORKERS COMPENSATION	1,300	1,300	0	0.00%
TOTAL BENEFITS	9,909	10,211	302	2.96%
TOTAL SALARIES AND BENEFITS	60,528	68,960	8,433	12.23%
PROFESSIONAL FEES				

CHILDRENS DENTAL SURGERY CENTER
 DETAIL INCOME STATEMENT
 PRIOR MONTH COMPARISON
 FEB 2018

	FEB 2018 ACTUAL	JAN 2018 ACTUAL	\$ VARIANCE	% VARIANCE
CONSULTING & MANAGEMENT	13,650	13,750	100	0.73%
ACCOUNTING / AUDIT	850	850	0	0.00%
OTHER CONTRACTED SERVICE	2,057	2,420	364	15.02%
ANESTHESIOLOGIST	28,910	41,340	12,430	30.07%
DENTIST	35,569	37,228	1,660	4.46%
TOTAL PROFESSIONAL FEES	81,035	95,588	14,553	15.23%
SUPPLIES				
DENTAL SUPPLIES	3,271	4,988	1,717	34.42%
PHARMACEUTICALS	3,409	2,450	(959)	(39.16)%
OTHER MEDICAL SUPPLIES	3,525	2,922	(603)	(20.64)%
LINEN	2,287	2,252	(35)	(1.57)%
CLEANING SUPPLIES	60	0	(60)	
OFFICE SUPPLIES	725	593	(132)	(22.31)%
OTHER MINOR EQUIPMENT	244	0	(244)	
OTHER NON-MEDICAL SUPPLIES	30	104	75	71.57%
INVENTORY ADJUSTMENTS	0	227	227	100.00%
FREIGHT ON PURCHASES	98	74	(24)	(31.57)%
SALES TAX AND VARIANCE	349	308	(41)	(13.30)%
TOTAL SUPPLIES	13,998	13,918	(81)	(0.58)%
PURCHASED SERVICES				
REPAIRS AND MAINTENANCE	4,571	3,763	(808)	(21.47)%
MANAGEMENT SERVICES	100	200	100	50.00%
OTHER PURCHASED SERVICES	18,555	10,603	(7,952)	(75.00)%
TOTAL PURCHASED SERVICES	23,226	14,566	(8,660)	(59.45)%
DEPRECIATION				
DEPREC-LEASEHOLD IMPROVEMENTS	614	614	0	0.01%
DEPREC-EQUIPMENT	3,229	3,230	0	0.01%
TOTAL DEPRECIATION	3,843	3,843	0	0.01%
RENTS AND LEASES				
RENTAL - BUILDING	31,938	31,938	0	0.00%
RENTAL - EQUIPMENT	152	152	0	0.00%
TOTAL RENTS AND LEASES	32,090	32,090	0	0.00%
UTILITIES				
ELECTRICITY	3,087	2,656	(431)	(16.23)%
NATURAL GAS	815	782	(34)	(4.28)%
UTILITIES - OTHER	1,074	455	(619)	(136.14)%

RUN DATE: 03/19/18
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Castle Family Health Centers GL **LIVE**

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CHILDRENS DENTAL SURGERY CENTER
 DETAIL INCOME STATEMENT
 PRIOR MONTH COMPARISON
 FEB 2018

FEB 2018 JAN 2018
 ACTUAL ACTUAL \$ VARIANCE % VARIANCE

TOTAL UTILITIES	4,976	3,892	(1,084)	(27.84)%
OTHER OPERATING EXPENSES				
MALPRACTICE INSURANCE	1,641	1,641	0	0.00%
INSURANCE	324	324	0	0.00%
TAX AND LICENSE	2,809	3,158	348	11.03%
OTHER UNASSIGEND COSTS	274	194	(80)	(41.26)%
TELEPHONE	911	924	13	1.41%
TRAVEL	431	478	48	9.96%
ADVERTISING	300	408	108	26.45%
OTHER EXPENSES	476	626	150	23.96%
TOTAL OTHER OPERATING EXPENSE	7,166	7,753	587	7.57%
TOTAL OPERATING EXPENSE	226,862	240,611	13,749	5.71%
NET INCOME FROM OPERATIONS	(38,909)	(11,317)	(27,592)	243.81%
NON-OPERATING REVENUES				
GRANT REVENUE	0	5,000	(5,000)	(100.00)%
TOTAL NON-OPERATING REVENUE	0	5,000	(5,000)	(100.00)%
NET NON-OPERATING INCOME	0	5,000	(5,000)	(100.00)%
NET INCOME	(38,909)	(6,317)	(32,592)	515.94%
** STATISTICS **				
VISITS	101	127	26	20.47%

BLOSS MEMORIAL HEALTHCARE DISTRICT

INCOME STATEMENT

\$ PER CASE

Month of February 2018

	CDSC	CDSC
NUMBER OF CASES	<u>101</u>	<u>101</u>
NET PATIENT REVENUE	187,946	1,861
OTHER REVENUE	<u>7</u>	<u>0</u>
TOTAL NET OPERATING REVENUE	<u>187,953</u>	<u>1,861</u>
OPERATING EXPENSES		
SALARIES AND WAGES	50,619	501
EMPLOYEE BENEFITS	9,909	98
PROFESSIONAL FEES	81,035	802
SUPPLIES	13,998	139
PURCHASED SERVICES	23,226	230
DEPRECIATION	3,843	38
RENT	32,090	318
UTILITIES	4,976	49
INSURANCE	1,965	19
OTHER EXPENSES	<u>5,201</u>	<u>51</u>
TOTAL OPERATING EXPENSE	<u>226,862</u>	<u>2,246</u>
NET INCOME FROM OPERATIONS	(38,909)	(385)
NON-OPERATING REVENUE	<u>0</u>	<u>0</u>
NET INCOME	<u><u>(38,909)</u></u>	<u><u>(385)</u></u>

**Children's Dental Surgery Center
February-18**

Auto Debits - Old Account

Bank Fees 112.43

Grand Total 112.43

Auto Debits - New Account

Bank Fees 161.61

The Hartford - Automatic Payment 196.50

Midwest Insurance 1,300.00

Grand Total 1,658.11

RUN DATE: 02/28/18
 RUN TIME: 1440
 RUN USER: COOKS

Castle Family Health Centers AP **LIVE**
 CHECK REGISTER BY DATE

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CDSC
 FROM 02/01/18 TO 02/28/18

