

Quarter-End Report

The Johns Hopkins Health System Corporation and Affiliates

Three and Nine Months Ended
March 31, 2019 and 2018

UNAUDITED

Contact:

Mike Larson
Senior Vice President and Chief Financial Officer
Johns Hopkins Health System
3910 Keswick Road
South Building, Suite 4300A
Baltimore, MD 21211
Office (443) 997-5710
Fax (443) 997-5711

May 13, 2019

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Notice to Readers

Forward Looking Information:

This quarter-end report may contain disclosures, which contain “forward looking statements” within the meaning of the Federal securities laws. Forward looking statements include all statements that do not relate solely to historical or current fact and can be identified by the use of words such as “expect”, “anticipate”, “intend”, “project”, “likely”, “may”, “might”, “estimate”, and similar words or expressions. These forward looking statements are based on the current plans and expectations of The Johns Hopkins Health System Corporation (“JHHSC”) and its affiliates (the “Affiliates”) as of the date of this report and are subject to a number of known and unknown risks and uncertainties inherent in the operation of health care facilities, many of which are beyond JHHSC’s and its Affiliates’ control. Actual actions and results may differ materially from the forward looking statements. JHHSC and its Affiliates disclaim any obligation, and make no promise, to update any such forward looking statements or to disclose any facts, events or circumstances after the date hereof that may affect the accuracy of any forward looking statement, whether as a result of changes in underlying factors, to reflect new information, as a result of the occurrence of events or developments or otherwise.

Quarter-End Financial and Operating Information:

The financial and operating information provided in this quarter-end report has been prepared on the accrual basis of accounting from records maintained by JHHSC and its Affiliates. All transactions have been included in the accounting records for financial reporting information in conformity with accounting principles generally accepted in the United States (“GAAP”). All financial data in the Consolidated Statements of Operations and Changes in Net Assets and the Consolidated Statements of Cash Flows covering the nine months ended March 31, 2019 and 2018, and the Consolidated Balance Sheet as of March 31, 2019, are unaudited. The Consolidated Balance Sheet as of June 30, 2018 has been extracted from the audited financial statements. All statistical data presented is unaudited. Accordingly, the data does not include all of the information and footnotes required by GAAP for complete financial statements. These quarter-end financial statements should be read in conjunction with the audited financial statements as of and for the year ended June 30, 2018. Certain amounts from prior year have been reclassified in order to conform to the current year presentation.

Non-GAAP Disclosures:

Certain financial data and ratios displayed throughout this quarter-end report are calculated using financial measures that are not considered GAAP. For example, EBIDA, operating revenues less operating expenses plus interest, depreciation and amortization, is a non-GAAP measure used to calculate operating cash flow margin percentage, which is calculated as EBIDA divided by operating revenues. These financial data and ratios are not intended to conform to GAAP, but are displayed to provide more meaningful analysis.

The Johns Hopkins Hospital Endowment Fund, Incorporated:

These interim financial statements and all ratios related thereto have been prepared excluding the assets of The Johns Hopkins Hospital Endowment Fund, Incorporated (“the Endowment Corporation”). A non-profit Maryland corporation chartered in 1972, the Endowment Corporation was organized for the purpose of holding and managing the endowment and certain other funds for the benefit of JHHSC and its Affiliates. The affairs of the Endowment Corporation are managed by a Board of Trustees that is self-perpetuating. Neither JHHSC nor any Affiliate holds

legal title to any endowment funds. These funds and any net income accruing from their investments are used in accordance with any restrictions imposed by donors, or if no restrictions, in accordance with the mission of the Endowment Corporation. The net assets of the Endowment Corporation as of March 31, 2019 and June 30, 2018 were \$702.2 million and \$706.3 million, respectively.

Obligated Group:

The Johns Hopkins Health System Obligated Group (“JHHS Obligated Group”) consists of The Johns Hopkins Hospital (“JHH”), Johns Hopkins Bayview Medical Center, Inc. (“JHBMC”), Suburban Hospital, Inc. (“SHI”), Suburban Hospital Healthcare System, Inc. (“SHHS”), Howard County General Hospital (“HCGH”), Sibley Memorial Hospital (“SMH”), Johns Hopkins All Children’s Hospital, Inc. (“JHACH”), and JHHSC. Each JHHS Obligated Group member, as co-obligor and not as guarantor, jointly and severally covenants to pay the principal and interest on all outstanding JHHS Obligated Group obligations, including parity debt. The total amount of debt outstanding under the JHHS Obligated Group was \$2.0 billion as of March 31, 2019 and June 30, 2018. The JHHS Obligated Group granted a security interest in the receipts of JHH, JHBMC, SHI, SHHS, HCGH, SMH, JHACH, and JHHSC which shall continuously apply for the entire term of the debt.

Overview of The Johns Hopkins Health System Corporation and Affiliates

Introduction

The Johns Hopkins Health System Corporation is a private, not-for-profit, non-stock membership corporation organized under the laws of the State of Maryland to support, oversee, and coordinate the activities and management of its Affiliates. JHHSC provides certain shared services including purchasing, accounts payable, payroll, legal, finance, marketing, planning, treasury and other functions. JHHSC functions as the parent holding company of its wholly owned or partially owned or controlled Affiliates. JHHSC and The Johns Hopkins University (“JHU”) have entered into a collaboration called Johns Hopkins Medicine. Johns Hopkins Medicine provides a vehicle for internal operational coordination among JHHSC, the Affiliates, and the JHU School of Medicine (“JHUSOM”). Johns Hopkins Medicine also provides a united voice for external activities. Through Johns Hopkins Medicine, JHHSC and JHU, as distinct yet interdependent corporations, are able to respond in an integrated fashion to opportunities and pressures affecting the medical enterprise.

JHHSC is dedicated to providing the highest quality patient health care in the treatment and prevention of human illness through its wholly owned or partially owned or controlled Affiliates described below. JHHSC and its Affiliates offer a full continuum of integrated health care services in settings ranging from primary care physician offices and ambulatory care centers, to sophisticated quaternary patient care and acute care services provided through six hospitals. All levels of care are offered on an inpatient and outpatient basis, as well as rehabilitation, chronic care, skilled nursing, home care, and home health care services. The medical staffs of JHHSC hospitals and health care organizations are principally JHU faculty and JHHS employed physicians, but also include private physicians.

JHHSC and its Affiliates are an academically based health system that serves the greater Maryland area, the District of Columbia, the west coast of Florida, and many national and international patients. The separate employers that comprise JHHSC and its Affiliates collectively employ approximately 30,000 full and part-time employees. JHHSC and its Affiliates are, in the aggregate, one of the largest private employers in the State of Maryland. The National Institutes of Health (“NIH”) leases facilities on the JHBMC campus for the National Institute on Drug Abuse and the National Institute on Aging. The NIH has also constructed a research facility on the JHBMC campus. Neither JHHSC nor any of its Affiliates has guaranteed any of the debt issued to finance construction of the NIH facility. Furthermore, NIH has a presence on the SHI campus, located in Bethesda across the street from the NIH campus. A number of programs are operated jointly by SHI and the NIH, including programs for stroke and cardiac imaging. In addition to the research conducted on its East Baltimore campus, the JHUSOM conducts research into many areas including rheumatology, respiratory disease, gerontological illness, and substance abuse on the JHBMC campus (described below). JHHSC’s principal Affiliates are highlighted below.

Wholly Owned or Controlled Affiliates

The Johns Hopkins Hospital

JHH is organized as a not-for-profit Maryland corporation that operates a 1,177-licensed bed facility (1,114 acute beds, 45 Neonatal Intensive Care bassinets and 18 Comprehensive Inpatient Rehabilitation beds) on the east side of Baltimore City. JHH is a world-renowned academic medical center providing tertiary and quaternary care, which draws patients not only from metropolitan Baltimore and surrounding counties, but also from Maryland's four contiguous states and Washington, DC as well as the rest of the United States and over 100 countries. JHH opened in 1889 and is ranked No.3 in the nation for patients of all ages, based on *U.S. News and World Report's 2018-2019* rankings. JHH is home to many nationally-recognized centers including the Brady Urological Institute, the Sidney Kimmel Comprehensive Cancer Center, the Wilmer Eye Institute, the Johns Hopkins Heart and Vascular Institute, and the Johns Hopkins Children's Center. The Johns Hopkins Outpatient Center provides high quality ambulatory care services using state-of-the-art diagnostic facilities, imaging equipment, and operating rooms. JHH also houses Maryland's only level one eye trauma center. The Sidney Kimmel Comprehensive Cancer Center is one of only two facilities in the State, and 70 in the United States that are designated by the National Cancer Institute as comprehensive cancer centers. In May 2012, JHH opened the Charlotte R. Bloomberg Children's Center, a children's tower housing the only dedicated pediatric burn and trauma center in Maryland, and the Sheikh Zayed Tower, a cardiovascular and critical care adult tower.

Johns Hopkins Bayview Medical Center, Inc.

JHBMC is a not-for-profit Maryland corporation that operates a community based teaching acute hospital located in southeast Baltimore. Founded in 1773, it is one of the oldest continuous health care institutions on the east coast. The City of Baltimore transferred ownership to JHHSC in 1984. JHBMC's acute hospital has 335 licensed acute beds and 25 Neonatal Intensive Care bassinets. JHBMC offers a broad range of inpatient and outpatient services and is home to one of Maryland's most comprehensive neonatal intensive care units, and an area-wide trauma center that is part of the Maryland statewide emergency medical system. JHBMC services include the center for adult burn treatment, a sleep disorders center, and specialty services including OBGYN, Psychiatry, Neurology, Orthopedics, Urology, and Plastic Surgery. JHBMC also offers a wide variety of nationally recognized post-acute and geriatric programs through its Johns Hopkins Bayview Specialty Hospital Programs that provide specialty hospital medical, ventilator, and rehabilitation services, and the Beacham Ambulatory Care Center that provides outpatient care to geriatric and post-acute patients. JHBMC's post-acute care facilities include 76 licensed specialty hospital beds, and 12 licensed Comprehensive Inpatient Rehabilitation beds.

Howard County General Hospital, Inc.

HCGH is a not-for-profit Maryland corporation that has 245 licensed acute beds and 18 Neonatal Intensive Care bassinets operating in this community hospital in Columbia, Maryland. Founded in 1973 as a short-stay facility, HCGH was incorporated the following year in response to growing demand in the county. In 1998, JHHSC became the sole member of HCGH, augmenting its strong community-focused integrated delivery system. HCGH is the sole provider of inpatient hospital services in Howard County. HCGH offers a full range of acute care inpatient services including general medicine, obstetrics, cardiology,

orthopedics, general surgery, infectious diseases, oncology, gynecology, neurology, pediatrics, and psychiatry. HCGH provides critical care services and operates a neonatal intensive care unit. HCGH also offers extensive outpatient services including outpatient surgery in a facility located adjacent to the main building, known as the Berman Pavilion, formerly known as the Health Care and Surgery Center. The Berman Pavilion features six operating rooms, one minor procedure room, and one cystoscopy suite. HCGH has embarked on a 46,000 square foot expansion that includes a new observation unit and psychiatric unit in order to address the growing demand for services within their market. Once the expansion project is completed, HCGH will then renovate 18,000 square feet of its Pavilion space due to relocation of outpatient services. HCGH is the sole member of Howard Hospital Foundation, Inc., a not-for-profit organization created to receive, administer, and expend funds for charitable and educational purposes solely benefiting HCGH.

Suburban Hospital, Inc.

SHI is a not-for-profit Maryland corporation that operates a 233 bed acute care community hospital located in Bethesda, Maryland, in the southern part of Montgomery County adjacent to Washington, D.C. Founded in 1943, SHI provides inpatient, ambulatory, and ancillary services on both an emergent and scheduled basis. SHI is the county's only trauma center (Level II) and operates as part of the Maryland statewide emergency medical services system. SHI is one of a limited number of cardiac surgery centers in the State. In addition, SHI offers services and specialized programs in Cardiovascular, Emergency Medicine, Neurosurgery, Oncology, Orthopedic, and Psychiatric care. Admitting physicians are primarily practitioners in the local area. In 2009 JHHSC became the sole member of SHI. SHI is the sole member of Suburban Hospital Foundation, a not-for-profit organization that conducts community outreach activities and raises funds to be used exclusively for charitable, educational, medical and scientific needs of the community, as well as to manage and distribute funds received on behalf of SHI and its related entities. SHI has begun the second phase of construction for its campus enhancement project. The first phase delivered a new 1,111 space parking garage that opened in the late summer of 2017. The second phase will deliver a new 300,000 square foot hospital building, targeted to open in early 2020.

