
FY2023 BUDGET SUMMARY AND ASSUMPTIONS

Prepared by: Richard Melke - CFO

Date: December 21, 2022

The FY2023 operating budget preparation involved several strategic sessions with the Leadership team. The FY2023 operating budget differs slightly from the BPR budget approved last month by the Board of Directors as it reflects HOPE's fiscal period of January through December, includes depreciation expense and adjusts the revenue and expenses based on the hiring and ramp up of providers.

Historical verses FY2023 Budget: This compares the income statement from the previous four years and the FY2022 projection to the FY2023 budget. The increases in net patient revenue every year contrasts with the grants and donations category. Wages and benefits have increased every year and are budgeted at \$5,098,320.

Visits: Behavioral Health visits budgeted at 7,993 with eight providers (2.5 Psych NP's and 5 therapists); Medical visits are at 16,068 with eight providers for total patient visits at 24,061. Pharmacy is budgeted to fill 42,000 prescriptions with four Pharmacists.

Payor Mix: The payor mix is 30% Self-Pay, 24% Medicare, 24% Private Insurance and 22% Medicaid. Collection rate is budgeted at 40%.

Patient Revenue: The medical and behavioral health net patient revenue is budgeted at \$2,571,538. This is an increase of \$1,175,627 over the projection for FY2022. The increase of revenue is based on the following assumptions:

1. Increased visits generating an additional \$400,000 in net revenue
2. Increase of \$150,000 with the addition of on-line bill pay and kiosks
3. The addition of mammography services projecting \$256,000 in revenue
4. Improving the credentialing and provider licensing generating an additional \$100,000
5. Increasing the fee structure 4.3% to generate an additional \$150,000
6. Improved coding to the CMS norms generating an additional \$100,000.

These 6 initiatives have patient revenue increasing by \$1,156,000.

Pharmacy is budgeted to net \$3,461,241 in net revenue for a total net revenue of \$6,032,779.



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Grant Revenue: The 330 HRSA grant is \$2,069,800 that begins May 1, 2023. The other Federal grants (ARP) will be fully spent by April 30, 2023.

Other Revenue: Safety Net/Cost reports are budgeted at \$245,000. The Memorial Foundation is \$25,000, \$3,000 for medical records and \$50,400 in interest income.

Contributions/Donations Revenue: \$300,000 is budgeted for this category.

Total Revenue: Total revenue is budgeted at \$8,492,979 for the year.

Salaries and Benefits: The head count is 75 with an FTE count of 69.20. Salaries amount to \$4,407,900 with 47% covered by the HRSA 330 grant. Benefits total \$690,420, or 16% of salary expense. Total salaries and benefits are 60% of total costs.

Supply Expenses: The cost of pharmaceuticals is budgeted at \$1,320,000.

Depreciation Expenses: The addition of the conference center, mammography and the numerous renovations increases depreciation expense to \$219,000.

Total Expenses: The total expenses are budgeted at \$8,492,979 for the year for a balanced budget.

FY2023	Administration	Behavioral Health	Medical Sumner	Medical Westside	Radiology	Dental	Pharmacy	Total
Pt. Net Revenue	0	727,924	1,667,617	175,998	0	0	3,461,240	6,032,779
Grant Revenue	866,320	432,000	696,040	110,400	0	39,000	316,440	2,460,200
Total Revenue	866,320	1,159,924	2,363,657	286,398	0	39,000	3,777,680	8,492,979
Total Expenses	1,973,674	1,060,656	2,269,860	285,228	65,412	235,228	2,602,920	8,492,979
Net Income	(1,107,354)	99,268	93,797	1,170	(65,412)	(196,228)	1,174,760	0

Please let me know if you have any questions concerning the FY2023 budget.

Rich Melke
 Chief Financial Officer
 HOPE Family Health
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Hope Family Health Services

	FY2022 Budget	FY2022 Projection	TOTAL FY2023 Budget	1A FY2023 Budget	1B FY2023 Budget	1M FY2023 Budget	1P FY2023 Budget	1R FY2023 Budget	2M FY2023 Budget	3D FY2023 Budget
Net Revenue										
Medicaid Charges	\$ 804,781	\$ 1,216,574	\$1,795,061		404,440	865,181	418,507		106,932	
Medicare Charges	1,247,195	2,167,735	2,751,337		489,159	943,834	1,201,690		116,654	
Private Insurance Charges	2,321,759	2,904,959	3,300,531		489,159	943,834	1,750,884		116,654	
Self Pay Charges	1,274,265	1,613,058	1,897,681		333,548	706,406	770,419		87,309	
Employee Charges	0	1,307								
Pharmacy 340B Revenue	225,000	206,778	261,000			261,000				
Walgreens 340B Revenue	275,000	300,260	300,000			300,000				
Wellpartner/CVS 340B Revenue	100,000	94,872	94,872			94,872				
Medicaid Contractual/Adj	(363,156)	(491,333)	(813,234)		(246,618)	(458,546)	(51,396)		(56,674)	
Medicare Contractual/Adj	(687,244)	(743,026)	(1,046,354)		(200,555)	(509,820)	(272,967)		(63,011)	
Private Ins Contractual/Adj	(371,073)	(1,212,762)	(1,514,441)		(278,821)	(509,670)	(662,957)		(62,993)	
Medicare Cost Report Reimb	82,440	130,051	198,000			198,000				
Medicaid PPS	2,500	77,346	45,636			45,636				
Sliding Fee Adjustments	(754,942)	(956,005)	(890,443)		(159,794)	(339,836)	(348,811)		(42,002)	
Other Adjustments	(100,000)	(161,567)	(222,871)		(70,072)	(135,991)			(16,808)	
Bad Debt Adjustment	0	(55,698)	(123,997)		(32,523)	(81,412)			(10,062)	
NET PATIENT REVENUE	4,056,525	5,092,550	6,032,779	-	727,924	1,667,617	3,461,241	-	175,998	-
	54%	61%	71%	0%	63%	71%	92%		61%	0%
Donations	12,000	6,590	6,000	6,000						
Grants	1,299,086	1,177,169	6,000	6,000						
Grant-Memorial Foundation	25,000	54,950	25,000	25,000						
Grant - HHS 330 Grant	2,067,300	1,899,212	2,069,800	478,920	432,000	693,040	316,440		110,400	39,000
Income - Medical Records	3,000	2,198	3,000			3,000				
Other		36,984	50,400	50,400						
Gifts in Kind		1,740								
Donations	7,473	14,843	300,000	300,000						
GRANTS AND DONATIONS	3,413,859	3,193,687	2,460,200	866,320	432,000	696,040	316,440	-	110,400	39,000
	46%	39%	29%	100%	37%	29%	8%		39%	100%
Net Revenue	\$7,470,384	\$ 8,286,237	\$8,492,979	866,320	1,159,924	2,363,657	3,777,681	-	286,398	39,000
Expenses										
Accounting & Payroll	10,947	14,106	21,000	21,000						
Outreach/Fundraising	3,600	23,111	24,000	24,000						
Advertising Expense	0	1,795	2,100	2,100						
Answering Service Expense	3,300	6,124	6,000	6,000						
Bad Debts Expense	100,000	0	10,800		4,800	6,000				
Billing Service Expense	83,100	142,644	120,600		44,100	68,100				
Bank Charges	1,000	1,674	1,800	1,800						8,400

