



One Robert Wood Johnson Place, New Brunswick, NJ 08901

The principal teaching hospital for
Rutgers Robert Wood Johnson Medical School

QUARTERLY FINANCIAL REPORTS FOR THE PERIOD ENDED MARCH 31, 2016

FOR INVESTORS AND OTHER INTERESTED OUTSIDE PARTIES

Robert Wood Johnson University Hospital
March 2016 Year to Date Operating Results
(dollars in millions)

	<u>CONSOLIDATED</u>	<u>PRIOR YEAR</u>
	ACTUAL	ACTUAL
	<u>YTD</u>	<u>YTD</u>
Operating Revenue	\$ 331,689	\$ 308,847
Salaries & Benefits	151,322	142,088
Patient Supplies	69,740	66,494
Non-Patient Supplies & Other	51,559	45,953
Physician Fees	20,466	18,391
CINJ Co-management	3,805	3,249
Operating Expenses	<u>296,892</u>	<u>276,175</u>
EBIDA	34,797	32,672
Depreciation & Interest	<u>20,011</u>	<u>18,992</u>
Operating Gain /(Loss)	14,786	13,680
Non-Operating Gain/Loss:		
Investment Activity	1,702	10,850
Reserve for Related Pty Receivables	(11,625)	(8,603)
Other Activities	(1,901)	4,239
Total Non-Operating Activities	<u>(11,824)</u>	<u>6,486</u>
Change in Net Assets	<u>\$ 2,962</u>	<u>\$ 20,166</u>

Robert Wood Johnson University Hospital
Balance Sheets
(dollars in millions)

	<u>Consolidated</u> <u>Mar 31 2016</u>	<u>Consolidated</u> <u>Mar 31 2015</u>
<u>ASSETS</u>		
Cash and short investments	\$ 14.9	\$ 42.4
Investments	\$ 683.7	\$ 765.6
Patient accounts receivable	\$ 191.6	\$ 169.6
Other current assets	\$ 136.0	\$ 68.8
Other noncurrent assets	\$ 44.4	\$ 35.4
Property, plant and equip.	\$ 1,393.8	\$ 1,278.1
Accum Depreciation	\$ 799.3	\$ 735.9
PPE - Net	<u>\$ 594.5</u>	<u>\$ 542.2</u>
RWJUH Foundation	<u>\$ 58.1</u>	<u>\$ 55.1</u>
TOTAL	<u><u>\$ 1,723.1</u></u>	<u><u>\$ 1,679.1</u></u>
<u>LIABILITIES AND NET ASSETS</u>		
Current portion of LTD	\$ 12.1	\$ 7.8
A/P and Accrued Liabilities	\$ 236.0	\$ 180.5
Accrued bond interest	\$ 3.5	\$ 3.6
Other long term liabilities	\$ 22.7	\$ 22.1
3rd Party liabilities	\$ 46.9	\$ 51.3
Long Term Debt	\$ 510.9	\$ 468.2
Net Assets	<u>\$ 891.2</u>	<u>\$ 945.6</u>
TOTAL	<u><u>\$ 1,723.1</u></u>	<u><u>\$ 1,679.1</u></u>

ROBERT WOOD JOHNSON UNIVERSITY HOSPITAL
COMPARATIVE STATISTICS REPORT
MARCH 2016 AND THREE MONTHS YEAR-TO-DATE

	<i>FISCAL YEAR-TO-DATE</i>	
	ACT (E)	FY2015 (H)
<i>OCCUPIED BEDS</i>		
INPATIENT ADMISSIONS	8,529	8,807
SAME DAY SURGICAL PROCEDURES	2,372	2,213
SAME DAY MEDICAL PROCEDURES	2,445	2,095
OBSERVATION PATIENTS	1,700	1,257
TOTAL	15,046	14,372
<i>INPATIENT ADMISSIONS</i>		
ADULTS with ICU	6,437	6,626
PEDs with PICU	793	914
MATERNITY	674	652
NEWBORN NURSERY	518	514
NICU	107	101
TOTAL	8,529	8,807
<i>AVERAGE LENGTH OF STAY</i>		
ADULTS with ICU	6.45	6.44
PEDs with PICU	5.04	4.66
MATERNITY	3.24	3.27
NEWBORN NURSERY	2.48	2.98
NICU with SCN	14.59	19.04
TOTAL	5.93	5.96
<i>AVERAGE DAILY CENSUS</i>		
ADULTS with ICU	456.36	474.22
PEDs with PICU	43.92	47.30
MATERNITY	24.03	23.66
NEWBORN NURSERY	14.14	17.04
NICU with SCN	17.15	21.37
TOTAL	555.62	583.59
OCCUPANCY PERCENT	85.5%	89.8%
<i>CASE MIX (INTENSITY) INDEX</i>		
MEDICARE CMI	2.09	2.02
HOSPITAL INTENSITY INDEX	1.75	1.65
<i>EMERGENCY DEPARTMENT</i>		
ADULT Total Visits	17,956	17,218
ADULT Admits thru ED	5,573	5,356
PEDIATRIC Total Visits	6,670	6,162
PEDIATRIC Admits thru ED	708	735
Rapid Admit Unit	301	325
<i>SURGERIES (MAIN OR)</i>		
ADULT Inpatient	2,166	2,164
ADULT Outpatient	1,531	1,485
PEDIATRIC Inpatient	274	341
PEDIATRIC Outpatient	841	743
TOTAL	4,812	4,733
<i>CVI-RELATED PROGRAMS</i>		
OPEN HEART Surgeries	328	298
HEART Transplantations	4	1
CARDIAC Catheterizations	1,127	1,082
CORONARY Angioplasties	552	504
PACEMAKERS Implanted	89	77
AICDs Implanted	151	147
PERIPHERALS	55	51
<i>OTHER MAJOR PROGRAMS</i>		
RADIATION ONCOLOGY Treatments	4,169	3,651
CHEMOTHERAPY Treatments	7,274	6,967
KIDNEY/PANCREAS Transplantations	15	13