Sibley Memorial Hospital and Subsidiaries

SMH is a not-for-profit corporation that operates a 288 bed general acute care community hospital located in Northwest Washington, D.C. Founded in 1890, SMH provides comprehensive medical services, most notably in the areas of obstetrics, orthopedics and oncology. In addition, SMH offers a full array of surgical services including thoracic, plastic, urology, neurosurgery and general surgery. In 2010 JHHSC became the sole member of SMH. The Johns Hopkins Sidney Kimmel Cancer Center at Sibley offers comprehensive oncologic care, including the Sullivan Breast Center, gynecologic oncology services, outpatient medical oncology, infusion, radiation oncology, and a variety of supportive services. SMH also operates a 172 unit assisted living residence, Grand Oaks, and The Sibley Renaissance which houses the Center for Rehabilitation Medicine, Sibley Senior Services, skilled nursing care (45 beds), and a residential Alzheimer's unit. SMH is the sole member of The Sibley Memorial Hospital Foundation ("Sibley Foundation"), a not-for-profit organization created to receive, administer, and expend funds for charitable and educational purposes benefiting SMH. The Sibley Foundation began operations in January 2009. In March 2012, SMH provided funding for two additional not-for-profit organizations: The Stacy Mark Reed Foundation ("SMRF") and The Jane Bancroft Robinson Foundation

(“JBRF”). SMRF was created to receive, administer and expend funds for charitable, scientific, and educational purposes benefiting SMH. JBRF was created to provide financial support and engage in activities that directly further the exempt purposes of SMH by funding initiatives that improve the health and well-being in medically underserved areas within Wards 7 & 8 in Washington, DC. In September 2016, SMH completed the construction of its new 475,000 square foot patient tower. The facility features 200 fully-private rooms, two floors dedicated to women and infant services with 18 labor and delivery suites and special-care nursery, and a cancer care infusion center spanning the first floor with 37 private rooms. In May 2016, SMH began construction of its 80,000 square foot Proton Therapy Center, which is expected to become operational in the fall of 2019. The facility will house three proton beam therapy treatment rooms and one proton beam research room.

Johns Hopkins All Children’s Hospital, Inc.

JHACH is a not-for-profit corporation that operates a 259 bed pediatric specialty care hospital located in St. Petersburg, Florida. Founded in 1926, JHACH is a leading pediatric referral center that is dedicated to advancing treatment, education, research and advocacy for children’s health. JHACH began operations in its new state-of-the-art hospital facility in January 2010, which includes many disaster preparedness features, including its own Central Energy Plant and Hurricane-resistant design. In 2011, JHHSC became the sole member of JHACH to expand its academic mission of high-quality children’s care. JHACH boasts a 97 bed Neonatal Intensive Care Unit, a 28 bed Pediatric Intensive Care Unit, and a 22 bed Cardiovascular Intensive Care Unit. JHACH’s childhood cancer program is one of the largest in the southeast. JHACH is also a pediatric teaching center for future pediatricians. In August 2018, JHACH completed construction of a 230,000 square foot research and education building.

Johns Hopkins HealthCare LLC (“JHHC”)

JHHC is owned 50% by JHHSC and 50% by JHUSOM. JHHSC consolidates the operations of JHHC due to having control. JHHC develops and manages contractual relationships with the Department of Defense, the Maryland Department of Health and Mental Hygiene, the Centers for Medicare and Medicaid Services, employers, hospitals, physicians, and other health care providers to offer a variety of insurance products covering approximately 420,500 enrollees. In 2013, JHHC assumed responsibility for the Johns Hopkins Medicine Alliance for Patients (“JMAP”), a Medicare Shared Savings Program Accountable Care Organization with approximately 3,000 provider participants and more than 38,000 Medicare beneficiaries. Services and support include eligibility database management, member-physician services, claims adjudication, care management, client-focused product development and physician/facility network development, and management.

Priority Partners Managed Care Organization, Inc. is a 50% JHHC owned joint venture approved by the State of Maryland to operate as an authorized Medicaid managed care organization, and serves approximately 296,000 Medicaid enrollees in Baltimore City and throughout the State. The Maryland Community Health System owns the remaining 50%. A significant amount of the claims paid by JHHC are paid to JHHSC and its affiliates.

Hopkins Health Advantage, Inc. is a Maryland corporation formed for the purposes of operating as a health insurer issuing Medicare Advantage plans to the residents of the State of Maryland. In September 2016, Hopkins Health Advantage announced that six prominent

area health systems have agreed to be equity investors and will have a direct financial stake in the success of these plans. Ownership is structured so that JHHC maintains a controlling interest.

Johns Hopkins Community Physicians, Inc. (“JHCP”)

JHCP is a not-for-profit Maryland corporation. JHCP operates as a multi-specialty physician group with a focus on primary care practices including, internal medicine, family medicine and pediatrics, with a network of over 50 practices across 40 locations throughout Maryland and the District of Columbia. Specialties include gynecology/obstetrics, neurology, cardiovascular and cardiothoracic surgery, breast health, colorectal surgery, general surgery, palliative care, cardiology, radiology, podiatry, acupuncture, gastroenterology, rheumatology, urology, and hospital based physicians practicing at SHI, SMH, and HCGH. JHCP also contributes to the tripartite mission of Johns Hopkins Medicine by collaborating with the JHUSOM and the Johns Hopkins School of Public Health in clinical research activity and by partnering with the JHUSOM to offer residency programs in primary care.

The Johns Hopkins Medical Services Corporation (“JHMSC”)

JHMSC is a not-for-profit Maryland corporation. JHMSC is the contracting entity for the Uniformed Services Family Health Plan (“USFHP”) contract to provide and manage care for military retirees and active duty family members. JHMSC receives a monthly capitation fee for its services, and then pays a sub-capitation fee to JHHC, which is responsible for ensuring all services under the contract are provided. All primary care services are administered through the JHCP provider network; other services are provided through the JHHC provider network.

Suburban Hospital Healthcare System, Inc.

SHHS is a not-for-profit Maryland corporation established to manage the integrated delivery of health care services in and among the surrounding communities of Montgomery County, Maryland. Through its wholly owned and partially owned taxable and not-for-profit affiliates, SHHS operates an outpatient surgery center and other specialty care service centers.

All Children’s Health System, Inc. (“ACHS”)

ACHS is a not-for-profit Florida corporation established to manage the integrated children’s health care services in and among the surrounding counties of St. Petersburg, Florida. Through its wholly owned not-for-profit affiliates, ACHS operates two pediatric physician practice groups, a home infusion and pharmaceutical services organization, and an organization that supports laboratory and clinical pediatric research. ACHS also operates the Johns Hopkins All Children’s Hospital Foundation, Inc., established to raise, manage, and hold funds for use by ACHS Affiliates and JHACH.

Howard County Health Services, Inc. (“HSI”)

HSI is a for-profit entity organized as a holding company that solely recognizes investment income resulting from its ownership interest in MedBridge Healthcare.

HCGH OB/GYN Associates Series, LLC (“HCGH OBGYN”)

HCGH OBGYN is a for-profit Series formed under JH Ventures, LLC, a Delaware limited liability company. HCGH OBGYN was acquired by JHHSC in 2006 and provides obstetrics

and gynecology services to residents of Howard County, Maryland and surrounding counties. HCGH OBGYN operates its main office located next to HCGH and one in Eldersburg, Maryland. All appropriate births and surgeries are referred to HCGH.

Johns Hopkins Medical Management Corporation (“JHMMC”)

JHMMC is a Maryland for-profit health care development, management and services corporation that manages, on behalf of the applicable owner, facility planning, site selection, and construction of certain ancillary JHHSC, Affiliate and JHUSOM sites. JHMMC also: (a) operates a temporary staffing agency that provides qualified clinical and administrative temporary staffing needs for JHHSC and Affiliates, and JHUSOM, and (b) supports Johns Hopkins Medicine International, LLC (“JHI”) in its recruitment and contracting efforts with expatriate executives who work at facilities outside of the U.S.

JHMMC owns 100% of Johns Hopkins Regional Physicians, an integrated network of affiliated community practices, including Cardiovascular Specialists of Central Maryland (CSCM), ENTAA Care, and Infectious Disease Associates (IDA). CSCM offers in-office adult consultative and follow up cardiac care, cardiac diagnostic testing, and hospital based cardiac care primarily in Howard County. ENTAA Care is an ear-nose-throat and allergy practice offering in-office otolaryngologic and allergy services at their seven locations in Maryland. IDA provides inpatient infectious disease coverage for Harbor, St. Agnes, and Howard County General Hospitals. The providers staff one ambulatory location in Elkridge where they treat adult patients, largely to provide follow up care after discharge.

Johns Hopkins Suburban Health Center, L.P. (JHSHC) is a limited partnership of JHMMC (1%), Johns Hopkins Health System Corporation (19%) and the Endowment Corporation (80%). JHMMC is the general managing partner of JHSHC and consolidates its operations due to having control. JHSHC was formed in 1993 to bring quality medicine, resident training programs, and community health, education and support services to a suburban setting.

Finally, JHMMC includes two commercial supply chain business units. The first business unit is Healthcare Supply Chain Innovations LLC d/b/a Nobilant. Nobilant operates as a national group purchasing organization (“GPO”), with a goal of achieving savings and efficiencies in purchasing, strategic sourcing and supply chain management for its members. The second business unit is a regional collaborative in the Mid-Atlantic geographical market in which JHHSC and Affiliates, two local hospitals and three hospitals located in western Maryland participate.

Ophthalmology Associates, LLC (“OA”)

OA is a Maryland limited liability company owned 99.8% by JHHSC and 0.2% by JHU. OA has two multi-specialty surgery centers located at Green Spring Station and Bel Air that are used to perform ophthalmic, plastic, cosmetic, and pain management procedures utilizing two operating rooms and a procedure room. OA is also home to the Wilmer Laser Vision Center. Physicians using this facility perform vision correcting refractive surgery utilizing state-of-the-art equipment to perform LASIK surgery.

Johns Hopkins Employer Health Programs, Inc. (“JHEHP”)

JHEHP is a Maryland for-profit corporation that provides administrative services and access to provider networks to self-insured employers.

Other Partially Owned Affiliates

The following Affiliates are accounted for under the equity method of accounting, with earnings included in the results of JHHSC.

Johns Hopkins Home Care Group, Inc. (“JHHCG”)

JHHCG is a not-for-profit Maryland corporation owned 50% by JHHSC and 50% by JHUSOM. JHHCG has three operating subsidiaries: Johns Hopkins Home Health Services, Inc., Johns Hopkins Pharmaquip, Inc., and Johns Hopkins Pediatrics at Home, Inc. JHHCG serves as a holding company for the operating subsidiaries that provide home health services such as visits by nurses, home health aides, social workers, and physical, occupational, and speech therapists. Johns Hopkins Pharmaquip, Inc. also provides patients with durable medical and respiratory equipment and supplies, home infusion therapy and pharmaceuticals in a home setting in support of and in accordance with the mission of JHHSC, its other Affiliates and JHUSOM. Johns Hopkins Pharmaquip, Inc. manages twelve outpatient pharmacies, ten owned by JHH and two owned by JHBMC.

Johns Hopkins Medicine International, LLC

JHI is a Maryland limited liability company owned 27.5% by JHHSC, 22.5% by JHMMC and 50% by JHUSOM. JHI coordinates activities for over 3,000 international patients annually, as well as facilitating the global development of JHHSC and JHUSOM research, educational and clinical services. Among other initiatives, JHI manages one hospital in Abu Dhabi, has a joint venture in Singapore – NHG-Johns Hopkins Singapore Institute, and a joint venture in Saudi Arabia – Johns Hopkins Aramco Healthcare (“JHAH”). The primary objective of JHAH is to further improve the quality of care and expand the scope of services offered to Saudi Aramco’s eligible medical recipients. Following the initial phase, JHAH can make these healthcare services available to non-Saudi Aramco patients. Ownership interests in projects undertaken by JHI are generally allocated between JHHSC and JHUSOM on a project-by-project basis.

Maryland Health Services Cost Review Commission

The State of Maryland has been granted a waiver by the federal government exempting the State from national Medicare and Medicaid reimbursement principles. JHH, JHBMC, HCGH and SHI charges for inpatient as well as outpatient and emergency services performed at the hospitals are regulated by the Maryland Health Services Cost Review Commission (“HSCRC”). JHHS’ management has made all submissions required by the HSCRC and believes JHHS is in compliance with HSCRC requirements. Phase II of the agreement was approved in July of 2018 and has extended the waiver through December 31, 2023.

