

STATE OF NEW YORK
PUBLIC HEALTH AND HEALTH PLANNING COUNCIL

COMMITTEE DAY

AGENDA

January 25, 2018

10:00 a.m.

New York State Department of Health Offices 90 Church Street, 4th Floor, Rooms 4A/4B, NYC

I. COMMITTEE ON ESTABLISHMENT AND PROJECT REVIEW

Peter Robinson, Chair

A. Applications for Construction of Health Care Facilities/Agencies

Acute Care Services – Construction

Exhibit # 1

	<u>Number</u>	<u>Applicant/Facility</u>
1.	172168 C	Bronx-Lebanon Hospital Center - Fulton Division (Bronx County)
2.	172212 C	North Shore University Hospital (Nassau County)

Acute Care Transplant Services – Construction

Exhibit # 2

	<u>Number</u>	<u>Applicant/Facility</u>
1.	171149 C	North Shore University Hospital (Nassau County)

Diagnostic and Treatment Center – Construction

Exhibit # 3

	<u>Number</u>	<u>Applicant/Facility</u>
1.	172208 C	Charles B. Wang Community Health Center, Inc. (Queens County)

Residential Health Care Facility – Construction

Exhibit # 4

	<u>Number</u>	<u>Applicant/Facility</u>
1.	171421 C	Seton Health at Schuyler Ridge Residential Healthcare (Saratoga County)

B. Applications for Establishment and Construction of Health Care Facilities/Agencies

Ambulatory Surgery Centers - Establish/Construct

Exhibit # 5

	<u>Number</u>	<u>Applicant/Facility</u>
1.	172304 E	Queens Boulevard ASC, LLC (Queens County)
2.	172325 E	Liberty Endoscopy Center (New York County)

Dialysis Services - Establish/Construct

Exhibit # 6

	<u>Number</u>	<u>Applicant/Facility</u>
1.	172220 B	Dialysis at ECC, LLC (Queens County)

Residential Health Care Facilities - Establish/Construct

Exhibit # 7

	<u>Number</u>	<u>Applicant/Facility</u>
1.	161122 E	Comprehensive Rehabilitation and Nursing Center at Williamsville (Erie County)
2.	171175 E	GORNC Operating, LLC d/b/a Gowanda Rehabilitation and Nursing Center (Cattaraugus Count)
3.	171392 E	ORRNC Operating, LLC d/b/a Orchard Manor Rehabilitation and Nursing Center (Orleans County)
4.	172031 E	White Plains Nursing Home, Inc. d/b/a Bronx Park Rehabilitation & Nursing Center (Bronx County)

Certified Home Health Agency - Establish/Construct

Exhibit # 8

	<u>Number</u>	<u>Applicant/Facility</u>
1.	171041 E	Shining Star Home Health Care (Kings County)

New LHCSAs – Affiliated with Assisted Living Programs (ALPs)

<u>Number</u>	<u>Applicant/Facility</u>
162315	MLAP Acquisition III, LLC d/b/a Long Beach Home Care (Nassau and Suffolk Counties)

Changes of Ownership

<u>Number</u>	<u>Applicant/Facility</u>
171276	PromptCare Home Infusion of New York, LLC (Nassau, Dutchess, Orange, Putnam, Rockland, Suffolk, Sullivan, Ulster, Wester, Queens, Queens, Kings, Bronx, New York and Richmond Counties)
171333	Caring People NY Operating, LLC (Queens, Bronx, Kings, New York, Richmond, Westchester, Nassau, Suffolk, and Rockland Counties)
172061	NY Home Care Select, LLC d/b/a Comfort Home Care (Nassau, Westchester, Queens and Suffolk Counties)
172124	Blossom Home Care, LLC (Bronx, New York, Kings, Queens, Nassau and Richmond Counties)
172172	Passionate Home Care, LLC d/b/a LINK Home Care Services (Bronx, Kings, Nassau, New York, Queens, Richmond, Bronx, Putnam, Rockland, Westchester, Orange, Rockland and Ulster Counties)
171242	Welcome Care, Inc. (Kings, Richmond, Queens, Nassau, New York and Bronx Counties)

New LHCSAs

152031	Aza Group Inc. (Kings, Bronx, Queens, Richmond, New York, Nassau Counties)
152270	VIPatient Home Care, Inc. (Kings, Queens, and New York Counties)

- 152293 Santry Home Care, Inc. d/b/a Visiting Angels
(Westchester and Bronx Counties)
- 152315 K Homecare Corporation
(Bronx, New York, Kings, Queens, Nassau and Richmond
Counties)
- 152335 Wellness Registered Nursing, P.C.
(Bronx, and New York Counties)
- 152340 Reginald Aumoithe d/b/a Safe & Sound Nursing Care
Agency
(Nassau, Suffolk and Queens Counties)
- 152369 Life Improvement Homecare, Inc.
(Bronx, New York, Kings, Queens, Nassau and Richmond
Counties)
- 152374 Nurturing Angels Homecare, Inc.
(Bronx, New York, Kings, Queens, Nassau, and Richmond
Counties)
- 152386 HazMed Solution, Inc.
(Queens, New York, Kings, Bronx, Richmond and Nassau
Counties)
- 161008 K. Campion Inc d/b/a Right at Home
(Nassau, Suffolk and Queens Counties)
- 161011 Eprine Home Care, Inc.
(Bronx, New York, Kings, Queens, Nassau and Richmond
Counties)
- 161053 Executive Home Care, Inc. d/b/a Z Best Home Care
(Kings, New York, Queens, Bronx, Richmond and
Westchester Counties)
- 161063 Girgis Associates, Inc. d/b/a ComForCare Home Care –
Staten Island
(Richmond County)
- 161478 Advent Homecare Agency Inc.
(Nassau and Queens Counties)
- 2589 L The Rock Home Care, Inc.
(Kings, New York, Queens and Richmond Counties)
- 2591 L Exclusive Home Care Services, Inc.
(Bronx, Kings, Nassau, New York, Queens and Richmond
Counties)

2535 L

Igor Homecare, Inc.
(Bronx, Queens, Kings, Westchester, New York and
Richmond Counties)

D. Certificates

Exhibit # 10

Certificate of Incorporation

Applicant

Cornerstone FH Charitable Foundation

Certificate of Amendment of the Certificate of Incorporation

Applicant

Bronx-Lebanon Hospital New Directions Fund, Inc.

Bronx-Lebanon Special Care Center, Inc.

The New York Eye and Ear Infirmary

Certificate of Amendment of the Certificate of Consolidation

Applicant

The Bronx-Lebanon Hospital Center

Certificate of Dissolution

Applicant

Sidney Area Hospital Foundation, Inc.

THE BRONX-LEBANON HOSPITAL CENTER

CONSOLIDATED BALANCE SHEET

DECEMBER 31, 2016
(With Summarized Financial Information
for December 31, 2015)

	<u>2016</u>	<u>2015</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 146,333,692	\$ 106,089,607
Certificates of deposit	160,598	160,598
Investments	4,602,510	4,539,572
Patient accounts receivable (net of allowance for doubtful accounts of \$31,152,502 in 2016)	86,658,564	84,896,985
Grants receivable	4,134,161	3,717,505
Other receivables	2,193,085	2,432,731
Due from third parties	2,966,633	2,980,145
Inventory of materials and supplies	2,539,956	3,096,637
Prepaid expenses and other assets	4,332,884	3,315,646
Assets limited as to use (		7,656,060
Tenant, patient and resident deposits held in trust	242,198	264,809
	<u>254,164,281</u>	<u>219,150,295</u>
Total current assets		
Assets limited as to use	<u>2,576,437</u>	<u>2,854,565</u>
Other assets		
Security deposits	204,642	204,642
Investment in affiliated organizations	962,032	219,589
Investment in health insurance organization (	21,534,920	27,285,312
Assets held for deferred compensation (	9,317,258	8,460,829
Fixed assets - net (	<u>200,912,902</u>	<u>209,652,936</u>
	<u>232,931,754</u>	<u>245,823,308</u>
Total other assets		
Total assets	<u>\$ 489,672,472</u>	<u>\$ 467,828,168</u>

THE BRONX-LEBANON HOSPITAL CENTER

CONSOLIDATED BALANCE SHEET

DECEMBER 31, 2016
(With Summarized Financial Information
for December 31, 2015)

	<u>2016</u>	<u>2015</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 53,955,888	\$ 52,812,363
Accrued salaries and related expenses payable	40,677,738	35,076,588
Accrued vacations payable	23,529,584	24,117,518
Advances	12,614,771	5,124,913
Accrued pension cost	15,386,167	14,619,833
Accrued postretirement benefit costs	138,000	121,000
Long-term debt (	1,367,937	8,789,609
Capital leases payable (	3,219,200	3,113,631
Self-insurance reserve (	300,000	950,000
Due to third parties (	50,404,753	61,549,262
Other current liabilities	2,440,450	1,772,991
Tenant, patient and resident deposits held in trust	242,198	264,809
	<u>204,276,686</u>	<u>208,312,517</u>
Total current liabilities		
Long-term liabilities		
Accrued pension costs	117,130,510	106,985,778
Accrued postretirement benefit costs (	3,281,184	3,036,046
Deferred compensation payable (	9,317,258	8,460,829
Long-term debt, net (	49,603,241	50,676,015
Capital leases payable (	7,415,230	10,265,034
Due to third parties	14,375,188	10,806,639
	<u>201,122,611</u>	<u>190,230,341</u>
Total long-term liabilities		
	<u>405,399,297</u>	<u>398,542,858</u>
Total liabilities		
Net assets (
Unrestricted	82,469,770	67,481,905
Permanently restricted (	1,803,405	1,803,405
	<u>84,273,175</u>	<u>69,285,310</u>
Total net assets		
	<u>\$ 489,672,472</u>	<u>\$ 467,828,168</u>
Total liabilities and net assets		

THE BRONX-LEBANON HOSPITAL CENTER
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2016
(With Summarized Financial Information
for the Year Ended December 31, 2015)

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	
			<u>2016</u>	<u>2015</u>
Operating revenues				
Patient service revenues (net of contractual allowances and discounts)	\$ 789,769,747		\$ 789,769,747	\$ 753,109,132
Provision for bad debts	(46,616,953)		(46,616,953)	(24,154,310)
Net patient service revenues less provision for bad debts	743,152,794		743,152,794	728,954,822
Grants	30,920,373		30,920,373	31,084,347
Auxiliary and other services	13,461,502		13,461,502	7,364,588
Total operating revenues	<u>787,534,669</u>		<u>787,534,669</u>	<u>767,403,757</u>
Operating expenses				
Salaries and wages	357,872,781		357,872,781	356,508,857
Employee benefits	130,097,670		130,097,670	128,983,478
Supplies and other	247,376,295		247,376,295	237,872,859
Interest	5,120,787		5,120,787	5,268,510
Depreciation and amortization	27,012,578		27,012,578	28,036,142
Total operating expenses	<u>767,480,111</u>		<u>767,480,111</u>	<u>756,669,846</u>
Gain from operations	20,054,558		20,054,558	10,733,911

THE BRONX-LEBANON HOSPITAL CENTER
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2016
(With Summarized Financial Information
for the Year Ended December 31, 2015)

