

**Montclair Health System, LLC**

Consolidated Balance Sheet  
(In Thousands)

**December 31,  
2024**

**Assets**

Current assets:

Accounts receivable, net	\$ 49,565
Inventories	7,999
Prepaid expenses	1,717
Other current assets	4,939
<b>Total current assets</b>	<b>64,220</b>

Property and equipment, net	56,415
Right of use assets	41,198
Goodwill	126,317
Other intangible assets, net	5,600
Amounts due from affiliates	34,446
Other assets	1,818
<b>Total assets</b>	<b>\$ 330,014</b>

**Liabilities and equity**

Current liabilities:

Accounts payable	\$ 13,657
Accrued salaries and benefits	9,807
Other accrued expenses and liabilities	8,491
Current installments of long-term debt	488
<b>Total current liabilities</b>	<b>32,443</b>

Long-term debt, less current installments	3,493
Noncurrent lease liabilities	37,513
Other long-term liabilities	262
<b>Total liabilities</b>	<b>73,711</b>

Total equity:

Common units	63,276
Accumulated earnings	193,027
<b>Total equity</b>	<b>256,303</b>
<b>Total liabilities and equity</b>	<b>\$ 330,014</b>

**Montclair Health System, LLC**  
Consolidated Income Statement  
*(In Thousands)*

**Year Ended  
December 31,  
2024**

<b>Total revenue</b>	<b>\$ 354,836</b>
Expenses:	
Salaries and benefits	138,445
Professional fees and contract services	45,901
Supplies	48,059
Other operating expenses	46,861
Depreciation and amortization	9,047
Management fees	7,087
Other non-operating losses (gains)	(149)
<b>Total operating expenses</b>	<b>295,251</b>
<b>Income from operations</b>	<b>59,585</b>
Loss from equity method investments	(399)
Interest income, net	1,612
<b>Net income</b>	<b>\$ 60,798</b>

**Montclair Health System, LLC**

Consolidated Statement of Members' 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, 2023</b>	<b>1,900</b>	<b>\$ 63,276</b>	<b>\$ 178,849</b>	<b>\$ 242,125</b>
Distributions made to:				
LHP Montclair, LLC	-	-	(37,296)	(37,296)
Hackensack UMC	-	-	(9,324)	(9,324)
Net income	-	-	60,798	60,798
<b>Balance at December 31, 2024</b>	<b><u>1,900</u></b>	<b><u>\$ 63,276</u></b>	<b><u>\$ 193,027</u></b>	<b><u>\$ 256,303</u></b>

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

**Year Ended  
December 31,  
2024**

<b>Cash flows from operating activities:</b>	
Net income	\$ 60,798
Adjustments to reconcile net income to net cash provided by operating activities:	
Loss from equity method investment	399
Depreciation and amortization	9,047
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:	
Accounts receivable	3,369
Inventories and other assets	2,906
Accounts payable and accrued expenses	(9,135)
<b>Net cash provided by operating activities</b>	<b>67,384</b>
<b>Cash flows from investing activities:</b>	
Purchases of property and equipment	(9,420)
Purchase of equity method investments	(797)
<b>Net cash used in investing activities</b>	<b>(10,217)</b>
<b>Cash flows from financing activities:</b>	
Proceeds from long-term debt	1,371
Payments of principal on long-term debt	(432)
Distributions to noncontrolling interests	(46,620)
Payments from (to) affiliate	(11,486)
<b>Net cash used in financing activities</b>	<b>(57,167)</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>