

MGH and Affiliates
Consolidating Balance Sheets
September 30, 2021
(In Thousands)

	IHP	Other MGH Affiliates and Eliminations	TOTAL MGH
ASSETS			
Current assets:			
Cash and equivalents	19,019	152,899	171,918
Investments	43,697	1,927,159	1,970,856
Current portion of investments limited as to use	6,427	1,781,136	1,787,563
Patient accounts receivable, net	-	638,257	638,257
Research grants receivable, net	464	109,467	109,931
Other current assets	2,614	229,949	232,563
Current portion of notes receivable from affiliates	-	29	29
Total current assets	<u>72,221</u>	<u>4,838,896</u>	<u>4,911,117</u>
Investments limited as to use, less current portion	6,558	3,540,343	3,546,901
Long-term investments	6,707	2,171,502	2,178,209
Interest in the net assets of affiliate	40,232	(40,232)	-
Property and equipment, net	27,790	2,721,733	2,749,523
Right-of-use operating lease assets	37,522	509,394	546,916
Other assets	366	246,477	246,843
Notes receivable from affiliates, less current portion	-	99	99
Total assets	<u>191,396</u>	<u>13,988,212</u>	<u>14,179,608</u>
LIABILITIES AND NET ASSETS			
Current liabilities:			
Current portion of long-term obligations	-	76	76
Current portion of notes payable to affiliates	1,016	135,944	136,960
Accounts payable and accrued expenses	19,668	512,945	532,613
Accrued employee compensation and benefits	1,951	604,622	606,573
Current portion of operating lease obligations	4,775	87,346	92,121
Unexpended funds on research grants	221	146,433	146,654
Due to affiliates	3,395	98,590	101,985
Total current liabilities	<u>31,026</u>	<u>1,585,956</u>	<u>1,616,982</u>
Other liabilities			
Accrued professional liability	-	41,125	41,125
Accrued employee benefits	-	409,186	409,186
Accrued other	2,650	54,956	57,606
Operating lease obligations, less current portion	33,362	375,343	408,705
Long-term obligations, less current portion	-	2,305	2,305
Notes payable to affiliates, less current portion	9,657	1,319,062	1,328,719
Total liabilities	<u>76,695</u>	<u>3,787,933</u>	<u>3,864,628</u>
Net assets			
Unrestricted	84,804	7,763,202	7,848,006
Donor restricted	29,897	2,437,077	2,466,974
Total net assets	<u>114,701</u>	<u>10,200,279</u>	<u>10,314,980</u>
Total liabilities and net assets	<u>191,396</u>	<u>13,988,212</u>	<u>14,179,608</u>

MGH and Affiliates
Consolidating Statements of Operations
Year ended September 30, 2021
(In Thousands)

	<u>IHP</u>	<u>Other MGH Affiliates and Eliminations</u>	<u>TOTAL MGH</u>
Operating revenue			
Net patient service revenue	-	5,489,923	5,489,923
Direct academic and research revenue	5,657	1,071,923	1,077,580
Indirect academic and research revenue	1,284	314,226	315,510
Other revenue	60,007	615,111	675,118
Total operating revenue	<u>66,948</u>	<u>7,491,183</u>	<u>7,558,131</u>
Operating expenses			
Employee compensation and benefit expenses	39,564	3,602,452	3,642,016
Supplies and other expenses	16,043	2,150,000	2,166,043
Direct academic and research expenses	5,657	1,071,923	1,077,580
Depreciation and amortization expenses	3,349	313,947	317,296
Interest expense	20	45,394	45,414
Total operating expenses	<u>64,633</u>	<u>7,183,716</u>	<u>7,248,349</u>
Income from operations	<u>2,315</u>	<u>307,467</u>	<u>309,782</u>
Nonoperating gains (expenses)			
Income from investments	13,227	1,234,774	1,248,001
Other nonoperating (expenses) income	(1,066)	(70,240)	(71,306)
Academic and research gifts, net of expenses	(52)	111,640	111,588
System development funding	(14)	(85,018)	(85,032)
Total nonoperating gains, net	<u>12,095</u>	<u>1,191,156</u>	<u>1,203,251</u>
Excess of revenues over expenses	14,410	1,498,623	1,513,033
Other changes in net assets			
Funds utilized for property and equipment	-	33,849	33,849
Transfers (to) from affiliates	42	(96,038)	(95,996)
Other changes in net assets	-	(578)	(578)
Change in funded status of defined benefit plans	-	(2,347)	(2,347)
Increase in unrestricted net assets	<u>14,452</u>	<u>1,433,509</u>	<u>1,447,961</u>

MGH and Affiliates
Consolidating Statements of Changes in Net Assets
Year ended September 30, 2021
(in Thousands)

	<u>IHP</u>	<u>Other MGH Affiliates and Eliminations</u>	<u>TOTAL MGH</u>
<u>Unrestricted</u>			
Net assets at October 1, 2020	70,352	6,329,693	6,400,045
Increases (decreases)			
Income from operations	2,315	307,467	309,782
Income from investments	13,227	1,234,774	1,248,001
Other nonoperating (expenses) income	(1,066)	(70,240)	(71,306)
Academic and research gifts, net of expenses	(52)	111,640	111,588
System development funding	(14)	(85,018)	(85,032)
Funds utilized for property and equipment	-	33,849	33,849
Change in funded status of defined benefit plans	-	(2,347)	(2,347)
Other changes in net assets	-	(578)	(578)
Transfers (to) from affiliates	42	(96,038)	(95,996)
Change in unrestricted net assets	14,452	1,433,509	1,447,961
Net assets at September 30, 2021	84,804	7,763,202	7,848,006
<u>Donor restricted</u>			
Net assets at October 1, 2020	24,448	1,740,747	1,765,195
Increases (decreases)			
Income from investments	4,322	339,666	343,988
Other nonoperating (expenses) income	448	373,866	374,314
Funds utilized for property and equipment	-	(18,488)	(18,488)
Other changes in net assets	679	1,286	1,965
Change in donor restricted net assets	5,449	696,330	701,779
Net assets at September 30, 2021	29,897	2,437,077	2,466,974