

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

COMBINED STATEMENTS OF OPERATIONS AND
CHANGES IN NET ASSETS
for the years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Revenues, gains and other support:		
Net patient service revenue	\$ 803,230,604	\$ 767,151,134
Other revenue	<u>83,956,177</u>	<u>81,295,478</u>
Total revenues, gains and other support	<u>887,186,781</u>	<u>848,446,612</u>
Expenses:		
Salaries and wages	323,172,031	307,723,374
Employee benefits	56,953,350	45,799,469
Physician and professional fees	77,085,505	63,575,681
Materials and supplies	258,062,733	250,547,498
Purchased services	51,185,475	48,889,042
Insurance	10,410,535	9,104,477
Interest	11,344,713	10,582,974
Depreciation and amortization	30,970,263	29,321,106
Other	<u>53,887,200</u>	<u>54,407,968</u>
Total expenses	<u>873,071,805</u>	<u>819,951,589</u>
Income from operations	<u>14,114,976</u>	<u>28,495,023</u>
Nonoperating income (loss):		
Investment income	14,444,737	11,733,121
Unrealized gains (losses) on securities	19,424,479	(60,752,689)
Increase (decrease) in fair value of derivative instruments	(4,356)	3,699,628
Net periodic pension cost	(47,953,082)	(919,554)
Other nonoperating gains	<u>1,476,011</u>	<u>357,040</u>
Nonoperating loss, net	<u>(12,612,211)</u>	<u>(45,882,454)</u>
Revenues and gains in excess (deficient) of expenses and losses	1,502,765	(17,387,431)
Net gain attributable to noncontrolling interest in joint ventures	<u>(1,031,403)</u>	<u>(3,562,448)</u>
Revenues and gains in excess (deficient) of expenses and losses after noncontrolling interest	471,362	(20,949,879)

Continued

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

COMBINED STATEMENTS OF OPERATIONS AND
CHANGES IN NET ASSETS, Continued
for the years ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Net assets without donor restrictions:		
Increase (decrease) in beneficial interest in net assets of Foundations	\$ 624,567	\$(1,833,557)
Contributions for property	92,815	120,375
Change in actuarial loss on defined benefit pension plan	-	(4,225,726)
Amortization of actuarial loss on defined benefit pension plan	-	3,693,559
Amortization of prior service cost on defined benefit pension plan	(971,236)	(830,116)
Recognition of prior net losses on defined benefit pension plan	<u>46,191,163</u>	<u>-</u>
Increase (decrease) in net assets without donor restrictions	46,408,671	(24,025,344)
Net assets with donor restrictions:		
Increase (decrease) in beneficial interest in net assets of Foundations, net	<u>130,908</u>	(<u>33,642</u>)
Increase (decrease) in St. Joseph's/Candler Health System, Inc. net assets	46,539,579	(24,058,986)
Net assets, beginning of year	<u>452,249,620</u>	<u>476,308,606</u>
Net assets, end of year	\$ <u>498,789,199</u>	\$ <u>452,249,620</u>
Noncontrolling interest in joint ventures:		
Net income	\$ 1,031,403	\$ 3,562,448
Purchase of noncontrolling interest	-	615,899
Distributions to partners	(<u>1,912,620</u>)	(<u>2,802,670</u>)
Increase (decrease) in noncontrolling interest	(881,217)	1,375,677
Noncontrolling interest in joint ventures, beginning of year	<u>8,193,053</u>	<u>6,817,376</u>
Noncontrolling interest in joint ventures, end of year	\$ <u>7,311,836</u>	\$ <u>8,193,053</u>

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