**ROBERT WOOD JOHNSON UNIVERSITY HOSPITAL SOMERSET
COMPARATIVE STATISTICS REPORT
MARCH 2016 AND THREE MONTHS YEAR-TO-DATE**

	<i>FISCAL YEAR-TO-DATE</i>	
	ACT	FY2015
	<i>(E)</i>	<i>(H)</i>
<i>OCCUPIED BEDS</i>		
INPATIENT ADMISSIONS	3,562	3,688
SAME DAY SURGICAL PROCEDURES	842	913
SAME DAY MEDICAL PROCEDURES	944	831
OBSERVATION PATIENTS	797	640
TOTAL	6,145	6,072
<i>INPATIENT ADMISSIONS</i>		
ADULTS with ICU	3,046	3,040
EATING DISORDERS	43	43
PSYCH	121	144
MATERNITY	186	243
NEWBORN NURSERY	166	218
TOTAL	3,562	3,688
<i>AVERAGE LENGTH OF STAY</i>		
ADULTS with ICU	4.75	5.26
EATING DISORDERS	18.02	21.40
PSYCH	9.44	6.73
MATERNITY	2.58	2.51
NEWBORN NURSERY	2.72	2.52
TOTAL	4.86	5.16
<i>AVERAGE DAILY CENSUS</i>		
ADULTS with ICU	159.03	177.72
EATING DISORDERS	8.52	10.22
PSYCH	12.55	10.77
MATERNITY	5.27	6.78
NEWBORN NURSERY	4.96	6.11
TOTAL	190.33	211.60
OCCUPANCY PERCENT	53.6%	59.6%
<i>CASE MIX (INTENSITY) INDEX</i>		
MEDICARE CMI	1.45	1.57
HOSPITAL INTENSITY INDEX	1.31	1.39
<i>EMERGENCY DEPARTMENT</i>		
ADULT Total Visits	13,888	13,509
ADULT Admits thru ED	2,788	2,867
<i>SURGERIES (MAIN OR)</i>		
Inpatient	605	729
Outpatient	842	913
TOTAL	1,447	1,642
<i>OTHER MAJOR PROGRAMS</i>		
RADIATION ONCOLOGY Outpatient Treatments	1,547	1,250
PHYSICAL THERAPY Outpatient Treatments	38,466	38,995
SPT Princeton	11,176	12,367
SPT Flemington	2,485	1,722
SPT Hillsborough	10,121	10,476
Ballpark	9,073	8,898
Hospital	5,611	5,532
PSYCH Outpatient Treatments	2,135	2,120
EATING DISORDERS Outpatient Treatments	2,365	2,507

EXHIBIT A

ROBERT WOOD JOHNSON UNIVERSITY HOSPITAL

Section 6.03 of the Third Supplement to the Loan Agreement

Debt Service Coverage Ratio

For the twelve months ended March 31, 2016

1. Funds Available for Debt Service	12-month period Ended 3/31/2016
Operating Income (Loss)	\$ 59,904,000
Investment Income	(1,507,000)
Interest expense from operation	12,308,000
Depreciation expense	61,907,000
Amortization of financing charges	(276,900)
Unrestricted Gifts and Bequests	-
Total:	\$ 132,335,100

2. Maximum Annual Debt Service Requirement (year 2017; year 2020 used for highest MADD)	Maximum Annual Debt Service Requirement
<u>Long Term Obligations</u>	
a. Series 2003	1,001,386
b. Series 2004	2,180,236
c. Series 2010	9,900,150
d. Series 2013 A	7,625,313
e. Series 2013 B	33,600
f. Capital Leases Payable	718,262
g. Rahway Guarantee	-
h. Series 2014 A	2,856,250
i. Series 2014 B	18,000
Total:	\$ 24,333,197

3. Debt Service Coverage Ratio

Funds Available for Debt Service	\$ 132,335,100	=	5.44
Maximum Annual Debt Service Requirements	\$ 24,333,197		

Minimum required is 1.25

Exhibit B

ROBERT WOOD JOHNSON UNIVERSITY HOSPITAL

Section 6.03 of the Third Supplement to the Loan Agreement

Cushion Ratio

For the twelve-month period ended March 31, 2016

	<u>3/31/16</u>
1. Assets Available for Debt Service	
Cash and Marketable Securities	\$ 14,123,000
Board Designated funds (excl. donor restricted)	<u>569,644,000</u>
Total:	<u><u>\$ 583,767,000</u></u>

2. Maximum Annual Debt Service Requirement
(year 2017; year 2020 used for highest MADD)

Long Term Obligations

a. Series C	1,001,386
b. Series 2000	2,180,236
a. Series 2003	9,900,150
b. Series 2004	7,625,313
c. Series 2010	33,600
d. Series 2013 A	718,262
e. Series 2013 B	-
f. Capital Leases Payable	2,856,250
g. Rahway Guarantee	<u>18,000</u>
h. Series 2014 A	
i. Series 2014 B	
Total:	<u><u>\$ 24,333,197</u></u>

Cushion Ratio:

Assets Available for Debt Service	<u>\$ 583,767,000</u>	=	23.99
Maximum Annual Debt Service Requirements	<u>\$ 24,333,197</u>		

Minimum required is 1.25