

# Quarter-End Report

## Temple University Health System, Inc.

Three Months Ended  
September 30, 2022 and 2021

**UNAUDITED**

## Index

Notice to Readers	3
Overview of Temple University Health System, Inc. and Affiliates	4
TUHS Consolidated Financial Statements	
Consolidated Balance Sheets	6
Consolidated Statements of Operations and Changes in Net Assets	8
Consolidated Statements of Cash Flows	10
Management's Discussion and Analysis of Consolidated Operations and Financial Performance	12
Consolidated Key Statistics and Inpatient Payor Mix	14
Supplemental Consolidating Financial Statements	15

## Notice to Readers

### ***Forward Looking Information:***

This quarter-end report may contain certain disclosures, which contain “forward looking statements” within the meaning of the Federal securities laws. Forward looking statements include all statements that do not relate solely to historical or current fact and can be identified by the use of words such as “estimate,” “anticipate,” “expect,” “likely,” “may,” “might,” “project,” and similar words or expressions. These forward looking statements are based on the current plans and expectations of Temple University Health System, Inc. (“TUHS”) as of the date of this report and are subject to a number of known and unknown risks and uncertainties inherent in the operation of health care facilities, many of which are beyond TUHS’ control. Actual actions and results may differ materially from the forward looking statements. TUHS disclaims any obligation, and makes no promise, to update any such forward looking statements or to disclose any facts, events or circumstances after the date hereof that may affect the accuracy of any forward looking statement, whether as a result of changes in underlying factors, to reflect new information, as a result of the occurrence of events or developments or otherwise.

### ***Quarter-End Financial and Operating Information:***

The financial and operating information provided in this quarter-end report has been prepared on the accrual basis of accounting from records maintained by TUHS. All transactions have been included in the accounting records for financial reporting information in conformity with accounting principles generally accepted in the United States (“GAAP”). All financial data in the Consolidated Statements of Operations and Changes in Net Assets and the Consolidated Statements of Cash Flows covering the three months ended September 30, 2022 and 2021, and the Consolidated Balance Sheet as of September 30, 2022, are unaudited. The Consolidated Balance Sheet as of June 30, 2022 has been extracted from the audited financial statements. All statistical data presented is unaudited. Accordingly, the data does not include all of the information and footnotes required by GAAP for complete financial statements.

### ***Non-GAAP Disclosures:***

Certain financial data and ratios displayed throughout this quarter-end report are calculated using financial measures that are not considered GAAP. These financial data and ratios are not intended to conform to GAAP, but are displayed to provide more meaningful analysis.

### ***Obligated Group:***

The Temple University Health System Obligated Group (“TUHS Obligated Group”) consists of Temple University Health System, Inc., Temple University Hospital, Inc., Temple Physicians, Inc., Temple Health System Transport Team, Inc., American Oncologic Hospital, Institute for Cancer Research, Fox Chase Cancer Center Medical Group, Inc., and Fox Chase Network, Inc. Each TUHS Obligated Group member, as co-obligor and not as guarantor, jointly and severally covenants to pay the principal and interest on all outstanding TUHS Obligated Group obligations, including parity debt. The total amount of debt outstanding, including the current portion of long-term debt, under the TUHS Obligated Group was \$411.6 million and \$426.5 million as of September 30, 2022 and June 30, 2022, respectively.

## **Overview of Temple University Health System, Inc. and Affiliates**

TUHS is a Pennsylvania nonprofit corporation of which Temple University—Of The Commonwealth System of Higher Education is its sole member. TUHS was incorporated in August 1995 and serves principally to coordinate the activities and plans of its health care subsidiaries and affiliates in Philadelphia and the surrounding area. The subsidiaries and affiliates of TUHS (collectively, with TUHS, referred to as the “Health System”), all of which operate in Philadelphia and the surrounding area, include the following:

- Temple University Hospital, Inc. (“TUH”), a nonprofit corporation, operating an 879-bed acute care teaching hospital at three inpatient campuses and additional outpatient locations in Philadelphia and Montgomery Counties, with TUHS as its sole member;
- Temple University Health System Foundation (“TUHSF”), a nonprofit corporation formed to support the health-care-related activities of TUHS, with TUH as its sole member;
- Episcopal Hospital (“Episcopal”), a nonprofit corporation, providing clinical outpatient health care services, with TUHS as its sole member;
- Temple Health System Transport Team, Inc. (“T3”), a nonprofit corporation, is a critical care air and ground ambulance company, with TUHS as its sole member;
- Temple Physicians, Inc. (“TPI”), a nonprofit corporation formed to develop and acquire community-based primary care practices located in the service area of TUHS, with TUHS as its sole member;
- TUHS Insurance Company, Ltd. (“TUHIC”), a captive insurance company established to reinsure the professional liability claims of certain subsidiaries of TUHS. TUHS is the beneficial owner of TUHIC which is domiciled in Bermuda;
- American Oncologic Hospital d/b/a The Hospital of Fox Chase Cancer Center (“AOH”), a nonprofit corporation, is a 100 licensed bed specialty hospital that provides advanced inpatient and outpatient care to cancer patients, with TUHS as its sole member;
- Institute for Cancer Research d/b/a the Research Institute of Fox Chase Cancer Center (“ICR”), a nonprofit corporation, is primarily engaged in basic research, including programs in cancer biology, developmental therapeutics, immune cell development and host disease, cancer epigenetics, and cancer prevention and control and is a National Cancer Institute designated Comprehensive Cancer Center, with AOH as its sole member;
- Fox Chase Cancer Center Medical Group, Inc. (“MGI”), a nonprofit corporation, employs and provides physician services to the Fox Chase family of organizations, with AOH as its sole member;
- Fox Chase Network, Inc. (“Network”), a nonprofit corporation, provides cancer related clinical and administrative services to cancer programs of community hospitals and physicians, with AOH as its sole member;

- Fox Chase, Ltd. (“Limited”), a business corporation that holds minority interests in joint ventures with area hospitals, with AOH as its sole stockholder;
- Temple Center for Population Health, LLC (“TCPH”), a Pennsylvania limited liability company, participating in accountable care, coordinated care, shared savings, bundled payment programs and other similar programs or initiatives with or implemented by governmental payers, commercial payers and other parties, with TUHS as its sole member;
- Temple Faculty Practice Plan, Inc. (“TFPP”), a nonprofit corporation, provides teaching and physician services to the TUHS hospitals, with TUHS as its sole member; and
- Temple Health Subsidiaries, Inc. (“THS”), a business corporation formed to participate in for-profit joint ventures, the sole shareholder of which is TUH.

