

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

September 2020

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



	<u>Sep-20</u>
Current Assets	
Cash and Cash Equivalents	\$ (2,021,317)
Patient Accts Receivable, net of allowance for doubtful accunts	11,771,294
Other Accounts Receivable	4,699,436
Government program receivables	877,330
Grant Receivable	2,307,737
Intercompany	(76,520,165)
Supplies Inventory	1,378,581
Prepaid Exp & Other Curr Assets	1,467,914
Total Current Assets	\$ (56,039,191)
Fixed Assets	
Property, Improvements & Equipment	\$ 4,160,496
Accumulated Depreciation	\$ (2,691,432)
Net Fixed Assets	\$ 1,469,064
Intangible, net of accumulated amortization	\$ 1,554,752
Goodwill - Prospect EOGH	-
Other Assets	451,992
Total Assets	\$ (52,563,382)
Current Liabilities	
Accounts Payable	\$ 8,996,597
Accrued Comp / Benefits	4,783,851
Accrued Expenses & Other	9,320,158
Deferred revenue	88,500
Due to Government Payer	10,821,632
Curr Portion of Capital Leases	448,179
Total Current Liabilities	\$ 34,458,917
Non-Current Liabilities	
Malpractice Reserve	\$ 3,933,000
Capital Leases, net of current portion	249,714
Other Long -Term Liability	-
Total Non-Current Liabilites	\$ 4,182,714
Stockholders' Equity in net Assets	
Additional Paid in Capital	\$ 32,718,610
Retained Earnings prior year	(117,495,262)
Retained Earning current year	(6,428,360)
Total Stockholders' Equity in Net Assets	\$ (91,205,012)
Total Liabilities and Stockholders' Equity	\$ (52,563,382)

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



	FYTD Sept-20	MTD Sept-20
Revenue		
Net patient service revenue	\$ 77,397,209	\$ (295,352)
Less: Provision for doubtful accounts	(5,647,818)	(619,755)
Patient Service Revenue	\$ 71,749,391	\$ (915,107)
Other Revenue	\$ 783,931	\$ 60,044
Grants	23,798,148	16,335,293
Other Hospital Service Revenue	249,622	(8,206)
Total Revenue	\$ 96,581,092	\$ 15,472,025
Operating Expenses		
Salary and Wages and Per diem Help	\$ 42,122,104	\$ (164,142)
Employee benefits	9,912,013	446,914
Grants	531,361	34,279
Supplies Expense	7,269,414	474,066
Lease and rental expense	337,512	(29,010)
Professional Fees	9,313,987	980,894
Registry	1,040,623	(497,864)
Purchased Services	4,588,865	203,484
Total Operating Expenses	\$ 75,115,879	\$ 1,448,621
Operating Margin	\$ 21,465,212	\$ 14,023,404
General and Administrative Expenses		
Professional Fees Non-Medical	\$ 1,823,192	\$ 213,690
Supplies - Other	2,089,556	38,608
Repairs & Maintenance	4,734,229	478,186
Utilities	1,384,683	65,425
Professional Liability Ins.	1,746,795	145,082
Insurance - Other	145,975	(395,291)
Purchased Services	3,159,130	193,417
Property Taxes & Other	1,541,686	124,289
Management Fees	-	-
Other Expenses	1,867,329	81,162
Marketing	37,286	4,036
Travel & Business Development	78,633	1,506
Total General and Administrative Expenses	\$ 18,608,494	\$ 950,108
EBITDA	\$ 2,856,719	\$ 13,073,296
Depreciation and Amortiation		
Depreciation Expense	\$ -	\$ (4,553,783)

Amortization Expense	-	(222,112)
Total Deprec, Amort	\$ -	\$ (4,775,895)
Net Operating Income	\$ 2,856,719	\$ 17,849,192
Interest Expense	\$ 419,936	\$ 21,872
Other (Income)/Expense	7,793	1,024
Asset Impairment	8,857,350	8,873,883
Net Income Before Income Taxes	\$ (6,428,360)	\$ 8,952,412
Provision for Income Taxes		
Net Income After Taxes	\$ (6,428,360)	\$ 8,952,412

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

	MTD	FYTD
ADMISSIONS		
Actual FY 2020	453	5,154
Actual FY 2019	435	5,833
Variance	18	(679)
PATIENT DAYS		
Actual FY 2020	2,786	33,292
Actual FY 2019	2,790	34,965
Variance	(4)	(1,673)
ALOS per Dsch		
Actual FY 2020	6.2	6.5
Actual FY 2019	6.4	6.0
Variance	(0.3)	0.5
SAME DAY SURGERY		
Actual FY 2020	49	596
Actual FY 2019	73	1,003
Variance	(24)	(407)
SAME DAY ENDOSCOPY		
Actual FY 2020	42	321
Actual FY 2019	56	603
Variance	(14)	(282)
TOTAL OCCUPANCY RATE (%) Staffed		
Actual FY 2019	57%	55%
Actual FY 2018	57%	58%
Variance	0%	-3%
Occupancy % Acute staffed	63%	63%
Occupancy % Psych staffed	32%	36%
Observation		
Actual FY 2020	5	237
Actual FY 2019	36	446
Variance	(31)	(209)
NET E.R. VISITS		
Actual FY 2020	1,977	27,856
Actual FY 2019	2,866	34,642
Variance	(889)	(6,786)
E.R. ADMITS Acute		
Actual	371	4,270
% / Admissions	82%	83%
E.R. ADMITS Psych		
Actual	58	749
% / Admissions	13%	15%

Interventional Radiology Procedures		
Actual FY 2020	13	127
Actual FY 2019	16	301
Variance	(3)	(174)
Licensed Beds	201	201
Operating Beds	164	164
Licensed Acute Beds	164	164
Operating Acute Bed	120	120
Licensed Psych Beds	37	37
Operating Psych Beds	37	37