

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

TENET HEALTHCARE CORP

Form 10-Q

April 29, 2019

false--12-31Q120192019-03-3110-Q0000070318103131661falseLarge Accelerated FilerTENET HEALTHCARE
CORPfalse2000000P7YP3DP20DP3YP3YP3Y522100000053820000000280000000.050.05151433339262500000149384952
0000070318 2019-01-01 2019-03-31 0000070318 2019-04-24 0000070318 2018-12-31 0000070318 2019-03-31
0000070318 2018-01-01 2018-03-31 0000070318 2017-12-31 0000070318 2018-03-31 0000070318
us-gaap:ComputerSoftwareIntangibleAssetMember 2018-12-31 0000070318 us-gaap:OtherIntangibleAssetsMember
2018-12-31 0000070318 us-gaap:TradeNamesMember 2018-12-31 0000070318
us-gaap:ContractBasedIntangibleAssetsMember 2018-12-31 0000070318 thc:CoreServicesAndOtherSegmentMember
2019-01-01 2019-03-31 0000070318 thc:CaptiveInsuranceSubsidiariesMember 2019-03-31 0000070318
thc:AmbulatoryCareMember 2019-01-01 2019-03-31 0000070318 thc:CaptiveInsuranceSubsidiariesMember
2018-12-31 0000070318 thc:HealthPlanRelatedBusinessesMember 2018-12-31 0000070318
us-gaap:AccountsPayableMember 2019-01-01 2019-03-31 0000070318 thc:HealthPlanRelatedBusinessesMember
2019-03-31 0000070318 2019-01-01 0000070318 us-gaap:AccountsPayableMember 2018-01-01 2018-12-31
0000070318 2018-01-01 2018-12-31 0000070318 us-gaap:AccountsPayableMember 2018-12-31 0000070318
us-gaap:AccountsPayableMember 2019-03-31 0000070318 thc:UnitedSurgicalPartnersInternationalMember
2019-01-01 2019-03-31 0000070318 us-gaap:AccountingStandardsUpdate201602Member 2019-01-01 0000070318
us-gaap:TradeNamesMember 2019-03-31 0000070318 us-gaap:ContractBasedIntangibleAssetsMember 2019-03-31
0000070318 us-gaap:ComputerSoftwareIntangibleAssetMember 2019-03-31 0000070318
us-gaap:OtherIntangibleAssetsMember 2019-03-31 0000070318 us-gaap:SegmentDiscontinuedOperationsMember
2018-12-31 0000070318 us-gaap:SegmentContinuingOperationsMember 2019-03-31 0000070318
us-gaap:SegmentContinuingOperationsMember 2018-12-31 0000070318
us-gaap:SegmentDiscontinuedOperationsMember 2019-03-31 0000070318 thc:CharityCarePatientsMember
2018-01-01 2018-03-31 0000070318 thc:DisproportionateShareHospitalMember 2018-01-01 2018-03-31 0000070318
thc:CharityCarePatientsMember 2019-01-01 2019-03-31 0000070318 us-gaap:SelfPayMember 2018-01-01
2018-03-31 0000070318 thc:DisproportionateShareHospitalMember 2019-01-01 2019-03-31 0000070318
us-gaap:SelfPayMember 2019-01-01 2019-03-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherCurrentLiabilitiesMember 2019-03-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherAssetsMember 2018-12-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherAssetsMember 2019-03-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherNoncurrentLiabilitiesMember 2018-12-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherCurrentAssetsMember 2019-03-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherCurrentLiabilitiesMember 2018-12-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherCurrentAssetsMember 2018-12-31 0000070318 thc:CaliforniaProviderFeeProgramMember
us-gaap:OtherNoncurrentLiabilitiesMember 2019-03-31 0000070318 thc:ConiferSegmentMember 2019-01-01
2019-03-31 0000070318 thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318
thc:ConiferSegmentMember 2017-12-31 0000070318 us-gaap:LongTermContractWithCustomerMember
thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 us-gaap:ShortTermContractWithCustomerMember
thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 us-gaap:LongTermContractWithCustomerMember
thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318 thc:ConiferSegmentMember 2019-03-31
0000070318 thc:ConiferSegmentMember 2018-03-31 0000070318
us-gaap:ShortTermContractWithCustomerMember thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318
thc:ConiferSegmentMember 2018-12-31 0000070318
thc:HospitalOperationsAndOtherTotalPriorToInterSegmentEliminationsMember 2019-01-01 2019-03-31 0000070318
thc:HospitalOperationsAndOtherTotalPriorToInterSegmentEliminationsMember 2018-12-31 0000070318
thc:HospitalOperationsAndOtherTotalPriorToInterSegmentEliminationsMember 2019-03-31 0000070318
thc:HospitalOperationsAndOtherTotalPriorToInterSegmentEliminationsMember 2018-01-01 2018-03-31 0000070318
thc:HospitalOperationsAndOtherTotalPriorToInterSegmentEliminationsMember 2017-12-31 0000070318
thc:HospitalOperationsAndOtherTotalPriorToInterSegmentEliminationsMember 2018-03-31 0000070318
us-gaap:DisposalGroupHeldforsaleNotDiscontinuedOperationsMember thc:ChicagoFacilitiesMember 2017-10-01

