

Alfiero & Lucia Palestro Foundation, Inc.

A Tax Exempt Private Foundation

333 Sylvan Avenue, Suite # 100

Englewood Cliffs, NJ 07632

Phone (201) 568-8000 Fax (201) 568-6973

E-mail: info@palestroni.com

2024 ALFIERO & LUCIA PALESTRONI FOUNDATION GRANT APPLICATION

Use this format only to apply for a grant

1. Name of Organization: **Foundation for Morristown Medical Center**
2. Address of Headquarters Office: **310 South Street, 4th Floor, Morristown, NJ 07960**
3. Telephone: **(973) 593-2400** Fax: **(973) 290-7561**
E-mail:
Website: www.f4mmc.org
4. Date Organized: **1995**
5. Date and Place of Incorporation: **Morristown, NJ**
6. Federal Tax Exempt Status: **501(c)(3)**
Please include IRS Code Determination and a Copy of IRS letter as Exhibit 1.
7. Staff Head
Name: **Jennifer L. Smith**
Title: **Chief Philanthropy Officer**
Volunteer or Compensated: **Compensated**
Amount of Compensation/Benefits (if any): **Please see 990, part 7.**

8. Staff Head
Name: **Bonnie Gannon**
Title: **Director, Corporate and Foundation Relations**
Volunteer or Compensated: **Compensated**
Amount of Compensation/Benefits (if any): **Please see 990, part 7.**
Kindly list Officer/Members or the Board of Directors with Compensation/Benefits (if any) if they serve as Management as Exhibit 2.

9. Chief Purpose of the Organization: **Morristown Medical Center** is committed to making our communities the healthiest in the nation by delivering high-quality, accessible and affordable patient care. This means assessing the health needs of every community we serve, developing scalable solutions to meet those needs, and invest human and financial resources where they're needed most because we believe everyone has a right to good health. Healthy communities lead to lower health care costs, robust community partnerships and enhanced quality of life.

The Foundation for Morristown Medical Center uses philanthropy to preserve and expand Morristown Medical Center's and Goryeb Children's Hospital's programs and services in patient care, clinical research, medical and public health education, and preventive medicine.

10. Brief History of the Organization: **Founded in 1892**, Morristown Medical Center is a **735-bed tertiary care facility** treating **1.2 million people** in north-central New Jersey. A non-profit hospital, Morristown Medical Center is the flagship hospital of Atlantic Health System, which operates several non-profit medical centers in the state.

11. Brief Description of the Organization's Programs in the Most Recent Year:

Please include descriptive materials, publications, etc. as Exhibit 3.

Morristown Medical Center was nationally recognized in six specialties by U.S. News & World Report's 2023-2024 Best Hospitals rankings: Orthopedics (#26); Obstetrics and Gynecology (#36); Cardiology, Heart & Vascular Surgery (#44); Pulmonology & Lung Surgery (#44); Geriatrics (#46); Ear Nose & Throat (#46). Morristown was also recognized as high-performing in three adult specialties and 17 common adult procedures and conditions.

Morristown Medical Center is the only hospital in New Jersey to earn the 'America's 50 Best Hospitals Award' from Healthgrades for seven consecutive years – placing us in the top one percent of hospitals in the nation for clinical excellence. Designated a Level I Regional Trauma Center by the American College of Surgeons and a Level II by the state, Morristown Medical Center is also a Magnet Hospital for Excellence in Nursing Service, the highest level of recognition by the American Nurses Credentialing Center. Our exemplary nursing staff has achieved this designation six consecutive times, an honor claimed by less than one percent of hospitals nationwide.

12. Names of Six Major Contributors:

Please include amount of support given by each last year.

See below for our top corporate and foundation funders for FY2023:

1. The Dorothy B. Hersh Foundation	Amount: \$2,500,000
2. Arnold and Mabel Beckman Foundation	Amount: \$1,000,000
3. Douglas M. Noble Foundation	Amount: \$955,000
4. Zotec Partners	Amount: \$450,000
5. The Valerie Fund	Amount: \$347,334
6. Crum & Forster	Amount: \$310,000

13. Three Most Important Needs for Funding by the Palestroni Foundation and the amount you seek for each:

Please list in order of priority.

1. CinemaVision 20/20 System: Funds are needed to purchase a new CinemaVision 20/20 system to enhance pediatric patient comfort and entertainment during an MRI at Goryeb Children's Hospital. This state-of-the-art tool features a tablet interface system to manage a patient's entertainment choices, adjustable volume settings the patient can control during the procedure and a built-in camera with goggles. The system connects to Wi-Fi, Bluetooth and a USB port so that the patient can access a variety of calming videos and music. The system also allows for two-way communication between the patient and the MRI technician. Patients wear the CinemaVision 20/20 goggles during their MRI procedure and can enjoy a relaxing visual experience during what is often an anxiety-inducing experience for children. These goggles will provide a calming experience for this important procedure and reduce the need for anesthesia or sedation. Our current system/goggles are outdated and in need of replacement. The goggles are often out of service, so we are unable to offer them as a reliable distraction to pediatric patients. Funding for a new CinemaVision 20/20 system will allow us to elevate patient care at Goryeb Children's Hospital and treat the whole patient. One set of CinemaVision 20/20 goggles costs \$69,000 with installation of the system at the hospital (\$4,500) and shipping (\$1,000), the total cost of the system is \$74,500.

Amount Requested: \$25,000

2. Goryeb Children's Hospital Playroom Renovation: Funding is needed to help update the playroom on the pediatric inpatient unit. The current room is outfitted with older X-box units and an outdated "skype" room. Technology has changed and most gaming is done in patients' rooms. The Child Life staff has requested that the room be renovated to make it more accessible to open play and to allow for more flexible use of the space. We are seeking funding to reconfigure the room, replace the cabinetry, flooring, ceiling and to paint. We anticipate renovations to begin in September. The total cost for playroom renovations totals \$100,000.

Amount Requested: \$25,000

3. Behavioral Health: The outpatient Behavioral Health Assessment Center at Morristown Medical Center serves as a vital resource for our community, providing mental and behavioral health support for children and adults who need same-day intervention and short-term therapy but not the services of the emergency department. Opened in spring 2023, the Behavioral Health Assessment Center at Morristown Medical Center completed 1,235 appointments (April 2023 – April 2024; 861 adult patients; 374 pediatric patients). The Behavioral Health Assessment Center also offers short-term outpatient bridge appointments on-site and virtually for up to 30 days. While the Behavioral Health Assessment Center at Morristown Medical Center has experienced a steady flow of adults seeking same-day support, the number of children and adolescents seeking care has grown exponentially. Our goal is to expand the Behavioral Health Assessment Center by adding a Child Psychiatrist position ($\$350,000 \text{ salary/year} \times 3 \text{ years}^* = \$1,050,000$) as well as a Licensed Clinical Social Worker ($\$97,000 \text{ salary/year} \times 2 \text{ positions} \times 3 \text{ years}^* = \$582,000$).

Amount Requested: **\$25,000**

14. Are Funds Donated to or Raised by the Organization Passed on to Other Charities? No
If yes, please list the charities and the amounts given to each in the last two years. N/A

15. Gross Income in 2023: \$28,790,561
Program Expense in 2023: **\$7,749,220**
Management and General Costs in 2023: **\$5,452,956**
Fund Raising Costs in 2023: **\$188,071**

16. Copy of the Most Recent Financial Audit or Year End Financial Report.
Please enclose as Exhibit 4.

17. Copy of the Most Recent IRS 990 and Schedule A..
Please enclose as Exhibit 5.

18. Copy of Current Budget.
Please enclose as Exhibit 6.

19. Copy of the Current Annual Report if available.
Please enclose as Exhibit 7.

***PLEASE ENCLOSE ANY OTHER DOCUMENTATION WHICH YOU FEEL WOULD BE OF
INTEREST AND/OR ASSISTANCE TO THE TRUSTEES AS EXHIBIT 8.***

WE REQUIRE ONE FULL SET OF GRANT APPLICATION AND ATTACHMENTS IN ORDER TO PROCESS APPLICATION. WE ALSO ASK THAT YOU SEND THE APPLICATION ELECTRONICALLY TO INFO @PALESTRONI.COM

PLEASE SEND THE ONE COPY OF THE GRANT APPLICATION ALONG WITH ALL REQUESTED MATERIALS TO:

Alfiero & Lucia Palestro Foundation, Inc.
Attn: Kristine Sayrafe, Foundation Manager
333 Sylvan Avenue, Suite 100
Englewood Cliffs, NJ 07632

AS TRUSTEES MEET THROUGHOUT THE YEAR TO CONSIDER GRANT APPLICATIONS, WE ENCOURAGE YOU TO SEND THE COMPLETED FORMS AND EXHIBITS AT YOUR EARLIEST CONVENIENCE.



P.O. Box 2508, Room 4010
Cincinnati OH 45201

In reply refer to: 4077550279
July 02, 2015 LTR 4168C 0
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FOUNDATION FOR MORRISTOWN MEDICAL
CENTER INC
MORRISTOWN MEMORIAL HEALTH FOUNDATI
% JAMES F QUINN
475 SOUTH ST
MORRISTOWN NJ 07960-6459

014107

Employer Identification Number: 22-3392808
Person to Contact: S BROWN
Toll Free Telephone Number: 1-877-829-5500

Dear Taxpayer:

This is in response to your June 17, 2015, request for information regarding your tax-exempt status.

Our records indicate that you were recognized as exempt under section 501(c)(3) of the Internal Revenue Code in a determination letter issued in October 1995.

Our records also indicate that you are not a private foundation within the meaning of section 509(a) of the Code because you are described in section(s) 509(a)(1) and 170(b)(1)(A)(vi).

Donors may deduct contributions to you as provided in section 170 of the Code. Bequests, legacies, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.

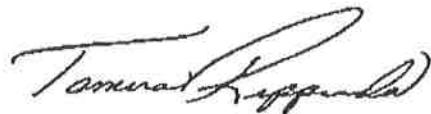
Please refer to our website www.irs.gov/eo for information regarding filing requirements. Specifically, section 6033(j) of the Code provides that failure to file an annual information return for three consecutive years results in revocation of tax-exempt status as of the filing due date of the third return for organizations required to file. We will publish a list of organizations whose tax-exempt status was revoked under section 6033(j) of the Code on our website beginning in early 2011.

4077550279
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FOUNDATION FOR MORRISTOWN MEDICAL
CENTER INC
MORRISTOWN MEMORIAL HEALTH FOUNDATI
% JAMES F QUINN
475 SOUTH ST
MORRISTOWN NJ 07960-6459

If you have any questions, please call us at the telephone number
shown in the heading of this letter.

Sincerely yours,



Tamera Ripperda
Director, Exempt Organizations



2024 Board of Trustees

Marc Adee, Vice Chairman

Chairman & CEO
Crum & Forster

Shawn Brennan

Co-Founder & Managing Partner
SIR Capital Management, LP

William D. Bruen, Jr.*

Senior Vice President – Investments
UBS Financial Services, Inc.