# TEMPLE UNIVERSITY HEALTH SYSTEM

## CONSOLIDATED BALANCE SHEETS AS OF SEPTEMBER 30, 2022 AND JUNE 30, 2022 (In thousands)

	September 30, 2022	June 30, 2022
<b>ASSETS</b>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 365,330	\$ 462,566
Patient accounts receivable—net of allowance for doubtful accounts	275,315	265,101
Other receivables—net of allowance for doubtful accounts of \$486 and \$967 in 2022 and 2021, respectively	97,637	84,287
Inventories and other current assets	63,706	56,943
Current portion of assets limited as to use	4,232	26,197
Investments	491,253	521,567
Current portion of workers' compensation fund	6,893	6,893
Current portion of self-insurance program receivables	6,500	6,500
Expenditures reimbursable by research grants and awards	7,516	7,040
Total current assets	<u>1,318,382</u>	<u>1,437,094</u>
PROPERTY, PLANT AND EQUIPMENT:		
Land and land improvements	13,743	13,808
Buildings	501,125	502,991
Fixed and movable equipment	596,440	595,292
Construction-in-progress	23,005	23,741
	1,134,313	1,135,832
Less accumulated depreciation	<u>815,769</u>	<u>818,892</u>
Net property, plant and equipment	<u>318,544</u>	<u>316,940</u>
OPERATING LEASE RIGHT-OF-USE ASSETS	24,160	24,160
ASSETS LIMITED AS TO USE	135,479	137,793
INVESTMENTS	155,199	154,060
WORKERS' COMPENSATION FUND	2,318	2,318
SELF-INSURANCE PROGRAM RECEIVABLES	45,741	45,451
GOODWILL AND OTHER INTANGIBLES	854	924
BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS	116,661	121,464
OTHER ASSETS	51,434	49,941
TOTAL ASSETS	<u>\$2,168,772</u>	<u>\$2,290,145</u>

(Continued)

# TEMPLE UNIVERSITY HEALTH SYSTEM

## CONSOLIDATED BALANCE SHEETS AS OF SEPTEMBER 30, 2022 AND JUNE 30, 2022 (In thousands)

	September 30, 2022	June 30, 2022
<b>LIABILITIES AND NET ASSETS</b>		
CURRENT LIABILITIES:		
Current portion of long-term debt	\$ 14,716	\$ 17,028
Current portion of operating lease liabilities	4,157	4,157
Accounts payable	67,470	89,546
Accrued expenses	144,923	137,464
Current portion of estimated settlements with third-party payers	10,881	38,711
Current portion of self-insurance program liabilities	85,675	85,675
Unexpended research grants and awards	2,395	2,395
Other current liabilities	<u>98,474</u>	<u>80,668</u>
Total current liabilities	<u>428,691</u>	<u>455,644</u>
LONG-TERM DEBT	396,892	409,467
OPERATING LEASE LIABILITIES	21,082	21,082
SELF-INSURANCE PROGRAM LIABILITIES	250,430	259,180
ACCRUED POSTRETIREMENT BENEFITS	12,211	12,251
OTHER LONG-TERM LIABILITIES	<u>130,129</u>	<u>130,534</u>
Total liabilities	<u>1,239,435</u>	<u>1,288,158</u>
NET ASSETS:		
Without donor restrictions	760,686	829,386
With donor restrictions	<u>168,651</u>	<u>172,601</u>
Total net assets	<u>929,337</u>	<u>1,001,987</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,168,772</u>	<u>\$ 2,290,145</u>

(Concluded)

# TEMPLE UNIVERSITY HEALTH SYSTEM

## CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021 (In thousands)

	2022	2021
NET ASSETS WITHOUT DONOR RESTRICTIONS:		
Revenues and other support without donor restrictions:		
Total patient service revenue	\$ 549,359	\$ 589,240
Research revenue	9,867	10,160
Contribution revenue	1,009	744
Other revenue	7,994	16,389
Investment income	347	96
Net assets released from restrictions used for operations	<u>1,484</u>	<u>1,307</u>
Revenues and other support without donor restrictions	<u>570,060</u>	<u>617,936</u>
Expenses:		
Salaries	280,254	259,154
Employee benefits	73,402	67,742
Professional fees	22,282	13,285
Supplies and pharmaceuticals	133,511	124,899
Purchased services and other	50,144	47,553
Maintenance and utilities	12,955	10,795
Leases	2,952	3,569
Insurance	20,107	16,445
Depreciation and amortization	13,992	12,451
Interest	3,727	5,645
Loss on disposal of fixed assets	<u>19</u>	<u>286</u>
Expenses	<u>613,345</u>	<u>561,824</u>
Operating (loss) income	<u>(43,285)</u>	<u>56,112</u>
Other (loss) income—net:		
Investment loss	(22,358)	(90)
Other—net	<u>1,451</u>	<u>1,344</u>
Other (loss) income—net	<u>(20,907)</u>	<u>1,254</u>
(Deficiency) excess of revenues and other support over expenses	<u>(64,192)</u>	<u>57,366</u>

(Continued)



## TEMPLE UNIVERSITY HEALTH SYSTEM

### CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021 (In thousands)

	2022	2021
(Deficiency) excess of revenues and other support over expenses	\$ (64,192)	\$ 57,366
Other changes in net assets without donor restrictions:		
Net transfers to the University	-	(6,259)
Net assets released from restrictions used for purchase of property, plant and equipment	96	-
Net change in fair value of investments	(4,604)	(746)
Other change in net assets	<u>-</u>	<u>64</u>
(Decrease) increase in net assets without donor restrictions	<u>(68,700)</u>	<u>50,425</u>
NET ASSETS WITH DONOR RESTRICTIONS:		
Contribution income	2,088	2,173
Net assets released from restrictions	(1,580)	(1,245)
Net change in fair value of investments	(818)	(177)
Investment income	1,163	663
Change in beneficial interest in assets held by others	<u>(4,803)</u>	<u>(1,213)</u>
(Decrease) increase in net assets with donor restrictions	<u>(3,950)</u>	<u>201</u>
(DECREASE) INCREASE IN NET ASSETS	(72,650)	50,626
NET ASSETS—Beginning of year	<u>1,001,987</u>	<u>788,294</u>
NET ASSETS—End of quarter	<u>\$ 929,337</u>	<u>\$ 838,920</u>

(Concluded)