Hope Family Health Services

	FY2022 Budget	FY2022 Projection	TOTAL FY2023 Budget	1A FY2023 Budget	1B FY2023 Budget	1M FY2023 Budget	1P FY2023 Budget	1R FY2023 Budget	2M FY2023 Budget	3D FY2023 Budget
Bank Merchant Fees	16,500	21,745	21,600			7,200	14,400			
Contract Pharmacy Fees	170,000	173,456	240,000				240,000			
CME	0	0								
Consulting Fees	106,800	50,345	43,200	13,200			30,000			
Cleaning/Janitorial	15,000	14,327	13,950	3,000	2,244	4,962	900	1,944	900	
Copier Service	13,500	33,762	30,600	6,000	4,200	12,000	2,400		4,200	1,800
Credentiaing		4,694	4,800		2,400	2,400				
Depreciation Expense	190,000	173,942	219,000	127,500	12,000	20,400	30,000	8,700	10,200	10,200
Dues and Subscriptions Exp	2,000	3,848	3,300	3,300						
Employee Benefit Programs Exp	0	27,236	4,000	4,000						
HRA Benefits	4,000	0								
Drugs: Pharmaceuticals	917,114	1,307,998	1,320,000				1,320,000			
Fees & Licenses	19,000	10,386	9,120	4,200	600	2,400	1,200	240	240	240
Equipment/Furniture	6,376	65,918	30,000	24,000		6,000				
Gifts Expense	0	448	600	600						
Hope Assistance Fund	3,500	9,578	12,000	12,000						
Insurance - General	45,000	4,926	3,600	3,600						
Insurance-Health	285,318	265,162	281,340	82,500	37,200	117,600	23,400	4,200	12,000	4,440
Insurance - Work Comp	5,000	6,572	6,600	6,600						
Insurance - Malpractice	5,000	148	1,200	1,200						
Insurance - D & O	0	12,282	10,080	10,080						
Interest Expense	50,000	58,103	60,000	60,000						
Translation Services	1,900	2,248	1,896			1,896			2,400	
Lab Fees	119,000	77,152	86,400			84,000				
Legal & Professional	46,000	5,082	7,200	7,200						
Accounting/Audit/990	27,500	46,933	28,800	28,800						
Moving Expense		120								
Maintenance/Repairs	32,000	44,886	31,668	6,396	4,800	14,400	4,152		1,920	
Membership Dues - Organization	24,004	30,865	24,000	24,000						
Membership Dues - Providers	1,200	1,573	1,200	1,200						
Medical Supplies	113,690	75,016	76,200			72,000			4,200	
Miscellaneous Expense	1,200	0	1,200	1,200						
Payroll Tax Expense	326,244	269,612	361,080	87,420	69,720	120,000	61,560	3,660	15,600	3,120
Immunizations Expense		13,457	12,000			12,000				
Software - EMR/PM/EMDEON	101,000	95,342	106,200		21,000	78,000			7,200	
Internship		4,999								
Patient Refunds		1,400								
Office Expense	90,760	54,695	54,720	24,000	4,800	15,600	6,000	120	3,600	600
Supplies - Charting		0								

Hope Family Health Services

	FY2022 Budget	FY2022 Projection	TOTAL FY2023 Budget	1A FY2023 Budget	1B FY2023 Budget	1M FY2023 Budget	1P FY2023 Budget	1R FY2023 Budget	2M FY2023 Budget	3D FY2023 Budget
Meals and Hospitality	2,500	2,748	2,496	2,496						
Postage Expense	5,000	2,574	4,980	996	744	2,244	648	48	300	
Payroll Liabilities	0	0								
Professional Development Exp	0	1,056	1,200	1,200						
Rent or Lease Expense	10,000	2,452	2,400	2,400						
Employee Morale	5,500	8,384	7,200	7,200						
Payroll - Employee Bonus	79,407	69,468	48,000	48,000						
Salaries & Wages - All	3,990,055	3,801,526	4,407,900	1,048,116	767,268	1,527,888	792,720	45,000	188,388	38,520
Provider Membership/CME	12,000	749	9,480		2,880	3,600	2,400		600	
Staff Training/Hiring	51,000	54,600	54,120	36,000	12,000	3,600	1,200	600	600	120
Software - Prescription Assist	3,600	3,926	3,600			3,600				
Software - Other	56,000	192,463	179,040	120,000	21,000	21,000	9,600		7,200	240
Seminars/Cont. Educ.		1,079								
Subcontractor Fees	189,000	295,403	280,800	24,000	32,400	12,000	36,000		2,400	174,000
Supplies - Other	0	11,858	12,000				12,000			
Taxes & Licenses	3,000	9,138	9,600	9,600						
Telephone Expense	61,200	66,636	65,640	19,200	7,200	24,000	8,400	240	5,400	1,200
Security Services	10,000	19,118	21,660	12,000	1,200	4,200	900	240	3,000	120
Travel Expense	12,210	28,748	25,800	18,000	4,200	2,400	600		600	600
Utilities	32,647	40,339	53,220	26,400	3,600	15,600	4,200	420	2,400	600
Waste Disposal-Biohazard	3,000	2,299	4,470			3,270	120		1,080	
Waste Disposal-Other	3,711	4,867	5,519	1,170	300	1,500	120		2,400	29
Suspense/Clearing Account										
Total Expenses	7,470,383	7,777,143	8,492,979	1,973,674	1,060,656	2,269,860	2,602,920	65,412	285,228	235,229
Net Income	\$1	\$509,094	(\$0)	(\$1,107,354)	\$99,268	\$93,797	\$1,174,761	(\$65,412)	\$1,170	(\$196,229)