John “Jack” Burke III

Wealth Management Advisor
Managing Director
Merrill Lynch Wealth Management

Paul Cain

Retired Corporate Leader
AT&T

Kathleen “Kathy” Christie

Former President
Women’s Association of MMC

Mary Courtemanche

Past President
Women’s Association of MMC

Robert Coyne, MD

Cardiologist, Electrophysiology Assoc.
Atlantic Medical Group

Brandee A. Fetherman MSN, RN, CCRN-K*

Chief Nursing Officer
Morristown Medical Center

Kelly A. Frank, CPA, CGMA, Treasurer

Partner
Crowe Horwath Not-for-Profit and Higher
Education Group

Harvey Gerhard, MD

President of the Medical/Dental Staff

Christine C. Gilfillan

President
MCJ Amelior Foundation

Carl Goldberg

Managing Member
Canoe Brook Investors

Rick Goryeb

Retired Co-President/COO
Champion Mortgage Company

Deborah Hanson

Executive Vice President
Chief Risk Officer
Principal
The Hampshire Companies, LLC

Eugene Huang

Attorney/Partner
Wiley, Malehorn, Sirota & Raynes

Lori Barer Ingber, PhD, Secretary

President & Founder
Parent Match

Walter Lewis, MD

Anesthesiologist
President, Anesthesia Associates of
Morristown

Anthony Lombardo*

Chairman, Advisory Board
Morristown Medical Center

Meghan Lyon

Philanthropist and Community Volunteer

Thomas P. Mac Mahon
Retired Chairman & CEO
LabCorp (Laboratory Corporation of America)

Srinivas "Sam" Maddali
CEO
United Pharmacy Network GPO

Brenda Matti-Orozco, MD, FACP
Atlantic Hospice Medical Director,
Director of the Nancy and Skippy Weinstein Inpatient & Palliative Care Unit at MMC, and
Chief of the Division of General Internal Medicine & Palliative Medicine at MMC

Monique Nelson
Chairman and CEO
UniWorld Group, Inc.

Trish O'Keefe, PhD, RN, NE-BEC*
President, Morristown Medical Center
Sr. Vice President, Atlantic Health System
Chief Nurse Executive, Atlantic Health System

Chirag Patel
Co-founder and Co-chairman
Amneal Pharmaceuticals

Juliet Patsalos-Fox
Founder
Ride + Reflect

Christopher "Chris" Riccobono
Founder and Executive Chairman
UNTUCKit

Andrew "Kreamer" Rooke, Jr.
Principal & Co-Founder
Station Partners

Kathleen "Kathy" Ross
Community Volunteer

Dale Scolnick*
President, Women's Association
Morristown Medical Center

J. Peter Simon
Managing Partner
Simon Quick Advisors, LLC

Kelly Sturman
Philanthropist and Community Volunteer

Robert Tafaro, Chairman
Retired President & CEO
GAF

Eric D. Whitman, MD
Medical Director, Atlantic Health System Cancer Care
Director, Atlantic Melanoma Center

Glenn Yarnis
Retired Managing Director
Structured Finance
Credit Agricole

Christopher Zipp, DO
Chairman
Family Medicine at MMC

Staff Officers

Jennifer L. Smith
Chief Development Officer

Cynthia W. O'Donnell, JD,
Assistant Secretary
Director of Gift Planning

1/17/2024

**Foundation for Morristown
Medical Center**

Financial Statements
December 31, 2023 and 2022

Foundation for Morristown Medical Center

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December 31, 2023 and 2022

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Report of Independent Auditors

To Board of Trustees of Foundation for Morristown Medical Center

Opinion

We have audited the accompanying financial statements of Foundation for Morristown Medical Center (the “Company”), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities and changes in net assets and of cash flows for the years then ended, including the related notes (collectively referred to as the “financial statements”).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors’ Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company’s ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditors’ Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors’ report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a



material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

PricewaterhouseCoopers LLP

New York, New York

April 25, 2024

Foundation for Morristown Medical Center

Statements of Financial Position

December 31, 2023 and 2022

	2023	2022
Assets		
Investments	\$ 81,440,816	\$ 72,083,327
Pledges receivable, net	13,941,904	15,457,282
Other assets	1,609,076	1,570,744
Beneficial interest in charitable remainder unitrust	2,208,508	2,042,102
Due from Morristown Division	<u>101,656,706</u>	<u>82,823,166</u>
Total assets	<u>\$ 200,857,010</u>	<u>\$ 173,976,621</u>
Liabilities		
Annuities payable	\$ 1,928,886	\$ 2,036,032
Accounts payable due to Morristown Division	<u>2,817,804</u>	<u>2,667,058</u>
Total liabilities	<u>4,746,690</u>	<u>4,703,090</u>
Net assets		
Without donor restrictions	50,234,255	37,566,960
With donor restrictions	<u>145,876,065</u>	<u>131,706,571</u>
Total net assets	<u>196,110,320</u>	<u>169,273,531</u>
Total liabilities and net assets	<u>\$ 200,857,010</u>	<u>\$ 173,976,621</u>

The accompanying notes are an integral part of these financial statements.

Foundation for Morristown Medical Center
Statements of Activities and Changes in Net Assets
Years Ended December 31, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue						
Contributions	\$ 1,616,351	\$ 22,142,194	\$ 23,758,545	\$ 3,637,579	\$ 25,707,019	\$ 29,344,598
Event fundraising	-	421,050	421,050	-	492,920	492,920
Investment income, net	2,967,370	1,643,596	4,610,966	1,523,433	981,382	2,504,815
Net assets released from restriction	7,252,320	(7,252,320)	-	8,827,213	(8,827,213)	-
Total operating revenues	<u>11,836,041</u>	<u>16,954,520</u>	<u>28,790,561</u>	<u>13,988,225</u>	<u>18,354,108</u>	<u>32,342,333</u>
Expenses						
Program services	7,749,220	-	7,749,220	9,270,711	-	9,270,711
General and administrative	5,452,956	-	5,452,956	3,967,841	-	3,967,841
Event expense	188,071	-	188,071	187,542	-	187,542
Total operating expenses	<u>13,390,247</u>	<u>-</u>	<u>13,390,247</u>	<u>13,426,094</u>	<u>-</u>	<u>13,426,094</u>
Operating (loss) income	(1,554,206)	16,954,520	15,400,314	562,131	18,354,108	18,916,239
Beneficial interest in charitable remainder unitrust	-	166,406	166,406	-	181,263	181,263
Change in net unrealized gains (losses)	14,221,501	5,143,040	19,364,541	(22,389,915)	(8,028,839)	(30,418,754)
Excess (deficiency) of revenues over expenses	12,667,295	22,263,966	34,931,261	(21,827,784)	10,506,532	(11,321,252)
Net assets released from restriction used for capital	8,094,472	(8,094,472)	-	9,082,953	(9,082,953)	-
Distributions to Morristown division - capital	(8,094,472)	-	(8,094,472)	(9,082,953)	-	(9,082,953)
Increase (decrease) in net assets	12,667,295	14,169,494	26,836,789	(21,827,784)	1,423,579	(20,404,205)
Net assets						
Beginning of year	<u>37,566,960</u>	<u>131,706,571</u>	<u>169,273,531</u>	<u>59,394,744</u>	<u>130,282,992</u>	<u>189,677,736</u>
End of year	<u>\$ 50,234,255</u>	<u>\$ 145,876,065</u>	<u>\$ 196,110,320</u>	<u>\$ 37,566,960</u>	<u>\$ 131,706,571</u>	<u>\$ 169,273,531</u>

The accompanying notes are an integral part of these financial statements.

Foundation for Morristown Medical Center

Statements of Cash Flows

Years Ended December 31, 2023 and 2022

	2023	2022
Cash flows from operating activities		
Increase (decrease) in net assets	\$ 26,836,789	\$ (20,404,205)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Realized and unrealized (gains) losses on investments	(9,485,739)	14,411,513
Realized and unrealized (gains) losses on investments on assets held by Morristown Division	(10,116,241)	17,532,539
Restricted contributions for capital	(7,353,373)	(4,915,556)
Restricted contributions for permanent investments	(579,041)	(1,392,317)
Contributed securities	(2,370,533)	(2,389,093)
Proceeds from sales of contributed investments	1,983,163	2,229,394
Changes in assets and liabilities		
Increase in pledges receivable and other assets	(1,622,092)	(4,472,655)
Increase in beneficial interest in charitable remainder unitrust	(166,406)	(181,263)
Decrease in annuities payable	(107,146)	(118,896)
Increase in accounts payable to the Morristown Division	<u>150,746</u>	<u>465,124</u>
Cash (used in) provided by operating activities	<u>(2,829,873)</u>	<u>764,585</u>
Cash flows from investing activities		
Purchase of investments	(5,157,556)	(7,510,751)
Proceeds from sales of investments	5,285,806	6,276,374
Distributions to Morristown Division	<u>(8,717,299)</u>	<u>(6,830,086)</u>
Cash used in investing activities	<u>(8,589,049)</u>	<u>(8,064,463)</u>
Cash flows from financing activities		
Restricted contributions for capital	9,921,860	7,274,922
Restricted contributions for permanent investments	<u>722,891</u>	<u>535,174</u>
Cash provided by financing activities	<u>10,644,751</u>	<u>7,810,096</u>
Change in cash, cash equivalents and restricted cash	(774,171)	510,218
Cash, cash equivalents and restricted cash		
Beginning of year	1,570,744	1,060,526
End of year	<u>\$ 796,573</u>	<u>\$ 1,570,744</u>
Supplemental disclosure of cash flow information		
Contributed securities	\$ 2,370,533	\$ 2,389,093

The accompanying notes are an integral part of these financial statements.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

1. Organization

The Foundation for Morristown Medical Center (the “Foundation”) is a not-for-profit fundraising organization which solicits funds in its general appeal to support both the Morristown Medical Center (the “Morristown Division”), which is a division of AHS Hospital Corp. (the “Hospital”), and the community as the Foundation’s Board may deem appropriate. The by-laws of the Foundation were amended on November 19, 2015, to provide that funds received by the Foundation after the date of the amendment may be used for the benefit of Atlantic Health System, Inc. (the “Parent”) and the Hospital upon approval of the Executive Committee of the Board of the Foundation. The Foundation is organized under the not-for-profit corporation law of the State of New Jersey and is exempt from the Federal income tax under Section 501(c)3 of the Internal Revenue Code.

2. Summary of Significant Accounting Policies

The following is a summary of the Foundation’s significant accounting policies:

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting, in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Significant estimates include the reserve for uncollectible pledges and valuation of investments. Actual results could differ from those estimates.

Excess (Deficiency) of Revenues over Expenses

The statements of activities and changes in net assets include excess (deficiency) of revenues over expenses. Changes in net assets which are excluded from excess (deficiency) of revenues over expenses include net assets released from restrictions used for capital, and distributions to Morristown Division - capital.

The Foundation differentiates its operating activities through the use of operating (loss) income as an intermediate measure of operations. For the purposes of display, beneficial interest in charitable remainder unitrusts and change in net unrealized gains (losses), which management does not consider being a component of the Foundation’s operating activities, is excluded from operating (loss) income in the statements of activities and changes in net assets.

Investments

Investments principally consist of marketable equity securities with readily determinable fair values including money market funds which are measured at fair value in the statements of financial position. Investment income, including realized and unrealized gains and losses, interest income and dividends, and investment management fees, are included in excess (deficiency) of revenues over expenses.

Pledges Receivable

Contributions, including unconditional promises to give (“pledges”), are reported as revenues in the period received or pledged.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

Conditional promises to give are not recognized until they become unconditional, that is, when both the barrier to entitlement and the refund of amounts paid (or a release from obligation to make future payments) have been substantially met. Conditional contributions received, where the barrier to entitlement is not yet overcome, are recorded as deferred revenue.

Contributions of assets other than cash are recorded at their estimated fair value at the date of receipt if the Foundation received certain goods and services that meet criteria under GAAP for recognition as contributions. Contributions of property and equipment are recorded as increases in net assets without donor restrictions unless the donor places restrictions on their use. Pledges not expected to be received within one year are discounted at a risk-adjusted rate that includes a premium for credit risk, if any. In addition, provisions for uncollectible contribution receivables have been recorded at the amount necessary to reduce pledges receivable to its estimated realizable value.

Other Assets

Other assets primarily includes restricted cash, which consists of cash held on behalf of the Women's Association of Morristown Medical Center at December 31, 2023 and 2022.