	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	
			<u>2016</u>	<u>2015</u>
Nonoperating and other				
Departmental funds - patient service revenues (net of contractual allowances and discounts)	\$ 32,511,382		\$ 32,511,382	\$ 32,875,351
Departmental funds expenses	(33,896,695)		(33,896,695)	(33,008,402)
Other revenue	71,691		71,691	
Contributions and event income	364,835		364,835	480,937
Cost of annual event	(409,831)		(409,831)	(437,174)
Investment income (loss):	(1,300,639)		(1,300,639)	2,520,592
Adjustment required to recognize an additional minimum pension liability	(2,407,436)		(2,407,436)	12,297,995
Change in net assets	14,987,865		14,987,865	25,463,210
Net assets - beginning of year	67,481,905	\$ 1,803,405	69,285,310	43,822,100
Net assets - end of year	\$ 82,469,770	\$ 1,803,405	\$ 84,273,175	\$ 69,285,310

BRONX-LEBANON HOSPITAL CENTER
CONSOLIDATED COMPARATIVE BALANCE SHEET - ALL FUNDS
\$ (000)

ASSETS	SEPTEMBER 30, 2017	DECEMBER 31, 2016	LIABILITIES AND FUND BALANCES	SEPTEMBER 30, 2017	DECEMBER 31, 2016
<u>Current Assets</u>			<u>Current Liabilities</u>		
Cash (includes restricted fund cash of \$ 9,583 in 2017 and \$9,317 in 2016)	\$ 120,121	\$ 142,498	Accounts payable	\$ 53,546	\$ 49,416
Short Term Investments	89,748	-	Accrued salaries and expenses	60,403	62,637
Accounts receivable-inpatient (Net of allowance for doubtful accounts of \$ 15,104 in 2017 and \$17,660 in 2016)	49,704	51,815	Accrued vacations payable	24,210	23,530
Accounts receivable-outpatient (Net of allowance for doubtful accounts of \$ 7,690 in 2017 and \$ 9,162 in 2016)	9,347	9,282	Advance from Agencies	3,304	3,903
Accounts receivable-outpatient (Non Patcom)	-	-	Current portion of capital leases payable	2,872	2,872
Due on account of funded programs	4,681	3,791	Current portion of mortgages payable	890	890
Due from NYPHRM Pools	5,342	12,748	Other current liabilities	37,307	21,092
Due from Special Care Center	(739)	1,627	Due to Housing Corporation	17,966	17,226
Due from Martin Luther King Jr. Health Center	1,752	-	Due to third party on retro adj.	59,229	47,382
Due from Highridge Woodycrest	(14,114)	123	<u>Total Current Liabilities</u>	<u>259,727</u>	<u>228,948</u>
Investments	21,538	21,538	Due to third party - long term	14,823	14,822
Miscellaneous receivable	(830)	2,193	Pension exp Payable	109,915	109,915
Inventory of materials and supplies	2,618	2,232	Housing refinancing - deferred revenue	2,291	2,522
Deposits	1,508	1,403	Capital leases payable	2,695	5,594
Prepaid expenses	1,981	2,808	Mortgages payable	30,339	31,002
<u>Total Current Assets</u>	<u>292,657</u>	<u>252,058</u>	<u>Total Liabilities</u>	<u>419,790</u>	<u>392,803</u>
<u>Other Assets</u>			<u>Fund Balances (Deficits)</u>		
Property, plant and equipment	162,390	172,339	<u>General Funds</u>		
Construction work in progress	21,205	13,429	Operating Fund	29,746	23,115
<u>Total Other Assets</u>	<u>183,595</u>	<u>185,768</u>	Limited Use Funds	254	253
<u>Limited Use Funds</u>			<u>Total General Funds</u>	<u>30,000</u>	<u>23,368</u>
Endowment Fund	1,785	1,782	<u>Restricted Funds</u>		
Construction Fund	254	253	Specific Purpose Funds	26,898	21,887
<u>Total Limited Use funds</u>	<u>2,039</u>	<u>2,035</u>	Endowment Fund	1,803	1,803
<u>Total Assets</u>	<u>\$ 478,291</u>	<u>\$ 439,861</u>	<u>Total Net Assets</u>	<u>58,501</u>	<u>47,058</u>
			<u>Total Liabilities and Fund Balances</u>	<u>\$ 478,291</u>	<u>\$ 439,861</u>

BRONX LEBANON HOSPITAL CENTER
CONSOLIDATED COMPARATIVE STATEMENT OF OPERATIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017
\$ (000)

	<u>ACTUAL</u>		<u>BUDGET</u>		
	JAN. 1 -		JAN. 1 -		
	SEPT. 30,	% of Total	SEPT. 30,	% of Total	VARIANCE
	2017	Revenue	2017	Revenue	(UNFAV.)
<u>Operating Income</u>					
Inpatient	\$ 290,206	54.4	\$ 288,438	54.8	\$ 1,768
NYPHRM Pool Distribution	54,750	10.3	54,750	10.4	-
Ambulatory Patients	81,539	15.3	81,613	15.5	(74)
Other Patient Revenue	33,732	6.3	30,700	5.8	3,032
Capitated Revenue	9,275	1.7	9,488	1.8	(213)
Surplus Distribution	20,424	3.8	21,424	4.1	(1,000)
Grants Revenue	16,189	3.0	16,112	3.1	57
Auxiliary Services	24,241	4.6	21,242	4.0	2,999
Investment Income	2,734	0.5	2,981	0.6	(247)
<u>Total Operating Income</u>	<u>533,070</u>	<u>100.0</u>	<u>528,748</u>	<u>100.0</u>	<u>6,322</u>
<u>Operating Expenses</u>					
Salaries & Wages	246,064	46.2	249,936	47.5	3,872
Employee Benefits	92,001	17.3	91,139	17.3	(862)
Supplies & Expenses	163,846	30.7	158,547	30.1	(5,299)
Depreciation	16,246	3.1	17,038	3.2	792
Interest Expense	2,198	0.4	1,678	0.3	(520)
Other Capital Costs	6,083	1.1	6,490	1.2	407
<u>Total Operating Expenses</u>	<u>526,438</u>	<u>98.8</u>	<u>524,828</u>	<u>99.6</u>	<u>(1,610)</u>
 Gain/(Loss) From Operations	 <u>\$ 6,832</u>	 <u>1.2</u>	 <u>\$ 1,920</u>	 <u>0.4</u>	 <u>\$ 4,712</u>

Northwell Health, Inc.**Consolidated Statements of Financial Position
September 30, 2017 and December 31, 2016 (In Thousands)**

	(Unaudited) September 30, 2017	(Audited) December 31, 2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 447,663	\$ 383,295
Short-term investments	2,480,401	2,464,366
Accounts receivable for services to patients, net of allowance for doubtful accounts	1,027,167	975,423
Accounts receivable for physician activities, net	143,913	127,718
Pledges receivable, current portion	70,293	46,197
Insurance claims receivable, current portion	71,010	71,014
Other current assets	302,127	269,472
Total current assets	<u>4,542,574</u>	<u>4,337,485</u>
Long-term investments	2,437,787	1,875,198
Pledges receivable, net of current portion	128,496	96,371
Property, plant and equipment, net	4,803,596	4,610,223
Insurance claims receivable, net of current portion	217,934	245,967
Other assets	249,189	199,020
Total assets	<u>\$ 12,379,576</u>	<u>\$ 11,364,264</u>
Liabilities and net assets		
Current liabilities:		
Short-term borrowings	\$ 110,218	\$ 110,218
Accounts payable and accrued expenses	935,582	857,584
Accrued salaries and related benefits	690,216	671,594
Current portion of capital lease obligations	3,369	3,470
Current portion of long-term debt	49,642	59,829
Current portion of insurance claims liability	71,010	71,014
Current portion of malpractice and other insurance liabilities	123,762	123,740
Current portion of estimated payables to third-party payers	313,575	320,126
Total current liabilities	<u>2,297,374</u>	<u>2,217,575</u>
Accrued retirement benefits, net of current portion	878,298	927,378
Capital lease obligations, net of current portion	171,099	173,108
Long-term debt, net of current portion	3,250,929	2,680,021
Insurance claims liability, net of current portion	217,934	245,967
Malpractice and other insurance liabilities, net of current portion	1,046,783	944,225
Other long-term liabilities	578,440	573,464
Total liabilities	<u>8,440,857</u>	<u>7,761,738</u>
Commitments and contingencies		
Net assets:		
Unrestricted	3,326,311	3,027,943
Temporarily restricted	421,929	393,610
Permanently restricted	190,479	180,973
Total net assets	<u>3,938,719</u>	<u>3,602,526</u>
Total liabilities and net assets	<u>\$ 12,379,576</u>	<u>\$ 11,364,264</u>

Consolidated Statements of Operations
For the Nine Months Ended September 30, 2017 and 2016 (In Thousands)

	(Unaudited) 2017	(Unaudited) 2016
Operating revenue:		
Net patient service revenue	\$ 5,992,757	\$ 5,711,957
Physician practice revenue	1,123,306	957,564
Provision for bad debts	(94,586)	(92,784)
Total patient revenue, net of provision for bad debts	<u>7,021,477</u>	<u>6,576,737</u>
Other operating revenue	451,845	381,549
Net assets released from restrictions used for operations	48,593	42,297
Total operating revenue	<u>7,521,915</u>	<u>7,000,583</u>
Operating expenses:		
Salaries	3,832,855	3,462,223
Employee benefits	915,986	867,689
Supplies and expenses	2,228,355	2,071,738
Depreciation and amortization	334,783	307,449
Interest	92,530	82,216
Total operating expenses	<u>7,404,509</u>	<u>6,791,315</u>
Excess of operating revenue over operating expenses, excluding Health Insurance Companies	117,406	209,268
Health Insurance Companies excess of operating expenses over operating revenue	(83,016)	(96,706)
Total excess of operating revenue over operating expenses	<u>34,390</u>	<u>112,562</u>
Non-operating gains and losses:		
Investment income	77,287	41,536
Change in net unrealized gains and losses and change in value of equity method investments	220,972	134,041
Change in fair value of interest rate swap agreements designated as derivative instruments	-	190
Non-operating net periodic benefit cost	(21,094)	(28,478)
Loss on refunding of long-term debt	(42,619)	-
Contribution received in the acquisition of Peconic Bay Medical Center	-	36,343
Other non-operating gains and losses	(2,769)	(9,198)
Total non-operating gains and losses	<u>231,777</u>	<u>174,434</u>
Excess of revenue and gains and losses over expenses	266,167	286,996
Net assets released from restrictions for capital asset acquisitions	34,814	28,221
Change in fair value of interest rate swap agreements designated as cash flow hedges	1,658	13
Recovery of fair value of endowment corpus	-	609
Other changes in net assets	(4,271)	(4,803)
Increase in unrestricted net assets	<u>\$ 298,368</u>	<u>\$ 311,036</u>

Northwell Health, Inc.

