



Hackensack Meridian Health, Inc.

Financial Statements

December 31, 2023
(UNAUDITED)



Hackensack Meridian Health, Inc.

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**December 31, 2023
(Unaudited)**

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

(in thousands)

	December 31, 2023	December 31, 2022
Assets		
Current assets		
Cash and cash equivalents	\$ 239,754	\$ 221,188
Patient accounts receivable, net	891,498	756,331
Pledges receivable, net	107,509	79,881
Other current assets	646,317	602,931
Assets limited as to use and short-term investments, current portion	1,225,123	1,309,005
Total current assets	3,110,201	2,969,336
Assets limited as to use and investments, non-current portion	3,463,043	2,813,343
Investments in joint ventures	195,267	185,815
Property and equipment, net	3,476,724	3,408,721
Operating lease right-of-use assets, net	351,619	266,545
Other assets	285,804	310,235
Total assets	\$ 10,882,658	\$ 9,953,995
Liabilities and Net Assets		
Current liabilities		
Current maturities of long-term debt and capital lease obligations	\$ 61,849	\$ 159,849
Current portion of operating lease obligations	41,674	37,890
Accounts payable and accrued expenses	1,151,852	1,135,423
Other current liabilities	209,500	197,030
Total current liabilities	1,464,875	1,530,192
Long-term debt and capital lease obligation, less current maturities	2,946,443	2,997,127
Long-term operating lease obligations	320,814	237,633
Accrued pension benefits	8,786	57,339
Other liabilities	556,489	475,371
Total liabilities	5,297,407	5,297,662
Net assets		
Without donor restrictions controlled by the Network	5,168,723	4,272,064
Without donor restrictions attributable to noncontrolling interests	21,070	55,376
Net assets without donor restrictions	5,189,793	4,327,440
Net assets with donor restrictions	395,458	328,893
Total net assets	5,585,251	4,656,333
Total liabilities and net assets	\$ 10,882,658	\$ 9,953,995



Hackensack Meridian Health Network
Consolidated Statements of Operations
For the Twelve Months Ended December 31, 2023 and 2022
(Unaudited)

(in thousands)

	<u>December 31, 2023</u>	<u>December 31, 2022</u>
Unrestricted revenue and other support		
Net patient service revenue	\$ 7,202,442	\$ 6,319,096
Other revenue	599,511	509,622
Net gain on equity investments	(1,060)	901
Net assets released from restriction used for operating activities	24,368	21,988
Total unrestricted revenues and other support	<u>7,825,261</u>	<u>6,851,607</u>
Expenses		
Salaries and contracted labor	2,931,342	2,746,886
Physician salaries and fees	650,619	531,840
Employee benefits	662,707	566,062
Supplies and other expenses	2,947,258	2,554,942
Depreciation and amortization	296,209	269,236
Interest	105,845	84,541
Total expenses	<u>7,593,980</u>	<u>6,753,507</u>
Excess of revenues over expenses before other operating adjustments	231,281	98,100
Other operating adjustments		
Investment income	499,989	(603,354)
Other gains, net	8,374	45,034
Excess of revenues over expenses	<u>739,644</u>	<u>(460,220)</u>
Other adjustments in net assets without donor restrictions		
Net assets released from restriction for capital acquisition	17,051	49,835
Pension-related adjustments	96,423	6,887
Other changes	(8,738)	(30,403)
Change in discontinued operations - Long Term Care	51,255	(39,465)
Distributions to noncontrolling interests	(33,282)	(10,691)
Distributions to noncontrolling interests	<u>\$ 862,353</u>	<u>\$ (484,057)</u>

Hackensack Meridian Health Network
Detail by Hospital Campus - Consolidating Statement of Operations
For the Twelve Months Ended December 31, 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 Long Term 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	\$ 2,418,021	\$ 199,225	\$ 775,126	\$ 205,025	\$ 1,290,241	\$ 531,056	\$ 155,710	\$ 156,798	\$ 3,458	\$ 401,205	\$ 250,630	\$ 89,209	\$ -	\$ 6,475,704	\$ 757,274	\$ 7,232,978	\$ (30,536)	\$ 7,202,442
Other revenue	125,523	2,763	24,173	976	30,769	7,544	1,218	3,937	-	5,634	2,464	578	-	205,579	438,383	643,962	(44,451)	599,511
Net gain on equity investments	22,520	-	1,995	-	-	-	-	366	-	-	-	-	2,783	27,664	(28,358)	(694)	(366)	(1,060)
Net assets released from restriction used for operating activities	9,864	49	1,749	314	5,709	986	62	272	-	1,532	220	124	-	20,881	3,487	24,368	-	24,368
Total unrestricted revenues and other support	<u>2,575,928</u>	<u>202,037</u>	<u>803,043</u>	<u>206,315</u>	<u>1,326,719</u>	<u>539,586</u>	<u>156,990</u>	<u>161,373</u>	<u>3,458</u>	<u>408,371</u>	<u>253,314</u>	<u>89,911</u>	<u>2,783</u>	<u>6,729,828</u>	<u>1,170,786</u>	<u>7,900,614</u>	<u>(75,353)</u>	<u>7,825,261</u>
Expenses																		
Salaries and contracted labor	857,978	93,322	365,224	84,014	486,190	218,900	56,541	79,570	4,570	153,449	86,446	60,040	-	2,546,244	388,284	2,934,528	(3,186)	2,931,342
Physician salaries and fees	41,577	11,275	8,725	3,659	37,733	25,188	3,535	6,506	54	9,537	6,775	5,607	-	160,171	490,448	650,619	-	650,619
Employee Benefits	164,630	23,467	91,152	21,785	105,430	49,333	15,041	21,180	1,142	35,543	21,665	10,817	-	561,185	130,354	691,539	(28,832)	662,707
Supplies and other	1,282,007	71,138	380,674	68,190	594,716	211,378	49,079	62,666	2,289	155,585	100,940	13,403	-	2,992,065	(1,837)	2,990,228	(42,970)	2,947,258
Depreciation and amortization	104,016	6,189	33,052	8,904	52,769	20,081	4,840	6,218	545	15,913	4,298	4,405	-	265,230	30,979	296,209	-	296,209
Interest	46,927	2,398	7,363	3,581	21,448	7,012	2,388	2,448	-	4,715	2,829	-	-	101,109	4,736	105,845	-	105,845
Total expenses	<u>2,497,135</u>	<u>207,789</u>	<u>886,190</u>	<u>190,133</u>	<u>1,298,286</u>	<u>531,892</u>	<u>131,424</u>	<u>178,588</u>	<u>8,600</u>	<u>374,742</u>	<u>226,953</u>	<u>94,272</u>	<u>-</u>	<u>6,626,004</u>	<u>1,042,964</u>	<u>7,668,968</u>	<u>(74,988)</u>	<u>7,593,980</u>
Excess of revenues over expenses before other operating adjustments	<u>\$ 78,793</u>	<u>\$ (5,752)</u>	<u>\$ (83,147)</u>	<u>\$ 16,182</u>	<u>\$ 28,433</u>	<u>\$ 7,694</u>	<u>\$ 25,566</u>	<u>\$ (17,215)</u>	<u>\$ (5,142)</u>	<u>\$ 33,629</u>	<u>\$ 26,361</u>	<u>\$ (4,361)</u>	<u>\$ 2,783</u>	<u>\$ 103,824</u>	<u>\$ 127,822</u>	<u>\$ 231,646</u>	<u>\$ (365)</u>	<u>\$ 231,281</u>