

Montclair Health System, LLC

Consolidated Balance Sheets

(In Thousands)

	<u>September 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
Assets		
Current assets:		
Accounts receivable, net	\$ 42,389	\$ 37,442
Inventories	6,181	5,773
Prepaid expenses	1,917	1,950
Other current assets	6,582	10,493
Total current assets	<u>57,069</u>	<u>55,658</u>
Property and equipment, net	51,838	50,518
Right of use assets	52,027	52,027
Goodwill	126,317	126,317
Other intangible assets, net	5,600	5,600
Amounts due from affiliates	24,684	24,721
Other assets	2,984	3,704
Total assets	<u>\$ 320,519</u>	<u>\$ 318,545</u>
Liabilities and members' equity		
Current liabilities:		
Accounts payable	\$ 14,437	\$ 19,003
Accrued salaries and benefits	6,731	7,974
Other accrued expenses and liabilities	7,314	5,914
Current installments of long-term debt	294	226
Total current liabilities	<u>28,776</u>	<u>33,117</u>
Long-term debt, less current installments	2,769	–
Noncurrent lease liabilities	50,985	50,985
Other long-term liabilities	784	1,648
Total liabilities	<u>83,314</u>	<u>85,750</u>
Members' equity	237,205	232,795
Total liabilities and members' equity	<u>\$ 320,519</u>	<u>\$ 318,545</u>

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

	Nine Months Ended September 30,	
	2023	2022
Total net revenue	\$ 255,721	\$ 231,736
Expenses:		
Salaries and benefits	96,272	94,880
Professional fees and contract services	27,250	29,027
Supplies	39,787	33,633
Other operating expenses	35,430	33,986
Government stimulus income	–	(185)
Depreciation and amortization	6,199	5,019
Management fees	5,556	4,934
Total operating expenses	210,494	201,294
Income from operations	45,227	30,442
Interest income, net	1,282	378
Net income	\$ 46,509	\$ 30,820

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

**Nine Months
September 30,
2023**

Cash flows from operating activities:	
Net income	\$ 46,509
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and amortization	6,199
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:	
Accounts receivable	(4,947)
Inventories and other assets	4,256
Accounts payable and accrued expenses	(5,652)
Net cash provided by operating activities	46,365
Cash flows from investing activities:	
Purchases of property and equipment	(5,143)
Net cash used in investing activities	(5,143)
Cash flows from financing activities:	
Proceeds from long-term debt	1,045
Payments of principal on long-term debt	(205)
Distributions to noncontrolling interests	(42,099)
Payments from affiliate	37
Net cash used in financing activities	(41,222)
Net increase in cash and cash equivalents	–
Cash and cash equivalents at beginning of period	–
Cash and cash equivalents at end of period	\$ –