## TEMPLE UNIVERSITY HEALTH SYSTEM

### CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021 (In thousands)

	2022	2021
OPERATING ACTIVITIES:		
(Decrease) increase in net assets	\$ (72,650)	\$ 50,626
Adjustments to reconcile (decrease) increase in net assets to net cash used in operating activities:		
Net realized and unrealized losses on investments	32,692	4,414
Net realized and unrealized losses on beneficial interests in assets held by others	4,803	1,213
Depreciation, amortization and accretion	13,992	12,451
Amortization of bond premium, discount, debt issuance costs and underwriter's discount	(770)	(415)
Allowance for doubtful accounts	-	(253)
Adjustment to funded status of pension, postretirement and long-term disability liabilities	-	(64)
Net assets released from restrictions used for purchase of property, plant and equipment	(96)	-
Loss on disposal of fixed assets	19	286
Gain on lease modification	-	(639)
Perpetually restricted gifts and donations received	(73)	(109)
Changes in operating assets and liabilities:		
Patient accounts receivable	(10,214)	(12,314)
Other receivables	(13,350)	(28,403)
Inventories and other current assets	(6,763)	(10,377)
Expenditures reimbursable by research grants and awards	(476)	1,072
Other assets	(1,495)	7,115
Accounts payable and accrued expenses	(12,400)	(21,848)
Estimated settlements with third-party payers	(27,830)	(18,152)
Self-insurance program receivables and liabilities	(9,040)	(13,187)
Unexpended research grants and awards	-	(315)
Net change in operating lease right-of-use assets and liabilities	-	(2)
Other liabilities	<u>17,300</u>	<u>24,339</u>
Net cash used in operating activities	<u>(86,351)</u>	<u>(4,562)</u>

(Continued)

## TEMPLE UNIVERSITY HEALTH SYSTEM

### CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021 (In thousands)

	2022	2021
INVESTING ACTIVITIES:		
Decrease in assets limited as to use and workers' compensation fund	\$ 20,015	\$ 17,252
Purchases of property, plant and equipment	(17,699)	(25,780)
Purchases of investments	(20,464)	(80,096)
Proceeds from sales of investments	<u>15,539</u>	<u>74,068</u>
Net cash used in investing activities	<u>(2,609)</u>	<u>(14,556)</u>
FINANCING ACTIVITIES:		
Proceeds from contributions and investments restricted to property, plant and equipment and endowments	96	-
Repayment of long-term debt	(13,513)	(6,837)
Repayment of finance lease liabilities	(604)	(1,113)
Perpetually restricted gifts and donations received	<u>73</u>	<u>109</u>
Net cash used in financing activities	<u>(13,948)</u>	<u>(7,841)</u>
NET DECREASE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH	(102,908)	(26,959)
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH—		
Beginning of year	<u>482,121</u>	<u>547,433</u>
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH—		
End of quarter	<u>\$ 379,213</u>	<u>\$ 520,474</u>
Cash and cash equivalents	\$ 365,330	\$ 506,114
Restricted cash included in assets limited as to use	<u>13,883</u>	<u>14,360</u>
Total cash, cash equivalents, and restricted cash	<u>\$ 379,213</u>	<u>\$ 520,474</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW		
INFORMATION—Cash paid for interest	<u>\$ 7,298</u>	<u>\$ 12,003</u>
SUPPLEMENTAL DISCLOSURE OF NON-CASH INVESTING AND FINANCING ACTIVITY:		
Amounts recorded for purchases of property and equipment in excess of amounts paid	<u>\$ 5,945</u>	<u>\$ 3,802</u>
Cost of assets acquired through finance leases	<u>\$ -</u>	<u>\$ -</u>

(Concluded)

## Management’s Discussion and Analysis of Consolidated Operations and Financial Performance

### *Three months ended September 30, 2022 compared to the three months ended September 30, 2021*

Temple University Health System (“TUHS”) reported a net loss of (\$64,192,000) for the three months ended September 30, 2022 versus net income of \$57,366,000 for the three months ended September 30, 2021, resulting in an unfavorable year-over-year variance of (\$121,558,000).

Operating income (loss), which excludes investment income, changes in market value of equity securities, and other non-operating income, was (\$43,285,000) versus \$56,112,000 for the three months ended September 30, 2021, resulting in an unfavorable year-over-year variance of (\$99,397,000).

Other investment income (loss) was (\$22,358,000) versus (\$90,000) for the three months ended September 30, 2021, resulting in an unfavorable year-over-year variance of (\$22,268,000) due to decreases in the market value of equity securities.

The year-over-year decrease in operating income was driven by timing of Commonwealth funding, decreases in net patient service revenue and population health revenue, and an increase in operating expenses.

Total net patient service revenue, excluding Commonwealth funding, decreased by (\$8,483,000) due to a (\$14,892,000) decrease in inpatient revenue driven by lower volumes, partially offset by an \$8,087,000 increase in outpatient revenue, largely driven by performance of the specialty and retail pharmacies. Key operating indicators versus the prior year were as follows:

<i><b>TUHS Consolidated</b></i>	<b>Actual</b>	<b>Prior Yr</b>	<b>V</b>	<b>V%</b>
<i><b>Inpatient</b></i>				
Inpatient Discharges	8,823	9,586	(763)	-8.0%
CMI	1.93	1.90	0.03	1.6%
ED Inpatient Discharges	6,004	6,622	(618)	-9.3%
Inpatient Surgeries	2,392	2,605	(213)	-8.2%
Transplants	81	88	(7)	-8.0%
<i><b>Outpatient</b></i>				
Outpatient Surgeries	3,510	3,248	262	8.1%
ED Visits	39,170	42,319	(3,149)	-7.4%
Outpatient Registrations (Excl. HBB)	97,290	108,048	(10,758)	-10.0%
HBB Clinic Registrations	51,776	52,501	(725)	-1.4%
Physician Visits	228,577	221,261	7,316	3.3%

#### Net Commonwealth Funding:

Net Commonwealth funding decreased by (\$31,518,000) primarily due to timing of Commonwealth funding. New fiscal year 2021 opioid use disorder funding was not approved and recognized until the first quarter of fiscal year 2022. Fiscal year 2023 funding is expected to be recognized later in the fiscal year.

**Population Health Performance:**

Population health revenue decreased by (\$7,626,000) due to a decrease in revenue from TUHS's risk sharing arrangements, primarily driven by the sale of Health Partners Plans ("HPP").

Operating expenses increased \$51,521,000 year-over-year. Salaries increased \$21,100,000, driven by higher nursing costs associated with increased agency usage and overtime as well as annual salary increases. Employee benefits increased \$5,660,000 due to higher medical, prescription, and retirement expenses. Professional fees increased \$8,746,000 primarily due to an increase in IT spending for the EPIC revenue cycle implementation. Supplies and pharmaceuticals increased by \$8,613,000 due to higher drug spending driven by outpatient infusion and pharmacy volumes.

