

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

March 2021

East Orange General Hospital
Balance Sheet
As of March 31, 2021
(Internally Prepared - Unaudited)
Actual



| | <u>Mar-21</u> |
|---|------------------------|
| Current Assets | |
| Cash and Cash Equivalents | \$ 1,633 |
| Patient Accts Receivable, net of allowance for doubtful accunts | 9,556,113 |
| Other Accounts Receivable | 1,375,538 |
| Government program receivables | 1,264,197 |
| Grant Receivable | 4,207,404 |
| Intercompany | (86,674,803) |
| Supplies Inventory | 1,441,528 |
| Prepaid Exp & Other Curr Assets | 2,332,852 |
| Total Current Assets | \$ (66,495,538) |
| Fixed Assets | |
| Property, Improvements & Equipment | \$ 4,918,559 |
| Accumulated Depreciation | \$ (2,691,432) |
| Net Fixed Assets | \$ 2,227,127 |
| Intangible, net of accumulated amortization | \$ 1,554,752 |
| Goodwill - Prospect EOGH | - |
| Other Assets | 451,991 |
| Total Assets | \$ (62,261,667) |
| Current Liabilities | |
| Accounts Payable | \$ 9,972,464 |
| Accrued Comp / Benefits | 5,319,940 |
| Accrued Expenses & Other | 2,664,168 |
| Deferred revenue | 52,445 |
| Due to Government Payer | 10,753,685 |
| Curr Portion of Capital Leases | 332,058 |
| Total Current Liabilities | \$ 29,094,760 |
| Non-Current Liabilities | |
| Malpractice Reserve | \$ 3,933,000 |
| Capital Leases, net of current portion | 100,092 |
| Other Long -Term Liability | - |
| Total Non-Current Liabilites | \$ 4,033,092 |
| Stockholders' Equity in net Assets | |
| Additional Paid in Capital | \$ 32,718,610 |
| Retained Earnings prior year | (123,923,623) |
| Retained Earning current year | (4,184,507) |
| Total Stockholders' Equity in Net Assets | \$ (95,389,519) |
| Total Liabilities and Stockholders' Equity | \$ (62,261,667) |

East Orange General Hospital
Income Statement
For the Six Months Ended March 31, 2021
(Internally Prepared - Unaudited)
Actual



| | FYTD Mar-21 | MTD Mar-21 |
|--|-----------------------|---------------------|
| Revenue | | |
| Net patient service revenue | \$ 37,942,420 | \$ 7,414,717 |
| Patient Service Revenue | \$ 37,942,420 | \$ 7,414,717 |
| Other Revenue | \$ 925,100 | \$ 107,654 |
| Grants | \$ 6,302,894 | \$ 677,124 |
| Other Hospital Service Revenue | \$ 196,889 | 61,892 |
| Total Revenue | \$ 45,367,303 | \$ 8,261,387 |
| Operating Expenses | | |
| Salary and Wages and Per diem Help | \$ 22,942,001 | \$ 3,835,334 |
| Employee benefits | \$ 5,669,374 | \$ 972,033 |
| Grants | \$ 307,291 | \$ 55,975 |
| Supplies Expense | \$ 4,197,948 | \$ 936,499 |
| Lease and rental expense | \$ 625,557 | \$ 210,128 |
| Professional Fees | \$ 4,307,310 | \$ 962,957 |
| Registry | \$ 1,565 | \$ - |
| Purchased Services | \$ 2,326,662 | \$ 372,328 |
| Total Operating Expenses | \$ 40,377,710 | \$ 7,345,255 |
| Operating Margin | \$ 4,989,593 | \$ 916,132 |
| General and Administrative Expenses | | |
| Professional Fees Non-Medical | \$ 488,406 | \$ 87,187 |
| Supplies - Other | \$ 1,087,302 | \$ 262,633 |
| Repairs & Maintenance | \$ 2,473,778 | \$ 398,375 |
| Utilities | \$ 626,172 | \$ 117,637 |
| Professional Liability Ins. | \$ 972,328 | \$ 147,958 |
| Insurance - Other | \$ 260,249 | \$ 47,900 |
| Purchased Services | \$ 1,251,098 | \$ 188,170 |
| Property Taxes & Other | \$ 971,941 | \$ 134,943 |
| Management Fees | \$ - | \$ - |
| Other Expenses | \$ 904,866 | \$ 111,095 |
| Marketing | \$ 16,651 | \$ 3,756 |
| Travel & Business Development | \$ 16,126 | \$ 5,169 |
| Total General and Administrative Expenses | \$ 9,068,917 | \$ 1,504,823 |
| EBITDA | \$ (4,079,324) | \$ (588,691) |
| Depreciation and Amortiation | | |
| Depreciation Expense | \$ - | \$ - |
| Amortization Expense | \$ - | \$ - |