Restricted Cash

The following table provides a reconciliation of restricted cash reported within the statements of financial position that total to the amounts shown in the of cash flows for each of the years:

	2023	2022
Other assets	\$ 796,573	\$ 1,570,744

Cash and cash equivalents include highly liquid short-term investments with original maturities of three months or less from the date of acquisition. The Foundation elected to treat highly liquid short-term investments held within its investments financial statement line item as investments, and therefore exclude them from cash, cash equivalents and restricted cash in the statements of cash flows.

Beneficial Interest in Charitable Remainder Unitrust

In 2022, the Foundation became a 1/4 or 25% beneficiary of an irrevocable charitable remainder unitrust administered by a third party. The donor has designated the remainder unitrust in support of the Joint Faculty Nurse Educator Program at Morristown Medical Center. The charitable remainder unitrust provides for the payment of distributions to the grantor or other designated beneficiaries over the trust's term (over the benefactor's lifetime). Upon the termination of annuity payments to the grantor, the Foundation will receive its respective remaining share of principal and income from the trust. The Foundation's interest in the trust is recorded in the statements of financial position at \$324,365 and \$300,850 as of December 31, 2023 and 2022, respectively. On an annual basis, the Foundation revalues the remainder unitrust based on a fixed annuity payment over the estimated life of the benefactors, and accordingly, recognized \$23,515 in net assets with donor restriction beneficial interest for the period ended December 31, 2023.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

In 2013, the Foundation became the sole beneficiary of an irrevocable charitable remainder unitrust administered by a third party. The donor has designated the remainder unitrust as a permanent endowment for the benefit of the emergency department at the Morristown Division. The charitable remainder unitrust provides for the payment of distributions to the grantor or other designated beneficiaries over the trust's term (over the benefactor's lifetime). Upon the termination of annuity payments to the grantor, the Foundation will receive its respective remaining share of principal and income from the trust. The Foundation's interest in the trust is recorded in the statements of financial position at \$1,884,143 and \$1,741,252 as of December 31, 2023 and 2022, respectively. On an annual basis, the Foundation revalues the remainder unitrust based on a fixed annuity payment over the estimated life of the benefactors, and accordingly, recognized \$142,891 and (\$119,587) in net assets with donor restriction beneficial interest for the periods ended December 31, 2023 and 2022, respectively.

Charitable Gift Annuities

The Foundation has entered into certain agreements with donors which consist primarily of charitable gift annuities for which the Foundation serves as trustee. Within the investment portfolio assets associated with the charitable gift annuities amounted to \$4,260,417 and \$4,798,809 at December 31, 2023 and 2022, respectively. Contributions related to these charitable gift annuities, net of related liabilities, increase net assets with donor restriction. Liabilities associated with charitable gift annuities represent the present value of the expected payments to the beneficiaries based on the terms of the agreements. At December 31, 2023 and 2022, there were liabilities of \$1,928,886 and \$2,036,032, respectively, on the statements of financial position.

Net Assets with Donor Restrictions

Net assets with donor restrictions are those funds whose use by the Foundation has been limited by donors to a specific time period and/or purpose. Once the restrictions are satisfied, or have been deemed to have been satisfied, those assets with donor restrictions are released from restrictions. Net assets that have been restricted by donors to be maintained by the Foundation in perpetuity will remain classified as net assets with donor restrictions.

Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Management of the Foundation has interpreted the State of New Jersey's enacted version of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the historic dollar value of donor-restricted endowment funds (absent explicit donor stipulations to the contrary). Historic dollar value is defined as the aggregate fair value in dollars of: (i) an endowment fund at the time it became an endowment, (ii) each subsequent donation to the fund at the time it is made, and (iii) each accumulation made pursuant to a direction in the applicable gift instrument at the time the accumulation is added to the fund. Based on this interpretation, the Foundation classifies as net assets with donor restrictions: (a) the original value of gifts donated to the restricted net assets, (b) the original value of subsequent gifts to the permanent endowment, (c) the net realizable value of future payments to restricted net assets in accordance with the donor's gift instrument (outstanding endowment pledges net of applicable discount), and (d) appreciation (depreciation), gains (losses) and income earned on the fund when the donor states that such increases or decreases are to be treated as changes in net assets with donor restriction. The remaining portions of the donor-restricted endowment fund that is not classified in net assets with donor restriction in perpetuity is classified as net assets with donor restriction until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund;
- (2) The purpose of the organization and the donor-restricted endowment fund;
- (3) General economic conditions;
- (4) The possible effect of inflation and deflation;
- (5) The expected total return from income and the appreciation of investments;
- (6) Other resources of the Foundation; and
- (7) The investment policies of the Foundation.

The Foundation has an endowment spending policy that governs distributions each year to 5% of its endowment fund's average fair value over the prior 12 quarters through the calendar year end preceding the fiscal year in which the distribution is planned. In establishing this policy, the Foundation considered the long-term expected return on its endowment. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return. This method also compensates for any volatile year-to-year fluctuation in investment returns. The effective distribution rate under the endowment spending policy was equal to 4.0% for each of the years ended December 31, 2023 and 2022.

Management further understands that expenditures from a donor-restricted fund is limited to the uses and purposes for which the endowment fund is established and the use of net appreciation, realized gains (with respect to all assets) and unrealized gains (with respect only to readily marketable assets) is limited to the extent that the fair value of a donor-restricted fund exceeds the historic dollar value of the fund (unless the applicable gift instrument indicates that net appreciation shall not be expended), to the extent that such expenditure is prudent, considering the long and short term needs of the Foundation in carrying out its purposes, its present and anticipated financial requirements, expected total return on its investments and general economic conditions. Under the policies established and approved by the Foundation's Investment Subcommittee, donor-restricted endowment funds are invested in income-generating investment vehicles to generate appreciation and preserve capital.

Unconditional promises to give cash and other assets are reported at fair value at the date the promise is received. The gifts are reported as net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restriction are reclassified as net assets without donor restriction and reported in the statements of activities and changes in net assets as net assets released from restrictions.

Fair Value Measurements

The Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 820, *Fair Value Measurements*, establishes a framework for measuring fair value under GAAP and enhances disclosures about fair value measurements. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Fair value requires an organization to determine the unit of account, the mechanism of hypothetical transfer, and the appropriate markets for the asset or liability being measured.

ASC 820 establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Observable inputs reflect market data obtained from sources independent of the reporting entity and unobservable inputs reflect the entities own assumptions about how market participants would value an asset or liability based on the best information available. Valuation techniques used to measure fair value must maximize the use of observable inputs and minimize the use of unobservable inputs. The guidance describes a fair value hierarchy based on three levels of inputs, of which the first two are considered observable and the last unobservable, that may be used to measure fair value.

The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used by the Foundation for financial instruments measured at fair value on a recurring basis. Alternative investments are not considered levered investments and are treated similar to cash. The three levels of inputs are as follows:

- Level 1 Quoted market prices in active markets for identical assets or liabilities. Level 1 assets consist of short-term investments, including money market funds and common stock, as they are traded in an active market with sufficient volume and frequency of transactions.
- Level 2 Quoted prices in active markets for similar assets or liabilities, unadjusted quoted prices for identical or similar assets or liabilities in markets that are not active, or inputs other than quoted prices that are observable for the asset or liability. Level 2 assets consist of money market funds and mutual funds that are nonexchange trade and valued based on net asset values (NAVs) calculated by the funds' independent administrators which are calculated at least daily. These valuations are readily observable in the market place or are supported by observable levels at which transactions are executed in the marketplace. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and / or nontransferability, which are generally based on available market information. Redemptions from each of the funds can be made at least daily on the latest reported NAV.
- Level 3 Unobservable inputs for the asset or liability that are supported by little or no market activity and that are significant to the fair value. Level 3 assets consist of beneficial interests in perpetual trusts held by third parties, primarily invested in equities and fixed income securities.

For investments in alternative investments, fair value is measured based on unobservable inputs that cannot be corroborated by observable market data where the Foundation does not exert significant influence to cover the waterfall concern. The Foundation accounts for these investments within its long-term investment portfolio using the NAV as a practical expedient, and as such these investments are excluded from the fair value hierarchy.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

Assets and liabilities measured at fair value are based on one or more of three valuation techniques. The three valuation techniques are as follows:

Market Approach (M) - Prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities;

Cost Approach (C) - Amount that would be required to replace the service capacity of an asset (i.e., replacement cost); and

Income Approach (I) - Techniques to convert future amounts to a single present amount based on market expectations (including present value techniques, option-pricing models, and lattice models).

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement. Inputs are used in applying the various valuation techniques and broadly refer to the assumptions the market participants use to make valuation decisions. Inputs may include price information, credit data, liquidity statistics and other factors.

The Foundation utilized the best available information in measuring fair value (Note 5).

3. Liquidity and Availability of Resources

The Foundation's financial assets available within one year of December 31, 2023 and 2022 for general expenditures are as follows:

	2023	2022
Investments	\$ 22,633,903	\$ 17,906,519
Other assets	80,488	99,282
	<hr/> <u>\$ 22,714,391</u>	<hr/> <u>\$ 18,005,801</u>

Management monitors the Foundation's cash flow on a regular basis. If needed, short-term investments are available and can be liquidated in order to meet financial needs.

In addition to its investments held by the Hospital, the Foundation shares an operating bank account with the Morristown Division. Activity related to the operating account is reflected on the statement of financial position as of December 31, 2023 and 2022 as due from Morristown Division, in the amount of \$101,656,706 and \$82,823,166, respectively, of which \$28,274,306 and \$20,248,146 are without restriction and are available upon request by the Foundation but are held by the Morristown Division for administrative purposes and to optimize investment performance. Such requests to transfer assets from the Morristown Division to the Foundation may be subject to the approval by the Board of Trustees of the Morristown Division.

The majority of the current portion of pledges receivable, net, at December 31, 2023 and 2022 (Note 6), are made up of contributions with donor restrictions. These restricted pledges are primarily used to support program services as reported on the statements of activities and changes in net assets.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

4. Related-Party Transactions

Accounts payable due to the Morristown Division arise from expenses incurred by the Foundation which are paid by the Morristown Division. The Morristown Division pays all expenses on behalf of the Foundation and is subsequently reimbursed by the Foundation. Distributions to the Morristown Division for capital are recorded as equity transfers on the statements of activities and changes in net assets.

At December 31, 2023 and 2022, for cash management purposes, the Foundation's cash is held at the Morristown Division and the Foundation correspondingly recognizes these amounts as part of due from Morristown Division in the statements of financial position, as is noted in Note 3 above.

5. Investments

Investments at fair value at December 31, 2023 and 2022 consist of the following:

	Market	
	2023	2022
Long-term investment		
Money market funds	\$ 3,127,548	\$ 2,638,537
Mutual funds	74,815,861	65,844,977
Alternative investments-equity	3,497,407	3,599,813
	\$ 81,440,816	\$ 72,083,327

The fair value of the Foundation's financial assets that are measured on a recurring basis at December 31, 2023 and 2022 are as follows:

	Based on					Valuation Technique (1)
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value at December 31, 2023		
2023						
Money market funds	\$ 3,127,548	\$ -	\$ -	\$ 3,127,548		M
Mutual funds	-	74,815,861	-	74,815,861		M
	\$ 3,127,548	\$ 74,815,861	\$ -	77,943,409		
Investments measured at NAV as practical expedient				3,497,407		
Total investments				\$ 81,440,816		

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

	Based on					Valuation Technique (1)
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value at December 31, 2022		
2022						
Money market funds	\$ -	\$ 2,638,537	\$ -	\$ 2,638,537		M
Mutual funds	-	65,844,977	-	65,844,977		M
	<hr/>	<hr/>	<hr/>	<hr/>		
Investments measured at NAV as practical expedient	\$ -	\$ 68,483,514	\$ -	68,483,514		
Total investments				<hr/>	3,599,813	
					<hr/>	
					\$ 72,083,327	

(1) The three valuation techniques are market approach (M), cost approach (C), and income approach (I), as discussed in Note 2.

