

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

June 2020

East Orange General Hospital
Balance Sheet
As of June 30, 2020
(Internally Prepared - Unaudited)
Actual



	<u>Jun-20</u>
Current Assets	
Cash and Cash Equivalents	\$ (470,463)
Patient Accts Receivable, net of allowance for doubtful accunts	16,606,671
Other Accounts Receivable	4,076,790
Government program receivables	944,586
Grant Receivable	2,125,000
Intercompany	(84,872,350)
Supplies Inventory	1,518,026
Prepaid Exp & Other Curr Assets	2,115,424
Total Current Assets	\$ (57,956,317)
Fixed Assets	
Property, Improvements & Equipment	\$ 12,168,201
Accumulated Depreciation	\$ (6,505,891)
Net Fixed Assets	\$ 5,662,311
Intangible, net of accumulated amortization	\$ 1,373,024
Goodwill - Prospect EOGH	-
Other Assets	163,992
Total Assets	\$ (50,756,990)
Current Liabilities	
Accounts Payable	\$ 10,318,171
Accrued Comp / Benefits	4,459,219
Accrued Expenses & Other	16,850,521
Deferred revenue	1,771,010
Due to Government Payer	10,905,525
Curr Portion of Capital Leases	534,145
Total Current Liabilities	\$ 44,838,592
Non-Current Liabilities	
Malpractice Reserve	\$ 1,992,000
Capital Leases, net of current portion	327,901
Other Long -Term Liability	1,061,133
Total Non-Current Liabilites	\$ 3,381,034
Stockholders' Equity in net Assets	
Additional Paid in Capital	\$ 32,718,610
Retained Earnings prior year	(117,495,262)
Retained Earning current year	(14,199,963)
Total Stockholders' Equity in Net Assets	\$ (98,976,615)
Total Liabilities and Stockholders' Equity	\$ (50,756,990)

East Orange General Hospital
Income Statement
For the Nine Months Ended June 30, 2020
(Internally Prepared - Unaudited)
Actual



	FYTD Jun-20	MTD Jun-20
Revenue		
Net patient service revenue	\$ 63,016,111	\$ 6,486,353
Less: Provision for doubtful accounts	(4,528,063)	(240,738)
Patient Service Revenue	\$ 58,488,049	\$ 6,245,615
Other Revenue	\$ 479,121	\$ 99,159
Grants	6,109,855	676,075
Other Hospital Service Revenue	195,436	609
Total Revenue	\$ 65,272,461	\$ 7,021,459
Operating Expenses		
Salary and Wages and Per diem Help	\$ 34,612,225	\$ 3,703,233
Employee benefits	7,682,898	1,035,192
Grants	427,929	39,588
Supplies Expense	5,429,772	561,073
Lease and rental expense	289,693	70,545
Professional Fees	7,051,917	741,888
Registry	1,525,937	545,378
Purchased Services	3,477,330	524,142
Total Operating Expenses	\$ 60,497,702	\$ 7,221,039
Operating Margin	\$ 4,774,758	\$ (199,580)
General and Administrative Expenses		
Professional Fees Non-Medical	\$ 1,452,026	\$ 172,598
Supplies - Other	1,704,304	204,543
Repairs & Maintenance	3,239,696	454,965
Utilities	1,046,912	118,337
Professional Liability Ins.	1,311,550	145,082
Insurance - Other	443,673	46,709
Purchased Services	2,727,677	298,113
Property Taxes & Other	1,128,113	137,976
Management Fees	-	-
Other Expenses	1,461,756	190,368
Marketing	29,179	2,171
Travel & Business Development	72,287	2,196
Total General and Administrative Expenses	\$ 14,617,174	\$ 1,773,057
EBITDA	\$ (9,842,416)	\$ (1,972,638)
Depreciation and Amortiation		
Depreciation Expense	\$ 3,814,459	\$ 331,266
Amortization Expense	181,728	20,192
Total Deprec, Amort	\$ 3,996,187	\$ 351,458

Net Operating Income	\$	(13,838,603)	\$	(2,324,095)
Interest Expense	\$	356,110	\$	33,909
Other (Income)/Expense		5,251		509
Asset Impairment		-		-
Net Income Before Income Taxes	\$	(14,199,963)	\$	(2,358,513)
Provision for Income Taxes				
Net Income After Taxes	\$	(14,199,963)	\$	(2,358,513)

**East Orange General Hospital
Operating Statistics
June 30, 2020**

	MTD	FYTD
ADMISSIONS		
Actual FY 2020	381	3,901
Actual FY 2019	469	4,467
Variance	(88)	(566)
PATIENT DAYS		
Actual FY 2020	2,505	25,170
Actual FY 2019	2,695	26,662
Variance	(190)	(1,492)
ALOS per Dsch		
Actual FY 2020	6.6	6.5
Actual FY 2019	5.7	6.0
Variance	0.8	0.5
SAME DAY SURGERY		
Actual FY 2020	29	427
Actual FY 2019	73	759
Variance	(44)	(332)
SAME DAY ENDOSCOPY		
Actual FY 2020	6	262
Actual FY 2019	43	448
Variance	(37)	(186)
TOTAL OCCUPANCY RATE (%) Staffed		
Actual FY 2019	50%	55%
Actual FY 2018	51%	56%
Variance	-1%	0%
Occupancy % Acute staffed	54%	59%
Occupancy % Psych staffed	32%	36%
Observation		
Actual FY 2020	10	201
Actual FY 2019	31	357
Variance	(21)	(156)
NET E.R. VISITS		
Actual FY 2020	1,675	21,702
Actual FY 2019	2,829	25,756
Variance	(1,154)	(4,054)
E.R. ADMITS Acute		
Actual	319	3,253
% / Admissions	84%	83%
E.R. ADMITS Psych		
Actual	54	565
% / Admissions	14%	14%

Interventional Radiology Procedures		
Actual FY 2020	2	89
Actual FY 2019	11	258
Variance	(9)	(169)
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