Effective January 1, 2014, with retroactive application to revenues generated by services provided after June 30, 2013, the HSCRC and the Center for Medicare and Medicaid Services entered into a new demonstration model for the Maryland waiver. The new demonstration model moved from a Medicare per admission methodology to a per capita population health based methodology. To facilitate the goals of the new demonstration model, the HSCRC and Maryland hospitals entered into Global Budget Revenue Agreements (“GBR”). The

agreements set a hospital's revenue base annually under a global budget arrangement, whereby revenue would be fixed regardless of changes in volume and patient mix for Maryland residents. Hospital revenue for Maryland residents receiving care at Maryland hospitals is subject to this global budget. However, JHH and JHBMC have the opportunity to receive additional rate authority for any growth in the volume of out of state patients receiving care at those hospitals. When the hospitals' out of state volume exceeds a revenue floor established by the HSCRC, the hospitals will be allowed to recognize incremental revenues at a 50% variable cost factor. This variable cost factor can then increase to 75% when that out of state revenue increases to a certain level. For HCGH, out of state volume is currently included in their global budget; therefore, all in state and out of state volumes are subject to their global budget. SHI is allowed to recognize incremental revenues at a 50% variable cost factor.

Under the HSCRC reimbursement methodology, amounts collected for services to patients under the Medicare and Medicaid programs are computed at approximately 94% of HSCRC approved charges. Other payors are eligible to receive up to a 2.25% discount on prompt payment of claims.

Hospitals outside the State of Maryland

SMH operates in the District of Columbia. JHACH operates in the State of Florida. SMH and JHACH are paid prospectively based upon negotiated rates for commercial insurance carriers, and predetermined rates per discharge for Medicaid and Medicare program beneficiaries. Payment arrangements include cost-based reimbursement, per diem payments, prospectively determined rates per discharge, discounted charges, and fee schedules. Net patient service revenues are booked at estimated net realizable amounts due from patients, third-party payors, and others for services rendered, and include estimated retroactive revenue adjustments due to future audits and reviews. Retroactive adjustments are estimated and are considered in the recognition of revenue in the period the services are rendered. Such amounts are adjusted in future periods as actual amounts become known or as years are no longer subject to audits and reviews.

JHHSC and Affiliates Consolidated Financial Statements

Johns Hopkins Health System Corporation and Affiliates Consolidated Balance Sheets (in thousands) (Unaudited)

Assets	March 31, 2019	June 30, 2018	Liabilities and net assets	March 31, 2019	June 30, 2018
Current assets:			Current liabilities:		
Cash and cash equivalents	\$ 608,681	\$ 579,793	Current portion of long-term debt and obligations under capital leases	\$ 100,623	\$ 54,025
Short-term investments	84,177	57,384	Accounts payable and accrued liabilities	680,867	646,770
AWUIL used for current liabilities	8,445	14,343	Medical claims reserve	134,657	118,184
Patient accounts receivable, net of estimated uncollectibles	585,615	583,952	Deferred revenue	130,194	140,826
Due from others, current portion	124,602	106,747	Due to affiliates, current portion	15,983	10,125
Due from affiliates, current portion	33,649	35,292	Accrued vacation	79,954	80,394
Inventories of supplies	124,710	122,486	Advances from third-party payors	116,532	114,096
Prepaid expenses and other current assets	98,906	90,829	Current portion of estimated malpractice costs	47,488	46,559
Total current assets	1,668,785	1,590,826	Total current liabilities	1,306,298	1,210,979
Assets whose use is limited:					
By donors or grantors for:			LT debt and obligations under capital leases, net of current portion	1,948,396	1,996,423
Pledges receivable	30,217	30,826	Estimated malpractice costs, net of current portion	132,571	128,253
Other	121,270	119,196	Net pension liability	691,812	733,018
By Board of Trustees	575,872	570,316	Other long-term liabilities	258,906	233,122
Other	19,404	19,938	Total liabilities	4,337,983	4,301,795
Total assets whose use is limited	746,763	740,276			
Investments	2,957,969	2,984,149	Net assets:		
Property, plant and equipment	5,444,125	5,230,722	Net assets without donor restrictions	4,081,570	4,009,562
Less: allowance for depreciation and amortization	(2,422,036)	(2,256,453)	Net assets with donor restrictions	165,999	166,104
Total property, plant, and equipment, net	3,022,089	2,974,269	Total net assets	4,247,569	4,175,666
Due from affiliates, net of current portion	85,779	97,280			
Other assets	104,167	90,661			
Total assets	\$ 8,585,552	\$ 8,477,461	Total liabilities and net assets	\$ 8,585,552	\$ 8,477,461

Johns Hopkins Health System Corporation and Affiliates
Consolidated Statements of Operations and Changes in Net Assets
(in thousands)
(Unaudited)

Three months ended			Nine months ended	
March 31, 2019	March 31, 2018		March 31, 2019	March 31, 2018
1,475,646	1,441,199	Operating revenues:		
224,663	199,624	Net patient service revenue	\$ 4,416,213	\$ 4,205,390
3,925	4,129	Other revenue	675,750	582,683
<u>1,704,234</u>	<u>1,644,952</u>	Net assets released from restrictions used for operations	<u>9,642</u>	<u>9,968</u>
		Total operating revenues	<u>5,101,605</u>	<u>4,798,041</u>
		Operating expenses:		
624,404	596,644	Salaries, wages and benefits	1,861,431	1,762,677
694,126	647,938	Purchased services	2,064,042	1,904,115
282,138	271,961	Supplies and other	840,751	790,839
15,543	14,061	Interest	45,472	42,982
74,637	69,239	Depreciation and amortization	<u>216,750</u>	<u>207,477</u>
<u>1,690,848</u>	<u>1,599,843</u>	Total operating expenses	<u>5,028,446</u>	<u>4,708,090</u>
13,386	45,109	Income from operations	73,159	89,951
		Non-operating revenues and expenses:		
(3,923)	(5,041)	Interest expense on swap agreements	(12,342)	(15,918)
(17,144)	27,388	Change in fair value of interest rate swap agreements	(23,674)	37,110
182,858	(8,662)	Net realized and changes in unrealized gains (losses) on investments	41,286	129,209
20,641	10,658	Investment income	57,631	47,691
(20,782)	(18,441)	Other components of net periodic pension cost	(64,246)	(54,387)
(4,879)	(5,800)	Other non-operating expenses	<u>(16,515)</u>	<u>(22,143)</u>
<u>170,157</u>	<u>45,211</u>	Excess of revenues over expenses before NCI	<u>55,299</u>	<u>211,513</u>
(1,703)	474	Noncontrolling interests	6,631	13,967
<u>168,454</u>	<u>45,685</u>	Excess of revenues over expenses	<u>61,930</u>	<u>225,480</u>
		Contributions (to) from affiliates	(630)	18,678
(578)	18,673	Net assets released from restrictions used for purchase		
		of property, plant and equipment	10,855	1,462
2,685	20	Other	6,484	(256)
2,636	43	Noncontrolling interests	<u>(6,631)</u>	<u>(13,967)</u>
<u>1,703</u>	<u>(474)</u>	Increase in net assets with donor restrictions	<u>72,008</u>	<u>231,397</u>
<u>174,900</u>	<u>63,947</u>			
		Changes in net assets with donor restrictions:		
8,525	4,627	Gifts, grants and bequests	20,392	19,480
		Net assets released from restrictions used for purchase		
(2,685)	(20)	of property, plant, and equipment	(10,855)	(1,462)
(3,925)	(4,129)	Net assets released from restrictions used for operations	(9,642)	(9,968)
-	(109)	Other	-	(109)
<u>1,915</u>	<u>369</u>	Increase (decrease) in net assets with donor restrictions	<u>(105)</u>	<u>7,941</u>
176,815	64,316	Increase in net assets	71,903	239,338
4,070,754	4,042,078	Net assets at beginning of period	4,175,666	3,867,056
<u>\$ 4,247,569</u>	<u>\$ 4,106,394</u>	Net assets at end of period	<u>\$ 4,247,569</u>	<u>\$ 4,106,394</u>

Johns Hopkins Health System Corporation and Affiliates
Consolidated Statements of Cash Flows
(in thousands)
(Unaudited)

	Nine months ended	
	March 31, 2019	March 31, 2018
Operating activities:		
Change in net assets:	\$ 71,903	\$ 239,338
Adjustments to reconcile change in net assets to net cash and cash equivalents provided by operating activities:		
Depreciation and amortization	216,163	206,564
Net realized and changes in unrealized gains on investments	(41,286)	(129,209)
Change in fair value of interest rate swap agreements	23,674	(37,110)
Restricted contributions and investment income received	(7,693)	(13,633)
Return on equity investments	4,143	(10,488)
Other operating activities	2,650	(9,630)
Change in assets and liabilities:		
Patient accounts receivable	(7,067)	(86,133)
Inventories of supplies, prepaid expenses and other current assets	(25,972)	(3,536)
Due from affiliates, net	12,670	1,108
Pledges receivable	450	4,000
Other assets	(21,274)	15,848
Accounts payable, accrued liabilities and accrued vacation	49,486	23,678
Medical claims reserve	18,606	(2,249)
Deferred revenue	(11,840)	10,688
Advances from third-party payors	2,518	(18,009)
Accrued pension benefit costs	(40,278)	(39,712)
Estimated malpractice costs	5,087	3,758
Other long-term liabilities	2,357	(1,622)
Net cash and cash equivalents provided by operating activities	254,297	153,651
Investing activities:		
Purchases of property, plant and equipment	(242,116)	(220,845)
(Investment in) return of equity investments, net	(17,271)	(2,755)
Purchases of investment securities	(924,485)	(1,218,513)
Sales of investment securities	979,481	1,194,165
Payments received on Affiliate notes	19,397	10,603
Advances on Affiliate notes	(5,591)	(20,680)
Other investing activities	(11,443)	(219)
Net cash and cash equivalents used in investing activities	(202,028)	(258,244)
Financing activities:		
Restricted contributions and investment income received	7,693	13,633
Proceeds from long-term borrowings	7,500	268,831
Repayments of long-term debt and obligations under capital lease	(37,944)	(293,189)
Other financing activities	(630)	19,234
Net cash and cash equivalents (used in) provided by financing activities	(23,381)	8,509
Increase (decrease) in cash and cash equivalents	28,888	(96,084)
Cash and cash equivalents at beginning of period	579,793	566,331
Cash and cash equivalents at end of period	\$ 608,681	\$ 470,247

Management’s Discussion and Analysis of Consolidated Operations and Financial Performance

Three months ended March 31, 2019 compared to the three months ended March 31, 2018

In thousands (except for ratios)	Three months ended		Change	%
	March 31, 2019	March 31, 2018		
Operating revenues	\$ 1,704,234	\$ 1,644,952	\$ 59,282	3.6%
Income from operations	\$ 13,386	\$ 45,109	\$ (31,723)	-70.3%
Excess of revenues over expenses	\$ 168,454	\$ 45,685	\$ 122,769	268.7%
EBIDA	\$ 103,566	\$ 128,409	\$ (24,843)	-19.3%
Operating margin percentage	0.8%	2.7%	-1.9%	-70.4%
Total margin percentage	9.9%	2.8%	7.1%	253.6%
Operating cash flow margin percentage	6.1%	7.8%	-1.7%	-21.8%

Operating revenues for the three months ended March 31, 2019 were \$1.704 billion, compared to \$1.645 billion for the three months ended March 31, 2018, an increase of \$59.3 million, or 3.6%. See further discussion of operating revenues in the year-to-date analysis below.

Income from operations, defined as operating revenues less operating expenses, was \$13.4 million and \$45.1 million for the three months ended March 31, 2019 and 2018, respectively, a decrease of (\$31.7) million. Operating margin percentage, defined as operating revenue less operating expenses divided by operating revenues, was 0.8% and 2.7% for the three months ended March 31, 2019 and 2018, respectively. The decrease in income from operations and operating margin percentage was mainly driven by lower net patient service revenue at JHACH as a result of the closing of the Heart Institute (see “Other Significant Events” discussion at page 24).

Excess of revenues over expenses was \$168.5 million for the three months ended March 31, 2019, compared to excess of revenues over expenses of \$45.7 million for the three months ended March 31, 2018. Excess of revenues over expenses includes operating revenues and several non-operating revenues and expenses below income from operations that significantly affect the volatility of this key performance indicator. Non-operating revenues and expenses include interest expense on swap agreements, change in fair value of swap agreements, realized and unrealized gains (losses) on investments classified as trading, interest and dividend income, and noncontrolling interests.