6. Pledges Receivable

Pledges receivable, net consists of the following as of December 31, 2023 and 2022:

	2023	2022
Amounts expected to be collected in		
Less than one year	\$ 6,829,092	\$ 8,928,159
One to five years	8,352,770	8,347,340
More than five years	<hr/> 975,000	<hr/> 400,000
	16,156,862	17,675,499
Discount to present value of future cash flows (at a rate of 3.84% and 3.99% for pledges made in 2023 and 2022, respectively)		
	1,407,115	1,334,442
Reserve for uncollectible amounts	<hr/> 807,843	<hr/> 883,775
Total pledges receivable, net	<hr/> <hr/> \$ 13,941,904	<hr/> <hr/> \$ 15,457,282

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

7. Net Assets with Donor Restrictions and Endowment Funds

Net assets with donor restrictions consist of the following:

	December 31,	
	2023	2022
Research	\$ 9,721,432	\$ 7,461,241
Purchase of plant and equipment	4,157,844	3,571,768
Scholarships and education	4,895,180	4,514,538
Program services	<u>83,805,623</u>	<u>73,443,113</u>
Net assets with donor restrictions for specified purposes	102,580,079	88,990,660
Net assets with donor restrictions for permanent endowments	<u>43,295,986</u>	<u>42,715,911</u>
Total net assets with donor restrictions	<u>\$ 145,876,065</u>	<u>\$ 131,706,571</u>

Net assets with donor restrictions for permanent endowments in the table above includes both the original gift amounts within the endowment as well as pledges receivable for permanent endowment. To the extent that earnings on donor restricted-endowments have not yet been appropriated for spending under the Foundation's policy, these amounts are classified in the table above according to the purpose for which the donors have designated the earnings are to be spent.

The Foundation's donor-restricted endowment consists of individual funds established for a variety of purposes. The Foundation classifies as net assets with donor restrictions: (a) the original value of contributions donated to the permanent endowment, (b) the original value of subsequent contributions to the permanent endowment, (c) accumulations to the permanent endowment required by the applicable donor gift instrument and (d) appreciation related to donor-restricted endowment funds. When appreciation is appropriated for expenditure and utilized, those amounts are reclassified to net assets without donor restrictions through net assets released from restriction on the statements of activities and changes in net assets.

Changes in endowment funds for the fiscal years ended December 31, 2023 and 2022 were as follows:

	2023	2022
Endowment net assets with donor restriction at beginning of year	\$ 51,932,659	\$ 59,970,559
Investment income	6,786,637	(7,047,456)
Contributions	722,891	1,601,088
Appropriation of endowment assets for expenditure	<u>(2,645,242)</u>	<u>(2,591,532)</u>
Endowment net assets with donor restriction at end of year	<u>\$ 56,796,945</u>	<u>\$ 51,932,659</u>

During 2023 and 2022, net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose of purchasing equipment in the amounts of \$8,094,472 and \$9,082,953, respectively, and other noncapital purposes in the amounts of \$7,252,320 and \$8,827,213, respectively.

Foundation for Morristown Medical Center

Notes to Financial Statements

December 31, 2023 and 2022

8. Commitments and Contingencies

The Foundation, from time to time, may be involved in various claims and legal actions arising in the ordinary course of business. In the opinion of management, the ultimate disposition of such matters will not have a material adverse effect on the financial position of the Foundation.

9. Functional Expenses

The financial statements report certain expense categories that are attributable to both program services and management and general functions. Therefore, the natural expenses require allocation on a reasonable basis that is consistently applied, across functional expense category. Salaries are allocated based on a percent-to-total of program salaries and management and general salaries to the applicable total expense categories. Costs not directly attributable to a function, including program services expenses spent in line with donor restrictions, are allocated to a function based on the same allocation rates as salaries.

Total expenses related to providing both program services and general and administrative functions at December 31, 2023 and 2022 are as follows:

Natural Expense Categories	2023		
	Program Services	General and Administrative	Total
Salaries	\$ 4,467,935	\$ 3,174,421	\$ 7,642,357
Supplies and other expenses	3,281,285	1,722,084	5,003,369
Employee benefits	-	744,522	744,522
	<hr/>	<hr/>	<hr/>
	\$ 7,749,220	\$ 5,641,027	\$ 13,390,247

Natural Expense Categories	2022		
	Program Services	General and Administrative	Total
Salaries	\$ 4,013,333	\$ 2,719,246	\$ 6,732,579
Supplies and other expenses	5,257,378	797,195	6,054,573
Employee benefits	-	631,967	631,967
Interest	-	6,975	6,975
	<hr/>	<hr/>	<hr/>
	\$ 9,270,711	\$ 4,155,383	\$ 13,426,094

10. Disclosure of Fair Value of Financial Instruments

The Foundation currently has no other financial instruments subject to fair value measurement on a recurring basis. For other assets, accounts payable due to Morristown Division and annuities payable the net carrying value of these items approximates their fair value.

11. Subsequent Events

Subsequent events have been evaluated through April 25, 2024, which is the date the financial statements were available to be issued.

Caution: Forms printed from within Adobe Acrobat may not meet IRS or state taxing agency specifications.
When using Acrobat, select the "Actual Size" in the Adobe "Print" dialog.

CLIENT'S COPY

FILE COPY

Filing Instructions

Prepared for:	Prepared by:
Foundation for Morristown Medical Ce 475 South Street Morristown, NJ 07960	Ernst & Young U.S. LLP 1 Manhattan West New York, NY 10001

2022 FORM 990

Electronic Filing:

This return has been prepared for electronic filing. If you wish to have it transmitted electronically to the IRS, please sign, date, and return Form 8453-TE to our office. We will then submit the electronic return to the IRS. Do not mail a paper copy of the return to the IRS.

2022 FORM 990-T

This return has been prepared for electronic filing. If you wish to have it transmitted electronically to the IRS, please sign, date, and return Form 8453-TE to our office. We will then submit the electronic return to the IRS. Do not mail a paper copy of the return to the IRS.

No amount is due on Form 990-T.

**Tax Exempt Entity Declaration and Signature
for Electronic Filing**

OMB No. 1545-0047

Department of the Treasury
Internal Revenue Service

For calendar year 2022, or tax year beginning _____, 2022,

and ending _____, 20_____

For use with Forms 990, 990-EZ, 990-PF, 990-T, 1120-POL, 4720, 8868, 5227, 5330, and 8038-CP

Go to www.irs.gov/Form8453TE for the latest information.**2022**

Name of filer

Foundation for Morristown Medical CenterEIN or SSN
22-3392808**Part I Type of Return and Return Information**

Check the box for the type of return being filed with Form 8453-TE and enter the applicable amount, if any, from the return. Form 8038-CP and Form 5330 filers may enter dollars and cents. For all other forms, enter whole dollars only. If you check the box on line 1a, 2a, 3a, 4a, 5a, 6a, 7a, 8a, 9a, or 10a below, and the amount on that line of the return being filed with this form was blank, then leave line 1b, 2b, 3b, 4b, 5b, 6b, 7b, 8b, 9b, or 10b, whichever is applicable, blank (do not enter -0-). If you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than one line in Part I.

1a <input checked="" type="checkbox"/> Form 990 check here	b Total revenue, if any (Form 990, Part VIII, column (A), line 12)	1b 32,154,791.
2a <input type="checkbox"/> Form 990-EZ check here	b Total revenue, if any (Form 990-EZ, line 9)	2b
3a <input type="checkbox"/> Form 1120-POL check here	b Total tax (Form 1120-POL, line 22)	3b
4a <input type="checkbox"/> Form 990-PF check here	b Tax based on investment income (Form 990-PF, Part V, line 5)	4b
5a <input type="checkbox"/> Form 8868 check here	b Balance due (Form 8868, line 3c)	5b
6a <input type="checkbox"/> Form 990-T check here	b Total tax (Form 990-T, Part III, line 4)	6b
7a <input type="checkbox"/> Form 4720 check here	b Total tax (Form 4720, Part III, line 1)	7b
8a <input type="checkbox"/> Form 5227 check here	b FMV of assets at end of tax year (Form 5227, Item D)	8b
9a <input type="checkbox"/> Form 5330 check here	b Tax due (Form 5330, Part II, line 19)	9b
10a <input type="checkbox"/> Form 8038-CP check here	b Amount of credit payment requested (Form 8038-CP, Part III, line 22)	10b

Part II Declaration of Officer or Person Subject to Tax

- 11a I authorize the U.S. Treasury and its designated Financial Agent to initiate an Automated Clearing House (ACH) electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment.
- b If a copy of this return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I certify that I executed the electronic disclosure consent contained within this return allowing disclosure by the IRS of this Form 990/990-EZ/990-PF (as specifically identified in Part I above) to the selected state agency(ies).

Under penalties of perjury, I declare that I am an officer of the above named entity or I am the person subject to tax with respect to

(name of entity)

, (EIN)

and that I have examined a copy of the 2022 electronic return and accompanying schedules and statements, and, to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund.

Sign Here **11/13/23** **SVP, CFO**
Signature of officer or person subject to tax Date Title, if applicable

Part III Declaration of Electronic Return Originator (ERO) and Paid Preparer (see instructions)

I declare that I have reviewed the above return and that the entries on Form 8453-TE are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The entity officer or person subject to tax will have signed this form before I submit the return. I will give a copy of all forms and information to be filed with the IRS to the officer or person subject to tax, and have followed all other requirements in Pub. 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above return and accompanying schedules and statements, and, to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's Use Only	ERO's signature	Date	Check if also paid preparer <input type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code	Kenneth Butkowski 475 South Street Morristown, NJ 07960			P01470565
					EIN
					Phone no. 9734512005

Under penalties of perjury, I declare that I have examined the above return and accompanying schedules and statements, and, to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer is based on all information of which the preparer has any knowledge.

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	PTIN
	Nicole Sokolowski				P01683199
	Firm's name	Ernst & Young U.S. LLP			Firm's EIN 34-6565596
	Firm's address	1 Manhattan West, New York, NY 10001			Phone no. 212-773-3000

LHA For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Form 8453-TE (2022)

Form 990

Return of Organization Exempt From Income Tax

OMB No. 1545-0047

2022

Department of the Treasury
Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

Do not enter social security numbers on this form as it may be made public.