Hope Family Health Services

						TOTAL
	FY2018 Actual	FY2019 Actual	FY2020 Actual	FY2021 Actual	FY2022 Projection	FY2023 Budget
Net Revenue						
Medicaid Charges	\$ 513,261	\$ 523,526	\$ 602,488	\$1,144,442	\$ 1,216,574	\$1,795,061
Medicare Charges	1,053,823	1,306,307	1,442,922	2,421,223	2,167,735	2,751,337
Private Insurance Charges	2,867,979	3,322,960	4,159,867	1,738,926	2,904,959	3,300,531
Self Pay Charges	1,154,536	890,311	820,259	1,244,594	1,613,058	1,897,681
Employee Charges	42,792	19,918	31,422	22,739	1,307	
Pharmacy 340B Revenue	27,845	562,534	199,539	218,441	206,778	261,000
Walgreens 340B Revenue	0	0	283,373	270,554	300,260	300,000
Wellpartner/CVS 340B Revenue	0	0	70,490	93,796	94,872	94,872
Medicaid Contractual/Adj	(309,809)	(339,726)	(274,697)	(511,714)	(491,333)	(813,234)
Medicare Contractual/Adj	(364,444)	(495,690)	(500,808)	(791,028)	(743,026)	(1,046,354)
Private Ins Contractual/Adj	(1,763,436)	(2,324,843)	(2,308,681)	(765,968)	(1,212,762)	(1,514,441)
Medicare Cost Report Reimb	47,245	58,174	98,324	135,762	130,051	198,000
Medicaid PPS	54,664	57,503	53,114	55,877	77,346	45,636
Sliding Fee Adjustments	(703,970)	(516,431)	(582,666)	(857,339)	(956,005)	(890,443)
Other Adjustments	(209,375)	(108,458)	(136,693)	(409,303)	(161,567)	(222,871)
Bad Debt Adjustment	(139,421)	0	2,500	1,465	(55,698)	(123,997)
NET PATIENT REVENUE	2,271,690	2,956,085	3,960,753	4,012,467	5,092,550	6,032,779
	52%	54%	55%	49%	61%	71%
Donations	2,693	507	17,302	5,149	6,590	6,000
Grants	191,241	502,596	1,214,388	2,246,965	1,177,169	6,000
Grant-Memorial Foundation	35,000	0	0	38,000	54,950	25,000
Grant - HHS 330 Grant	1,818,474	1,996,830	1,942,447	1,817,490	1,899,212	2,069,800
Income - Medical Records	3,255	2,810	2,754	4,512	2,198	3,000
Other	67,131	51,902	(6,013)	3,180	36,984	50,400
Gifts in Kind				66,300	1,740	
Donations	8,994	12,092	7,979	16,840	14,843	300,000
GRANTS AND DONATIONS	2,126,788	2,566,737	3,178,857	4,198,436	3,193,687	2,460,200
	48%	46%	45%	51%	39%	29%
Net Revenue	\$ 4,398,478	\$ 5,522,822	\$ 7,139,610	\$8,210,903	\$ 8,286,237	\$8,492,979
Expenses						
Accounting & Payroll	8,978	9,450	9,450	10,210	14,106	21,000
Outreach/Fundraising	32,169	33,202	22,022	34,344	23,111	24,000
Advertising Expense	0	0	4,932	1,620	1,795	2,100
Answering Service Expense	0	0	0	4,090	6,124	6,000
Bad Debts Expense	0	62,471	729,216	186,014	0	10,800
Billing Service Expense	101,549	93,914	54,307	116,918	142,644	120,600
Bank Charges	1,161	921	1,683	1,118	1,674	1,800
Bank Merchant Fees	15,544	16,733	19,649	17,930	21,745	21,600
Contract Pharmacy Fees	0	150,000	145,000	161,539	173,456	240,000
CME		345	83		0	
Consulting Fees	22,508	32,485	33,460	121,669	50,345	43,200
Cleaning/Janitorial	33,980	8,871	15,347	11,090	14,327	13,950
Copier Service	28,519	12,359	11,012	10,521	33,762	30,600
Credentialing	10,696	10,421	13,952	6,847	4,694	4,800
Depreciation Expense	89,340	108,418	163,355	193,656	173,942	219,000
Dues and Subscriptions Exp	175	75	2,059	1,787	3,848	3,300
Employee Benefit Programs Exp	69,250	34,519	42,506	30,241	27,236	4,000
HRA Benefits	48,692	38,610	17,961	6,255	0	
Drugs: Pharmaceuticals	563,756	681,905	875,417	1,116,265	1,307,998	1,320,000
Fees & Licenses	7,509	6,084	8,246	15,962	10,386	9,120

Hope Family Health Services

						TOTAL
	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023
	Actual	Actual	Actual	Actual	Projection	Budget
Equipment/Furniture	4,605	7,861	28,129	7,100	65,918	30,000
Gifts Expense	1,403	19	341	1,082	448	600
Hope Assistance Fund	10,991	6,720	3,357	8,119	9,578	12,000
Insurance - General	3,452	7,348	9,259	22,801	4,926	3,600
Insurance-Health	0	0	0	0	265,162	281,340
Insurance - Work Comp	11,152	9,109	7,153	3,189	6,572	6,600
Insurance - Malpractice	7,251	3,944	4,049	5,574	148	1,200
Insurance - D & O	3,873	3,873	0	0	12,282	10,080
Interest Expense	21,460	34,042	54,569	53,575	58,103	60,000
Translation Services	0	0	1,786	2,012	2,248	1,896
Lab Fees	54,910	40,710	70,664	97,996	77,152	86,400
Legal & Professional	3,901	41,596	4,718	41,298	5,082	7,200
Accounting/Audit/990	18,595	25,395	33,065	47,675	46,933	28,800
Moving Expense				1,080	120	
Maintenance/Repairs	7,900	23,881	29,364	32,282	44,886	31,668
Membership Dues - Organization	10,770	15,957	24,240	26,143	30,865	24,000
Membership Dues - Providers	980	956	887	956	1,573	1,200
Medical Supplies	103,992	100,885	139,312	97,784	75,016	76,200
Miscellaneous Expense	0	(362)	12,771	66,300	0	1,200
Payroll Tax Expense	192,748	203,496	223,866	207,974	269,612	361,080
Immunizations Expense					13,457	12,000
Software - EMR/PM/EMDEON	86,640	64,512	69,409	91,104	95,342	106,200
Internship				24,996	4,999	
Patient Refunds					1,400	
Office Expense	33,811	35,711	31,817	68,057	54,695	54,720
Supplies - Charting		26,315			0	
Meals and Hospitality	3,852	3,950	905	1,906	2,748	2,496
Postage Expense	2,649	3,021	5,759	3,931	2,574	4,980
Payroll Liabilities			48,555		0	
Professional Development Exp	0	0	828	0	1,056	1,200
Rent or Lease Expense	61,807	37,807	34,354	31,463	2,452	2,400
Employee Morale	1,030	6,753	4,347	6,940	8,384	7,200
Payroll - Employee Bonus	23,890	31,000	71,286	119,466	69,468	48,000
Salaries & Wages - All	2,447,686	2,552,571	2,779,097	3,057,902	3,801,526	4,407,900
Provider Membership/CME	4,614	1,585	2,229	520	749	9,480
Staff Training/Hiring	33,980	37,790	24,816	50,242	54,600	54,120
Software - Prescription Assist	3,900	3,600	3,600	3,300	3,926	3,600
Software - Other	18,384	26,322	68,250	140,647	192,463	179,040
Seminars/Cont. Educ.	844	270	105	0	1,079	
Subcontractor Fees	38,731	126,565	205,887	273,565	295,403	280,800
Supplies - Other	10,009	8,101	9,911	8,768	11,858	12,000
Taxes & Licenses	1,430	2,980	11,003	2,946	9,138	9,600
Telephone Expense	51,155	54,289	61,108	47,322	66,636	65,640
Security Services	14,256	15,411	16,065	8,863	19,118	21,660
Travel Expense	23,645	25,633	6,917	9,158	28,748	25,800
Utilities	43,451	40,965	31,805	32,317	40,339	53,220
Waste Disposal-Biohazard	5,502	4,224	3,631	2,668	2,299	4,470
Waste Disposal-Other	1,223	1,936	1,885	3,016	4,867	5,519
Suspense/Clearing Account			331			
Total Expenses	4,404,298	4,937,524	6,311,087	6,760,113	7,777,143	8,492,979
Net Income	(\$5,820)	\$585,298	\$828,523	\$1,450,790	\$509,094	(\$0)

