

Trousdale Foundation
Update on Interest/Principal 4/1/20 Payment

Regrettably, we have found it necessary to request funds from three of the Reserve accounts in order to satisfy the debt obligations at March 31, 2020. The funds were debited from the following accounts, in the noted amounts:

2018a Bond Reserve, \$2,928,256.36
2018 A Corp Bond Reserve, \$1,138,740.66
2018 b1 Bond Reserve, \$210,621.31
or a total withdrawal of \$4,277,618.33

We share in your disappointment with this need and we sincerely did not anticipate that we would find ourselves in a position of needing to use funds from the Reserve accounts. This shortfall in funding will primarily be resolved by additions to our census. This situation has been exacerbated by the effects on our operations as a result of the additional staffing and safety protocols brought on in our efforts to allay our residents and employees exposure to the Coronavirus outbreak.

We note that with increased pressure on healthcare facilities to defer non-emergency procedures, our admissions of Medicare patients have been significantly disrupted over the past months. Hip and knee replacement surgery, shoulder reconstruction, and other such procedures, are simply not being performed at this time.

Our Assisted and Independent Living census has been disrupted as many potential residents are in fear of moving into any facility in light of the spread of the virus.

Additional screening procedures for staff, the limited visitors, and our residents has increased our staffing costs, and we find that the cost of sourcing the additional supplies necessary to protect our residents and staff have skyrocketed as supplies have dwindled.

While all of this is not good news, we have been able to maintain the integrity of care in our Facilities, and we are proud that we have no known staff or residents suffering from Covid 19 at this time.

In addition, we are pursuing any and all potential opportunities, both for census, and for any available relief that may be available under the programs established as a result of The Cares Act. This includes, but is not limited to, the "forgivable" SBA loans.

We will continue posting periodic field updates and answering requests as soon as possible, but we anticipate that our support staff may be pushed by the State to work remotely in the coming week. While we can do this, we will lose some efficiencies as some of our support staff are not equipped to work from home.