**Liquidity**

Liquidity at September 30, 2022 was \$997,557,000 compared to \$948,522,000 at September 30, 2021 and \$1,125,920,000 at June 30, 2022. The increase of \$49,035,000 versus September 30, 2021 was primarily a result of \$301,600,000 cash proceeds received for the sale of HPP in November 2021 and positive fiscal year 2022 operating performance, partially offset by (\$116,000,000) in Medicare cash advances and payroll tax deferrals that were repaid, and a (\$112,000,000) decrease in the fair market value of equity investments.

Days cash on hand at September 30, 2022 was 153 compared to 159 at September 30, 2021 and 170 at June 30, 2022.

## Consolidated Key Statistics

Data for the Health System utilization for the fiscal years ended June 30, 2020, 2021 and 2022, and the three months ended September 30, 2021 and 2022, are presented in the following table:

	Fiscal Year Ended June 30,			Three Months Ended September 30,	
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>
Discharges	37,666	41,772	37,753	10,012	9,184
Discharged Patient Days	243,867	253,271	264,736	68,173	66,328
Census Patient Days	241,963	262,031	266,840	66,616	65,965
Discharged Length of Stay	5.5	5.5	6.1	5.7	6.2
Observation Discharges	11,986	8,704	10,644	2,721	2,682
Emergency Department Visits	164,997	151,641	155,673	42,319	39,170
Admissions from ED	23,758	28,850	24,977	6,622	6,004
% Admissions from ED	63.1%	69.1%	66.2%	66.1%	65.4%
Inpatient Surgeries	9,965	10,201	9,719	2,605	2,392
Outpatient Surgeries	10,661	12,126	13,104	3,248	3,510
Case Mix Index	1.89	1.90	1.97	1.90	1.93
Births – Discharges	2,425	2,211	1,927	500	472
Cardiology Procedures	5,799	7,347	6,041	1,679	1,674
Total Transplants	319	298	346	88	81
Total Outpatient Registrations	455,375	587,209	658,745	160,549	149,066
MRI/CT Procedures	39,993	44,409	47,396	11,373	12,123
Radiation Procedures	28,022	25,304	30,274	7,774	7,091

## Inpatient Payor Mix

The following table summarizes payor mix by discharge for TUHS hospitals:

PAYOR MIX BY DISCHARGE										
	Fiscal Year ended June 30,						Three months ended September 30,			
	<u>2020</u>		<u>2021</u>		<u>2022</u>		<u>2021</u>		<u>2022</u>	
Medicaid*	14,589	39%	17,840	43%	16,022	43%	4,461	44.6%	3,848	41.9%
Medicare*	16,349	43%	17,406	42%	15,566	41%	3,947	39.4%	3,826	41.7%
Blue Cross	3,714	10%	3,900	9%	3,411	9%	943	9.4%	846	9.2%
Managed Care	2,161	6%	2,181	5%	2,343	6%	639	6.4%	569	6.2%
Other	853	2%	445	1%	411	1%	22	0.2%	95	1.0%
Totals	37,666	100.0%	41,772	100.0%	37,753	100.0%	10,012	100.0%	9,184	100.0%

\*Includes Managed Care

**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING BALANCE SHEET INFORMATION**

**AS OF SEPTEMBER 30, 2022**

**(In thousands)**

	Temple University Hospital, Inc.	Institute for Cancer Research	American Oncologic Hospital	FCCC Medical Group, Inc.	Fox Chase Network, Inc.	Temple Physicians Inc.	Temple Health System Transport Team, Inc.	TUHS Parent Company	Obligated Group Eliminations	Obligated Group Consolidated
<b>ASSETS</b>										
<b>CURRENT ASSETS:</b>										
Cash and cash equivalents	\$ 205,016	\$ 5,896	\$ 7,889	\$ 20,747	\$ 1,088	\$ 9,081	\$ 986	\$ 28,985	\$ -	\$ 279,688
Patient accounts receivable—net of allowance for doubtful accounts	223,840	-	29,006	209	-	1,770	-	-	-	254,825
Other receivables—net of allowance for doubtful accounts	74,241	2,518	2,090	489	(5)	78	136	3,023	-	82,570
Inventories and other current assets	44,624	472	6,219	506	-	710	-	7,879	-	60,410
Current portion of assets limited as to use	15	685	492	-	-	-	-	313	-	1,505
Investments	403,713	6,752	42,455	-	-	-	-	12,334	-	465,254
Current portion of workers' compensation fund	6,492	182	175	19	-	25	-	-	-	6,893
Current portion of self-insurance program receivables	-	-	-	-	-	-	-	6,500	-	6,500
Expenditures reimbursable by research grants and awards	-	6,539	977	-	-	-	-	-	-	7,516
Due from affiliates—current portion	14,884	3,397	4,855	8,414	83	2,886	116	76,371	(95,575)	15,431
Total current assets	<u>972,825</u>	<u>26,441</u>	<u>94,158</u>	<u>30,384</u>	<u>1,166</u>	<u>14,550</u>	<u>1,238</u>	<u>135,405</u>	<u>(95,575)</u>	<u>1,180,592</u>
<b>PROPERTY, PLANT AND EQUIPMENT:</b>										
Land and land improvements	8,888	1,221	3,394	-	-	-	-	9	-	13,512
Buildings	417,433	24,345	31,514	-	-	4,999	-	8,055	-	486,346
Fixed and movable equipment	403,780	28,332	55,596	186	-	4,849	1,864	86,974	-	581,581
Construction-in-progress	16,344	870	773	-	-	-	-	5,018	-	23,005
	846,445	54,768	91,277	186	-	9,848	1,864	100,056	-	1,104,444
Less accumulated depreciation	631,717	27,725	48,369	159	-	9,302	1,349	69,758	-	788,379
Net property, plant and equipment	<u>214,728</u>	<u>27,043</u>	<u>42,908</u>	<u>27</u>	<u>-</u>	<u>546</u>	<u>515</u>	<u>30,298</u>	<u>-</u>	<u>316,065</u>
OPERATING LEASE RIGHT-OF USE ASSETS	2,334	-	2,105	-	-	1,732	6	17,672	-	23,849
ASSETS LIMITED AS TO USE	9,779	20,468	9,928	28	-	46	-	23,954	-	64,203
INVESTMENTS	133,649	320	7,347	-	-	-	-	5,285	-	146,601
WORKERS' COMPENSATION FUND	48	405	1,631	63	-	-	171	-	-	2,318
SELF-INSURANCE PROGRAM RECEIVABLES	14,869	-	334	4,739	-	9,657	-	45,451	(29,309)	45,741
INVESTMENT IN TUHIC	-	-	-	-	-	-	-	28,697	-	28,697
GOODWILL AND OTHER INTANGIBLES	-	334	18	-	502	-	-	-	-	854
BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS	53,629	57,482	5,550	-	-	-	-	-	-	116,661
DUE FROM AFFILIATES	-	-	-	-	-	-	-	309,967	(309,967)	-
OTHER ASSETS	37,204	8,251	1,165	133	-	137	-	4,552	-	51,442
TOTAL ASSETS	<u>\$ 1,439,065</u>	<u>\$ 140,744</u>	<u>\$ 165,144</u>	<u>\$ 35,374</u>	<u>\$ 1,668</u>	<u>\$ 26,668</u>	<u>\$ 1,930</u>	<u>\$ 601,281</u>	<u>\$ (434,851)</u>	<u>\$ 1,977,023</u>

