

Montclair Health System, LLC

Consolidated Balance Sheets

(In Thousands)

	<u>March 31,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
Assets		
Current assets:		
Accounts receivable, net	\$ 36,759	\$ 37,442
Inventories	5,670	5,773
Prepaid expenses	2,865	1,950
Other current assets	5,607	10,493
Total current assets	<u>50,901</u>	<u>55,658</u>
Property and equipment, net	48,491	50,518
Right of use assets	52,026	52,027
Goodwill	126,317	126,317
Other intangible assets, net	5,600	5,600
Amounts due from affiliates	29,259	24,721
Other assets	3,634	3,704
Total assets	<u>\$ 316,228</u>	<u>\$ 318,545</u>
Liabilities and members' equity		
Current liabilities:		
Accounts payable	\$ 12,811	\$ 19,003
Accrued salaries and benefits	6,162	7,974
Other accrued expenses and liabilities	6,099	5,914
Current installments of long-term debt	144	226
Total current liabilities	<u>25,216</u>	<u>33,117</u>
Long-term debt, less current installments	1,045	–
Noncurrent lease liabilities	50,985	50,985
Other long-term liabilities	1,447	1,648
Total liabilities	<u>78,693</u>	<u>85,750</u>
Members' equity	237,535	232,795
Total liabilities and members' equity	<u>\$ 316,228</u>	<u>\$ 318,545</u>

Montclair Health System, LLC
Consolidated Statements of Operations
(In Thousands)

	Three Months Ended March 31,	
	2023	2022
Total net revenue	\$ 84,128	\$ 75,792
Expenses:		
Salaries and benefits	32,122	30,566
Professional fees and contract services	8,808	9,459
Supplies	11,885	11,328
Other operating expenses	14,831	10,868
Government stimulus income	–	(185)
Depreciation and amortization	2,468	1,687
Management fees	1,850	1,576
Total operating expenses	71,964	65,299
Income from operations	12,164	10,493
Interest income, net	437	33
Net income	\$ 12,601	\$ 10,526

Montclair Health System, LLC

Consolidated Balance Sheets

(In Thousands)

	<u>June 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
Assets		
Current assets:		
Accounts receivable, net	\$ 40,087	\$ 37,442
Inventories	5,935	5,773
Prepaid expenses	1,885	1,950
Other current assets	6,156	10,493
Total current assets	<u>54,063</u>	<u>55,658</u>
Property and equipment, net	50,377	50,518
Right of use assets	52,026	52,027
Goodwill	126,317	126,317
Other intangible assets, net	5,600	5,600
Amounts due from affiliates	29,894	24,721
Other assets	3,309	3,704
Total assets	<u>\$ 321,586</u>	<u>\$ 318,545</u>
Liabilities and members' equity		
Current liabilities:		
Accounts payable	\$ 12,512	\$ 19,003
Accrued salaries and benefits	7,985	7,974
Other accrued expenses and liabilities	6,261	5,914
Current installments of long-term debt	238	226
Total current liabilities	<u>26,996</u>	<u>33,117</u>
Long-term debt, less current installments	2,887	–
Noncurrent lease liabilities	50,985	50,985
Other long-term liabilities	1,425	1,648
Total liabilities	<u>82,293</u>	<u>85,750</u>
Members' equity	239,293	232,795
Total liabilities and members' equity	<u>\$ 321,586</u>	<u>\$ 318,545</u>

Montclair Health System, LLC
Consolidated Statements of Operations
(In Thousands)

	Six Months Ended June 30,	
	2023	2022
Total net revenue	\$ 171,236	\$ 153,118
Expenses:		
Salaries and benefits	63,878	62,811
Professional fees and contract services	17,764	19,295
Supplies	26,235	21,896
Other operating expenses	25,396	22,496
Government stimulus income	–	(185)
Depreciation and amortization	4,247	3,341
Management fees	3,837	3,197
Total operating expenses	<u>141,357</u>	<u>132,851</u>
Income from operations	29,879	20,267
Interest income, net	982	147
Net income	<u>\$ 30,861</u>	<u>\$ 20,414</u>