HOPE FAMILY HEALTH SERVICES
DEPRECIATION SCHEDULE
December 31, 2022

Asset GL	Account	Dept	Fund	Location	ASSET	COST	LIFE	DATE	EXP23	A/D23	BOOK VALUI	EXP24	A/D24	BOOK VALUE
FURNITURE & FIXTURES (GL 150-1A)														
150-0-00-000-1A	1500	10	100	1A	FURNITURE	252	Years	VARIOUS	0	252	-	0	252	-
150-0-00-000-1A	1500	10	100	1A	FURNITURE	250	7	VARIOUS	0	250	-	0	250	-
150-0-00-000-1A	1500	10	100	1A	JENNY'S DESK	262	7	7/5/2012	0	262	-	0	262	-
150-0-00-000-1A	1500	10	100	1A	JENNY'S PORTABLE SCREEN	130	7	10/31/2012	0	130	(0)	0	130	(0.00)
150-0-00-000-1A	1500	10	100	1A	PORTABLE IKEA CABINETS	1,311	7	12/31/2012	0	1,311	-	0	1,311	-
150-0-00-000-1A	1500	10	100	1A	SOFA/CHAIR	430	7	2/12/2013	0	430	(0)	0	430	(0.00)
150-0-00-000-1A	1500	10	100	1A	PARTITIONS	5,628	7	11/5/2013	0	5,628	-	0	5,628	-
150-0-00-000-1A	1500	50	100	1P	PHARMACY SHELVING	5,788	7	4/19/2016	723	5,788	-	0	5,788	-
150-0-00-000-1A	1500	10	100	1A	FURNITURE	1,853	7	11/21/2016	0	1,853	-	0	1,853	-
150-0-00-000-1A	1500	10	100	1A	Exam Room/Looby Chairs	2,510	7	10/8/2018	359	1,853	657	359	2,212	298.45
150-0-00-000-1A	1500	10	100	1A	Looby Chairs/Reupholstry	1,446	7	12/27/2018	207	1,033	413	207	1,239	206.55
150-0-00-000-1A	1500	10	100	1A	Looby Chairs/Reupholstry	1,734	7	3/1/2019	248	1,197	537	248	1,445	288.92
150-0-00-000-1A	1500	10	100	1A	National Business Furniture	2,218	7	4/29/2020	317	1,164	1,054	317	1,481	736.90
150-0-00-000-1A	1500	10	100	1A	National Business Furniture	4,040	7	4/29/2020	577	2,121	1,920	577	2,698	1,342.54
150-0-00-000-1A	1500	10	100	1A	National Business Furniture	8,603	7	4/29/2020	1,229	4,515	4,087	1,229	5,744	2,858.54
150-0-00-000-1A	1500	10	100	1A	National Business Furniture	9,092	7	4/29/2020	1,299	4,772	4,320	1,299	6,070	3,021.01
150-0-00-000-1A	1500	10	100	1A	National Business Furniture	3,637	7	4/29/2020	520	1,909	1,728	520	2,428	1,208.40
150-0-00-000-1A	1500	10	100	1A	National Business Furniture	5,704	7	4/29/2020	815	2,994	2,710	815	3,808	1,895.29
150-0-00-000-1A	1500	10	100	1A	Exam Tables	7,158	7	10/18/2020	1,023	3,275	3,883	1,023	4,297	2,860.28
TOTAL FURNITURE & FIXTURES						62,044			7,315	40,735	21,308	6,591.38	47,326.72	14,716.88
						610			610					

LEASEHOLD IMPROVEMENTS (GL 154-1A)														
154-0-00-000-1A	1540	10	100	1A	SECURITY SYSTEM UPGRADE	6,747	7	12/31/2015	0	6,747	-	0	6,747	-
154-0-00-000-1A	1540	50	100	1P	PHARMACY RENOVATIONS	14,025	7	3/21/2016	1,781	14,025	0	0	14,025	0.00
154-0-00-000-1A	1540	50	100	1P	PHARMACY SECURITY SYSTEM UPGRADE	3,661	7	4/19/2016	458	3,661	-	0	3,661	-
154-0-00-000-1A	1540	50	100	1P	PHARMACY RENOVATIONS FLOOR	4,374	7	4/25/2016	547	4,374	(0)	0	4,374	(0.00)
154-0-00-000-1A	1540	50	100	1P	PHARMACY SECURITY SYSTEM UPGRADE	1,036	7	4/25/2016	129	1,036	(0)	0	1,036	(0.00)
154-0-00-000-1A	1540	50	100	1P	PHARMACY RENOVATIONS	375	7	5/6/2016	46	375	(0)	0	375	(0.00)
154-0-00-000-1A	1540	10	100	1A	SUMNERAC UNIT REPLACEMENT	2,480	7	7/27/2016	283	2,480	0	0	2,480	0.00
154-0-00-000-1A	1540	10	100	1A	Alarm/Security System	4,637	7	3/3/2017	662	4,471	166	166	4,637	(0.00)
154-0-00-000-1A	1540	10	100	1A	Alarm/Security System	641	7	3/3/2017	92	618	23	23	641	0.00
154-0-00-000-1A	1540	10	100	1A	Alarm/Security System	2,392	7	3/3/2017	342	2,306	85	85	2,392	0.00
154-0-00-000-1A	1540	10	100	1A	Alarm/Security System	2,132	7	3/3/2017	305	2,056	76	76	2,132	(0.00)
TOTAL IMPROVEMENTS						42,500			4,644	42,150	350	350.06	42,499.60	(0.00)
						387			387					

