



Quarterly Disclosure Statements
(Unaudited)
For the Nine Months Ended September 30, 2025
For



Advocate Aurora Health, Inc.



The Charlotte-Mecklenburg Hospital Authority
Combined Group



Wake Forest Baptist Combined Group

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Introduction

Purpose of this Report

The purpose of this report is to provide information necessary to comply with continuing disclosure undertakings for the Advocate Aurora Health Credit Group, The Charlotte-Mecklenburg Hospital Authority d/b/a Atrium Health CMHA Combined Group and the Atrium Health Wake Forest Baptist Combined Group, as described below, all of which are now part of an integrated health care delivery and academic system known as Advocate Health.

Advocate Health

Advocate Aurora Health, Inc., a Delaware nonprofit nonstock corporation (“AAH”) and Atrium Health, Inc., a North Carolina nonprofit corporation (“AHI”), entered into a Joint Operating Agreement pursuant to which they created Advocate Health, Inc., a Delaware nonprofit nonstock corporation (the “Advocate Health JOC”), to manage and oversee an integrated health care delivery and academic system which focuses on meeting patients’ needs by redefining how, when and where care is delivered. AAH and AHI are the two corporate members of the Advocate Health JOC. AAH and the entities comprising the “AAH System” described below (the “AAH System Entities”) and AHI and the other participants in the “AHI Enterprise” described below (the “AHI Enterprise Entities”) have maintained their separate legal existence and no sale, transfer or other conveyance of their assets occurred in connection with the formation of Advocate Health. No assumption or guaranty of debt or other liabilities of the AAH System Entities or AHI Enterprise Entities, or changes to their respective credit groups described below, occurred in connection with the formation of Advocate Health. Advocate Health has a combined footprint across Illinois, Wisconsin, North Carolina, South Carolina, Georgia and Alabama.

Advocate Aurora Health, Inc.

AAH is the sole corporate member of Advocate Health Care Network, an Illinois not for profit corporation, (“Advocate”) and Aurora Health Care, Inc., a Wisconsin nonstock not for profit corporation (“Aurora”). AAH, Advocate, Aurora and their controlled subsidiaries are collectively referred to herein as the “AAH System.” The AAH System serves patients across northern and central Illinois and eastern Wisconsin. The participants in the AAH System do business as Advocate in Illinois and as Aurora in Wisconsin.

Atrium Health, Inc.

The Charlotte-Mecklenburg Hospital Authority (“CMHA” or “Atrium Health CMHA”), which directly and through its affiliates does business as Atrium Health, and the Wake Forest Baptist Health system (“Wake Forest Baptist” or “Atrium Health Wake Forest Baptist”), including Wake Forest School of Medicine, are part of a single enterprise (the “AHI Enterprise”), governed and managed by AHI pursuant to a health system integration agreement and related agreements. The AHI Enterprise serves patients across North Carolina, South Carolina, Georgia and Alabama. The participants in the AHI Enterprise do business as Atrium Health and Atrium Health Wake Forest Baptist (in North Carolina and South Carolina) and as Atrium Health Navicent and Atrium Health Floyd (in Georgia and Alabama).



Advocate Health

Introduction

The financial position and results of operation of Advocate Health are presented by combining the financial statements of AAH, Atrium Health CMHA and Atrium Health Wake Forest Baptist, which are under the common management of the Advocate Health JOC. Advocate Health, which includes Atrium Health CMHA, has prepared its financial statements in accordance with accounting principles as promulgated by the Financial Accounting Standards Board ("FASB"). Atrium Health CMHA is a governmental entity as defined by the Governmental Accounting Standards Board ("GASB"); accordingly, accounting principles as promulgated by GASB are the appropriate accounting principles for Atrium Health CMHA to follow. As part of the Advocate Health combined financial statements, the financial statements of Atrium Health CMHA are presented with FASB accounting principles. All significant intercompany transactions have been eliminated in the combination.

The Advocate Health combined financial statements are not required to be delivered pursuant to any continuing disclosure undertaking and are being provided on a voluntary basis.

ADVOCATE HEALTH
COMBINED BALANCE SHEETS - FASB
(in thousands)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 2,527,288	\$ 2,026,581
Short term investments	51,454	49,808
Assets limited as to use	235,044	185,331
Patient accounts receivable	4,251,022	3,974,174
Other current assets	3,231,576	1,894,762
Total current assets	<u>10,296,384</u>	<u>8,130,656</u>
Other assets		
Assets limited as to use	26,267,149	24,176,299
Property and equipment, net	14,306,574	13,541,714
Operating lease right-of-use assets	1,116,189	1,013,775
Other noncurrent assets	1,376,477	1,275,911
Total other assets	<u>43,066,389</u>	<u>40,007,699</u>
Total assets	<u>\$ 53,362,773</u>	<u>\$ 48,138,355</u>
Liabilities		
Current liabilities		
Long-term debt, current portion	\$ 2,221,673	\$ 1,238,272
Operating lease liabilities, current portion	201,687	196,933
Accrued salaries and employee benefits	2,542,270	2,551,275
Accounts payable and other accrued liabilities	3,768,359	2,903,762
Third-party payors payables	838,749	770,916
Total current liabilities	<u>9,572,738</u>	<u>7,661,158</u>
Noncurrent liabilities		
Long-term debt, less current portion	5,645,285	6,388,008
Operating lease liabilities, less current portion	1,071,453	897,771
Obligations under swap agreements	90,127	72,280
Other noncurrent liabilities	3,516,018	3,275,058
Total noncurrent liabilities	<u>10,322,883</u>	<u>10,633,117</u>
Total liabilities	<u>19,895,621</u>	<u>18,294,275</u>
Net assets		
Without donor restrictions		
Controlling interest	31,694,710	28,101,899
Noncontrolling interests in subsidiaries	210,666	212,737
Total net assets without donor restrictions	<u>31,905,376</u>	<u>28,314,636</u>
With donor restrictions		
Total net assets	<u>33,467,152</u>	<u>29,844,080</u>
Total liabilities and net assets	<u>\$ 53,362,773</u>	<u>\$ 48,138,355</u>

ADVOCATE HEALTH
COMBINED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS - FASB
(in thousands)

