

Massachusetts General Hospital and Affiliates
Consolidating Balance Sheets
September 30, 2020
(In Thousands)

	<u>IHP</u>	<u>Other MGH Affiliates and Eliminations</u>	<u>TOTAL MGH</u>
ASSETS			
Current assets:			
Cash and equivalents	10,474	799,261	809,735
Investments	36,304	964,291	1,000,595
Current portion of investments limited as to use	4,499	1,480,650	1,485,149
Patient accounts receivable, net	-	479,093	479,093
Research grants receivable, net	587	85,753	86,340
Other current assets	2,485	195,778	198,263
Current portion of notes receivable from affiliates	-	28	28
Total current assets	54,349	4,004,854	4,059,203
Investments limited as to use, less current portion	5,898	2,990,668	2,996,566
Long-term investments	5,977	1,535,029	1,541,006
Interest in the net assets of affiliate	32,085	(32,085)	-
Property and equipment, net	30,882	2,754,235	2,785,117
Right-of-use operating lease assets	40,980	539,774	580,754
Other assets	224	205,498	205,722
Notes receivable from affiliates, less current portion	-	130	130
Total assets	170,395	11,998,103	12,168,498
LIABILITIES AND NET ASSETS			
Current liabilities:			
Current portion of long-term obligations	-	115	115
Current portion of notes payable to affiliates	1,193	125,452	126,645
Accounts payable and accrued expenses	16,822	636,995	653,817
Accrued employee compensation and benefits	1,409	543,615	545,024
Unexpended funds on research grants	187	130,225	130,412
Due to affiliates	1,403	108,261	109,664
Total current liabilities	21,014	1,544,663	1,565,677
Other liabilities			
Accrued professional liability	-	40,757	40,757
Accrued employee benefits	-	357,436	357,436
Accrued other	2,874	53,249	56,123
Operating lease obligations, less current portion	41,033	484,703	525,736
Long-term obligations, less current portion	-	2,546	2,546
Notes payable to affiliates, less current portion	10,674	1,444,309	1,454,983
Total liabilities	75,595	3,927,663	4,003,258
Net assets			
Unrestricted	70,352	6,329,693	6,400,045
Donor restricted	24,448	1,740,747	1,765,195
Total net assets	94,800	8,070,440	8,165,240
Total liabilities and net assets	170,395	11,998,103	12,168,498

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

Massachusetts General Hospital and Affiliates
Consolidating Statements of Operations
September 30, 2020
(In Thousands)

	<u>IHP</u>	<u>Other MGH Affiliates and Eliminations</u>	<u>TOTAL MGH</u>
Operating revenues			
Net patient service revenue	-	4,685,655	4,685,655
Direct academic and research revenue	3,902	945,820	949,722
Indirect academic and research revenue	1,045	272,036	273,081
Other revenue	54,792	725,797	780,589
Total operating revenues	<u>59,739</u>	<u>6,629,308</u>	<u>6,689,047</u>
Operating expenses			
Employee compensation and benefit expenses	38,873	3,271,695	3,310,568
Supplies and other expenses	13,474	1,928,260	1,941,734
Direct academic and research expenses	3,902	945,820	949,722
Depreciation and amortization expenses	3,319	309,897	313,216
Interest expense	129	47,842	47,971
Total operating expenses	<u>59,697</u>	<u>6,503,514</u>	<u>6,563,211</u>
Income from operations	<u>42</u>	<u>125,794</u>	<u>125,836</u>
Nonoperating gains (expenses)			
Income from investments	3,278	238,987	242,265
Other nonoperating (expenses) income	(1,497)	(54,868)	(56,365)
Academic and research gifts, net of expenses	1,073	154,165	155,238
System development funding	(2)	(79,964)	(79,966)
Total nonoperating gains (expenses), net	<u>2,852</u>	<u>258,320</u>	<u>261,172</u>
Excess of revenues over expenses	2,894	384,114	387,008
Other changes in net assets			
Funds utilized for property and equipment	-	46,630	46,630
Transfers (to)/from affiliates	186	(460,324)	(460,138)
Other changes in net assets	-	(92)	(92)
Change in funded status of defined benefit plans	-	(3,435)	(3,435)
Increase (decrease) in unrestricted net assets	<u>3,080</u>	<u>(33,107)</u>	<u>(30,027)</u>

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

Massachusetts General Hospital and Affiliates
Consolidating Statements of Changes in Net Assets
Year ended September 30, 2020
(in Thousands)

	<u>IHP</u>	<u>Other MGH Affiliates and Eliminations</u>	<u>TOTAL MGH</u>
<u>Unrestricted</u>			
Net assets at October 1, 2019	67,272	6,362,800	6,430,072
Increases (decreases)			
Income (loss) from operations	42	125,794	125,836
Income (loss) from investments	3,278	238,987	242,265
Other nonoperating (expenses) income	(1,497)	(54,868)	(56,365)
Academic and research gifts, net of expenses	1,073	154,165	155,238
System development funding	(2)	(79,964)	(79,966)
Funds utilized for property and equipment	-	46,630	46,630
Change in funded status of defined benefit plans	-	(3,435)	(3,435)
Other changes in net assets	-	(92)	(92)
Transfers (to) from affiliates	186	(460,324)	(460,138)
Change in unrestricted net assets	3,080	(33,107)	(30,027)
Net assets at September 30, 2020	70,352	6,329,693	6,400,045
<u>Donor restricted</u>			
Net assets at October 1, 2019	23,739	1,652,109	1,675,848
Increases (decreases)			
Income (loss) from investments	518	40,330	40,848
Other nonoperating (expenses) income	144	79,885	80,029
Funds utilized for property and equipment	-	(31,837)	(31,837)
Other changes in net assets	47	260	307
Change in donor restricted net assets	709	88,638	89,347
Net assets at September 30, 2020	24,448	1,740,747	1,765,195