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

2017-12-31 0000070318 thc:ChicagoFacilitiesMember 2018-12-31 0000070318 thc:ChicagoFacilitiesMember
2018-01-01 2018-12-31 0000070318 us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember
thc:ChicagoFacilitiesMember 2019-01-01 2019-03-31 0000070318
us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember thc:MacNealHospitalMember
2018-01-01 2018-03-31 0000070318 us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember
2018-01-01 2018-03-31 0000070318 us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember
thc:AspenFacilitiesMember 2018-01-01 2018-03-31 0000070318
us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember 2019-01-01 2019-03-31 0000070318
us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember thc:PhiladelphiaFacilitiesMember
2018-01-01 2018-03-31 0000070318 us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember
thc:ChicagoFacilitiesMember 2018-01-01 2018-03-31 0000070318
us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember thc:AspenFacilitiesMember
2019-01-01 2019-03-31 0000070318 us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember
thc:PhiladelphiaFacilitiesMember 2019-01-01 2019-03-31 0000070318
us-gaap:DisposalGroupDisposedOfBySaleNotDiscontinuedOperationsMember thc:MacNealHospitalMember
2019-01-01 2019-03-31 0000070318 thc:PhiladelphiaFacilitiesMember 2018-01-01 2018-03-31 0000070318
thc:ChicagoFacilitiesMember 2018-01-01 2018-03-31 0000070318 srt:MinimumMember us-gaap:EquipmentMember
2019-03-31 0000070318 srt:MinimumMember 2019-03-31 0000070318 srt:MinimumMember
thc:MedicalEquipmentMember 2019-01-01 2019-03-31 0000070318 thc:MedicalEquipmentMember 2019-03-31
0000070318 thc:MedicalEquipmentMember 2019-01-01 2019-03-31 0000070318 srt:MinimumMember
us-gaap:LandAndBuildingMember 2019-03-31 0000070318 srt:MaximumMember 2019-03-31 0000070318
srt:MaximumMember us-gaap:LandAndBuildingMember 2019-03-31 0000070318 srt:MinimumMember 2019-01-01
2019-03-31 0000070318 thc:DebtInstrument6.75PercentSeniorNotesDue2020Member us-gaap:SeniorNotesMember
2018-12-31 0000070318 thc:DebtInstrument7.5PercentSeniorSecuredNoteDue2022Member
us-gaap:SeniorNotesMember 2019-03-31 0000070318 thc:DebtInstrument8.125PercentSeniorNotesDue2022Member
us-gaap:SeniorNotesMember 2019-03-31 0000070318
thc:DebtInstrument6PercentSeniorSecuredNotesDue2020Member us-gaap:SeniorNotesMember 2018-12-31
0000070318 thc:FourPointSixTwoFivePercentSeniorSecuredNoteDue2024Member us-gaap:SeniorNotesMember
2018-12-31 0000070318 thc:DebtInstrument4.375PercentSeniorSecuredNotesDue2021Member
us-gaap:SeniorNotesMember 2019-03-31 0000070318
thc:DebtInstrument4.50PercentSeniorSecuredNotesDue2021Member us-gaap:SeniorNotesMember 2018-12-31
0000070318 thc:DebtInstrumentFiveAndHalfPercentSeniorNotesDue2019Member us-gaap:SeniorNotesMember
2018-12-31 0000070318 thc:DebtInstrument4.375PercentSeniorSecuredNotesDue2021Member
us-gaap:SeniorNotesMember 2018-12-31 0000070318 thc:DebtInstrument6.75PercentSeniorNotesDue2020Member
us-gaap:SeniorNotesMember 2019-03-31 0000070318 thc:SeniorSecuredSecondLienNotesDue2025Member
us-gaap:SeniorNotesMember 2019-03-31 0000070318 us-gaap:LetterOfCreditMember 2018-12-31 0000070318
thc:DebtInstrument6.875PercentSeniorNotesDue2031Member us-gaap:SeniorNotesMember 2019-03-31 0000070318
thc:DebtInstrument6PercentSeniorSecuredNotesDue2020Member us-gaap:SeniorNotesMember 2019-03-31
0000070318 thc:DebtInstrument6.75PercentSeniorNotesDue2023Member us-gaap:SeniorNotesMember 2019-03-31
0000070318 thc:DebtInstrumentFiveAndHalfPercentSeniorNotesDue2019Member us-gaap:SeniorNotesMember
2019-03-31 0000070318 thc:DebtInstrument4.75PercentSeniorSecuredNotesDue2020Member
us-gaap:SeniorNotesMember 2018-12-31 0000070318 thc:DebtInstrument6.875PercentSeniorNotesDue2031Member
us-gaap:SeniorNotesMember 2018-12-31 0000070318
thc:DebtInstrument4.75PercentSeniorSecuredNotesDue2020Member us-gaap:SeniorNotesMember 2019-03-31
0000070318 thc:DebtInstrument6.250SeniorSecuredNotesDue2027Member us-gaap:SeniorNotesMember 2018-12-31
0000070318 thc:SeniorSecuredSecondLienNotesDue2025Member us-gaap:SeniorNotesMember 2018-12-31
0000070318 thc:DebtInstrument4.50PercentSeniorSecuredNotesDue2021Member us-gaap:SeniorNotesMember
2019-03-31 0000070318 thc:DebtInstrument7.5PercentSeniorSecuredNoteDue2022Member
us-gaap:SeniorNotesMember 2018-12-31 0000070318 thc:DebtInstrument6.250SeniorSecuredNotesDue2027Member
us-gaap:SeniorNotesMember 2019-03-31 0000070318
thc:FourPointSixTwoFivePercentSeniorSecuredNoteDue2024Member us-gaap:SeniorNotesMember 2019-03-31

