

**Partners HealthCare System, Inc. and Affiliates**  
**Consolidating Balance Sheets**  
**September 30, 2019**  
(In Thousands)

	<b>IHP</b>	<b>Other MGH Affiliates and Eliminations</b>	<b>TOTAL MGH</b>
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and equivalents	15,837	123,367	139,204
Investments	27,805	1,575,258	1,603,063
Current portion of investments limited as to use	11,109	768,399	779,508
Patient accounts receivable, net	-	547,463	547,463
Research grants receivable	412	71,676	72,088
Other current assets	2,305	201,805	204,110
Receivable for settlements with third-party payers	-	30,252	30,252
Current portion of notes receivable from affiliates	-	26	26
<b>Total current assets</b>	<b>57,468</b>	<b>3,318,246</b>	<b>3,375,714</b>
Investments limited as to use, less current portion	4,735	2,708,774	2,713,509
Long-term investments	5,906	1,424,051	1,429,957
Net pledges and contributions receivable, less current portion	3	176,712	176,715
Interest in the net assets of affiliate	30,869	(30,869)	-
Property and equipment, net	26,471	2,824,733	2,851,204
Other assets	141	236,155	236,296
Notes receivable from affiliates, less current portion	-	157	157
<b>Total assets</b>	<b>125,593</b>	<b>10,657,959</b>	<b>10,783,552</b>
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current liabilities:</b>			
Current portion of long-term obligations	-	4	4
Current portion of notes payable to affiliates	1,143	108,415	109,558
Accounts payable and accrued expenses	15,450	132,170	147,620
Accrued employee compensation and benefits	1,659	400,614	402,273
Accrual for settlements with third-party payers	-	36,062	36,062
Unexpended funds on research grants	129	86,301	86,430
Due to affiliates	1,856	96,190	98,046
<b>Total current liabilities</b>	<b>20,237</b>	<b>859,756</b>	<b>879,993</b>
<b>Other liabilities</b>			
Accrued professional liability	-	244,042	244,042
Accrued employee benefits	-	308,873	308,873
Accrued other	2,478	47,641	50,119
Long-term obligations, less current portion	-	(785)	(785)
Notes payable to affiliates, less current portion	11,867	1,183,523	1,195,390
<b>Total liabilities</b>	<b>34,582</b>	<b>2,643,050</b>	<b>2,677,632</b>
<b>Net assets</b>			
Unrestricted	67,272	6,362,800	6,430,072
Donor restricted	23,739	1,652,109	1,675,848
<b>Total net assets</b>	<b>91,011</b>	<b>8,014,909</b>	<b>8,105,920</b>
<b>Total liabilities and net assets</b>	<b>125,593</b>	<b>10,657,959</b>	<b>10,783,552</b>

Note: Certain amounts have been rounded to the nearest thousand.

**Partners HealthCare System, Inc. and Affiliates**  
**Consolidating Statements of Operations**  
**September 30, 2019**  
(In Thousands)

	<u>IHP</u>	<u>Other MGH Affiliates and Eliminations</u>	<u>TOTAL MGH</u>
<b>Operating revenues</b>			
Net patient service revenue	-	4,965,445	4,965,445
Direct academic and research revenue	3,666	937,485	941,151
Indirect academic and research revenue	1,093	261,493	262,586
Other revenue	55,884	493,298	549,182
<b>Total operating revenues</b>	<b>60,643</b>	<b>6,657,721</b>	<b>6,718,364</b>
<b>Operating expenses</b>			
Employee compensation and benefit expenses	36,362	3,089,037	3,125,399
Supplies and other expenses	14,053	1,813,315	1,827,368
Direct academic and research expenses	3,666	937,485	941,151
Depreciation and amortization expenses	2,942	295,131	298,073
Interest expense	238	49,293	49,531
<b>Total operating expenses</b>	<b>57,261</b>	<b>6,184,261</b>	<b>6,241,522</b>
<b>Income (loss) from operations</b>	<b>3,382</b>	<b>473,460</b>	<b>476,842</b>
<b>Nonoperating gains (expenses)</b>			
Income from investments	1,887	53,215	55,102
Other nonoperating income (expenses)	62	(58,556)	(58,494)
Academic and research gifts, net of expenses	(238)	138,550	138,312
System development funding	(4)	(71,838)	(71,842)
<b>Total nonoperating gains (expenses), net</b>	<b>1,707</b>	<b>61,371</b>	<b>63,078</b>
<b>Excess (deficit) of revenues over expenses</b>	<b>5,089</b>	<b>534,831</b>	<b>539,920</b>
<b>Other changes in net assets</b>			
Funds utilized for property and equipment	-	89,852	89,852
Transfers (to)/from affiliates	116	258,288	258,404
Change in funded status of defined benefit plans	-	(9,810)	(9,810)
<b>Increase (decrease) in unrestricted net assets</b>	<b>5,205</b>	<b>873,161</b>	<b>878,366</b>

Note: Certain amounts have been rounded to the nearest thousand.