DATE	CHECK NUM	VENDOR NUM	VENDOR NAME	STATUS	STATUS DATE	AMOUNT	
						ISSUED/ CLEARED	VOIDED/ UNCLAIMED
02/01/18	005883	C0067	ABM BUILDING SOLUTIONS, LLC	ISSUED	02/01/18	474.00	
02/01/18	005884	C0016	AIRGAS USA, LLC	ISSUED	02/01/18	1400.38	
02/01/18	005885	C0020	ALSCO	ISSUED	02/01/18	1126.02	
02/01/18	005886	C0059	HENRY SCHEIN MEDICAL (02696956)	ISSUED	02/01/18	1514.77	
02/01/18	005887	C0069	HOLT OF CA	ISSUED	02/01/18	538.46	
02/01/18	005888	C0044	JIVE COMMUNICATIONS INC	ISSUED	02/01/18	462.33	
02/01/18	005889	C0003	MCKESSON MEDICAL SURGICAL(54363856)	ISSUED	02/01/18	961.17	
02/01/18	005890	C0022	PGE (1178141465-8)	ISSUED	02/01/18	3437.58	
02/01/18	005891	C0017	SOMTHIN' FISHY	ISSUED	02/01/18	100.00	
02/01/18	005892	C0028	TPX COMMUNICATIONS	ISSUED	02/01/18	410.42	
02/01/18	005893	C0014	VANGUARD CLEANING SYSTEMS	ISSUED	02/01/18	1095.00	
02/08/18	005894	C0016	AIRGAS USA, LLC	ISSUED	02/08/18	466.92	
02/08/18	005895	C0053	CORTPASSI ENTERPRISES	ISSUED	02/08/18	853.00	
02/08/18	005896	C0040	DENOVO	ISSUED	02/08/18	136.67	
02/08/18	005897	C0005	HENRY SCHEIN DENTAL (1542017)	ISSUED	02/08/18	5062.90	
02/08/18	005898	C0039	HcBIntel	ISSUED	02/08/18	5269.36	
02/08/18	005899	C0003	MCKESSON MEDICAL SURGICAL(54363856)	ISSUED	02/08/18	3968.06	
02/08/18	005900	C0014	VANGUARD CLEANING SYSTEMS	ISSUED	02/08/18	1095.00	
02/08/18	005901	C0007	WESTCON MEDICAL (CDSC)	ISSUED	02/08/18	962.76	
02/15/18	005902	C0029	A SIMPLE SOLUTION INC.	ISSUED	02/15/18	320.85	
02/15/18	005903	C0016	AIRGAS USA, LLC	ISSUED	02/15/18	1400.54	
02/15/18	005904	C0020	ALSCO	ISSUED	02/15/18	1143.70	
02/15/18	005905	C0030	BLOSS MEMORIAL HEALTHCARE DISTRICT	ISSUED	02/15/18	46631.63	
02/15/18	005906	C0035	CITY OF STOCKTON	ISSUED	02/15/18	1001.00	
02/15/18	005907	C0045	CLARK PEST CONTROL	ISSUED	02/15/18	138.00	
			REMITTED TO: CLARK PEST CONTROL				
02/15/18	005908	C0040	DENOVO	ISSUED	02/15/18	382.33	
02/15/18	005909	C0005	HENRY SCHEIN DENTAL (1542017)	ISSUED	02/15/18	55.34	
02/15/18	005910	C0059	HENRY SCHEIN MEDICAL (02696956)	ISSUED	02/15/18	872.59	
02/15/18	005911	C0044	JIVE COMMUNICATIONS INC	ISSUED	02/15/18	462.33	
02/15/18	005912	C0003	MCKESSON MEDICAL SURGICAL(54363856)	ISSUED	02/15/18	1773.93	
02/15/18	005913	C0037	NUSMILE PEDIATRIC CROWNS (CDSC)	ISSUED	02/15/18	404.00	
02/15/18	005914	C0013	OFFICE DEPOT	ISSUED	02/15/18	444.09	
02/15/18	005915	C0001	OMNI MEDICAL PROPERTIES	ISSUED	02/15/18	2437.00	
02/15/18	005916	C0025	OPEN DENTAL SOFTWARE	ISSUED	02/15/18	99.00	
02/15/18	005917	C0092	PACIFIC STORAGE COMPANY	ISSUED	02/15/18	25.00	
			REMITTED TO: PACIFIC RECORDS MANAGEMENT (1207)				
02/15/18	005918	C0012	VALLEY YELLOW PAGES	ISSUED	02/15/18	300.11	
02/15/18	005919	C0014	VANGUARD CLEANING SYSTEMS	ISSUED	02/15/18	1095.00	
02/26/18	005920	C0067	ABM BUILDING SOLUTIONS, LLC	ISSUED	02/26/18	474.00	
02/26/18	005921	C0002	ADVANCED SECURITY TECHNOLOGIES	ISSUED	02/26/18	57.68	
			REMITTED TO: ADVANCED SECURITY TECHNOLOGIES				
02/26/18	005922	C0016	AIRGAS USA, LLC	ISSUED	02/26/18	467.10	
02/26/18	005923	C0020	ALSCO	ISSUED	02/26/18	571.85	
02/26/18	005924	C0015	COMCAST (8155 60 067 0975070)	ISSUED	02/26/18	171.79	
02/26/18	005925	C0063	FEDEX	ISSUED	02/26/18	32.96	
02/26/18	005926	C0051	FIRST INSURANCE FUNDING CORP.	ISSUED	02/26/18	1640.70	

RUN DATE: 02/28/18
RUN TIME: 1440
RUN USER: COOKS

Castle Family Health Centers AP **LIVE**
CHECK REGISTER BY DATE

CDCS
FROM 02/01/18 TO 02/28/18

DATE	CHECK NUM	VENDOR NUM	VENDOR NAME	STATUS	STATUS DATE	AMOUNT	
						ISSUED/ CLEARED	VOIDED/ UNCLAIMED
02/26/18	005927	C0005	HENRY SCHEIN DENTAL (1542017)	ISSUED	02/26/18	2656.39	
02/26/18	005928	C0059	HENRY SCHEIN MEDICAL (02696956)	ISSUED	02/26/18	503.42	
02/26/18	005929	C0048	MULTIMEDICAL SYSTEMS, LLC	ISSUED	02/26/18	7679.22	
02/26/18	005930	C0022	PGE (1178141465-8)	ISSUED	02/26/18	3701.64	
02/26/18	005931	C0030	BLOSS MEMORIAL HEALTHCARE DISTRICT	ISSUED	02/26/18	81871.21	
TOTAL \$						188149.20	

RUN DATE: 02/28/18
RUN TIME: 1442
UN USER: COOKS

Castle Family Health Centers AP **LIVE**
CHECK REGISTER BY DATE

OLDCDSC
FROM 02/01/18 TO 02/28/18

DATE	CHECK NUM	VENDOR NUM	VENDOR NAME	STATUS	STATUS DATE	AMOUNT	
						ISSUED/ CLEARED	VOIDED/ UNCLAIMED
02/15/18	001551	CBLOS	BLOSS/USDENTAL	ISSUED	02/15/18	350000.00	
TOTAL \$						350000.00	

CHILDREN'S DENTAL SURGERY CENTER
 ACCOUNTS RECEIVABLE AGING SCHEDULE
 EXCLUDES OUTSIDE COLLECTIONS ACCOUNTS
 12 MONTH SUMMARY

	TOTAL	0 - 30	31 - 60	61 - 90	90 +	% < 60 DAYS
Mar-17	1,226,213	236,682	61,627	32,487	895,418	24.33%
Apr-17	1,270,454	265,666	77,354	29,735	897,700	27.00%
May-17	1,404,388	384,072	85,967	31,152	903,197	33.47%
Jun-17	1,151,212	189,532	65,556	23,411	872,713	22.16%
Jul-17	1,113,056	141,948	60,458	34,492	876,158	18.18%
Aug-17	1,113,332	158,605	57,839	28,515	868,374	19.44%
Sep-17	1,063,323	146,002	62,783	9,658	844,879	19.64%
Oct-17	1,097,298	181,554	64,527	10,960	840,257	22.43%
Nov-17	1,125,411	182,344	84,879	30,464	827,724	23.74%
Dec-17	1,033,239	123,571	65,768	31,245	812,655	18.32%
Jan-18	1,154,953	234,246	66,828	21,665	832,214	26.07%
Feb-18	1,162,058	199,671	106,038	22,963	833,386	26.31%
% OF TOTAL		17.18%	9.13%	1.98%	71.72%	

