

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

**September 30,
2024**

Assets

Current assets:

Accounts receivable, net	\$ 47,721
Inventories	6,759
Prepaid expenses	1,879
Other current assets	9,336
Total current assets	65,695

Property and equipment, net	54,734
Right of use assets	43,485
Goodwill	126,317
Other intangible assets, net	5,600
Amounts due from affiliates	32,375
Other assets	1,698
Total assets	\$ 329,904

Liabilities and members' equity

Current liabilities:

Accounts payable	11,851
Accrued salaries and benefits	7,276
Other accrued expenses and liabilities	10,032
Current installments of long-term debt	589
Total current liabilities	29,748

Long-term debt, less current installments	3,512
Noncurrent lease liabilities	39,261
Other long-term liabilities	279
Total liabilities	72,800

Members' equity:

Common units	63,276
Accumulated earnings	193,828
Members' equity	257,104
Total liabilities and members' equity	\$ 329,904

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

	Three Months Ended September 30, 2024	Nine Months Ended September 30, 2024
	<u> </u>	<u> </u>
Total revenue	\$ 88,970	\$ 267,850
Expenses:		
Salaries and benefits	33,284	102,758
Professional fees and contract services	11,567	33,859
Supplies	11,964	37,438
Other operating expenses	12,558	36,275
Depreciation and amortization	2,336	6,657
Management fees	1,859	5,332
Total operating expenses	<u>73,568</u>	<u>222,319</u>
Income from operations	15,402	45,531
Interest income, net	410	1,228
Net income	<u>\$ 15,812</u>	<u>\$ 46,759</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>
Balance at December 31, 2023	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
Balance at March 31, 2024	1,900	63,276	188,455	251,731
Distributions made to:				
LHP Montclair, LLC	-	-	(10,872)	(10,872)
Hackensack UMC	-	-	(2,718)	(2,718)
Net income	-	-	30,768	30,768
Balance at June 30, 2024	1,900	63,276	205,633	268,909
Distributions made to:				
LHP Montclair, LLC	-	-	(9,448)	(9,448)
Hackensack UMC	-	-	(2,362)	(2,362)
Net income	-	-	5	5
Balance at September 30, 2024	<u>1,900</u>	<u>\$ 63,276</u>	<u>\$ 193,828</u>	<u>\$ 257,104</u>

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

**Nine Months Ended
September 30,
2024**

Cash flows from operating activities:	
Net income	\$ 46,759
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and amortization	6,657
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:	
Accounts receivable	5,213
Inventories and other assets	(673)
Accounts payable and accrued expenses	(12,273)
Net cash provided by operating activities	45,683
Cash flows from investing activities:	
Purchases of property and equipment	(5,547)
Net cash used in investing activities	(5,547)
Cash flows from financing activities:	
Proceeds from long-term debt	1,371
Payments of principal on long-term debt	(312)
Distributions to noncontrolling interests	(31,780)
Payments from (to) affiliate	(9,415)
Net cash used in financing activities	(40,136)
Change in cash and cash equivalents	–
Cash and cash equivalents at beginning of period	–
Cash and cash equivalents at end of period	\$ –