Go to www.irs.gov/Form990 for instructions and the latest information.Open to Public
Inspection

A For the 2022 calendar year, or tax year beginning _____ and ending _____

B Check if applicable:	C Name of organization Foundation for Morristown Medical Center		D Employer identification number 22-3392808	
<input type="checkbox"/> Address change	Doing business as		E Telephone number 973-593-2400	
<input type="checkbox"/> Name change	Number and street (or P.O. box if mail is not delivered to street address) 475 South Street		F Gross receipts \$ 38,873,357.	
<input type="checkbox"/> Initial return	Room/suite		G City or town, state or province, country, and ZIP or foreign postal code Morristown, NJ 07960	
<input type="checkbox"/> Final return/terminated			H(a) Is this a group return for subordinates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
<input type="checkbox"/> Amended return			H(b) Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No	
<input type="checkbox"/> Application pending	F Name and address of principal officer: Michael Walter same as C above		If "No," attach a list. See instructions	
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) () (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527			H(c) Group exemption number	
J Website: www.f4mmc.org			K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other	L Year of formation: 1995 M State of legal domicile: NJ

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: Refer to Schedule O	
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.	
Revenue	3 Number of voting members of the governing body (Part VI, line 1a)	3 36
	4 Number of independent voting members of the governing body (Part VI, line 1b)	4 28
Expenses	5 Total number of individuals employed in calendar year 2022 (Part V, line 2a)	5 0
	6 Total number of volunteers (estimate if necessary)	6 141
Net Assets or Fund Balances	7a Total unrelated business revenue from Part VIII, column (C), line 12	7a 2,784.
	b Net unrelated business taxable income from Form 990-T, Part I, line 11	7b 0.
	Prior Year	Current Year
8 Contributions and grants (Part VIII, line 1h)	24,250,715.	29,657,009.
9 Program service revenue (Part VIII, line 2g)	0.	0.
10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	7,307,165.	2,504,815.
11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	-46,700.	-7,033.
12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	31,511,180.	32,154,791.
13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	7,231,000.	0.
14 Benefits paid to or for members (Part IX, column (A), line 4)	0.	0.
15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	3,062,011.	7,364,546.
16a Professional fundraising fees (Part IX, column (A), line 11e)	328,861.	475,401.
b Total fundraising expenses (Part IX, column (D), line 25)	2,592,730.	
17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	1,110,102.	5,398,605.
18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	11,731,974.	13,238,552.
19 Revenue less expenses. Subtract line 18 from line 12	19,779,206.	18,916,239.
	Beginning of Current Year	End of Year
20 Total assets (Part X, line 16)	194,034,598.	173,976,621.
21 Total liabilities (Part X, line 26)	4,356,862.	4,703,090.
22 Net assets or fund balances. Subtract line 21 from line 20	189,677,736.	169,273,531.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer Michael Walter, SVP, CFO		Date
	Type or print name and title		
Paid Preparer	Print/Type preparer's name Nicole Sokolowski	Preparer's signature Nicole Sokolowski	Date Check <input type="checkbox"/> if self-employed PTIN P01683199
Use Only	Firm's name Ernst & Young U.S. LLP	Firm's EIN 34-6565596	
	Firm's address 1 Manhattan West New York, NY 10001	Phone no. 212-773-3000	

May the IRS discuss this return with the preparer shown above? See instructions Yes No

Part III Statement of Program Service AccomplishmentsCheck if Schedule O contains a response or note to any line in this Part III X

- 1** Briefly describe the organization's mission:

To inspire community philanthropy to advance exceptional health care for patients at Morristown Medical Center. The objective is to use philanthropy to preserve and expand the Medical Center's programs and services in patient care, clinical research, medical and public health

- 2** Did the organization undertake any significant program services during the year which were not listed on the

Yes No

If "Yes," describe these new services on Schedule O.

- 3** Did the organization cease conducting, or make significant changes in how it conducts, any program services?

Yes No

If "Yes," describe these changes on Schedule O.

- 4** Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses.

Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: _____) (Expenses \$ 9,270,711. including grants of \$ _____) (Revenue \$ _____)

The Foundation for Morristown Medical Center (F4MMC) is a standalone foundation, which is a not-for-profit fundraising organization that solicits funds in its general appeal for the benefit and support of Atlantic Health System, Inc. and AHS Hospital Corporation (the Corporation), and all subsidiaries thereof. Morristown Medical Center is the principal recipient of the fundraising carried out by F4MMC.

4b (Code: _____) (Expenses \$ _____ including grants of \$ _____) (Revenue \$ _____)

4c (Code: _____) (Expenses \$ _____ including grants of \$ _____) (Revenue \$ _____)

- 4d** Other program services (Describe on Schedule O.)

(Expenses \$ _____ including grants of \$ _____) (Revenue \$ _____)

4e Total program service expenses 9,270,711.

Form 990 (2022)

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A	X	
2 Is the organization required to complete Schedule B, Schedule of Contributors? See instructions	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I	X	
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If "Yes," complete Schedule C, Part II	X	
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Rev. Proc. 98-19? If "Yes," complete Schedule C, Part III	X	
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I	X	
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II	X	
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III	X	
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability, serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV	X	
10 Did the organization, directly or through a related organization, hold assets in donor-restricted endowments or in quasi endowments? If "Yes," complete Schedule D, Part V	X	
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X, as applicable. <ul style="list-style-type: none"> a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI b Did the organization report an amount for investments - other securities in Part X, line 12, that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII c Did the organization report an amount for investments - program related in Part X, line 13, that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII d Did the organization report an amount for other assets in Part X, line 15, that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX e Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If "Yes," complete Schedule D, Part X 	X	
12a Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI and XII	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional	X	
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E	X	
14a Did the organization maintain an office, employees, or agents outside of the United States?	X	
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If "Yes," complete Schedule F, Parts I and IV	X	
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or other assistance to or for any foreign organization? If "Yes," complete Schedule F, Parts II and IV	X	
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or other assistance to or for foreign individuals? If "Yes," complete Schedule F, Parts III and IV	X	
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I. See instructions	X	
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II	X	
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III	X	
20a Did the organization operate one or more hospital facilities? If "Yes," complete Schedule H	X	
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?	X	
21 Did the organization report more than \$5,000 of grants or other assistance to any domestic organization or domestic government on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II	X	

Part IV Checklist of Required Schedules (continued)

		Yes	No
22	Did the organization report more than \$5,000 of grants or other assistance to or for domestic individuals on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III	22	X
23	Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5, about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If "Yes," complete Schedule J	23	X
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25a	24a	X
24b	b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?	24b	
24c	c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?	24c	
24d	d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?	24d	
25a	Section 501(c)(3), 501(c)(4), and 501(c)(29) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I	25a	X
25b	b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I	25b	X
26	Did the organization report any amount on Part X, line 5 or 22, for receivables from or payables to any current or former officer, director, trustee, key employee, creator or founder, substantial contributor, or 35% controlled entity or family member of any of these persons? If "Yes," complete Schedule L, Part II	26	X
27	Did the organization provide a grant or other assistance to any current or former officer, director, trustee, key employee, creator or founder, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity (including an employee thereof) or family member of any of these persons? If "Yes," complete Schedule L, Part III	27	X
28	Was the organization a party to a business transaction with one of the following parties (see the Schedule L, Part IV, instructions for applicable filing thresholds, conditions, and exceptions):		
28a	a A current or former officer, director, trustee, key employee, creator or founder, or substantial contributor? If "Yes," complete Schedule L, Part IV	28a	X
28b	b A family member of any individual described in line 28a? If "Yes," complete Schedule L, Part IV	28b	X
28c	c A 35% controlled entity of one or more individuals and/or organizations described in line 28a or 28b? If "Yes," complete Schedule L, Part IV	28c	X
29	Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M	29	X
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M	30	X
31	Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I	31	X
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II	32	X
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Schedule R, Part I	33	X
34	Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1	34	X
35a	Did the organization have a controlled entity within the meaning of section 512(b)(13)?	35a	X
35b	b If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2	35b	X
36	Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2	36	X
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI	37	X
38	Did the organization complete Schedule O and provide explanations on Schedule O for Part VI, lines 11b and 19? Note: All Form 990 filers are required to complete Schedule O	38	X

Part V Statements Regarding Other IRS Filings and Tax ComplianceCheck if Schedule O contains a response or note to any line in this Part V

		Yes	No
1a	Enter the number reported in box 3 of Form 1096. Enter -0- if not applicable	1a	0
1b	b Enter the number of Forms W-2G included on line 1a. Enter -0- if not applicable	1b	0
1c	c Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	1c	

Part V Statements Regarding Other IRS Filings and Tax Compliance (continued)

	Yes	No
2a Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return	2a 0	
b If at least one is reported on line 2a, did the organization file all required federal employment tax returns?	2b	
3a Did the organization have unrelated business gross income of \$1,000 or more during the year?	3a <input checked="" type="checkbox"/>	
b If "Yes," has it filed a Form 990-T for this year? If "No" to line 3b, provide an explanation on Schedule O	3b <input checked="" type="checkbox"/>	
4a At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	4a <input checked="" type="checkbox"/>	
b If "Yes," enter the name of the foreign country _____ See instructions for filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR).		
5a Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?	5a <input checked="" type="checkbox"/>	
b Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?	5b <input checked="" type="checkbox"/>	
c If "Yes" to line 5a or 5b, did the organization file Form 8886-T?	5c	
6a Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?	6a <input checked="" type="checkbox"/>	
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	6b	
7 Organizations that may receive deductible contributions under section 170(c).	7a <input checked="" type="checkbox"/>	
a Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?	7b <input checked="" type="checkbox"/>	
b If "Yes," did the organization notify the donor of the value of the goods or services provided?	7c <input checked="" type="checkbox"/>	
c Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?	7e <input checked="" type="checkbox"/>	
d If "Yes," indicate the number of Forms 8282 filed during the year	7f <input checked="" type="checkbox"/>	
e Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	7g	
f Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	7h	
g If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?	8	
h If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?	9a	
8 Sponsoring organizations maintaining donor advised funds. Did a donor advised fund maintained by the sponsoring organization have excess business holdings at any time during the year?	9b	
9 Sponsoring organizations maintaining donor advised funds.		
a Did the sponsoring organization make any taxable distributions under section 4966?	10a	
b Did the sponsoring organization make a distribution to a donor, donor advisor, or related person?	10b	
10 Section 501(c)(7) organizations. Enter:	11a	
a Initiation fees and capital contributions included on Part VIII, line 12	11b	
b Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities	12a	
11 Section 501(c)(12) organizations. Enter:	12b	
a Gross income from members or shareholders	13a	
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	13b	
12a Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?	13c	
b If "Yes," enter the amount of tax-exempt interest received or accrued during the year	14a <input checked="" type="checkbox"/>	
13 Section 501(c)(29) qualified nonprofit health insurance issuers.	14b	
a Is the organization licensed to issue qualified health plans in more than one state?	15 <input checked="" type="checkbox"/>	
Note: See the instructions for additional information the organization must report on Schedule O.	16 <input checked="" type="checkbox"/>	
b Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans	17	
c Enter the amount of reserves on hand		
14a Did the organization receive any payments for indoor tanning services during the tax year?		
b If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation on Schedule O		
15 Is the organization subject to the section 4960 tax on payment(s) of more than \$1,000,000 in remuneration or excess parachute payment(s) during the year?		
If "Yes," see the instructions and file Form 4720, Schedule N.		
16 Is the organization an educational institution subject to the section 4968 excise tax on net investment income?		
If "Yes," complete Form 4720, Schedule O.		
17 Section 501(c)(21) organizations. Did the trust, or any disqualified or other person engage in any activities that would result in the imposition of an excise tax under section 4951, 4952 or 4953?		
If "Yes," complete Form 6069.		

Part VI Governance, Management, and Disclosure. For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes on Schedule O. See instructions.

Check if Schedule O contains a response or note to any line in this Part VI X

Section A. Governing Body and Management

		Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year	36	
1b	If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain on Schedule O.	28	
2	Enter the number of voting members included on line 1a, above, who are independent		X
3	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
4	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, trustees, or key employees to a management company or other person?		X
5	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?		X
6	Did the organization become aware during the year of a significant diversion of the organization's assets?		X
7a	Did the organization have members or stockholders?		X
b	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?		X
8	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?		X
a	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
b	The governing body?		X
c	Each committee with authority to act on behalf of the governing body?		X
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses on Schedule O		X

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a	Did the organization have local chapters, branches, or affiliates?		X
b	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?		
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?		
b	Describe on Schedule O the process, if any, used by the organization to review this Form 990.		
12a	Did the organization have a written conflict of interest policy? If "No," go to line 13		
b	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?		
c	Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe on Schedule O how this was done		
13	Did the organization have a written whistleblower policy?		
14	Did the organization have a written document retention and destruction policy?		
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
a	The organization's CEO, Executive Director, or top management official		
b	Other officers or key employees of the organization		
	If "Yes" to line 15a or 15b, describe the process on Schedule O. See instructions.		
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		
b	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?		
16b			

Section C. Disclosure

17	List the states with which a copy of this Form 990 is required to be filed	NJ , NY , PA , FL
18	Section 6104 requires an organization to make its Forms 1023 (1024 or 1024-A, if applicable), 990, and 990-T (section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.	
	<input type="checkbox"/> Own website <input checked="" type="checkbox"/> Another's website <input checked="" type="checkbox"/> Upon request <input type="checkbox"/> Other (explain on Schedule O)	
19	Describe on Schedule O whether (and if so, how) the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.	
20	State the name, address, and telephone number of the person who possesses the organization's books and records	
	Ken Butkowski - 973-451-2005	
	475 South Street, Morristown, NJ 07960	

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors
 Check if Schedule O contains a response or note to any line in this Part VII
Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation.