CHILDRENS DENTAL SURGERY CENTER
 12 MONTH SUMMARY
 SUMMARY A/R ACTIVITY REPORT

	Mar-17	Apr-14	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Jan-18 Feb-18 CHANGE
BEG BALANCE	1,259,223	1,226,213	1,270,454	1,404,388	1,151,212	1,113,056	1,113,332	1,063,323	1,097,298	1,125,412	1,033,239	1,154,953	
CHARGES	350,566	350,044	399,455	210,032	147,522	166,616	147,825	195,660	190,010	133,511	241,360	197,822	(43,538)
PAYMENTS LESS REFUN	(366,471)	(288,569)	(245,038)	(452,663)	(178,078)	(157,514)	(190,118)	(149,553)	(152,014)	(219,460)	(105,387)	(220,758)	115,370
ADJUSTMENTS	(17,105)	(17,233)	(20,483)	(10,545)	(7,601)	(8,825)	(7,717)	(12,132)	(9,882)	(6,223)	(14,258)	30,041	(44,299)
NET IN(DE)CREASE	(33,010)	44,242	133,934	(253,176)	(38,156)	276	(50,010)	33,975	28,114	(92,173)	121,714	7,105	
END BALANCE	1,226,213	1,270,454	1,404,388	1,151,212	1,113,056	1,113,332	1,063,323	1,097,298	1,125,412	1,033,239	1,154,953	1,162,058	7,105
COLLECTION % *	95.54%	94.36%	92.29%	97.72%	95.91%	94.69%	96.10%	92.50%	93.90%	97.24%	88.08%	115.75%	27.67
ADJUSTMENT %	4.46%	5.64%	7.71%	2.28%	4.09%	5.31%	3.90%	7.50%	6.10%	2.76%	11.92%	-15.75%	-27.67
DAYS IN A/R ***	110.26	109.77	117.45	109.18	135.27	195.41	211.76	197.90	191.97	183.09	188.10	182.62	-5.48

*COLLECTION % = PAYMENTS DIVIDED BY TOTAL PAYMENTS & ADJUSTMENTS.

*** 3 MONTH ROLLING AVERAGE CHARGES / LAST 3 MONTHS # WORKDAYS

DENTAL SURGERY CENTER - Stockton

MONTHLY BILLING BY INSURANCE

Administration

Feb-18

	NET	GROSS
Anesthesia		
*Denti-Cal	17,796.17	67,050.00
Cigna	450.00	450.00
	<u>\$ 18,246.17</u>	<u>\$ 67,500.00</u>
Dental Common		
FLAT	2,806.00	2,821.00
*Denti-Cal	139,145.80	198,148.00
Anthem Blue Cross	1,621.20	2,164.00
Cigna	513.20	830.00
Delta Dental of Arkansas	986.00	1,455.00
	<u>\$ 145,072.20</u>	<u>\$ 205,418.00</u>
Facility Fees		
*California Health and Wellness	2,909.03	44,370.00
Anthem Blue Cross	2,435.00	2,435.00
Anthem Blue Cross Medi-cal	2,162.76	24,660.00
Blue Cross Blue Shield	2,435.00	2,435.00
Contra Costa Health Plan	247.65	3,870.00
Health Net Medi-cal	794.38	11,970.00
HPSJ Medi-cal	17,225.00	109,975.00
O/P Medi-cal	1,195.94	20,070.00
Partnership Healthplan of California	5,099.03	76,410.00
	<u>\$ 34,503.79</u>	<u>\$ 296,195.00</u>
	\$ 197,822.16	\$ 569,113.00

INSURANCE PAYMENTS		PATIENT PAYMENTS		ADJUSTMENTS	
*California	-2,337.41	20378	-398.00	DF-Contractual	-4,646.23
*Denti-Cal	-179,664.40	20362	-796.00	DP-Contractual	-5,184.98
Anthem Blue	-2,424.56	20331	-597.00	Retro Pmt	39,871.95
Best Life Dental	-1,044.00	20346	-400.00		
Delta Dental of	-907.20	20335	-398.00		<u>\$ 30,040.74</u>
Delta Dental of	-1,500.00				
Health Net	-518.17		<u>-\$ 2,589.00</u>		
HPSJ Medi-cal	-19,825.00				
Northern Valley	-2,695.00				
O/P Medi-cal	-728.89				
Partnership	-6,524.14				
	<u>-\$ 218,168.77</u>				

TOTAL ACCOUNTS RECEIVABLE	
Beginning A/R:	1,154,953.32
Net Charges:	197,822.16
Insurance Payments:	-218,168.77
Patient Payments:	-2,589.00
Adjustments:	30,040.74
Writeoffs:	0.00
Total A/R:	\$ 1,162,058.45

**CHILDREN'S DENTAL SURGERY CENTER (CDSC)
Period Ended March 2018**

March Financial Statements:

Balance Sheet (**yellow**)

Detail Income Statement Prior Month Comparison (**blue**)

Profit & Loss YTD Income Statement (**lilac**)

Income Statement per Case Analyses (**white**)

April Check Detail (**goldenrod**)

A/R Aging (**white**)

A/R Activity Summary (**pink**)

Monthly Billing by Insurance (**green**)

RUN DATE: 04/19/18
 RUN TIME: 1053
 RUN USER: DAMEDA

Castle Family Health Centers GL **LIVE**

PAGE 1
 RUN: CDSC REPORTS RPT: SCBSDTL1 FMT: BSPRIMO1

CHILDRENS DENTAL SURGERY CENTER
 DETAIL BALANCE SHEET
 PRIOR MONTH COMPARISON
 MAR 2018

MAR 2018 FEB 2018 \$ CHANGE % CHANGE

ASSETS

CURRENT ASSETS

CASH AND EQUIVALENTS

CDSC CASH - NEW GENERAL CHK	148,280	227,765	(79,485)	(34.90)%
CDSC CASH - GENERAL CHECKING	322,732	62,752	259,980	414.30%
CDSC CASH - PETTY	300	300	0	0.00%
CDSC CASH - CHANGE FUNDS	100	100	0	0.00%

TOTAL CASH AND EQUIVALENTS	471,412	290,917	180,496	62.04%
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PATIENT ACCOUNTS RECEIVABLE

CDSC A/R OPENDENT	397,728	1,162,059	(764,330)	(65.77)%
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TOTAL PATIENT ACCOUNTS RECEIVABLE	397,728	1,162,059	(764,330)	(65.77)%
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ALLOWANCES

CDSC ALLOWANCE - OPENDENT	(56,024)	(878,138)	822,114	(93.62)%
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NET PATIENT ACCOUNTS RECEIVABLE	341,704	283,920	57,784	20.35%
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OTHER RECEIVABLES

CDSC OTHER ACCOUNTS RECEIVABLE	0	300	(300)	(100.00)%
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ALLOWANCES FOR OTHER RECEIVABLES

NET OTHER ACCOUNTS RECEIVABLE	0	300	(300)	(100.00)%
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INVENTORY

