

Intermountain Health Care, Inc. and Affiliated Companies

Included is unaudited consolidated financial information of Intermountain Health Care, Inc. and affiliated companies as of and for the three months ended March 31, 2022. The internally prepared consolidated financial information, although unaudited, does, in the opinion of management, include all normal recurring adjustments necessary to fairly summarize the results of operations for the periods presented. Results of operations for the three months ended March 31, 2022 are not necessarily indicative of the results that may be achieved for the fiscal year ending December 31, 2022.

Intermountain Health Care, Inc. is the sole corporate member of IHC Health Services, Inc., which is the sole obligor on the bonds included in the following consolidated financial information. Neither Intermountain Health Care, Inc. nor any affiliate other than IHC Health Services, Inc. is obligated on the bonds.

The information contained in this document speaks only for the periods and as of the dates stated therein and shall not under any circumstances create any implication that there has been no change since the date of such information.

Intermountain Health Care, Inc. and Affiliated Companies
Consolidated Balance Sheets (Unaudited)
(In Millions)

	March 31 2022	December 31 2021
Assets		
Current assets:		
Cash and equivalents	\$ 422	\$ 396
Assets limited as to use	552	765
Accounts receivable	979	934
Inventory	210	212
Due from brokers for securities sold	282	259
Other current assets	392	396
Total current assets	<u>2,837</u>	<u>2,962</u>
Assets limited as to use	11,810	12,056
Property and equipment, net	3,431	3,429
Other assets	1,192	1,155
Total assets	<u><u>\$ 19,270</u></u>	<u><u>\$ 19,602</u></u>
Liabilities and net assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 588	\$ 666
Compensation and related liabilities	561	461
Due to brokers for securities purchased	350	329
Medical claims payable	305	275
Other current liabilities	633	471
Current portion of long-term debt	29	30
Long-term debt subject to short-term remarketing arrangements	202	436
Total current liabilities	<u>2,668</u>	<u>2,668</u>
Pension liability	279	230
Long-term debt	2,192	2,196
Other liabilities	808	911
Net assets:		
Without donor restrictions	12,895	13,194
With donor restrictions	428	403
	<u>13,323</u>	<u>13,597</u>
Total liabilities and net assets	<u><u>\$ 19,270</u></u>	<u><u>\$ 19,602</u></u>

Intermountain Health Care, Inc. and Affiliated Companies
Consolidated Statements of Operations and Changes in Net Assets (Unaudited)
(In Millions)

	Three Months Ended March 31	
	2022	2021
Revenues		
Patient services	\$ 1,396	\$ 1,320
Premiums and capitation	1,265	1,120
Other revenues	160	156
	<u>2,821</u>	<u>2,596</u>
Expenses		
Employee compensation and benefits	1,132	972
Medical claims	602	511
Supplies	483	441
Other operating expenses	357	312
	<u>2,574</u>	<u>2,236</u>
Earnings before interest, depreciation and amortization	247	360
Depreciation and amortization	100	98
Interest	17	16
	<u>117</u>	<u>114</u>
Net operating income	130	246
Nonoperating income (loss)		
Investment income (loss)	(427)	460
Gain from sale of affiliates	—	317
Loss from nonoperating affiliates	(1)	(14)
	<u>(428)</u>	<u>763</u>
Excess (deficit) of revenues over expenses	<u>\$ (298)</u>	<u>\$ 1,009</u>

(continued)

Intermountain Health Care, Inc. and Affiliated Companies
Consolidated Statements of Operations and Changes in Net Assets (Unaudited)
(In Millions)

	Three Months Ended March 31	
	2022	2021
Net assets without donor restrictions		
Excess (deficit) of revenues over expenses	\$ (298)	\$ 1,009
Other	(1)	1
Increase (decrease) in net assets without donor restrictions	<u>(299)</u>	<u>1,010</u>
Net assets with donor restrictions		
Contributions	39	10
Net assets released from restrictions and other	(14)	(8)
Increase in net assets with donor restrictions	<u>25</u>	<u>2</u>
Increase (decrease) in net assets	(274)	1,012
Net assets at beginning of period	<u>13,597</u>	<u>10,660</u>
Net assets at end of period	<u><u>\$ 13,323</u></u>	<u><u>\$ 11,672</u></u>

Intermountain Health Care, Inc. and Affiliated Companies
Consolidated Statements of Cash Flows (Unaudited)
(In Millions)

	Three Months Ended	
	March 31	
	2022	2021
Operating activities		
Cash received from patient services	\$ 1,306	\$ 1,223
Cash received from premiums and capitation	1,190	1,139
Other receipts from operations	162	177
Interest and dividends received	35	39
Cash paid for employee compensation and benefits	(989)	(857)
Cash paid for supplies and other operating expenses	(927)	(865)
Cash paid for medical claims	(575)	(536)
Interest paid	(3)	(3)
Net cash provided by operating activities	199	317
Investing activities		
Purchases of property and equipment	(97)	(68)
Assets limited as to use:		
Purchases of investments	(1,235)	(757)
Sales and maturities of investments	1,342	240
Net sales (purchases) of trading securities	(138)	116
Net cash received from sale of affiliates	—	332
Net cash used by nonoperating affiliates	(12)	(1)
Net cash used in investing activities	(140)	(138)
Financing activities		
Repayment of debt	(235)	—
Borrowings under term loan agreement	234	—
Restricted contributions and other	—	5
Net cash provided by (used in) financing activities	(1)	5
Net increase in cash and equivalents	58	184
Cash and equivalents at beginning of period	423	670
Cash and equivalents at end of period	\$ 481	\$ 854
Reconciliation of cash and equivalents		
Cash and equivalents	\$ 422	\$ 822
Cash in assets limited as to use	59	32
Cash and equivalents	\$ 481	\$ 854