

# University of Pennsylvania Health System

Combined Balance Sheets at December 31, 2022, June 30, 2022 and December 31, 2021

(thousands of dollars) - UNAUDITED

ASSETS	December 31, 2022	June 30, 2022	December 31, 2021	LIABILITIES AND NET ASSETS	December 31, 2022	June 30, 2022	December 31, 2021
Current:				Current:			
Cash and cash equivalents	\$713,267	\$816,111	\$601,774	Accounts payable	\$267,417	\$291,658	\$263,904
				Accrued expenses	1,032,235	1,090,645	989,765
Patient receivables, net	1,067,832	1,012,942	1,019,502	Current portion of LT debt & notes	68,511	50,850	123,791
Third party receivables	23,335	6,175	3,190	Due to the University of Pennsylvania	12,212	1,303	11,827
Other	481,986	404,796	420,082	Estimated third party payor settlements	40,995	164,167	446,145
Total current assets	2,286,420	2,240,024	2,044,548	Total current liabilities	1,421,370	1,598,623	1,835,432
Assets whose use is limited:							
Held by trustees				LT debt and notes, net of current portion	2,477,151	2,546,802	2,491,714
Capital Project, Debt Service Depository & Other	156,987	165,219	184,789				
RRG\Captive assets held for malpractice claims	312,041	304,256	282,264	Third party liabilities, net of current portion	23,156	20,787	15,647
Board designated							
General	3,835,684	4,128,819	4,024,342	Due to the University of Pennsylvania	37,500	40,000	45,000
Donor-restricted				Other liabilities	1,137,831	1,188,530	1,177,449
Investments	811,174	820,548	868,502	Pension and post-retirement benefit liability	383,445	385,261	957,528
	5,115,886	5,418,842	5,359,897	Total liabilities	5,480,453	5,780,003	6,522,770
Total Investments	124,192	158,176	942,014	Net assets:			
				Without Donor Restrictions	7,800,280	7,761,326	7,411,600
Property and equipment, net	5,965,428	5,949,333	5,871,286	With Donor Restrictions	852,737	854,965	896,253
Other assets	641,544	629,919	612,878	Total net assets	8,653,017	8,616,291	8,307,853
Total assets	\$14,133,470	\$14,396,294	\$14,830,623	Total liabilities and net assets	\$14,133,470	\$14,396,294	\$14,830,623

# University of Pennsylvania Health System

## Statement of Operations

(thousands of dollars)

	Six Months Ended		Fiscal Year Ended June 30,				
	December 31,						
	2022	2021	2022	2021	2020	2019	2018
Patient Service Revenue, net	\$4,269,963	\$ 4,019,866	\$ 8,104,389	\$ 7,545,629	\$ 6,813,226	\$ 6,940,977	\$ 6,252,911
Other Operating Revenue	602,692	520,457	1,100,018	1,132,479	994,662	653,071	529,240
Total Operating Revenue	<u>4,872,655</u>	<u>4,540,323</u>	<u>9,204,407</u>	<u>8,678,108</u>	<u>7,807,888</u>	<u>7,594,048</u>	<u>6,782,151</u>
Salaries and Wages	2,117,633	1,951,520	4,043,481	3,581,075	3,398,032	3,205,444	2,880,679
Employee Benefits	515,633	497,603	1,010,495	945,258	858,918	821,337	754,179
Supplies and Service	1,782,108	1,625,421	3,352,691	3,004,981	2,766,027	2,562,033	2,178,960
Utilities	49,696	40,051	87,145	69,744	65,624	67,093	96,946
School of Medicine Support	10,415	9,840	20,588	21,583	19,618	19,770	19,844
Malpractice	46,389	50,243	84,558	75,275	96,075	94,117	104,433
Total Operating Expenses before Interest, Taxes, Depreciation and Amortization	<u>4,521,874</u>	<u>4,174,678</u>	<u>8,598,958</u>	<u>7,697,916</u>	<u>7,204,294</u>	<u>6,769,794</u>	<u>6,035,041</u>
Earnings before Interest, Taxes, Depreciation and Amortization	350,781	365,645	605,449	980,192	603,594	824,254	747,110
Less:							
Interest Expense	40,630	27,732	70,013	35,599	36,230	53,755	55,123
Depreciation & Amortization	206,533	185,371	387,958	333,710	324,642	332,813	309,259
Excess of Revenues Over Expenses from Operations	<u>103,618</u>	<u>152,542</u>	<u>147,478</u>	<u>610,883</u>	<u>242,722</u>	<u>437,686</u>	<u>382,728</u>
Non-Operating Gains/(Losses):							
Interest and Dividends	15,990	6,792	23,363	74,670	76,962	77,395	42,879
Net Realized Gains/(Losses), Contributions and Other Support	44,037	213,598	376,789	113,503	88,822	210,592	128,942
Member Substitutions	-	-	-	-	-	-	398,493
Loss on Extinguishment of Debt	-	-	3,398	(310)	-	-	-
Unrealized Gain/(Loss) on Alternative and Equity Investments <sup>1</sup>	(45,617)	(92,651)	(387,317)	998,556	(21,423)	36,038	120,364
Excess of Revenues Over Expenses	<u>118,028</u>	<u>280,281</u>	<u>163,711</u>	<u>1,797,302</u>	<u>387,083</u>	<u>761,711</u>	<u>1,073,406</u>
Unrealized Gain/(Loss) on Other Investments <sup>2</sup>	(1,752)	(6,278)	(7,021)	(11,334)	6,492	(97,576)	19,848
Transfers	(77,322)	(80,781)	(159,344)	(242,422)	(213,666)	(240,393)	(203,268)
Reclassifications for Capital Purposes	-	592	898	(20)	7,292	5,212	2,426
Pension and Other Postretirement Plan Adjustments	-	-	545,306	576,021	(322,972)	(332,465)	151,812
Increase in Unrestricted Net Assets	<u>\$38,954</u>	<u>\$ 193,814</u>	<u>\$ 543,550</u>	<u>\$ 2,119,547</u>	<u>\$ (135,771)</u>	<u>\$ 96,489</u>	<u>\$ 1,044,224</u>