Enter 0- in columns (D), (E), and (F) if no compensation was paid.

- List all of the organization's **current** key employees, if any. See the instructions for definition of "key employee."

• List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (box 5 of Form W-2, box 6 of Form 1099-MISC, and/or box 1 of Form 1099-NEC) of more than \$100,000 from the organization and any related organizations.

• List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.

- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

See the instructions for the order in which to list the persons above.

 Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)					(D) Reportable compensation from the organization (W-2/1099-MISC/ 1099-NEC)	(E) Reportable compensation from related organizations (W-2/1099-MISC/ 1099-NEC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee			
(1) Kevin Lenahan EVP-Chief Business & Strategy Office	2.00 55.00		X				0.	4,617,182.	1,431,850.
(2) Patricia O'Keefe SVP, CNE/Pres. MMC	2.00 55.00	X	X				0.	1,657,797.	238,054.
(3) Eric Whitman, MD Trustee	2.00 55.00	X					0.	1,079,907.	44,344.
(4) Linda Gillam, MD Trustee	2.00 55.00	X					0.	888,463.	22,710.
(5) Jennifer Smith Chief Development Officer	55.00 0.00			X			0.	476,527.	36,240.
(6) Branee Fetherman Trustee	2.00 55.00	X					0.	405,503.	44,387.
(7) Brenda Matti-Orozco, MD, FACP Trustee	2.00 55.00		X				0.	386,608.	31,334.
(8) Keerti Sharma, MD Trustee	2.00 55.00		X				0.	306,447.	27,569.
(9) Michael Walter SVP-Chief Financial Officer	2.00 55.00		X				0.	255,292.	37,186.
(10) Cynthia W O'Donnell Director of Gift Planning	55.00 0.00			X			0.	214,168.	39,848.
(11) Andrew Cooke, Jr. Trustee	2.00 0.00	X					0.	0.	0.
(12) Anthony A Lombardo Trustee	2.00 0.00	X					0.	0.	0.
(13) Anu Gupta Trustee	2.00 0.00	X					0.	0.	0.
(14) Kelly Frank Trustee-Treasurer	2.00 0.00	X	X				0.	0.	0.
(15) Kathy Christie Trustee	2.00 0.00	X					0.	0.	0.
(16) Chirag Patel Trustee	2.00 55.00	X					0.	0.	0.
(17) Christine Gilfillan Trustee	2.00 0.00	X					0.	0.	0.

Part VII**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)**

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)					(D) Reportable compensation from the organization (W-2/1099-MISC/ 1099-NEC)	(E) Reportable compensation from related organizations (W-2/1099-MISC/ 1099-NEC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee			
(18) David Taylor, MD Trustee	2.00 0.00	X					0.	0.	0.
(19) Fran Davino Trustee	2.00 0.00	X					0.	0.	0.
(20) Glenn Yarnis Trustee	2.00 0.00	X					0.	0.	0.
(21) Meghan Lyon Trustee	2.00 0.00	X					0.	0.	0.
(22) J Peter Simon Trustee	2.00 0.00	X					0.	0.	0.
(23) John Jack Burke III Trustee	2.00 0.00	X					0.	0.	0.
(24) Monique Nelson Trustee	2.00 0.00	X					0.	0.	0.
(25) Juliet Patsalos-Fox Trustee	2.00 0.00	X					0.	0.	0.
(26) Carl Goldberg Trustee	2.00 0.00	X					0.	0.	0.
1b Subtotal							0.	10,287,894.	1,953,522.
c Total from continuation sheets to Part VII, Section A							0.	0.	0.
d Total (add lines 1b and 1c)							0.	10,287,894.	1,953,522.

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **0**

	Yes	No
3 Did the organization list any former officer, director, trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual	3	X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual	4	X
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person	5	X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	NONE	(B) Description of services	(C) Compensation

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **0**

See Part VII, Section A Continuation sheets

Form 990 (2022)

Part VII**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)**

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (check all that apply)					(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations	
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee				
(27) Kelly Sturman Trustee	2.00 0.00	X						0.	0.	0.
(28) Keith Richardson Trustee	2.00 0.00	X						0.	0.	0.
(29) Lori Ingber, PHD Trustee-Secretary	2.00 0.00	X	X					0.	0.	0.
(30) Marc Adee Trustee-Vice Chairman	2.00 0.00	X	X					0.	0.	0.
(31) John O'Grady, MD Trustee	2.00 0.00	X						0.	0.	0.
(32) Daniel Wiener Trustee	2.00 0.00	X						0.	0.	0.
(33) Mary Courtemanche Trustee	2.00 0.00	X						0.	0.	0.
(34) Richard P Goryeb Trustee	2.00 0.00	X						0.	0.	0.
(35) Robert Tafaro - Chairman Trustee	2.00 0.00	X	X					0.	0.	0.
(36) Thomas P. Mac Mahon Trustee	2.00 0.00	X						0.	0.	0.
(37) W Rodman Ryan Trustee	2.00 0.00	X						0.	0.	0.
(38) Walter Lewis, MD Trustee	2.00 0.00	X						0.	0.	0.
(39) William D. Bruen, Jr. Trustee	2.00 0.00	X						0.	0.	0.
(40) William Marino Trustee	2.00 0.00	X						0.	0.	0.
Total to Part VII, Section A, line 1c										

Total to Part VII, Section A, line 1c

Part VIII**Statement of Revenue**Check if Schedule O contains a response or note to any line in this Part VIII

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512 - 514
Contributions, Gifts, Grants and Other Similar Amounts	1 a Federated campaigns	1a 10,000.			
	b Membership dues	1b			
	c Fundraising events	1c 345,920.			
	d Related organizations	1d 1,160,000.			
	e Government grants (contributions)	1e			
	f All other contributions, gifts, grants, and similar amounts not included above	1f 28,141,089.			
	g Noncash contributions included in lines 1a-1f	1g \$ 106,755.			
	h Total. Add lines 1a-1f		29,657,009.		
Program Service Revenue		Business Code			
	2 a				
	b				
	c				
	d				
	e				
	f All other program service revenue				
	g Total. Add lines 2a-2f				
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)		2,758,239.		2,784. 2,755,455.
	4 Income from investment of tax-exempt bond proceeds				
	5 Royalties				
		(i) Real (ii) Personal			
	6 a Gross rents	6a			
	b Less: rental expenses	6b			
	c Rental income or (loss)	6c			
	d Net rental income or (loss)				
	7 a Gross amount from sales of assets other than inventory		(i) Securities (ii) Other		
		7a 6,276,374.			
	b Less: cost or other basis and sales expenses		7b 6,529,798.		
	c Gain or (loss)		7c -253,424.		
	d Net gain or (loss)			-253,424.	-253,424.
	8 a Gross income from fundraising events (not including \$ 345,920. of contributions reported on line 1c). See Part IV, line 18		8a 148,950.		
	b Less: direct expenses		8b 187,542.		
	c Net income or (loss) from fundraising events			-38,592.	-38,592.
	9 a Gross income from gaming activities. See Part IV, line 19		9a 32,785.		
	b Less: direct expenses		9b 1,226.		
	c Net income or (loss) from gaming activities			31,559.	31,559.
	10 a Gross sales of inventory, less returns and allowances		10a		
	b Less: cost of goods sold		10b		
	c Net income or (loss) from sales of inventory				
Miscellaneous Revenue		Business Code			
	11 a				
	b				
	c				
	d All other revenue				
	e Total. Add lines 11a-11d				
	12 Total revenue. See instructions		32,154,791.	0.	2,784. 2,494,998.

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response or note to any line in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to domestic organizations and domestic governments. See Part IV, line 21				
2 Grants and other assistance to domestic individuals. See Part IV, line 22				
3 Grants and other assistance to foreign organizations, foreign governments, and foreign individuals. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees				
6 Compensation not included above to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	6,732,579.	4,013,333.	1,046,087.	1,673,159.
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)				
9 Other employee benefits	631,967.		243,116.	388,851.
10 Payroll taxes				
11 Fees for services (nonemployees):				
a Management	5,788.		5,788.	
b Legal	24,000.		24,000.	
c Accounting				
d Lobbying	475,401.			475,401.
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A), amount, list line 11g expenses on Sch O.)	34,529.		34,529.	
12 Advertising and promotion	45,788.			45,788.
13 Office expenses	5,263,174.	5,257,378.	2,230.	3,566.
14 Information technology				
15 Royalties				
16 Occupancy	8,656.		8,656.	
17 Travel	5,604.		2,156.	3,448.
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	4,091.		1,574.	2,517.
20 Interest	6,975.		6,975.	
21 Payments to affiliates				
22 Depreciation, depletion, and amortization				
23 Insurance				
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses on line 24e. If line 24e amount exceeds 10% of line 25, column (A), amount, list line 24e expenses on Schedule O.)				
a _____				
b _____				
c _____				
d _____				
e All other expenses _____				
25 Total functional expenses. Add lines 1 through 24e	13,238,552.	9,270,711.	1,375,111.	2,592,730.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720)				

Part X Balance SheetCheck if Schedule O contains a response or note to any line in this Part X

		(A) Beginning of year		(B) End of year
Assets	1 Cash - non-interest-bearing		1	
	2 Savings and temporary cash investments		2	
	3 Pledges and grants receivable, net	12,327,151.	3	15,457,282.
	4 Accounts receivable, net		4	
	5 Loans and other receivables from any current or former officer, director, trustee, key employee, creator or founder, substantial contributor, or 35% controlled entity or family member of any of these persons		5	
	6 Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), and persons described in section 4958(c)(3)(B)		6	
	7 Notes and loans receivable, net	93,525,619.	7	82,823,166.
	8 Inventories for sale or use		8	
	9 Prepaid expenses and deferred charges		9	
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a		
	b Less: accumulated depreciation	10b		10c
	11 Investments - publicly traded securities	81,752,755.	11	68,483,514.
	12 Investments - other securities. See Part IV, line 11	3,507,708.	12	3,599,813.
	13 Investments - program-related. See Part IV, line 11		13	
	14 Intangible assets		14	
	15 Other assets. See Part IV, line 11	2,921,365.	15	3,612,846.
	16 Total assets. Add lines 1 through 15 (must equal line 33)	194,034,598.	16	173,976,621.
Liabilities	17 Accounts payable and accrued expenses	2,201,934.	17	2,667,058.
	18 Grants payable		18	
	19 Deferred revenue		19	
	20 Tax-exempt bond liabilities		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		21	
	22 Loans and other payables to any current or former officer, director, trustee, key employee, creator or founder, substantial contributor, or 35% controlled entity or family member of any of these persons		22	
	23 Secured mortgages and notes payable to unrelated third parties		23	
	24 Unsecured notes and loans payable to unrelated third parties		24	
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D	2,154,928.	25	2,036,032.
	26 Total liabilities. Add lines 17 through 25	4,356,862.	26	4,703,090.
Net Assets or Fund Balances	Organizations that follow FASB ASC 958, check here <input checked="" type="checkbox"/> and complete lines 27, 28, 32, and 33.			
	27 Net assets without donor restrictions	59,394,744.	27	37,566,960.
	28 Net assets with donor restrictions	130,282,992.	28	131,706,571.
	Organizations that do not follow FASB ASC 958, check here <input type="checkbox"/> and complete lines 29 through 33.			
	29 Capital stock or trust principal, or current funds		29	
	30 Paid-in or capital surplus, or land, building, or equipment fund		30	
	31 Retained earnings, endowment, accumulated income, or other funds		31	
	32 Total net assets or fund balances	189,677,736.	32	169,273,531.
	33 Total liabilities and net assets/fund balances	194,034,598.	33	173,976,621.

