

Saint Peter's University Hospital
Balance Sheet
December 31, 2017
(000's)

(Unaudited)

Assets

Current assets:

Cash and cash equivalents	\$13,391
Patient accounts receivable, net	54,759
Assets whose use is limited, current portion	96,491
Supplies	6,060
Estimated third-party payer settlements, current portion	1,150
Due from related parties, current portion	2,185
Other current assets	7,749
Total current assets	<u>181,785</u>

Assets whose use is limited, less current portion	15,396
Estimated third-party payer settlements less current portion	44
Beneficial interest in Foundation	7,410
Property, plant, equipment and construction, net	187,426
Due from related parties, non current portion	2,143
Other assets	18,168
	<u><u>\$412,372</u></u>

Liabilities and net assets

Current liabilities:

Current portion of long-term debt and line of credit	\$17,985
Accounts payable	26,240
Accrued expenses and other liabilities	29,567
Accrued interest	4,183
Estimated third-party payer settlements, current portion	2,778
Due to related parties	9,060
Total current liabilities	<u>89,813</u>

Long-term debt, less current portion	144,698
Accrued pension liability	131,033
Estimated third-party payer settlements, less current portion	2,251
Other liabilities	22,574
Total liabilities	<u>390,369</u>

Net assets:

Unrestricted	13,841
Temporarily restricted	8,062
Permanently Restricted	100
Total net assets	<u>22,003</u>
	<u><u>\$412,372</u></u>

Saint Peter's University Hospital
Statement of Operations and Changes in Net Assets
December 31, 2017

(Unaudited)

Revenue, gains and other support:

Net patient service revenue	\$440,795
Provision for bad debt	(14,234)
Other operating revenue, net	29,788
Meaningful Use	778
Net assets released from restriction	163
Total revenue, gains and other support	457,290

Expenses:

Salaries and wages	220,263
Resident and physician fees	10,292
Employee benefits	50,983
Supplies and expenses	146,906
Interest	9,101
Depreciation and amortization	21,732
Total expenses	459,277

Loss from operations **(1,987)**

Separation pay	(5,366)
Abandonment of equipment	(6,981)
Information technology settlement	7,300
Equity transfer from affiliate	1,355
Equity in net earnings of joint ventures	1,228
Excess of revenue over expenses	(4,451)

Net change in unrealized gains and losses on investments	1,702
Change in pension liability to be recognized in future years	(10,602)
Donated Equipment	6,201
Increase in unrestricted net assets	(7,150)

Temporarily restricted:

Restricted gifts and contributions	57
Net change in beneficial interest in Foundation	(2,375)
Net assets released from restriction	(163)
Increase in temporarily restricted net assets	(2,481)

Increase (decrease) in net assets **(9,631)**

Net assets at beginning of year	31,634
Net assets as of December 31, 2017	\$22,003

Saint Peter's University Hospital
Statement of Cash Flows
Year ended December 31, 2017

(Unaudited)

Cash Flows from Operating Activity

Total Increase in Net Assets **(\$9,631)**

Adjustments to Reconcile Increase in Net Assets to Net Cash

Provided by Operating Activities

Depreciation and amortization	22,186
Net change in unrealized gains and losses on investments	(1,703)
Net change in beneficial interest in Foundation	2,375
Donated Equipment	(6,201)

Changes in operating assets and liabilities

Patient accounts receivable	6,503
Supplies and other current assets	847
Due from related parties, net	1,188
Other assets	1,029
Accounts payable, accrued expenses, and other liabilities	355
Estimated third-party payer settlements	81
Accrued pension liability	(21)

Net Cash Provided By Operating Activities 17,008

Cash Flows From Investing Activities:

Net (sales) purchases of assets whose use is limited	(1,781)
Purchases of property, plant, equipment and construction	(21,270)
Net Cash Provided By Investing Activities	<u>(23,051)</u>

Cash Flows From Financing Activities:

Proceeds from the issuance of debt	12,512
Repayment of debt and capital leases	(10,393)
Net Cash Provided By Financing Activities	<u>2,119</u>

Net Change in cash & cash equivalents **(3,924)**

Cash & cash equivalents at December 31, 2016 **17,315**

Cash & cash equivalents at December 31, 2017 **\$13,391**

Supplemental disclosure of cash flow information

Cash paid for interest **\$9,232**