BUILDING IMPROVEMENTS (GL 156-1A)														
156-0-00-000-1A	1560	10	100	1A	CABINETS	2,720	7	5/19/2015	0	2,720	0	0	2,720	0.00
156-0-00-000-1A	1560	10	100	1A	PAINTING FACILITY	2,300	7	5/19/2015	0	2,300	0	0	2,300	0.00
156-0-00-000-1A	1560	10	100	1A	RENOVATIONS	2,500	7	5/19/2015	0	2,500	(0)	0	2,500	(0.00)
156-0-00-000-1A	1560	10	100	1A	CARPET	1,874	7	6/10/2015	0	1,874	0	0	1,874	0.00
156-0-00-000-1A	1560	10	100	1A	RENOVATIONS	2,500	7	6/23/2015	0	2,500	(0)	0	2,500	(0.00)
156-0-00-000-1A	1560	10	100	1A	FACILITY SIGN	1,575	7	7/31/2015	0	1,575	-	0	1,575	-
156-0-00-000-1A	1560	10	100	1A	NC CABLE/PHONE/INTERNET REWIRE	7,706	7	7/31/2015	0	7,706	(0)	0	7,706	(0.00)
156-0-00-000-1A	1560	10	100	1A	HVAC	6,995	10	2/16/2015	700	6,121	874	700	6,821	174.50
156-0-00-000-1A	1560	10	100	1A	Alarm/Security System	1,312	7	3/3/2017	187	1,265	47	47	1,312	(0.00)
156-0-00-000-1A	1560	10	100	1A	Youngs' HVAC	7,800	10	7/13/2019	780	3,510	4,290	780	4,290	3,510.00
156-0-00-000-1A	1560	10	100	1A	Youngs' New HVACs	20,340	10	9/25/2019	2,034	8,645	11,696	2,034	10,679	9,661.50
156-0-00-000-1A	1560	10	100	1A	Young's Exterior Bldg Lights	3,240	10	12/16/2019	324	1,296	1,944	324	1,620	1,620.00
156-0-00-000-1A	1560	10	100	1A	Site Survey	1,355	10	10/28/2019	136	565	790	136	700	654.92
156-0-00-000-1A	1560	10	100	1A	American Exterior Door Canopies	3,250	7	1/10/2020	464	1,846	1,404	464	2,310	940.02
156-0-00-000-1A	1560	10	100	1A	JH Farms Building Renovation	52,000	7	2/26/2020	6,105	23,485	19,253	6,105	29,590	13,147.58
156-0-00-000-1A	1560	10	100	1A	Young's Heating and Air HVAC Units	25,356	10	3/16/2020	2,536	9,621	15,735	2,536	12,157	13,199.01
156-0-00-000-1A	1560	10	100	1A	Michael Shaver Plumbing - New Septic	18,767	7	3/23/2020	2,681	10,122	8,645	2,681	12,803	5,964.31
TOTAL IMPROVEMENTS						42,500			4,644	42,150	350	350.06	42,499.60	(0.00)
						387			387					

HOPE FAMILY HEALTH SERVICES
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Asset GL	Account	Dept	Fund	Location	ASSET	COST	LIFE	DATE	EXP23	A/D23	BOOK VALUI	EXP24	A/D24	BOOK VALUE
156-0-00-000-1A	1560	10	100	1A	Michael Shaver Plumbing - Pressure assisted to	6,200	7	3/23/2020	886	3,344	2,856	886	4,230	1,970.41
156-0-00-000-1A	1560	10	100	1A	Parking Lot Repaved	70,420	10	3/28/2020	7,042	26,489	43,931	7,042	33,531	36,888.50
156-0-00-000-1A	1560	10	100	1A	Helios Energy Efficient Lighting Summer & West	39,999	7	6/1/2020	5,714	20,477	19,522	5,714	26,191	13,807.87
156-0-00-000-1A	1560	50	100	1P	JH Farms Pharmacy Renovations	47,950	7	6/1/2020	6,850	24,547	23,403	6,850	31,397	16,552.60
156-0-00-000-1A	1560	10	100	1A	Elmore's Flooring - Antimicrobial Flooring Summ	47,977	7	11/30/2020	6,854	21,144	26,833	6,854	27,997	19,979.40
156-0-00-000-1A	1560	10	100	1A	Preventia Alarm/Security	6,031	7	5/26/2020	862	3,102	2,929	862	3,963	2,067.84
156-0-00-000-1A	1560	10	100	1A	Michael Shaver Plumbing	3,148	7	1/30/2020	450	1,763	1,385	450	2,213	935.16
156-0-00-000-1A	1560	10	100	1A	Michael Shaver Plumbing	1,175	7	3/6/2020	168	642	533	168	809	365.59
156-0-00-000-1A	1560	10	100	1A	Acoustical Solutions	2,640	7	4/21/2020	377	1,394	1,246	377	1,771	868.98
156-0-00-000-1A	1560	10	100	1A	Preventia Security	2,059	7	5/29/2020	294	1,057	1,003	294	1,351	708.50
156-0-00-000-1A	1560	10	100	1A	American Exterior	1,720	7	6/24/2020	246	865	855	246	1,111	609.24
156-0-00-000-1A	1560	10	100	1A	Whitmore Roofing Repairs	3,300	7	10/12/2020	471	1,518	1,782	471	1,989	1,310.96
156-0-00-000-1A	1560	10	100	1A	Youngs Electric HVAC condenser replacement	5,400	7	10/12/2020	771	2,483	2,917	771	3,255	2,145.21
156-0-00-000-1A	1560	10	100	1A	JR Builders LLC - Remodel of the old Pharmacy	26,290.00	7	2/22/2022	3,756	6,966	19,324	3,756	10,722	15,568.21
156-0-00-000-1A	1560	10	100	1A	JR Builders LLC - Remodel of the old Pharmacy	12,960.00	7	2/22/2022	1,851	3,434	9,526	1,851	5,285	7,674.55