<sup>1</sup> Prior to FY 2020, only includes unrealized gain/(loss) on alternative investments

<sup>2</sup> Beginning in FY 2020, only includes unrealized gain/(loss) on debt investments

# ***University of Pennsylvania Health System***

## Sources of Revenue

	Six Months Ended December 31,		Fiscal Year Ended June 30				
	2022	2021	2022	2021	2020	2019	2018
Medicare	27%	27%	27%	27%	29%	30%	31%
Managed Care <sup>1</sup>	56%	55%	55%	55%	52%	51%	49%
Blue Cross	8%	8%	8%	8%	8%	8%	9%
Commercial Insurance	5%	6%	6%	6%	6%	6%	6%
Medicaid	2%	2%	2%	2%	3%	3%	3%
Self Pay and Other	2%	2%	2%	2%	2%	2%	2%
	100%	100%	100%	100%	100%	100%	100%

<sup>1</sup> *Includes Medicaid and Medicare managed care programs*

## University of Pennsylvania Health System

### Selected Utilization Statistics

	Six Months Ended December 31,		Fiscal Year Ended June 30				
	2022	2021	2022	2021	2020	2019	2018
Adult and Neonatal Staffed Beds	3,142	3,101	3,057	2,895	2,744	2,684	2,693
Newborn Bassinets	186	186	186	186	169	169	169
Adult and Neonatal Admissions	68,857	68,643	135,122	129,722	129,016	135,277	127,209
Newborn Admissions	8,961	9,310	17,899	16,820	17,247	16,340	15,543
Adult and Neonatal Patient Days	431,532	420,986	844,763	772,312	746,996	771,292	710,789
Newborn Patient Days	20,146	20,896	39,877	35,964	41,148	41,514	38,240
Adult and Neonatal Average Length of Stay (Days)	6.27	6.13	6.25	5.95	5.79	5.70	5.59
Newborn Average Length of Stay (Days)	2.25	2.24	2.23	2.14	2.39	2.54	2.46
Adult and Neonatal Staffed Beds Occupancy	74.6%	76.3%	75.7%	73.1%	75.9%	79.0%	77.9%
Inpatient Surgical Procedures	20,489	20,110	40,431	43,250	43,538	47,992	46,270
Day Surgery Procedures	42,158	40,701	83,260	76,952	64,908	73,901	65,349
Emergency Room Visits	217,397	212,485	413,721	337,284	337,712	359,931	331,767
Outpatient Visits	2,466,934	2,451,372	4,918,666	4,598,959	4,113,704	4,442,934	4,099,264
Observation Visits	15,103	15,343	30,432	26,102	26,242	28,687	25,719