



# Hackensack Meridian Health, Inc.

## Financial Statements

September 30, 2023  
(UNAUDITED)



# Hackensack Meridian Health, Inc.

## Index

**September 30, 2023  
(Unaudited)**

---

	<u>Pages</u>
Consolidated Balance Sheets	1
Consolidated Statements of Operations	2
Detail by Hospital Campus - Consolidating Statement of Operations	3

**Hackensack Meridian Health Network**  
**Consolidated Balance Sheets**  
**September 30, 2023 and December 31, 2022**  
**(Unaudited)**

( in thousands)

	<b>September 30, 2023</b>	<b>December 31, 2022</b>
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 223,554	\$ 221,188
Patient accounts receivable, net	890,022	756,331
Pledges receivable, net	106,936	79,881
Other current assets	672,209	602,931
Assets limited as to use and short-term investments, current portion	1,195,380	1,309,005
Total current assets	3,088,101	2,969,336
Assets limited as to use and investments, non-current portion	3,174,710	2,813,343
Investments in joint ventures	180,436	185,815
Property and equipment, net	3,461,491	3,408,721
Operating lease right-of-use assets, net	288,003	266,545
Other assets	267,663	310,235
Total assets	<b>\$ 10,460,404</b>	<b>\$ 9,953,995</b>
<b>Liabilities and Net Assets</b>		
Current liabilities		
Current maturities of long-term debt and capital lease obligations	\$ 60,249	\$ 159,849
Current portion of operating lease obligations	44,110	37,890
Accounts payable and accrued expenses	1,122,803	1,135,423
Other current liabilities	191,772	197,030
Total current liabilities	1,418,934	1,530,192
Long-term debt and capital lease obligation, less current maturities	2,965,099	2,997,127
Long-term operating lease obligations	251,650	237,633
Accrued pension benefits	6,321	57,339
Other liabilities	497,630	475,371
Total liabilities	5,139,634	5,297,662
Net assets		
Without donor restrictions controlled by the Network	4,896,034	4,272,064
Without donor restrictions attributable to noncontrolling interests	35,101	55,376
Net assets without donor restrictions	4,931,135	4,327,440
Net assets with donor restrictions	389,635	328,893
Total net assets	5,320,770	4,656,333
Total liabilities and net assets	<b>\$ 10,460,404</b>	<b>\$ 9,953,995</b>

**Hackensack Meridian Health Network  
Consolidated Statements of Operations  
For the Nine Months Ended September 30, 2023 and 2022  
(Unaudited)**

*( in thousands )*

	<b>September 30, 2023</b>	<b>September 30, 2022</b>
<b>Unrestricted revenue and other support</b>		
Net patient service revenue	\$ 5,319,989	\$ 4,652,938
Other revenue	428,820	381,730
Net gain on equity investments	16	(579)
Net assets released from restriction used for operating activities	14,939	11,463
Total unrestricted revenues and other support	5,763,764	5,045,552
<b>Expenses</b>		
Salaries and contracted labor	2,150,435	2,020,016
Physician salaries and fees	468,767	389,641
Employee benefits	494,159	425,049
Supplies and other expenses	2,157,698	1,929,348
Depreciation and amortization	219,275	200,148
Interest	79,150	61,443
Total expenses	5,569,484	5,025,645
Excess of revenues over expenses before other operating adjustments	194,280	19,907
<b>Other operating adjustments</b>		
Investment income	232,514	(794,371)
Other gains, net	(4,896)	39,497
Excess of revenues over expenses	421,898	(734,967)
<b>Other adjustments in net assets without donor restrictions</b>		
Net assets released from restriction for capital acquisition	20,154	43,025
Pension-related adjustments	134,056	5,331
Other changes	(7,902)	(24,867)
Change in discontinued operations - Long Term Care	51,638	(45,893)
Distributions to noncontrolling interests	(16,149)	(8,996)
Distributions to noncontrolling interests	\$ 603,695	\$ (766,367)

**Hackensack Meridian Health Network**  
**Detail by Hospital Campus - Consolidating Statement of Operations**  
**For the Nine Months Ended September 30, 2023**  
(Unaudited)  
*(in thousands)*

	Hackensack University Medical Center	Palisades Medical Center	JFK University Medical Center	Bayshore Medical Center	Jersey Shore University Medical Center	Ocean University Medical Center	Old Bridge Medical Center	Raritan Bay Medical Center	Raritan Bay LongTerm Acute Hos	Riverview Medical Center	Southern Ocean Medical Center	Carrier Clinic	Hospital Elimination	Total Hospital Campuses	Other Affiliates	Total Before Elimination	Elimination	Total
Net patient service revenue	\$ 1,770,056	\$ 148,506	\$ 572,255	\$ 150,185	\$ 934,213	\$ 394,591	\$ 114,170	\$ 113,846	\$ 1,158	\$ 293,300	\$ 184,511	\$ 67,234	\$ -	\$ 4,744,025	\$ 597,885	\$ 5,341,910	\$ (21,921)	\$ 5,319,989
Other revenue	122,740	7,364	28,327	4,965	34,959	11,931	1,626	4,561	-	8,532	4,991	1,844	-	231,840	225,424	457,264	(28,444)	428,820
Net gain on equity investments	15,899	-	1,569	-	-	-	-	324	-	-	-	-	2,106	19,898	(19,558)	340	(324)	16
Net assets released from restriction used for operating activities	6,421	30	1,076	140	3,529	496	32	192	-	744	183	117	-	12,960	1,979	14,939	-	14,939
Total unrestricted revenues and other support	1,915,116	155,900	603,227	155,290	972,701	407,018	115,828	118,923	1,158	302,576	189,685	69,195	2,106	5,008,723	805,730	5,814,453	(50,689)	5,763,764
<b>Expenses</b>																		
Salaries and contracted labor	626,811	69,023	267,914	61,537	357,948	159,989	41,120	57,730	3,368	113,372	63,634	44,693	-	1,867,139	285,552	2,152,691	(2,256)	2,150,435
Physician salaries and fees	30,508	8,194	7,673	2,642	27,899	19,017	2,677	4,986	41	6,394	5,305	4,208	-	119,544	349,223	468,767	-	468,767
Employee Benefits	123,946	17,468	67,755	16,310	78,814	36,804	11,183	15,912	841	26,566	16,142	8,069	-	419,810	95,046	514,856	(20,697)	494,159
Supplies and other	815,971	47,561	229,032	47,684	365,717	148,634	34,620	40,070	1,550	103,737	70,500	10,003	-	1,915,079	270,033	2,185,112	(27,414)	2,157,698
Depreciation and amortization	75,482	4,808	24,830	6,699	39,548	14,916	3,512	4,473	378	11,860	6,234	3,471	-	196,211	23,064	219,275	-	219,275
Interest	35,056	1,798	5,523	2,686	16,087	5,259	1,791	1,836	-	3,536	2,122	-	-	75,694	3,456	79,150	-	79,150
Total expenses	1,707,774	148,852	602,727	137,558	886,013	384,619	94,903	125,007	6,178	265,465	163,937	70,444	-	4,593,477	1,026,374	5,619,851	(50,367)	5,569,484
Excess of revenues over expenses before other operating adjustments	\$ 207,342	\$ 7,048	\$ 500	\$ 17,732	\$ 86,688	\$ 22,399	\$ 20,925	\$ (6,084)	\$ (5,020)	\$ 37,111	\$ 25,748	\$ (1,249)	\$ 2,106	\$ 415,246	\$ (220,644)	\$ 194,602	\$ (322)	\$ 194,280