

Consolidated Balance Sheets
as of September 30, 2016 and 2015
(In Thousands)

UNAUDITED		2016	2015			2016	2015
Assets				Liabilities and Net Assets			
Current assets				Current liabilities			
Cash and short-term investments	\$	109,720	\$ 257,780	Revolving line of credit	\$	3,025	\$ 122,440
Current portion of assets limited or restricted		343,810	216,056	Current portion of long-term debt		36,784	36,475
Patient accounts receivable, less allowance for uncollectible accounts		679,163	497,847	Short term borrowing		300,000	300,331
Premium receivable		9,838	6,229	Commercial paper		399,870	199,937
Other receivables		285,584	274,747	Accounts payable		695,382	548,239
Inventories		88,784	83,772	Accrued expenses		343,789	354,564
Prepaid expense and other assets		57,818	47,284	Unearned premiums		36,555	45,275
Estimated third-party payor settlements		16,696	10,259	Payable under securities lending agreements		43,016	128,456
				Estimated third-party payor settlements		128,086	112,222
Total current assets		1,591,413	1,393,974	Total current liabilities		1,986,507	1,847,939
Assets limited as to use or restricted, excluding current portion		2,416,539	2,392,767	Estimated self-insurance obligations		101,393	92,084
				Long-term debt, excluding current portion		1,284,692	1,329,322
Property and equipment, net		2,182,031	2,105,609	Other liabilities		1,040,346	1,015,933
				Total liabilities		4,412,938	4,285,278
Other assets				Net assets			
Deferred financing costs, net		-	7,469	Unrestricted:			
Goodwill		116,959	111,606	Noncontrolling interest in subsidiaries		160,932	22,523
Intangibles, net		252,547	290,939	SSMH unrestricted net assets		2,007,809	2,015,769
Investments in unconsolidated entities		93,582	80,745			2,168,741	2,038,292
Other		11,879	9,232	Temporarily restricted		56,766	43,048
				Permanently restricted		26,505	25,723
Total other assets		474,967	499,991	Total net assets		2,252,012	2,107,063
Total Assets	\$	6,664,950	\$ 6,392,341	Total Liabilities and Net Assets	\$	6,664,950	\$ 6,392,341

Consolidated Statements of Operations
for the periods ended September 30, 2016 and 2015
(In Thousands)

UNAUDITED	2016	2015
Net patient service revenues	\$ 3,180,882	\$ 2,745,930
Premiums earned	977,574	936,625
Investment income	24,433	(4,503)
Other revenues	392,216	295,773
Net assets released from restrictions	4,440	3,490
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Total operating revenues	4,579,545	3,977,315
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Operating expenses		
Compensation	2,029,111	1,792,856
Medical claims	416,693	389,925
Supplies	851,579	645,860
Professional fees and other	972,195	795,210
Interest	42,167	42,158
Depreciation and amortization	201,275	179,069
Impairment loss	-	-
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Total operating expenses	4,513,020	3,845,078
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Income (loss) from operations	66,525	132,237
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Nonoperating gains (losses)		
Investment income	105,874	(46,250)
Loss from early extinguishment of debt	-	-
Other, net	1,021	481
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Total nonoperating gains (losses), net	106,895	(45,769)
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Excess of Revenues Over Expenses Before Chg in Market Value of Int Rate Swaps & IT	173,420	86,468
Change in market value of interest rate swaps	(59,877)	(8,599)
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Excess of Revenues over Expenses Before Income Taxes	113,543	77,869
Income Taxes	456	1,295
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Excess of Revenues over Expenses	\$ 113,087	\$ 76,574

Consolidated Supplemental Statements
Assets Limited as to Use or Restricted
for the periods ended September 30, 2016 and 2015
(In Thousands)

UNAUDITED	2016	2015
Board designated:		
Unrestricted Investment Assets	\$ 2,258,737	\$ 2,082,088
Other Restricted Investment Assets	146,618	143,418
Reserves in Regulated Insurance Company	14,564	18,938
Held by trustees:		
Project funds	-	-
Bond funds	2,756	2,779
Self-insurance	183,117	163,294
Funds held in Escrow	-	-
Collateral held under swap agreements	28,270	1,080
Collateral held under securities lending agreements	43,016	128,455
Total assets limited as to use	<u>2,677,078</u>	<u>2,540,052</u>
Temporarily restricted funds	56,766	43,048
Permanently restricted funds	26,505	25,723
Total assets restricted as to use	<u>83,271</u>	<u>68,771</u>
Total assets limited as to use or restricted	2,760,349	2,608,823
Less: current portion	(343,810)	(216,056)
Noncurrent portion	<u><u>\$ 2,416,539</u></u>	<u><u>\$ 2,392,767</u></u>

**Operating Statistics
as of September 30, 2016 and 2015**

UNAUDITED	2016	2015
Licensed beds - total	4,616	4,166
Staffed beds - total	3,894	3,499
 Acute Patient Services		
Acute admissions	131,612	118,872
Acute patient days	639,915	555,295
Acute length of stay	4.9	4.7
 Skilled Patient Services		
Skilled admissions	907	823
Skilled patient days	101,033	99,941
Skilled length of stay	111.4	121.4
Births	11,937	12,612
Inpatient surgeries	28,379	25,352
Outpatient surgeries	50,854	47,231
Outpatient visits	1,189,552	1,101,050
ER visits	579,656	535,159
Adjusted equivalent admissions	465,223	389,139
Adjusted patient days	1,397,033	1,263,384