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

0000070318 thc:DebtInstrument6.75PercentSeniorNotesDue2023Member us-gaap:SeniorNotesMember 2018-12-31
0000070318 us-gaap:LetterOfCreditMember 2019-03-31 0000070318
thc:DebtInstrument8.125PercentSeniorNotesDue2022Member us-gaap:SeniorNotesMember 2018-12-31 0000070318
thc:SeniorUnsecuredNotesDue2025Member us-gaap:SeniorNotesMember 2018-12-31 0000070318
thc:SeniorUnsecuredNotesDue2025Member us-gaap:SeniorNotesMember 2019-03-31 0000070318
thc:DebtInstrument6.250SeniorSecuredNotesDue2027Member us-gaap:SeniorNotesMember 2019-02-05 0000070318
thc:Debtinstrument7.5PercentSeniorSecuredNoteDue2022Member us-gaap:SeniorNotesMember 2019-02-05
0000070318 srt:MinimumMember us-gaap:LineOfCreditMember
us-gaap:LondonInterbankOfferedRateLIBORMember 2019-01-01 2019-03-31 0000070318
thc:Debtinstrument7.5PercentSeniorSecuredNoteDue2022Member 2019-02-05 0000070318 srt:MaximumMember
us-gaap:LineOfCreditMember 2019-01-01 2019-03-31 0000070318 us-gaap:LetterOfCreditMember 2019-01-01
2019-03-31 0000070318 srt:MinimumMember us-gaap:LineOfCreditMember us-gaap:BaseRateMember 2019-01-01
2019-03-31 0000070318 us-gaap:LineOfCreditMember 2019-03-31 0000070318 srt:MaximumMember
us-gaap:LineOfCreditMember us-gaap:LondonInterbankOfferedRateLIBORMember 2019-01-01 2019-03-31
0000070318 thc:DebtInstrument6.75PercentSeniorNotesDue2020Member us-gaap:SeniorNotesMember 2019-02-05
0000070318 srt:MaximumMember us-gaap:LineOfCreditMember us-gaap:BaseRateMember 2019-01-01 2019-03-31
0000070318 thc:DebtInstrumentFiveAndHalfPercentSeniorNotesDue2019Member us-gaap:SeniorNotesMember
2019-02-05 0000070318 thc:DebtInstrumentFiveAndHalfPercentSeniorNotesDue2019Member 2019-02-05
0000070318 srt:MinimumMember us-gaap:LineOfCreditMember 2019-01-01 2019-03-31 0000070318
thc:DebtInstrument6.250SeniorSecuredNotesDue2027Member 2019-02-05 0000070318 srt:MaximumMember
us-gaap:LetterOfCreditMember 2019-01-01 2019-03-31 0000070318 us-gaap:OtherCurrentLiabilitiesMember
thc:IncomeAndRevenueCollectionGuaranteeMember 2019-03-31 0000070318
thc:IncomeAndRevenueCollectionGuaranteeMember 2019-03-31 0000070318
thc:GuaranteedInvesteesOfThirdPartiesMember 2019-03-31 0000070318 us-gaap:OtherCurrentLiabilitiesMember
thc:GuaranteedInvesteesOfThirdPartiesMember 2019-03-31 0000070318 us-gaap:RestrictedStockUnitsRSUMember
2019-03-31 0000070318 us-gaap:RestrictedStockUnitsRSUMember 2019-01-01 2019-03-31 0000070318
us-gaap:RestrictedStockUnitsRSUMember 2018-12-31 0000070318 us-gaap:EmployeeStockOptionMember
thc:ExercisePriceRangeTwoMember 2019-01-01 2019-03-31 0000070318 us-gaap:EmployeeStockOptionMember
thc:ExercisePriceRangeThreeMember 2019-03-31 0000070318 us-gaap:EmployeeStockOptionMember 2019-03-31
0000070318 us-gaap:EmployeeStockOptionMember 2019-01-01 2019-03-31 0000070318
us-gaap:EmployeeStockOptionMember thc:ExercisePriceRangeTwoMember 2019-03-31 0000070318
us-gaap:EmployeeStockOptionMember thc:ExercisePriceRangeThreeMember 2019-01-01 2019-03-31 0000070318
thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember 2018-04-01 2018-06-30 0000070318
us-gaap:PerformanceSharesMember us-gaap:OfficerMember 2019-03-29 0000070318
thc:SalariesWagesAndBenefitsMember 2018-01-01 2018-03-31 0000070318 thc:SalariesWagesAndBenefitsMember
2019-01-01 2019-03-31 0000070318 thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember
2019-02-27 2019-02-27 0000070318 us-gaap:EmployeeStockOptionMember 2018-01-01 2018-03-31 0000070318
thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember 2018-06-30 0000070318
us-gaap:PerformanceSharesMember us-gaap:OfficerMember 2019-03-29 2019-03-29 0000070318
us-gaap:OtherNonoperatingIncomeExpenseMember 2019-01-01 2019-03-31 0000070318
thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember 2019-02-27 0000070318
us-gaap:PerformanceSharesMember us-gaap:OfficerMember 2018-01-01 2018-03-31 0000070318
us-gaap:RestrictedStockUnitsRSUMember thc:TimeBasedVestingThreeYearPeriodFromGrantDateMember
2019-01-01 2019-03-31 0000070318 thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember
2018-02-28 2018-02-28 0000070318 us-gaap:OtherNonoperatingIncomeExpenseMember 2018-01-01 2018-03-31
0000070318 us-gaap:RestrictedStockUnitsRSUMember thc:TwentySevenMonthVestingPeriodMember 2019-01-01
2019-03-31 0000070318 us-gaap:RestrictedStockUnitsRSUMember
us-gaap:ShareBasedCompensationAwardTrancheOneMember 2019-01-01 2019-03-31 0000070318
thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember 2018-02-28 0000070318
us-gaap:EmployeeStockOptionMember 2018-12-31 0000070318 us-gaap:EmployeeStockOptionMember 2019-03-29
2019-03-29 0000070318 us-gaap:EmployeeStockOptionMember 2018-02-28 2018-02-28 0000070318

