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**Addendum to Management Letter Required by  
Chapter 10.550 of the Rules of the Auditor General of the State of Florida**

October 12, 2022

To the Honorable Commissioners of the Board  
Halifax Hospital Medical Center  
d/b/a Halifax Health  
Daytona Beach, Florida

This letter shall serve as an addendum to our original management letter for Halifax Hospital Medical Center d/b/a Halifax Health (Halifax Health) for the year ended September 30, 2021, issued in accordance with the Rules of the Auditor General of the State of Florida, dated January 21, 2022.

**Special District Component Units**

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, Rules of the Auditor General, the following specific information was provided to us by management of Halifax Health:

- a. The total number of Halifax Health employees compensated in the last pay period of the fiscal year ended September 30, 2021 was 3,861.
- b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the fiscal year ended September 30, 2021 was 23.
- c. All compensation earned by or awarded to employees of Halifax Health, whether paid or accrued, regardless of contingency during the fiscal year ended September 30, 2021 was \$260,955,779.
- d. All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency during the year ended September 30, 2021 was \$1,835,746.
- e. Each construction project with a total cost of at least \$65,000 approved by Halifax Health that is scheduled to begin on or after October 1 of the year ended September 30, 2021, together with the total expenditures for such project was:

	<u>Budget</u>	<u>Expenditures</u>
ROC Pharmacy Renovation	\$ 658,165	\$ 625,893
Port Orange Pharmacy Renovation	734,052	736,358
Pediatrics 6th Floor	1,562,896	913,052
Lohman Building Renovation	1,380,000	1,159,150
Port Orange ED / Radiology Renovation	6,608,242	332,761
Port Orange Primary Care	2,979,000	1,308,880
	<u>\$ 13,922,355</u>	<u>\$ 5,076,094</u>

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- f. A budget variance report based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year ended September 30, 2021, and the amended budget under Section 189.016(6), Florida Statutes, was as follows: Halifax Health's original and final budgeted expenditures totaled \$590,511 (in thousands), with no amendments.

**Specific Information**

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, Rules of the Auditor General, Halifax Health reported:

- a. The millage rate imposed by Halifax Health was 0.99.
- b. The total amount of ad valorem taxes collected by or on behalf of Halifax Health was \$19,657,787.
- c. As of September 30, 2021, Halifax Health has outstanding bonds payable of \$460.7 million with maturity dates through December 2049. There were no outstanding bonds issued by Halifax Health during the fiscal year ended September 30, 2021.

**Purpose of this Letter**

The addendum to the management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

*RSM US LLP*