EBIDA, defined as income from operations plus interest, depreciation and amortization, was \$103.6 million for the three months ended March 31, 2019 compared to \$128.4 million for the three months ended March 31, 2018. Interest, depreciation and amortization expenses that are excluded from EBIDA amounted to \$90.2 and \$83.3 million for the three months ended March 31, 2019 and 2018, respectively.

Total margin percentage, defined as excess of revenues over expenses divided by operating revenues, was 9.9% and 2.8% for the three months ended March 31, 2019 and 2018, respectively. Total margin is affected by interest expense on swap agreements, the change in fair value of swap agreements, non-service cost components of net periodic pension cost,

realized and unrealized gains (losses) on investments classified as trading, interest and dividend income, and noncontrolling interests. Operating cash flow margin percentage, defined as EBIDA divided by operating revenues, was 6.1% and 7.8% for the three months ended March 31, 2019 and 2018, respectively. Operating cash flow margin percentage decreased as EBIDA decreased compared to the prior year.

Nine months ended March 31, 2019 compared to the nine months ended March 31, 2018

In thousands (except for ratios)	Nine months ended		Change	%
	March 31, 2019	March 31, 2018		
Operating revenues	\$ 5,101,605	\$ 4,798,041	\$ 303,564	6.3%
Income from operations	\$ 73,159	\$ 89,951	\$ (16,792)	-18.7%
Excess of revenues over expenses	\$ 61,930	\$ 225,480	\$ (163,550)	-72.5%
EBIDA	\$ 335,381	\$ 340,410	\$ (5,029)	-1.5%
Operating margin percentage	1.4%	1.9%	-0.5%	-26.3%
Total margin percentage	1.2%	4.7%	-3.5%	-74.5%
Operating cash flow margin percentage	6.6%	7.1%	-0.5%	-7.0%

Operating revenues for the nine months ended March 31, 2019 were \$5.102 billion, compared to \$4.798 billion for the nine months ended March 31, 2018, an increase of \$303.6 million, or 6.3%. Net patient service revenue increased principally due to: increased enrollment at Priority Partners and Hopkins Health Advantage within JHHC, increased Maryland hospital revenues driven by the HSCRC rates under the GBR model, and increased rate and outpatient volume-driven revenues at SMH. Other revenues increased \$93.1 million principally due to an increase in discharge pharmacy, imaging and other ancillary revenues, and a gain on sale of HCGH's equity method investment in the Ten Acres Medical Building. The increased discharge pharmacy revenue is partially offset by increased supply costs related to these pharmaceuticals (see below).

Income from operations was \$73.2 million and \$90.0 million for the nine months ended March 31, 2019 and 2018, respectively, a decrease of (\$16.8) million. Operating margin percentage was 1.4% and 1.9% for the nine months ended March 31, 2019 and 2018, respectively. The decrease in income from operations and operating margin percentage was mainly driven by lower net patient service revenue at JHACH as a result of the closing of the Heart Institute (see "Other Significant Events" discussion at page 24). Additionally, Hopkins Health Advantage had higher than anticipated utilization on inpatient and outpatient costs and high cost members within JHHC. This was partially offset by: improved profitability at JHH due to HSCRC rate adjustments not received until the second half of fiscal year 2018 and SMH due to favorable net patient service revenue as a result of higher rates and outpatient volumes across several areas.

Operating expenses were \$5.028 billion and \$4.708 billion for the nine months ended March 31, 2019 and 2018, respectively. The operating expense increase of \$320.4 million is composed of the following:

Salaries, wages and benefits increased \$98.8 million. Salaries and wages have increased due to higher FTE's, and annual inflation and market-driven wage increases. Benefit costs, including pension expense and employee medical benefits, also increased at some affiliates.

Purchased services increased \$160.0 million. The most significant portion of the purchased services increase was due to JHHC experiencing growth in its inpatient and outpatient medical expenses related to increased enrollment at Priority Partners and Hopkins Health Advantage.

Supplies and other increased \$50.0 million, principally due to pharmaceutical costs at JHH and outpatient volume-driven supply and drug costs at SMH.

Interest expense related directly to the debt instruments is recorded in the operating section, and net settlement interest expense related to the swap agreements is presented in the non-operating section of the Consolidated Statements of Operations and Changes in Net Assets. Interest expense included in the operating section was \$45.5 million and \$43.0 million for the nine months ended March 31, 2019 and 2018. Net settlement interest expense on the swap agreements was \$12.3 million for the nine months ended March 31, 2019, and \$15.9 million for the nine months ended March 31, 2018.

Depreciation and amortization increased \$9.3 million year over year, primarily due to the new JHACH research building that was placed in service in fiscal year 2019.

JHH, JHBMC, HCGH, SHI, and JHACH have collectively entered into fourteen fixed payor interest rate swap agreements of which two are forward-starting in December 2026. The notional amount of all fourteen swap agreements totals \$1.013 billion as of March 31, 2019, including the two forward-starting swaps which have a combined notional amount of \$300 million. Each of the swap agreements pays a fixed annual rate ranging from 3.3265% to 4.1330%, in return for the receipt of a floating rate of interest based on the one-month LIBOR (one tranche at 68% of LIBOR, ten tranches at 67% of LIBOR, two tranches at 62.2% of LIBOR plus 0.27%, and one tranche at 61.8% of LIBOR plus 0.25%). The value of the swap agreements are adjusted to fair value monthly based upon quotations from market makers. The net settlements of interest expense and the change in fair value, if any, are each recorded in the Consolidated Statements of Operations below income from operations as a separate component of excess of revenues over (under) expenses. The total amount recorded due to changes in the fair value of interest rate swap agreements was a (loss) gain of (\$23.7) million and \$37.1 million for the nine months ended March 31, 2019 and 2018, respectively. The volatility in the fair value of these swap agreements is dependent on changes in long-term interest rates. The fair value of the swap agreements will increase as long-term interest rates increase, and decrease as long-term interest rates decrease. Additionally, most swap agreements have certain collateral thresholds whereby, on a daily basis, if the fair value of a swap agreement declines such that its devaluation exceeds the threshold, cash must be deposited with the swap counterparty for the difference between the threshold amount and the fair value. Collateral is exchanged on a daily basis depending on the fair value. The collateral is recorded as an other long-term asset on the Balance Sheets and cannot be used by JHHSC for operations. All cash deposited as collateral earns interest that inures to JHHSC. As of March 31, 2019 and June 30, 2018, there was a total of \$45.6 million and \$33.9 million, respectively, deposited as collateral with one swap counterparty.

Excess of revenues over expenses was \$61.9 million for the nine months ended March 31, 2019, compared to excess of revenues over expenses of \$225.5 million for the nine months ended March 31, 2018. Income from operations decreased (\$16.8) million as described above.

The change in fair value of the swap agreements was (\$60.8) million lower for the nine months ended March 31, 2019, as described above. Realized and unrealized gains (losses) on investments classified as trading were (\$87.9) million lower as the broader investment markets performed less favorably in the nine months ended March 31, 2019 compared to the prior year. The noncontrolling interests' share of operating income (losses) was (\$6.6) million for the nine months ended March 31, 2019 compared to (\$14.0) million in the prior year, a net change of \$7.4 million, primarily related to Priority Partners and Hopkins Health Advantage. Noncontrolling interests represent the minority shareholders' portions of income (losses) from consolidated joint ventures where JHHSC has control.

EBIDA was \$335.4 million for the nine months ended March 31, 2019 compared to \$340.4 million for the nine months ended March 31, 2018. Interest, depreciation and amortization expenses that are excluded from EBIDA amounted to \$262.2 and \$250.5 million for the nine months ended March 31, 2019 and 2018, respectively.

Total margin percentage was 1.2% and 4.7% for the nine months ended March 31, 2019 and 2018, respectively. The total margin percentage decrease is primarily related to the decrease in the change in fair value of swap agreements and realized and unrealized gains (losses) on investments classified as trading as discussed above. Operating cash flow margin percentage was 6.6% and 7.1% for the nine months ended March 31, 2019 and 2018, respectively. Operating cash flow margin percentage decreased as operating revenues increased while EBIDA was consistent compared to the prior year.

Liquidity and Capital Resources

In thousands (except for ratios)	March 31, 2019	June 30, 2018	Change	%
Cash and cash equivalents	\$ 608,681	\$ 579,793	\$ 28,888	5.0%
Short and long-term investments	\$ 3,042,146	\$ 3,041,533	\$ 613	0.0%
Unrestricted investments - Board of Trustees	\$ 575,872	\$ 570,316	\$ 5,556	1.0%
Total debt	\$ 2,049,019	\$ 2,050,448	\$ (1,429)	-0.1%
Max annual debt service coverage	2.91	3.12	(0.21)	-6.7%
Debt to operating cash flow	5.30	4.94	0.36	7.3%

Long-term investments include investments in joint ventures. Cash and cash equivalents, liquid short and long-term investments (not including investments in joint ventures), and unrestricted investments set aside by the Boards of Trustees totaled \$3.939 billion and \$3.916 billion as of March 31, 2019 and June 30, 2018, respectively. Total unrestricted cash, liquid investments, and Board designated investments increased \$22.7 million and included the following cash flow activities during the nine months ended March 31, 2019: \$254.3 million of cash from operating activities, \$41.3 million of realized and unrealized gains on investments, (\$242.1) million for purchases of property, plant and equipment, and (\$38.0) million of long-term debt repayments.

Net cash and cash equivalents provided by operating activities were \$254.3 million and \$153.7 million for the nine months ended March 31, 2019 and 2018, respectively. Cash and cash equivalents provided by operating activities increased \$100.6 million primarily due to the timing of receipts on accounts receivable.

Net cash and cash equivalents used in investing activities were (\$202.0) million and (\$258.2) million for the nine months ended March 31, 2019 and 2018, respectively. Cash and cash equivalents used in investing activities for the nine months ended March 31, 2019 were primarily composed of (\$242.1) million of purchases of property, plant and equipment and \$55.0 million of net sales of investment securities. Cash and cash equivalents used in investing activities for the nine months ended March 31, 2018 were primarily composed of (\$220.8) million of purchases of property, plant and equipment and (\$24.3) million of net purchases of investment securities.

Net cash and cash equivalents (used in) provided by financing activities were (\$23.4) million for the nine months ended March 31, 2019, compared to \$8.5 million for the nine months ended March 31, 2018. Net cash and cash equivalents used in financing activities for the nine months ended March 31, 2019 were primarily comprised of (\$30.4) million of net repayments of long-term debt. Net cash and cash equivalents provided by financing activities for the nine months ended March 31, 2018 were primarily comprised primarily composed of \$19.2 million of contributions from minority investors in JHHC's Medicare managed care program.

Maximum annual debt service coverage, defined as EBIDA divided by the maximum annual debt service, decreased to 2.91 as of March 31, 2019 from 3.12 as of June 30, 2018. Maximum annual debt service coverage decreased due to the maximum annual debt service increasing versus prior year.

Debt to operating cash flow, defined as debt divided by operating income plus depreciation and amortization, increased to 5.30 as of March 31, 2019 from 4.94 as of June 30, 2018. Debt to operating cash flow increased as annualized operating income has decreased versus prior year.