Combining Statement of Financial Position - Northwell Health Obligated Group
September 30, 2017 (Unaudited and In Thousands)

	Total Obligated Group	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Chen Cove Hospital	Painview Hospital	Northwell Health Stern Family Center for Rehabilitation
Assets												
Current assets:												
Cash and cash equivalents	\$220,023	\$-	\$207,494	\$6,833	\$387	\$2,060	\$1,053	\$672	\$65	\$5	\$1,453	\$1
Short-term investments	2,115,060	-	19,159	699,408	700,858	382,189	46,262	1,504	194,324	70,602	495	259
Accounts receivable for services to patients, net of allowance for doubtful accounts	957,165	-	-	219,230	320,452	136,923	137,508	66,305	35,936	13,801	19,450	7,560
Accounts receivable for physician activities, net	109,630	-	-	104,811	1,744	-	1,553	1,026	310	106	80	-
Insurance claims receivable, current portion	73,335	-	906	16,265	18,839	9,933	16,612	4,156	3,084	1,293	1,978	269
Other current assets	198,651	(3,000)	34,705	59,180	48,416	20,521	19,879	7,177	7,389	2,078	2,245	61
Total current assets	3,673,864	(3,000)	262,264	1,105,727	1,090,696	551,626	222,867	80,840	241,108	87,885	25,701	8,150
Due from affiliates, net	51,386	(293,308)	-	105,146	208,061	-	-	-	-	-	9,721	21,766
Note receivable from affiliate	61,989	-	61,989	-	-	-	-	-	-	-	-	-
Long-term investments	2,197,671	-	1,102,235	387,816	368,701	172,670	78,013	23,989	38,723	10,009	591	14,924
Property, plant and equipment, net	4,098,565	-	766,127	450,957	1,202,175	191,010	988,511	237,241	175,700	44,887	31,911	10,046
Insurance claims receivable, net of current portion	358,022	-	2,678	80,268	111,955	59,548	47,914	22,016	13,566	8,364	10,917	796
Other assets	757,870	(580,205)	1,118,355	156,753	13,761	11,788	36,028	1,390	-	-	-	-
Total assets	\$11,199,367	(\$876,513)	\$3,313,648	\$2,286,667	\$2,995,349	\$986,642	\$1,373,333	\$365,476	\$469,097	\$151,145	\$78,841	\$55,682
Liabilities and net assets (deficit)												
Current liabilities:												
Short-term borrowings	\$110,218	\$-	\$-	\$7,500	\$102,718	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Accounts payable and accrued expenses	623,218	-	158,683	141,591	125,655	49,946	65,957	37,323	21,979	10,179	10,261	1,644
Accrued salaries and related benefits	598,870	-	195,964	106,610	127,376	52,216	47,333	26,466	22,680	6,428	11,752	2,045
Current portion of capital lease obligations	1,817	-	1,567	-	-	-	250	-	-	-	-	-
Current portion of long-term debt	41,015	-	756	10,038	20,234	4,997	1,820	35	35	754	1,531	815
Current portion of insurance claims liability	73,335	-	906	16,265	18,839	9,933	16,612	4,156	3,084	1,293	1,978	269
Current portion of malpractice and other insurance liabilities	75,576	-	20,540	14,453	17,345	9,337	5,184	3,745	2,188	1,280	1,504	-
Current portion of estimated payable to third-party payers	163,702	-	1,050	32,774	52,241	29,620	15,860	16,238	4,289	6,600	1,242	3,788
Total current liabilities	1,687,751	-	379,466	329,231	464,408	156,049	153,016	87,963	54,255	26,534	28,268	8,561
Due to affiliates, net	-	(418,102)	73,009	-	-	3,845	178,182	140,671	19,646	2,749	-	-
Accrued retirement benefits, net of current portion	826,097	-	209,148	147,983	75,123	2,589	175,629	63,540	109,820	14,206	23,656	4,403
Capital lease obligations, net of current portion	168,851	-	99,853	-	66,650	-	2,348	-	-	-	-	-
Long-term debt, net of current portion	3,108,797	-	1,789,635	105,210	858,294	73,477	115,381	71,253	78,254	5,863	8,362	3,068
Insurance claims liability, net of current portion	358,022	-	2,678	80,268	111,955	59,548	47,914	22,016	13,566	8,364	10,917	796
Malpractice and other insurance liabilities, net of current portion	884,506	-	122,446	213,302	236,179	107,263	78,802	55,499	41,507	12,390	17,118	-
Other long-term liabilities	519,174	-	825	118,855	234,377	45,476	46,997	42,341	9,297	6,203	14,121	712
Total liabilities	7,553,198	(418,102)	2,677,060	994,849	2,046,986	448,247	798,239	483,283	326,345	76,309	102,442	17,540
Commitments and contingencies												
Net assets (deficit):												
Unrestricted	3,170,151	(361,670)	489,044	1,147,067	813,861	525,867	478,350	(127,839)	130,794	61,438	(24,084)	37,323
Temporarily restricted	396,738	(71,822)	110,955	116,770	125,342	11,044	71,825	10,032	10,795	10,495	483	819
Permanently restricted	79,280	(24,919)	36,589	27,981	9,160	1,484	24,919	-	1,163	2,993	-	-
Total net assets (deficit)	3,646,169	(458,411)	636,588	1,291,818	948,363	538,395	575,094	(117,807)	142,752	74,836	(23,601)	38,142
Total liabilities and net assets (deficit)	\$11,199,367	(\$876,513)	\$3,313,648	\$2,286,667	\$2,995,349	\$986,642	\$1,373,333	\$365,476	\$469,097	\$151,145	\$78,841	\$55,682

**Combining Statement of Operations - Northwell Health Obligated Group
For the Nine Months Ended September 30, 2017 (Unaudited and In Thousands)**

**BFA
Attachment A
- CON 172212
(continued)**

	Total Obligated Group	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Painview Hospital	Northwell Health Stern Family Center for Rehabilitation
Operating revenue:												
Net patient service revenue	\$5,283,154	\$-	\$-	\$1,326,935	\$1,685,998	\$679,296	\$746,580	\$336,998	\$243,129	\$84,795	\$138,043	\$41,380
Physician practice revenue	804,482	-	-	308,416	271,131	2	60,900	79,422	52,680	13,590	17,645	696
Provision for bad debts	(79,713)	4,549	-	(28,803)	(24,350)	(6,953)	(11,374)	(6,437)	(2,604)	(1,684)	(1,746)	(311)
Total patient revenue, net of provision for bad debts	6,007,923	4,549	-	1,606,548	1,932,779	672,345	796,106	409,983	293,205	96,701	153,942	41,765
Other operating revenue	471,153	(944,882)	871,627	253,584	128,531	23,429	106,486	16,261	4,832	4,097	6,791	397
Net assets released from restrictions used for operations	33,554	-	410	10,706	17,084	306	4,908	81	15	-	-	44
Total operating revenue	6,512,630	(940,333)	872,037	1,870,838	2,078,394	696,080	907,500	426,325	298,052	100,798	160,733	42,206
Operating expenses:												
Salaries	3,193,908	(315,349)	309,692	933,563	981,109	307,067	444,202	222,609	146,833	59,299	80,320	24,563
Employee benefits	795,516	(68,554)	75,271	187,343	252,016	103,443	99,494	60,679	37,402	14,510	25,146	8,766
Supplies and expenses	1,969,001	(556,430)	363,443	642,075	655,609	219,284	308,737	143,927	101,898	29,868	51,429	9,161
Depreciation and amortization	296,182	-	83,139	50,978	70,226	20,788	35,222	13,982	12,927	4,746	3,019	1,155
Interest	87,774	-	36,503	4,532	33,823	2,725	4,189	2,520	2,789	211	344	138
Total operating expenses	6,342,381	(940,333)	868,048	1,818,491	1,992,783	653,307	891,844	443,717	301,849	108,634	160,258	43,783
Excess (deficiency) of operating revenue over operating expenses	170,249	-	3,989	52,347	85,611	42,773	15,656	(17,392)	(3,797)	(7,836)	475	(1,577)
Non-operating gains and losses:												
Investment income	70,935	-	9,020	20,110	19,739	12,810	1,016	187	5,865	2,081	(27)	134
Change in net unrealized gains and losses and change in value of equity method investments	198,392	-	30,089	59,475	50,307	35,112	3,141	694	14,021	5,509	-	44
Change in interest in acquired entities	63,122	(12,758)	69,370	6,510	-	-	-	-	-	(389)	(881)	-
Non-operating net periodic benefit cost	(21,587)	-	(1,788)	(3,594)	(2,120)	-	(6,273)	(2,550)	(3,870)	(389)	(122)	-
Loss on refunding long-term debt	(42,619)	-	-	-	(19,168)	(5,798)	(9,609)	(3,990)	(4,054)	-	-	-
Other non-operating gains and losses	7,010	-	2,432	-	4,578	-	-	-	-	-	-	-
Total non-operating gains and losses	275,253	(12,758)	109,123	82,501	53,336	42,124	(11,725)	(5,659)	11,962	7,201	(908)	56
Excess (deficiency) of revenue and gains and losses over expenses	445,502	(12,758)	113,112	134,848	138,947	84,897	3,931	(23,051)	8,165	(635)	(433)	(1,521)
Net assets released from restrictions for capital asset acquisitions	34,074	-	1	9,855	1,449	308	8,827	13,401	-	233	-	-
Change in fair value of interest rate swap agreements designated as cash flow hedges	396	-	-	142	254	-	-	-	-	-	-	-
Transfers (to) from affiliates	(184,879)	-	(150,949)	(18,392)	(15,538)	-	-	-	-	-	-	-
Increase (decrease) in unrestricted net assets	\$295,093	(\$12,758)	(\$37,836)	\$126,453	\$125,112	\$85,205	\$12,758	(\$9,650)	\$8,165	(\$402)	(\$433)	(\$1,521)

Northwell Health, Inc.

Consolidated Statements of Financial Position
(In Thousands)

	December 31	
	2016	2015
Assets		
Current assets		
Cash and cash equivalent	\$ 383,295	\$ 432,829
Short-term investments	2,464,366	1,946,575
Accounts receivable for services to patients, net of allowance for doubtful accounts of \$122,200 in 2016 and \$94,700 in 2015	975,423	876,130
Accounts receivable for physician activities net	127,718	111,902
Pledges receivable, current portion	46,197	35,097
Insurance claims receivable current portion	71,014	71,068
Other current assets	269,472	207,968
Total current assets	4,337,485	3,681,569
Long-term investment	1,875,198	1,628,015
Pledges receivable net of current portion	96,371	91,090
Property, plant and equipment net	4,610,223	4,315,166
Insurance claims receivable, net of current portion	245,967	278,530
Other assets	199,020	144,357
Total assets	\$ 11,364,264	\$ 10,138,727
Liabilities and net assets		
Current liabilities		
Short-term borrowings	\$ 110,218	\$ 110,218
Accounts payable and accrued expense	857,584	726,782
Accrued salaries and related benefit	671,594	625,383
Current portion of capital lease obligation	3,470	3,138
Current portion of long-term debt	59,829	55,613
Current portion of insurance claims liability	71,014	71,068
Current portion of malpractice and other insurance liability	123,740	101,720
Current portion of estimated payables to third-party payer	320,126	246,985
Total current liabilities	2,217,575	1,940,907
Accrued retirement benefits, net of current portion	927,378	782,972
Capital lease obligations, net of current portion	173,108	171,888
Long-term debt, net of current portion	2,680,021	2,199,401
Insurance claims liability, net of current portion	245,967	278,530
Malpractice and other insurance liability net of current portion	944,225	881,794
Other long-term liabilities	573,464	644,195
Total liabilities	7,761,738	6,899,687
Commitments and contingencies		
Net assets:		
Unrestricted	3,027,943	2,710,921
Temporarily restricted	393,610	363,573
Permanently restricted	180,973	164,546
Total net assets	3,602,526	3,239,040
Total liabilities and net assets	\$ 11,364,264	\$ 10,138,727

Northwell Health, Inc.