CDSC INVENTORY	43,072	43,465	(393)	(0.91)%
CDSC TAX ON INVENTORY ITMES	(5,430)	(4,812)	(618)	12.84%

TOTAL INVENTORY	37,641	38,653	(1,011)	(2.62)%
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PREPAID EXPENSES AND DEPOSITS

CDSC PREAPIED INS	11,684	11,684	0	0.00%
CDSC PREPAID RENT	61,331	61,331	0	0.00%
CDSC PREPAID EXPENSE - MANUAL	11,592	12,879	(1,287)	(9.99)%
CDSC PREPAID EXPENSE-SYSTEM	0	172	(172)	(100.00)%

TOTAL PREPAID EXPENSES AND DEPOSITS	84,607	86,065	(1,458)	(1.69)%
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TOTAL CURRENT ASSETS	935,365	699,855	235,510	33.65%
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CHILDRENS DENTAL SURGERY CENTER
 DETAIL BALANCE SHEET
 PRIOR MONTH COMPARISON
 MAR 2018

	MAR 2018	FEB 2018	\$ CHANGE	% CHANGE
NON-CURRENT ASSETS				
PROPERTY, PLANT, AND EQUIPMENT				
CDSC EQUIPMENT - FIXED	88,850	88,850	0	0.00%
CDSC LEASEHOLD IMPROVEMENTS	96,752	96,752	0	0.00%
CDSC EQUIPMENT - MAJOR MOVABLE	327,951	327,951	0	0.00%
CDSC EQUIPMENT - MINOR	87,194	87,194	0	0.00%
TOTAL PROPERTY PLANT AND EQUIPMENT	600,747	600,747	0	0.00%
ACCUMULATED DEPRECIATION				
CDSC ACCUM DEPREC BLDG IMPROV	(46,058)	(45,444)	(614)	1.35%
CDSC ACCUM DEPREC - FIXED EQUI	(65,422)	(65,084)	(338)	0.52%
CDSC ACCUM DEPEREC - MINOR	(70,388)	(69,512)	(876)	1.26%
CDSC ACCUM DEPREC MAJOR EQP	(310,239)	(308,225)	(2,015)	0.65%
TOTAL ACCUMULATED DEPRECIATION	(492,107)	(488,264)	(3,843)	0.79%
NET PROPERTY, PLANT, AND EQUIPMENT	108,639	112,483	(3,843)	(3.42)%
ASSETS LIMITED AS TO USE				
OTHER ASSETS				
TOTAL ASSETS LIMITED AS TO USE	108,639	112,483	(3,843)	(3.42)%
TOTAL ASSETS	1,044,004	812,337	231,667	28.52%
LIABILITIES AND FUND BALANCES				
CURRENT LIABILITIES				
ACCOUNTS PAYABLE				
CDSC ACCOUNTS PAYABLE VENDORS	13,692	12,932	(761)	5.88%
CDSC AP ACCRUALS	14,307	12,013	(2,293)	19.09%
CDSC OTHER ACCOUNTS PAYABLE	38,194	35,757	(2,437)	6.82%
CDSC BLOSS PAYABLE	3,770,636	3,619,546	(151,091)	4.17%

RUN DATE: 04/19/18
 RUN TIME: 1053
 RUN USER: DAMEDA

Castle Family Health Centers GL **LIVE**

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CHILDRENS DENTAL SURGERY CENTER
 DETAIL BALANCE SHEET
 PRIOR MONTH COMPARISON
 MAR 2018

	MAR 2018	FEB 2018	\$ CHANGE	% CHANGE
TOTAL ACCOUNTS PAYABLE	3,836,829	3,680,248	(156,582)	4.25%
ACCRUED PAYROLL				
CDSC ACCRUED SALARY AND WAGES	24,960	26,004	1,044	(4.02)%
CDSC ACCURED VACATION	21,369	19,855	(1,514)	7.62%
TOTAL ACCRUED PAYROLL	46,328	45,859	(470)	1.02%
OTHER CURRENT LIABILITIES				
INTERCORPORATE TRANSFERS				
TOTAL CURRENT LIABILITIES	3,883,158	3,726,107	(157,051)	4.21%
LONG TERM LIABILITIES				
TOTAL LIABILITIES	3,883,158	3,726,107	(157,051)	4.21%
EQUITY				
CAPITAL - CDSC BLOSS	(1,864,553)	(1,864,553)	0	0.00%
CAPTIAL - CDSC US DENTAL	(1,003,990)	(1,003,990)	0	0.00%
CURRENT YR NET INCOME (LOSS)	29,390	(45,226)	(74,616)	(164.98)%
TOTAL EQUITY	(2,839,154)	(2,913,769)	(74,616)	(2.56)%
TOTAL LIABILITIES AND EQUITY	1,044,004	812,337	(231,667)	28.52%

RUN DATE: 04/19/18
 RUN TIME: 1053
 RUN USER: DAMEDA

Castle Family Health Centers GL **LIVE**

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 RUN: CDSC REPORTS RPT: SCINCDT1 FMT: INC MO 1

CHILDRENS DENTAL SURGERY CENTER
 DETAIL INCOME STATEMENT
 PRIOR MONTH COMPARISON
 MAR 2018

	MAR 2018 ACTUAL	FEB 2018 ACTUAL	\$ VARIANCE	% VARIANCE
REVENUES				
OTHER / OP	216,195	197,837	18,358	9.28%
TOTAL PATIENT REVENUE	216,195	197,837	18,358	9.28%
DEDUCTIONS FROM REVENUES				
DENTAL SURGERY REV DED	(116,516)	9,891	126,407	1,277.99%
TOTAL DEDUCTIONS FROM REVENUE	(116,516)	9,891	126,407	1,277.99%
NET PATIENT REVENUE	332,711	187,946	144,765	77.02%
OTHER OPERATING REVENUE				
CDSC A/P DISCOUNTS TAKEN	17	7	9	131.15%
TOTAL OTHER OPERATING REVENUE	17	7	9	131.15%
TOTAL NET OPERATING REVENUE	332,728	187,953	144,774	77.03%
EXPENSES				
SALARIES				
MANAGEMENT AND SUPERVISION	10,138	9,941	(197)	(1.98)%
TECHNICAL AND SPECIALIST	4,358	3,997	(361)	(9.02)%
REGISTERED NURSE	9,323	12,498	3,175	25.40%
LISCENSED VOCATIONAL NURSE	4,770	4,898	128	2.60%
MEDICAL ASSISTANTS	9,553	10,557	1,003	9.50%
CLERICAL	8,530	8,728	198	2.26%
TOTAL SALARIES	46,673	50,619	3,946	7.80%
BENEFITS				
FICA	3,455	3,678	223	6.07%
HEALTH INSURANCE	8,966	4,931	(4,035)	(81.83)%
WORKERS COMPENSATION	1,300	1,300	0	0.00%
OTHER BENEFITS	247	0	(247)	
TOTAL BENEFITS	13,968	9,909	(4,059)	(40.96)%
TOTAL SALARIES AND BENEFITS	60,640	60,528	(113)	(0.19)%

RUN DATE: 04/19/18
 RUN TIME: 1053
 RUN USER: DAMEDA

Castle Family Health Centers GL **LIVE**

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 RUN: CDSC REPORTS RPT: SCINCDT1 FMT: INC MO 1