	<u>Nine Months Ended September 30, 2025</u>	<u>Nine Months Ended September 30, 2024</u>
Revenue		
Patient service revenue	\$ 24,145,672	\$ 21,595,491
Other revenue	4,689,290	4,175,776
Total revenue	<u>28,834,962</u>	<u>25,771,267</u>
Expenses		
Salaries, wages and benefits	15,616,224	14,194,367
Supplies and drugs	6,337,129	5,465,377
Purchased services and other expenses	4,485,144	4,033,909
Depreciation and amortization	923,791	911,939
Interest	186,797	201,491
Total expenses	<u>27,549,085</u>	<u>24,807,083</u>
Operating income	1,285,877	964,184
Nonoperating income		
Investment income, net	2,300,052	1,794,746
Other nonoperating income (loss), net	21,906	(43,909)
Total nonoperating income, net	<u>2,321,958</u>	<u>1,750,837</u>
Revenue in excess of expenses	3,607,835	2,715,021
Less income attributable to noncontrolling interests	<u>(39,337)</u>	<u>(51,119)</u>
Revenue in excess of expenses - attributable to controlling interest	\$ 3,568,498	\$ 2,663,902

ADVOCATE HEALTH
COMBINED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS - FASB
(in thousands)

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Net assets without donor restrictions, controlling interest		
Revenue in excess of expenses - attributable to controlling interest	\$ 3,568,498	\$ 2,663,902
Pension-related changes other than net periodic pension costs	15,084	6,085
Other, net	9,229	6,209
Increase in net assets without donor restrictions, controlling interest	<u>3,592,811</u>	<u>2,676,196</u>
Net assets without donor restrictions, noncontrolling interests		
Revenues in excess of expenses	39,337	51,119
Distributions to noncontrolling interests	<u>(41,408)</u>	<u>(45,986)</u>
(Decrease) increase in net assets without donor restrictions, noncontrolling interests	<u>(2,071)</u>	<u>5,133</u>
Net assets with donor restrictions		
Contributions	134,408	137,384
Investment income, net	68,127	64,082
Net assets released from restrictions	<u>(120,547)</u>	<u>(106,956)</u>
Other, net	<u>(49,656)</u>	<u>7,859</u>
Increase in net assets with donor restrictions	<u>32,332</u>	<u>102,369</u>
Increase in net assets	3,623,072	2,783,698
Net assets at beginning of period	29,844,080	26,493,177
Net assets at end of period	<u>\$ 33,467,152</u>	<u>\$ 29,276,875</u>

ADVOCATE HEALTH
COMBINED STATEMENTS OF CASH FLOWS - FASB
(in thousands)

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Cash flows from operating activities		
Increase in net assets	\$ 3,623,072	\$ 2,783,698
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation, amortization and accretion	910,898	897,614
Noncash lease expense	173,808	153,928
Gain on acquisition of business	(127,466)	—
Gain on sale of disposal group	—	(84,511)
Pension-related changes other than net periodic pension cost	(15,084)	(6,085)
Proceeds from restricted contributions and income on investments	(21,018)	(24,320)
Distribution to noncontrolling interests	51,279	53,310
Other	22,422	26,175
Changes in operating assets and liabilities		
Trading securities, net	(2,036,934)	(2,233,900)
Patient accounts receivable	(267,028)	(108,838)
Other assets and liabilities, net	(314,255)	(27,567)
Net cash provided by operating activities	<u>1,999,694</u>	<u>1,429,504</u>
Cash flows from investing activities		
Capital expenditures	(1,622,820)	(1,429,805)
Cash received from sale of disposal group	—	177,995
Acquisition of business, net of cash acquired	(27,158)	(116,706)
Investments in unconsolidated entities, net	(73,992)	(8,474)
Purchases of investments designated as non-trading	(17,028)	(25,997)
Sales of investments designated as non-trading	17,101	26,155
Other	5,256	3,243
Net cash used in investing activities	<u>(1,718,641)</u>	<u>(1,373,589)</u>
Cash flows from financing activities		
Repayments of long-term debt, net	(532,807)	(266,623)
Proceeds from issuance of long-term debt	750,000	250,806
Distribution to noncontrolling interests	(51,279)	(53,310)
Proceeds from restricted contributions and income on investments	21,018	24,320
Net cash provided by (used in) financing activities	<u>186,932</u>	<u>(44,807)</u>
Net increase in cash and cash equivalents	467,985	11,108
Cash and cash equivalents at beginning of period	2,081,874	2,340,370
Cash and cash equivalents at end of period	<u>\$ 2,549,859</u>	<u>\$ 2,351,478</u>
Reconciliation of cash and cash equivalents to the balance sheet		
Cash and cash equivalents	2,527,288	2,284,087
Restricted cash in investments and assets whose use is limited	22,571	67,391
	<u>\$ 2,549,859</u>	<u>\$ 2,351,478</u>
Supplemental disclosures of noncash information		
Operating lease right-of-use assets in exchange for new operating lease liabilities	\$ 352,409	\$ 191,493

Certain reclassifications were made to the nine months ended September 30, 2024 statement of cash flows amounts to conform to the classifications used in 2025. There was no impact on previously reported 2024 net assets or revenues in excess of expenses.

ADVOCATE HEALTH
UTILIZATION STATISTICS AND KEY FINANCIAL RATIOS

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024	Change	% Change
Census				
Discharges ⁽¹⁾	431,877	411,383	20,494	5.0 %
Observation Cases ⁽¹⁾	126,896	121,837	5,059	4.2 %
Total Bedded Patients	558,773	533,220	25,553	4.8 %
Inpatient Length of Stay ⁽¹⁾	5.31	5.40	(0.09)	(1.7)%
Case Mix Index	1.77	1.79	(0.02)	(1.1)%
Other Volume Stats				
Inpatient Surgeries	97,080	95,362	1,718	1.8 %
Outpatient Surgeries	242,920	239,593	3,327	1.4 %
Total Surgeries	340,000	334,955	5,045	1.5 %
ED Visits	1,770,182	1,702,063	68,119	4.0 %
wRVUs ⁽¹⁾	47,227,589	43,441,857	3,785,732	8.7 %

⁽¹⁾Prior year was updated to reflect the current year measurement methodology

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Operating Performance		
Operating margin ⁽¹⁾	4.5%	3.7%
Operating cash flow margin ⁽²⁾	8.3%	8.1%
Excess margin ⁽³⁾	11.6%	9.9%
Leverage and Liquidity		
Debt to capitalization ⁽⁴⁾	19.8%	21.2%
Cash to debt ⁽⁵⁾	344%	321%
Days cash on hand ⁽⁶⁾	281	276

⁽¹⁾ Operating income/Total revenue

⁽²⁾(Operating income + Interest + Depreciation and amortization)/Total revenue

⁽³⁾ Revenue in excess of expenses/(Total revenue + Total nonoperating income, net)

⁽⁴⁾(Long-term debt, current portion + Long-term debt, less current portion)/(Long-term debt, current portion + Long-term debt, less current portion + Total net assets without donor restrictions)

⁽⁵⁾Unrestricted cash and investments/(Long-term debt, current portion + Long-term debt, less current portion)

⁽⁶⁾Unrestricted cash and investments/((Total expenses - Depreciation and amortization)/days in period). The days cash on hand ratio is calculated from expenses on a trailing 12 month basis.