(Continued)

**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING BALANCE SHEET INFORMATION**

**AS OF SEPTEMBER 30, 2022**

**(In thousands)**

	Episcopal Hospital	TUHS Insurance Company, Ltd.	TUHS Foundation	Fox Chase Limited	Temple Center for Population Health	Temple Faculty Practice Plan, Inc.	Non-Obligated Group Eliminations	Non-Obligated Group Consolidated	Remaining Eliminations	Temple University Health System Consolidated
<b>ASSETS</b>										
<b>CURRENT ASSETS:</b>										
Cash and cash equivalents	\$ 11,736	\$ 13,905	\$ 14,325	\$ -	\$ 3,868	\$ 41,808	\$ -	\$ 85,642	\$ -	\$ 365,330
Patient accounts receivable—net of allowance for doubtful accounts	-	-	-	-	-	20,490	-	20,490	-	275,315
Other receivables net of allowance for doubtful accounts	150	1,834	310	-	1,171	11,602	-	15,067	-	97,637
Inventories and other current assets	-	16	-	-	-	3,280	-	3,296	-	63,706
Current portion of assets limited as to use	-	2,727	-	-	-	-	-	2,727	-	4,232
Investments	2,499	-	23,500	-	-	-	-	25,999	-	491,253
Current portion of workers' compensation fund	-	-	-	-	-	-	-	-	-	6,893
Current portion of self-insurance program receivables	-	-	-	-	-	-	-	-	-	6,500
Expenditures reimbursable by research grants and awards	-	-	-	-	-	-	-	-	-	7,516
Due from affiliates—current portion	700	-	-	4	1,774	12,387	(328)	14,537	(29,968)	-
Total current assets	15,085	18,482	38,135	4	6,813	89,567	(328)	167,758	(29,968)	1,318,382
<b>PROPERTY, PLANT AND EQUIPMENT:</b>										
Land and land improvements	231	-	-	-	-	-	-	231	-	13,743
Buildings	12,868	-	-	-	-	1,911	-	14,779	-	501,125
Fixed and movable equipment	533	-	-	-	-	14,326	-	14,859	-	596,440
Construction-in-progress	-	-	-	-	-	-	-	-	-	23,005
	13,632	-	-	-	-	16,237	-	29,869	-	1,134,313
Less accumulated depreciation	12,197	-	-	-	-	15,193	-	27,390	-	815,769
Net property, plant and equipment	1,435	-	-	-	-	1,044	-	2,479	-	318,544
OPERATING LEASE RIGHT-OF-USE ASSETS	-	-	-	-	-	311	-	311	-	24,160
ASSETS LIMITED AS TO USE	-	71,215	-	-	-	61	-	71,276	-	135,479
INVESTMENTS	937	-	7,601	60	-	-	-	8,598	-	155,199
WORKERS' COMPENSATION FUND	-	-	-	-	-	-	-	-	-	2,318
SELF-INSURANCE PROGRAM RECEIVABLES	-	-	-	-	-	7,357	-	7,357	(7,357)	45,741
INVESTMENT IN TUHIC	-	-	-	-	-	-	-	-	(28,697)	-
GOODWILL AND OTHER INTANGIBLES	-	-	-	-	-	-	-	-	-	854
BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS	28,124	-	-	-	-	-	-	28,124	(28,124)	116,661
DUE FROM AFFILIATES	-	-	-	-	-	-	-	-	-	-
OTHER ASSETS	-	-	-	-	-	(8)	-	(8)	-	51,434
TOTAL ASSETS	\$ 45,581	\$ 89,697	\$ 45,736	\$ 64	\$ 6,813	\$ 98,332	\$ (328)	\$ 285,895	\$ (94,146)	\$ 2,168,772

(Continued)



**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING BALANCE SHEET INFORMATION  
AS OF SEPTEMBER 30, 2022  
(In thousands)**