CHILDRENS DENTAL SURGERY CENTER
 DETAIL INCOME STATEMENT
 PRIOR MONTH COMPARISON
 MAR 2018

	MAR 2018 ACTUAL	FEB 2018 ACTUAL	\$ VARIANCE	% VARIANCE
PROFESSIONAL FEES				
CONSULTING & MANAGEMENT	13,778	13,650	(129)	(0.94)%
ACCOUNTING / AUDIT	850	850	0	0.00%
OTHER CONTRACTED SERVICE	2,679	2,057	(622)	(30.26)%
ANESTHESIOLOGIST	43,200	28,910	(14,290)	(49.43)%
DENTIST	38,645	35,569	(3,076)	(8.65)%
TOTAL PROFESSIONAL FEES	99,152	81,035	(18,117)	(22.36)%
SUPPLIES				
DENTAL SUPPLIES	7,223	3,271	(3,952)	(120.81)%
PHARMACEUTICALS	3,980	3,409	(571)	(16.74)%
OTHER MEDICAL SUPPLIES	9,643	3,525	(6,118)	(173.54)%
FOOD	152	0	(152)	
LINEN	2,252	2,287	35	1.55%
CLEANING SUPPLIES	0	60	60	100.00%
OFFICE SUPPLIES	1,722	725	(998)	(137.64)%
OTHER MINOR EQUIPMENT	244	244	0	0.00%
OTHER NON-MEDICAL SUPPLIES	30	30	0	0.61%
INVENTORY ADJUSTMENTS	466	0	(466)	
FREIGHT ON PURCHASES	82	98	16	16.13%
SALES TAX AND VARIANCE	281	349	68	19.52%
TOTAL SUPPLIES	26,074	13,998	(12,076)	(86.26)%
PURCHASED SERVICES				
REPAIRS AND MAINTENANCE	3,962	4,571	610	13.34%
MANAGEMENT SERVICES	200	100	(100)	(100.00)%
OTHER PURCHASED SERVICES	20,679	18,555	(2,124)	(11.45)%
TOTAL PURCHASED SERVICES	24,841	23,226	(1,615)	(6.95)%
DEPRECIATION				
DEPREC-LEASEHOLD IMPROVEMENTS	614	614	0	(0.01)%
DEPREC-EQUIPMENT	3,230	3,229	0	(0.01)%
TOTAL DEPRECIATION	3,843	3,843	0	(0.01)%
RENTS AND LEASES				
RENTAL - BUILDING	31,938	31,938	0	0.00%
RENTAL - EQUIPMENT	152	152	0	0.00%
TOTAL RENTS AND LEASES	32,090	32,090	0	0.00%
UTILITIES				
ELECTRICITY	2,840	3,087	247	8.01%

CHILDRENS DENTAL SURGERY CENTER
 DETAIL INCOME STATEMENT
 PRIOR MONTH COMPARISON
 MAR 2018

	MAR 2018 ACTUAL	FEB 2018 ACTUAL	\$ VARIANCE	% VARIANCE
NATURAL GAS	772	815	44	5.36%
UTILITIES - OTHER	455	1,074	619	57.65%
TOTAL UTILITIES	<u>4,066</u>	<u>4,976</u>	<u>910</u>	<u>18.29%</u>
OTHER OPERATING EXPENSES				
MALPRACTICE INSURANCE	1,641	1,641	0	0.00%
INSURANCE	324	324	0	0.00%
TAX AND LICENSE	3,158	2,809	(348)	(12.40)%
OTHER UNASSIGEND COSTS	167	274	107	38.92%
TELEPHONE	905	911	6	0.70%
TRAVEL	435	431	(5)	(1.10)%
ADVERTISING	300	300	0	0.00%
OTHER EXPENSES	476	476	0	0.00%
TOTAL OTHER OPERATING EXPENSE	<u>7,406</u>	<u>7,166</u>	<u>(240)</u>	<u>(3.35)%</u>
TOTAL OPERATING EXPENSE	<u>258,112</u>	<u>226,862</u>	<u>(31,250)</u>	<u>(13.77)%</u>
NET INCOME FROM OPERATIONS	74,616	(38,909)	113,524	(291.77)%
NET INCOME	<u>74,616</u>	<u>(38,909)</u>	<u>113,524</u>	<u>(291.77)%</u>
** STATISTICS **				
VISITS	117	101	(16)	(15.84)%

BLOSS MEMORIAL HEALTHCARE DISTRICT

Month of March 2018

	<u>INCOME STATEMENT</u>		<u>\$ PER CASE</u>
	CDSC		CDSC
NUMBER OF CASES	<u>117</u>		<u>117</u>
NET PATIENT REVENUE	332,711		2,844
OTHER REVENUE	<u>17</u>		<u>0</u>
TOTAL NET OPERATING REVENUE	<u>332,728</u>		<u>2,844</u>
OPERATING EXPENSES			
SALARIES AND WAGES	46,673		399
EMPLOYEE BENEFITS	13,968		119
PROFESSIONAL FEES	99,152		847
SUPPLIES	26,074		223
PURCHASED SERVICES	24,841		212
DEPRECIATION	3,843		33
RENT	32,090		274
UTILITIES	4,066		35
INSURANCE	1,965		17
OTHER EXPENSES	<u>5,441</u>		<u>47</u>
TOTAL OPERATING EXPENSE	<u>258,112</u>		<u>2,206</u>
NET INCOME FROM OPERATIONS	74,615		638
NON-OPERATING REVENUE	<u>0</u>		
NET INCOME	<u>74,615</u>		<u>638</u>

