

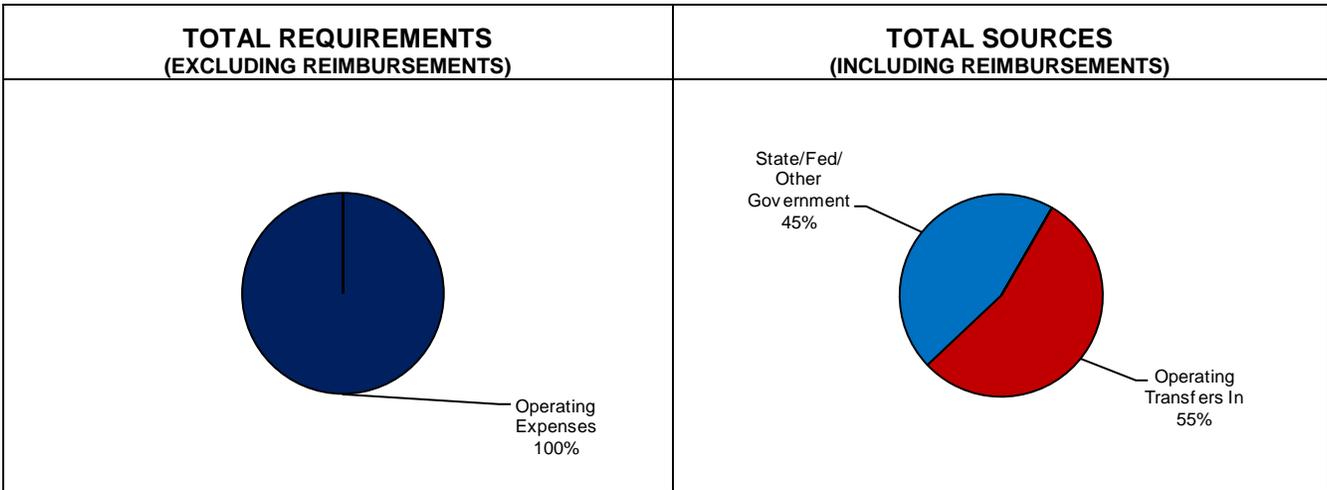
Medical Center Lease Payments

DESCRIPTION OF MAJOR SERVICES

This budget unit funds the cost of long-term lease payments to the Inland Empire Public Facilities Corporation for the Arrowhead Regional Medical Center (ARMC) facility. Funding sources include state revenues from the Construction Renovation/Reimbursement Program (SB 1732). This program provides supplemental reimbursement for construction, renovation, or replacement of medical facilities or fixed equipment. Other funding sources are operating transfers from ARMC and operating transfers from the General Fund backed by Health Realignment revenues and Tobacco Master Settlement Agreement proceeds.

Budget at a Glance	
Total Requirements (Excl. Reimb.)	\$41,777,982
Total Sources (Incl. Reimb.)	\$41,777,982
Use of / (Contribution To) Net Position	\$0
Total Staff	0

2016-17 RECOMMENDED BUDGET



ANALYSIS OF 2016-17 RECOMMENDED BUDGET

GROUP: Arrowhead Regional Medical Center
 DEPARTMENT: Capital Facilities Leases
 FUND: Medical Center Lease Payments

BUDGET UNIT: EMD JPL
 FUNCTION: General
 ACTIVITY: Property Management

	2012-13	2013-14	2014-15	(A) 2015-16	2015-16	(B) 2016-17	(B-A)
	Actual	Actual	Actual	Modified Budget	Estimate	Recommended Budget	Change From Prior Year Modified Budget
Requirements							
Staffing Expenses	0	0	0	0	0	0	0
Operating Expenses	41,657,396	42,279,632	41,609,664	41,629,997	41,535,546	41,777,982	147,985
Capital Expenditures	0	0	0	0	0	0	0
Total Exp Authority	41,657,396	42,279,632	41,609,664	41,629,997	41,535,546	41,777,982	147,985
Reimbursements	0	0	0	0	0	0	0
Total Appropriation	41,657,396	42,279,632	41,609,664	41,629,997	41,535,546	41,777,982	147,985
Operating Transfers Out	0	0	0	0	0	0	0
Total Requirements	41,657,396	42,279,632	41,609,664	41,629,997	41,535,546	41,777,982	147,985
Sources							
Taxes	0	0	0	0	0	0	0
Realignment	0	0	0	0	0	0	0
State/Fed/Other Government	18,901,369	21,247,253	16,501,273	18,890,122	19,114,785	18,957,360	67,238
Fee/Rate	0	0	0	0	0	0	0
Other Revenue	769,768	2,887	0	0	0	0	0
Total Revenue	19,671,137	21,250,141	16,501,273	18,890,122	19,114,785	18,957,360	67,238
Operating Transfers In	21,986,259	21,029,491	25,108,391	22,739,875	22,420,761	22,820,622	80,747
Total Financing Sources	41,657,396	42,279,632	41,609,664	41,629,997	41,535,546	41,777,982	147,985
Net Position							
Use of/ (Contribution to) Net Position	0	0	0	0	0	0	0
Est. Net Position Available						0	
Total Est. Unrestricted Net Position						0	
Budgeted Staffing*	0	0	0	0	0	0	0

*Data represents modified budgeted staffing

Note: Unlike governmental funds, the 2015-16 Modified Budget and Estimate columns do not include information on Estimated Net Position Available or Total Estimated Unrestricted Net Position because GAAP requires that internal service and enterprise funds include line items such as depreciation, which are not budgeted, in the Net Position calculation.

MAJOR REQUIREMENTS AND SOURCES IN 2016-17 RECOMMENDED BUDGET

Operating Expenses of \$41.8 million represent lease payments and associated fees and expenses.

State, Federal, or Other Government revenue of \$19.0 million is from the State of California's Construction Renovation/Reimbursement Program (SB 1732). The amount reimbursed by the state depends on the allowable portion of the lease payments multiplied by a rate that is calculated by the state every year. The rate fluctuates based on actual Medi-Cal inpatient days paid to ARMC.

Operating Transfers In of \$22.8 million are funded by \$10.7 million of Tobacco Master Settlement Agreement monies, \$4.1 million of Health Realignment funds, and \$8.0 million in revenues anticipated to be generated by ARMC.



BUDGET CHANGES AND OPERATIONAL IMPACT

Requirements are increasing by \$147,985 primarily due to increased debt service costs, which results in an increase of Sources to meet needed Requirements.

ANALYSIS OF NET POSITION

There is no Use of Net Position associated with this budget unit.

STAFFING CHANGES AND OPERATIONAL IMPACT

There is no staffing associated with this budget unit.





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