Part XI Reconciliation of Net AssetsCheck if Schedule O contains a response or note to any line in this Part XI

1 Total revenue (must equal Part VIII, column (A), line 12)	1	32,154,791.
2 Total expenses (must equal Part IX, column (A), line 25)	2	13,238,552.
3 Revenue less expenses. Subtract line 2 from line 1	3	18,916,239.
4 Net assets or fund balances at beginning of year (must equal Part X, line 32, column (A))	4	189,677,736.
5 Net unrealized gains (losses) on investments	5	-30,418,754.
6 Donated services and use of facilities	6	
7 Investment expenses	7	
8 Prior period adjustments	8	
9 Other changes in net assets or fund balances (explain on Schedule O)	9	-8,901,690.
10 Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 32, column (B))	10	169,273,531.

Part XII Financial Statements and ReportingCheck if Schedule O contains a response or note to any line in this Part XII

	Yes	No
1 Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked "Other," explain on Schedule O.		
2a Were the organization's financial statements compiled or reviewed by an independent accountant?	2a	X
If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		
2b Were the organization's financial statements audited by an independent accountant?	2b	X
If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input checked="" type="checkbox"/> Both consolidated and separate basis		
c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?	2c	X
If the organization changed either its oversight process or selection process during the tax year, explain on Schedule O.		
3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Uniform Guidance, 2 C.F.R. Part 200, Subpart F?	3a	X
b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why on Schedule O and describe any steps taken to undergo such audits	3b	

Form 990 (2022)

SCHEDULE A
(Form 990)

Department of the Treasury
Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section

4947(a)(1) nonexempt charitable trust.

Attach to Form 990 or Form 990-EZ.

Go to www.irs.gov/Form990 for instructions and the latest information.

OMB No. 1545-0047

2022

Open to Public
Inspection

Name of the organization

Foundation for Morristown Medical Center

Employer identification number

22-3392808

Part I Reason for Public Charity Status. (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 12, check only one box.)

- 1 A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i)**.
- 2 A school described in **section 170(b)(1)(A)(ii)**. (Attach Schedule E (Form 990).)
- 3 A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii)**.
- 4 A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state: _____
- 5 An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv)**. (Complete Part II.)
- 6 A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v)**.
- 7 An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 8 A community trust described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 9 An agricultural research organization described in **section 170(b)(1)(A)(ix)** operated in conjunction with a land-grant college or university or a non-land-grant college of agriculture (see instructions). Enter the name, city, and state of the college or university: _____
- 10 An organization that normally receives (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions, subject to certain exceptions; and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See **section 509(a)(2)**. (Complete Part III.)
- 11 An organization organized and operated exclusively to test for public safety. See **section 509(a)(4)**.
- 12 An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in **section 509(a)(1)** or **section 509(a)(2)**. See **section 509(a)(3)**. Check the box on lines 12a through 12d that describes the type of supporting organization and complete lines 12e, 12f, and 12g.
 - a **Type I.** A supporting organization operated, supervised, or controlled by its supported organization(s), typically by giving the supported organization(s) the power to regularly appoint or elect a majority of the directors or trustees of the supporting organization. **You must complete Part IV, Sections A and B.**
 - b **Type II.** A supporting organization supervised or controlled in connection with its supported organization(s), by having control or management of the supporting organization vested in the same persons that control or manage the supported organization(s). **You must complete Part IV, Sections A and C.**
 - c **Type III functionally integrated.** A supporting organization operated in connection with, and functionally integrated with, its supported organization(s) (see instructions). **You must complete Part IV, Sections A, D, and E.**
 - d **Type III non-functionally integrated.** A supporting organization operated in connection with its supported organization(s) that is not functionally integrated. The organization generally must satisfy a distribution requirement and an attentiveness requirement (see instructions). **You must complete Part IV, Sections A and D, and Part V.**
 - e Check this box if the organization received a written determination from the IRS that it is a Type I, Type II, Type III functionally integrated, or Type III non-functionally integrated supporting organization.
 - f Enter the number of supported organizations
 - g Provide the following information about the supported organization(s).

(I) Name of supported organization	(II) EIN	(III) Type of organization (described on lines 1-10 above (see instructions))	(IV) Is the organization listed in your governing document?		(V) Amount of monetary support (see instructions)	(VI) Amount of other support (see instructions)
			Yes	No		
Total						

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in)	(a) 2018	(b) 2019	(c) 2020	(d) 2021	(e) 2022	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	17,626,509.	20,125,139.	19,322,498.	24,250,715.	24,297,150.	105,622,011.
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 Total. Add lines 1 through 3	17,626,509.	20,125,139.	19,322,498.	24,250,715.	24,297,150.	105,622,011.
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						4,129,829.
6 Public support. Subtract line 5 from line 4.						101,492,182.

Section B. Total Support

Calendar year (or fiscal year beginning in)	(a) 2018	(b) 2019	(c) 2020	(d) 2021	(e) 2022	(f) Total
7 Amounts from line 4	17,626,509.	20,125,139.	19,322,498.	24,250,715.	24,297,150.	105,622,011.
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties, and income from similar sources	4,580,004.	7,704,855.	6,456,681.	7,052,367.	2,755,455.	28,549,362.
9 Net income from unrelated business activities, whether or not the business is regularly carried on		8,148.	215.	6,969.	2,784.	18,116.
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
11 Total support. Add lines 7 through 10						134,189,489.
12 Gross receipts from related activities, etc. (see instructions)					12	
13 First 5 years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2022 (line 6, column (f), divided by line 11, column (f))	14	75.63	%
15 Public support percentage from 2021 Schedule A, Part II, line 14	15	72.19	%
16a 33 1/3% support test - 2022. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here . The organization qualifies as a publicly supported organization			
<input checked="" type="checkbox"/>			
b 33 1/3% support test - 2021. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here . The organization qualifies as a publicly supported organization			
<input type="checkbox"/>			
17a 10% -facts-and-circumstances test - 2022. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the facts-and-circumstances test, check this box and stop here . Explain in Part VI how the organization meets the facts-and-circumstances test. The organization qualifies as a publicly supported organization			
<input type="checkbox"/>			
b 10% -facts-and-circumstances test - 2021. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the facts-and-circumstances test, check this box and stop here . Explain in Part VI how the organization meets the facts-and-circumstances test. The organization qualifies as a publicly supported organization			
<input type="checkbox"/>			
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions			<input type="checkbox"/>

Schedule A (Form 990) 2022

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 10 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in)	(a) 2018	(b) 2019	(c) 2020	(d) 2021	(e) 2022	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total. Add lines 1 through 5						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
c Add lines 7a and 7b						
8 Public support. (Subtract line 7c from line 6.)						

Section B. Total Support

Calendar year (or fiscal year beginning in)	(a) 2018	(b) 2019	(c) 2020	(d) 2021	(e) 2022	(f) Total
9 Amounts from line 6						
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties, and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included on line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
13 Total support. (Add lines 9, 10c, 11, and 12.)						
14 First 5 years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here <input type="checkbox"/>						

Section C. Computation of Public Support Percentage

15 Public support percentage for 2022 (line 8, column (f), divided by line 13, column (f))	15	%
16 Public support percentage from 2021 Schedule A, Part III, line 15	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2022 (line 10c, column (f), divided by line 13, column (f))	17	%
18 Investment income percentage from 2021 Schedule A, Part III, line 17	18	%
19a 33 1/3% support tests - 2022. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here . The organization qualifies as a publicly supported organization <input type="checkbox"/>		
b 33 1/3% support tests - 2021. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and stop here . The organization qualifies as a publicly supported organization <input type="checkbox"/>		
20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions <input type="checkbox"/>		

Part IV Supporting Organizations

(Complete only if you checked a box on line 12 of Part I. If you checked box 12a, Part I, complete Sections A and B. If you checked box 12b, Part I, complete Sections A and C. If you checked box 12c, Part I, complete Sections A, D, and E. If you checked box 12d, Part I, complete Sections A and D, and complete Part V.)

Section A. All Supporting Organizations

- | 1 | Yes | No |
|---|-----|----|
| Are all of the organization's supported organizations listed by name in the organization's governing documents? If "No," describe in Part VI how the supported organizations are designated. If designated by class or purpose, describe the designation. If historic and continuing relationship, explain. | 1 | |
| Did the organization have any supported organization that does not have an IRS determination of status under section 509(a)(1) or (2)? If "Yes," explain in Part VI how the organization determined that the supported organization was described in section 509(a)(1) or (2). | 2 | |
| Did the organization have a supported organization described in section 501(c)(4), (5), or (6)? If "Yes," answer lines 3b and 3c below. | 3a | |
| Did the organization confirm that each supported organization qualified under section 501(c)(4), (5), or (6) and satisfied the public support tests under section 509(a)(2)? If "Yes," describe in Part VI when and how the organization made the determination. | 3b | |
| Did the organization ensure that all support to such organizations was used exclusively for section 170(c)(2)(B) purposes? If "Yes," explain in Part VI what controls the organization put in place to ensure such use. | 3c | |
| Was any supported organization not organized in the United States ("foreign supported organization")? If "Yes," and if you checked box 12a or 12b in Part I, answer lines 4b and 4c below. | 4a | |
| Did the organization have ultimate control and discretion in deciding whether to make grants to the foreign supported organization? If "Yes," describe in Part VI how the organization had such control and discretion despite being controlled or supervised by or in connection with its supported organizations. | 4b | |
| Did the organization support any foreign supported organization that does not have an IRS determination under sections 501(c)(3) and 509(a)(1) or (2)? If "Yes," explain in Part VI what controls the organization used to ensure that all support to the foreign supported organization was used exclusively for section 170(c)(2)(B) purposes. | 4c | |
| Did the organization add, substitute, or remove any supported organizations during the tax year? If "Yes," answer lines 5b and 5c below (if applicable). Also, provide detail in Part VI , including (i) the names and EIN numbers of the supported organizations added, substituted, or removed; (ii) the reasons for each such action; (iii) the authority under the organization's organizing document authorizing such action; and (iv) how the action was accomplished (such as by amendment to the organizing document). | 5a | |
| Type I or Type II only. Was any added or substituted supported organization part of a class already designated in the organization's organizing document? | 5b | |
| Substitutions only. Was the substitution the result of an event beyond the organization's control? | 5c | |
| Did the organization provide support (whether in the form of grants or the provision of services or facilities) to anyone other than (i) its supported organizations, (ii) individuals that are part of the charitable class benefited by one or more of its supported organizations, or (iii) other supporting organizations that also support or benefit one or more of the filing organization's supported organizations? If "Yes," provide detail in Part VI . | 6 | |
| Did the organization provide a grant, loan, compensation, or other similar payment to a substantial contributor (as defined in section 4958(c)(3)(C)), a family member of a substantial contributor, or a 35% controlled entity with regard to a substantial contributor? If "Yes," complete Part I of Schedule L (Form 990). | 7 | |
| Did the organization make a loan to a disqualified person (as defined in section 4958) not described on line 7? If "Yes," complete Part I of Schedule L (Form 990). | 8 | |
| Was the organization controlled directly or indirectly at any time during the tax year by one or more disqualified persons, as defined in section 4946 (other than foundation managers and organizations described in section 509(a)(1) or (2))? If "Yes," provide detail in Part VI . | 9a | |
| Did one or more disqualified persons (as defined on line 9a) hold a controlling interest in any entity in which the supporting organization had an interest? If "Yes," provide detail in Part VI . | 9b | |
| Did a disqualified person (as defined on line 9a) have an ownership interest in, or derive any personal benefit from, assets in which the supporting organization also had an interest? If "Yes," provide detail in Part VI . | 9c | |
| Was the organization subject to the excess business holdings rules of section 4943 because of section 4943(f) (regarding certain Type II supporting organizations, and all Type III non-functionally integrated supporting organizations)? If "Yes," answer line 10b below. | 10a | |
| Did the organization have any excess business holdings in the tax year? (Use Schedule C, Form 4720, to determine whether the organization had excess business holdings.) | 10b | |

