

Attachment B: Range Health - Financial Summary

The following financial analysis is based on the unaudited financial statements prepared by Range's accounting firm in conjunction with the Range Treasurer for the fiscal year ended December 31, 2023, with comparative information for December 31, 2022. Range's fiscal year is from January 1 to December 31.

Revenue: Range reported revenue of \$410,500 during 2023, an increase of \$334,534 over the prior year. However, more than half of the increase is attributable to accrued revenue from accounts receivable from third-party payers. These receivables and related accrued revenue should be analyzed for collectability and with a proper estimate of uncollectable expenses.

Expenses: While revenues have grown, expenses nearly tripled from 2022, totaling \$1,558,000 for 2023.

Net Income: Range reported a substantial net loss of -\$1,147,000 in 2023, widening by \$665,000 from the previous period. The net loss expanded by 138%, indicating that revenue growth has not translated proportionately into profitability. This raises concerns about the entity's ability to manage expenses and generate sustainable revenues.

Cash Position: The cash balance has decreased significantly by \$607,000 or 53% during 2023, leaving a balance of \$542,000 as of December 31, 2023. Cash balances appear to be insufficient to cover another year of operations. There is significant doubt about the entity's liquidity and ability to meet short-term obligations without the further financial intervention of the University.

Liabilities: Range's liabilities have grown significantly, primarily due to \$1,167,000 in accrued payroll and benefits owed to the University via the staff assignment agreement.

Conclusion: Based on the financial statements provided and the executive analysis above, the entity's financial condition is concerning. The widening net loss, declining cash position, and substantial increase in liabilities raise doubts about the entity's ability to continue operating in the foreseeable future without significant changes and financial intervention from the University. It is essential that management take immediate action to prioritize the scope and breadth of operations, set realistic revenue targets, and streamline expenses.

Range Financial Summary

From Preliminary Unaudited Financial Statements for the year ended December 31, 2022 and 2023

Summary Income Statement

	Jan - Dec 23	Jan - Dec 22	Change	%
Revenues	410,544	76,009	334,534	440%
Expenses	1,558,262	558,924	999,338	179%
Net Income	(1,147,718)	(482,915)	(664,804)	-138%

Summary Balance Sheet

Cash (checking and savings)	542,419	1,149,907	(607,488)	-53%
Accounts Receivable	167,623	-	167,623	
Other Current Assets	142,002	27,724	114,278	412%
Fixed Assets	773,714	697,370	76,344	11%
Total Assets	1,625,758	1,875,000	(249,242)	-13%
Liabilities				
Accounts Payable	72,972	7,866	65,105	828%
Accrued expenses	20,668	4,001	16,667	417%
Accrued Payroll & Benefits	1,167,056	350,352	816,703	233%
Total Liabilities	1,260,696	362,220	898,476	248%
Equity				
Temp. Restricted Net Assets	53,527	53,527	-	0%
Unrestricted Net Assets	1,459,253	1,945,282	(486,029)	-25%
Net Income	(1,147,718)	(486,029)	(661,689)	136%
Total Equity	365,062	1,512,780	(1,147,718)	-76%
Total Liabilities and Equity	1,625,758	1,875,000	(249,242)	-13%