Consolidated Key Statistics

	Three months ended		Nine months ended			Three months ended		Nine months ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
The Johns Hopkins Hospital					Suburban Hospital, Inc.				
Admissions	10,413	11,083	31,747	33,783	Admissions	3,353	3,577	10,148	10,570
Observation cases (2)	3,932	3,697	11,587	10,548	Observation cases (2)	2,283	2,021	6,623	6,154
Inpatient Days	76,185	78,613	229,553	234,266	Inpatient Days	14,586	15,598	43,838	45,545
Outpatient Visits	132,740	136,543	407,468	413,770	Outpatient Visits	2,995	4,014	9,767	13,195
Outpatient Surgeries	10,211	10,951	30,576	33,178	Outpatient Surgeries	1,538	1,143	3,534	3,384
Inpatient Surgeries	4,920	5,270	15,423	16,212	Inpatient Surgeries	1,609	1,402	3,731	4,364
ER Visits	23,676	24,107	70,306	72,061	ER Visits	11,311	11,616	34,721	34,654
Births	578	601	1,804	1,838	Births	-	-	-	-
EIPAs (1)	17,158	18,430	52,601	56,185	EIPAs (1)	4,961	3,803	16,048	15,095
ECMADs (3) - MD hospitals only	31,915	33,995	98,093	100,481	ECMADs (3) - MD hospitals only	7,745	7,815	23,316	23,254
Average Length of Stay			7.2	6.9	Average Length of Stay			4.3	4.3
Available Beds			1,002	1,011	Available Beds			211	211
Inpatient Utilization of Available Beds			83.8%	84.1%	Inpatient Utilization of Available Beds			76.0%	79.0%
Full-time Equivalents			10,489	10,478	Full-time Equivalents			1,429	1,448
Johns Hopkins Bayview Medical Center, Inc. (4)					Sibley Memorial Hospital, Inc.				
Admissions	4,752	4,864	14,386	14,778	Admissions	2,848	2,776	8,710	8,530
Observation cases (2)	1,044	1,330	3,704	3,963	Observation cases	955	849	2,555	2,261
Inpatient Days	28,894	27,859	86,443	84,447	Inpatient Days	11,598	11,367	34,968	34,317
Outpatient Visits	84,375	88,264	256,071	269,288	Outpatient Visits	24,153	21,429	71,323	63,666
Outpatient Surgeries	1,178	1,325	3,741	3,804	Outpatient Surgeries	2,278	2,211	6,578	6,253
Inpatient Surgeries	1,176	1,159	3,576	3,758	Inpatient Surgeries	663	610	1,999	2,078
ER Visits	13,705	14,659	42,341	43,867	ER Visits	10,500	10,111	30,764	29,613
Births	325	287	1,027	944	Births	972	931	3,179	2,891
EIPAs (1)	8,656	8,917	26,176	26,944	EIPAs (1)	7,082	6,723	21,245	20,130
ECMADs (3) - MD hospitals only	11,651	11,363	34,598	33,806	ECMADs (3) - MD hospitals only	-	-	-	-
Average Length of Stay			6.0	5.7	Average Length of Stay			4.0	4.1
Available Beds			411	415	Available Beds			210	195
Inpatient Utilization of Available Beds			76.8%	76.5%	Inpatient Utilization of Available Beds			60.8%	64.2%
Full-time Equivalents			2,986	2,933	Full-time Equivalents			1,753	1,694
Howard County General Hospital, Inc.					Johns Hopkins All Children's Hospital, Inc.				
Admissions	3,687	3,865	10,738	11,903	Admissions	1,576	1,712	4,834	5,056
Observation cases (2)	2,065	1,649	6,406	4,707	Observation cases	729	707	2,296	2,124
Inpatient Days	15,496	15,900	43,862	47,663	Inpatient Days	13,376	14,764	41,711	41,819
Outpatient Visits	10,178	12,412	35,113	38,313	Outpatient Visits	75,978	79,347	225,511	218,908
Outpatient Surgeries	1,736	1,856	5,300	5,902	Outpatient Surgeries	1,534	1,448	4,600	4,685
Inpatient Surgeries	674	680	2,111	2,200	Inpatient Surgeries	498	588	1,538	1,679
ER Visits	19,632	19,725	58,735	58,189	ER Visits	11,839	13,601	34,791	36,835
Births	774	784	2,273	2,566	Births	-	-	-	-
EIPAs (1)	5,953	6,273	17,971	19,138	EIPAs (1)	2,761	2,768	8,287	8,388
ECMADs (3) - MD hospitals only	6,955	6,794	20,773	20,243	ECMADs (3) - MD hospitals only	-	-	-	-
Average Length of Stay			4.1	4.0	Average Length of Stay			8.6	8.3
Available Beds			239	244	Available Beds			259	259
Inpatient Utilization of Available Beds			67.4%	71.3%	Inpatient Utilization of Available Beds			59.0%	59.0%
Full-time Equivalents			1,425	1,523	Full-time Equivalents			2,760	2,586
					All Hospitals Combined				
(1) Equivalent inpatient admissions ("EIPAs") are calculated by dividing total gross revenues by gross inpatient revenues and multiplying the result by inpatient admissions.					Admissions	26,629	27,877	80,563	84,620
(2) Includes extended recovery.					Observation cases	11,008	10,253	33,171	29,757
(3) Equivalent casemix adjusted discharges ("ECMADs") is a critical volume metric considered by the HSCRC in its evaluations of GBR for hospitals in the State of Maryland. Totals provided here are preliminary calculations based on internal revenue and volume data and will not agree to final HSCRC ECMAD statistics.					Inpatient Days	160,135	164,101	480,375	488,057
(4) Effective July 1, 2018, JHBMC added statistical data on its specialty hospital programs and community psychology programs to the acute hospital statistics. Prior year data was recast for consistency.					Outpatient Visits	330,419	342,009	1,005,253	1,017,140
					Outpatient Surgeries	18,475	18,934	54,329	57,206
					Inpatient Surgeries	9,540	9,709	28,378	30,291
					ER Visits	90,663	93,819	271,658	275,219
					Births	2,649	2,603	8,283	8,239
					EIPAs (1)	46,571	46,914	142,328	145,880
					ECMADs (3) - MD hospitals only	58,266	59,967	176,780	177,784
					Full-time Equivalents			20,842	20,662

Inpatient Payor Mix

<i>(JHH, JHBMC, HCGH, SHI, SMH and JHACH only)</i>	<u>Nine Months Ended</u> <u>March 31, 2019</u>		<u>Nine Months Ended</u> <u>March 31, 2018</u>	
	<u>Gross Revenue</u>	<u>Days</u>	<u>Gross Revenue</u>	<u>Days</u>
Blue Cross	16.56%	14.30%	16.55%	14.54%
Medicare	32.27%	35.35%	33.08%	35.55%
Medicaid/Medicaid MCO	23.66%	24.94%	25.00%	25.78%
Self Pay/MA Pending	0.97%	0.85%	0.68%	0.68%
Commercial	7.51%	7.09%	6.88%	6.83%
HMO	16.49%	15.56%	15.42%	14.96%
Other	2.54%	1.91%	2.39%	1.66%
	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Other Significant Events

UPDATE: Johns Hopkins All Children's Hospital, Inc.

This provides an update to the information posted in the previous fiscal quarterly filing. For full description, see the previous Quarter-End Report of The Johns Hopkins Health System Corporation and Affiliates filed in February 2019.

The Immediate Jeopardy status of Johns Hopkins All Children's Hospital, Inc. (JHACH) was lifted in February and remains lifted. On April 2-5, surveyors from the Centers for Medicare and Medicaid Services (CMS) and the Agency for Health Care Administration (AHCA) conducted an expected validation survey of JHACH. CMS and AHCA found that, despite the progress JHACH has made in implementing the plans of correction, some areas remain out of compliance and it will take more time to make these changes. AHCA has requested a new plan of correction related specifically to infection control findings by early May, and JHACH anticipates an unannounced resurvey by AHCA sometime in May.

CMS also offered JHACH an opportunity to enter into a Systems Improvement Agreement (SIA) in order to implement robust and sustainable systemic corrections and avoid termination of participation in the Medicare/Medicaid programs. CMS and JHACH have entered into a SIA. As part of the agreement, in collaboration with CMS, JHACH will hire an independent consultant which will assess, analyze, and make recommendations for change and improvement to assure compliance with all CMS Conditions of Participation and then monitor implementation of the necessary improvements.

The safety of our patients is the top priority. We are confident that the work we are doing to ensure that JHACH continues to meet the highest standards of care will satisfy any concerns regulatory agencies, our patients, or our community may have. Below is a link to a dedicated page on the JHACH website that provides additional details regarding the issues with the Heart Institute.

<https://www.hopkinsallchildrens.org/Services/Heart-Institute/Heart-Institute-Updates>

New Accounting Standards

In May 2014, the FASB issued ASU 2014-09, "Revenue from Contracts with Customers". This standard implements a single framework for recognition of all revenue earned from customers. This framework ensures that entities appropriately reflect the consideration to which they expect to be entitled in exchange for goods and services by allocating transaction price to identified performance obligations and recognizing revenue as performance obligations are satisfied. Qualitative and quantitative disclosures are required to enable users of financial statements to understand the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. JHHSC adopted this new accounting standard in fiscal year 2019 using the full retrospective method. The adoption of this accounting standard had no impact to Operating Income and Excess of revenues over expenses on the Consolidated Statements of Operations and Changes in Net Assets or to the Consolidated Balance Sheets or Statements of Cash Flows.

In August 2016, the FASB issued ASU 2016-14, “Presentation of Financial Statements for Not-for Profit Entities”. The new guidance requires improved presentation and disclosures to help not-for profits provide more relevant information about their resources to donors, grantors, creditors and other users. JHHSC adopted this new accounting standard in fiscal year 2019. The primary changes affecting JHHSC include presentation of two classes of net assets versus the previously required three. The adoption of this accounting standard had no impact to Excess of revenues over expenses on the Consolidated Statements of Operations and Changes in Net Assets or Statements of Cash Flows. As a result of adopting this standard, certain prior year amounts have been reclassified.

Interest and Dividend Income Reclassification

Beginning in fiscal year 2019, management has elected to report interest and dividend income within the non-operating section of the Consolidated Statements of Operations and Changes in Net Assets. This presentation provides a measure of profitability from core business operations exclusive of earnings on investments. The fiscal year 2018 interest and dividend income has been reclassified to conform to the fiscal year 2019 presentation.

Supplementary Consolidating Financial Statements

The Johns Hopkins Health System Corporation and Affiliates Supplemental Consolidating Balance Sheets As of March 31, 2019 (in thousands) (Unaudited)

	JHH	JHBMC	HCGH	SHI	SMH	JHACH	JHHSC	SHHS	Eliminations	JHHS Obligated Group Subtotal	JHHC	All Other Affiliates	Eliminations	Consolidated JHHSC & Affiliates
Current Assets:														
Cash and cash equivalents	\$ 62,214	\$ 13,492	\$ 12,748	\$ 13,296	\$ 56,825	\$ 16,585	\$ 240,268	\$ 132	\$ -	\$ 415,560	\$ 146,590	\$ 46,531	\$ -	\$ 608,681
Short-term investments	-	150	50	407	27,595	100	55,540	200	-	84,042	-	135	-	84,177
AWUIL used for current liabilities	6,966	-	-	1,479	-	-	-	-	-	8,445	-	-	-	8,445
Patient accounts receivable, net of est uncollectibles	301,052	78,732	30,943	37,207	41,095	72,151	-	319	-	561,499	35,525	28,771	(40,180)	585,615
Due from others, current portion	49,368	9,155	438	3,811	5,212	3,406	6,666	141	-	78,197	34,705	11,700	-	124,602
Due from affiliates, current portion	15,319	130	650	963	-	53,592	87,454	324	(63,148)	95,284	29,398	33,532	(124,565)	33,649
Inventories of supplies	72,565	10,258	4,910	11,412	8,145	10,789	6,216	194	-	124,489	-	221	-	124,710
Prepaid expenses and other current assets	37,799	5,302	3,206	5,005	6,313	11,278	4,146	619	-	73,668	18,697	6,541	-	98,906
Total current assets	545,283	117,219	52,945	73,580	145,185	167,901	400,290	1,929	(63,148)	1,441,184	264,915	127,431	(164,745)	1,668,785
Assets whose use is limited:														
By donors or grantors for:														
Pledges receivable	840	186	-	6,904	12,515	-	-	-	-	20,445	-	9,772	-	30,217
Other	9,076	7,654	-	26,530	52,371	4,976	-	-	-	100,607	-	20,663	-	121,270
By Board of Trustees	70,105	62,413	10,051	-	416,764	15,871	-	-	-	575,204	-	668	-	575,872
Other	2,352	912	19,245	101	-	17,982	15,484	222	-	56,298	200	-	(37,094)	19,404
Total assets whose use is limited	82,373	71,165	29,296	33,535	481,650	38,829	15,484	222	-	752,554	200	31,103	(37,094)	746,763
Investments	1,139,101	37,090	173,332	273,857	440,667	397,111	149,444	22,514	-	2,633,116	258,479	161,657	(95,283)	2,957,969
Property, plant and equipment	2,312,369	539,069	295,899	419,963	707,996	669,721	160,141	80,446	-	5,185,604	115,658	142,863	-	5,444,125
Less: allowance for depreciation and amortization	(1,094,561)	(349,930)	(142,573)	(168,992)	(162,961)	(231,511)	(93,926)	(45,290)	-	(2,289,744)	(42,592)	(89,700)	-	(2,422,036)
Total property, plant and equipment, net	1,217,808	189,139	153,326	250,971	545,035	438,210	66,215	35,156	-	2,895,860	73,066	53,163	-	3,022,089
Due from affiliates, net of current portion	136,101	-	1,950	1,136	-	-	1,372,690	-	(1,380,214)	131,663	-	2,152	(48,036)	85,779
Other assets	26,866	2,116	904	712	3,681	8,234	1,524	2,001	-	46,038	7,405	50,724	-	104,167
Total assets	\$ 3,147,532	\$ 416,729	\$ 411,753	\$ 633,791	\$ 1,616,218	\$ 1,050,285	\$ 2,005,647	\$ 61,822	\$ (1,443,362)	\$ 7,900,415	\$ 604,065	\$ 426,230	\$ (345,158)	\$ 8,585,552
Current liabilities:														
Current portion of long-term debt and capital leases	\$ 20,050	\$ 48,085	\$ -	\$ -	\$ -	\$ 2,573	\$ 24,861	\$ 2,170	\$ -	\$ 97,739	\$ 2,756	\$ 128	\$ -	\$ 100,623
Accounts payable and accrued liabilities	216,253	48,634	28,793	39,806	47,499	57,030	97,582	1,380	-	536,977	92,982	50,903	5	680,867
Medical claims reserve	-	-	-	-	-	-	-	-	-	-	179,931	-	(45,274)	134,657
Deferred revenue	3,281	5,071	724	23	1,160	1,525	392	-	-	12,176	115,486	2,532	-	130,194
Due to affiliates, current portion	32,144	7,650	9,138	11,643	11,249	35,219	869	630	(63,148)	45,394	19,861	70,204	(119,476)	15,983
Accrued vacation	22,034	6,329	7,569	7,799	9,553	3,298	14,701	84	-	71,367	171	8,416	-	79,954
Advances from third-party payors	82,259	17,450	9,690	7,133	-	-	-	-	-	116,532	-	-	-	116,532
Current portion of estimated malpractice costs	26,609	2,928	1,175	939	1,961	7,939	-	-	-	41,551	1,031	4,906	-	47,488
Total current liabilities	402,630	136,147	57,089	67,343	71,422	107,584	138,405	4,264	(63,148)	921,736	412,218	137,089	(164,745)	1,306,298
LT debt and capital leases, net of current portion	133,433	11,817	-	-	-	93,814	1,655,532	24,247	-	1,918,843	27,869	1,684	-	1,948,396
Estimated malpractice costs, net of current portion	74,379	11,894	4,119	1,593	6,070	19,211	-	-	-	117,266	2,623	12,682	-	132,571
Net pension liability	336,601	138,411	2,043	1,961	12,427	-	200,369	-	-	691,812	-	-	-	691,812
Other long-term liabilities	775,424	63,709	184,644	140,093	308,997	153,730	2,803	223	(1,380,214)	249,409	2,500	55,033	(48,036)	258,906
Total liabilities	1,722,467	361,978	247,895	210,990	398,916	374,339	1,997,109	28,734	(1,443,362)	3,899,066	445,210	206,488	(212,781)	4,337,983
Net assets:														
Net assets without donor restrictions	1,417,686	46,911	150,510	389,842	1,172,526	657,990	8,488	33,088	-	3,877,041	158,855	149,554	(103,880)	4,081,570
Net assets with donor restrictions	7,379	7,840	13,348	32,959	44,776	17,956	50	-	-	124,308	-	70,188	(28,497)	165,999
Total net assets	1,425,065	54,751	163,858	422,801	1,217,302	675,946	8,538	33,088	-	4,001,349	158,855	219,742	(132,377)	4,247,569
Total liabilities and net assets	\$ 3,147,532	\$ 416,729	\$ 411,753	\$ 633,791	\$ 1,616,218	\$ 1,050,285	\$ 2,005,647	\$ 61,822	\$ (1,443,362)	\$ 7,900,415	\$ 604,065	\$ 426,230	\$ (345,158)	\$ 8,585,552

