

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

**December 31,  
2023**

**Assets**

Current assets:

Accounts receivable, net	\$	52,934
Inventories		6,031
Prepaid expenses		2,190
Other current assets		9,295
<b>Total current assets</b>		<b>70,450</b>

Property and equipment, net		55,943
Right of use assets		46,936
Goodwill		126,317
Other intangible assets, net		5,600
Amounts due from affiliates		22,960
Other assets		2,659
<b>Total assets</b>	<b>\$</b>	<b>330,865</b>

**Liabilities and members' equity**

Current liabilities:

Accounts payable		22,187
Accrued salaries and benefits		8,919
Other accrued expenses and liabilities		9,381
Current installments of long-term debt		497
<b>Total current liabilities</b>		<b>40,984</b>

Long-term debt, less current installments		2,545
Noncurrent lease liabilities		44,666
Other long-term liabilities		545
<b>Total liabilities</b>		<b>88,740</b>

Members' equity:

Common units		63,276
Accumulated earnings		178,849
<b>Members' equity</b>		<b>242,125</b>
<b>Total liabilities and members' equity</b>	<b>\$</b>	<b>330,865</b>

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

	<b>Three Months Ended December 31, 2023</b>	<b>Twelve Months Ended December 31, 2023</b>
Total revenue	\$ 87,954	\$ 343,675
Expenses:		
Salaries and benefits	34,493	130,765
Professional fees and contract services	10,365	37,615
Supplies	14,561	54,348
Other operating expenses	11,521	46,951
Depreciation and amortization	2,111	8,310
Management fees	1,885	7,441
Total operating expenses	<u>74,936</u>	<u>285,430</u>
Income from operations	13,018	58,245
Interest income, net	433	1,715
Net income	<u>\$ 13,451</u>	<u>\$ 59,960</u>

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

	<u>Units</u>	<u>Amount</u>	<u>Accumulated Earnings</u>	<u>Total</u>
<b>Balance at December 31, 2022</b>	1,900	\$ 63,276	\$ 169,519	\$ 232,795
Distributions made to:				
LHP Montclair, LLC	-	-	(40,504)	(40,504)
Hackensack UMC	-	-	(10,126)	(10,126)
Net income	-	-	59,960	59,960
<b>Balance at December 31, 2023</b>	<u>1,900</u>	<u>\$ 63,276</u>	<u>\$ 178,849</u>	<u>\$ 242,125</u>

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

**Twelve Months  
December 31,  
2023**

**Cash flows from operating activities:**

Net income	\$	59,960
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization		8,310
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:		
Accounts receivable		(15,492)
Inventories and other assets		1,745
Accounts payable and accrued expenses		5,265
<b>Net cash provided by operating activities</b>		<b>59,788</b>

**Cash flows from investing activities:**

Purchases of property and equipment		(11,738)
<b>Net cash used in investing activities</b>		<b>(11,738)</b>

**Cash flows from financing activities:**

Proceeds from long-term debt		1,045
Payments of principal on long-term debt		(226)
Distributions to noncontrolling interests		(50,630)
Payments from (to) affiliate		1,761
<b>Net cash used in financing activities</b>		<b>(48,050)</b>

**Change in cash and cash equivalents**

Cash and cash equivalents at beginning of period		-
<b>Cash and cash equivalents at end of period</b>	<b>\$</b>	<b>-</b>