

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

COMBINED STATEMENTS OF OPERATIONS AND  
CHANGES IN NET ASSETS  
for the years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Revenues, gains and other support:		
Net patient service revenue	\$ 612,391,015	\$ 592,154,579
Other revenue	<u>80,442,687</u>	<u>59,180,601</u>
Total revenues, gains and other support	<u>692,833,702</u>	<u>651,335,180</u>
Expenses:		
Salaries and wages	246,890,958	223,124,583
Employee benefits	45,482,736	46,513,758
Physician and professional fees	54,681,741	50,490,115
Materials and supplies	192,679,204	183,564,709
Purchased services	37,991,553	36,509,545
Insurance	9,495,664	9,737,001
Interest	8,973,268	5,936,852
Depreciation and amortization	26,406,254	24,279,158
Other	<u>44,084,074</u>	<u>39,646,596</u>
Total expenses	<u>666,685,452</u>	<u>619,802,317</u>
Income from operations	<u>26,148,250</u>	<u>31,532,863</u>
Nonoperating income (loss):		
Investment income	6,507,763	7,766,655
Unrealized gains (losses) on securities	( 3,675,446)	7,022,745
Recognized gains on transferred securities	-	18,703,583
Decrease in fair value of derivative instruments	( 3,123,606)	( 173,987)
Net periodic pension cost	( 138,023)	61,393
Other nonoperating losses	<u>( 861,109)</u>	<u>( 784,673)</u>
Nonoperating income (loss), net	<u>( 1,290,421)</u>	<u>32,595,716</u>
Revenues and gains in excess of expenses and losses	24,857,829	64,128,579
Net (income) loss attributable to noncontrolling interest in joint ventures	<u>( 375,568)</u>	<u>( 13,242)</u>
Revenues and gains in excess of expenses and losses after noncontrolling interest	24,482,261	64,115,337

Continued

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

COMBINED STATEMENTS OF OPERATIONS AND  
CHANGES IN NET ASSETS, Continued  
for the years ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Net assets without donor restrictions:		
Increase in beneficial interest in net assets of Foundations	\$ 713,801	\$ 505,856
Contributions for property	580,916	772,674
Reclassification of unrealized gains on transferred securities	-	( 18,703,583)
Change in actuarial loss on defined benefit pension plan	3,221,912	( 8,910,082)
Amortization of actuarial loss on defined benefit pension plan	3,835,891	3,313,050
Amortization of prior service cost on defined benefit pension plan	( <u>830,112</u> )	( <u>830,112</u> )
Increase in net assets without donor restrictions	32,004,669	40,263,140
Net assets with donor restrictions:		
Decrease in beneficial interest in net assets of Foundations, net	( <u>15,166</u> )	( <u>3,872</u> )
Increase in St. Joseph's/Candler Health System, Inc. net assets	31,989,503	40,259,268
Net assets, beginning of year	<u>335,486,285</u>	<u>295,227,017</u>
Net assets, end of year	\$ <u>367,475,788</u>	\$ <u>335,486,285</u>
Noncontrolling interest in joint ventures:		
Net income	\$ 375,568	\$ 13,242
Purchase of noncontrolling interest	-	4,214,000
Contributions from partners	<u>184,305</u>	<u>786,181</u>
Increase in noncontrolling interest	559,873	5,013,423
Noncontrolling interest in joint ventures, beginning of year	<u>5,013,423</u>	<u>-</u>
Noncontrolling interest in joint ventures, end of year	\$ <u>5,573,296</u>	\$ <u>5,013,423</u>

The accompanying notes are an integral part of these financial statements.