ADVOCATE HEALTH
OTHER FINANCIAL INFORMATION

Sources of Patient Service Revenue

In the nine months ended September 30, 2025 and 2024, the composition of Advocate Health's patient service revenue by payor was as follows:

Payor Mix	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Managed care	48 %	49 %
Medicare	31 %	31 %
Medicaid	19 %	17 %
Self-pay and other	2 %	3 %
	<u>100 %</u>	<u>100 %</u>

Unrestricted cash and investments

As of September 30, 2025 and December 31, 2024, the composition of Advocate Health's unrestricted cash and investments was as follows:

	As of September 30, 2025	As of December 31, 2024
Cash and cash equivalents	\$ 2,527,288	\$ 2,026,581
Short term investments, excluding restricted assets	12,721	11,840
Long-term investments, excluding restricted assets limited as to use	24,483,674	22,420,281
Total unrestricted cash and investments	\$ 27,023,683	\$ 24,458,702

Long-Term Debt

As of September 30, 2025 and December 31, 2024, the composition of Advocate Health's debt was as follows:

	September 30, 2025	December 31, 2024
Taxable fixed rate bonds	\$ 2,392,690 31%	\$ 2,392,690 32%
Tax-exempt fixed rate bonds	1,151,360 15%	1,208,120 16%
Tax-exempt variable rate bonds	1,839,580 24%	1,857,475 25%
Put bonds	938,610 12%	938,610 13%
Commercial paper	597,000 8%	270,000 4%
Finance leases / other banks debt	751,449 10%	781,448 10%
Total Long-term debt , excluding unamortized bond premiums and bond issuance costs and commercial paper original issue discount	\$ 7,670,689 100%	\$ 7,448,343 100%



ADVOCATE AURORA HEALTH, INC.

Introduction

Advocate Aurora Health Credit Group

AAH and certain other AAH System Entities are members of the “Obligated Group” (the “AAH Obligated Group”) created under a Second Amended and Restated Trust Indenture dated as of August 1, 2018 (the “AAH Master Indenture”) among the Obligated Group Members identified therein and U.S. Bank Trust Company, National Association, Master Trustee. The members of the AAH Obligated Group are jointly and severally liable on any “Obligations” issued under the AAH Master Indenture. Certain of the AAH Obligated Group’s affiliates are designated as “Restricted Affiliates” under the AAH Master Indenture.

Neither the Advocate JOC nor any of the AHI Enterprise Entities is a member of the AAH Obligated Group or a Restricted Affiliate as of the date of this report and, therefore, none of them have any obligation to provide for the payment of any Obligation issued under the AAH Master Indenture.

Basis of Presentation

The accompanying consolidated financial statements for AAH as of and for the three and nine months ended September 30, 2025 and 2024, have been prepared in accordance with U.S. generally accepted accounting principles, as promulgated by FASB. December 31, 2024 information is derived from the audited financial statements.

ADVOCATE AURORA HEALTH, INC.
CONSOLIDATED BALANCE SHEETS
(in thousands)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 443,762	\$ 716,506
Due from related party - centralized cash management arrangement	637,654	—
Assets limited as to use	200,287	179,057
Patient accounts receivable	2,071,333	2,009,794
Other current assets	2,216,748	1,085,336
Total current assets	<u>5,569,784</u>	<u>3,990,693</u>
Noncurrent assets		
Assets limited as to use	24,391,099	21,553,860
Property and equipment, net	6,225,192	6,079,747
Operating lease right-of-use assets	305,797	280,150
Other noncurrent assets	553,518	562,080
Total other assets	<u>31,475,606</u>	<u>28,475,837</u>
Total assets	<u>\$ 37,045,390</u>	<u>\$ 32,466,530</u>
Liabilities		
Current liabilities		
Long-term debt, current portion	\$ 814,224	\$ 343,589
Operating lease liabilities, current portion	68,490	67,961
Accrued salaries and employee benefits	1,233,527	1,400,664
Accounts payable and other accrued liabilities	2,543,693	1,536,611
Third-party payors payables	406,262	423,230
Total current liabilities	<u>5,066,196</u>	<u>3,772,055</u>
Noncurrent liabilities		
Long-term debt, less current portion	2,786,199	3,061,905
Operating lease liabilities, less current portion	281,214	249,594
Obligations under swap agreements	25,341	19,566
Due to related party - investment pool	9,593,142	7,945,909
Other noncurrent liabilities	2,056,169	1,869,124
Total noncurrent liabilities	<u>14,742,065</u>	<u>13,146,098</u>
Total liabilities	<u>19,808,261</u>	<u>16,918,153</u>
Net assets		
Without donor restrictions		
Controlling interest	16,765,279	15,088,922
Noncontrolling interests in subsidiaries	209,163	203,353
Total net assets without donor restrictions	<u>16,974,442</u>	<u>15,292,275</u>
With donor restrictions		
Total net assets	<u>17,237,129</u>	<u>15,548,377</u>
Total liabilities and net assets	<u>\$ 37,045,390</u>	<u>\$ 32,466,530</u>

In July 2025, Advocate Health, together with its affiliated entities, implemented a centralized cash management structure. Under this arrangement, operating cash for each affiliate is maintained by Advocate Health, Inc., on their behalf, to enhance efficiency and streamline financial operations.

ADVOCATE AURORA HEALTH, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
(in thousands)

	Three Months Ended September 30, 2025	Three Months Ended September 30, 2024	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Revenue				
Patient service revenue	\$ 3,980,198	\$ 3,542,807	\$ 11,426,258	\$ 10,415,526
Other revenue	702,813	697,419	2,033,325	2,074,936
Total revenue	4,683,011	4,240,226	13,459,583	12,490,462
Expenses				
Salaries, wages and benefits	2,559,869	2,395,609	7,615,700	7,094,329
Supplies and drugs	978,304	866,270	2,856,549	2,510,667
Purchased services and other expenses	785,136	735,676	2,039,422	2,052,196
Depreciation and amortization	142,777	137,842	426,532	417,758
Interest	29,545	30,374	90,087	91,517
Total expenses	4,495,631	4,165,771	13,028,290	12,166,467
Operating income	187,380	74,455	431,293	323,995
Nonoperating income				
Investment income, net	986,646	809,914	2,217,160	1,372,948
Other nonoperating loss, net	(415,261)	(320,691)	(930,283)	(450,798)
Total nonoperating income, net	571,385	489,223	1,286,877	922,150
Revenue in excess of expenses	758,765	563,678	1,718,170	1,246,145
Less income attributable to noncontrolling interests	(18,142)	(16,495)	(47,218)	(50,850)
Revenue in excess of expenses - attributable to controlling interest	\$ 740,623	\$ 547,183	\$ 1,670,952	\$ 1,195,295