**Children's Dental Surgery Center
March-18**

Auto Debits - Old Account

Bank Fees 39.40

Grand Total 39.40

Auto Debits - New Account

Bank Fees 127.98

The Hartford - Automatic Payment 196.50

Midwest Insurance 1,300.00

Grand Total 1,624.48

RUN DATE: 03/30/18
 RUN TIME: 1600
 RUN USER: COOKS

Castle Family Health Centers AP **LIVE**
 CHECK REGISTER BY DATE

CDSC
 FROM 03/01/18 TO 03/30/18

DATE	CHECK NUM	VENDOR NUM	VENDOR NAME	STATUS	STATUS DATE	AMOUNT	
						ISSUED/ CLEARED	VOIDED/ UNCLAIMED
03/05/18	005932	C0002	ADVANCED SECURITY TECHNOLOGIES	ISSUED	03/05/18	47.38	
			REMITTED TO: ADVANCED SECURITY TECHNOLOGIES				
03/05/18	005933	C0059	HENRY SCHEIN MEDICAL (02696956)	ISSUED	03/05/18	2256.61	
03/05/18	005934	C0097	ILLINOIS MIDWEST INSURANCE AGENCY,	ISSUED	03/05/18	8184.00	
03/05/18	005935	C0003	MCKESSON MEDICAL SURGICAL(54363856)	ISSUED	03/05/18	477.57	
03/05/18	005936	C0013	OFFICE DEPOT	ISSUED	03/05/18	55.90	
			REMITTED TO: OFFICE DEPOT (32544746)				
03/12/18	005937	C0016	AIRGAS USA, LLC	ISSUED	03/12/18	466.92	
03/12/18	005938	C0020	ALSCO	ISSUED	03/12/18	1134.86	
03/12/18	005939	C0035	CITY OF STOCKTON	ISSUED	03/12/18	364.00	
03/12/18	005940	C0040	DENOVO	ISSUED	03/12/18	760.92	
03/12/18	005941	C0044	JIVE COMMUNICATIONS INC	ISSUED	03/12/18	463.27	
03/12/18	005942	C0003	MCKESSON MEDICAL SURGICAL(54363856)	ISSUED	03/12/18	3016.06	
03/12/18	005943	C0025	OPEN DENTAL SOFTWARE	ISSUED	03/12/18	99.00	
03/12/18	005944	C0017	SOMTHIN' FISHY	ISSUED	03/12/18	90.00	
03/12/18	005945	C0028	TPX COMMUNICATIONS	ISSUED	03/12/18	417.40	
03/12/18	005946	C0014	VANGUARD CLEANING SYSTEMS	ISSUED	03/12/18	1095.00	
03/19/18	005947	C0030	BLOSS MEMORIAL HEALTHCARE DISTRICT	ISSUED	03/19/18	46678.72	
03/19/18	005948	C0016	AIRGAS USA, LLC	ISSUED	03/19/18	844.04	
03/19/18	005949	C0020	ALSCO	ISSUED	03/19/18	563.01	
03/19/18	005950	C0005	HENRY SCHEIN DENTAL (1542017)	ISSUED	03/19/18	6917.60	
03/19/18	005951	C0039	HcBInte1	ISSUED	03/19/18	11037.88	
03/19/18	005952	C0023	MAINLINE MEDICAL INC	ISSUED	03/19/18	205.23	
03/19/18	005953	C0003	MCKESSON MEDICAL SURGICAL(54363856)	ISSUED	03/19/18	1008.38	
03/19/18	005954	C0092	PACIFIC STORAGE COMPANY	ISSUED	03/19/18	25.00	
			REMITTED TO: PACIFIC RECORDS MANAGEMENT (1207)				
03/19/18	005955	C0012	VALLEY YELLOW PAGES	ISSUED	03/19/18	300.11	
03/23/18	005956	C0002	ADVANCED SECURITY TECHNOLOGIES	ISSUED	03/23/18	105.06	
			REMITTED TO: ADVANCED SECURITY TECHNOLOGIES				
03/23/18	005957	C0016	AIRGAS USA, LLC	ISSUED	03/23/18	466.92	
03/23/18	005958	C0020	ALSCO	ISSUED	03/23/18	563.01	
03/23/18	005959	C0015	COMCAST (8155 60 067 0975070)	ISSUED	03/23/18	171.79	
03/23/18	005960	C0051	FIRST INSURANCE FUNDING CORP.	ISSUED	03/23/18	1640.70	
03/23/18	005961	C0022	PGE (1178141465-8)	ISSUED	03/23/18	3611.20	
TOTAL \$						93067.54	

CHILDREN'S DENTAL SURGERY CENTER
 ACCOUNTS RECEIVABLE AGING SCHEDULE
 EXCLUDES OUTSIDE COLLECTIONS ACCOUNTS
 12 MONTH SUMMARY

	TOTAL	0 - 30	31 - 60	61 - 90	90 +	% < 60 DAYS
Apr-17	1,270,454	265,666	77,354	29,735	897,700	27.00%
May-17	1,404,388	384,072	85,967	31,152	903,197	33.47%
Jun-17	1,151,212	189,532	65,556	23,411	872,713	22.16%
Jul-17	1,113,056	141,948	60,458	34,492	876,158	18.18%
Aug-17	1,113,332	158,605	57,839	28,515	868,374	19.44%
Sep-17	1,063,323	146,002	62,783	9,658	844,879	19.64%
Oct-17	1,097,298	181,554	64,527	10,960	840,257	22.43%
Nov-17	1,125,411	182,344	84,879	30,464	827,724	23.74%
Dec-17	1,033,239	123,571	65,768	31,245	812,655	18.32%
Jan-18	1,154,953	234,246	66,828	21,665	832,214	26.07%
Feb-18	1,162,058	199,671	106,038	22,963	833,386	26.31%
Mar-18	397,728	211,582	117,015	26,227	42,905	82.62%
% OF TOTAL		53.20%	29.42%	6.59%	10.79%	

CHILDRENS DENTAL SURGERY CENTER
 12 MONTH SUMMARY
 SUMMARY A/R ACTIVITY REPORT

	Apr-14	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Feb-18 Mar-18 CHANGE
BEG BALANCE	1,226,213	1,270,454	1,404,388	1,151,212	1,113,056	1,113,332	1,063,323	1,097,298	1,125,412	1,033,239	1,154,953	1,162,058	
CHARGES	350,044	399,455	210,032	147,522	166,616	147,825	195,660	190,010	133,511	241,360	197,822	216,195	18,373
PAYMENTS LESS REFUN	(288,569)	(245,038)	(452,663)	(178,078)	(157,514)	(190,118)	(149,553)	(152,014)	(219,460)	(105,387)	(220,758)	(274,927)	54,169
ADJUSTMENTS	(17,233)	(20,483)	(10,545)	(7,601)	(8,825)	(7,717)	(12,132)	(9,882)	(6,223)	(14,258)	30,041	(705,598)	735,639
NET IN(DE)CREASE	44,242	133,934	(253,176)	(38,156)	276	(50,010)	33,975	28,114	(92,173)	121,714	7,105	(764,330)	
END BALANCE	1,270,454	1,404,388	1,151,212	1,113,056	1,113,332	1,063,323	1,097,298	1,125,412	1,033,239	1,154,953	1,162,058	397,728	(764,330)
COLLECTION % *	94.36%	92.29%	97.72%	95.91%	94.69%	96.10%	92.50%	93.90%	97.24%	88.08%	115.75%	28.04%	-87.71
ADJUSTMENT %	5.64%	7.71%	2.28%	4.09%	5.31%	3.90%	7.50%	6.10%	2.76%	11.92%	-15.75%	71.96%	87.71
DAYS IN A/R ***	109.77	117.45	109.18	135.27	195.41	211.76	197.90	191.97	183.09	188.10	182.62	54.62	-128.00

*COLLECTION % = PAYMENTS DIVIDED BY TOTAL PAYMENTS & ADJUSTMENTS.
 *** 3 MONTH ROLLING AVERAGE CHARGES / LAST 3 MONTHS # WORKDAYS

DENTAL SURGERY CENTER - Stockton

MONTHLY BILLING BY INSURANCE

Administration

Mar-18

	NET	GROSS
Anesthesia		
*Denti-Cal	21,371.66	76,500.00
	<u>\$ 21,371.66</u>	<u>\$ 76,500.00</u>
Dental Common		
FLAT	3,582.00	3,582.00
*Denti-Cal	152,332.00	216,915.00
Cigna	1,161.20	1,755.00
Delta Dental of California	602.20	990.00
	<u>\$ 157,677.40</u>	<u>\$ 223,242.00</u>
Facility Fees		
*California Health and Wellness	2,294.23	35,550.00
Anthem Blue Cross	2,435.00	2,435.00
Anthem Blue Cross Medi-cal	2,788.84	32,400.00
Contra Costa Health Plan	288.41	4,230.00
Health Net Medi-cal	247.52	3,870.00
HPSJ Medi-cal	18,525.00	118,275.00
O/P Medi-cal	2,170.69	36,270.00
Partnership Healthplan of California	8,396.21	125,370.00
	<u>\$ 37,145.90</u>	<u>\$ 358,400.00</u>
	\$ 216,194.96	\$ 658,142.00