The Johns Hopkins Health System Corporation and Affiliates
Supplemental Consolidating Balance Sheets
As of June 30, 2018
(in thousands)
(Unaudited)

	JHH	JHBMC	HCGH	SHI	SMH	JHACH	JHHSC	SHHS	Eliminations	JHHS Obligated Group Subtotal	JHHC	All Other Affiliates	Eliminations	Consolidated JHHSC & Affiliates
Current Assets:														
Cash and cash equivalents	\$ 80,848	\$ 20,060	\$ 10,414	\$ 10,424	\$ 32,309	\$ 31,561	\$ 200,154	\$ 87	\$ -	\$ 385,857	\$ 149,114	\$ 44,822	\$ -	\$ 579,793
Short-term investments	-	150	49	407	942	100	55,407	200	-	57,255	-	129	-	57,384
AWUIL used for current liabilities	12,864	-	-	1,479	-	-	-	-	-	14,343	-	-	-	14,343
Patient accounts receivable, net of est uncollectibles	291,818	58,492	30,409	36,467	39,363	81,735	-	152	-	538,436	60,994	18,871	(34,349)	583,952
Due from others, current portion	49,253	6,999	906	3,810	4,801	3,445	4,343	294	-	73,851	25,257	7,639	-	106,747
Due from affiliates, current portion	16,333	320	359	963	-	1,187	80,535	178	(59,543)	40,332	26,690	44,419	(76,149)	35,292
Inventories of supplies	69,999	10,510	5,012	10,958	7,078	10,597	7,863	194	-	122,211	-	275	-	122,486
Prepaid expenses and other current assets	38,183	4,272	2,045	5,076	6,156	12,059	2,562	138	-	70,491	14,096	6,242	-	90,829
Total current assets	559,298	100,803	49,194	69,584	90,649	140,684	350,864	1,243	(59,543)	1,302,776	276,151	122,397	(110,498)	1,590,826
Assets whose use is limited:														
By donors or grantors for:														
Pledges receivable	875	186	-	7,777	11,971	205	-	-	-	21,014	-	9,812	-	30,826
Other	6,584	7,824	-	24,389	53,945	6,255	-	-	-	98,997	-	20,199	-	119,196
By Board of Trustees	68,086	54,243	20,046	-	411,427	15,801	-	-	-	569,603	-	713	-	570,316
Other	2,318	964	18,406	111	-	70,058	15,990	222	-	108,069	200	-	(88,331)	19,938
Total assets whose use is limited	77,863	63,217	38,452	32,277	477,343	92,319	15,990	222	-	797,683	200	30,724	(88,331)	740,276
Investments	1,059,366	62,064	144,754	325,097	423,326	393,193	253,515	22,841	-	2,684,156	235,146	157,895	(93,048)	2,984,149
Property, plant and equipment	2,289,910	534,021	285,162	346,063	677,079	648,617	157,115	80,279	-	5,018,246	79,830	132,646	-	5,230,722
Less: allowance for depreciation and amortization	(1,024,887)	(330,268)	(136,309)	(156,788)	(146,549)	(209,534)	(85,793)	(43,102)	-	(2,133,230)	(34,874)	(88,349)	-	(2,256,453)
Total property, plant and equipment, net	1,265,023	203,753	148,853	189,275	530,530	439,083	71,322	37,177	-	2,885,016	44,956	44,297	-	2,974,269
Due from affiliates, net of current portion	131,464	-	2,985	1,529	-	-	1,392,637	-	(1,396,012)	132,603	-	1,197	(36,520)	97,280
Other assets	26,476	2,116	881	706	4,931	5,222	1,457	1,792	-	43,581	8,212	38,868	-	90,661
Total assets	\$ 3,119,490	\$ 431,953	\$ 385,119	\$ 618,468	\$ 1,526,779	\$ 1,070,501	\$ 2,085,785	\$ 63,275	\$ (1,455,555)	\$ 7,845,815	\$ 564,665	\$ 395,378	\$ (328,397)	\$ 8,477,461
Current liabilities:														
Current portion of long-term debt and capital leases	\$ 19,879	\$ 6,295	\$ -	\$ -	\$ -	\$ 2,520	\$ 22,526	\$ 1,962	\$ -	\$ 53,182	\$ 843	\$ -	\$ -	\$ 54,025
Accounts payable and accrued liabilities	188,422	47,182	18,258	37,083	46,560	58,314	106,409	675	-	502,903	88,480	55,387	-	646,770
Medical claims reserve	-	-	-	-	-	-	-	-	-	-	157,627	-	(39,443)	118,184
Deferred revenue	2,711	5,804	461	89	1,292	1,057	375	-	-	11,789	127,209	1,828	-	140,826
Due to affiliates, current portion	29,897	7,062	9,614	6,686	17,728	41,152	3,028	545	(59,543)	56,169	15,762	9,249	(71,055)	10,125
Accrued vacation	21,398	6,373	6,700	8,012	9,704	4,067	16,811	83	-	73,148	174	7,072	-	80,394
Advances from third-party payors	81,956	14,878	10,189	7,073	-	-	-	-	-	114,096	-	-	-	114,096
Current portion of estimated malpractice costs	26,609	2,928	1,175	939	1,961	7,099	-	-	-	40,711	1,031	4,817	-	46,559
Total current liabilities	370,872	90,522	46,397	59,882	77,245	114,209	149,149	3,265	(59,543)	851,998	391,126	78,353	(110,498)	1,210,979
LT debt and capital leases, net of current portion	146,053	59,707	-	-	-	96,247	1,665,810	25,898	-	1,993,715	2,708	-	-	1,996,423
Estimated malpractice costs, net of current portion	72,670	9,926	3,910	1,572	5,963	19,211	-	-	-	113,252	2,573	12,428	-	128,253
Net pension liability	360,595	149,617	1,901	3,121	-	-	217,784	-	-	733,018	-	-	-	733,018
Other long-term liabilities	766,690	63,288	186,674	140,200	308,823	152,628	2,283	227	(1,396,012)	224,801	2,739	42,102	(36,520)	233,122
Total liabilities	1,716,880	373,060	238,882	204,775	392,031	382,295	2,035,026	29,390	(1,455,555)	3,916,784	399,146	132,883	(147,018)	4,301,795
Net assets:														
Net assets without donor restrictions	1,394,528	50,883	135,168	382,751	1,085,016	669,536	50,759	33,885	-	3,802,526	165,519	142,528	(101,011)	4,009,562
Net assets with donor restrictions	8,082	8,010	11,069	30,942	49,732	18,670	-	-	-	126,505	-	119,967	(80,368)	166,104
Total net assets	1,402,610	58,893	146,237	413,693	1,134,748	688,206	50,759	33,885	-	3,929,031	165,519	262,495	(181,379)	4,175,666
Total liabilities and net assets	\$ 3,119,490	\$ 431,953	\$ 385,119	\$ 618,468	\$ 1,526,779	\$ 1,070,501	\$ 2,085,785	\$ 63,275	\$ (1,455,555)	\$ 7,845,815	\$ 564,665	\$ 395,378	\$ (328,397)	\$ 8,477,461

The Johns Hopkins Health System Corporation and Affiliates
Supplemental Consolidating Statements of Operations and Changes in Net Assets
For the Three Months Ended March 31, 2019
(in thousands)
(Unaudited)