ADVOCATE AURORA HEALTH, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
(in thousands)

	Three Months Ended September 30, 2025	Three Months Ended September 30, 2024	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Net assets without donor restrictions, controlling interest				
Revenue in excess of expenses - attributable to controlling interest	\$ 740,623	\$ 547,183	\$ 1,670,952	\$ 1,195,295
Pension-related changes other than net periodic pension costs	5,026	2,179	15,069	6,501
Net assets released from restrictions for purchase of property and equipment	1,905	1,027	7,757	4,399
Equity transfer to related party	—	—	(27,310)	—
Other, net	4,587	(864)	9,889	(2,043)
Increase in net assets without donor restrictions, controlling interest	752,141	549,525	1,676,357	1,204,152
Net assets without donor restrictions, noncontrolling interests				
Revenues in excess of expenses	18,142	16,495	47,218	50,850
Distributions to noncontrolling interests	(12,285)	(10,977)	(41,408)	(45,986)
Increase in net assets without donor restrictions, noncontrolling interests	5,857	5,518	5,810	4,864
Net assets with donor restrictions				
Contributions	9,741	5,643	15,406	11,431
Investment income, net	5,441	4,727	11,985	9,593
Net assets released from restrictions for operations	(7,691)	(2,668)	(13,049)	(8,183)
Net assets released from restrictions for purchase of property and equipment	(1,905)	(1,027)	(7,757)	(4,399)
Increase in net assets with donor restrictions	5,586	6,675	6,585	8,442
Increase in net assets	763,584	561,718	1,688,752	1,217,458
Net assets at beginning of period	16,473,545	14,914,794	15,548,377	14,259,054
Net assets at end of period	<u>\$ 17,237,129</u>	<u>\$ 15,476,512</u>	<u>\$ 17,237,129</u>	<u>\$ 15,476,512</u>

ADVOCATE AURORA HEALTH, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(in thousands)

	Three Months Ended September 30, 2025	Three Months Ended September 30, 2024	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Cash flows from operating activities				
Increase in net assets	\$ 763,584	\$ 561,718	\$ 1,688,752	\$ 1,217,458
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation, amortization and accretion	140,410	135,063	419,323	409,431
Noncash lease expense	16,076	16,088	50,284	50,390
Gain on sale of disposal group	—	—	—	(84,511)
Pension-related changes other than net periodic pension cost	(5,026)	(2,179)	(15,069)	(6,501)
Equity transfer to related party	—	—	27,310	—
Distribution to noncontrolling interests	12,285	10,977	51,279	53,310
Distribution from unconsolidated entities	644	382	6,723	6,499
Other	(189)	25,215	4,603	15,742
Changes in operating assets and liabilities				
Trading securities, net	(1,099,436)	(973,479)	(2,837,310)	(9,116,975)
Patient accounts receivable	40,293	113,778	(61,540)	(41,358)
Third-party payors receivables and payables, net	(230,135)	17,668	(168,886)	108,211
Due to related party	583,555	225,726	1,718,122	7,697,912
Other assets and liabilities, net	345,370	250,255	(56,607)	105,578
Net cash provided by operating activities	<u>567,431</u>	<u>381,212</u>	<u>826,984</u>	<u>415,186</u>
Cash flows from investing activities				
Capital expenditures	(182,167)	(180,909)	(588,498)	(503,698)
Net transfers to related party under centralized cash management arrangement	(637,654)	—	(637,654)	—
Cash received from sale of disposal group	—	—	—	177,995
Investments in unconsolidated entities, net	(341)	(360)	(1,416)	(3,754)
Purchases of investments designated as non-trading	(9,375)	(10,353)	(17,028)	(25,997)
Sales of investments designated as non-trading	9,352	10,498	17,101	26,155
Other	(541)	549	3,237	52
Net cash used in investing activities	<u>(820,726)</u>	<u>(180,575)</u>	<u>(1,224,258)</u>	<u>(329,247)</u>
Cash flows from financing activities				
Repayments of long-term debt, net	(136,236)	(82,390)	(197,859)	(101,026)
Proceeds from issuance of long-term debt	200,000	70,006	400,000	70,006
Equity transfer to related party	—	—	(27,310)	—
Distribution to noncontrolling interests	(12,285)	(10,977)	(51,279)	(53,310)
Proceeds from restricted contributions and income on investments	160	15	978	333
Net cash provided by (used in) financing activities	<u>51,639</u>	<u>(23,346)</u>	<u>124,530</u>	<u>(83,997)</u>
Net increase in cash and cash equivalents	(201,656)	177,291	(272,744)	1,942
Cash and cash equivalents at beginning of period	645,418	682,250	716,506	857,599
Cash and cash equivalents at end of period	<u>\$ 443,762</u>	<u>\$ 859,541</u>	<u>\$ 443,762</u>	<u>\$ 859,541</u>

Supplemental disclosures of noncash information

Operating lease right-of-use assets in exchange for new operating lease liabilities	\$ 52,872	\$ 15,907	\$ 71,874	\$ 36,758
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Certain reclassifications were made to the three and nine months ended September 30, 2024 statement of cash flows amounts to conform to the classifications used in 2025. There was no impact on previously reported 2024 net assets or revenues in excess of expenses.

ADVOCATE AURORA HEALTH, INC.
UTILIZATION STATISTICS AND SOURCES OF REVENUE

Utilization Statistics

A summary of certain combined utilization statistics for the AAH System for the three and nine months ended September 30, 2025 and 2024 are set forth in the table below.

	Three Months Ended September 30, 2025	Three Months Ended September 30, 2024	Change	% Change
Historical Utilization Statistics				
Discharges	70,917	67,333	3,584	5.3 %
Observation Cases	20,301	20,444	(143)	(0.7)%
Patient Days	347,713	336,456	11,257	3.3 %
Hospital Outpatient Visits	1,285,874	1,206,609	79,265	6.6 %
Physician Visits	2,869,348	2,773,743	95,605	3.4 %
Home Care Visits	244,382	224,364	20,018	8.9 %
Capitated Member Lives ⁽¹⁾	173,192	215,855	(42,663)	(19.8)%
	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024	Change	% Change
Historical Utilization Statistics				
Discharges	210,392	199,336	11,056	5.5 %
Observation Cases	60,222	62,750	(2,528)	(4.0)%
Patient Days	1,051,173	1,011,303	39,870	3.9 %
Hospital Outpatient Visits	3,787,684	3,578,670	209,014	5.8 %
Physician Visits	8,643,625	8,328,921	314,704	3.8 %
Home Care Visits	728,657	657,282	71,375	10.9 %