156-0-00-000-1A	1560	10	100	1A	JR Builders LLC - Admin remodel	8,040.00	7	3/11/2022	1,149	2,071	5,969	1,149	3,219	4,820.85
156-0-00-000-1A	1560	10	100	1A	JR Builders LLC - Admin remodel	23,260.00	7	3/11/2022	3,323	5,990	17,270	3,323	9,313	13,946.90
156-0-00-000-1A	1560	20	100	1B	JR Builders LLC - Phase 3 BH Remodel (USDA Loan	49,700.00	7	5/12/2022	7,100	11,632	38,068	7,100	18,732	30,967.67
156-0-00-000-1A	1560	10	100	1A	JR Builders LLC - Phase 4 Scale Door and Lobby Do	3,990.00	7	6/1/2022	570	903	3,087	570	1,473	2,517.37
156-0-00-000-1A	1560	10	100	1A	JR Builders LLC - Completion of phase 5 - reception	7,140.00	7	6/8/2022	1,020	1,596	5,544	1,020	2,616	4,524.33
156-0-00-000-1A	1560	10	100	1A	Preventia Security	22,933	7	10/14/2022	3,276	4,874	18,059	3,276	8,150	14,783.03
156-0-00-000-1A	1560	10	100	1A	Windows & Doors & Signs	250,000	10	2/28/2023	20,890	20,890	229,110	25,000	45,890	204,109.59
156-0-00-000-1A	1560	10	100	1A	4 Building Canopies	5,730	15	4/27/2021	382	1,024	4,706	382	1,406	4,324.45
						800,391			90,250	255,954	544,537	94,218	350,072	450,319
									7,521			7,521		
BUILDING IMPROVEMENTS (GL 156-2M)														
156-0-00-000-2M	1560	40	100	2M	Whitmore Roofing - Roof replacement	6,000	7	5/19/2015	857	3,429	2,571	857	4,286	1,714.29
156-0-00-000-2M	1560	40	100	2M	Exterior Lights Installed Westside	1,215	7	6/10/2020	174	618	597	174	791	423.70
156-0-00-000-2M	1560	40	100	2M	Elmore's Flooring - Replace floors Westside	14,690	7	11/30/2020	2,099	6,474	8,216	2,099	8,572	6,117.46
						21,905			3,129	10,520	11,385	3,129.28	13,649.51	8,255.45
									261			261		
BUILDINGS (GL 155-1A)														
155-0-00-000-1A	1550	40	100	2M	WESTSIDE PROPERTY-DEPOSIT	278,940	40	1/22/2015	6,974	62,180	216,760	6,974	69,154	209,786.13
155-0-00-000-1A	1550	10	100	1A	Summer Bldg Purchase	725,000	40	6/30/2019	18,125	81,563	643,438	18,125	99,688	625,312.50
155-0-00-000-1A	1550	10	100	1A	Closing Costs Summer Bldg	25,126	40	6/30/2019	628	2,827	22,299	628	3,455	21,670.74
155-0-00-000-1A	1550	10	100	1A	Conference Center	750,000	30	5/31/2023	14,521	14,521	735,479	25,000	39,521	710,479.45
					TOTAL BUILDINGS	1,779,066			40,247	161,090	1,617,975	50,727	211,817	1,567,249
					MACHINERY AND EQUIPMENT (GL 151-1A)				3,354			3,354		
MACHINERY & EQUIPMENT-MEDICAL														
151-0-00-000-1A	1510	40	100	1M	MEDICAL EQUIPMENT	5,287	5	VARIOUS	0	5,287	-	0	5,287	-
151-0-00-000-1A	1510	40	100	1M	MEDICAL EQUIPMENT	42,359	5	VARIOUS	0	42,359	-	0	42,359	-
151-0-00-000-1A	1510	40	100	1M	EMG	10,000	5	VARIOUS	0	10,000	-	0	10,000	-
151-0-00-000-1A	1510	40	100	1M	NERUMETIX	3,494	5	VARIOUS	0	3,494	-	0	3,494	-
151-0-00-000-1A	1510	40	100	1M	NDX	11,570	5	VARIOUS	0	11,570	-	0	11,570	-
151-0-00-000-1A	1510	40	100	1M	EXAMROOM CLINICAL FURNITURE	3,307	5	10/29/2012	0	3,307	-	0	3,307	-
151-0-00-000-1A	1510	40	100	1M	VITAL SIGN MEDICAL EQUIPMENT	4,100	5	2/14/2013	0	4,100	-	0	4,100	-
151-0-00-000-1A	1510	40	100	1M	COAUGUCHEK MEDICAL EQUIPMENT	1,661	5	12/28/2015	0	1,661	-	0	1,661	-
151-0-00-000-1A	1510	40	100	1M	EKG AT2 MEDICAL EQUIPMENT	1,661	5	12/28/2015	0	1,661	-	0	1,661	-
151-0-00-000-1A	1510	40	100	1M	COAUGUCHEK MEDICAL EQUIPMENT	1,607	5	12/28/2015	0	1,607	-	0	1,607	-
151-0-00-000-1A	1510	40	100	1M	MEDICAL EQUIPMENT EXAM TABLES	2,389	5	3/30/2016	0	2,389	0	0	2,389	0.00
151-0-00-000-1A	1510	30	100	3D	Dental Portable Light	1,120	5	12/31/2016	0	1,120	-	0	1,120	-
151-0-00-000-1A	1510	30	100	3D	Dental X-RAY	5,827	5	12/31/2016	0	5,827	-	0	5,827	-
151-0-00-000-1A	1510	30	100	3D	Dental Digital Scan	53 of 2,800	5	12/31/2016	0	4,000	-	0	4,000	-
151-0-00-000-1A	1510	30	100	3D	Dental Modular Cart Trmt	7,999	5	1/15/2017	0	7,999	(0)	0	7,999	(0.00)
151-0-00-000-1A	1510	30	100	3D	Dental Patient Chair	1,175	5	1/29/2017	0	1,175	0	0	1,175	0.00