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

us-gaap:EmployeeStockOptionMember 2019-02-27 2019-02-27 0000070318 srt:MinimumMember
us-gaap:EmployeeStockOptionMember thc:ExercisePriceRangeThreeMember 2019-01-01 2019-03-31 0000070318
srt:MaximumMember us-gaap:EmployeeStockOptionMember thc:ExercisePriceRangeThreeMember 2019-01-01
2019-03-31 0000070318 srt:MinimumMember us-gaap:EmployeeStockOptionMember
thc:ExercisePriceRangeTwoMember 2019-01-01 2019-03-31 0000070318 srt:MaximumMember
us-gaap:EmployeeStockOptionMember thc:ExercisePriceRangeTwoMember 2019-01-01 2019-03-31 0000070318
thc:NonPerformanceEmployeeStockOptionMember us-gaap:OfficerMember 2019-01-01 2019-03-31 0000070318
us-gaap:PerformanceSharesMember us-gaap:OfficerMember 2018-04-01 2018-06-30 0000070318
thc:CoreServicesAndOtherSegmentMember us-gaap:NoncontrollingInterestMember 2019-01-01 2019-03-31
0000070318 thc:AmbulatoryCareMember us-gaap:NoncontrollingInterestMember 2018-01-01 2018-03-31
0000070318 thc:AmbulatoryCareMember us-gaap:NoncontrollingInterestMember 2019-01-01 2019-03-31
0000070318 thc:AmbulatoryCareMember us-gaap:NoncontrollingInterestMember 2019-03-31 0000070318
thc:AmbulatoryCareMember us-gaap:NoncontrollingInterestMember 2018-12-31 0000070318
thc:CoreServicesAndOtherSegmentMember us-gaap:NoncontrollingInterestMember 2018-12-31 0000070318
thc:CoreServicesAndOtherSegmentMember us-gaap:NoncontrollingInterestMember 2019-03-31 0000070318
us-gaap:AdditionalPaidInCapitalMember 2019-01-01 2019-03-31 0000070318 us-gaap:CommonStockMember
2018-12-31 0000070318 us-gaap:NoncontrollingInterestMember 2019-01-01 2019-03-31 0000070318
us-gaap:RetainedEarningsMember 2019-01-01 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-12-31 0000070318
us-gaap:AdditionalPaidInCapitalMember 2018-12-31 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-01-01 0000070318
us-gaap:RetainedEarningsMember 2019-01-01 2019-03-31 0000070318 us-gaap:NoncontrollingInterestMember
2018-12-31 0000070318 us-gaap:NoncontrollingInterestMember 2019-03-31 0000070318
us-gaap:TreasuryStockCommonMember 2019-03-31 0000070318 us-gaap:CommonStockMember 2019-03-31
0000070318 us-gaap:AdditionalPaidInCapitalMember 2019-03-31 0000070318
us-gaap:TreasuryStockCommonMember 2019-01-01 2019-03-31 0000070318 us-gaap:CommonStockMember
2019-01-01 2019-03-31 0000070318 us-gaap:RetainedEarningsMember 2018-12-31 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-03-31 0000070318
us-gaap:TreasuryStockCommonMember 2018-12-31 0000070318 us-gaap:RetainedEarningsMember 2019-03-31
0000070318 us-gaap:AccumulatedOtherComprehensiveIncomeMember 2019-01-01 2019-03-31 0000070318
us-gaap:CommonStockMember 2018-01-01 2018-03-31 0000070318 us-gaap:TreasuryStockCommonMember
2018-03-31 0000070318 us-gaap:CommonStockMember 2017-12-31 0000070318
us-gaap:TreasuryStockCommonMember 2017-12-31 0000070318 us-gaap:RetainedEarningsMember 2017-12-31
0000070318 us-gaap:RetainedEarningsMember 2018-03-31 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-03-31 0000070318
us-gaap:NoncontrollingInterestMember 2018-01-01 2018-03-31 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-01-01 0000070318
us-gaap:RetainedEarningsMember 2018-01-01 0000070318 us-gaap:NoncontrollingInterestMember 2018-03-31
0000070318 2018-01-01 0000070318 us-gaap:CommonStockMember 2018-03-31 0000070318
us-gaap:AdditionalPaidInCapitalMember 2018-01-01 2018-03-31 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2017-12-31 0000070318
us-gaap:RetainedEarningsMember 2018-01-01 2018-03-31 0000070318 us-gaap:AdditionalPaidInCapitalMember
2017-12-31 0000070318 us-gaap:TreasuryStockCommonMember 2018-01-01 2018-03-31 0000070318
us-gaap:AccumulatedOtherComprehensiveIncomeMember 2018-01-01 2018-03-31 0000070318
us-gaap:AdditionalPaidInCapitalMember 2018-03-31 0000070318 us-gaap:NoncontrollingInterestMember
2017-12-31 0000070318 thc:CoreServicesAndOtherSegmentMember us-gaap:NoncontrollingInterestMember
2018-01-01 2018-03-31 0000070318 2023-01-01 thc:ConiferSegmentMember 2019-03-31 0000070318 2018-04-01
thc:ConiferSegmentMember 2019-03-31 0000070318 2020-01-01 thc:ConiferSegmentMember 2019-03-31
0000070318 2021-01-01 thc:ConiferSegmentMember 2019-03-31 0000070318 2019-01-01
thc:ConiferSegmentMember 2019-03-31 0000070318 thc:ConiferSegmentMember 2019-03-31 0000070318
2022-01-01 thc:ConiferSegmentMember 2019-03-31 0000070318 thc:HealthCareOtherSourcesMember