Consolidated Statements of Operations
(In Thousands)

	Year Ended December 31	
	2016	2015
Operating revenue:		
Net patient service revenue	\$ 7,625,675	\$ 6,962,767
Physician practice revenue	1,282,059	1,125,838
Provision for bad debts	(120,411)	(110,265)
Total patient revenue, net of provision for bad debts	8,787,323	7,978,340
Other operating revenue	546,592	457,612
Health insurance premium revenue	548,884	228,427
Net assets released from restrictions used for operations	55,469	58,276
Total operating revenue	9,938,268	8,722,655
Operating expenses:		
Salaries	4,752,362	4,319,212
Employee benefits	1,209,209	1,100,101
Supplies and expenses	3,354,660	2,724,420
Depreciation and amortization	410,939	384,206
Interest	115,231	105,018
Total operating expenses	9,842,401	8,632,957
Excess of operating revenue over operating expenses	95,867	89,698
Non-operating gains and losses:		
Investment income	67,680	62,205
Change in net unrealized gains and losses and change in value of equity method investments	117,864	(112,700)
Change in fair value of interest rate swap agreements designated as derivative instruments	190	790
Loss on refunding and redemption of long-term debt		(56,975)
Contributions received in the acquisitions of Peconic Bay Medical Center (2016), Phelps Memorial Hospital (2015) and Northern Westchester Hospital (2015)	36,343	259,807
Gain from acquired interest in Optum360		115,600
Other non-operating gains and losses	24,690	(10,981)
Total non-operating gains and losses	246,767	257,746
Excess of revenue and gains and losses over expenses	342,634	347,444
Net assets released from restrictions for capital asset acquisitions	33,877	7,696
Change in fair value of interest rate swap agreements designated as cash flow hedges	2,402	1,289
Recovery (loss) of fair value of endowment corpus	608	(608)
Pension and other postretirement liability adjustments	(56,801)	18,131
Other changes in net assets	(5,698)	(3,583)
Increase in unrestricted net assets	\$ 317,022	\$ 370,369

Northwell Health, Inc.

Combining Statement of Financial Position – Northwell Health Obligated Group
(In Thousands)

December 31, 2016

	Total Obligated Group	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center (*)	Slaten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Plainville Hospital	Northwell Health Stern Family Center for Rehabilitation
Assets												
Current assets												
Cash and cash equivalents	\$ 127,466	\$ -	\$ 99,778	\$ 9,605	\$ 1,097	\$ 15,802	\$ 937	\$ 38	\$ 202	\$ 5	\$ 1	\$ 1
Short-term investments	2,178,163	-	143,951	754,127	649,575	323,709	45,950	5,323	175,513	78,504	662	849
Accounts receivable for services to patients, net of allowance for doubtful accounts	901,040	-	-	217,297	284,165	124,344	131,416	57,174	45,558	12,838	19,052	9,166
Accounts receivable for physician activities, net	106,588	-	-	99,784	3,292	-	1,815	775	606	214	102	-
Insurance claims receivable, current portion	73,336	-	906	16,264	18,839	9,933	16,612	4,156	3,086	1,293	1,978	269
Other current assets	179,280	(3,000)	20,417	47,881	56,745	18,313	19,127	7,157	7,810	1,536	3,214	80
Total current assets	3,565,843	(3,000)	265,052	1,144,958	1,111,713	492,101	215,857	74,623	232,775	94,390	25,009	10,365
Due from affiliates, net	-	(263,347)	-	66,243	161,260	-	-	-	-	-	13,090	22,754
Note receivable from affiliate	46,989	-	46,989	-	-	-	-	-	-	-	-	-
Long-term investments	1,626,013	-	759,107	230,975	288,712	167,961	74,658	35,811	45,882	8,064	573	14,270
Property, plant and equipment, net	3,960,871	-	673,852	443,734	1,227,209	202,691	967,395	186,768	170,369	46,166	32,213	10,474
Insurance claims receivable, net of current portion	383,640	-	3,072	86,614	118,954	63,234	51,967	23,599	14,779	8,835	11,673	913
Other assets	665,313	(565,257)	1,042,943	136,738	13,797	11,788	23,914	1,390	-	-	-	-
Total assets	\$ 10,248,669	\$ (831,604)	\$ 2,791,015	\$ 2,109,262	\$ 2,823,645	\$ 937,775	\$ 1,333,791	\$ 322,191	\$ 463,805	\$ 157,455	\$ 82,558	\$ 58,776
Liabilities and net assets (deficit)												
Current liabilities												
Short-term borrowings	\$ 110,218	\$ -	\$ -	\$ 7,500	\$ 102,718	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable and accrued expenses	597,901	-	168,870	117,597	112,866	54,953	64,201	32,888	24,741	10,373	9,859	1,553
Accrued salaries and related benefits	580,942	-	193,834	102,235	123,107	48,332	45,576	26,091	21,837	6,595	11,139	2,196
Current portion of capital lease obligations	1,797	-	1,567	-	-	-	230	-	-	-	-	-
Current portion of long-term debt	49,007	-	756	9,942	19,545	8,453	4,915	1,145	1,170	749	1,521	811
Current portion of insurance claims liability	73,336	-	906	16,264	18,839	9,933	16,612	4,156	3,086	1,293	1,978	269
Current portion of malpractice and other insurance liabilities	75,575	-	20,539	14,453	17,345	9,337	5,184	3,745	2,188	1,280	1,504	-
Current portion of estimated payables to third-party payers	165,965	-	60	43,163	41,931	41,501	16,343	10,429	1,149	6,286	779	3,784
Total current liabilities	1,654,741	-	387,072	311,154	436,351	172,509	153,061	78,454	54,171	26,576	26,780	8,613
Due to affiliates, net	15,013	(388,140)	148,094	-	-	27,496	123,788	83,389	13,912	6,474	-	-
Accrued retirement benefits, net of current portion	865,968	-	188,412	151,921	79,368	2,997	202,103	71,581	121,971	16,318	26,422	4,945
Capital lease obligations, net of current portion	170,192	-	100,957	-	66,678	-	2,557	-	-	-	-	-
Long-term debt, net of current portion	2,534,565	-	1,194,611	115,687	867,512	74,807	114,258	70,116	77,078	6,652	9,938	3,906
Insurance claims liability, net of current portion	383,640	-	3,072	86,614	118,954	63,234	51,967	23,599	14,779	8,835	11,673	913
Malpractice and other insurance liabilities, net of current portion	775,943	-	97,975	185,394	216,952	95,743	67,573	47,982	36,459	12,042	15,823	-
Other long-term liabilities	542,283	-	617	129,062	230,178	47,987	58,410	42,118	11,325	6,860	15,109	717
Total liabilities	6,942,345	(388,140)	2,120,810	979,832	2,015,893	484,773	773,647	417,239	329,695	83,757	105,745	19,094
Commitments and contingencies												
Net assets (deficit)												
Unrestricted	2,875,058	(348,912)	526,880	1,020,614	688,749	440,662	465,592	(118,189)	122,629	61,840	(23,651)	38,844
Temporarily restricted	352,179	(69,633)	107,011	80,718	109,843	10,856	69,633	23,141	10,318	8,990	464	838
Permanently restricted	79,087	(124,919)	36,314	28,098	9,160	1,484	24,919	-	1,163	2,868	-	-
Total net assets (deficit)	3,306,324	(443,464)	670,205	1,129,430	807,752	453,002	560,144	(95,048)	134,110	73,698	(23,187)	39,682
Total liabilities and net assets (deficit)	\$ 10,248,669	\$ (831,604)	\$ 2,791,015	\$ 2,109,262	\$ 2,823,645	\$ 937,775	\$ 1,333,791	\$ 322,191	\$ 463,805	\$ 157,455	\$ 82,558	\$ 58,776

(*) Effective January 14, 2016, Forest Hills Hospital and Franklin Hospital merged into Long Island Jewish Medical Center

The combining schedules are presented for supplementary informational purposes. Due to the effects of intercompany transactions, which are eliminated in combination, the schedules are not intended to present the financial position or results of operations of the individual entities.

Northwell Health, Inc.

Combining Statement of Operations – Northwell Health Obligated Group
(In Thousands)

Year Ended December 31, 2016

	Total (Obligated Group)	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center (*)	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Painview Hospital	Forest Hills Hospital (*)	Franklin Hospital (*)	Northwell Health Stena Family Center for Rehabilitation
Operating revenue														
Net patient service revenue	\$ 6,875,020	\$ (373)	\$ --	\$ 1,764,008	\$ 2,117,007	\$ 880,783	\$ 972,987	\$ 425,047	\$ 341,739	\$ 109,498	\$ 193,714	\$ 8,529	\$ 6,810	\$ 55,271
Physician practice revenue	981,722	--	--	384,167	332,992	77	72,666	87,310	63,263	17,228	21,914	768	523	914
Provision for bad debts	(102,879)	6127	--	(137,756)	(30,475)	(8,961)	(14,700)	(7,896)	(3,571)	(2,158)	(2,417)	(264)	(276)	(432)
Total patient revenue, net of provision for bad debts	7,753,863	5,654	--	2,110,319	2,419,524	871,899	1,030,953	504,461	401,431	124,568	213,211	9,013	7,057	55,753
Other operating revenue	544,953	(1,164,395)	1,083,405	281,074	150,192	24,563	130,473	18,616	5,933	5,177	9,034	96	155	530
Net assets released from restrictions used for operations	40,013	--	1,163	14,470	15,816	766	7,668	77	73	--	--	--	--	--
Total operating revenue	8,338,849	(1,158,741)	1,084,668	2,405,863	2,585,532	897,228	1,168,994	523,154	407,437	129,945	222,245	9,129	7,212	56,283
Operating expenses														
Salaries	3,969,043	(377,272)	359,581	1,159,745	1,205,484	387,668	557,868	268,750	186,633	73,755	106,440	4,844	3,807	31,740
Employee benefits	1,030,163	183,347	92,139	240,872	314,703	130,632	139,947	74,068	51,233	18,547	34,895	1,622	1,243	11,609
Supplies and expenses	2,573,440	(698,122)	494,828	820,634	805,304	316,384	401,074	172,643	135,790	38,749	69,707	2,621	1,893	11,935
Depreciation and amortization	168,565	--	94,595	65,437	94,147	27,589	44,130	14,771	15,295	6,416	4,194	310	178	1,303
Interest	108,921	--	43,262	5,608	45,554	4,522	5,307	1,789	1,804	307	511	21	24	212
Total operating expenses	8,050,132	(1,158,741)	1,084,405	2,292,296	2,465,192	866,795	1,148,326	532,021	392,755	137,774	215,747	9,418	7,145	56,999
Excess (deficiency) of operating revenue over operating expenses	288,717	--	163	113,567	120,340	30,433	20,668	(8,867)	14,682	(7,829)	6,498	12,891	67	(716)
Non-operating gains and losses														
Investment income (loss)	61,559	--	6,855	21,174	16,097	10,831	630	94	3,587	2,007	155	(1)	(1)	141
Change in net unrealized gains and losses and change in value of equity method investments	108,050	--	13,274	34,476	28,506	19,162	2,011	347	7,130	3,094	--	--	1	29
Change in interest in ascribed entities	63,244	(22,284)	77,503	8,025	--	--	--	--	--	--	--	--	--	--
Change in fair value of interest rate swap agreements designated as derivative instruments	190	--	--	--	--	190	--	--	--	--	--	--	--	--
Contribution received in the acquisition of Pecos Bay Medical Center	36,343	--	36,343	--	--	--	--	--	--	--	--	--	--	--
Other non-operating gains and losses	33,825	--	--	16,967	20,491	(3,633)	--	--	--	--	--	--	--	--
Total non-operating gains and losses	303,011	(22,284)	133,975	80,642	65,094	25,550	2,661	441	10,717	5,101	(55)	(1)	--	170
Excess (deficiency) of revenue and gains and losses over expenses	591,728	(22,284)	134,138	194,209	185,434	56,983	23,329	(8,426)	25,399	(2,728)	6,443	(290)	67	(546)
Net assets released from restrictions for capital asset acquisitions	33,615	--	761	3,989	19,103	1,263	8,187	249	63	--	--	--	--	--
Change in fair value of interest rate swap agreements designated as cash flow hedges	799	--	--	288	511	--	--	--	--	--	--	--	--	--
Reversals of fair value of endowment corpus	180	--	--	180	--	--	--	--	--	--	--	--	--	--
Transfers (to) from affiliates	(112,266)	--	(266,353)	(25,538)	(74,250)	--	--	--	857	--	--	3,837	49,181	--
Unusual and other post-acquisition liability adjustments	149,580	--	(4,390)	(11,817)	(8,581)	335	(9,232)	1,673	(12,049)	11,750	(3,242)	--	--	(1524)
Increase (decrease) in unrestricted net assets	\$ 264,476	\$ (22,284)	\$ (135,844)	\$ 161,311	\$ 122,214	\$ 58,581	\$ 22,284	\$ (5,647)	\$ 13,413	\$ (4,478)	\$ 3,201	\$ 3,547	\$ 49,248	\$ (1,070)