	JHH	JHBMC	HCGH	SHI	SMH	JHACH	JHHSC	SHHS	Eliminations	JHHS Obligated Group Subtotal	JHHC	All Other Affiliates	Eliminations	Consolidated JHHSC & Affiliates
Operating revenues:														
Net patient service revenue	\$ 522,554	\$ 148,327	\$ 66,019	\$ 71,541	\$ 92,030	\$ 99,603	\$ -	\$ 679	\$ -	\$ 1,000,753	\$ 547,401	\$ 185,305	\$ (257,813)	\$ 1,475,646
Other revenue	98,686	14,575	2,062	5,052	9,547	19,898	103,088	2,445	(68,569)	186,784	36,493	56,351	(54,965)	224,663
Net assets rel fr restrictions used for operations	-	363	196	342	776	392	-	-	-	2,069	-	1,856	-	3,925
Total operating revenues	<u>621,240</u>	<u>163,265</u>	<u>68,277</u>	<u>76,935</u>	<u>102,353</u>	<u>119,893</u>	<u>103,088</u>	<u>3,124</u>	<u>(68,569)</u>	<u>1,189,606</u>	<u>583,894</u>	<u>243,512</u>	<u>(312,778)</u>	<u>1,704,234</u>
Operating expenses:														
Salaries, wages and benefits	213,176	67,668	31,600	34,163	41,101	59,761	54,898	393	-	502,760	39,513	84,936	(2,805)	624,404
Purchased services	185,684	56,805	19,329	18,968	20,345	41,532	35,600	1,130	(56,313)	323,080	529,104	145,208	(303,266)	694,126
Supplies and other	165,647	27,887	10,743	17,350	27,203	19,846	934	552	-	270,162	1,665	10,311	-	282,138
Interest	5,952	972	1,434	498	1,737	1,646	14,537	591	(12,256)	15,111	434	24	(26)	15,543
Depreciation and amortization	32,149	7,657	3,341	4,508	7,893	8,621	3,002	734	-	67,905	4,551	2,181	-	74,637
Total operating expenses	<u>602,608</u>	<u>160,989</u>	<u>66,447</u>	<u>75,487</u>	<u>98,279</u>	<u>131,406</u>	<u>108,971</u>	<u>3,400</u>	<u>(68,569)</u>	<u>1,179,018</u>	<u>575,267</u>	<u>242,660</u>	<u>(306,097)</u>	<u>1,690,848</u>
Income (loss) from operations	18,632	2,276	1,830	1,448	4,074	(11,513)	(5,883)	(276)	-	10,588	8,627	852	(6,681)	13,386
Non-operating revenues and expenses:														
Interest expense on swap agreements	(2,912)	(230)	(229)	(63)	-	(489)	-	-	-	(3,923)	-	-	-	(3,923)
Change in market value of swap agreements	(13,239)	(153)	(1,352)	44	-	(2,444)	-	-	-	(17,144)	-	-	-	(17,144)
Realized and unrealized gains (losses) on investments	49,179	4,685	6,246	15,734	81,048	13,736	4,024	926	-	175,578	662	6,618	-	182,858
Investment income	4,375	447	792	883	4,212	6,288	1,481	51	-	18,529	-	2,112	-	20,641
Other components of net periodic pension cost	(9,472)	(2,600)	(193)	55	(4,451)	-	(2,518)	-	-	(19,179)	(625)	(978)	-	(20,782)
Other	(2,375)	-	751	(332)	(47)	(1,562)	(532)	-	-	(4,097)	-	(24)	(758)	(4,879)
Excess of revenues over (under) expenses before NCI	44,188	4,425	7,845	17,769	84,836	4,016	(3,428)	701	-	160,352	8,664	8,580	(7,439)	170,157
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	(502)	304	(1,505)	(1,703)
Excess of revenues over (under) expenses	<u>44,188</u>	<u>4,425</u>	<u>7,845</u>	<u>17,769</u>	<u>84,836</u>	<u>4,016</u>	<u>(3,428)</u>	<u>701</u>	<u>-</u>	<u>160,352</u>	<u>8,162</u>	<u>8,884</u>	<u>(8,944)</u>	<u>168,454</u>
Contributions from (to) affiliates	-	-	293	-	-	-	300	-	-	593	(17,600)	(1,171)	17,600	(578)
Net assets released from restrictions used for														
purchase of property, plant, and equipment	2,280	-	35	264	74	-	32	-	-	2,685	-	-	-	2,685
Other	-	-	-	-	-	-	318	(68)	-	250	-	2,615	(229)	2,636
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	502	(304)	1,505	1,703
Increase (decrease) in net assets without donor restrictions	<u>46,468</u>	<u>4,425</u>	<u>8,173</u>	<u>18,033</u>	<u>84,910</u>	<u>4,016</u>	<u>(2,778)</u>	<u>633</u>	<u>-</u>	<u>163,880</u>	<u>(8,936)</u>	<u>10,024</u>	<u>9,932</u>	<u>174,900</u>
Changes in net assets with donor restrictions:														
Gifts, grants and bequests	43	176	1,746	1,979	1,436	(158)	82	-	-	5,304	-	(47,345)	50,566	8,525
Net assets released from restrictions used for														
purchase of property, plant, and equipment	(2,280)	-	(35)	(264)	(74)	-	(32)	-	-	(2,685)	-	-	-	(2,685)
Net assets rel fr restrictions used for operations	-	(363)	(196)	(342)	(776)	(392)	-	-	-	(2,069)	-	(1,856)	-	(3,925)
Other	-	-	-	-	-	-	-	-	-	-	-	(231)	231	-
(Decrease) increase in net assets with donor restrictions	<u>(2,237)</u>	<u>(187)</u>	<u>1,515</u>	<u>1,373</u>	<u>586</u>	<u>(550)</u>	<u>50</u>	<u>-</u>	<u>-</u>	<u>550</u>	<u>-</u>	<u>(49,432)</u>	<u>50,797</u>	<u>1,915</u>
Increase (decrease) in net assets	44,231	4,238	9,688	19,406	85,496	3,466	(2,728)	633	-	164,430	(8,936)	(39,408)	60,729	176,815
Net assets at beginning of period	<u>1,380,834</u>	<u>50,513</u>	<u>154,170</u>	<u>403,395</u>	<u>1,131,806</u>	<u>672,480</u>	<u>11,266</u>	<u>32,455</u>	<u>-</u>	<u>3,836,919</u>	<u>167,791</u>	<u>259,150</u>	<u>(193,106)</u>	<u>4,070,754</u>
Net assets at end of period	<u>\$ 1,425,065</u>	<u>\$ 54,751</u>	<u>\$ 163,858</u>	<u>\$ 422,801</u>	<u>\$ 1,217,302</u>	<u>\$ 675,946</u>	<u>\$ 8,538</u>	<u>\$ 33,088</u>	<u>\$ -</u>	<u>\$ 4,001,349</u>	<u>\$ 158,855</u>	<u>\$ 219,742</u>	<u>\$ (132,377)</u>	<u>\$ 4,247,569</u>

The Johns Hopkins Health System Corporation and Affiliates
Supplemental Consolidating Statements of Operations and Changes in Net Assets
For the Three Months Ended March 31, 2018

(in thousands)
(Unaudited)

	JHH	JHBMC	HCGH	SHI	SMH	JHACH	JHHSC	SHHS	Eliminations	JHHS Obligated Group Subtotal	JHHC	All Other Affiliates	Eliminations	Consolidated JHHSC & Affiliates
Operating revenues:														
Net patient service revenue	\$ 511,572	\$ 142,620	\$ 65,845	\$ 70,141	\$ 85,414	\$ 114,010	\$ -	\$ 663	\$ -	\$ 990,265	\$ 524,905	\$ 173,344	\$ (247,315)	\$ 1,441,199
Other revenue	91,585	14,559	1,296	4,901	9,092	13,739	102,318	2,211	(64,991)	174,710	33,346	50,055	(58,487)	199,624
Net assets rel fr restrictions used for operations	25	143	239	315	815	668	-	-	-	2,205	-	1,924	-	4,129
Total operating revenues	<u>603,182</u>	<u>157,322</u>	<u>67,380</u>	<u>75,357</u>	<u>95,321</u>	<u>128,417</u>	<u>102,318</u>	<u>2,874</u>	<u>(64,991)</u>	<u>1,167,180</u>	<u>558,251</u>	<u>225,323</u>	<u>(305,802)</u>	<u>1,644,952</u>
Operating expenses:														
Salaries, wages and benefits	208,155	64,752	32,404	33,480	38,902	56,778	51,605	401	-	486,477	35,545	77,641	(3,019)	596,644
Purchased services	182,471	54,634	19,402	18,028	17,880	33,252	19,291	1,069	(54,000)	292,027	508,735	140,796	(293,620)	647,938
Supplies and other	160,604	26,875	9,945	19,044	24,564	19,790	1,600	516	-	262,938	2,372	6,651	-	271,961
Interest	4,959	797	1,470	559	2,404	1,036	12,902	630	(10,991)	13,766	213	115	(33)	14,061
Depreciation and amortization	31,335	7,637	3,165	4,080	7,877	6,749	3,120	716	-	64,679	3,118	1,442	-	69,239
Total operating expenses	<u>587,524</u>	<u>154,695</u>	<u>66,386</u>	<u>75,191</u>	<u>91,627</u>	<u>117,605</u>	<u>88,518</u>	<u>3,332</u>	<u>(64,991)</u>	<u>1,119,887</u>	<u>549,983</u>	<u>226,645</u>	<u>(296,672)</u>	<u>1,599,843</u>
Income (loss) from operations	15,658	2,627	994	166	3,694	10,812	13,800	(458)	-	47,293	8,268	(1,322)	(9,130)	45,109
Non-operating revenues and expenses:														
Interest expense on swap agreements	(3,684)	(348)	(287)	(109)	-	(613)	-	-	-	(5,041)	-	-	-	(5,041)
Change in market value of swap agreements	20,742	946	1,940	165	-	3,595	-	-	-	27,388	-	-	-	27,388
Realized and unrealized (losses) gains on investments	(2,350)	(233)	(808)	(431)	1,277	(2,192)	(2,734)	(34)	-	(7,505)	(709)	(448)	-	(8,662)
Investment income	3,041	427	601	793	2,972	1,259	1,753	38	-	10,884	-	(226)	-	10,658
Other components of net periodic pension cost	(10,064)	(3,229)	(124)	87	145	-	(2,641)	-	-	(15,826)	(1,031)	(1,584)	-	(18,441)
Other	(2,447)	(11)	(262)	4	(491)	(2,039)	(1,631)	-	-	(6,877)	-	5	1,072	(5,800)
Excess of revenues over (under) expenses before NCI	20,896	179	2,054	675	7,597	10,822	8,547	(454)	-	50,316	6,528	(3,575)	(8,058)	45,211
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	3,329	(2,374)	(481)	474
Excess of revenues over (under) expenses	20,896	179	2,054	675	7,597	10,822	8,547	(454)	-	50,316	9,857	(5,949)	(8,539)	45,685
Contributions from (to) affiliates	-	-	147	-	-	109	300	-	-	556	3,676	(559)	15,000	18,673
Net assets released from restrictions used for														
purchase of property, plant, and equipment	-	-	20	-	-	-	-	-	-	20	-	-	-	20
Other	-	-	-	(1)	-	(3)	5	(67)	-	(66)	-	369	(260)	43
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	(3,329)	2,374	481	(474)
Increase (decrease) in net assets without donor restrictions	<u>20,896</u>	<u>179</u>	<u>2,221</u>	<u>674</u>	<u>7,597</u>	<u>10,928</u>	<u>8,852</u>	<u>(521)</u>	<u>-</u>	<u>50,826</u>	<u>10,204</u>	<u>(3,765)</u>	<u>6,682</u>	<u>63,947</u>
Changes in net assets with donor restrictions:														
Gifts, grants and bequests	72	288	220	1,041	236	111	1,159	-	-	3,127	-	1,617	(117)	4,627
Net assets released from restrictions used for purchase of property, plant, and equipment	-	-	(20)	-	-	-	-	-	-	(20)	-	-	-	(20)
Net assets rel fr restrictions used for operations	(25)	(143)	(239)	(315)	(815)	(668)	-	-	-	(2,205)	-	(1,924)	-	(4,129)
Other	-	-	-	-	-	-	-	-	-	-	-	(368)	259	(109)
Increase (decrease) in net assets with donor restrictions	<u>47</u>	<u>145</u>	<u>(39)</u>	<u>726</u>	<u>(579)</u>	<u>(557)</u>	<u>1,159</u>	<u>-</u>	<u>-</u>	<u>902</u>	<u>-</u>	<u>(675)</u>	<u>142</u>	<u>369</u>
Increase (decrease) in net assets	20,943	324	2,182	1,400	7,018	10,371	10,011	(521)	-	51,728	10,204	(4,440)	6,824	64,316
Net assets at beginning of period	1,345,611	46,053	141,160	403,955	1,109,661	686,418	74,823	34,554	-	3,842,235	154,472	245,183	(199,812)	4,042,078
Net assets at end of period	<u>\$ 1,366,554</u>	<u>\$ 46,377</u>	<u>\$ 143,342</u>	<u>\$ 405,355</u>	<u>\$ 1,116,679</u>	<u>\$ 696,789</u>	<u>\$ 84,834</u>	<u>\$ 34,033</u>	<u>\$ -</u>	<u>\$ 3,893,963</u>	<u>\$ 164,676</u>	<u>\$ 240,743</u>	<u>\$ (192,988)</u>	<u>\$ 4,106,394</u>

The Johns Hopkins Health System Corporation and Affiliates
Supplemental Consolidating Statements of Operations and Changes in Net Assets
For the Nine Months Ended March 31, 2019
(in thousands)
(Unaudited)