INSURANCE PAYMENTS		PATIENT PAYMENTS		ADJUSTMENTS	
*California	-3,646.60	20397	-398.00	DF-Contractual	-784,879.65
*Denti-Cal	-259,621.57	20383	-398.00	DP-Contractual	-7,184.56
Anthem Blue	-1,000.00	20487	-398.00	DA-Contractual	-987.65
Anthem Blue	-321.48	20454	-199.00	Retro Pmt	87,453.78
Cigna	-667.00	20441	-597.00		
Contra Costa	-563.28				
Health Net	-992.19				
HPSJ Medi-cal	-5,200.00				
O/P Medi-cal	-111.39				
Partnership	-813.59				
	<u>-\$ 272,937.10</u>		<u>-\$ 1,990.00</u>		<u>-\$ 705,598.08</u>

TOTAL ACCOUNTS RECEIVABLE	
Beginning A/R:	1,162,058.45
Net Charges:	216,194.96
Insurance Payments:	-272,937.10
Patient Payments:	-1,990.00
Adjustments:	-705,598.08
Writeoffs:	0.00
Total A/R:	\$ 397,728.23

RECOMMENDATION OF 2017 FINANCIAL AUDIT DRAFT

Audited Financial Statements

Children's Dental Surgery Center
(A General Partnership)

December 31, 2017

DRAFT

Children's Dental Surgery Center

Audited Financial Statements

December 31, 2017

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JWT & Associates, LLP

Advisory Assurance Tax

1111 E. Herndon Avenue, Suite 211, Fresno, CA 93720

Voice: (559) 431-7708 Fax: (559) 431-7685

Report of Independent Auditors

To The Partners
Children's Dental Surgery Center
Atwater, California

Report on the Financial Statements

We have audited the accompanying balance sheets of Children's Dental Surgery Center (the Center) as of December 31, 2017 and 2016, which comprise the balance sheets as of December 31, 2017 and 2016, and the related statements of operations and changes in partners' equity and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Children's Dental Surgery Center at December 31, 2017 and 2016, and the results of its operations and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

JWT & Associates, LLP

Fresno, California

April 26, 2018

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**Children's Dental Surgery Center
(a General Partnership)**

Balance Sheets

December 31, 2017 and 2016

Assets	<u>2017</u>	<u>2016</u>
Current assets		
Cash and cash equivalents	\$ 225,867	\$ 232,246
Patient accounts receivable, net	192,842	306,876
Supplies	36,031	53,717
Prepaid expenses	72,803	68,014
Total current assets	<u>527,543</u>	<u>660,853</u>
Property and equipment, net	120,169	154,674
Total assets	<u>\$ 647,712</u>	<u>\$ 815,527</u>
 Liabilities and partners' equity		
Current liabilities		
Accounts payable and accrued expenses	\$ 49,432	\$ 72,682
Due to Bloss Memorial Healthcare District	3,425,051	3,017,856
Accrued payroll and related liabilities	36,771	38,925
Deferred revenue	5,000	-
Total current liabilities	<u>3,516,254</u>	<u>3,129,463</u>
 Total liabilities	<u>3,516,254</u>	<u>3,129,463</u>
 Partners' accumulated deficit	<u>(2,868,542)</u>	<u>(2,313,936)</u>
Total liabilities and partners' equity	<u>\$ 647,712</u>	<u>\$ 815,527</u>

See Accompanying Notes to Financial Statements

Children's Dental Surgery Center
(a General Partnership)

Statements of Operations

Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Revenue		
Patient service revenue, net	\$ 2,778,324	\$ 3,759,641
Other revenue	4,856	1,062
Total revenue	<u>2,783,180</u>	<u>3,760,703</u>
Expenses		
Salaries and employee benefits	830,077	829,473
Professional fees	1,254,152	1,598,306
Purchased services	305,397	348,086
Supplies	352,882	485,640
Utilities	69,199	60,906
Lease and rent	380,899	369,059
Depreciation	45,156	45,504
Insurance	21,754	20,375
Other	78,270	91,818
Total expenses	<u>3,337,786</u>	<u>3,849,167</u>
Net income (loss)	<u>\$ (554,606)</u>	<u>\$ (88,464)</u>

See Accompanying Notes to Financial Statements

Children's Dental Surgery Center
(a General Partnership)

Statements of Changes In Partners' Capital

Years Ended December 31, 2016 and 2015

	Bloss Memorial Healthcare District	U.S. Dental Surgery Centers, Inc.	Total
Partners' deficit, December 31, 2015	\$ (1,446,556)	\$ (778,916)	\$ (2,225,472)
Partners' distribution	-	-	-
Net income	(57,502)	(30,962)	(88,464)
Partners' deficit, December 31, 2016	(1,504,058)	(809,878)	(2,313,936)
Partners' distribution	-	-	-
Net loss	(360,494)	(194,112)	(554,606)
Partners' deficit, December 31, 2017	<u>\$ (1,864,552)</u>	<u>\$ (1,003,990)</u>	<u>\$ (2,868,542)</u>

See Accompanying Notes to Financial Statements

**Children's Dental Surgery Center
(a General Partnership)**

Statement of Cash Flows

Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities		
Net loss	\$ (554,606)	\$ (88,464)
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation	45,156	45,504
Changes in		
Accounts receivable	114,034	162,803
Other receivables	-	39,607
Supplies	17,686	(9,955)
Prepaid expenses	(4,789)	(493)
Accounts payable	(23,250)	(29,774)
Due to Bloss Memorial Healthcare District	407,195	(55,629)
Accrued payroll	(2,154)	2,772
Deferred revenue	5,000	-
Net cash provided by operating activities	4,272	66,371
Cash flows from investing activities		
Purchase of property and equipment	(10,651)	-
Net cash used in investing activities	(10,651)	-
Net increase in cash and cash equivalents	(6,379)	66,371
Cash and cash equivalents, beginning of year	232,246	165,875
Cash and cash equivalents, end of year	\$ 225,867	\$ 232,246

See Accompanying Notes to Financial Statements

Children's Dental Surgery Center

Notes to Financial Statements

December 31, 2017 and 2016

Note 1 - Description of Organization and Summary of Significant Accounting Policies

Organization - Children's Dental Surgery Center (the Center) is a general partnership, pursuant to the provisions of the California Corporation Law. The Center provides dental services to diverse patients in and around San Joaquin County. The partners of the Center are the Bloss Memorial Healthcare District (the District) (65%) and the U.S. Dental Surgery Centers, Inc. (35%). The Center is operated by a governing board comprised of members from the board of the District and its staff and the members and staff of U.S. Dental Surgery Centers, Inc.

Basis of Financial Statements Preparation - The accounting policies and financial statements of the Center generally conform to the recommendations of the audit and accounting guide, Health Care Organizations, published by the American Institute of Certified Public Accountants. The financial statements are presented in accordance with the pronouncements of the Financial Accounting Standards Board.

Use of Estimates - The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and cash equivalents - Cash and cash equivalents include all deposits and investments in highly liquid debt instruments with a maturity of three months or less.