(*) Effective January 14, 2016, Forest Hills Hospital and Franklin Hospital merged into Long Island Jewish Medical Center. As such, the Forest Hills Hospital and Franklin Hospital columns above only reflect the results of operations through January 13, 2016. Beginning January 14, 2016, the operating results of these hospitals are included with the Long Island Jewish Medical Center column.

The combining schedules are presented for supplementary informational purposes. Due to the effects of intercompany transactions, which are eliminated in combination, the schedules are not intended to present the financial position or results of operations of the individual entities.

Northwell Health, Inc.**Consolidated Statements of Financial Position
September 30, 2017 and December 31, 2016 (In Thousands)**

	(Unaudited) September 30, 2017	(Audited) December 31, 2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 447,663	\$ 383,295
Short-term investments	2,480,401	2,464,366
Accounts receivable for services to patients, net of allowance for doubtful accounts	1,027,167	975,423
Accounts receivable for physician activities, net	143,913	127,718
Pledges receivable, current portion	70,293	46,197
Insurance claims receivable, current portion	71,010	71,014
Other current assets	302,127	269,472
Total current assets	<u>4,542,574</u>	<u>4,337,485</u>
Long-term investments	2,437,787	1,875,198
Pledges receivable, net of current portion	128,496	96,371
Property, plant and equipment, net	4,803,596	4,610,223
Insurance claims receivable, net of current portion	217,934	245,967
Other assets	249,189	199,020
Total assets	<u>\$ 12,379,576</u>	<u>\$ 11,364,264</u>
Liabilities and net assets		
Current liabilities:		
Short-term borrowings	\$ 110,218	\$ 110,218
Accounts payable and accrued expenses	935,582	857,584
Accrued salaries and related benefits	690,216	671,594
Current portion of capital lease obligations	3,369	3,470
Current portion of long-term debt	49,642	59,829
Current portion of insurance claims liability	71,010	71,014
Current portion of malpractice and other insurance liabilities	123,762	123,740
Current portion of estimated payables to third-party payers	313,575	320,126
Total current liabilities	<u>2,297,374</u>	<u>2,217,575</u>
Accrued retirement benefits, net of current portion	878,298	927,378
Capital lease obligations, net of current portion	171,099	173,108
Long-term debt, net of current portion	3,250,929	2,680,021
Insurance claims liability, net of current portion	217,934	245,967
Malpractice and other insurance liabilities, net of current portion	1,046,783	944,225
Other long-term liabilities	578,440	573,464
Total liabilities	<u>8,440,857</u>	<u>7,761,738</u>
Commitments and contingencies		
Net assets:		
Unrestricted	3,326,311	3,027,943
Temporarily restricted	421,929	393,610
Permanently restricted	190,479	180,973
Total net assets	<u>3,938,719</u>	<u>3,602,526</u>
Total liabilities and net assets	<u>\$ 12,379,576</u>	<u>\$ 11,364,264</u>

Consolidated Statements of Operations
For the Nine Months Ended September 30, 2017 and 2016 (In Thousands)

	(Unaudited) 2017	(Unaudited) 2016
Operating revenue:		
Net patient service revenue	\$ 5,992,757	\$ 5,711,957
Physician practice revenue	1,123,306	957,564
Provision for bad debts	(94,586)	(92,784)
Total patient revenue, net of provision for bad debts	<u>7,021,477</u>	<u>6,576,737</u>
Other operating revenue	451,845	381,549
Net assets released from restrictions used for operations	48,593	42,297
Total operating revenue	<u>7,521,915</u>	<u>7,000,583</u>
Operating expenses:		
Salaries	3,832,855	3,462,223
Employee benefits	915,986	867,689
Supplies and expenses	2,228,355	2,071,738
Depreciation and amortization	334,783	307,449
Interest	92,530	82,216
Total operating expenses	<u>7,404,509</u>	<u>6,791,315</u>
Excess of operating revenue over operating expenses, excluding Health Insurance Companies	117,406	209,268
Health Insurance Companies excess of operating expenses over operating revenue	(83,016)	(96,706)
Total excess of operating revenue over operating expenses	<u>34,390</u>	<u>112,562</u>
Non-operating gains and losses:		
Investment income	77,287	41,536
Change in net unrealized gains and losses and change in value of equity method investments	220,972	134,041
Change in fair value of interest rate swap agreements designated as derivative instruments	-	190
Non-operating net periodic benefit cost	(21,094)	(28,478)
Loss on refunding of long-term debt	(42,619)	-
Contribution received in the acquisition of Peconic Bay Medical Center	-	36,343
Other non-operating gains and losses	(2,769)	(9,198)
Total non-operating gains and losses	<u>231,777</u>	<u>174,434</u>
Excess of revenue and gains and losses over expenses	266,167	286,996
Net assets released from restrictions for capital asset acquisitions	34,814	28,221
Change in fair value of interest rate swap agreements designated as cash flow hedges	1,658	13
Recovery of fair value of endowment corpus	-	609
Other changes in net assets	(4,271)	(4,803)
Increase in unrestricted net assets	<u>\$ 298,368</u>	<u>\$ 311,036</u>

Northwell Health, Inc.

Combining Statement of Financial Position - Northwell Health Obligated Group
September 30, 2017 (Unaudited and In Thousands)

	Total Obligated Group	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Chen Cove Hospital	Painview Hospital	Northwell Health Stern Family Center for Rehabilitation
Assets												
Current assets:												
Cash and cash equivalents	\$220,023	\$-	\$207,494	\$6,833	\$387	\$2,060	\$1,053	\$672	\$65	\$5	\$1,453	\$1
Short-term investments	2,115,060	-	19,159	699,408	700,858	382,189	46,262	1,504	194,324	70,602	495	259
Accounts receivable for services to patients, net of allowance for doubtful accounts	957,165	-	-	219,230	320,452	136,923	137,508	66,305	35,936	13,801	19,450	7,560
Accounts receivable for physician activities, net	109,630	-	-	104,811	1,744	-	1,553	1,026	310	106	80	-
Insurance claims receivable, current portion	73,335	-	906	16,265	18,839	9,933	16,612	4,156	3,084	1,293	1,978	269
Other current assets	198,651	(3,000)	34,705	59,180	48,416	20,521	19,879	7,177	7,389	2,078	2,245	61
Total current assets	3,673,864	(3,000)	262,264	1,105,727	1,090,696	551,626	222,867	80,840	241,108	87,885	25,701	8,150
Due from affiliates, net	51,386	(293,308)	-	105,146	208,061	-	-	-	-	-	9,721	21,766
Note receivable from affiliate	61,989	-	61,989	-	-	-	-	-	-	-	-	-
Long-term investments	2,197,671	-	1,102,235	387,816	368,701	172,670	78,013	23,989	38,723	10,009	591	14,924
Property, plant and equipment, net	4,098,565	-	766,127	450,957	1,202,175	191,010	988,511	237,241	175,700	44,887	31,911	10,046
Insurance claims receivable, net of current portion	358,022	-	2,678	80,268	111,955	59,548	47,914	22,016	13,566	8,364	10,917	796
Other assets	757,870	(580,205)	1,118,355	156,753	13,761	11,788	36,028	1,390	-	-	-	-
Total assets	\$11,199,367	(\$876,513)	\$3,313,648	\$2,286,667	\$2,995,349	\$986,642	\$1,373,333	\$365,476	\$469,097	\$151,145	\$78,841	\$55,682
Liabilities and net assets (deficit)												
Current liabilities:												
Short-term borrowings	\$110,218	\$-	\$-	\$7,500	\$102,718	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Accounts payable and accrued expenses	623,218	-	158,683	141,591	125,655	49,946	65,957	37,323	21,979	10,179	10,261	1,644
Accrued salaries and related benefits	598,870	-	195,964	106,610	127,376	52,216	47,333	26,466	22,680	6,428	11,752	2,045
Current portion of capital lease obligations	1,817	-	1,567	-	-	-	250	-	-	-	-	-
Current portion of long-term debt	41,015	-	756	10,038	20,234	4,997	1,820	35	35	754	1,531	815
Current portion of insurance claims liability	73,335	-	906	16,265	18,839	9,933	16,612	4,156	3,084	1,293	1,978	269
Current portion of malpractice and other insurance liabilities	75,576	-	20,540	14,453	17,345	9,337	5,184	3,745	2,188	1,280	1,504	-
Current portion of estimated payable to third-party payers	163,702	-	1,050	32,774	52,241	29,620	15,860	16,238	4,289	6,600	1,242	3,788
Total current liabilities	1,687,751	-	379,466	329,231	464,408	156,049	153,016	87,963	54,255	26,534	28,268	8,561
Due to affiliates, net	-	(418,102)	73,009	-	-	3,845	178,182	140,671	19,646	2,749	-	-
Accrued retirement benefits, net of current portion	826,097	-	209,148	147,983	75,123	2,589	175,629	63,540	109,820	14,206	23,656	4,403
Capital lease obligations, net of current portion	168,851	-	99,853	-	66,650	-	2,348	-	-	-	-	-
Long-term debt, net of current portion	3,108,797	-	1,789,635	105,210	858,294	73,477	115,381	71,253	78,254	5,863	8,362	3,068
Insurance claims liability, net of current portion	358,022	-	2,678	80,268	111,955	59,548	47,914	22,016	13,566	8,364	10,917	796
Malpractice and other insurance liabilities, net of current portion	884,506	-	122,446	213,302	236,179	107,263	78,802	55,499	41,507	12,390	17,118	-
Other long-term liabilities	519,174	-	825	118,855	234,377	45,476	46,997	42,341	9,297	6,203	14,121	712
Total liabilities	7,553,198	(418,102)	2,677,060	994,849	2,046,986	448,247	798,239	483,283	326,345	76,309	102,442	17,540
Commitments and contingencies												
Net assets (deficit):												
Unrestricted	3,170,151	(361,670)	489,044	1,147,067	813,861	525,867	478,350	(127,839)	130,794	61,438	(24,084)	37,323
Temporarily restricted	396,738	(71,822)	110,955	116,770	125,342	11,044	71,825	10,032	10,795	10,495	483	819
Permanently restricted	79,280	(24,919)	36,589	27,981	9,160	1,484	24,919	-	1,163	2,993	-	-
Total net assets (deficit)	3,646,169	(458,411)	636,588	1,291,818	948,363	538,395	575,094	(117,807)	142,752	74,836	(23,601)	38,142
Total liabilities and net assets (deficit)	\$11,199,367	(\$876,513)	\$3,313,648	\$2,286,667	\$2,995,349	\$986,642	\$1,373,333	\$365,476	\$469,097	\$151,145	\$78,841	\$55,682