⁽¹⁾ As of the date set forth in the column header

Sources of Patient Service Revenue

In the three and nine months ended September 30, 2025 and 2024, the composition of the AAH System's patient service revenue by payor was as follows:

	Three Months Ended September 30, 2025	Three Months Ended September 30, 2024	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Payor Mix				
Managed Care	51 %	52 %	52 %	53 %
Medicare	31 %	32 %	32 %	32 %
Medicaid	16 %	13 %	14 %	13 %
Self-pay and Other	2 %	3 %	2 %	2 %
	100 %	100 %	100 %	100 %



THE CHARLOTTE-MECKLENBURG HOSPITAL AUTHORITY COMBINED GROUP

Introduction

Atrium Health CMHA Combined Group

CMHA issues revenue bonds ("CMHA Bonds") under a Second Amended and Restated Bond Order adopted in 1997 (as amended, the "CMHA Bond Order"). CMHA and certain of its affiliates have formed an "Obligated Group" (the "CMHA Obligated Group") under the CMHA Bond Order. Members of the CMHA Obligated Group are jointly and severally liable for payment of CMHA Bonds and other obligations secured by the CMHA Bond Order ("Parity Obligations"). The CMHA Bond Order also authorizes the creation of a "Combined Group" (the "CMHA Combined Group"), which consists of the members of the CMHA Obligated Group and any affiliates designated by CMHA ("Designated Affiliates").

None of the Advocate Health JOC, the AAH System Entities, or any entities that are part of Wake Forest Baptist, Atrium Health Navicent or Atrium Health Floyd are members of the CMHA Combined Group as of the date of this report and, therefore, none of them have any obligation to provide for the payment of the CMHA Bonds or Parity Obligations.

Basis of Presentation

The accompanying consolidated financial statements and highlights reflect the financial position and results of operations of the CMHA Combined Group as of and for the nine months ended September 30, 2025 and 2024. These financial statements have been prepared in accordance with U.S. generally accepted accounting principles, as promulgated by the GASB. December 31, 2024 information is derived from the audited financial statements.

THE CHARLOTTE-MECKLENBURG HOSPITAL AUTHORITY COMBINED GROUP

Financial Highlights (in thousands)

Nine Months Ended September 30, 2025 Compared with Nine Months Ended September 30, 2024:

For the nine months ended September 30, 2025, the excess of revenues and support over expenses and losses was \$1,315,098, a \$176,697 increase from 2024, driven primarily by higher operating revenue and investment income. Operating income was \$616,373 for the nine months ended September 30, 2025, which was \$220,327 above the prior year.

Total operating revenue increased 14.7% to \$8,621,929 largely due to greater hospital and medical group patient volumes, additional Medicaid supplemental program funding, and growth in retail pharmacy sales. Total operating expenses increased 12.4% to \$8,005,556, primarily due to personnel, supplies and drugs costs related to higher patient volumes along with other expense inflation.

As of September 30, 2025, days cash on hand was 262 days. Debt-to-capitalization ratio decreased from 23.6% at June 30, 2025, to 20.7% at September 30, 2025, primarily driven by excess of revenues and support over expenses and losses before contributions during the current year.

THE CMHA COMBINED GROUP
BALANCE SHEETS
(in thousands)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 753,721	\$ 394,089
Short term investments	38,733	37,969
Assets limited as to use	12,186	6,274
Patient accounts receivable	1,316,940	1,184,604
Other current assets	598,752	524,846
Total current assets	<u>2,720,332</u>	<u>2,147,782</u>
Other assets		
Assets limited as to use	7,517,151	7,012,371
Property and equipment, net	5,235,563	4,877,707
Operating lease right-of-use assets, net	589,608	483,352
Other noncurrent assets	717,073	587,658
Total other assets	<u>14,059,395</u>	<u>12,961,088</u>
Total assets	<u>16,779,727</u>	<u>15,108,870</u>
Deferred outflows of resources	224,514	196,442
Total assets and deferred outflows of resources	<u>\$ 17,004,241</u>	<u>\$ 15,305,312</u>
Liabilities		
Current liabilities		
Long-term debt, current portion	\$ 1,081,159	\$ 644,979
Operating lease liabilities, current portion	79,618	75,432
Accrued salaries and employee benefits	714,772	651,777
Accounts payable and other accrued liabilities	536,251	826,226
Third-party payors payables	275,644	242,270
Due to related party - centralized cash management program	192,426	—
Total current liabilities	<u>2,879,870</u>	<u>2,440,684</u>
Noncurrent liabilities		
Long-term debt, less current portion	1,697,772	2,083,807
Operating lease liabilities, less current portion	635,078	459,346
Obligations under swap agreements	63,968	52,076
Other noncurrent liabilities	862,682	794,384
Total noncurrent liabilities	<u>3,259,500</u>	<u>3,389,613</u>
Total liabilities	<u>6,139,370</u>	<u>5,830,297</u>
Deferred inflows of resources	226,143	184,373
Net position		
Net investment in capital assets	2,178,523	2,110,582
Restricted, by donor	10,596	536,967
Unrestricted	8,449,609	6,643,093
Total net position	<u>10,638,728</u>	<u>9,290,642</u>
Total liabilities and deferred inflows and net position	<u>\$ 17,004,241</u>	<u>\$ 15,305,312</u>

In July 2025, Advocate Health, together with its affiliated entities, implemented a centralized cash management structure. Under this arrangement, operating cash for each affiliate is maintained by Advocate Health, Inc., on their behalf, to enhance efficiency and streamline financial operations.

THE CMHA COMBINED GROUP
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
(in thousands)

	<u>Nine Months Ended September 30, 2025</u>	<u>Nine Months Ended September 30, 2024</u>
Revenue		
Patient service revenue	\$ 7,347,295	\$ 6,588,631
Other revenue	1,274,634	926,936
Total revenue	<u>8,621,929</u>	<u>7,515,567</u>
Expenses		
Salaries, wages, and benefits	4,394,119	3,966,962
Supplies and drugs	2,072,812	1,681,531
Purchased services and other expenses	1,149,393	1,081,413
Depreciation and amortization	389,232	389,615
Total operating expenses	<u>8,005,556</u>	<u>7,119,521</u>
Operating income	616,373	396,046
Nonoperating income		
Interest expense	(95,958)	(97,442)
Investment income, net	710,837	642,739
Other nonoperating income, net	83,846	197,058
Total nonoperating income, net	698,725	742,355
Excess of revenues and support over expenses and losses before contributions	\$ 1,315,098	\$ 1,138,401
Changes in net position		
Capital and other contributions	32,988	12,903
Changes in net position	1,348,086	1,151,304
Net position, beginning of year	9,290,642	7,935,089
Net position, end of period	\$ 10,638,728	\$ 9,086,393

