



UNIVERSITY HOSPITAL
Newark, New Jersey

Financial Statements December 31, 2016

HEALTHCARE FINANCE

UNIVERSITY HOSPITAL
(A Component Unit of the State of New Jersey)
Balance Sheet
(In thousands)

Assets	Business-Type Activities - UH December 31, 2016	Business-Type Activities - UH June 30, 2016	Increase/(Decrease)
Current assets:			
Cash	\$ 82,026	\$97,920	(\$15,894)
Restricted investments	6,039	6,334	(295)
Patient accounts receivable, net	91,726	72,870	18,856
Due from State of New Jersey	4,782	4,800	(18)
Supplies	18,111	17,445	666
Grants receivable	1,513	2,666	(1,153)
Other current assets	16,714	12,221	4,493
Total current assets	<u>220,911</u>	<u>214,256</u>	<u>6,655</u>
Noncurrent assets:			
Restricted investments, net	129,282	125,313	3,969
Prepaid Bond Insurance	17,023	17,317	(294)
Capital assets, net	198,915	202,356	(3,441)
Total noncurrent assets	<u>345,220</u>	<u>344,986</u>	<u>234</u>
Total assets	<u>566,131</u>	<u>559,242</u>	<u>6,889</u>
Deferred Outflows of Resources			
Change in pension plan assumptions and deferred contributions	53,199	58,981	(5,782)
	<u>619,330</u>	<u>618,223</u>	<u>1,107</u>
Liabilities			
Current liabilities:			
Accounts payable and accrued expenses	29,984	22,677	7,307
Accrued salaries and related payroll taxes	31,365	30,004	1,361
Accrued vacation and sick pay	11,613	12,790	(1,177)
Due to Rutgers University	22,032	20,848	1,184
Current portion of accrued claims liability	7,192	7,192	-
Estimated third-party payor settlements, net	5,866	4,816	1,050
Current portion of long-term debt and capital lease obligation	194	195	(1)
Other current liabilities	5,060	3,153	1,907
Total current liabilities	<u>113,306</u>	<u>101,675</u>	<u>11,631</u>
Noncurrent liabilities:			
Accrued claims liability, net of current portion	20,710	20,710	-
Capital lease obligation, net of current portion	76,567	76,615	(48)
Long-term debt, net	270,368	270,842	(474)
Pension liability	420,661	410,860	9,801
Total noncurrent liabilities	<u>788,306</u>	<u>779,027</u>	<u>9,279</u>
Total liabilities	<u>901,612</u>	<u>880,702</u>	<u>20,910</u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	1,445	2,028	(583)
	<u>1,445</u>	<u>2,028</u>	<u>(583)</u>
Commitments and contingencies			
Net Position			
Net position:			
Net investment in capital assets	36,296	39,737	(3,441)
Restricted for debt service	10,061	6,341	3,720
Unrestricted	(330,084)	(310,585)	(19,499)
Total net position	<u>(283,727)</u>	<u>(264,507)</u>	<u>(19,220)</u>
Total liabilities and net position	<u>\$ 619,330</u>	<u>\$618,223</u>	<u>\$1,107</u>

Unaudited

UNIVERSITY HOSPITAL
(A Component Unit of the State of New Jersey)
Statements of Revenues, Expenses, and Changes in Net Position
(In thousands)

	Business-Type Activities - UH Year ended December 31, 2016	Business-Type Activities - UH Year ended December 31, 2015
Operating revenues:		
Net patient service revenue	\$251,165	\$238,472
Grants revenue	1,852	4,159
Other revenue	7,581	7,999
Total operating revenues	<u>260,598</u>	<u>250,630</u>
Operating expenses:		
Personnel services	124,143	120,908
Contracted physician and resident fees	38,821	36,436
Fringe benefits	49,631	47,474
Pension	15,000	15,641
Supplies and other expenses	105,981	102,078
Depreciation	9,090	10,274
Total operating expenses	<u>342,666</u>	<u>332,811</u>
Operating loss	(82,068)	(82,181)
Nonoperating income (expenses):		
Appropriations from State of New Jersey	69,921	68,349
Interest income	150	71
Interest expense	(7,596)	(5,849)
Loss before other changes in net position	<u>(19,593)</u>	<u>(19,610)</u>
Other changes in net position:		
Capital contributions funded by grantors and donors	373	2,576
Total other changes in net position	<u>373</u>	<u>2,576</u>
Decrease in net position	(19,220)	(14,458)
Net position at beginning of year	(264,507)	(241,401)
Net position at 12/31/16	<u>(\$283,727)</u>	<u>(\$255,859)</u>