



UNIVERSITY HOSPITAL
Newark, New Jersey

Financial Statements September 30, 2017

HEALTHCARE FINANCE

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

Balance Sheet

September 30, 2017

(Unaudited)

(In thousands)

Assets	Business-Type Activities - UH September 30, 2017	Business-Type Activities - UH June 30, 2017	Increase/(Decrease)
Current assets:			
Cash	\$78,760	\$76,211	\$2,549
Restricted investments	3,026	6,042	(3,016)
Patient accounts receivable, net	78,829	78,814	15
Due from State of New Jersey	5,390	5,806	(416)
Supplies	19,071	18,231	840
Grants receivable	777	1,292	(515)
Other current assets	41,048	30,298	10,750
Total current assets	<u>226,901</u>	<u>216,694</u>	<u>10,207</u>
Noncurrent assets:			
Restricted investments, net	107,867	104,849	3,018
Prepaid Bond Insurance	16,583	16,730	(147)
Capital assets, net	203,465	196,299	7,166
Total noncurrent assets	<u>327,915</u>	<u>317,879</u>	<u>10,037</u>
Total assets	554,816	534,573	20,244
Deferred Outflows of Resources			
Change in pension plan assumptions and deferred contributions	143,361	151,245	(7,884)
	<u>698,177</u>	<u>685,818</u>	<u>12,360</u>
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	41,675	32,545	9,130
Accrued salaries and related payroll taxes	13,190	12,698	492
Accrued vacation and sick pay	12,449	12,614	(165)
Due to Rutgers University	38,604	24,709	13,895
Current portion of accrued claims liability	4,971	4,971	-
Estimated third-party payor settlements, net	4,122	3,914	208
Current portion of long-term debt and capital lease obligation	191	207	(16)
Other current liabilities	144	249	(105)
Total current liabilities	<u>115,346</u>	<u>91,907</u>	<u>23,439</u>
Noncurrent liabilities:			
Accrued claims liability, net of current portion	21,695	21,695	-
Capital lease obligation, net of current portion	76,488	76,497	(9)
Long-term debt, net	269,697	269,983	(286)
Pension liability	561,882	552,097	9,785
Total noncurrent liabilities	<u>929,762</u>	<u>920,272</u>	<u>9,490</u>
Total liabilities	1,045,108	1,012,179	32,929
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	333	-	333
	<u>333</u>	<u>-</u>	<u>333</u>
Net position			
Net investment in capital assets	19,891	12,558	7,333
Restricted for debt service	6,052	6,022	30
Unrestricted	(373,207)	(344,941)	(28,266)
Total net position	<u>(347,264)</u>	<u>(326,361)</u>	<u>(20,903)</u>
Total liabilities and net position	<u>\$698,177</u>	<u>\$685,818</u>	<u>\$12,359</u>

UNIVERSITY HOSPITAL

(A Component Unit of the State of New Jersey)

Statement of Revenues, Expenses and Changes in Net Position

September 30, 2017

(Unaudited)

(In thousands)

	Business Type Activities - UH Year Ended September 30, 2017	Business Type Activities - UH Year Ended September 30, 2016
Operating revenues:		
Net patient service revenue	\$131,506	\$126,351
Grants revenue	769	532
Other revenue	4,654	3,737
Total operating revenues	<u>136,929</u>	<u>130,620</u>
Operating expenses:		
Personnel services	65,847	61,503
Contracted physician and resident fees	20,116	19,645
Fringe benefits	25,300	25,590
Pension	18,000	14,029
Supplies and other expenses	54,468	53,907
Depreciation	5,721	4,376
Total operating expenses	<u>189,452</u>	<u>179,050</u>
Operating loss	(52,523)	(48,430)
Nonoperating income (expenses):		
Appropriations from the State of New Jersey	35,260	32,919
Interest income	158	76
Interest expense	(3,798)	(3,799)
Loss before other changes in net position	<u>(20,903)</u>	<u>(19,234)</u>
Other changes in net position:		
Capital contributions funded by grantors and donors	-	-
Total other changes in net position	-	-
Decrease in net position	(20,903)	(19,234)
Net position at beginning of year	<u>(326,361)</u>	<u>(264,507)</u>
Net position at end of year	<u>(\$347,264)</u>	<u>(\$283,741)</u>

See accompanying notes to financial statements.