



ST. JOSEPH'S / CANDLER HEALTH SYSTEM, INC.

FINANCIAL REPORTING PACKAGE

FISCAL YEAR 2023

For the Six Months Ended December 31, 2022

UNAUDITED



St. Joseph's / Candler Health System, Inc.

FINANCIAL REPORTING PACKAGE

FISCAL YEAR 2023

For the Six Months Ended December 31, 2022

Fiscal Calendar JULJUN

ST. JOSEPH'S/CANDLER HEALTH SYSTEM, INC.
 STATEMENT OF REVENUES AND EXPENSES
 FOR THE MONTH AND YEAR TO DATE OF DEC 22

MONTH ACTUAL	MONTH BUDGET	BUDGET VARIANCE	PERCENTAGE VARIANCE		YTD ACTUAL	YTD BUDGET	DOLLAR VARIANCE	PERCENT VARIANCE	PRIOR YTD
Operating Revenue:									
70,705,015	71,041,620	(336,605)	(0.5)%	1. Patient service revenue, net of contractual allowances and discounts	424,526,704	423,103,972	1,422,732	0.3%	418,827,482
3,743,431	4,277,306	533,875	12.5%	2. Provision for bad debts	27,428,045	25,549,528	(1,878,517)	(7.4)%	31,333,034
66,961,584	66,764,314	197,270	0.3%	3. Net patient service revenue	397,098,659	397,554,444	(455,786)	(0.1)%	387,494,448
7,715,578	8,061,152	(345,574)	(4.3)%	4. Other Revenue	43,565,900	45,250,185	(1,684,285)	(3.7)%	45,896,236
74,677,163	74,825,466	(148,303)	(0.2)%	5. Total Revenue	440,664,559	442,804,629	(2,140,070)	(0.5)%	433,390,684
Expenses:									
26,048,687	27,614,635	1,565,948	5.7%	6. Salaries and wages	162,752,445	165,235,213	2,482,768	1.5%	151,765,945
4,382,862	4,385,464	2,602	0.1%	7. Employee benefits	25,782,322	26,313,655	531,334	2.0%	26,049,544
6,540,583	6,346,820	(193,763)	(3.1)%	8. Physicians and professional fees	37,202,473	36,769,500	(432,973)	(1.2)%	30,801,400
22,733,881	22,207,566	(526,315)	(2.4)%	9. Materials and supplies	129,198,462	133,235,239	4,036,777	3.0%	132,358,949
4,308,396	4,142,194	(166,202)	(4.0)%	10. Purchased services	25,184,432	24,638,316	(546,116)	(2.2)%	23,570,509
830,732	882,196	51,464	5.8%	11. Insurance	5,217,522	5,302,616	85,094	1.6%	4,101,964
2,598,208	2,567,254	(30,954)	(1.2)%	12. Depreciation and amortization	15,366,621	15,390,178	23,557	0.2%	14,493,643
927,495	908,438	(19,057)	(2.1)%	13. Interest	5,566,578	5,464,030	(102,548)	(1.9)%	5,179,552
5,015,171	4,592,893	(422,278)	(9.2)%	14. Other operating expenses	28,341,757	28,695,853	354,096	1.2%	27,426,246
73,386,015	73,647,460	261,446	0.4%	15. Total expenses	434,612,611	441,044,600	6,431,989	1.5%	415,747,752
1,291,148	1,178,006	113,142	9.6%	16. Income (loss) from operations	6,051,948	1,760,029	4,291,919	243.9%	17,642,932
Nonoperating Gains (Losses):									
6,466,553	906,575	5,559,978	613.3%	17. Investment income	14,777,019	5,450,970	9,326,049	171.1%	10,646,119
(16,157,733)	598,126	(16,755,859)	(2,801.4)%	18. Unrealized gain (loss) on investment	(10,604,351)	3,588,756	(14,193,107)	(395.5)%	737,913
139,987	0	139,987	100.0%	19. Gain (loss) on derivative instrument	1,165,290	0	1,165,290	100.0%	523,575
1,138,287	(167,454)	1,305,741	(779.8)%	20. Gain (loss) on investment	62,564	(456,117)	518,681	(113.7)%	(2,738,199)
(351,360)	(351,360)	0	0.0%	21. Defined benefit pension cost	(2,108,160)	(2,108,160)	0	0.0%	(459,777)
0	0	0	0.0%	22. Other nonoperating gains (losses)	(168,638)	0	(168,638)	100.0%	60,608
(8,764,266)	985,887	(9,750,153)	(989.0)%	23. Net nonoperating gains (losses)	3,123,723	6,475,449	(3,351,726)	(51.8)%	8,770,239
(7,473,118)	2,163,893	(9,637,011)	(445.4)%	24. Revenues and gains in excess of expenses and losses	9,175,671	8,235,478	940,193	11.4%	26,413,171
=====	=====	=====	=====		=====	=====	=====	=====	=====

