

**PROSPECT MEDICAL HOLDINGS
EAST ORANGE GENERAL HOSPITAL**

FINANCIAL STATEMENTS

December 2019

East Orange General Hospital
Balance Sheet
As of December 31, 2019
(Internally Prepared - Unaudited)
Actual



	<u>Dec-19</u>
Current Assets	
Cash and Cash Equivalents	\$ 265,320
Patient Accts Receivable, net of allowance for doubtful accunts	21,304,470
Other Accounts Receivable	486,083
Government program receivables	952,378
Grant Receivable	1,850,000
Intercompany	(105,802,152)
Supplies Inventory	1,501,183
Prepaid Exp & Other Curr Assets	3,533,725
Total Current Assets	\$ (75,908,993)
Fixed Assets	
Property, Improvements & Equipment	\$ 12,502,546
Accumulated Depreciation	\$ (4,721,154)
Net Fixed Assets	\$ 7,781,393
Intangible, net of accumulated amortization	\$ 1,494,176
Goodwill - Prospect EOGH	-
Other Assets	163,992
Total Assets	\$ (66,469,432)
Current Liabilities	
Accounts Payable	\$ 9,362,314
Accrued Comp / Benefits	3,310,623
Accrued Expenses & Other	2,775,478
Deferred revenue	382,899
Due to Government Payer	714,261
Curr Portion of Capital Leases	668,775
Total Current Liabilities	\$ 17,214,351
Non-Current Liabilities	
Malpractice Reserve	\$ 1,992,000
Capital Leases, net of current portion	499,387
Other Long -Term Liability	1,061,133
Total Non-Current Liabilites	\$ 3,552,519
Stockholders' Equity in net Assets	
Additional Paid in Capital	\$ 32,718,610
Retained Earnings prior year	(117,495,262)
Retained Earning current year	(2,459,650)
Total Stockholders' Equity in Net Assets	\$ (87,236,302)
Total Liabilities and Stockholders' Equity	\$ (66,469,432)

East Orange General Hospital
Income Statement
For the Three Months Ended December 30, 2019
(Internally Prepared - Unaudited)
Actual



	FYTD Dec-19	MTD Dec-19
Revenue		
Net patient service revenue	\$ 21,954,187	\$ 7,479,272
Less: Provision for doubtful accounts	(1,013,046)	(513,046)
Patient Service Revenue	\$ 20,941,142	\$ 6,966,226
Other Revenue	\$ 127,889	\$ 79,803
Grants	2,052,483	677,102
Other Hospital Service Revenue	69,547	19,998
Total Revenue	\$ 23,191,060	\$ 7,743,129
Operating Expenses		
Salary and Wages and Per diem Help	\$ 11,560,589	\$ 3,896,258
Employee benefits	1,768,455	688,241
Grants	180,875	59,297
Supplies Expense	1,937,483	655,346
Lease and rental expense	73,805	23,437
Professional Fees	2,289,507	599,309
Registry	154,927	54,794
Purchased Services	694,112	265,711
Total Operating Expenses	\$ 18,659,754	\$ 6,242,392
Operating Margin	\$ 4,531,307	\$ 1,500,737
General and Administrative Expenses		
Professional Fees Non-Medical	\$ 561,075	\$ 122,555
Supplies - Other	541,556	208,846
Repairs & Maintenance	949,809	336,495
Utilities	316,658	127,434
Professional Liability Ins.	435,245	145,082
Insurance - Other	143,827	48,126
Purchased Services	1,018,880	294,928
Property Taxes & Other	279,318	125,824
Management Fees	-	-
Other Expenses	466,494	150,334
Marketing	9,396	4,795
Travel & Business Development	41,675	16,085
Total General and Administrative Expenses	\$ 4,763,933	\$ 1,580,503
EBITDA	\$ (232,626)	\$ (79,766)

Depreciation and Amortiation

Depreciation Expense	\$	2,029,722	\$	677,278
Amortization Expense		60,576		20,192
Total Deprec, Amort	\$	2,090,298	\$	697,470

Net Operating Income

Interest Expense	\$	135,194	\$	41,746
Other (Income)/Expense		1,532		(2,917)
Asset Impairment		-		-
Net Income Before Income Taxes	\$	(2,459,650)	\$	(816,065)
Provision for Income Taxes				
Net Income After Taxes	\$	(2,459,650)	\$	(816,065)

**East Orange General Hospital
Operating Statistics
December 31, 2019**

	MTD	FYTD
ADMISSIONS		
Actual FY 2020	499	1,472
Actual FY 2019	475	1,421
Variance	24	51
PATIENT DAYS		
Actual FY 2020	2,887	8,638
Actual FY 2019	3,131	8,990
Variance	(244)	(352)
ALOS per Dsch		
Actual FY 2020	5.8	5.9
Actual FY 2019	6.6	6.3
Variance	(0.8)	(0.5)
SAME DAY SURGERY		
Actual FY 2020	71	220
Actual FY 2019	54	228
Variance	17	(8)
SAME DAY ENDOSCOPY		
Actual FY 2020	43	135
Actual FY 2019	62	165
Variance	(19)	(30)
TOTAL OCCUPANCY RATE (%) Staffed		
Actual FY 2019	56%	57%
Actual FY 2018	58%	56%
Variance	-2%	1%
Occupancy % Acute staffed	59%	59%
Occupancy % Psych staffed	39%	42%
Observation		
Actual FY 2020	22	76
Actual FY 2019	59	153
Variance	(37)	(77)
NET E.R. VISITS		
Actual FY 2020	2,977	8,630
Actual FY 2019	2,799	8,354
Variance	178	276
E.R. ADMITS Acute		
Actual	406	1,187
% / Admissions	81%	81%
E.R. ADMITS Psych		
Actual	77	244
% / Admissions	15%	17%

Interventional Radiology Procedures		
Actual FY 2020	5	37
Actual FY 2019	9	27
Variance	(4)	10
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