

Jefferson Health System
(Same Facility)*
Summary Statement of Revenues and Expenses
For the Six Month Period ended December 31, 2009
Compared to the Six Month Period Ended December 31, 2008
(\$ in Millions)

DRAFT -
UNAUDITED STATEMENTS

	<u>12/31/2009</u>	<u>12/31/2008</u>	Variance
			%
Net patient service revenue	\$1,260.7	\$1,194.6	
Investment income	3.9	10.0	
Other revenue	78.1	71.8	
Net assets released from restriction	3.5	4.6	
Total Revenue	<u>\$1,346.1</u>	<u>\$1,280.9</u>	5.1%
Salaries and benefits	\$663.9	\$633.2	
Physician and outside service fees	29.1	33.2	
Supplies	240.6	229.6	
Depreciation and amortization	64.6	61.0	
Interest	9.9	10.3	
Insurance	41.6	41.7	
Provision for bad debts	43.4	46.8	
Other	209.0	184.6	
Total Expenses	<u>\$1,302.0</u>	<u>\$1,240.4</u>	5.0%
Income from Operations	<u>\$44.0</u>	<u>\$40.5</u>	8.7%
Non-Recurring Charges	\$0.0	\$0.0	
Income from Operations after Non-Recurring	<u>\$44.0</u>	<u>\$40.5</u>	8.7%
Nonoperating Gains (Losses):			
Investment income	\$6.3	\$6.0	
Other	8.8	(57.5)	
Nonoperating Gains (Losses), Net	<u>\$15.1</u>	<u>(\$51.5)</u>	
Net Income/(Loss) Before Extraordinary			
Items and Transfers	<u>\$59.1</u>	<u>(\$11.0)</u>	
Extraordinary items	\$0.0	\$0.0	
Transfers	0.0	0.0	
Net Income/(Loss) After Non-Recurring Charge,			
Extraordinary Items and Transfers	<u>\$59.1</u>	<u>(\$11.0)</u>	

*As of September 30, 2008, Albert Einstein Healthcare Network and as of December 31, 2008, Frankford Healthcare System are no longer a part of Jefferson Health System and as such for comparative purposes their financial information is not reflected in these financial statements.

This interim financial information is unaudited and may not include all adjustments necessary to conform to generally accepted accounting principles (GAAP) at fiscal year end (June 30). Not all recent accounting pronouncements have been reflected in our interim financial information but these pronouncements may be adopted, if applicable at that time, for our annual audited financial statements.

Jefferson Health System
(Same Facility)*
Monthly Condensed Balance Sheet
As of December 31, 2009 and December 31, 2008
(\$ in Millions)

DRAFT - UNAUDITED STATEMENTS

	12/31/2009	12/31/2008
<u>Assets</u>		
Current Assets:		
Cash	\$230.8	\$167.7
Short-term investments	327.8	265.7
Patient accounts receivable, less allowances	257.4	279.3
Other accounts receivable, less allowances	23.9	39.5
Inventory	34.9	33.5
Assets whose use is limited	106.6	94.1
Other current assets	49.0	44.9
Discontinued Operations	10.8	0.0
Total Current Assets	\$1,041.1	\$924.8
Investments	\$440.2	\$406.4
Assets whose use is limited	468.2	468.6
Assets held by Affiliated Foundations	400.0	323.3
Property, plant and equipment	1,167.3	1,072.2
Other assets	36.4	39.1
Discontinued Operations	52.6	0.0
Total Assets	\$3,605.7	\$3,234.4
<u>Liabilities and Net Assets</u>		
Current Liabilities:		
Current portion of long-term debt	\$10.3	\$9.9
Accounts payable and accrued expenses	194.4	182.7
Accrued vacation and other employee costs	100.1	104.2
Accrued professional liability claims	80.6	66.9
Other liabilities	18.1	19.1
Discontinued Operations	14.3	0.0
Total Current Liabilities	\$417.7	\$382.7
Long-term obligations, less current portion	\$477.7	\$486.1
Accrued pension liability	281.3	57.5
Accrued professional liability claims	301.8	307.4
Other liabilities	59.3	102.9
Discontinued Operations	42.9	0.0
Total Liabilities	\$1,580.7	\$1,336.6
Net Assets	\$2,018.8	\$1,897.7
Net Assets of Discontinued Operations	\$6.1	\$0.0
Total Liabilities and Net Assets	\$3,605.7	\$3,234.4

*As of September 30, 2008, Albert Einstein Healthcare Network and as of December 31, 2008, Frankford Healthcare System are no longer a part of Jefferson Health System and as such for comparative purposes their financial information is not reflected in these financial statements.