**Combining Statement of Operations - Northwell Health Obligated Group
For the Nine Months Ended September 30, 2017 (Unaudited and In Thousands)**

**BFA
Attachment A
- CON 171149
(continued)**

	Total Obligated Group	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Painview Hospital	Northwell Health Stern Family Center for Rehabilitation
Operating revenue:												
Net patient service revenue	\$5,283,154	\$-	\$-	\$1,326,935	\$1,685,998	\$679,296	\$746,580	\$336,998	\$243,129	\$84,795	\$138,043	\$41,380
Physician practice revenue	804,482	-	-	308,416	271,131	2	60,900	79,422	52,680	13,590	17,645	696
Provision for bad debts	(79,713)	4,549	-	(28,803)	(24,350)	(6,953)	(11,374)	(6,437)	(2,604)	(1,684)	(1,746)	(311)
Total patient revenue, net of provision for bad debts	6,007,923	4,549	-	1,606,548	1,932,779	672,345	796,106	409,983	293,205	96,701	153,942	41,765
Other operating revenue	471,153	(944,882)	871,627	253,584	128,531	23,429	106,486	16,261	4,832	4,097	6,791	397
Net assets released from restrictions used for operations	33,554	-	410	10,706	17,084	306	4,908	81	15	-	-	44
Total operating revenue	6,512,630	(940,333)	872,037	1,870,838	2,078,394	696,080	907,500	426,325	298,052	100,798	160,733	42,206
Operating expenses:												
Salaries	3,193,908	(315,349)	309,692	933,563	981,109	307,067	444,202	222,609	146,833	59,299	80,320	24,563
Employee benefits	795,516	(68,554)	75,271	187,343	252,016	103,443	99,494	60,679	37,402	14,510	25,146	8,766
Supplies and expenses	1,969,001	(556,430)	363,443	642,075	655,609	219,284	308,737	143,927	101,898	29,868	51,429	9,161
Depreciation and amortization	296,182	-	83,139	50,978	70,226	20,788	35,222	13,982	12,927	4,746	3,019	1,155
Interest	87,774	-	36,503	4,532	33,823	2,725	4,189	2,520	2,789	211	344	138
Total operating expenses	6,342,381	(940,333)	868,048	1,818,491	1,992,783	653,307	891,844	443,717	301,849	108,634	160,258	43,783
Excess (deficiency) of operating revenue over operating expenses	170,249	-	3,989	52,347	85,611	42,773	15,656	(17,392)	(3,797)	(7,836)	475	(1,577)
Non-operating gains and losses:												
Investment income	70,935	-	9,020	20,110	19,739	12,810	1,016	187	5,865	2,081	(27)	134
Change in net unrealized gains and losses and change in value of equity method investments	198,392	-	30,089	59,475	50,307	35,112	3,141	694	14,021	5,509	-	44
Change in interest in acquired entities	63,122	(12,758)	69,370	6,510	-	-	-	-	-	(389)	(881)	-
Non-operating net periodic benefit cost	(21,587)	-	(1,788)	(3,594)	(2,120)	-	(6,273)	(2,550)	(3,870)	(389)	(122)	-
Loss on refunding long-term debt	(42,619)	-	-	-	(19,168)	(5,798)	(9,609)	(3,990)	(4,054)	-	-	-
Other non-operating gains and losses	7,010	-	2,432	-	4,578	-	-	-	-	-	-	-
Total non-operating gains and losses	275,253	(12,758)	109,123	82,501	53,336	42,124	(11,725)	(5,659)	11,962	7,201	(908)	56
Excess (deficiency) of revenue and gains and losses over expenses	445,502	(12,758)	113,112	134,848	138,947	84,897	3,931	(23,051)	8,165	(635)	(433)	(1,521)
Net assets released from restrictions for capital asset acquisitions	34,074	-	1	9,855	1,449	308	8,827	13,401	-	233	-	-
Change in fair value of interest rate swap agreements designated as cash flow hedges	396	-	-	142	254	-	-	-	-	-	-	-
Transfers (to) from affiliates	(184,879)	-	(150,949)	(18,392)	(15,538)	-	-	-	-	-	-	-
Increase (decrease) in unrestricted net assets	\$295,093	(\$12,758)	(\$37,836)	\$126,453	\$125,112	\$85,205	\$12,758	(\$9,650)	\$8,165	(\$402)	(\$433)	(\$1,521)

Northwell Health, Inc.

Consolidated Statements of Financial Position
(In Thousands)

	December 31	
	2016	2015
Assets		
Current assets		
Cash and cash equivalent	\$ 383,295	\$ 432,829
Short-term investments	2,464,366	1,946,575
Accounts receivable for services to patients, net of allowance for doubtful accounts of \$122,200 in 2016 and \$94,700 in 2015	975,423	876,130
Accounts receivable for physician activities net	127,718	111,902
Pledges receivable, current portion	46,197	35,097
Insurance claims receivable current portion	71,014	71,068
Other current assets	269,472	207,968
Total current assets	4,337,485	3,681,569
Long-term investment	1,875,198	1,628,015
Pledges receivable net of current portion	96,371	91,090
Property, plant and equipment net	4,610,223	4,315,166
Insurance claims receivable, net of current portion	245,967	278,530
Other assets	199,020	144,357
Total assets	\$ 11,364,264	\$ 10,138,727
Liabilities and net assets		
Current liabilities		
Short-term borrowings	\$ 110,218	\$ 110,218
Accounts payable and accrued expense	857,584	726,782
Accrued salaries and related benefit	671,594	625,383
Current portion of capital lease obligation	3,470	3,138
Current portion of long-term debt	59,829	55,613
Current portion of insurance claims liability	71,014	71,068
Current portion of malpractice and other insurance liability	123,740	101,720
Current portion of estimated payables to third-party payer	320,126	246,985
Total current liabilities	2,217,575	1,940,907
Accrued retirement benefits, net of current portion	927,378	782,972
Capital lease obligations, net of current portion	173,108	171,888
Long-term debt, net of current portion	2,680,021	2,199,401
Insurance claims liability, net of current portion	245,967	278,530
Malpractice and other insurance liability net of current portion	944,225	881,794
Other long-term liabilities	573,464	644,195
Total liabilities	7,761,738	6,899,687
Commitments and contingencies		
Net assets:		
Unrestricted	3,027,943	2,710,921
Temporarily restricted	393,610	363,573
Permanently restricted	180,973	164,546
Total net assets	3,602,526	3,239,040
Total liabilities and net assets	\$ 11,364,264	\$ 10,138,727

Northwell Health, Inc.

Consolidated Statements of Operations
(In Thousands)

	Year Ended December 31	
	2016	2015
Operating revenue:		
Net patient service revenue	\$ 7,625,675	\$ 6,962,767
Physician practice revenue	1,282,059	1,125,838
Provision for bad debts	(120,411)	(110,265)
Total patient revenue, net of provision for bad debts	8,787,323	7,978,340
Other operating revenue	546,592	457,612
Health insurance premium revenue	548,884	228,427
Net assets released from restrictions used for operations	55,469	58,276
Total operating revenue	9,938,268	8,722,655
Operating expenses:		
Salaries	4,752,362	4,319,212
Employee benefits	1,209,209	1,100,101
Supplies and expenses	3,354,660	2,724,420
Depreciation and amortization	410,939	384,206
Interest	115,231	105,018
Total operating expenses	9,842,401	8,632,957
Excess of operating revenue over operating expenses	95,867	89,698
Non-operating gains and losses:		
Investment income	67,680	62,205
Change in net unrealized gains and losses and change in value of equity method investments	117,864	(112,700)
Change in fair value of interest rate swap agreements designated as derivative instruments	190	790
Loss on refunding and redemption of long-term debt		(56,975)
Contributions received in the acquisitions of Peconic Bay Medical Center (2016), Phelps Memorial Hospital (2015) and Northern Westchester Hospital (2015)	36,343	259,807
Gain from acquired interest in Optum360		115,600
Other non-operating gains and losses	24,690	(10,981)
Total non-operating gains and losses	246,767	257,746
Excess of revenue and gains and losses over expenses	342,634	347,444
Net assets released from restrictions for capital asset acquisitions	33,877	7,696
Change in fair value of interest rate swap agreements designated as cash flow hedges	2,402	1,289
Recovery (loss) of fair value of endowment corpus	608	(608)
Pension and other postretirement liability adjustments	(56,801)	18,131
Other changes in net assets	(5,698)	(3,583)
Increase in unrestricted net assets	\$ 317,022	\$ 370,369

Northwell Health, Inc.

Combining Statement of Financial Position – Northwell Health Obligated Group
(In Thousands)