Patient Accounts Receivable - The Center reports patient accounts receivable for services rendered at net realizable amounts from third-party payers, patients and others. The Center provides an allowance for doubtful accounts based upon a review of outstanding receivables, historical collection information and existing economic conditions. As a service to the patient, the Center bills third-party payers directly and bills the patient when the patient's liability is determined. Patient accounts receivable are due in full when billed. Accounts are considered delinquent and subsequently written off as bad debts based on individual credit evaluation and specific circumstances of the account.

Children's Dental Surgery Center

Notes to Financial Statements

December 31, 2017

Note 1 - Description of Organization and Summary of Significant Accounting Policies (continued)

Allowance for doubtful accounts - Accounts receivable are reduced by an allowance for doubtful accounts. In evaluating the collectability of accounts receivable, the Center analyzes its past history and identifies trends for each of its major payer sources of revenue to estimate the appropriate allowance for doubtful accounts and provision for bad debts. Management regularly reviews data about these major payer sources of revenue in evaluating the sufficiency of the allowance for doubtful accounts. For receivables associated with services provided to patients who have third-party coverage, the Center analyzes contractually due amounts and provides an allowance for doubtful accounts and a provision for bad debts, if necessary (for example, for expected uncollectible deductibles and copayments on accounts for which the third-party payer has not yet paid, or for payers who are known to be having financial difficulties that make the realization of amounts due unlikely). For receivables associated with self-pay patients and non-contracted insurance (which includes both patients without insurance and patients with deductible and copayment balances due for which third-party coverage exists for part of the bill), the Center records a provision for bad debts in the period of service on the basis of its past experience, which indicates that many patients are unable or unwilling to pay the portion of their bill for which they are financially responsible. The difference between the standard rates (or the discounted rates if negotiated) and the amounts actually collected after all reasonable collection efforts have been exhausted is charged off against the allowance for doubtful accounts. At December 31, 2017 and 2016, the allowance for doubtful accounts and contractual adjustments was \$840,397 and \$827,237, respectively.

During the year ended December 31, 2014, the Center was notified by one of its third-party payers, Health Plan of San Joaquin (HPSJ), that it would no longer honor certain patient/insured billing submitted by the Center related to certain facility fees charges. HPSJ had historically reimbursed the Center for these facility fees until September 2014 when such payments were discontinued. These facility fees were denied until December 2015, when they began to pay again. Because of this dispute the Center has increased the allowance for doubtful accounts by approximately \$665,000 at December 31, 2017 based on the significant uncertainty on their ability to collect these charges. Center management, along with a coalition of other California dental surgery providers, dispute this action and are pursuing the matter with State Officials. Although favorable progress on this matter has been made, as of this date there has been no resolution.

Supplies - Supply inventories are stated at cost, which is determined using the first-in, first-out method.

Property and Equipment - Property and equipment are recorded at cost. Depreciation is calculated on the straight-line method over the estimated useful lives of depreciable assets.

Impairment - Impairment of long-lived assets is recognized whenever events or changes in circumstances indicate that the carrying amount of the asset may not be recoverable. Measurement of the amount of impairment may be based on market values of similar assets or estimates of future discounted cash flows resulting from use and ultimate disposition of the assets.

Children's Dental Surgery Center

Notes to Financial Statements

December 31, 2017

Note 1 - Description of Organization and Summary of Significant Accounting Policies (continued)

Compensated absences - The Center employees earn vacation benefits at varying rates depending on years of service. Employees also earn sick leave benefits based on varying rates depending on years of service. Both benefits can accumulate up to specified maximum levels. Employees are not paid for accumulated sick leave benefits if they leave either upon termination or before retirement. However, accumulated vacation benefits are paid to an employee upon either termination or retirement. Accrued vacation and sick leave liabilities as of December 31, 2017 and 2016 are \$15,690 and \$9,396, respectively.

Fair value of financial instruments - The financial statements include financial instruments for which the fair market value may differ from amounts reflected on a historical basis. Financial instruments of the Center consists of cash deposits, accounts receivable, accounts payable and certain accrued liabilities. The Center's other financial instruments generally approximate fair market value based on the short-term nature of these instruments.

Net patient service revenue - The Center has agreements with third-party payors that provide for payments to the Center at amounts different from its established rates. Payment arrangements include prospectively determined rates per procedure, reimbursement costs and discounted charges. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods, as final settlements are determined.

Grants and contributions - From time to time, the Center receives grants from various governmental agencies and private organizations. Revenues from grants and contributions are recognized when all eligibility requirements, including time requirements are met.

Income Taxes - The Center is a general partnership and as such is not subject to taxation. Each year any net income or loss is passed through to ownership partners based on ownership percentage.

Subsequent events - Subsequent events are events or transactions that occur after the balance sheet date but before financial statements are available to be issued. The Center recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements. The Center's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before financial statements were available to be issued. The Center has evaluated subsequent events through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued.

Children's Dental Surgery Center

Notes to Financial Statements

December 31, 2017

Note 1 - Description of Organization and Summary of Significant Accounting Policies (continued)

Reclassifications - Certain reclassifications have been made to the 2016 financial statements to conform to the 2017 financial statement presentation. These reclassifications had no effect on the change in partners' equity.

Note 2 - Cash and cash equivalents

As of December 31, 2017 and 2016, the Center had deposits invested in various financial institutions in the form of cash amounting to \$225,467 and \$231,846, respectively.

Note 3 - Concentration of Credit Risk

The Center grants credit without collateral to its patients and third party payors. Patient accounts receivable from government agencies represent the only concentrated group of credit risk for the Center and management does not believe that there is any credit risk associated with these governmental agencies. Concentration of patient accounts receivable at December 31, 2017 and 2016 was as follows:

	<u>2017</u>	<u>2016</u>
Medi-Cal	92%	91%
Other third-party payors	8%	9%
	<u>100%</u>	<u>100%</u>

Note 4 - Property and Equipment

Property and equipment at December 31, 2017 and 2016 consists of the following:

	<u>2017</u>	<u>2016</u>
Buildings and improvements	\$ 96,752	\$ 94,666
Equipment	503,995	495,430
	<u>600,747</u>	<u>590,096</u>
Less accumulated depreciation	(480,578)	(435,422)
	<u>\$ 120,169</u>	<u>\$ 154,674</u>

Children's Dental Surgery Center

Notes to Financial Statements

December 31, 2017

Note 5 - Contingencies

The Center is party to legal proceedings and claims, which arise during the ordinary course of business. In the opinion of management, the ultimate outcome of any claims and litigation will not have a material adverse effect on the center's financial position.

The Center insures its medical malpractice risks under an occurrence basis policy with limit up to \$5,000,000 and with a \$1,000 deductible per occurrence. Management is unaware of any claims against the Center that would cause expenses for medical malpractice risks to materially exceed the amounts provided. There were no malpractice expenditures for the year ended December 31, 2017 and 2016.

The Center has operating leases for certain facilities. Rental expense under operating leases was \$380,899 and \$369,059 for the years ended December 31, 2017 and 2016, respectively. Estimated future minimum lease payments for the succeeding years under operating leases with a remaining term in excess of one year as of December 31, 2017 are \$150,095 in 2018.

Note 6 – Related Party Transactions

The Center has an amount payable to Bloss Memorial Healthcare District, a related party, at December 31, 2017 and 2016 of 3,425,051 and 3,017,856, respectively. During 2017, the net amount advanced to the Center was \$407,195. The payable amount represents support to the Center for payroll and other various expense items.