

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

MARCH 2019

East Orange General Hospital
Balance Sheet
As of March 31, 2019
(Internally Prepared - Unaudited)
Actual



	<u>Mar-19</u>
Current Assets	
Cash and Cash Equivalents	\$ 1,097,272
Patient Accts Receivable, net of allowance for doubtful accunts	22,636,045
Other Accounts Receivable	373,305
Government program receivables	57,562
Grant Receivable	1,403,424
Intercompany	(84,641,141)
Supplies Inventory	1,612,125
Prepaid Exp & Other Curr Assets	1,493,098
Total Current Assets	\$ (55,968,310)
Fixed Assets	
Property, Improvements & Equipment	\$ 78,772,294
Accumulated Depreciation	(14,526,534)
Net Fixed Assets	\$ 64,245,760
Intangible, net of accumulated amortization	\$ 1,675,904
Goodwill - Prospect EOGH	-
Other Assets	163,992
Total Assets	\$ 10,117,347
Current Liabilities	
Accounts Payable	\$ 12,221,682
Accrued Comp / Benefits	4,886,037
Accrued Expenses & Other	3,282,669
Deferred revenue	26,445
Due to Government Payer	653,565
Curr Portion of Capital Leases	378,082
Total Current Liabilities	\$ 21,448,481
Non-Current Liabilities	
Malpractice Reserve	\$ 2,224,500
Capital Leases, net of current portion	395,291
Other Long -Term Liability	1,770,758
Total Non-Current Liabilites	\$ 4,390,549
Stockholders' Equity in net Assets	
Additional Paid in Capital	\$ 32,718,610
Retained Earnings prior year	(37,261,992)
Retained Earning current year	(11,178,301)
Total Stockholders' Equity in Net Assets	\$ (15,721,683)
Total Liabilities and Stockholders' Equity	\$ 10,117,347

East Orange General Hospital
Income Statement
For the Six Months Ended March 31, 2019
(Internally Prepared - Unaudited)
Actual



	FYTD Mar-19	MTD Mar-19
Revenue		
Net patient service revenue	\$ 45,050,126	\$ 8,176,786
Less: Provision for doubtful accounts	(2,618,958)	(399,486)
Patient Service Revenue	\$ 42,431,169	\$ 7,777,299
Other Revenue	\$ 399,463	\$ 35,564
Grants	285,777	47,630
Other Hospital Service Revenue	265,585	100,196
Total Revenue	\$ 43,381,994	\$ 7,960,689
Operating Expenses		
Salary and Wages and Per diem Help	\$ 23,227,489	\$ 3,838,955
Employee benefits	4,860,669	952,113
Grants	433,946	38,415
Supplies Expense	4,143,268	664,814
Lease and rental expense	157,852	25,041
Professional Fees	4,648,896	763,174
Registry	1,080,188	161,617
Purchased Services	3,213,852	(89,984)
Total Operating Expenses	\$ 41,766,159	\$ 6,354,146
Operating Margin	\$ 1,615,835	\$ 1,606,543
General and Administrative Expenses		
Professional Fees Non-Medical	\$ 1,352,626	\$ 197,773
Supplies - Other	1,161,749	192,881
Repairs & Maintenance	2,077,499	312,157
Utilities	747,061	152,909
Professional Liability Ins.	889,296	151,761
Insurance - Other	228,225	(47,134)
Purchased Services	827,692	148,536
Property Taxes & Other	689,956	86,128
Management Fees	-	-
Other Expenses	1,043,587	259,360
Marketing	32,747	596
Travel & Business Development	63,263	13,138
Total General and Administrative Expenses	\$ 9,113,700	\$ 1,468,104
EBITDA	\$ (7,497,864)	\$ 138,439

Depreciation and Amortiation

Depreciation Expense	\$ 3,148,682	\$ 643,764
Amortization Expense	121,152	20,192
Total Deprec, Amort	\$ 3,269,834	\$ 663,956

Net Operating Income

\$ (10,767,699) \$ (525,517)

Interest Expense	\$ 346,067	\$ 171,936
Other (Income)/Expense	64,534	10,783

Net Income Before Income Taxes

\$ (11,178,300) \$ (708,237)

Provision for Income Taxes

Net Income After Taxes

\$ (11,178,300) \$ (708,237)

**East Orange General Hospital
Operating Statistics
March 31, 2019**

	MTD	YTD
ADMISSIONS		
Actual 2019	543	3,469
Actual 2018	531	3,195
Variance	12	274
PATIENT DAYS		
Actual 2019	3,077	21,083
Actual 2018	3,052	19,201
Variance	25	1,882
ALOS per Dsch		
Actual 2019	5.2	5.2
Actual 2018	5.2	5.5
Variance	(0.0)	(0.3)
SAME DAY SURGERY		
Actual 2019	157	787
Actual 2018	135	838
Variance	22	(51)
SAME DAY ENDOSCOPY		
Actual 2019	106	524
Actual 2018	104	734
Variance	2	(210)
TOTAL OCCUPANCY RATE (%) Staffed		
Actual 2019	60%	70%
Actual 2018	56%	60%
Variance	4%	9%
Occupancy % Acute staffed	61%	59%
Occupancy % Psych staffed	48%	41%
Observation		
Actual 2019	36	252
Actual 2018	41	218
Variance	(5)	34
NET E.R. VISITS		
Actual 2019	3,045	17,073
Actual 2018	2,863	17,445
Variance	182	(372)
E.R. ADMITS Acute		
Actual	433	2,267
% / Admissions	80%	65%
E.R. ADMITS Psych		
Actual	97	449
% / Admissions	18%	13%
Interventional Radiology Procedures		
Actual 2019	23	81
Actual 2018	21	60
Variance	2	21
Licensed Beds	212	212
Operating Beds	166	166
Licensed Acute Beds	175	175
Operating Acute Bed	129	129
Licensed Psych Beds	37	37
Operating Psych Beds	37	37