HOPE FAMILY HEALTH SERVICES
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Asset GL	Account	Dept	Fund	Location	ASSET	COST	LIFE	DATE	EXP23	A/D23	BOOK VALUI	EXP24	A/D24	BOOK VALUE
151+0-00-000-1A	1510	30	100	3D	Dental 110GAL Drum Flammable Cabinet	3,098	5	1/19/2017	0	3,098	0	0	3,098	0.00
151+0-00-000-1A	1510	30	100	3D	Dental 55GAL Drum Flammable Cabinet	1,029	5	1/19/2017	0	1,029	-	0	1,029	-
151+0-00-000-1A	1510	40	100	1M	Medical WS DLA Safety Kit	1,295	5	1/19/2017	0	1,295	0	0	1,295	0.00
151+0-00-000-1A	1510	40	100	1M	Medical SN Table Exam	3,070	5	2/20/2017	0	3,070	-	0	3,070	-
151+0-00-000-1A	1510	40	100	1M	Phone System Equipment	5,402	5	3/1/2017	0	5,402	(0)	0	5,402	(0.00)
151+0-00-000-1A	1510	40	100	1M	Phone System Equipment	6,615	5	4/1/2017	0	6,615	(0)	0	6,615	(0.00)
151+0-00-000-1A	1510	40	100	1M	Medical ECG Interp	2,260	5	3/29/2017	0	2,260	0	0	2,260	0.00
151+0-00-000-1A	1510	40	100	1M	Server Equipment	23,865	5	12/18/2017	0	23,865	-	0	23,865	-
151+0-00-000-1A	1510	30	100	3D	Dental Triclean 2.64 Gal Ultrasonic	1,344	5	2/19/2018	45	1,344	(0)	0	1,344	(0.00)
151+0-00-000-1A	1510	30	100	3D	Dental Kavø Electrotoque E675L	3,217	5	3/26/2018	161	3,217	0	0	3,217	0.00
151+0-00-000-1A	1510	30	100	3D	Dental Powerback G Dry Vac 3 User	9,935	5	5/28/2018	828	9,935	(0)	0	9,935	(0.00)
151+0-00-000-1A	1510	30	100	3D	Dental Almegam Separator NXT HG5	697	5	5/28/2018	58	697	0	0	697	0.00
151+0-00-000-1A	1510	30	100	3D	Dental Powerair Tripl Oilless Compress	6,232	5	5/28/2018	519	6,232	0	0	6,232	0.00
151+0-00-000-1A	1510	30	100	3D	Dental Midmark M11 Ultraclave	6,127	5	5/28/2018	511	6,127	0	0	6,127	0.00
151+0-00-000-1A	1510	30	100	3D	Dental Midmark M3 Ultrafast Sterilizer	5,249	5	5/28/2018	437	5,249	(0)	0	5,249	(0.00)
151+0-00-000-1A	1510	30	100	3D	Dental Sopro Life Camera & Caries Det	5,274	5	5/28/2018	440	5,274	-	0	5,274	-
151+0-00-000-1A	1510	30	100	3D	Dental Quattrocare Plus HP Main Syst	2,513	5	5/28/2018	209	2,513	(0)	0	2,513	(0.00)
151+0-00-000-1A	1510	30	100	3D	Dental SCHICK 33 SZ 2.9' STARTER KIT	8,495	5	5/28/2018	708	8,495	(0)	0	8,495	(0.00)
151+0-00-000-1A	1510	50	100	1P	Scriptpro Equipment 50% Down payment	10,843	5	1/30/2019	2,169	10,662	181	181	10,843	(0.00)
151+0-00-000-1A	1510	40	100	1M	Old Hickory Building	2,173	7	6/27/2019	310	1,397	776	310	1,707	465.60
151+0-00-000-1A	1510	40	100	1M	Old Hickory Building	3,370	7	6/27/2019	481	2,166	1,203	481	2,648	722.10
151+0-00-000-1A	1510	40	100	1M	CPR Kit	1,510	5	9/26/2020	302	985	525	302	1,287	222.57
151+0-00-000-1A	1510	50	100	1P	Script Pro Equipment	10,216	5	10/1/2019	2,043	8,684	1,532	1,532	10,216	-
151+0-00-000-1A	1510	50	100	1P	Script Pro Equipment	16,458	5	10/1/2019	3,292	13,989	2,469	2,469	16,458	-
151+0-00-000-1A	1510	50	100	1P	Script Pro Equipment 50% Down	1,719	5	4/16/2020	344	1,031	688	344	1,375	343.80
151+0-00-170-1R	1510	60	170	1R	AMRAD High Frequency Digital DR System	59,950	7	9/20/2021	8,564	19,522	40,428	8,564	28,086	31,863.84
151+0-00-000-1A	1510	40	100	1M	Mammography Equipment	250,000	7	2/28/2023	29,843	29,843	220,157	29,843	59,687	190,313.11
					TOTAL MACHINERY & EQUIPMENT-MED	559,463			51,263	291,505	267,958	44,027	335,532	223,931
									4,272			4,272		
					MACHINERY & EQUIPMENT-ADMIN									
151+0-00-000-1A	1510	10	100	1A	MC SECURITY SYSTEM	349	5	VARIOUS	0	349	-	0	349	-
151+0-00-000-1A	1510	10	100	1A	WALTS PORTABLE BUILDING	1,950	5	VARIOUS	0	1,950	-	0	1,950	-
151+0-00-000-1A	1510	10	100	1A	SMALL EQUIPMENT	3,921	5	VARIOUS	0	3,921	-	0	3,921	-
151+0-00-000-1A	1510	10	100	1A	SMART DROP	5,200	5	VARIOUS	0	5,200	-	0	5,200	-
151+0-00-000-1A	1510	10	100	1A	EPSON PROJECTOR/CASE	331	5	8/27/2012	0	331	-	0	331	-
151+0-00-000-1A	1510	10	100	1A	PRINTER	382	5	9/26/2012	0	382	-	0	382	-
151+0-00-000-1A	1510	10	100	1A	SERVER & PERIPHERAL EQUIPMENT	3,145	5	11/29/2012	0	3,145	-	0	3,145	-
151+0-00-000-1A	1510	10	100	1A	WIRELESS ACCESS POINT ETC	1,227	5	12/11/2012	0	1,227	-	0	1,227	-
151+0-00-000-1A	1510	10	100	1A	CARD SCANNING EQUIPMENT	929	5	2/11/2013	0	929	-	0	929	0.20
151+0-00-000-1A	1510	10	100	1A	TERMINAL SERVER SYSTEM	1,050	5	3/18/2013	0	1,050	-	0	1,050	(0.18)
151+0-00-000-1A	1510	10	100	1A	NC SECURITY SYSTEM	6,961	5	2/2/2015	0	6,961	-	0	6,961	0.28
151+0-00-000-1A	1510	10	100	1A	FRYES SECURITY SYSTEM	1,531	5	11/30/2015	0	1,531	-	0	1,531	(0.26)
151+0-00-000-1A	1510	10	100	1A	Cisco Meraki Wireless/Port and Firewall Securit	39,636	5	1/31/2018	0	39,636	-	0	39,636	-
151+0-00-000-1A	1510	10	100	1A	Cisco Meraki Installation Equipment	4,500	5	2/12/2018	0	4,500	-	0	4,500	-
151+0-00-000-1A	1510	10	100	1A	Server Data Equipment Install	1,620	5	3/12/2018	0	1,620	-	0	1,620	-
151+0-00-000-1A	1510	50	100	1P	Script Pro	16,052	5	4/16/2020	3,210	11,909	4,143	3,210	15,119	932.31
151+0-00-000-1A	1510	50	100	1P	Innovative Medical	8,286	5	4/22/2020	1,657	6,121	2,166	1,657	7,778	508.53
151+0-00-000-1A	1510	50	100	1P	Script Pro	17,771	5	6/30/2020	3,554	12,454	5,317	3,554	16,008	1,762.44
151+0-00-000-1A	1510	10	100	1A	VVL	4,445	5	10/29/2020	889	2,820	1,624	889	3,709	735.51
151+0-00-000-1A	1510	10	100	1A	Scotsman Ice Machine & Water Dispenser	3,702.00	5	9/1/2020	740	2,467	1,235	740	3,207	494.95
					TOTAL MACHINERY & EQUIPMENT-ADM	122,987			10,050	108,502	14,485	10,051	118,553	4,434
									838			838		
					COMPUTERS									
151+0-00-000-1A	1510	10	100	1A	LAPTOP	2,249	5	VARIOUS	0	2,249	-	0	2,249	-
151+0-00-000-1A	1510	10	100	1A	COMPUTERS, PRINTERS, DOCK	1,723	5	7/30/2012	0	1,723	-	0	1,723	-
151+0-00-000-1A	1510	10	100	1A	8 COMPUTERS, SCANNERS, SO	5 of 8	5	12/3/2012	0	10,201	-	0	10,201	-
151+0-00-000-1A	1510	10	100	1A	LAPTOP-7/19/13	485	5	7/19/2013	0	485	-	0	485	-
151+0-00-000-1A	1510	10	100	1A	REPLACEMENT PC-JOEY FORMAN	4,247	5	7/23/2013	0	4,247	-	0	4,247	-

