

NEW YORK CITY HEALTH AND HOSPITALS CORPORATION
(A Component Unit of the City of New York)

Balance sheets

March 31, 2017 (Unaudited) and June 30, 2016 (Audited)

(in thousands)

	March 31 2017 -----	June 30 2016 -----
Assets		
Current assets:		
Cash and cash equivalents	\$ 1,554,292	1,112,004
U.S. Government securities and other investments	79,965	76,858
Patient accounts receivable, net	406,949	418,276
Premiums receivable	234,023	146,797
Estimated third-party payor settlements, net	202,393	726,364
Grants receivable	381,441	261,509
Supplies	23,291	23,291
Assets restricted as to use and required for current liabilities	13,839	34,405
Other current assets	61,575	113,714
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Total current assets	2,957,768	2,913,218
Assets restricted as to use, net	281,717	286,555
U.S. Government securities and other investments	322,543	329,047
Capital assets, net	3,415,345	3,408,669
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	\$ 6,977,373	6,937,489
	=====	=====
Liabilities and Net Assets		
Current liabilities:		
Current installments of long-term debt	\$ 65,843	63,506
Accrued salaries, fringe benefits and payroll taxes	880,234	839,309
Accounts payable and accrued expenses	876,940	826,764
Estimated pools payable, net	387,700	308,800
Due to City of New York, net	628,782	504,902
Current portion of pension	492,161	497,715
Current portion of postemployment benefits obligation, other than pension	117,964	117,964
Other current liabilities	5,061	5,061
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Total current liabilities	3,454,685	3,164,021
Long-term debt, net of current installments	790,342	855,837
Long-term pension, net of current portion	3,002,522	2,603,898
Postemployment benefits obligation, other than pension, net of current portion	4,951,600	4,883,995
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Total liabilities	12,199,149	11,507,751
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Net assets:		
Invested in capital assets, net of related debt	2,579,491	2,520,920
Restricted:		
For debt service	117,849	141,235
Expendable for specific operating activities	13,496	12,763
Nonexpendable permanent endowments	928	928
For statutory reserve requirements	142,950	134,439
Unrestricted	(8,076,490)	(7,380,547)
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Total net assets	(5,221,776)	(4,570,262)
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	\$ 6,977,373	6,937,489
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NEW YORK CITY HEALTH AND HOSPITALS CORPORATION
(A Component Unit of the City of New York)

Statements of Revenues, Expenses, and Changes in Net Assets

Periods ended March 31, 2017 and 2016

UNAUDITED FOR MANAGEMENT USE ONLY

(in thousands)

	2017	2016
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Operating revenues:		
Net patient service revenue	\$ 3,477,400	3,822,099
Appropriations from (remittances to) City of New York, net	315,395	472,295
Premium revenue	2,175,791	2,040,372
Grants revenue	653,802	161,688
Other revenue	60,148	68,849
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Total operating revenues	6,682,536	6,565,303
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Operating expenses:		
Personal services	2,159,980	2,145,386
Other than personal services	2,897,115	2,665,168
Fringe benefits and employer payroll taxes	666,498	678,528
Pension	420,831	274,938
Postemployment benefits, other than pension	155,948	152,484
Affiliation contracted services	825,176	774,860
Depreciation	230,268	223,501
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Total operating expenses	7,355,816	6,914,865
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Operating loss	(673,280)	(349,562)
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Nonoperating revenues (expenses):		
Investment income	(3,857)	8,521
Interest expense	(92,484)	(99,206)
Contributions restricted-specific operating activities	772	722
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Total nonoperating expenses, net	(95,569)	(89,963)
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Loss before other changes in net assets	(768,849)	(439,525)
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Other changes in net assets:		
Capital contributions funded by City of New York	116,280	115,024
Capital contributions funded by donors	1,055	664
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Total other changes in net assets	117,335	115,688
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Decrease in net assets	(651,514)	(323,837)
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Net assets at beginning of period	(4,570,262)	(4,622,132)
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Net assets at end of period	\$ (5,221,776)	(4,945,969)
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NEW YORK CITY HEALTH AND HOSPITALS CORPORATION
(A Component Unit of the City of New York)

Statements of Cash Flows

Periods ended March 31, 2017 and 2016

UNAUDITED FOR MANAGEMENT USE ONLY

(in thousands)

	2017	2016
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Cash flows from operating activities:		
Cash received from patients and third-party payors	\$ 4,091,599	3,873,003
Cash appropriations received from City of New York	316,356	469,535
Cash appropriations remitted to City of New York	0	(137,080)
Cash received from premiums and stop-loss insurance recoveries	2,088,565	2,122,622
Receipts from grants	533,870	128,037
Other receipts	110,969	83,790
Cash paid for personal services, fringe benefits and employer payroll taxes	(2,903,273)	(3,105,195)
Cash paid for other than personal services	(2,734,470)	(2,514,736)
Cash paid for affiliation contracted services	(825,172)	(790,356)
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Net cash provided by operating activities	678,444	129,620
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Cash flows from noncapital financing activities:		
Proceeds from contributions restricted for specific operating activities	1,140	722
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Net cash provided by noncapital financing activities	1,140	722
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Cash flows from capital and related financing activities:		
Purchase of capital assets	(201,931)	(165,738)
Capital contributions by donors	1,055	664
Capital contributions by City of New York	116,280	115,025
Cash paid for retainage and construction accounts payable	(1,013)	(2,017)
Payments of long-term debt	(60,188)	6,436
Proceeds from issuance of long term-debt	---	---
Refunding of long-term debt	---	---
Cash paid for deferred financing fees	---	---
Interest paid	(117,274)	(119,083)
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Net cash used in capital and related financing activities	(263,071)	(164,713)
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Cash flows from investing activities:		
Purchases of assets restricted as to use	(12,005)	(18,160)
Sales of assets restricted as to use	32,438	(17,140)
Cash invested in U.S. Government securities	(145,211)	(184,947)
Cash received from sales and maturities of U.S. Government securities	148,500	80,776
Interest received	2,053	6,178
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Net cash provided by (used in) investing activities	25,775	(133,293)
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Net increase in cash and cash equivalents	442,288	(167,664)
Cash and cash equivalents at beginning of period	1,112,004	1,264,999
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Cash and cash equivalents at end of period	\$ 1,554,292	1,097,335
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Supplemental disclosures:		
Financing obligation incurred in exchange for equipment	\$ ---	---
Change in fair value of assets restricted as to use	(2,338)	772

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Statements of Cash Flows

Periods ended March 31, 2017 and 2016

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(in thousands)

	2017	2016
	-----	-----
Reconciliation of operating loss to net cash provided by operating activities:		
Operating (loss)	\$ (673,280)	(349,562)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	230,268	223,501
Provision for bad debts	483,987	387,866
Changes in assets and liabilities:		
Patient accounts receivable, net	(472,659)	(389,299)
Premiums receivable	(87,226)	82,251
Estimated third-party payor settlements, net	523,971	7,137
Estimated pools receivable, net	78,900	45,200
Grants receivable	(119,932)	(33,651)
Supplies and other current assets	50,962	22,602
Accrued salaries, fringe benefits and payroll taxes	433,999	74,019
Accounts payable and accrued expenses	37,971	(5,217)
Due to City of New York	123,878	(2,760)
Postemployment benefits obligation, other than pension	67,605	67,533
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Net cash provided by operating activities	\$ 678,444	129,620
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