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 srt:RestatementAdjustmentMember 2019-01-01 2019-03-31 0000070318 srt:RestatementAdjustmentMember 2018-01-01 2018-03-31 0000070318
us-gaap:IntersegmentEliminationMember us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318 us-gaap:IntersegmentEliminationMember us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318 us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceManagedCareMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceIndemnityAndOtherMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2018-01-01 2018-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:MedicareMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember
2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:ConiferSegmentMember
us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceExcludingPhysicianPracticesMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:PhysicianPracticesMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCareOtherSourcesMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:HealthCareOtherSourcesMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:MedicareMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember
2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember
thc:HealthCarePatientServiceMedicaidMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember
2018-01-01 2018-03-31 0000070318 us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:HealthCareHealthPlansMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceIndemnityAndOtherMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceMedicaidMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:AmbulatoryCareMember us-gaap:SegmentContinuingOperationsMember
2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember
thc:HealthCarePatientServiceSelfpayMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember
2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:AmbulatoryCareMember
us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:PhysicianPracticesMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceManagedCareMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2018-01-01 2018-03-31 0000070318

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

us-gaap:OperatingSegmentsMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:HealthCarePatientServiceExcludingPhysicianPracticesMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember
thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember 2018-01-01 2018-03-31 0000070318
us-gaap:OperatingSegmentsMember thc:ConiferSegmentMember us-gaap:SegmentContinuingOperationsMember
2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember
thc:HealthCarePatientServiceSelfpayMember thc:CoreServicesAndOtherSegmentMember
us-gaap:SegmentContinuingOperationsMember thc:AcuteCareHospitalsAndRelatedOutpatientFacilitiesMember
2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:HealthCareHealthPlansMember
thc:CoreServicesAndOtherSegmentMember us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31
0000070318 thc:OtherCustomersMember thc:HealthCareClientContractsRevenueCycleServicesMember
thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 thc:OtherCustomersMember
thc:HealthCareClientContractsRevenueCycleServicesMember thc:ConiferSegmentMember 2018-01-01 2018-03-31
0000070318 thc:TenetHealthcareCorpMember thc:HealthCareClientContractsRevenueCycleServicesMember
thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318 thc:TenetHealthcareCorpMember
thc:HealthCareClientContractsRevenueCycleServicesMember thc:ConiferSegmentMember 2019-01-01 2019-03-31
0000070318 thc:OtherCustomersMember thc:HealthCareClientContractsOtherServicesMember
thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 thc:TenetHealthcareCorpMember
thc:HealthCareClientContractsOtherServicesMember thc:ConiferSegmentMember 2019-01-01 2019-03-31
0000070318 thc:TenetHealthcareCorpMember thc:HealthCareClientContractsOtherServicesMember
thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318 thc:OtherCustomersMember
thc:HealthCareClientContractsOtherServicesMember thc:ConiferSegmentMember 2018-01-01 2018-03-31
0000070318 us-gaap:HealthCarePatientServiceMember thc:CoreServicesAndOtherSegmentMember 2018-01-01
2018-03-31 0000070318 thc:HealthCareManagementFeesMember thc:CoreServicesAndOtherSegmentMember
2019-01-01 2019-03-31 0000070318 thc:HealthCareOtherSourcesMember
thc:CoreServicesAndOtherSegmentMember 2019-01-01 2019-03-31 0000070318
thc:HealthCareManagementFeesMember thc:CoreServicesAndOtherSegmentMember 2018-01-01 2018-03-31
0000070318 thc:HealthCareOtherSourcesMember thc:CoreServicesAndOtherSegmentMember 2018-01-01
2018-03-31 0000070318 us-gaap:HealthCarePatientServiceMember thc:CoreServicesAndOtherSegmentMember
2019-01-01 2019-03-31 0000070318 thc:CoreServicesAndOtherSegmentMember 2018-01-01 2018-03-31
0000070318 2020-01-01 2019-03-31 0000070318 2021-01-01 2019-03-31 0000070318 2019-04-01 2019-03-31
0000070318 2023-01-01 2019-03-31 0000070318 2024-01-01 2019-03-31 0000070318 2022-01-01 2019-03-31
0000070318 thc:ProfessionalAndGeneralLiabilityReservesMember 2019-03-31 0000070318
thc:OtherCatastrophicEventsMember us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318
thc:WindstormsMember 2018-04-01 2019-03-31 0000070318 us-gaap:EarthquakeMember
us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318 thc:OtherCatastrophicEventsMember
2018-04-01 2019-03-31 0000070318 us-gaap:OtherOperatingIncomeExpenseMember 2018-01-01 2018-03-31
0000070318 us-gaap:OtherOperatingIncomeExpenseMember 2019-01-01 2019-03-31 0000070318
thc:NewMadridFaultEarthquakesMember us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318
thc:WindstormsMember us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318
thc:ProfessionalAndGeneralLiabilityReservesMember 2018-01-01 2018-12-31 0000070318
thc:FloodEarthquakeAndWindstormMember us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318
thc:NewMadridFaultEarthquakesMember 2018-04-01 2019-03-31 0000070318 us-gaap:FloodMember
us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318 thc:FireAndOtherPerilsMember 2018-04-01
2019-03-31 0000070318 thc:ProfessionalAndGeneralLiabilityReservesMember 2018-12-31 0000070318
thc:FireAndOtherPerilsMember us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318
us-gaap:ScenarioForecastMember 2019-04-01 2020-03-31 0000070318
thc:ProfessionalAndGeneralLiabilityReservesMember 2019-01-01 2019-03-31 0000070318
thc:FloodEarthquakeAndWindstormMember 2018-04-01 2019-03-31 0000070318 us-gaap:FloodMember 2018-04-01
2019-03-31 0000070318 thc:ShareholderLitigationDallasCountyDistrictCourtMember 2017-01-31 0000070318