	Temple University Hospital, Inc.	Institute for Cancer Research	American Oncologic Hospital	FCCC Medical Group, Inc.	Fox Chase Network, Inc.	Temple Physicians Inc.	Temple Health System Transport Team, Inc.	TUHS Parent Company	Obligated Group Eliminations	Obligated Group Consolidated
<b>LIABILITIES AND NET ASSETS</b>										
<b>CURRENT LIABILITIES:</b>										
Current portion of long-term debt	\$ 3,048	\$ 136	\$ 538	\$ -	\$ -	\$ 11	\$ -	\$ 10,965	\$ -	\$ 14,698
Current portion of operating lease liabilities	487	-	1,080	-	-	693	7	1,760	-	4,027
Accounts payable	43,897	5,293	5,776	100	-	368	5	9,372	-	64,811
Accrued expenses	69,196	6,006	15,062	10,623	27	6,659	244	55,709	(29,309)	134,217
Current portion of estimated settlements with third-party payers	4,989	-	5,892	-	-	-	-	-	-	10,881
Current portion of self-insurance program liabilities	35,523	182	371	1,046	-	1,779	-	6,573	-	45,474
Unexpended research grants and awards	-	1,550	845	-	-	-	-	-	-	2,395
Due to affiliates—current portion	75,646	10,068	9,782	2,388	187	2,186	477	9,710	(95,575)	14,869
Other current liabilities	56,988	190	8,382	360	-	1,665	-	23,640	-	91,225
<b>Total current liabilities</b>	<b>289,774</b>	<b>23,425</b>	<b>47,728</b>	<b>14,517</b>	<b>214</b>	<b>13,361</b>	<b>733</b>	<b>117,729</b>	<b>(124,884)</b>	<b>382,597</b>
<b>LONG-TERM DEBT</b>	<b>4,950</b>	<b>177</b>	<b>631</b>	<b>-</b>	<b>-</b>	<b>26</b>	<b>-</b>	<b>391,095</b>	<b>-</b>	<b>396,879</b>
<b>OPERATING LEASE LIABILITIES</b>	<b>1,807</b>	<b>-</b>	<b>1,179</b>	<b>-</b>	<b>-</b>	<b>1,081</b>	<b>-</b>	<b>16,832</b>	<b>-</b>	<b>20,899</b>
<b>SELF-INSURANCE PROGRAM LIABILITIES</b>	<b>80,016</b>	<b>142</b>	<b>2,639</b>	<b>8,606</b>	<b>-</b>	<b>11,520</b>	<b>63</b>	<b>45,658</b>	<b>-</b>	<b>148,644</b>
<b>ACCRUED POST RETIREMENT BENEFITS</b>	<b>7,076</b>	<b>659</b>	<b>1,163</b>	<b>346</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,244</b>
<b>DUE TO AFFILIATES</b>	<b>226,883</b>	<b>19,468</b>	<b>63,616</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(309,967)</b>	<b>-</b>
<b>OTHER LONG-TERM LIABILITIES</b>	<b>123,324</b>	<b>1,447</b>	<b>1,248</b>	<b>528</b>	<b>-</b>	<b>351</b>	<b>-</b>	<b>312</b>	<b>-</b>	<b>127,210</b>
<b>Total liabilities</b>	<b>733,830</b>	<b>45,318</b>	<b>118,204</b>	<b>23,997</b>	<b>214</b>	<b>26,339</b>	<b>796</b>	<b>571,626</b>	<b>(434,851)</b>	<b>1,085,473</b>
<b>NET ASSETS (DEFICIT):</b>										
Without donor restrictions	640,246	9,441	29,263	11,377	1,454	329	1,134	29,655	-	722,899
With donor restrictions	64,989	85,985	17,677	-	-	-	-	-	-	168,651
<b>Total net assets (deficit)</b>	<b>705,235</b>	<b>95,426</b>	<b>46,940</b>	<b>11,377</b>	<b>1,454</b>	<b>329</b>	<b>1,134</b>	<b>29,655</b>	<b>-</b>	<b>891,550</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 1,439,065</b>	<b>\$ 140,744</b>	<b>\$ 165,144</b>	<b>\$ 35,374</b>	<b>\$ 1,668</b>	<b>\$ 26,668</b>	<b>\$ 1,930</b>	<b>\$ 601,281</b>	<b>\$ (434,851)</b>	<b>\$ 1,977,023</b>

(Continued)

**TEMPLE UNIVERSITY HEALTH SYSTEM**
**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING BALANCE SHEET INFORMATION**
**AS OF SEPTEMBER 30, 2022**
**(In thousands)**

	Episcopal Hospital	TUHS Insurance Company, Ltd.	TUHS Foundation	Fox Chase Limited	Temple Center for Population Health	Temple Faculty Practice Plan, Inc.	Non-Obligated Group Eliminations	Non-Obligated Group Consolidated	Remaining Eliminations	Temple University Health System Consolidated
<b>LIABILITIES AND NET ASSETS</b>										
<b>CURRENT LIABILITIES:</b>										
Current portion of long-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18	\$ -	\$ 18	\$ -	\$ 14,716
Current portion of operating lease liabilities	-	-	-	-	-	130	-	130	-	4,157
Accounts payable	86	-	-	-	-	2,573	-	2,659	-	67,470
Accrued expenses	128	76	-	-	-	15,443	-	15,647	(4,941)	144,923
Current portion of estimated settlements with third-party payers	-	-	-	-	-	-	-	-	-	10,881
Current portion of self-insurance program liabilities	-	25,069	-	-	-	15,132	-	40,201	-	85,675
Unexpended research grants and awards	-	-	-	-	-	-	-	-	-	2,395
Due to affiliates—current portion	799	1,092	36	69	2,758	10,673	(328)	15,099	(29,968)	-
Other current liabilities	2	-	-	-	3,457	3,790	-	7,249	-	98,474
<b>Total current liabilities</b>	<b>1,015</b>	<b>26,237</b>	<b>36</b>	<b>69</b>	<b>6,215</b>	<b>47,759</b>	<b>(328)</b>	<b>81,003</b>	<b>(34,909)</b>	<b>428,691</b>
<b>LONG-TERM DEBT</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>-</b>	<b>13</b>	<b>-</b>	<b>396,892</b>
<b>OPERATING LEASE LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>183</b>	<b>-</b>	<b>183</b>	<b>-</b>	<b>21,082</b>
<b>SELF-INSURANCE PROGRAM LIABILITIES</b>	<b>2,416</b>	<b>34,763</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67,023</b>	<b>-</b>	<b>104,202</b>	<b>(2,416)</b>	<b>250,430</b>
<b>ACCRUED POST RETIREMENT BENEFITS</b>	<b>3,258</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(291)</b>	<b>-</b>	<b>2,967</b>	<b>-</b>	<b>12,211</b>
<b>DUE TO AFFILIATES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER LONG-TERM LIABILITIES</b>	<b>31,110</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(67)</b>	<b>-</b>	<b>31,043</b>	<b>(28,124)</b>	<b>130,129</b>
<b>Total liabilities</b>	<b>37,799</b>	<b>61,000</b>	<b>36</b>	<b>69</b>	<b>6,215</b>	<b>114,620</b>	<b>(328)</b>	<b>219,411</b>	<b>(65,449)</b>	<b>1,239,435</b>
<b>NET ASSETS (DEFICIT):</b>										
Without donor restrictions	7,782	28,697	45,700	(5)	598	(16,288)	-	66,484	(28,697)	760,686
With donor restrictions	-	-	-	-	-	-	-	-	-	168,651
<b>Total net assets (deficit)</b>	<b>7,782</b>	<b>28,697</b>	<b>45,700</b>	<b>(5)</b>	<b>598</b>	<b>(16,288)</b>	<b>-</b>	<b>66,484</b>	<b>(28,697)</b>	<b>929,337</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 45,581</b>	<b>\$ 89,697</b>	<b>\$ 45,736</b>	<b>\$ 64</b>	<b>\$ 6,813</b>	<b>\$ 98,332</b>	<b>\$ (328)</b>	<b>\$ 285,895</b>	<b>\$ (94,146)</b>	<b>\$ 2,168,772</b>