This interim financial information is unaudited and may not include all adjustments necessary to conform to generally accepted accounting principles (GAAP) at fiscal year end (June 30). Not all recent accounting pronouncements have been reflected in our interim financial information but these pronouncements may be adopted, if applicable at that time, for our annual audited financial statements.

Jefferson Health System
Summary Statement of Revenues and Expenses
For the Six Month Period ended December 31, 2009
Compared to the Six Month Period Ended December 31, 2008

(\$ in Millions)

DRAFT - UNAUDITED STATEMENTS

	12/31/2009	12/31/2008
Net patient service revenue	\$1,260.7	\$1,633.7
Investment income	3.9	7.3
Other revenue	78.1	81.6
Net assets released from restriction	3.5	6.1
Total Revenue	\$1,346.1	\$1,728.8
Salaries and benefits	\$663.9	\$886.7
Physician and outside service fees	29.1	68.6
Supplies	240.6	290.7
Depreciation and amortization	64.6	82.8
Interest	9.9	13.4
Insurance	41.6	62.3
Provision for bad debts	43.4	77.9
Other	209.0	207.1
Total Expenses	\$1,302.0	\$1,689.5
Income from Operations	\$44.0	\$39.3
Non-Recurring Charges	\$0.0	\$0.0
Income from Operations after Non-Recurring	\$44.0	\$39.3
Nonoperating Gains (Losses):		
Investment income	\$6.3	(\$8.6)
Other	8.8	(61.8)
Nonoperating Gains (Losses), Net	\$15.1	(\$70.4)
Net Income/(Loss) Before Extraordinary		
Items and Transfers	\$59.1	(\$31.1)
Extraordinary items	\$0.0	(\$3.5)
Transfers	0.0	0.0
Net Income/(Loss) After Non-Recurring Charge,		
Extraordinary Items and Transfers	\$59.1	(\$34.6)

As of September 30, 2008, Albert Einstein Healthcare Network and as of December 31, 2008, Frankford Healthcare System are no longer a part of Jefferson Health System and as such their financial information subsequent to those dates are or will not be reflected in the financial statements.

This interim financial information is unaudited and may not include all adjustments necessary to conform to generally accepted accounting principles (GAAP) at fiscal year end (June 30). Not all recent accounting pronouncements have been reflected in our interim financial information but these pronouncements may be adopted, if applicable at that time, for our annual audited financial statements.

Jefferson Health System
Monthly Condensed Balance Sheet
As of December 31, 2009 and December 31, 2008
(\$ in Millions)

DRAFT - UNAUDITED STATEMENTS

	12/31/2009	12/31/2008
<u>Assets</u>		
Current Assets:		
Cash	\$230.8	\$231.2
Short-term investments	327.8	275.9
Patient accounts receivable, less allowances	257.4	318.3
Other accounts receivable, less allowances	23.9	44.8
Inventory	34.9	38.7
Assets whose use is limited	106.6	106.1
Other current assets	49.0	81.1
Discontinued Operations	10.8	0.0
Total Current Assets	\$1,041.1	\$1,096.0
Investments	\$440.2	\$488.2
Assets whose use is limited	468.2	510.1
Assets held by Affiliated Foundations	400.0	365.8
Property, plant and equipment	1,167.3	1,231.8
Other assets	36.4	41.0
Discontinued Operations	52.6	0.0
Total Assets	\$3,605.7	\$3,732.9
<u>Liabilities and Net Assets</u>		
Current Liabilities:		
Current portion of long-term debt	\$10.3	\$11.2
Accounts payable and accrued expenses	194.4	256.6
Accrued vacation and other employee costs	100.1	122.0
Accrued professional liability claims	80.6	66.9
Other liabilities	18.1	19.1
Discontinued Operations	14.3	0.0
Total Current Liabilities	\$417.7	\$475.7
Long-term obligations, less current portion	\$477.7	\$496.5
Accrued pension liability	281.3	66.6
Accrued professional liability claims	301.8	371.2
Other liabilities	59.3	105.5
Discontinued Operations	42.9	0.0
Total Liabilities	\$1,580.7	\$1,515.6
Net Assets	\$2,018.8	\$2,217.4
Net Assets of Discontinued Operations	\$6.1	\$0.0
Total Liabilities and Net Assets	\$3,605.7	\$3,732.9

As of September 30, 2008, Albert Einstein Healthcare Network and as of December 31, 2008, Frankford Healthcare System are no longer a part of Jefferson Health System and as such their financial information subsequent to those dates are or will not be reflected in the financial statements.

This interim financial information is unaudited and may not include all adjustments necessary to conform to generally accepted accounting principles (GAAP) at fiscal year end (June 30). Not all recent accounting pronouncements have been reflected in our interim financial information but these pronouncements may be adopted, if applicable at that time, for our annual audited financial statements.