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

us-gaap:PendingLitigationMember us-gaap:SegmentContinuingOperationsMember 2019-01-01 2019-03-31 0000070318 thc:MaderazoV.VHSSanAntonioPartnersL.P.DBABaptistHealthSystemsMember 2006-06-01 2006-06-30 0000070318 us-gaap:PendingLitigationMember us-gaap:SegmentContinuingOperationsMember 2018-01-01 2018-03-31 0000070318 us-gaap:PendingLitigationMember us-gaap:SegmentContinuingOperationsMember 2019-03-31 0000070318 us-gaap:PendingLitigationMember us-gaap:SegmentContinuingOperationsMember 2017-12-31 0000070318 us-gaap:PendingLitigationMember us-gaap:SegmentContinuingOperationsMember 2018-12-31 0000070318 us-gaap:PendingLitigationMember us-gaap:SegmentContinuingOperationsMember 2018-03-31 0000070318 thc:RedeemableNoncontrollingInterestMember 2018-01-01 2018-03-31 0000070318 thc:RedeemableNoncontrollingInterestMember 2019-01-01 2019-03-31 0000070318 thc:RedeemableNoncontrollingInterestMember 2018-12-31 0000070318 thc:RedeemableNoncontrollingInterestMember 2018-03-31 0000070318 thc:RedeemableNoncontrollingInterestMember 2019-03-31 0000070318 thc:RedeemableNoncontrollingInterestMember 2017-12-31 0000070318 thc:CoreServicesAndOtherSegmentMember thc:RedeemableNoncontrollingInterestMember 2018-12-31 0000070318 thc:ConiferSegmentMember thc:RedeemableNoncontrollingInterestMember 2018-12-31 0000070318 thc:CoreServicesAndOtherSegmentMember thc:RedeemableNoncontrollingInterestMember 2019-03-31 0000070318 thc:AmbulatoryCareMember thc:RedeemableNoncontrollingInterestMember 2019-03-31 0000070318 thc:ConiferSegmentMember thc:RedeemableNoncontrollingInterestMember 2019-03-31 0000070318 thc:AmbulatoryCareMember thc:RedeemableNoncontrollingInterestMember 2018-12-31 0000070318 thc:AmbulatoryCareMember thc:RedeemableNoncontrollingInterestMember 2019-01-01 2019-03-31 0000070318 thc:ConiferSegmentMember thc:RedeemableNoncontrollingInterestMember 2019-01-01 2019-03-31 0000070318 thc:CoreServicesAndOtherSegmentMember thc:RedeemableNoncontrollingInterestMember 2019-01-01 2019-03-31 0000070318 thc:AmbulatoryCareMember thc:RedeemableNoncontrollingInterestMember 2018-01-01 2018-03-31 0000070318 thc:CoreServicesAndOtherSegmentMember thc:RedeemableNoncontrollingInterestMember 2018-01-01 2018-03-31 0000070318 thc:ConiferSegmentMember thc:RedeemableNoncontrollingInterestMember 2018-01-01 2018-03-31 0000070318 us-gaap:StockCompensationPlanMember 2019-01-01 2019-03-31 0000070318 us-gaap:FairValueInputsLevel1Member us-gaap:FairValueMeasurementsRecurringMember 2019-03-31 0000070318 us-gaap:FairValueInputsLevel1Member us-gaap:FairValueMeasurementsRecurringMember 2018-12-31 0000070318 us-gaap:FairValueMeasurementsNonrecurringMember 2018-12-31 0000070318 us-gaap:FairValueInputsLevel2Member us-gaap:FairValueMeasurementsNonrecurringMember 2018-12-31 0000070318 us-gaap:FairValueInputsLevel1Member us-gaap:FairValueMeasurementsNonrecurringMember 2018-12-31 0000070318 us-gaap:FairValueInputsLevel2Member 2018-12-31 0000070318 us-gaap:FairValueInputsLevel3Member us-gaap:FairValueMeasurementsNonrecurringMember 2018-12-31 0000070318 us-gaap:FairValueInputsLevel3Member 2018-12-31 0000070318 us-gaap:FairValueInputsLevel1Member 2018-12-31 0000070318 us-gaap:SeriesOfIndividuallyImmaterialBusinessAcquisitionsMember 2019-01-01 2019-03-31 0000070318 us-gaap:SeriesOfIndividuallyImmaterialBusinessAcquisitionsMember 2019-03-31 0000070318 us-gaap:SeriesOfIndividuallyImmaterialBusinessAcquisitionsMember 2018-03-31 0000070318 us-gaap:SeriesOfIndividuallyImmaterialBusinessAcquisitionsMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:AmbulatoryCareMember 2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:CoreServicesAndOtherSegmentMember 2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:AmbulatoryCareMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:CoreServicesAndOtherSegmentMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember srt:ParentCompanyMember thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:OtherCustomersMember thc:ConiferSegmentMember 2018-01-01 2018-03-31 0000070318 us-gaap:IntersegmentEliminationMember 2019-01-01 2019-03-31 0000070318 us-gaap:OperatingSegmentsMember thc:OtherCustomersMember thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 us-gaap:IntersegmentEliminationMember