(Concluded)

**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS INFORMATION  
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022  
(In thousands)**

	Temple University Hospital, Inc.	Institute for Cancer Research	American Oncologic Hospital	FCCC Medical Group, Inc.	Fox Chase Network, Inc.	Temple Physicians Inc.	Temple Health System Transport Team, Inc.	TUHS Parent Company	TUHS Obligated Group Eliminations	Obligated Group Consolidated
NET ASSETS WITHOUT DONOR RESTRICTIONS:										
Revenues and other support without donor restrictions:										
Total net patient service revenue	\$ 423,635	\$ -	\$ 57,435	\$ -	\$ -	\$ 9,766	\$ -	\$ -	\$ -	\$ 490,836
Research revenue	-	10,174	-	-	-	-	-	-	(307)	9,867
Contribution revenue	249	367	393	-	-	-	-	-	-	1,009
Other revenue	7,146	120	1,148	9,105	46	2,089	872	55,773	(65,626)	10,673
Investment income	-	-	-	-	-	-	-	347	-	347
Net assets released from restrictions used for operations	20	1,362	102	-	-	-	-	-	-	1,484
Revenues and other support without donor restrictions	<u>431,050</u>	<u>12,023</u>	<u>59,078</u>	<u>9,105</u>	<u>46</u>	<u>11,855</u>	<u>872</u>	<u>56,120</u>	<u>(65,933)</u>	<u>514,216</u>
Expenses:										
Salaries	141,395	11,298	22,992	15,965	97	8,029	1,005	19,375	-	220,156
Employee benefits	41,383	3,557	6,464	2,427	24	2,017	306	5,444	-	61,622
Professional fees	37,484	399	4,863	(8,731)	42	2,311	26	10,806	(11,500)	35,700
Supplies and pharmaceuticals	113,806	2,083	12,311	109		373	14	3,301		131,997
Purchased services and other	89,320	869	10,789	(1,341)	2	1,260	206	7,618	(48,973)	59,750
Maintenance and utilities	7,570	2,399	1,271	16	1	214	17	919		12,407
Leases	1,653	28	427	1		682	40	790	(1,742)	1,879
Insurance	10,317	61	553	726		1,321	6	-	-	12,984
Depreciation and amortization	8,879	859	1,610	10	26	53	(12)	2,420	-	13,845
Interest	3,077	158	527	-	-	6	1	3,676	(3,718)	3,727
Asset impairment	-	-	-	-	-	-	-	-	-	-
(Gain) loss on disposal of fixed assets	19	-	-	-	-	-	-	-	-	19
Gain on lease modification	-	-	-	-	-	-	-	-	-	-
Expenses	<u>454,903</u>	<u>21,711</u>	<u>61,807</u>	<u>9,182</u>	<u>192</u>	<u>16,266</u>	<u>1,609</u>	<u>54,349</u>	<u>(65,933)</u>	<u>554,086</u>
Operating income (loss)	<u>(23,853)</u>	<u>(9,688)</u>	<u>(2,729)</u>	<u>(77)</u>	<u>(146)</u>	<u>(4,411)</u>	<u>(737)</u>	<u>1,771</u>	<u>-</u>	<u>(39,870)</u>
Other income—net:										
Investment income (loss)	(19,748)	270	(1,147)	-	-	58	(1)	(641)	-	(21,209)
Gain on sale of equity method investment	-	-	-	-	-	-	-	-	-	-
Other income (loss)	705	(16)	(31)	(6)	-	-	-	82	-	734
Other income—net	<u>(19,043)</u>	<u>254</u>	<u>(1,178)</u>	<u>(6)</u>	<u>-</u>	<u>58</u>	<u>(1)</u>	<u>(559)</u>	<u>-</u>	<u>(20,475)</u>
Excess (deficiency) of revenues and other support over expenses from continuing operations	<u>(42,896)</u>	<u>(9,434)</u>	<u>(3,907)</u>	<u>(83)</u>	<u>(146)</u>	<u>(4,353)</u>	<u>(738)</u>	<u>1,212</u>	<u>-</u>	<u>(60,345)</u>

(Continued)

**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS INFORMATION**

**FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022**

**(In thousands)**

	Episcopal Hospital	TUHS Insurance Company, Ltd.	TUHS Foundation	Fox Chase Limited	Temple Center for Population Health	Temple Faculty Practice Plan, Inc.	Non-Obligated Group Eliminations	Non-Obligated Group Consolidated	Remaining Eliminations	Temple University Health System Consolidated
NET ASSETS WITHOUT DONOR RESTRICTIONS:										
Revenues and other support without donor restrictions:										
Total net patient service revenue	\$ -	\$ -	\$ -	\$ -	\$ 360	\$ 58,163	\$ -	\$ 58,523	\$ -	\$ 549,359
Research revenue	-	-	-	-	-	-	-	-	-	9,867
Contribution revenue	-	-	-	-	-	-	-	-	-	1,009
Other revenue	714	-	-	-	2	14,242	-	14,958	(17,637)	7,994
Investment income	-	-	-	-	-	-	-	-	-	347
Net assets released from restrictions used for operations	-	-	-	-	-	-	-	-	-	1,484
Revenues and other support without donor restrictions	<u>714</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>362</u>	<u>72,405</u>	<u>-</u>	<u>73,481</u>	<u>(17,637)</u>	<u>570,060</u>
Expenses:										
Salaries	239	-	-	-	728	59,131	-	60,098	-	280,254
Employee benefits	227	-	-	-	230	11,323	-	11,780	-	73,402
Professional fees	-	-	-	-	152	(13,565)	-	(13,413)	(5)	22,282
Supplies and pharmaceuticals	29	-	-	-	2	1,483	-	1,514	-	133,511
Purchased services and other	29	-	-	-	133	7,555	-	7,717	(17,323)	50,144
Maintenance and utilities	155	-	-	-	4	389	-	548	-	12,955
Leases	-	-	-	-	-	1,382	-	1,382	(309)	2,952
Insurance	58	-	-	-	-	7,065	-	7,123	-	20,107
Depreciation and amortization	74	-	-	-	-	73	-	147	-	13,992
Interest	-	-	-	-	-	-	-	-	-	3,727
Asset impairment	-	-	-	-	-	-	-	-	-	-
(Gain) loss on disposal of fixed assets	-	-	-	-	-	-	-	-	-	19
Gain on lease modification	-	-	-	-	-	-	-	-	-	-
Expenses	<u>811</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,249</u>	<u>74,836</u>	<u>-</u>	<u>76,896</u>	<u>(17,637)</u>	<u>613,345</u>
Operating income (loss)	<u>(97)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(887)</u>	<u>(2,431)</u>	<u>-</u>	<u>(3,415)</u>	<u>-</u>	<u>(43,285)</u>
Other income—net:										
Investment income (loss)	(151)	-	(1,348)	-	14	336	-	(1,149)	-	(22,358)
Other income (loss)	<u>162</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>555</u>	<u>-</u>	<u>717</u>	<u>-</u>	<u>1,451</u>
Other income—net	<u>11</u>	<u>-</u>	<u>(1,348)</u>	<u>-</u>	<u>14</u>	<u>891</u>	<u>-</u>	<u>(432)</u>	<u>-</u>	<u>(20,907)</u>
Excess (deficiency) of revenues and other support over expenses from continuing operations	<u>(86)</u>	<u>-</u>	<u>(1,348)</u>	<u>-</u>	<u>(873)</u>	<u>(1,540)</u>	<u>-</u>	<u>(3,847)</u>	<u>-</u>	<u>(64,192)</u>

