

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

March 2020

East Orange General Hospital
Balance Sheet
As of March 31, 2020
(Internally Prepared - Unaudited)
Actual



	<u>Mar-20</u>
Current Assets	
Cash and Cash Equivalents	\$ 280,384
Patient Accts Receivable, net of allowance for doubtful accounts	22,793,323
Other Accounts Receivable	478,193
Government program receivables	858,318
Grant Receivable	1,825,000
Intercompany	(110,274,823)
Supplies Inventory	1,486,317
Prepaid Exp & Other Curr Assets	3,269,028
Total Current Assets	\$ (79,284,259)
Fixed Assets	
Property, Improvements & Equipment	\$ 13,567,651
Accumulated Depreciation	\$ (6,101,868)
Net Fixed Assets	\$ 7,465,783
Intangible, net of accumulated amortization	\$ 1,433,600
Goodwill - Prospect EOGH	-
Other Assets	163,992
Total Assets	\$ (70,220,884)
Current Liabilities	
Accounts Payable	\$ 8,997,772
Accrued Comp / Benefits	4,370,496
Accrued Expenses & Other	2,094,216
Deferred revenue	61,130
Due to Government Payer	734,316
Curr Portion of Capital Leases	617,600
Total Current Liabilities	\$ 16,875,531
Non-Current Liabilities	
Malpractice Reserve	\$ 1,992,000
Capital Leases, net of current portion	409,722
Other Long -Term Liability	1,061,133
Total Non-Current Liabilites	\$ 3,462,855
Stockholders' Equity in net Assets	
Additional Paid in Capital	\$ 32,718,610
Retained Earnings prior year	(117,495,262)
Retained Earning current year	(5,782,617)
Total Stockholders' Equity in Net Assets	\$ (90,559,269)
Total Liabilities and Stockholders' Equity	\$ (70,220,884)

East Orange General Hospital
Income Statement
For the Six Months Ended March 31, 2020
(Internally Prepared - Unaudited)
Actual



	FYTD Mar-20	MTD Mar-20
Revenue		
Net patient service revenue	\$ 44,784,592	\$ 6,880,453
Less: Provision for doubtful accounts	(2,913,045)	(900,000)
Patient Service Revenue	\$ 41,871,546	\$ 5,980,453
Other Revenue	\$ 258,437	\$ 36,895
Grants	4,084,114	678,089
Other Hospital Service Revenue	147,689	22,580
Total Revenue	\$ 46,361,786	\$ 6,718,016
Operating Expenses		
Salary and Wages and Per diem Help	\$ 23,193,789	\$ 3,838,843
Employee benefits	4,493,164	1,154,362
Grants	304,513	44,868
Supplies Expense	3,888,563	657,858
Lease and rental expense	163,334	28,256
Professional Fees	4,581,122	872,564
Registry	179,059	-
Purchased Services	1,903,201	424,007
Total Operating Expenses	\$ 38,706,745	\$ 7,020,758
Operating Margin	\$ 7,655,041	\$ (302,742)
General and Administrative Expenses		
Professional Fees Non-Medical	\$ 1,029,297	\$ 127,675
Supplies - Other	1,187,188	225,248
Repairs & Maintenance	2,012,721	382,125
Utilities	711,779	123,153
Professional Liability Ins.	876,304	145,082
Insurance - Other	303,547	45,953
Purchased Services	1,785,806	293,580
Property Taxes & Other	713,533	142,750
Management Fees	-	-
Other Expenses	931,343	163,363
Marketing	23,354	9,874
Travel & Business Development	69,419	7,457
Total General and Administrative Expenses	\$ 9,644,290	\$ 1,666,259
EBITDA	\$ (1,989,249)	\$ (1,969,002)
Depreciation and Amortiation		
Depreciation Expense	\$ 3,410,436	\$ 405,609
Amortization Expense	121,152	20,192
Total Deprec, Amort	\$ 3,531,588	\$ 425,801

Net Operating Income	<u>\$</u>	<u>(5,520,837)</u>	<u>\$</u>	<u>(2,394,803)</u>
Interest Expense	\$	258,033	\$	39,502
Other (Income)/Expense		3,748		478
Asset Impairment		-		-
Net Income Before Income Taxes	<u>\$</u>	<u>(5,782,617)</u>	<u>\$</u>	<u>(2,434,783)</u>
Provision for Income Taxes				
Net Income After Taxes	<u>\$</u>	<u>(5,782,617)</u>	<u>\$</u>	<u>(2,434,783)</u>

**East Orange General Hospital
Operating Statistics
March 31, 2020**

	MTD	FYTD
ADMISSIONS		
Actual FY 2020	452	2,904
Actual FY 2019	543	2,961
Variance	(91)	(57)
PATIENT DAYS		
Actual FY 2020	3,052	17,712
Actual FY 2019	3,077	17,908
Variance	(25)	(196)
ALOS per Dsch		
Actual FY 2020	6.8	6.1
Actual FY 2019	5.7	6.0
Variance	1.1	0.1
SAME DAY SURGERY		
Actual FY 2020	40	391
Actual FY 2019	83	475
Variance	(43)	(84)
SAME DAY ENDOSCOPY		
Actual FY 2020	29	256
Actual FY 2019	61	295
Variance	(32)	(39)
TOTAL OCCUPANCY RATE (%) Staffed		
Actual FY 2019	59%	58%
Actual FY 2018	57%	56%
Variance	3%	2%
Occupancy % Acute staffed	66%	62%
Occupancy % Psych staffed	32%	38%
Observation		
Actual FY 2020	18	171
Actual FY 2019	38	254
Variance	(20)	(83)
NET E.R. VISITS		
Actual FY 2020	2,819	17,350
Actual FY 2019	3,045	17,073
Variance	(226)	277
E.R. ADMITS Acute		
Actual	388	2,409
% / Admissions	86%	83%
E.R. ADMITS Psych		
Actual	55	423
% / Admissions	12%	15%

Interventional Radiology Procedures		
Actual FY 2020	10	67
Actual FY 2019	49	224
Variance	(39)	(157)
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