2018-01-01 2018-03-31 0000070318 us-gaap:OperatingSegmentsMember srt:ParentCompanyMember
thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318 thc:UnitedSurgicalPartnersInternationalMember
2019-03-31 0000070318 srt:MinimumMember thc:ConiferSegmentMember 2019-01-01 2019-03-31 0000070318
thc:UnitedSurgicalPartnersInternationalMember thc:AmbulatoryCareMember 2019-03-31 0000070318
thc:ConiferHealthSolutionsLLCMember 2019-03-31 0000070318 thc:UnitedSurgicalPartnersInternationalMember
thc:EuropeanSurgicalPartnersLtdMember 2018-08-17 2018-08-17 0000070318
thc:CoreServicesAndOtherSegmentMember 2019-03-31 0000070318 thc:AmbulatoryCareMember 2018-12-31
0000070318 thc:CoreServicesAndOtherSegmentMember 2018-12-31 0000070318 thc:AmbulatoryCareMember
2019-03-31 thc:segment xbrli:shares thc:plan xbrli:pure iso4217:USD thc:hospital iso4217:USD xbrli:shares
thc:center thc:lawsuit thc:state

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

Form 10-Q

Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 for the quarterly period ended March 31, 2019

OR

Transition report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 for the transition period from to

Commission File Number 1-7293

TENET HEALTHCARE CORPORATION

(Exact name of Registrant as specified in its charter)

Nevada 95-2557091
(State of Incorporation) (IRS Employer Identification No.)

1445 Ross Avenue, Suite 1400
Dallas, TX 75202
(Address of principal executive offices, including zip code)

(469) 893-2200
(Registrant's telephone number, including area code)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months, and (2) has been subject to such filing requirements for the past 90 days. Yes x No "

Indicate by check mark whether the Registrant has submitted electronically every Interactive Data File required to be

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

submitted pursuant to Rule 405 of Regulation S-T during the preceding 12 months. Yes No

Indicate by check mark whether the Registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company or an emerging growth company (each as defined in Exchange Act Rule 12b-2).

Large accelerated filer Accelerated filer Non-accelerated filer

Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the Registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the Registrant is a shell company (as defined in Exchange Act Rule 12b-2). Yes No

At April 24, 2019, there were 103,131,661 shares of the Registrant's common stock, \$0.05 par value, outstanding.

Table of Contents

**TENET HEALTHCARE CORPORATION
TABLE OF CONTENTS**

	Page
<u>PART I. FINANCIAL INFORMATION</u>	
<u>Item</u> <u>1.</u> <u>Financial Statements (Unaudited)</u>	
<u>Condensed Consolidated Financial Statements</u>	<u>1</u>
<u>Notes to Condensed Consolidated Financial Statements</u>	<u>5</u>
<u>Item</u> <u>2.</u> <u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	<u>27</u>
<u>Item</u> <u>3.</u> <u>Quantitative and Qualitative Disclosures About Market Risk</u>	<u>52</u>
<u>Item</u> <u>4.</u> <u>Controls and Procedures</u>	<u>53</u>
<u>PART II. OTHER INFORMATION</u>	
<u>Item</u> <u>1.</u> <u>Legal Proceedings</u>	<u>54</u>
<u>Risk Factors</u>	<u>54</u>
<u>Item</u> <u>6.</u> <u>Exhibits</u>	<u>54</u>