THE CMHA COMBINED GROUP
STATEMENTS OF CASH FLOWS
(in thousands)

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Cash flows from operating activities		
Receipts from third-party payers and patients	\$ 7,248,333	\$ 6,591,484
Payments to suppliers	(3,162,537)	(2,839,253)
Payments to employees	(4,571,964)	(4,036,825)
Other receipts, net	936,300	931,694
Net cash provided by operating activities	<u>450,132</u>	<u>647,100</u>
Cash flows from noncapital financing activities		
Proceeds from the issuance of commercial paper	350,000	350,000
Retirements of commercial paper	(250,000)	(250,000)
Net transfers from related party under centralized cash management arrangement	192,426	—
Other activities	79,440	185,483
Net cash provided by noncapital financing activities	<u>371,866</u>	<u>285,483</u>
Cash flows from capital and related financing activities		
Capital expenditures	(585,190)	(724,478)
Interest payments on short- and long-term debt	(84,169)	(109,257)
Repayments of long-term debt, net	(45,518)	(44,820)
Contributions restricted for building and equipment purchases	33,179	(2,184)
Other contributions	1,543	13,627
Net cash used in capital and related financing activities	<u>(680,155)</u>	<u>(867,112)</u>
Cash flows from investing activities		
Investment earnings	37,989	14,700
Withdrawals from assets limited as to use	217,526	6,604,090
Contributions to assets limited as to use	(31,821)	(6,535,191)
Acquisition of business	(2,554)	(121,902)
Purchase of equity method investments	(3,326)	(4,720)
Net cash provided by (used in) investing activities	<u>217,814</u>	<u>(43,023)</u>
Net increase in cash, cash equivalents and restricted cash	359,657	22,448
Cash and cash equivalents		
Beginning of year	394,849	693,166
End of period	<u>\$ 754,506</u>	<u>\$ 715,614</u>
Reconciliation of cash and cash equivalents to the balance sheet		
Cash and cash equivalents	753,721	714,863
Restricted cash in investments and assets whose use is limited	785	751
Total cash, cash equivalents and restricted cash	<u>\$ 754,506</u>	<u>\$ 715,614</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 616,373	\$ 396,046
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation and amortization	389,232	389,615
Increase in patient accounts receivable, net	(132,336)	(27,875)
(Increase) decrease in other current assets	(153,667)	4,801
(Increase) decrease in other noncurrent assets	(380,168)	10,008
Decrease in accounts payable and other accrued liabilities	(201,469)	(121,858)
Increase (decrease) in other noncurrent liabilities	278,793	(34,365)
Increase in estimated third party payer settlements	33,374	30,728
Net cash provided by operating activities	<u>\$ 450,132</u>	<u>\$ 647,100</u>

**THE CMHA COMBINED GROUP
UTILIZATION STATISTICS**

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024	Change	% Change
Medical Group				
Practice locations ⁽¹⁾	543	546	(3)	(0.5)%
Total Physicians ⁽¹⁾	2,017	1,885	132	7.0 %
Patient visits (including faculty) ⁽¹⁾	5,119,717	4,858,923	260,794	5.4 %
Total Acute Care Facilities				
Adjusted patient days (excluding newborn)	1,649,117	1,582,366	66,751	4.2 %
Adjusted discharges (excluding newborn)	288,324	273,764	14,560	5.3 %
Surgical Procedures	82,086	80,474	1,612	2.0 %

⁽¹⁾ Prior year updated to reflect the current year measurement methodology.



ATRIUM HEALTH WAKE FOREST BAPTIST

Introduction

Atrium Health Wake Forest Baptist Combined Group

Atrium Health Wake Forest Baptist is an integrated clinical, research and academic enterprise operated by Wake Forest University Baptist Medical Center, a North Carolina nonprofit corporation ("WFUBMC"), which is a joint operating company that was established by Wake Forest University, a North Carolina nonprofit corporation ("WFU"), and North Carolina Baptist Hospital, a North Carolina nonprofit corporation ("NCBH"). Wake Forest University Health Sciences ("WFUHS") is a wholly-owned affiliate of WFU that owns all of the assets of and operates Wake Forest University School of Medicine and is part of Atrium Health Wake Forest Baptist.

WFUBMC, NCBH and WFUHS are the members of the "Obligated Group" (the "WFB Obligated Group") created under a Master Trust Indenture, dated as of March 1, 2010 (as supplemented and amended, the "WFB Master Indenture"), between NCBH and The Bank of New York Mellon Trust Company, N.A., as master trustee. The members of the WFB Obligated Group are jointly and severally liable on any "Obligations" issued under the WFB Master Indenture. The WFB Master Indenture authorizes the creation of a "Combined Group" (the "WFB Combined Group"), which consists of the members of the WFB Obligated Group and all "Designated Members." Wake Forest University is not a member of the WFB Obligated Group or a part of Wake Forest Baptist and is not directly or indirectly obligated to pay amounts due with respect to Obligations issued under the WFB Master Indenture.

None of the Advocate Health JOC, the AAH System Entities or CMHA or any of its affiliates are members of the WFB Combined Group as of the date of this report and, therefore, none of them have any obligation to provide for the payment of any Obligation issued under the WFB Master Indenture.

Basis of Presentation

The accompanying combined financial statements reflect the financial position and results of operations of Atrium Health Wake Forest Baptist as of and for the nine months ended September 30, 2025 and 2024. These financial statements have been prepared in accordance with U.S. generally accepted accounting principles, as promulgated by FASB. December 31, 2024 information is derived from the audited financial statements.

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINED BALANCE SHEETS
(in thousands)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>
Assets		
Current assets		
Cash and cash equivalents	\$ 560,385	\$ 482,279
Assets limited as to use	4,934	—
Patient accounts receivable	560,873	481,037
Other current assets	314,713	376,309
Total current assets	<u>1,440,905</u>	<u>1,339,625</u>
Noncurrent assets		
Assets limited as to use	2,567,818	2,274,755
Property and equipment, net	1,786,887	1,579,837
Operating lease right-of-use assets	209,374	154,937
Other noncurrent assets	157,009	194,976
Total noncurrent assets	<u>4,721,088</u>	<u>4,204,505</u>
Total assets	<u>\$ 6,161,993</u>	<u>\$ 5,544,130</u>
Liabilities		
Current liabilities		
Long-term debt, current portion	\$ 308,540	\$ 232,066
Operating lease liabilities, current portion	45,845	42,600
Accrued salaries and employee benefits	398,726	369,958
Accounts payable and other accrued liabilities	331,200	378,271
Third-party payors payables	83,306	72,727
Due to related party - centralized cash management arrangement	58,519	—
Total current liabilities	<u>1,226,136</u>	<u>1,095,622</u>
Noncurrent liabilities		
Long-term debt, less current portion	717,622	781,792
Operating lease liabilities, less current portion	169,548	118,278
Obligations under swap agreements	818	638
Other noncurrent liabilities	366,198	353,327
Total noncurrent liabilities	<u>1,254,186</u>	<u>1,254,035</u>
Total liabilities	<u>2,480,322</u>	<u>2,349,657</u>
Net assets		
Without donor restrictions		
Controlling interest	3,184,265	2,661,947
Noncontrolling interests in subsidiaries	1,503	9,384
Total net assets without donor restrictions	<u>3,185,768</u>	<u>2,671,331</u>
With donor restrictions		
Total net assets	<u>3,681,671</u>	<u>3,194,473</u>
Total liabilities and net assets	<u>\$ 6,161,993</u>	<u>\$ 5,544,130</u>