(Continued)

**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS INFORMATION  
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022  
(In thousands)**

	Temple University Hospital, Inc.	Institute for Cancer Research	American Oncologic Hospital	FCCC Medical Group, Inc.	Fox Chase Network, Inc.	Temple Physicians, Inc.	Temple Health System Transport Team, Inc.	TUHS Parent Company	Obligated Group Eliminations	Obligated Group Consolidated
Excess (deficiency) of revenues and other support over expenses	\$ (42,896)	\$ (9,434)	\$ (3,907)	\$ (83)	\$ (146)	\$ (4,353)	\$ (738)	\$ 1,212	\$ -	\$ (60,345)
Other changes in net assets without donor restrictions:										
Transfers (to) from affiliates/the University	(43,872)	9,292	30,181	153	178	2,875	825	-	-	(368)
Net assets released from restrictions used for purchase of property and equipment	-	-	96	-	-	-	-	-	-	96
Net change in fair value of investments	(2,671)	(540)	(1,141)	-	-	-	-	(252)	-	(4,604)
Adjustment to funded status of pension and postretirement liabilities	-	-	-	-	-	-	-	-	-	-
Other change in net assets	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in net assets without donor restrictions	<u>(89,439)</u>	<u>(682)</u>	<u>25,229</u>	<u>70</u>	<u>32</u>	<u>(1,478)</u>	<u>87</u>	<u>960</u>	<u>-</u>	<u>(65,221)</u>
NET ASSETS WITH DONOR RESTRICTIONS:										
Contribution income	332	1,448	308	-	-	-	-	-	-	2,088
Net assets released from restrictions	(20)	(1,357)	(203)	-	-	-	-	-	-	(1,580)
Net change in fair value of investments	(157)	(442)	(219)	-	-	-	-	-	-	(818)
Investment income (loss)	14	1,008	141	-	-	-	-	-	-	1,163
Change in beneficial interest in assets held by others	(1,614)	(2,828)	(361)	-	-	-	-	-	-	(4,803)
Increase (decrease) in net assets with donor restrictions	<u>(1,445)</u>	<u>(2,171)</u>	<u>(334)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,950)</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(90,884)</u>	<u>(2,853)</u>	<u>24,895</u>	<u>70</u>	<u>32</u>	<u>(1,478)</u>	<u>87</u>	<u>960</u>	<u>-</u>	<u>(69,171)</u>
NET ASSETS (DEFICIT)—Beginning of year	<u>796,119</u>	<u>98,279</u>	<u>22,045</u>	<u>11,307</u>	<u>1,422</u>	<u>1,807</u>	<u>1,047</u>	<u>28,695</u>	<u>-</u>	<u>960,721</u>
NET ASSETS (DEFICIT)—End of quarter	<u>\$ 705,235</u>	<u>\$ 95,426</u>	<u>\$ 46,940</u>	<u>\$ 11,377</u>	<u>\$ 1,454</u>	<u>\$ 329</u>	<u>\$ 1,134</u>	<u>\$ 29,655</u>	<u>\$ -</u>	<u>\$ 891,550</u>

(Continued)

**TEMPLE UNIVERSITY HEALTH SYSTEM**

**SUPPLEMENTAL SCHEDULE OF CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS INFORMATION  
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2022  
(In thousands)**

	Episcopal Hospital	TUHS Insurance Company, Ltd.	TUHS Foundation	Fox Chase Limited	Temple Center for Population Health	Temple Faculty Practice Plan, Inc.	Non-Obligated Group Consolidated	Remaining Eliminations	Temple University Health System Consolidated
Excess (deficiency) of revenues and other support over expenses	\$ (86)	\$ -	\$ (1,348)	\$ -	\$ (873)	\$ (1,540)	\$ (3,847)	\$ -	\$ (64,192)
Other changes in net assets without donor restrictions:									
Transfers (to) from affiliates/the University	-	-	-	-	-	368	368	-	-
Net assets released from restrictions used for purchase of property and equipment	-	-	-	-	-	-	-	-	96
Net change in fair value of investments	-	-	-	-	-	-	-	-	(4,604)
Adjustment to funded status of pension and postretirement liabilities	-	-	-	-	-	-	-	-	-
Other change in net assets	-	-	-	-	-	-	-	-	-
Increase (decrease) in net assets without donor restrictions	(86)	-	(1,348)	-	(873)	(1,172)	(3,479)	-	(68,700)
NET ASSETS WITH DONOR RESTRICTIONS:									
Contribution income	-	-	-	-	-	-	-	-	2,088
Net assets released from restrictions	-	-	-	-	-	-	-	-	(1,580)
Net change in fair value of investments	-	-	-	-	-	-	-	-	(818)
Investment income (loss)	-	-	-	-	-	-	-	-	1,163
Change in beneficial interest in assets held by others	-	-	-	-	-	-	-	-	(4,803)
Increase (decrease) in net assets with donor restrictions	-	-	-	-	-	-	-	-	(3,950)
INCREASE (DECREASE) IN NET ASSETS	(86)	-	(1,348)	-	(873)	(1,172)	(3,479)	-	(72,650)
NET ASSETS (DEFICIT)—Beginning of year	7,868	28,697	47,048	(5)	1,471	(15,116)	69,963	(28,697)	1,001,987
NET ASSETS (DEFICIT)—End of quarter	\$ 7,782	\$ 28,697	\$ 45,700	\$ (5)	\$ 598	\$ (16,288)	\$ 66,484	\$ (28,697)	\$ 929,337

(Concluded)