Fiscal Calendar JULJUN

ST. JOSEPH'S/CANDLER HEALTH SYSTEM, INC.
 BALANCE SHEET
 AS OF 12/31/22

	DEC 22	NOV 22	DEC 21
ASSETS			
Current Assets:			
1. Cash & cash equivalents	49,117,065	45,471,976	90,407,936
2. Assets held in trust	5,963,853	4,963,679	6,014,141
3. Patient accounts receivable, net	110,058,260	109,995,427	122,664,564
4. Other receivables	10,616,832	11,901,980	8,839,537
5. Estimated third-party settlements	787	18,486	4,668
6. Inventories	21,214,983	20,540,986	38,537,006
7. Prepaid expenses	13,305,982	13,151,850	10,771,665
8. Total current assets	<u>210,277,762</u>	<u>206,044,383</u>	<u>277,239,517</u>
Property, Equipment, and Right-Of-Use Assets:			
9. Land improvements	42,002,422	42,002,422	40,901,452
10. Buildings and fixed equipment	404,800,463	404,700,633	385,088,129
11. Major movable equipment	394,264,858	392,571,455	373,832,519
12. Construction in progress	15,617,978	14,682,363	15,507,446
13. Total property and equipment	856,685,722	853,956,873	815,329,547
14. Less: accumulated depreciation	(569,351,705)	(567,011,996)	(540,729,147)
15. Property and equipment, net	287,334,018	286,944,877	274,600,400
16. Right-of-use asset, net	9,099,425	9,337,809	10,529,978
17. Total property, equipment, and right-of-use asset	<u>296,433,443</u>	<u>296,282,686</u>	<u>285,130,378</u>
Other Assets:			
Assets whose use is limited:			
18. Held in trust under bond indenture	1,746	1,746	25,458,176
19. Board designated	278,292,367	288,091,980	311,520,822
20. Investment in partnership	3,589,621	2,321,459	3,925,502
21. Derivative instrument	3,464,975	3,324,988	(876,368)
22. Beneficial interest in net assets of Foundations	13,645,438	13,878,585	16,307,971
23. Restricted long-term investments	942,275	909,292	5,758,420
24. Goodwill	56,646,755	56,646,955	56,658,855
25. Total other assets	<u>356,583,176</u>	<u>365,175,005</u>	<u>418,753,377</u>
26. Total assets	<u>863,294,381</u> =====	<u>867,502,073</u> =====	<u>981,123,272</u> =====