In July 2025, Advocate Health, together with its affiliated entities, implemented a centralized cash management structure. Under this arrangement, operating cash for each affiliate is maintained by Advocate Health, Inc., on their behalf, to enhance efficiency and streamline financial operations.

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
(in thousands)

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024
Revenue		
Patient service revenue	\$ 3,728,424	\$ 3,123,835
Other revenue	1,093,999	880,813
Total revenue	<u>4,822,423</u>	<u>4,004,648</u>
Expenses		
Salaries, wages and benefits	2,470,922	2,158,277
Supplies and drugs	1,085,705	983,873
Purchased services and other	873,339	612,681
Depreciation and amortization	109,650	118,775
Interest	26,997	23,447
Total expenses	<u>4,566,613</u>	<u>3,897,053</u>
Operating income	255,810	107,595
Nonoperating income		
Investment income, net	167,473	161,527
Other nonoperating income (loss), net	119,722	(5,592)
Total nonoperating income, net	<u>287,195</u>	<u>155,935</u>
Revenue in excess of expenses	543,005	263,530
Less loss (income) attributable to noncontrolling interests	7,881	(269)
Revenue in excess of expenses - attributable to controlling interest	\$ 550,886	\$ 263,261

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
(in thousands)

	<u>Nine Months Ended September 30, 2025</u>	<u>Nine Months Ended September 30, 2024</u>
Net assets without donor restrictions, controlling interest		
Revenue in excess of expenses - attributable to controlling interest	\$ 550,886	\$ 263,261
Pension-related changes other than net periodic pension costs	15	(416)
Equity transfer to related party, net	(28,924)	—
Other, net	341	—
Increase in net assets without donor restrictions, controlling interest	<u>522,318</u>	<u>262,845</u>
Net assets without donor restrictions, noncontrolling interests		
Revenues (less than) in excess of expenses - attributable to noncontrolling interests	(7,881)	269
(Decrease) increase in net assets without donor restrictions, noncontrolling interests	<u>(7,881)</u>	<u>269</u>
Net assets with donor restrictions		
Contributions	72,544	87,618
Investment income, net	23,312	13,322
Net assets released from restrictions for operations	(71,536)	(68,635)
Other, net	(51,559)	5,710
(Decrease) increase in net assets with donor restrictions	<u>(27,239)</u>	<u>38,015</u>
Increase in net assets	487,198	301,129
Net assets at beginning of period	3,194,473	2,880,481
Net assets at end of period	<u>\$ 3,681,671</u>	<u>\$ 3,181,610</u>

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINED STATEMENTS OF CASH FLOWS

(in thousands)

	<u>Nine Months Ended September 30, 2025</u>	<u>Nine Months Ended September 30, 2024</u>
Cash flows from operating activities		
Increase in net assets	\$ 487,198	\$ 301,129
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	108,822	117,948
Noncash lease expense	38,975	31,027
Pension-related changes other than net periodic pension cost	(15)	416
Equity transfer to related party, net	28,924	—
Contribution from business combination	(127,466)	—
Other	(5,089)	(8,728)
Changes in operating assets and liabilities		
Trading securities, net	798,277	(175,201)
Patient accounts receivable	(70,015)	(32,508)
Third-party payors receivables and payables, net	39,453	10,995
Due from related party	(1,041,537)	—
Other assets and liabilities, net	20,143	(13,461)
Net cash provided by operating activities	<u>277,670</u>	<u>231,617</u>
Cash flows from investing activities		
Capital expenditures	(264,530)	(256,097)
Acquisition of business, net of cash acquired	(27,158)	—
Other	519	7
Net cash used in investing activities	<u>(291,169)</u>	<u>(256,090)</u>
Cash flows from financing activities		
Repayments of long-term debt, net	(22,433)	(103,384)
Proceeds from issuance of long-term debt	—	80,800
Net transfers from related party under centralized cash management arrangement	58,519	—
Proceeds from restricted contributions and income on investments	4,370	8,721
Equity transfer from related party, net	18,402	—
Net cash provided by (used in) financing activities	<u>58,858</u>	<u>(13,863)</u>
Net decrease in cash and cash equivalents	45,359	(38,336)
Cash and cash equivalents at beginning of period	536,812	491,757
Cash and cash equivalents at end of period	<u>\$ 582,171</u>	<u>\$ 453,421</u>
Reconciliation of cash and cash equivalents to the balance sheet		
Cash and cash equivalents	560,385	386,781
Restricted cash in assets limited as to use	21,786	66,640
	<u>\$ 582,171</u>	<u>\$ 453,421</u>
Supplemental disclosures of noncash information		
Operating lease right-of-use assets in exchange for new operating lease liabilities	\$ 93,233	\$ 23,177

Certain reclassifications were made to the nine months ended September 30, 2024 statement of cash flows amounts to conform to the classifications used in 2025. There was no impact on previously reported 2024 net assets or revenues in excess of expenses.