December 31, 2016

	Total Obligated Group	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center (*)	Slaten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Plainville Hospital	Northwell Health Stern Family Center for Rehabilitation
Assets												
Current assets												
Cash and cash equivalents	\$ 127,466	\$ -	\$ 99,778	\$ 9,605	\$ 1,097	\$ 15,802	\$ 937	\$ 38	\$ 202	\$ 5	\$ 1	\$ 1
Short-term investments	2,178,163	-	143,951	754,127	649,575	323,709	45,950	5,323	175,513	78,504	662	849
Accounts receivable for services to patients, net of allowance for doubtful accounts	901,010	-	-	217,297	284,165	124,344	131,416	57,174	45,558	12,838	19,052	9,166
Accounts receivable for physician activities, net	106,588	-	-	99,784	3,292	-	1,815	775	606	214	102	-
Insurance claims receivable, current portion	73,336	-	906	16,264	18,839	9,933	16,612	4,156	3,086	1,293	1,978	269
Other current assets	179,280	(3,000)	20,417	47,881	56,745	18,313	19,127	7,157	7,810	1,536	3,214	80
Total current assets	3,565,843	(3,000)	265,052	1,144,958	1,111,713	492,101	215,857	74,623	232,775	94,390	25,009	10,365
Due from affiliates, net	-	(263,347)	-	66,243	161,260	-	-	-	-	-	13,090	22,754
Note receivable from affiliate	46,989	-	46,989	-	-	-	-	-	-	-	-	-
Long-term investments	1,626,013	-	759,107	230,975	288,712	167,961	74,658	35,811	45,882	8,064	573	14,270
Property, plant and equipment, net	3,960,871	-	673,852	443,734	1,227,209	202,691	967,395	186,768	170,369	46,166	32,213	10,474
Insurance claims receivable, net of current portion	383,640	-	3,072	86,614	118,954	63,234	51,967	23,599	14,779	8,835	11,673	913
Other assets	665,313	(565,257)	1,042,943	136,738	13,797	11,788	23,914	1,390	-	-	-	-
Total assets	\$ 10,248,669	\$ (831,604)	\$ 2,791,015	\$ 2,109,262	\$ 2,823,645	\$ 937,775	\$ 1,333,791	\$ 322,191	\$ 463,805	\$ 157,455	\$ 82,558	\$ 58,776
Liabilities and net assets (deficit)												
Current liabilities												
Short-term borrowings	\$ 110,218	\$ -	\$ -	\$ 7,500	\$ 102,718	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable and accrued expenses	597,901	-	168,870	117,597	112,866	54,953	64,201	32,888	24,741	10,373	9,859	1,553
Accrued salaries and related benefits	580,942	-	193,834	102,235	123,107	48,332	45,576	26,091	21,837	6,595	11,139	2,196
Current portion of capital lease obligations	1,797	-	1,567	-	-	-	230	-	-	-	-	-
Current portion of long-term debt	49,007	-	756	9,942	19,545	8,453	4,915	1,145	1,170	749	1,521	811
Current portion of insurance claims liability	73,336	-	906	16,264	18,839	9,933	16,612	4,156	3,086	1,293	1,978	269
Current portion of malpractice and other insurance liabilities	75,575	-	20,539	14,453	17,345	9,337	5,184	3,745	2,188	1,280	1,504	-
Current portion of estimated payables to third-party payers	165,965	-	60	43,163	41,931	41,501	16,343	10,429	1,149	6,286	779	3,784
Total current liabilities	1,654,741	-	387,072	311,154	436,351	172,509	153,061	78,454	54,171	26,576	26,780	8,613
Due to affiliates, net	15,013	(388,140)	148,094	-	-	27,496	123,788	83,389	13,912	6,474	-	-
Accrued retirement benefits, net of current portion	865,968	-	188,412	151,921	79,368	2,997	202,103	71,581	121,971	16,318	26,422	4,945
Capital lease obligations, net of current portion	170,192	-	100,957	-	66,678	-	2,557	-	-	-	-	-
Long-term debt, net of current portion	2,534,565	-	1,194,611	115,687	867,512	74,807	114,258	70,116	77,078	6,652	9,938	3,906
Insurance claims liability, net of current portion	383,640	-	3,072	86,614	118,954	63,234	51,967	23,599	14,779	8,835	11,673	913
Malpractice and other insurance liabilities, net of current portion	775,943	-	97,975	185,394	216,952	95,743	67,573	47,982	36,459	12,042	15,823	-
Other long-term liabilities	542,283	-	617	129,062	230,178	47,987	58,410	42,118	11,325	6,860	15,109	717
Total liabilities	6,942,345	(388,140)	2,120,810	979,832	2,015,893	484,773	773,647	417,239	329,695	83,757	105,745	19,094
Commitments and contingencies												
Net assets (deficit)												
Unrestricted	2,875,058	(348,912)	526,880	1,020,614	688,749	440,662	465,592	(118,189)	122,629	61,840	(23,651)	38,844
Temporarily restricted	352,179	(69,633)	107,011	80,718	109,843	10,856	69,633	23,141	10,318	8,990	464	838
Permanently restricted	79,087	(124,919)	36,314	28,098	9,160	1,484	24,919	-	1,163	2,868	-	-
Total net assets (deficit)	3,306,324	(443,464)	670,205	1,129,430	807,752	453,002	560,144	(95,048)	134,110	73,698	(23,187)	39,682
Total liabilities and net assets (deficit)	\$ 10,248,669	\$ (831,604)	\$ 2,791,015	\$ 2,109,262	\$ 2,823,645	\$ 937,775	\$ 1,333,791	\$ 322,191	\$ 463,805	\$ 157,455	\$ 82,558	\$ 58,776

(*) Effective January 14, 2016, Forest Hills Hospital and Franklin Hospital merged into Long Island Jewish Medical Center

The combining schedules are presented for supplementary informational purposes. Due to the effects of intercompany transactions, which are eliminated in combination, the schedules are not intended to present the financial position or results of operations of the individual entities.

Northwell Health, Inc.

Combining Statement of Operations – Northwell Health Obligated Group
(In Thousands)

Year Ended December 31, 2016

	Total (Obligated Group)	Eliminations	Northwell Healthcare, Inc.	North Shore University Hospital	Long Island Jewish Medical Center (*)	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Palmview Hospital	Forest Hills Hospital (*)	Franklin Hospital (*)	Northwell Health Stena Family Center for Rehabilitation
Operating revenue														
Net patient service revenue	\$ 6,875,020	\$ (373)	\$ --	\$ 1,764,008	\$ 2,117,007	\$ 880,783	\$ 972,987	\$ 425,047	\$ 341,739	\$ 109,498	\$ 193,714	\$ 8,529	\$ 6,810	\$ 55,271
Physician practice revenue	981,722	--	--	384,167	332,992	77	72,666	87,310	63,263	17,228	21,914	768	523	914
Provision for bad debts	(102,879)	6127	--	(137,756)	(30,475)	(8,961)	(14,701)	(7,896)	(3,571)	(2,158)	(2,417)	(264)	(276)	(432)
Total patient revenue, net of provision for bad debts	7,753,863	5,654	--	2,110,319	2,419,524	871,899	1,030,953	504,461	401,431	124,568	213,211	9,013	7,057	55,753
Other operating revenue	544,953	(1,164,395)	1,083,405	281,074	150,192	24,563	130,473	18,616	5,933	5,177	9,034	96	155	530
Net assets released from restrictions used for operations	40,013	--	1,163	14,470	15,816	766	7,668	77	73	--	--	--	--	--
Total operating revenue	8,338,849	(1,158,741)	1,084,405	2,405,863	2,585,532	897,228	1,168,994	523,154	407,437	129,945	222,245	9,129	7,212	56,283
Operating expenses														
Salaries	3,969,043	(377,272)	359,581	1,159,745	1,205,484	387,668	557,868	268,750	186,633	73,755	106,440	4,844	3,807	31,740
Employee benefits	1,030,163	183,347	92,139	240,872	314,703	130,632	139,947	74,068	51,233	18,547	34,895	1,622	1,243	11,609
Supplies and expenses	2,573,440	(698,122)	494,828	820,634	805,304	316,384	401,074	172,643	135,790	38,749	69,707	2,621	1,893	11,935
Depreciation and amortization	168,565	--	94,595	65,437	94,147	27,589	44,130	14,771	15,295	6,416	4,194	310	178	1,303
Interest	108,921	--	43,262	5,608	45,554	4,522	5,307	1,789	1,804	307	511	21	24	212
Total operating expenses	8,050,132	(1,158,741)	1,084,405	2,292,296	2,465,192	866,795	1,148,326	532,021	392,755	137,774	215,747	9,418	7,145	56,999
Excess (deficiency) of operating revenue over operating expenses	288,717	--	163	113,567	120,340	30,433	20,668	(8,867)	14,682	(7,829)	6,498	12,891	67	(716)
Non-operating gains and losses														
Investment income (loss)	61,559	--	6,855	21,174	16,097	10,831	630	94	3,587	2,007	155	(1)	(1)	141
Change in net unrealized gains and losses and change in value of equity method investments	108,050	--	13,274	34,476	28,506	19,162	2,011	347	7,130	3,094	--	--	1	29
Change in interest in ascribed entities	63,244	(22,284)	77,503	8,025	--	--	--	--	--	--	--	--	--	--
Change in fair value of interest rate swap agreements designated as derivative instruments	190	--	--	--	--	190	--	--	--	--	--	--	--	--
Contribution received in the acquisition of Pecos Bay Medical Center	36,343	--	36,343	--	--	--	--	--	--	--	--	--	--	--
Other non-operating gains and losses	33,825	--	--	16,967	20,491	(3,633)	--	--	--	--	--	--	--	--
Total non-operating gains and losses	303,011	(22,284)	133,975	80,642	65,094	25,550	2,661	441	10,717	5,101	(55)	(1)	--	170
Excess (deficiency) of revenue and gains and losses over expenses	591,728	(22,284)	134,138	194,209	185,434	56,983	23,329	(8,426)	25,399	(2,728)	6,443	(290)	67	(546)
Net assets released from restrictions for capital asset acquisitions	33,615	--	761	3,989	19,103	1,263	8,187	249	63	--	--	--	--	--
Change in fair value of interest rate swap agreements designated as cash flow hedges	799	--	--	288	511	--	--	--	--	--	--	--	--	--
Reversals of fair value of endowment corpus	180	--	--	180	--	--	--	--	--	--	--	--	--	--
Transfers (to) from affiliates	(112,266)	--	(266,353)	(25,538)	(74,250)	--	--	--	857	--	--	3,837	49,181	--
Unusual and other post-acquisition liability adjustments	149,580	--	(4,390)	(11,817)	(8,581)	335	(9,232)	1,673	(12,049)	11,750	(3,242)	--	--	(1524)
Increase (decrease) in unrestricted net assets	\$ 264,476	\$ (22,284)	\$ (135,844)	\$ 161,311	\$ 122,214	\$ 58,581	\$ 22,284	\$ (5,647)	\$ 13,413	\$ (4,478)	\$ 3,201	\$ 3,547	\$ 49,248	\$ (1,070)

(*) Effective January 14, 2016, Forest Hills Hospital and Franklin Hospital merged into Long Island Jewish Medical Center. As such, the Forest Hills Hospital and Franklin Hospital columns above only reflect the results of operations through January 13, 2016. Beginning January 14, 2016, the operating results of these hospitals are included with the Long Island Jewish Medical Center column.

The combining schedules are presented for supplementary informational purposes. Due to the effects of intercompany transactions, which are eliminated in combination, the schedules are not intended to present the financial position or results of operations of the individual entities.

Statement of Financial Position
December 31, 2016

Assets

Current assets	
Cash and cash equivalents	\$ 10,524,291
Certificates of deposit	1,371,456
Investments, at fair value (	5,987,156
Patient services receivable, net	7,566,476
DHHS grants receivable	429,893
Health plan quality distribution receivable	1,371,570
Contracts and other grants receivable (	163,547
Foundation pledges and contributions receivable	15,000
Prepaid expenses and other current assets	<u>617,373</u>
 Total current assets	 28,046,762
 Property and equipment, net	 29,178,618
Deferred compensation (	4,000,917
Security deposits	<u>621,293</u>
 Total	 <u>\$ 61,847,590</u>

Liabilities and Net Assets

Current liabilities	
Accounts payable and accrued expenses (	\$ 2,376,465
Accrued compensation and related benefits	<u>5,349,232</u>
 Total current liabilities	 <u>7,725,697</u>
Long-term liabilities	
Deferred rent	552,855
Deferred compensation payable	<u>4,000,917</u>
 Total long-term liabilities	 <u>4,553,772</u>
 Total liabilities	 <u>12,279,469</u>
 Commitments and contingencies	
Net assets	
Unrestricted	49,439,980
Temporarily restricted	<u>128,141</u>
 Total net assets	 <u>49,568,121</u>
 Total	 <u>\$ 61,847,590</u>

Charles B. Wang Community Health Center, Inc.

