

2015 OHIO MASONIC HOME

Review & Financials

2015 will be remembered as a year of significant capital investment and improvement for the Ohio Masonic Home, particularly on our Springfield campus. The construction of our new Scottish Rite apartment building was completed, featuring 65 state-of-the-art apartments with many options. Additionally, major renovations on our recently renamed York Rite building were completed in addition to other significant steps for capital repositioning which extend into 2016.

As a result of a large bequest, we were able to complete a significant renovation of the shelter house on our Springfield campus which will provide a state-of-the-art, enclosed gathering space for events on that campus.

The consolidated change in net assets from the prior year was a reduction of \$15.3 million, the vast majority of which was related to unrealized investment losses. The markets saw a lot of volatility in late 2015, which contributed to the decline in overall value of our portfolio at year end. While total assets declined by \$17.98 million, our total property and equipment increased by \$13 million showing significant investment in our infrastructure. Our total liabilities decreased by \$2.65 million which continues a multiyear trend in liability reduction

resulting primarily from debt pay off.

Looking at several industry measures, the organization continues to perform well with regards to our balance sheet and cash measures, and is showing improvement in operating ratios. From a Balance sheet standpoint, our unrestricted days cash on hand was 466 at year end, which exceeds the industry benchmark of 279. Our ratios of Assets to Liabilities was at

5.30, and we saw improvement in our average age of plant, resulting from our investment in infrastructure. From a cash flow standpoint, our Days in Accounts Receivable stood at 24. We were well within compliance for applicable debt covenants throughout the year and our

fundraising measure of “cost to raise a dollar” stood at \$0.29 for the year.

In total, while our net assets declined, largely due to uncontrollable factors, 2015 was a year of significant investment in our future. The Ohio Masonic Home, and its affiliates, remains very strong and prepared for the many years ahead. We continue to position ourselves to be successful moving forward.



Consolidated Statement of Operations - Unrestricted

Net Unrestricted Revenue, Gains and Other Support	12/31/2015	12/31/2014
Net Service Revenue	\$37,142,085	\$35,212,074
Investment Income	\$882,767	\$1,459,001
Contributions and Bequests	\$837,361	\$2,112,387
Other Operating Revenue	\$987,346	\$698,499
Net Assets Released used in operations	\$9,272,001	\$8,384,085
Total Unrestricted Revenue, Gains and Other Support	\$49,121,560	\$47,866,046
Operating Expenses		
Salaries and Wages	\$20,291,615	\$20,377,536
Employee Benefits	\$5,488,545	\$6,099,322
Medical Services and Supplies	\$3,880,120	\$3,525,567
Professional Services and Contract Services	\$2,060,961	\$2,455,441
Utilities, Insurance and Taxes	\$4,418,707	\$4,315,318
Maintenance and Supplies	\$5,871,839	\$4,779,366
Depreciation and Amortization	\$4,241,886	\$4,113,276
Interest	\$509,397	\$763,351
Defined Benefit retirement plan actuarial (Gain)/Loss	(\$638,158)	\$1,372,331
Other Operating Expenses	\$2,448,558	\$2,648,151
Total Operating Expenses	\$48,573,470	\$50,449,659
Operating Income/ (Loss)	\$548,090	(\$2,583,613)
Non Operating Income/(Loss)		
Net Realized Gain/(Loss) on Investments	\$574,749	\$4,098,184
Unrealized Gain/(Loss) on Investments	(\$3,079,558)	(\$4,110,065)
Change in Obligation to Provide Future Services	\$225,673	(\$264,429)
Total Non Operating Income/ (Loss)	(\$2,279,136)	(\$276,310)
Deficiency of Revenue over Expenses	(\$1,731,046)	(\$2,859,923)

Consolidated Statement of Financial Position

Assets		
Cash and Cash Equivalents	\$1,957,882	\$843,354
Investments- Current Portion	\$11,852,528	\$11,856,562
Accounts Receivable Net	\$3,037,270	\$2,584,004
Bequests and Contributions Receivable	\$454,501	\$341,728
Other Assets- Current Portion	\$750,000	\$0
Supplies and Prepaid	\$623,408	\$309,779
Investments- Other than Current	\$272,993,851	\$305,695,254
Beneficial Interests in Trusts	\$6,942,606	\$7,962,453
Debt Issuance Costs	\$88,259	\$106,839
Other Assets- Other than Current	\$290,054	\$290,054
Property and Equipment	\$79,115,262	\$66,096,490
Total Assets	\$378,105,621	\$396,086,517
Liabilities		
Accounts Payable	\$2,189,777	\$2,308,465
Line of Credit	\$2,000,000	\$0
Long Term Debt - Current Portion	\$3,798,780	\$3,718,779
Refundable Advance Fees and Resident Deposits	\$1,357,194	\$850,000
Accrued Compensation and Related Liabilities	\$2,127,804	\$1,430,492
Other Accrued Liabilities - Current Portion	\$4,803,375	\$2,942,757
Long Term Debt- Other than Current Portion	\$47,560,565	\$51,348,892
Line of credit- Other than current portion	\$0	\$1,600,000
Resident Deposits and Deferred Revenue	\$5,360,902	\$7,289,395
Accrued Pension Liability	\$314,417	\$437,671
Split-Interest Agreements	\$275,504	\$286,683
Obligation to Provide Future Services	\$2,190,000	\$2,420,000
Total Liabilities	\$71,978,318	\$74,633,134
Net Assets		
Unrestricted	\$67,599,252	\$69,330,298
Temporarily Restricted	\$125,281,088	\$137,857,677
Permanently Restricted	\$113,246,963	\$114,265,408
Total Net Assets	\$306,127,303	\$321,453,383
Total Liabilities and Net Assets	\$378,105,621	\$396,086,517