Table of Contents**PART I. FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS****TENET HEALTHCARE CORPORATION AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS****Dollars in Millions****(Unaudited)**

	March 31,	December
	2019	31,
		2018
ASSETS		
Current assets:		
Cash and cash equivalents	\$252	\$411
Accounts receivable	2,744	2,595
Inventories of supplies, at cost	308	305
Income tax receivable	17	21
Assets held for sale	—	107
Other current assets	1,261	1,197
Total current assets	4,582	4,636
Investments and other assets	2,331	1,456
Deferred income taxes	291	312
Property and equipment, at cost, less accumulated depreciation and amortization (\$5,382 at March 31, 2019 and \$5,221 at December 31, 2018)	6,996	6,993
Goodwill	7,283	7,281
Other intangible assets, at cost, less accumulated amortization (\$1,010 at March 31, 2019 and \$1,013 at December 31, 2018)	1,675	1,731
Total assets	\$23,158	\$22,409
LIABILITIES AND EQUITY		
Current liabilities:		
Current portion of long-term debt	\$158	\$182
Accounts payable	1,101	1,207
Accrued compensation and benefits	707	838
Professional and general liability reserves	224	216
Accrued interest payable	323	240
Liabilities held for sale	—	43
Other current liabilities	1,212	1,131
Total current liabilities	3,725	3,857
Long-term debt, net of current portion	14,814	14,644
Professional and general liability reserves	690	666
Defined benefit plan obligations	512	521
Deferred income taxes	36	36
Other long-term liabilities	1,268	578
Total liabilities	21,045	20,302
Commitments and contingencies		
Redeemable noncontrolling interests in equity of consolidated subsidiaries	1,439	1,420
Equity:		
Shareholders' equity:		
Common stock, \$0.05 par value; authorized 262,500,000 shares; 151,433,339 shares issued at March 31, 2019 and 150,897,143 shares issued at December 31, 2018	7	7
Additional paid-in capital	4,748	4,747
Accumulated other comprehensive loss	(221) (223)

Edgar Filing: TENET HEALTHCARE CORP - Form 10-Q

Accumulated deficit	(2,254)	(2,236)
Common stock in treasury, at cost, 48,352,853 shares at March 31, 2019 and 48,359,705 shares at December 31, 2018	(2,414)	(2,414)
Total shareholders' deficit	(134)	(119)
Noncontrolling interests	808	806
Total equity	674	687
Total liabilities and equity	\$ 23,158	\$ 22,409

See accompanying Notes to Condensed Consolidated Financial Statements.

Table of Contents

TENET HEALTHCARE CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
Dollars in Millions, Except Per-Share Amounts
(Unaudited)

	Three Months Ended March 31,	
	2019	2018
Net operating revenues	\$4,545	\$4,699
Equity in earnings of unconsolidated affiliates	34	25
Operating expenses:		
Salaries, wages and benefits	2,153	2,227
Supplies	741	774
Other operating expenses, net	1,074	1,060
Electronic health record incentives	(1)	(1)
Depreciation and amortization	208	204
Impairment and restructuring charges, and acquisition-related costs	19	47
Litigation and investigation costs	13	6
Net losses (gains) on sales, consolidation and deconsolidation of facilities	1	(110)
Operating income	371	517
Interest expense	(251)	(255)
Other non-operating income (expense), net	1	(1)
Loss from early extinguishment of debt	(47)	(1)
Income from continuing operations, before income taxes	74	260
Income tax expense	(17)	(70)
Income from continuing operations, before discontinued operations	57	190
Discontinued operations:		
Income from operations	10	1
Income tax expense	(2)	—
Income from discontinued operations	8	1
Net income	65	191
Less: Net income available to noncontrolling interests	84	92
Net income available (loss attributable) to Tenet Healthcare Corporation common shareholders	\$(19)	\$99
Amounts available (attributable) to Tenet Healthcare Corporation common shareholders		
Income (loss) from continuing operations, net of tax	\$(27)	\$98
Income from discontinued operations, net of tax	8	1
Net income available (loss attributable) to Tenet Healthcare Corporation common shareholders	\$(19)	\$99
Earnings (loss) per share available (attributable) to Tenet Healthcare Corporation common shareholders:		
Basic		
Continuing operations	\$(0.26)	\$0.97
Discontinued operations	0.08	0.01
	\$(0.18)	\$0.98
Diluted		
Continuing operations	\$(0.26)	\$0.95
Discontinued operations	0.08	0.01
	\$(0.18)	\$0.96
Weighted average shares and dilutive securities outstanding (in thousands):		
Basic	102,788	101,392
Diluted	102,788	102,656

See accompanying Notes to Condensed Consolidated Financial Statements.

2

Table of Contents

TENET HEALTHCARE CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME
Dollars in Millions
(Unaudited)

	Three Months	
	Ended	
	March 31,	
	2019	2018
Net income	\$65	\$191
Other comprehensive income:		
Amortization of net actuarial loss included in other non-operating expense, net	3	4
Foreign currency translation adjustments	—	6
Other comprehensive income before income taxes	3	10
Income tax expense related to items of other comprehensive income	(1)	(2)
Total other comprehensive income, net of tax	2	8
Comprehensive net income	67	199
Less: Comprehensive income available to noncontrolling interests	84	92