

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

MARCH 2017

East Orange General Hospital
Balance Sheet
As of March 31, 2017
(Internally Prepared - Unaudited)
Actual



	<u>Mar-17</u>
Current Assets	
Cash and Cash Equivalents	\$ (179,311)
Patient Accts Receivable, net of allowance for doubtful accunts	13,114,156
Other Accounts Receivable	174,993
Government program receivables	1,642,524
Grant Receivable	3,661,570
Intercompany	(12,933,284)
Due from Foundation	277,050
Supplies Inventory	1,270,373
Prepaid Exp & Other Curr Assets	1,480,070
Total Current Assets	\$ 8,508,142
Fixed Assets	
Property, Improvements & Equipment	\$ 46,588,634
Accumulated Depreciation	(4,876,742)
Net Fixed Assets	\$ 41,711,892
Intangible, net of accumulated amortization	\$ 2,160,508
Goodwill - Prospect EOGH	3,964,420
Other Assets	63,759
Total Assets	\$ 56,408,720
Current Liabilities	
Accounts Payable	\$ 9,150,694
Accrued Comp / Benefits	4,268,227
Accrued Expenses & Other	2,951,809
Due to Government Payer	3,794,303
Curr Portion of Capital Leases	660,958
Cure Liability	151,660
Total Current Liabilities	\$ 20,977,651
Non-Current Liabilities	
Malpractice Reserve	\$ 2,223,000
Capital Leases, net of current portion	406,251
Other Long -Term Liability	4,384,302
Total Non-Current Liabilities	\$ 7,013,553
Stockholders' Equity in net Assets	
Additional Paid in Capital	\$ 32,718,610.34
Retained Earnings prior year	145,956
Retained Earning current year	(4,447,051)
Total Stockholders' Equity in Net Assets	\$ 28,417,516
Total Liabilities and Stockholders' Equity	\$ 56,408,720

East Orange General Hospital
Income Statement
For the Period Ended March 31, 2017
(Internally Prepared - Unaudited)
Actual



	FYTD Mar-17	MTD Mar-17
Revenue		
Net patient service revenue	\$ 48,337,547	\$ 9,143,421
Less: Provision for doubtful accounts	(2,230,926)	(535,859)
Patient Service Revenue	\$ 46,106,621	\$ 8,607,562
Other Revenue	\$ 73,263	\$ 14,826
Grants	1,300,204	187,953
Other Hospital Service Revenue	116,713	22,485
Total Revenue	\$ 47,596,801	\$ 8,832,827
Operating Expenses		
Salary and Wages and Per diem Help	\$ 21,689,501	\$ 3,850,974
Employee benefits	5,156,441	1,020,466
Grants	1,051,033	175,162
Supplies Expense	4,592,801	872,077
Lease and rental expense	100,611	13,250
Professional Fees	925,510	129,186
Registry	419,478	47,911
Purchased Services	5,755,017	921,628
Total Operating Expenses	\$ 39,690,391	\$ 7,030,654
Operating Margin	\$ 7,906,410	\$ 1,802,173
General and Administrative Expenses		
Professional Fees Non-Medical	\$ 465,506	\$ 40,175
Supplies - Other	1,453,861	259,551
Repairs & Maintenance	2,308,674	315,126
Utilities	723,809	150,688
Professional Liability Ins.	198,755	31,046
Insurance - Other	326,022	52,680
Purchased Services	501,958	80,378
Property Taxes & Other	609,499	32,438
Management Fees	1,973,063	343,613
Other Expenses	1,085,543	147,295
Marketing	7,861	49
Travel & Business Development	62,665	8,000
Total General and Administrative Expenses	\$ 9,717,215	\$ 1,461,039
EBITDA	\$ (1,810,805)	\$ 341,134

Depreciation and Amortiation

Depreciation Expense	\$	2,318,854	\$	397,250
Amortization Expense		121,150		20,192
Total Deprec, Amort	\$	2,440,004	\$	417,442

Net Operating Income

	\$	(4,250,809)	\$	(76,308)
Interest Expense	\$	175,609	\$	56,280
Other (Income)/Expense		20,633		(2,592)

Net Income Before Income Taxes

Provision for Income Taxes		-		-
Net Income After Taxes	\$	(4,447,051)	\$	(129,995)