

Montclair Health System, LLC
Condensed Consolidated Balance Sheets
(Unaudited; in thousands)

**March 31,
2025**

Assets	
Current assets:	
Accounts receivable, net	\$ 46,163
Inventories	9,125
Prepaid expenses	1,594
Other current assets	9,980
Total current assets	66,862
Property and equipment, net	58,035
Right of use assets	40,450
Goodwill	126,317
Other intangible assets, net	5,600
Amounts due from affiliates	36,765
Other assets	1,693
Total assets	\$ 335,722
Liabilities and equity	
Current liabilities:	
Accounts payable	\$ 13,133
Accrued salaries and benefits	7,595
Other accrued expenses and liabilities	9,672
Current installments of long-term debt	493
Total current liabilities	30,893
Long-term debt, less current installments	3,368
Noncurrent lease liabilities	35,476
Other long-term liabilities	231
Total liabilities	69,968
Total equity:	
Common units	63,276
Accumulated earnings	202,478
Total equity	265,754
Total liabilities and equity	\$ 335,722

Montclair Health System, LLC
Condensed Consolidated Income Statements
(Unaudited; in thousands)

**Three Months Ended
March 31, 2025**

Total revenue	\$ 99,368
Expenses:	
Salaries and benefits	34,744
Professional fees and contract services	12,535
Supplies	11,527
Other operating expenses	12,452
Depreciation and amortization	2,321
Management fees	2,015
Other non-operating losses (gains)	(205)
Total operating expenses	75,389
Income from operations	23,979
Loss from equity method investments	(71)
Interest income, net	373
Net income	\$ 24,281

Montclair Health System, LLC
Condensed Consolidated Statement of Equity
(Unaudited; in thousands, except for unit amounts)

	<u>Units</u>	<u>Amount</u>	<u>Accumulated Earnings</u>	<u>Total</u>
Balance at December 31, 2024	1,900	\$ 63,276	\$ 193,027	\$ 256,303
Distributions made to:				
LHP Montclair, LLC	-	-	(11,864)	(11,864)
Hackensack UMC	-	-	(2,966)	(2,966)
Net income	-	-	24,281	24,281
Balance at March 31, 2025	<u>1,900</u>	<u>\$ 63,276</u>	<u>\$ 202,478</u>	<u>\$ 265,754</u>

Montclair Health System, LLC
Condensed Consolidated Statements of Cash Flow
(Unaudited; in thousands)

**Three Months Ended
March 31, 2025**

Cash flows from operating activities:	
Net income	\$ 24,281
Adjustments to reconcile net income to net cash provided by operating activities:	
Loss from equity method investment	–
Depreciation and amortization	2,321
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:	
Accounts receivable	3,402
Inventories and other assets	(5,913)
Accounts payable and accrued expenses	(2,881)
Net cash provided by operating activities	21,210
Cash flows from investing activities:	
Purchases of property and equipment	(3,941)
Purchase of equity method investments	–
Net cash used in investing activities	(3,941)
Cash flows from financing activities:	
Proceeds from long-term debt	–
Payments of principal on long-term debt	(120)
Distributions to noncontrolling interests	(14,830)
Payments from (to) affiliate	(2,319)
Net cash used in financing activities	(17,269)
Change in cash and cash equivalents	–
Cash and cash equivalents at beginning of period	–
Cash and cash equivalents at end of period	\$ –