

**Montclair Health System, LLC**  
Condensed Consolidated Balance Sheet  
*(In Thousands)*  
**Unaudited**

**June 30,  
2024**

**Assets**

Current assets:

Accounts receivable, net	\$	48,881
Inventories		6,269
Prepaid expenses		1,530
Other current assets		7,621
<b>Total current assets</b>		<b>64,301</b>

Property and equipment, net		55,991
Right of use assets		45,038
Goodwill		126,317
Other intangible assets, net		5,600
Amounts due from affiliates		30,029
Other assets		1,772
<b>Total assets</b>	\$	<b>329,048</b>

**Liabilities and members' equity**

Current liabilities:

Accounts payable	\$	12,629
Accrued salaries and benefits		9,422
Other accrued expenses and liabilities		9,422
Current installments of long-term debt		584
<b>Total current liabilities</b>		<b>32,057</b>

Long-term debt, less current installments		2,263
Noncurrent lease liabilities		41,119
Other long-term liabilities		507
<b>Total liabilities</b>		<b>75,946</b>

Members' equity:

Common units		63,276
Accumulated earnings		189,826
<b>Members' equity</b>		<b>253,102</b>
<b>Total liabilities and members' equity</b>	\$	<b>329,048</b>

**Montclair Health System, LLC**  
Condensed Consolidated Statement of Operations  
*(In Thousands)*  
**Unaudited**

	<b>Three Months Ended June 30, 2024</b>	<b>Six Months Ended June 30, 2024</b>
Total revenue	\$ 88,359	\$ 178,880
Expenses:		
Salaries and benefits	34,654	69,474
Professional fees and contract services	11,084	22,292
Supplies	12,386	25,474
Other operating expenses	11,542	23,717
Depreciation and amortization	2,223	4,321
Management fees	1,934	3,473
Total operating expenses	<u>73,823</u>	<u>148,751</u>
Income from operations	14,536	30,129
Interest income, net	425	818
Net income	<u>\$ 14,961</u>	<u>\$ 30,947</u>

**Montclair Health System, LLC**  
Condensed Consolidated Statement of Equity  
(In Thousands, Except for Unit Amounts)  
**Unaudited**

	<u>Units</u>	<u>Amount</u>	<u>Accumulated Earnings</u>	<u>Total</u>
<b>Balance at December 31, 2023</b>	1,900	\$ 63,276	\$ 178,849	\$ 242,125
Distributions made to:				
LHP Montclair, LLC	-	-	(5,104)	(5,104)
Hackensack UMC	-	-	(1,276)	(1,276)
Net income	-	-	15,986	15,986
<b>Balance at March 31, 2024</b>	<u>1,900</u>	<u>\$ 63,276</u>	<u>\$ 188,455</u>	<u>\$ 251,731</u>
Distributions made to:				
LHP Montclair, LLC	-	-	(10,872)	(10,872)
Hackensack UMC	-	-	(2,718)	(2,718)
Net income	-	-	14,961	14,961
<b>Balance at June 30, 2024</b>	<u>1,900</u>	<u>\$ 63,276</u>	<u>\$ 189,826</u>	<u>\$ 253,102</u>

**Montclair Health System, LLC**  
Condensed Consolidated Statement of Cash Flow  
*(In Thousands)*  
**Unaudited**

**Six Months Ended**  
**June 30,**  
**2024**

<b>Cash flows from operating activities:</b>		
Net income	\$	30,947
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization		4,321
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:		
Accounts receivable		4,053
Inventories and other assets		1,798
Accounts payable and accrued expenses		(9,417)
<b>Net cash provided by operating activities</b>		<b>31,702</b>
<b>Cash flows from investing activities:</b>		
Purchases of property and equipment		(4,468)
<b>Net cash used in investing activities</b>		<b>(4,468)</b>
<b>Cash flows from financing activities:</b>		
Payments of principal on long-term debt		(195)
Distributions to noncontrolling interests		(19,970)
Payments from (to) affiliate		(7,069)
<b>Net cash used in financing activities</b>		<b>(27,234)</b>
<b>Change in cash and cash equivalents</b>		<b>–</b>
Cash and cash equivalents at beginning of period		–
<b>Cash and cash equivalents at end of period</b>	<b>\$</b>	<b>–</b>