HOPE FAMILY HEALTH SERVICES
DEPRECIATION SCHEDULE
December 31, 2022

Asset GL	Account	Dept	Fund	Location	ASSET	COST	LIFE	DATE	EXP23	A/D23	BOOK VALUI	EXP24	A/D24	BOOK VALUE
151-0-00-000-1A	1510	10	100	1A	LAPTOP-MARIO FLORES	931	5	8/12/2013	0	931	-	0	931	-
151-0-00-000-1A	1510	10	100	1A	3 LAPTOPS	2,979	5	9/6/2013	0	2,979	-	0	2,979	-
151-0-00-000-1A	1510	10	100	1A	APPLE TECH EQUIPMENT	501	5	9/25/2013	0	501	-	0	501	-
151-0-00-000-1A	1510	10	100	1A	NEW PHONES & INSTALLATIONS	2,724	5	11/8/2013	0	2,724	-	0	2,724	-
151-0-00-000-1A	1510	10	100	1A	IPAD-JOEY	361	5	11/18/2013	0	361	-	0	361	-
151-0-00-000-1A	1510	10	100	1A	LENOVO COMPUTER	989	5	11/20/2013	0	989	-	0	989	-
151-0-00-000-1A	1510	10	100	1A	PCM - Laptops	18,093	5	9/12/2019	3,619	15,680	2,412	2,412	18,093	0.00
151-0-00-000-1A	1510	10	100	1A	PCM - Laptops	12,889	5	9/13/2019	2,578	11,171	1,719	1,719	12,889	0.00
151-0-00-000-1A	1510	10	100	1A	Insight PC Equipment	7,789	5	7/4/2020	1,558	4,673	3,115	1,558	6,231	1,557.70
151-0-00-000-1A	1510	10	100	1A	Insight Direct Equipment	6,281	5	11/21/2020	1,256	3,768	2,512	1,256	5,025	1,256.15
TOTAL COMPUTER						72,441			9,010	62,683	9,759	6,944.77	69,627.33	2,813.86
									751					
TOTAL MACHINERY AND EQUIPMENT						754,891			70,324	462,690	292,202	61,023	523,712	231,179

MISCELLANEOUS (GL 152-1A)

152-0-00-000-1A	1520	40	100	1M	MEDICAL SOFTWARE	5,995	5	VARIOUS	0	5,995	-	0	5,995	-
152-0-00-000-1A	1520	40	100	1M	ZANE HRA SOFTWARE	1,000	5	10/30/2012	0	1,000	-	0	1,000	-
152-0-00-000-1A	1520	40	100	1M	9-MICROSOFT OFFICE 10	536	5	11/29/2012	0	536	-	0	536	-
152-0-00-000-1A	1520	40	100	1M	ECLINICALWORKS SOFTWARE	24,500	5	12/4/2012	0	24,500	-	0	24,500	-
152-0-00-000-1A	1520	40	100	1M	ECLINICALWORKS SOFTWARE-3/18/13	11,011	5	3/18/2013	0	11,011	-	0	11,011	-
152-0-00-000-1A	1520	40	100	1M	SAGE 50 2014	2,699	5	4/22/2013	0	2,699	-	0	2,699	-
152-0-00-000-1A	1520	50	100	1P	PHARMACY SCRIP SOTHWARE	179,930	5	3/1/2016	0	179,930	(0)	0	179,930	(0.00)
152-0-00-000-1A	1520	40	100	1M	Dragon Software	1,900	5	9/25/2017	0	1,900	0	0	1,900	0.00
152-0-00-000-1A	1520	40	100	1M	Webroot Software Endpoint	2,394	5	2/12/2018	120	2,394	-	0	2,394	-
152-0-00-000-1A	1520	50	100	1P	Script Pro Software	1,560	5	12/11/2019	312	1,274	286	286	1,560	-
152-0-00-000-1A	1520	50	100	1P	Script Pro Software downpayment	10,338	5	1/1/2021	2,068	6,203	4,135	2,068	8,270	2,067.60
152-0-00-000-1A	1520	40	100	1M	Dragon Medical Practice Edition 4	1,850.00	5	2/1/2020	370	1,449	401	370	1,819	31.42
TOTAL MISCELLANEOUS						243,713			2,869	238,891	4,823	2,724	241,614	2,099.02
GRAND TOTALS						3,704,909			218,778	1,211,929	2,492,579	218,762	1,430,691	2,273,816



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FY2023 CAPITAL BUDGET SUMMARY

Prepared by: Richard Melke - CFO

Date: December 21, 2022

The FY2023 capital budget has zero dollars budgeted in FY2023 as the major projects were funded in FY2022 and will be completed in early 2023. There is \$30,000 budgeted for small equipment items in the operating budget that are under the \$5,000 threshold per our capitalization policy.

Depreciation Schedule: The FY2022 depreciation schedule is attached to support the breakdown of purchase price, annual depreciation expense, accumulated depreciation and book value.

Fixed Asset: Fixed assets at the end of FY2021 HOPE was \$2,300,195. It is anticipated that fixed assets will increase to \$3,704,509 at the end of FY2023.

Asset	Cost (Purchase Price)	FY2023 Depr. Expense (Estimated)	FY2023 Accum. Depr. (Estimated)	FY2023 Book Value (Estimated)
Balance as of December 31, 2021	\$2,300,195	\$131,479	\$1,109,209	\$1,190,986
JR Builders renovations in FY2022	131,380	18,769	32,592	98,788
Preventia Security (FY2022)	22,933	3,276	4,874	18,059
Windows, Doors, Signage (FY2023)	250,000	20,890	20,890	229,110
Mammography Equip. (FY2023)	250,000	29,843	29,843	220,157
Conference Center (FY2023)	750,000	14,521	14,521	735,479
TOTAL	\$3,704,508	\$218,778	\$1,211,929	\$2,492,579

Definition: The basic accounting practice is that when a nonprofit buys a piece of furniture or a computer or a building, these items have lasting value and usefulness. Instead of immediately recording the entire purchase price as an expense on the financial statements, the item is booked as an asset. An asset is a resource that is available for use now and into the future. These sorts of purchases are often more specifically called **fixed assets**.

The nature of most fixed assets is that their value will diminish over time.

In order to account for the declining value of fixed assets, there is an accounting entry called depreciation expense. For each year of the useful life of a fixed asset, we book a



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share of the original value of the purchase as depreciation expense. A simple way to determine the amount is called the straight-line method. We take the original purchase price and divide it by the number of years the item is likely to be useful.

There are some standard timelines that are commonly used. Computers are often depreciated over three years. Office furniture is often depreciated over seven years. For example, if we paid \$700 for a conference table and depreciated it over seven years, each year we would book \$100 as depreciation expense. The unusual feature of this transaction is that the cash was actually spent on the item when we purchased it.

Depreciation is simply accounting for the decline in its value over time – no cash is going out the door at the time we record depreciation expense.

The great benefit of tracking and booking depreciation is that over time it can build HOPES's financial reserves. With a proper allocation system in place, depreciation expense will be shared appropriately among each department or cost center in our organization. Each program will pay for their fair share of the depreciation expense.

Funded Depreciation: The funding of depreciation refers to the process by which cash resources are set aside periodically and accumulated for the purpose of financing the renewal or replacement of fixed assets. Achieving a breakeven budget ensures that there is sufficient revenue to offset the depreciation expense. HOPE does not fund depreciation, but HOPE has just over \$2 million in investments that could be set aside in a special Unrestricted Fund account to meet our obligation to preserve and maintain our capital investment.

Please let me know if you have any questions concerning the Fixed Asset Schedule.

Rich Melke
Chief Financial Officer
615-644-0469 or 302-535-9113