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINING BALANCE SHEET INFORMATION

(in thousands)

	September 30, 2025			
	Atrium Health Wake Forest Baptist	Non-Designated Entities	Eliminations	Atrium Health Wake Forest Baptist Combined Group
Assets				
Current assets				
Cash and cash equivalents	\$ 560,385	\$ (29,844)	\$ —	\$ 530,541
Assets limited as to use	4,934	(4,934)	—	—
Patient accounts receivable	560,873	(44,227)	—	516,646
Other current assets	314,713	(36,547)	—	278,166
Total current assets	<u>1,440,905</u>	<u>(115,552)</u>	<u>—</u>	<u>1,325,353</u>
Noncurrent assets				
Assets limited as to use	2,567,818	(206,926)	—	2,360,892
Property and equipment, net	1,786,887	(153,334)	—	1,633,553
Operating lease right-of-use assets	209,374	(45,965)	—	163,409
Other noncurrent assets	157,009	(55,822)	(175,668)	(74,481)
Total noncurrent assets	<u>4,721,088</u>	<u>(462,047)</u>	<u>(175,668)</u>	<u>4,083,373</u>
Total assets	<u>\$ 6,161,993</u>	<u>\$ (577,599)</u>	<u>\$ (175,668)</u>	<u>\$ 5,408,726</u>
Liabilities				
Current liabilities				
Long-term debt, current portion	\$ 308,540	\$ (1,949)	\$ —	\$ 306,591
Operating lease liabilities, current portion	45,845	(10,831)	—	35,014
Accrued salaries and employee benefits	398,726	(24,071)	—	374,655
Accounts payable and other accrued liabilities	331,200	(252,042)	—	79,158
Third-party payors payables	83,306	(3,096)	—	80,210
Due to related party - centralized cash management arrangement	58,519	—	—	58,519
Total current liabilities	<u>1,226,136</u>	<u>(291,989)</u>	<u>—</u>	<u>934,147</u>
Noncurrent liabilities				
Long-term debt, less current portion	717,622	(55,069)	—	662,553
Operating lease liabilities, less current portion	169,548	(36,808)	—	132,740
Obligations under swap agreements	818	—	—	818
Other noncurrent liabilities	366,198	(2,396)	—	363,802
Total noncurrent liabilities	<u>1,254,186</u>	<u>(94,273)</u>	<u>—</u>	<u>1,159,913</u>
Total liabilities	<u>2,480,322</u>	<u>(386,262)</u>	<u>—</u>	<u>2,094,060</u>
Net assets				
Without donor restrictions				
Controlling interest	3,184,265	(185,759)	(174,165)	2,824,341
Noncontrolling interests in subsidiaries	1,503	—	(1,503)	—
Total net assets without donor restrictions	<u>3,185,768</u>	<u>(185,759)</u>	<u>(175,668)</u>	<u>2,824,341</u>
With donor restrictions				
Total net assets	<u>495,903</u>	<u>(5,578)</u>	<u>—</u>	<u>490,325</u>
Total net assets	<u>3,681,671</u>	<u>(191,337)</u>	<u>(175,668)</u>	<u>3,314,666</u>
Total liabilities and net assets	<u>\$ 6,161,993</u>	<u>\$ (577,599)</u>	<u>\$ (175,668)</u>	<u>\$ 5,408,726</u>

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINING STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
(in thousands)

	Nine Months Ended September 30, 2025			
	Atrium Health Wake Forest Baptist	Non-Designated Entities	Eliminations	Atrium Health Wake Forest Baptist Combined Group
Revenue				
Patient service revenue	\$ 3,728,424	\$ (268,784)	\$ —	\$ 3,459,640
Other revenue	1,093,999	(23,433)	—	1,070,566
Total revenue	4,822,423	(292,217)	—	4,530,206
Expenses				
Salaries, wages and benefits	2,470,922	(174,071)	—	2,296,851
Supplies and drugs	1,085,705	(51,780)	—	1,033,925
Purchased services and other	873,339	(70,041)	—	803,298
Depreciation and amortization	109,650	(13,478)	—	96,172
Interest	26,997	(966)	—	26,031
Total expenses	4,566,613	(310,336)	—	4,256,277
Operating income	255,810	18,119	—	273,929
Nonoperating income				
Investment income, net	167,473	(9,606)	—	157,867
Other nonoperating loss, net	119,722	1,879	37,200	158,801
Total nonoperating income, net	287,195	(7,727)	37,200	316,668
Revenue in excess of expenses	543,005	10,392	37,200	590,597
Less loss attributable to noncontrolling interests	7,881	—	(7,881)	—
Revenue in excess of expenses - attributable to controlling interest	\$ 550,886	\$ 10,392	\$ 29,319	\$ 590,597

(Continued)

ATRIUM HEALTH WAKE FOREST BAPTIST
COMBINING STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
(in thousands)

	Nine Months Ended September 30, 2025			
	Atrium Health Wake Forest Baptist	Non-Designated Entities	Eliminations	Atrium Health Wake Forest Baptist Combined Group
Net assets without donor restrictions, controlling interest				
Revenue in excess of expenses - attributable to controlling interest	\$ 550,886	\$ 10,392	\$ 29,319	\$ 590,597
Pension-related changes other than net periodic pension costs	15	1	—	16
Equity transfer to related party, net	(28,924)	(85,343)	(139,703)	(253,970)
Other, net	341	—	—	341
Increase in net assets without donor restrictions, controlling interest	522,318	(74,950)	(110,384)	336,984
Net assets without donor restrictions, noncontrolling interests				
Revenues less than expenses - attributable to noncontrolling interests	(7,881)	—	7,881	—
Decrease in net assets without donor restrictions, noncontrolling interests	(7,881)	—	7,881	—
Net assets with donor restrictions				
Contributions	72,544	(4,957)	—	67,587
Investment income, net	23,312	—	—	23,312
Net assets released from restrictions for operations	(71,536)	(587)	—	(72,123)
Other, net	(51,559)	2	—	(51,557)
Decrease in net assets with donor restrictions	(27,239)	(5,542)	—	(32,781)
Increase in net assets	487,198	(80,492)	(102,503)	304,203
Net assets at beginning of period	3,194,473	(110,845)	(73,165)	3,010,463
Net assets at end of period	<u>\$ 3,681,671</u>	<u>\$ (191,337)</u>	<u>\$ (175,668)</u>	<u>\$ 3,314,666</u>

**ATRIUM HEALTH WAKE FOREST BAPTIST COMBINED GROUP
UTILIZATION STATISTICS**

	Nine Months Ended September 30, 2025	Nine Months Ended September 30, 2024	Change	% Change
Case Mix Adjusted Equivalent Discharges	261,149	239,381	21,768	9.1 %
Patient Days	284,710	264,647	20,063	7.6 %
Inpatient Admissions	54,040	50,329	3,711	7.4 %
Average Length of Stay	5.27	5.26	0.01	0.2 %
Average Length of Stay (Case Mix Adjusted)	2.87	2.82	0.05	1.8 %
Inpatient Operating Room Cases	14,327	14,458	(131)	(0.9)%
Outpatient Operating Room Cases	34,426	32,953	1,473	4.5 %
Total Operating Room Cases	48,753	47,411	1,342	2.8 %
Emergency Department Visits	170,479	161,901	8,578	5.3 %
Case Mix Index (all payors using Medicare weights)	1.8332	1.8621	(0.0289)	(1.6)%
RVUs	9,209,576	8,021,476	1,188,100	14.8 %
Outpatient Visits ⁽¹⁾	2,428,173	1,568,990	859,183	54.8 %

⁽¹⁾The methodology for calculation of outpatient visits has changed beginning March 2025. The previous year has not been restated.