| | | | | |
|---------------------------------------|----|--------------------|----|------------------|
| Total Deprec, Amort | \$ | - | \$ | - |
| Net Operating Income | \$ | (4,079,324) | \$ | (588,691) |
| Interest Expense | \$ | 100,078 | \$ | 7,711 |
| Other (Income)/Expense | \$ | 5,105 | \$ | 667 |
| Asset Impairment | \$ | - | \$ | - |
| Net Income Before Income Taxes | \$ | (4,184,507) | \$ | (597,069) |
| Provision for Income Taxes | | | | |
| Net Income After Taxes | \$ | (4,184,507) | \$ | (597,069) |

**East Orange General Hospital
Operating Statistics
March 31, 2021**

| | MTD | FYTD |
|---|------------|-------------|
| ADMISSIONS | | |
| Actual FY 2021 | 465 | 2,447 |
| Actual FY 2020 | 452 | 2,904 |
| Variance | 13 | (457) |
| PATIENT DAYS | | |
| Actual FY 2021 | 2,812 | 15,998 |
| Actual FY 2020 | 2,890 | 17,518 |
| Variance | (78) | (1,520) |
| ALOS per Dsch | | |
| Actual FY 2021 | 6.0 | 6.5 |
| Actual FY 2020 | 6.4 | 6.0 |
| Variance | (0.3) | 0.5 |
| SAME DAY SURGERY | | |
| Actual FY 2021 | 57 | 350 |
| Actual FY 2020 | 40 | 391 |
| Variance | 17 | (41) |
| SAME DAY ENDOSCOPY | | |
| Actual FY 2021 | 31 | 163 |
| Actual FY 2020 | 29 | 256 |
| Variance | 2 | (93) |
| TOTAL OCCUPANCY RATE (%) Staffed | | |
| Actual FY 2021 | 58% | 56% |
| Actual FY 2020 | 57% | 59% |
| Variance | 1% | -3% |
| Occupancy % Acute staffed | 63% | 59% |
| Occupancy % Psych staffed | 32% | 37% |
| Observation | | |
| Actual FY 2021 | 9 | 76 |
| Actual FY 2020 | 18 | 171 |
| Variance | (9) | (95) |
| NET E.R. VISITS | | |
| Actual FY 2021 | 2,421 | 13,252 |
| Actual FY 2020 | 2,819 | 17,350 |
| Variance | (398) | (4,098) |
| E.R. ADMITS Acute | | |
| Actual | 386 | 1,986 |
| % / Admissions | 83% | 81% |
| E.R. ADMITS Psych | | |
| Actual | 61 | 382 |
| % / Admissions | 13% | 16% |

| | | |
|--|-----|-----|
| Interventional Radiology Procedures | | |
| Actual FY 2021 | 15 | 94 |
| Actual FY 2020 | 13 | 70 |
| Variance | 2 | 24 |
| Licensed Beds | 201 | 201 |
| Operating Beds | 157 | 157 |
| Licensed Acute Beds | 164 | 164 |
| Operating Acute Bed | 120 | 120 |
| Licensed Psych Beds | 37 | 37 |
| Operating Psych Beds | 37 | 37 |