Fiscal Calendar JULJUN

ST. JOSEPH'S/CANDLER HEALTH SYSTEM, INC.
 BALANCE SHEET
 AS OF 12/31/22

	DEC 22	NOV 22	DEC 21
LIABILITIES AND NET ASSETS			
Current Liabilities:			
27. Current maturities of long-term debt	1,246,983	1,246,983	771,984
28. Current portion of lease obligation	2,611,778	2,649,444	3,034,051
29. Accounts payable	32,958,223	28,634,560	48,465,153
30. Physician fees	1,447,599	1,234,171	1,182,376
31. Estimated third-party settlements	(3,256,843)	(2,408,901)	47,008,975
32. Salaries and wages	8,043,917	9,748,144	11,083,230
33. Paid time off	10,060,800	11,399,768	11,170,336
34. Payroll taxes and deductions	4,232,842	171,463	(107,606)
35. Accrued health insurance claims	2,391,794	2,067,096	3,288,867
36. Accrued pension contribution	104,598	87,165	4,778,145
37. Interest payable	5,927,151	4,939,293	5,927,149
38. Other	7,693,014	8,180,933	8,679,646
39. Total current liabilities	<u>73,461,856</u>	<u>67,950,118</u>	<u>145,282,304</u>
Long-Term Liabilities:			
40. Total long-term debt, less current	272,226,197	272,266,240	271,674,656
41. Total long-term lease obligations, less current	6,986,774	7,167,538	7,922,569
42. Total long-term liabilities	<u>279,212,971</u>	<u>279,433,777</u>	<u>279,597,225</u>
Other Liabilities:			
43. Due to(from) affiliates	(40,072)	106,425	752,185
44. Accrued self insurance claims	30,978,747	30,372,693	27,240,379
45. Accrued pension costs	4,735,125	4,717,098	4,804,905
46. Deferred compensation payable	6,905,407	6,852,841	11,643,226
47. Posted collateral	0	0	0
48. Total other liabilities	<u>42,579,207</u>	<u>42,049,058</u>	<u>44,440,695</u>
Net Assets:			
49. Common stock	286,000	286,000	286,000
50. Accumulated earnings/trsf of equity	457,978,711	457,978,711	478,928,590
51. Unrealized gain (loss) on investments	0	0	0
52. Contributions for property acquisitions	25,610,849	25,604,849	25,440,380
53. Minimum pension liability	(45,219,928)	(45,219,928)	(43,857,645)
54. Minority ownership interest	6,563,607	8,892,115	8,284,582
55. Beneficial interest in net assets of Foundations	13,645,438	13,878,585	16,307,971
56. Current year net income (loss)	9,175,671	16,648,788	26,413,171
57. Total net assets	<u>468,040,347</u>	<u>478,069,120</u>	<u>511,803,048</u>
58. Total liabilities and net assets	<u>863,294,381</u>	<u>867,502,073</u>	<u>981,123,272</u>

ST. JOSEPH'S / CANDLER HEALTH SYSTEM, INC.
Statement of Cash Flows
For The Six Months Ended December 31, 2022

	<u>Current Year</u>	<u>Prior Year</u>
Cash flows from operating activities and gains and losses:		
1. Excess (deficit) of revenues over expenses	\$ 9,175,669	\$ 26,413,169
Adjustments to reconcile excess (deficit) of revenues over expenses to net cash provided by operating activities and gains and losses:		
2. (Gain)/loss on derivative instruments	(1,165,290)	(523,575)
3. Depreciation and amortization	14,447,276	14,133,098
4. (Gain) Loss on sale of property and equipment	0	0
Decreases (increases) in:		
6. Patient accounts receivable	(4,514,658)	(28,283,690)
7. Other receivables	3,487,871	2,196,164
8. Inventories	928,566	(14,105,851)
9. Prepaid expenses	(3,841,661)	(1,203,500)
10. Other deferred costs	2,100	0
Increases (decreases) in:		
11. Accounts payable	2,445,647	11,183,173
12. Estimated third-party payor settlements	(10,511,094)	(11,426,429)
13. Accrued liabilities	(6,755,075)	(8,661,701)
14. Accrued pension cost	108,160	(1,540,223)
15. Accrued self-insurance claims	1,389,311	2,088,805
16. Deferred compensation payable	118,265	(401,480)
Net cash provided by (used in) operating activities and gains and losses	<u>5,315,087</u>	<u>(10,132,040)</u>
Cash flows from investing activities:		
18. Purchases of property and equipment, net	(24,470,611)	(18,517,289)
19. Proceeds from sale of property and equipment	0	0
Decreases (increases) in:		
Assets whose use is limited - held in trust under bond indenture	5,888,986	63,043
21. Assets whose use is limited - board designated	(3,871,701)	(11,465,929)
22. Long-term investments	(348,255)	159,181
23. Contributions for property acquisitions	(1,566,299)	1,480,258
24. Notes receivable	0	0
25. Net cash provided by (used in) investing activities	<u>(24,367,880)</u>	<u>(28,280,736)</u>
Cash flows from financing activities:		
26. Repayment on line-of-credit	0	0
27. Proceeds from long-term debt	0	0
28. Payment of financing costs, net of amortization	0	0
29. Repayment of long-term debt	(310,994)	(721,660)
30. Funding (to) from affiliates	(743,848)	857,142
31. Net cash provided by (used in) financing activities	<u>(1,054,842)</u>	<u>135,483</u>
32. Net increase (decrease) in cash and cash equivalents	(20,107,635)	(38,277,293)
33. Cash and cash equivalents, beginning of period	<u>69,224,699</u>	<u>128,685,229</u>
34. Cash and cash equivalents, end of period	<u>\$ 49,117,064</u>	<u>\$ 90,407,936</u>