	JHH	JHBMC	HCGH	SHI	SMH	JHACH	JHHSC	SHHS	Eliminations	JHHS Obligated Group Subtotal	JHHC	All Other Affiliates	Eliminations	Consolidated JHHSC & Affiliates
Operating revenues:														
Net patient service revenue	\$ 1,585,311	\$ 440,558	\$ 193,954	\$ 212,947	\$ 274,508	\$ 329,333	\$ -	\$ 2,227	\$ -	\$ 3,038,838	\$ 1,596,345	\$ 542,244	\$ (761,214)	\$ 4,416,213
Other revenue	298,857	43,347	20,009	14,612	28,920	49,863	296,820	7,128	(201,523)	558,033	107,656	164,379	(154,318)	675,750
Net assets rel fr restrictions used for operations	26	593	493	911	1,973	740	-	-	-	4,736	-	4,906	-	9,642
Total operating revenues	<u>1,884,194</u>	<u>484,498</u>	<u>214,456</u>	<u>228,470</u>	<u>305,401</u>	<u>379,936</u>	<u>296,820</u>	<u>9,355</u>	<u>(201,523)</u>	<u>3,601,607</u>	<u>1,704,001</u>	<u>711,529</u>	<u>(915,532)</u>	<u>5,101,605</u>
Operating expenses:														
Salaries, wages and benefits	644,532	203,916	95,993	100,889	123,427	181,390	156,989	1,234	-	1,508,370	114,741	246,522	(8,202)	1,861,431
Purchased services	562,040	168,665	56,265	54,225	58,129	116,280	111,080	3,243	(165,369)	964,558	1,568,301	429,916	(898,733)	2,064,042
Supplies and other	489,983	82,510	33,363	54,882	80,370	59,896	3,603	1,869	-	806,476	6,405	27,870	-	840,751
Interest	17,240	2,825	4,389	1,875	5,551	4,266	42,905	1,801	(36,154)	44,698	798	60	(84)	45,472
Depreciation and amortization	95,285	22,919	9,951	13,267	23,663	24,026	9,419	2,187	-	200,717	10,962	5,071	-	216,750
Total operating expenses	<u>1,809,080</u>	<u>480,835</u>	<u>199,961</u>	<u>225,138</u>	<u>291,140</u>	<u>385,858</u>	<u>323,996</u>	<u>10,334</u>	<u>(201,523)</u>	<u>3,524,819</u>	<u>1,701,207</u>	<u>709,439</u>	<u>(907,019)</u>	<u>5,028,446</u>
Income (loss) from operations	75,114	3,663	14,495	3,332	14,261	(5,922)	(27,176)	(979)	-	76,788	2,794	2,090	(8,513)	73,159
Non-operating revenues and expenses:														
Interest expense on swap agreements	(9,161)	(736)	(717)	(199)	-	(1,529)	-	-	-	(12,342)	-	-	-	(12,342)
Change in fair value of interest rate swap agreements	(17,818)	(169)	(2,176)	151	-	(3,662)	-	-	-	(23,674)	-	-	-	(23,674)
Realized and unrealized gains (losses) on investments	3,336	298	1,214	(337)	40,307	(5,375)	1,835	131	-	41,409	927	(1,050)	-	41,286
Investment income	15,639	1,622	2,461	3,679	13,877	11,282	5,608	187	-	54,355	-	3,276	-	57,631
Other components of net periodic pension cost	(27,107)	(8,650)	(491)	255	(13,355)	-	(8,009)	-	-	(57,357)	(2,885)	(4,004)	-	(64,246)
Other	(7,125)	-	(266)	(498)	(106)	(6,512)	(3,072)	-	-	(17,579)	-	(118)	1,182	(16,515)
Excess of revenues over (under) expenses before NCI	32,878	(3,972)	14,520	6,383	54,984	(11,718)	(30,814)	(661)	-	61,600	836	194	(7,331)	55,299
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	(1,695)	22	8,304	6,631
Excess of revenues over (under) expenses	32,878	(3,972)	14,520	6,383	54,984	(11,718)	(30,814)	(661)	-	61,600	(859)	216	973	61,930
Contributions (to) from affiliates	(12,000)	-	570	-	25,000	172	(12,300)	-	-	1,442	(7,500)	(2,072)	7,500	(630)
Net assets released from restrictions used for														
purchase of property, plant, and equipment	2,280	-	255	708	7,526	-	86	-	-	10,855	-	-	-	10,855
Other	-	-	(3)	-	-	-	757	(136)	-	618	-	8,904	(3,038)	6,484
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	1,695	(22)	(8,304)	(6,631)
Increase (decrease) in net assets without donor restrictions	<u>23,158</u>	<u>(3,972)</u>	<u>15,342</u>	<u>7,091</u>	<u>87,510</u>	<u>(11,546)</u>	<u>(42,271)</u>	<u>(797)</u>	<u>-</u>	<u>74,515</u>	<u>(6,664)</u>	<u>7,026</u>	<u>(2,869)</u>	<u>72,008</u>
Changes in net assets with donor restrictions:														
Gifts, grants and bequests	1,603	423	3,027	3,636	4,543	26	136	-	-	13,394	-	(44,125)	51,123	20,392
Net assets released from restrictions used for														
purchase of property, plant, and equipment	(2,280)	-	(255)	(708)	(7,526)	-	(86)	-	-	(10,855)	-	-	-	(10,855)
Net assets rel fr restrictions used for operations	(26)	(593)	(493)	(911)	(1,973)	(740)	-	-	-	(4,736)	-	(4,906)	-	(9,642)
Other	-	-	-	-	-	-	-	-	-	-	-	(748)	748	-
(Decrease) increase in net assets with donor restrictions	<u>(703)</u>	<u>(170)</u>	<u>2,279</u>	<u>2,017</u>	<u>(4,956)</u>	<u>(714)</u>	<u>50</u>	<u>-</u>	<u>-</u>	<u>(2,197)</u>	<u>-</u>	<u>(49,779)</u>	<u>51,871</u>	<u>(105)</u>
Increase (decrease) in net assets	22,455	(4,142)	17,621	9,108	82,554	(12,260)	(42,221)	(797)	-	72,318	(6,664)	(42,753)	49,002	71,903
Net assets at beginning of period	1,402,610	58,893	146,237	413,693	1,134,748	688,206	50,759	33,885	-	3,929,031	165,519	262,495	(181,379)	4,175,666
Net assets at end of period	<u>\$ 1,425,065</u>	<u>\$ 54,751</u>	<u>\$ 163,858</u>	<u>\$ 422,801</u>	<u>\$ 1,217,302</u>	<u>\$ 675,946</u>	<u>\$ 8,538</u>	<u>\$ 33,088</u>	<u>\$ -</u>	<u>\$ 4,001,349</u>	<u>\$ 158,855</u>	<u>\$ 219,742</u>	<u>\$ (132,377)</u>	<u>\$ 4,247,569</u>

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	JHH	JHBMC	HCGH	SHI	SMH	JHACH	JHHSC	SHHS	Eliminations	JHHS Obligated Group Subtotal	JHHC	All Other Affiliates	Eliminations	Consolidated JHHSC & Affiliates
Operating revenues:														
Net patient service revenue	\$ 1,514,464	\$ 427,252	\$ 202,186	\$ 205,916	\$ 246,193	\$ 321,167	\$ -	\$ 2,108	\$ -	\$ 2,919,286	\$ 1,506,725	\$ 514,892	\$ (735,513)	\$ 4,205,390
Other revenue	267,777	40,930	3,864	14,413	27,730	38,884	307,356	7,041	(192,462)	515,533	97,684	144,382	(174,916)	582,683
Net assets rel fr restrictions used for operations	52	487	454	1,083	1,967	939	-	-	-	4,982	-	4,986	-	9,968
Total operating revenues	<u>1,782,293</u>	<u>468,669</u>	<u>206,504</u>	<u>221,412</u>	<u>275,890</u>	<u>360,990</u>	<u>307,356</u>	<u>9,149</u>	<u>(192,462)</u>	<u>3,439,801</u>	<u>1,604,409</u>	<u>664,260</u>	<u>(910,429)</u>	<u>4,798,041</u>
Operating expenses:														
Salaries, wages and benefits	617,354	196,293	97,526	98,215	115,664	165,339	146,606	1,211	-	1,438,208	103,178	230,075	(8,784)	1,762,677
Purchased services	536,381	165,798	57,878	52,036	52,026	96,076	87,147	3,146	(161,719)	888,769	1,468,575	418,507	(871,736)	1,904,115
Supplies and other	469,209	78,057	30,048	55,743	69,714	55,073	4,911	1,465	-	764,220	6,527	20,092	-	790,839
Interest	13,838	2,548	4,475	2,338	8,520	3,099	36,347	1,919	(30,743)	42,341	477	269	(105)	42,982
Depreciation and amortization	93,906	22,819	9,508	11,942	24,145	19,570	9,502	2,190	-	193,582	9,412	4,483	-	207,477
Total operating expenses	<u>1,730,688</u>	<u>465,515</u>	<u>199,435</u>	<u>220,274</u>	<u>270,069</u>	<u>339,157</u>	<u>284,513</u>	<u>9,931</u>	<u>(192,462)</u>	<u>3,327,120</u>	<u>1,588,169</u>	<u>673,426</u>	<u>(880,625)</u>	<u>4,708,090</u>
Income (loss) from operations	51,605	3,154	7,069	1,138	5,821	21,833	22,843	(782)	-	112,681	16,240	(9,166)	(29,804)	89,951
Non-operating revenues and expenses:														
Interest expense on swap agreements	(11,612)	(1,103)	(905)	(346)	-	(1,952)	-	-	-	(15,918)	-	-	-	(15,918)
Change in fair value of interest rate swap agreements	27,943	1,958	2,418	450	-	4,341	-	-	-	37,110	-	-	-	37,110
Realized and unrealized gains (losses) on investments	36,350	3,185	3,395	16,276	55,799	13,471	(4,337)	732	-	124,871	(1,282)	5,620	-	129,209
Investment income	12,089	2,098	2,317	3,804	10,681	7,790	6,511	180	-	45,470	-	2,221	-	47,691
Other components of net periodic pension cost	(30,192)	(9,831)	(371)	235	486	-	(7,683)	-	-	(47,356)	(2,836)	(4,195)	-	(54,387)
Other	(7,627)	(11)	(103)	4	(2,244)	(9,739)	(4,438)	-	-	(24,158)	-	11	2,004	(22,143)
Excess of revenues over (under) expenses before NCI	78,556	(550)	13,820	21,561	70,543	35,744	12,896	130	-	232,700	12,122	(5,509)	(27,800)	211,513
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	14,687	(1,811)	1,091	13,967
Excess of revenues over (under) expenses	78,556	(550)	13,820	21,561	70,543	35,744	12,896	130	-	232,700	26,809	(7,320)	(26,709)	225,480
Contributions (to) from affiliates	(17,000)	-	364	-	-	109	17,700	-	-	1,173	830	(1,171)	17,846	18,678
Net assets released from restrictions used for purchase of property, plant, and equipment	-	-	351	1,111	-	-	-	-	-	1,462	-	-	-	1,462
Other	-	-	-	-	-	1	13	(61)	-	(47)	-	686	(895)	(256)
Noncontrolling interests	-	-	-	-	-	-	-	-	-	-	(14,687)	1,811	(1,091)	(13,967)
Increase (decrease) in net assets without donor restrictions	<u>61,556</u>	<u>(550)</u>	<u>14,535</u>	<u>22,672</u>	<u>70,543</u>	<u>35,854</u>	<u>30,609</u>	<u>69</u>	<u>-</u>	<u>235,288</u>	<u>12,952</u>	<u>(5,994)</u>	<u>(10,849)</u>	<u>231,397</u>
Changes in net assets with donor restrictions:														
Gifts, grants and bequests	1,274	625	1,019	6,020	2,318	909	2,278	-	-	14,443	-	6,110	(1,073)	19,480
Net assets released from restrictions used for purchase of property, plant, and equipment	-	-	(351)	(1,111)	-	-	-	-	-	(1,462)	-	-	-	(1,462)
Net assets rel fr restrictions used for operations	(52)	(487)	(454)	(1,083)	(1,967)	(939)	-	-	-	(4,982)	-	(4,986)	-	(9,968)
Other	-	-	-	-	-	-	-	-	-	-	-	(914)	805	(109)
Increase (decrease) in net assets with donor restrictions	<u>1,222</u>	<u>138</u>	<u>214</u>	<u>3,826</u>	<u>351</u>	<u>(30)</u>	<u>2,278</u>	<u>-</u>	<u>-</u>	<u>7,999</u>	<u>-</u>	<u>210</u>	<u>(268)</u>	<u>7,941</u>
Increase (decrease) in net assets	62,778	(412)	14,749	26,498	70,894	35,824	32,887	69	-	243,287	12,952	(5,784)	(11,117)	239,338
Net assets at beginning of period	1,303,776	46,789	128,593	378,857	1,045,785	660,965	51,947	33,964	-	3,650,676	151,724	246,527	(181,871)	3,867,056
Net assets at end of period	<u>\$ 1,366,554</u>	<u>\$ 46,377</u>	<u>\$ 143,342</u>	<u>\$ 405,355</u>	<u>\$ 1,116,679</u>	<u>\$ 696,789</u>	<u>\$ 84,834</u>	<u>\$ 34,033</u>	<u>\$ -</u>	<u>\$ 3,893,963</u>	<u>\$ 164,676</u>	<u>\$ 240,743</u>	<u>\$ (192,988)</u>	<u>\$ 4,106,394</u>