Part IV Supporting Organizations (continued)

	Yes	No
11 Has the organization accepted a gift or contribution from any of the following persons?		
a A person who directly or indirectly controls, either alone or together with persons described on lines 11b and 11c below, the governing body of a supported organization?	11a	
b A family member of a person described on line 11a above?	11b	
c A 35% controlled entity of a person described on line 11a or 11b above? If "Yes" to line 11a, 11b, or 11c, provide detail in Part VI.	11c	

Section B. Type I Supporting Organizations

	Yes	No
1 Did the governing body, members of the governing body, officers acting in their official capacity, or membership of one or more supported organizations have the power to regularly appoint or elect at least a majority of the organization's officers, directors, or trustees at all times during the tax year? If "No," describe in Part VI how the supported organization(s) effectively operated, supervised, or controlled the organization's activities. If the organization had more than one supported organization, describe how the powers to appoint and/or remove officers, directors, or trustees were allocated among the supported organizations and what conditions or restrictions, if any, applied to such powers during the tax year.	1	
2 Did the organization operate for the benefit of any supported organization other than the supported organization(s) that operated, supervised, or controlled the supporting organization? If "Yes," explain in Part VI how providing such benefit carried out the purposes of the supported organization(s) that operated, supervised, or controlled the supporting organization.	2	

Section C. Type II Supporting Organizations

	Yes	No
1 Were a majority of the organization's directors or trustees during the tax year also a majority of the directors or trustees of each of the organization's supported organization(s)? If "No," describe in Part VI how control or management of the supporting organization was vested in the same persons that controlled or managed the supported organization(s).	1	

Section D. All Type III Supporting Organizations

	Yes	No
1 Did the organization provide to each of its supported organizations, by the last day of the fifth month of the organization's tax year, (i) a written notice describing the type and amount of support provided during the prior tax year, (ii) a copy of the Form 990 that was most recently filed as of the date of notification, and (iii) copies of the organization's governing documents in effect on the date of notification, to the extent not previously provided?	1	
2 Were any of the organization's officers, directors, or trustees either (i) appointed or elected by the supported organization(s) or (ii) serving on the governing body of a supported organization? If "No," explain in Part VI how the organization maintained a close and continuous working relationship with the supported organization(s).	2	
3 By reason of the relationship described on line 2, above, did the organization's supported organizations have a significant voice in the organization's investment policies and in directing the use of the organization's income or assets at all times during the tax year? If "Yes," describe in Part VI the role the organization's supported organizations played in this regard.	3	

Section E. Type III Functionally Integrated Supporting Organizations

1 Check the box next to the method that the organization used to satisfy the Integral Part Test during the year (see instructions).		
a <input type="checkbox"/> The organization satisfied the Activities Test. Complete line 2 below.		
b <input type="checkbox"/> The organization is the parent of each of its supported organizations. Complete line 3 below.		
c <input type="checkbox"/> The organization supported a governmental entity. Describe in Part VI how you supported a governmental entity (see instructions).		
2 Activities Test. Answer lines 2a and 2b below.		
a Did substantially all of the organization's activities during the tax year directly further the exempt purposes of the supported organization(s) to which the organization was responsive? If "Yes," then in Part VI identify those supported organizations and explain how these activities directly furthered their exempt purposes, how the organization was responsive to those supported organizations, and how the organization determined that these activities constituted substantially all of its activities.	2a	
b Did the activities described on line 2a, above, constitute activities that, but for the organization's involvement, one or more of the organization's supported organization(s) would have been engaged in? If "Yes," explain in Part VI the reasons for the organization's position that its supported organization(s) would have engaged in these activities but for the organization's involvement.	2b	
3 Parent of Supported Organizations. Answer lines 3a and 3b below.		
a Did the organization have the power to regularly appoint or elect a majority of the officers, directors, or trustees of each of the supported organizations? If "Yes" or "No" provide details in Part VI.	3a	
b Did the organization exercise a substantial degree of direction over the policies, programs, and activities of each of its supported organizations? If "Yes," describe in Part VI the role played by the organization in this regard.	3b	

Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations

1 Check here if the organization satisfied the Integral Part Test as a qualifying trust on Nov. 20, 1970 (*explain in Part VI*). See instructions.

All other Type III non-functionally integrated supporting organizations must complete Sections A through E.

Section A - Adjusted Net Income		(A) Prior Year	(B) Current Year (optional)
1 Net short-term capital gain	1		
2 Recoveries of prior-year distributions	2		
3 Other gross income (see instructions)	3		
4 Add lines 1 through 3.	4		
5 Depreciation and depletion	5		
6 Portion of operating expenses paid or incurred for production or collection of gross income or for management, conservation, or maintenance of property held for production of income (see instructions)	6		
7 Other expenses (see instructions)	7		
8 Adjusted Net Income (subtract lines 5, 6, and 7 from line 4)	8		
Section B - Minimum Asset Amount		(A) Prior Year	(B) Current Year (optional)
1 Aggregate fair market value of all non-exempt-use assets (see instructions for short tax year or assets held for part of year):			
a Average monthly value of securities	1a		
b Average monthly cash balances	1b		
c Fair market value of other non-exempt-use assets	1c		
d Total (add lines 1a, 1b, and 1c)	1d		
e Discount claimed for blockage or other factors (<i>explain in detail in Part VI</i>):			
2 Acquisition indebtedness applicable to non-exempt-use assets	2		
3 Subtract line 2 from line 1d.	3		
4 Cash deemed held for exempt use. Enter 0.015 of line 3 (for greater amount, see instructions).	4		
5 Net value of non-exempt-use assets (subtract line 4 from line 3)	5		
6 Multiply line 5 by 0.035.	6		
7 Recoveries of prior-year distributions	7		
8 Minimum Asset Amount (add line 7 to line 6)	8		
Section C - Distributable Amount			Current Year
1 Adjusted net income for prior year (from Section A, line 8, column A)	1		
2 Enter 0.85 of line 1.	2		
3 Minimum asset amount for prior year (from Section B, line 8, column A)	3		
4 Enter greater of line 2 or line 3.	4		
5 Income tax imposed in prior year	5		
6 Distributable Amount. Subtract line 5 from line 4, unless subject to emergency temporary reduction (see instructions).	6		
7 <input type="checkbox"/> Check here if the current year is the organization's first as a non-functionally integrated Type III supporting organization (see instructions).			

Schedule A (Form 990) 2022

Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations (continued)

Section D - Distributions		Current Year
1	Amounts paid to supported organizations to accomplish exempt purposes	1
2	Amounts paid to perform activity that directly furthers exempt purposes of supported organizations, in excess of income from activity	2
3	Administrative expenses paid to accomplish exempt purposes of supported organizations	3
4	Amounts paid to acquire exempt-use assets	4
5	Qualified set-aside amounts (prior IRS approval required - <i>provide details in Part VI</i>)	5
6	Other distributions (<i>describe in Part VI</i>). See instructions.	6
7	Total annual distributions. Add lines 1 through 6.	7
8	Distributions to attentive supported organizations to which the organization is responsive (<i>provide details in Part VI</i>). See instructions.	8
9	Distributable amount for 2022 from Section C, line 6	9
10	Line 8 amount divided by line 9 amount	10

Section E - Distribution Allocations (see instructions)	(i) Excess Distributions	(ii) Underdistributions Pre-2022	(iii) Distributable Amount for 2022
1 Distributable amount for 2022 from Section C, line 6			
2 Underdistributions, if any, for years prior to 2022 (reasonable cause required - <i>explain in Part VI</i>). See instructions.			
3 Excess distributions carryover, if any, to 2022			
a From 2017			
b From 2018			
c From 2019			
d From 2020			
e From 2021			
f Total of lines 3a through 3e			
g Applied to underdistributions of prior years			
h Applied to 2022 distributable amount			
i Carryover from 2017 not applied (see instructions)			
j Remainder. Subtract lines 3g, 3h, and 3i from line 3f.			
4 Distributions for 2022 from Section D, line 7: \$			
a Applied to underdistributions of prior years			
b Applied to 2022 distributable amount			
c Remainder. Subtract lines 4a and 4b from line 4.			
5 Remaining underdistributions for years prior to 2022, if any. Subtract lines 3g and 4a from line 2. For result greater than zero, <i>explain in Part VI</i> . See instructions.			
6 Remaining underdistributions for 2022. Subtract lines 3h and 4b from line 1. For result greater than zero, <i>explain in Part VI</i> . See instructions.			
7 Excess distributions carryover to 2023. Add lines 3j and 4c.			
8 Breakdown of line 7:			
a Excess from 2018			
b Excess from 2019			
c Excess from 2020			
d Excess from 2021			
e Excess from 2022			

Schedule A (Form 990) 2022

Part VI

Supplemental Information. Provide the explanations required by Part II, line 10; Part II, line 17a or 17b; Part III, line 12; Part IV, Section A, lines 1, 2, 3b, 3c, 4b, 4c, 5a, 6, 9a, 9b, 9c, 11a, 11b, and 11c; Part IV, Section B, lines 1 and 2; Part IV, Section C, line 1; Part IV, Section D, lines 2 and 3; Part IV, Section E, lines 1c, 2a, 2b, 3a, and 3b; Part V, line 1; Part V, Section B, line 1e; Part V, Section D, lines 5, 6, and 8; and Part V, Section E, lines 2, 5, and 6. Also complete this part for any additional information. (See instructions.)



Atlantic
Health System
Foundation for Morristown
Medical Center

**2024
Budget**

Contributions	\$22,386,999
Special Events	400,000
Total Operating Revenues	22,786,999
Salaries & Employee Benefits	4,405,323
Office Supplies, Equipment & Services	106,840
Professional and Consulting Fees	368,102
Occupancy	182,592
Direct Mail and Telemarketing	367,200
Promotion and Donor Relations	463,177
Staff Expense	68,250
Event Expense	200,000
Total Operating Expenses*	6,161,484
Excess of Revenues over Expenses	\$16,625,515

**Does not include program service expense



July 5, 2024

Alfiero & Lucia Palestro Foundation, Inc.
333 Sylvan Avenue, Suite 100
Englewood Cliffs, NJ 07632
Attn: Kristine Sayafe, Foundation Manager

RE: Exhibit 7 – Annual Report

Dear Kristine,

Please visit the following link to view the Foundation for Morristown Medical Center's 2023 Annual Report: <https://fmmcimpact.org/>

Sincerely,

A handwritten signature in black ink that reads "maria mega". The signature is fluid and cursive, with "maria" on the first line and "mega" on the second line.

Maria Mega
Corporate and Foundation Relations Officer
(973) 593-2423
maria.mega@atlantichealth.org