



UNIVERSITY HOSPITAL
Newark, New Jersey

Financial Statements June 30, 2019

HEALTHCARE FINANCE

UNIVERSITY HOSPITAL
(A Component Unit of the State of New Jersey)

Statement of Net Position

(In thousands)

	UH	UH
Assets	30-Jun-19	30-Jun-18
Current assets:		
Cash (note 3)	\$ 72,408	\$62,567
Restricted investments (note 6)	6,032	6,032
Patient accounts receivable, net (note 5)	80,888	80,996
Due from State of New Jersey	20,945	30,819
Supplies	19,213	17,934
Grants receivable	6,382	4,123
Other current assets	<u>13,032</u>	<u>14,232</u>
Total current assets	<u>218,900</u>	<u>216,703</u>
Noncurrent assets:		
Restricted investments, net (notes 6)	73,087	89,090
Prepaid bond insurance	15,556	16,143
Capital assets, net	<u>212,915</u>	<u>204,040</u>
Total noncurrent assets	<u>301,558</u>	<u>309,273</u>
Total assets	520,458	525,976
Deferred Outflows of Resources		
Change in pension plan assumptions and deferred contributions (note 8)	<u>167,708</u>	<u>175,218</u>
	<u><u>688,166</u></u>	<u><u>701,194</u></u>
Liabilities		
Current liabilities:		
Accounts payable and accrued expenses	34,524	35,612
Accrued salaries and related payroll taxes	18,530	17,839
Accrued vacation and sick pay	12,927	11,991
Due to Rutgers University	43,914	33,997
Current portion of accrued claims liability (note 9)	4,815	5,209
Estimated third-party payor settlements, net (note 9)	4,647	661
Current portion of long-term debt and capital lease obligation (note 7)	360	354
Other current liabilities	<u>317</u>	<u>624</u>
Total current liabilities	<u>120,034</u>	<u>106,287</u>
Noncurrent liabilities:		
Resident funds payable		
Accrued claims liability, net of current portion (note 9)	18,466	18,657
Capital lease obligation, net of current portion (note 7)	73,464	73,590
Long-term debt (note 7)	268,257	269,119
Pension liability (note 8)	<u>538,608</u>	<u>541,572</u>
Total noncurrent liabilities	<u>898,795</u>	<u>902,938</u>
Total liabilities	<u>1,018,829</u>	<u>1,009,225</u>
Deferred Inflows of Resources		
Pension Related (note 8)	<u>112,897</u>	<u>76,673</u>
	<u>112,897</u>	<u>76,673</u>
Net position:	Net Position	
Net investment in capital assets	17,514	8,640
Unrestricted	<u>(461,074)</u>	<u>(393,344)</u>
Total net position	<u>(443,560)</u>	<u>(384,704)</u>
Total liabilities and net position	<u>\$ 688,166</u>	<u>701,194</u>

See accompanying notes to financial statements.

UNIVERSITY HOSPITAL
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Statement of Revenue, Expenses and Changes in Net Position

(In thousands)

	Business Type Activities - UH Year Ended June 30, 2019	Business Type Activities - UH Year Ended June 30, 2018	Increase/(Decrease)
Operating revenues:			
Net patient service revenue	\$ 524,135	508,310	15,825
Grants revenue	5,572	5,380	192
Other revenue	24,616	19,875	4,741
Total operating revenue	<u>554,323</u>	<u>533,565</u>	<u>20,758</u>
Operating expenses:			
Personal services	268,799	257,402	11,397
Contracted Physicians and resident fees	86,159	80,109	6,050
Fringe benefit	90,996	89,290	1,706
Other post retirement benefits	36,408	36,409	(1)
Pension	56,356	55,814	542
Supplies and other expenses	229,392	219,602	9,790
Depreciation	22,223	20,469	1,754
Total operating expenses	<u>790,333</u>	<u>759,095</u>	<u>31,238</u>
Operating loss	(236,010)	(225,530)	(10,480)
Nonoperating income (expense)			
Appropriations from the State of New Jersey	143,661	141,786	1,875
Other post retirement benefits	36,408	36,409	(1)
Interest Income	1,740	1,077	663
Interest expense	(15,622)	(15,167)	(455)
(Loss) before other changes in net position	<u>(69,823)</u>	<u>(61,425)</u>	<u>(8,398)</u>
Other changes in net position:			
Capital contributions funded by grantors and donors	10,967	3,082	7,885
(Decrease) in net position	<u>(58,856)</u>	<u>(58,343)</u>	<u>(513)</u>
Net position at beginning of year	<u>(384,704)</u>	<u>(326,361)</u>	<u>(58,343)</u>
Net position at end of year	<u><u>\$ (443,560)</u></u>	<u><u>(384,704)</u></u>	<u><u>(58,856)</u></u>