**Statement of Activities and Change in Net Assets
Year Ended December 31, 2016**

Unrestricted revenue	
Patient services revenue (net of contractual allowances and discounts)	\$ 43,471,500
DHHS grants	4,352,970
Contract services and other grants	2,125,721
Donated vaccines and services	2,057,565
Foundation grants, pledges and contributions	701,160
Interest and dividends	190,132
Net realized and unrealized gain on investments	388,397
Other	4,177,522
Net assets released from restrictions	<u>370,708</u>
Total unrestricted revenue	<u>57,835,675</u>
Expenses	
Salaries and related benefits	42,179,926
Other than personnel services	<u>13,473,138</u>
Total expenses	<u>55,653,064</u>
Operating income prior to depreciation and amortization	2,182,611
Depreciation and amortization	<u>1,296,116</u>
Increase in unrestricted net assets	<u>886,495</u>
Changes in temporarily restricted net assets	
Contributions	61,474
Net assets released for programs	<u>(370,708)</u>
Decrease in temporarily restricted net assets	<u>(309,234)</u>
Increase in net assets	577,261
Net assets, beginning	<u>48,990,860</u>
Net assets, end	<u>\$ 49,568,121</u>

CHARLES B. WANG COMMUNITY HEALTH CENTER, INC.
Statement of Financial Position
July 31, 2017

	July 2017	July 2016	Variance	
			\$	%
ASSETS				
Current assets:				
Cash	\$11,480,405	\$13,152,408	(\$1,672,003)	(12.71%)
Investments	6,037,891	5,516,866	521,026	9.44%
Accounts receivable-patient	4,631,560	4,708,203	(76,643)	(1.63%)
DHHS grant receivable	817,559	436,212	381,347	87.42%
Contracts receivable	2,385,745	1,313,571	1,072,174	81.62%
Prepaid expense	574,890	614,188	(39,298)	(6.40%)
Total current assets	25,928,049	25,741,447	186,602	0.72%
Fixed assets:				
Property, plant and equipment	46,154,840	43,358,218	2,796,621	6.45%
Less: Accumulated depreciation	(16,138,562)	(14,784,108)	(1,354,454)	9.16%
Total fixed assets	30,016,278	28,574,111	1,442,167	5.05%
Other assets:				
Deferred compensation	4,105,285	3,529,181	576,105	16.32%
Security deposits	461,968	581,113	(119,145)	(20.50%)
Total other assets	4,567,253	4,110,293	456,960	11.12%
TOTAL ASSETS	60,511,580	58,425,851	2,085,729	3.57%
LIABILITIES AND NET ASSETS				
Current liabilities:				
Accounts payable and accrued expenses	2,437,986	2,243,449	194,538	8.67%
Accrued compensation	4,047,146	3,582,164	464,982	12.98%
Total current liabilities	6,485,133	5,825,613	659,520	11.32%
Other liabilities				
Deferred compensation	4,105,285	3,529,181	576,105	16.32%
Total other liabilities	4,105,285	3,529,181	576,105	16.32%
Total liabilities	10,590,418	9,354,793	1,235,625	13.21%
Net Assets	49,921,162	49,071,058	850,105	1.73%
TOTAL LIABILITIES AND NET ASSETS	60,511,580	58,425,851	2,085,729	3.57%

CHARLES B. WANG COMMUNITY HEALTH CENTER, INC.
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
For the Seven Months Ending July 31, 2017
CLINIC: CONSOLIDATED

	June	July	YTD
Billable Visits			
Medical	21,165	20,670	139,887
Dental	1,718	1,656	11,387
Revenue			
Patient services	\$3,853,619	\$4,194,933	\$27,927,061
DHHS 330 Grant	520,859	481,344	2,897,666
Contracts services	33,316	16,667	203,157
Other grants	548,502	158,777	3,034,809
Donated services	125,000	125,000	875,000
Other revenue	133,083	43,476	552,325
Total Revenue	\$5,214,378	\$5,020,196	\$35,490,017
Expenses			
Salaries and wages	\$3,122,858	\$3,169,334	\$21,478,194
Fringe benefits	747,670	659,767	5,597,967
Consultants, contracts, and professional fees	67,868	98,420	466,934
Laboratory	54,079	46,785	325,107
Radiology		36,228	64,390
Pharmacy	298,336	225,693	1,627,993
Consumable supplies	96,263	82,571	575,049
Space costs	337,973	366,124	2,427,552
Equipment rental and maintenance	32,565	32,246	404,495
Insurance	12,488	10,355	100,950
Telecommunication	37,670	31,630	263,432
Printing, publications, and postage	14,454	22,045	101,588
Outreach	50,024	7,070	159,206
Dues, licenses, and subscriptions	60,491	9,666	188,649
Metrocards	32,786	32,390	194,222
Travel, conferences and meetings	12,233	24,309	135,251
Staff training	6,981	11,678	87,626
Uniform service	9,065	7,312	56,668
Payroll processing	7,368	4,546	48,017
Interest and bank charges	2,140	1,671	14,359
Miscellaneous	8,507	13,527	60,983
Total expenses prior to depreciation	\$5,011,819	\$4,893,368	\$34,378,632
Increase (Decrease) in Net Assets prior to depreciation	\$202,560	\$126,828	\$1,111,385
Depreciation	108,334	108,334	758,338
Increase (Decrease) in Net Assets	\$94,226	\$18,494	\$353,047

Chinatown Health Clinic Foundation, Inc.

Project # 172208
BFA Attachment C

Statement of Financial Position
December 31, 2016

Assets

Current assets	
Cash and cash equivalents	\$ 2,567,923
Certificates of deposit	25,881
Other current assets	37,064
Total current assets	<u>2,630,868</u>
Investments at fair value	6,791,215
Certificates of deposit - restricted	470,866
Land and building, net	<u>22,542,130</u>
 Total	 <u>\$ 32,435,079</u>

Liabilities and Net Assets

Current liabilities	
Accrued expenses	\$ 9,097
Current maturities of long-term debt	1,122,805
Deferred rent revenue	167,530
Total current liabilities	<u>1,299,432</u>
Long-term debt, less current maturities	11,925,498
Security deposits payable	401,000
Total liabilities	<u>13,625,930</u>
Commitments and contingencies	
Net assets	
Unrestricted	17,564,721
Temporarily restricted	1,244,428
Total net assets	<u>18,809,149</u>
 Total	 <u>\$ 32,435,079</u>

Chinatown Health Clinic Foundation, Inc.

Project # 172208
BFA Attachment C cont.

Statement of Activities and Changes in Net Assets
Year Ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Total</u>
Support and revenue			
Contributions	\$ 240,319	\$ 202,000	\$ 442,319
Rental income	1,994,701	-	1,994,701
Net unrealized and realized gain on investments	581,139	133,965	715,104
Special events revenues, less direct benefit to donors of \$110,782	532,766	-	532,766
Interest and dividends	109,519	-	109,519
Net assets released from restriction	212,963	(212,963)	-
Total support and revenue	<u>3,671,407</u>	<u>123,002</u>	<u>3,794,409</u>
Expenses			
Program services	1,399,337	-	1,399,337
Management and general	278,381	-	278,381
Fundraising	15,104	-	15,104
Total expenses	<u>1,692,822</u>	<u>-</u>	<u>1,692,822</u>
Changes in net assets	1,978,585	123,002	2,101,587
Net assets			
Beginning	<u>15,586,136</u>	<u>1,121,426</u>	<u>16,707,562</u>
End	<u>\$ 17,564,721</u>	<u>\$ 1,244,428</u>	<u>\$ 18,809,149</u>

**CHINATOWN HEALTH CLINIC FOUNDATION, INC.
BALANCE SHEET**

	<u>Dec-16</u>	<u>Jun-17</u>
ASSETS:		
CASH	\$3,064,671.82	\$ 13,401,822.95
MARKETABLE SECURITIES	6,791,214.90	7,110,194.27
SECURITY DEPOSITS	12,000.00	-
DONATIONS RECEIVABLE	-	-
DUE FROM CAFPI	10,587.69	-
PREPAID EXPENSES	-	-
PREPAID INSURANCE	14,475.72	14,475.72
LAND	900,000.00	900,000.00
LAND	3,000,000.00	3,000,000.00
BUILDING	5,282,815.00	5,282,815.00
BUILDING	16,567,978.03	16,567,978.03
ACCUMULATED DEPRECIATION	(897,432.12)	(1,104,531.84)
ACCUMULATED DEPRECIATION	(2,311,230.63)	(2,377,265.79)
TOTAL ASSETS	<u>\$ 32,435,080.41</u>	<u>\$ 42,795,488.34</u>
LIABILITIES:		
ACCOUNTS PAYABLE	\$ -	\$ -
ACCRUED EXPENSES	9,097.00	-
DUE TO CAFPI	-	-
MORTGAGE	1,065,572.11	11,733,040.90
MORTGAGE	11,982,730.56	11,634,262.33
SCHOLARSHIPS	-	-
DEFERRED RENTAL INCOME	167,530.28	184,000.70
SECURITY DEPOSITS	101,000.00	101,000.00
SECURITY DEPOSITS	300,000.00	83,000.00
TOTAL LIABILITIES	<u>\$ 13,625,929.95</u>	<u>\$ 23,735,303.93</u>
NET ASSETS		
UNRESTRICTED	\$ 17,564,722.62	\$ 17,907,948.57
DICKSON HEE SCHOLARSHIP	2,172.91	51.91
THOMAS TAM SCHOLARSHIP	4,228.75	4,578.75
VICKY CHANG SCHOLARSHIP	287,001.11	209,080.11
KING WAH MOK & ON WAY TROY SCHOLARSHIP	122,058.96	109,558.96
LIU & WAN FOUNDATION (PROJECT AHEAD)	209,140.00	209,140.00
SHAU-WAI AND MARIE LAM FUND	619,826.11	619,826.11
TOTAL NET ASSETS	<u>\$ 18,809,150.46</u>	<u>\$ 19,060,184.41</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 32,435,080.41</u>	<u>\$ 42,795,488.34</u>

**CHINATOWN HEALTH CLINIC FOUNDATION, INC.
STATEMENT OF REVENUES AND EXPENSES**

Project # 172208
BFA Attachment C cont

	<u>June 30, 2017</u>
REVENUES:	
DONATIONS AND CONTRIBUTIONS	\$ 30,555
FUNDRAISING	333,052
RENTAL INCOME	1,104,000
INTEREST AND OTHER INCOME	54,959
GAINS/(LOSSES) ON SECURITIES	-
TOTAL REVENUE	<u>\$ 1,522,567</u>
EXPENSES:	
MANAGEMENT FEES	\$ -
PROFESSIONAL FEES	-
CONSUMABLE SUPPLIES	640
OCCUPANCY COST	2,980
PRINTING, POSTAGE, AND PUBLICATIONS	5,093
INSURANCE	38,706
INTEREST AND BANK CHARGES	429,144
SCHOLARSHIPS	17,321
CONTRIBUTIONS	77,921
MISCELLANEOUS	426,593
TOTAL EXPENSES	<u>\$ 998,398</u>
OPERATING INCOME BEFORE DEPRECIATION	<u>\$ 524,169</u>
DEPRECIATION	273,135
INCREASE IN NET ASSETS	<u>\$ 251,034</u>

BFA Attachment A

CON# 171421

Financial Summary - Seton Health at Schuyler Ridge

FISCAL PERIOD ENDED

	<u>2015</u>	<u>2016</u>	<u>draft 6/30/2017</u>
ASSETS - CURRENT	\$17,982,224	\$20,398,736	\$21,630,654
ASSETS - FIXED AND OTHER	6,011,462	5,855,300	6,018,523
LIABILITIES - CURRENT	2,744,297	2,419,806	2,335,916
LIABILITIES - LONG-TERM	<u>7,946,152</u>	<u>7,374,746</u>	<u>7,124,406</u>
EQUITY	\$13,303,237	\$16,459,484	\$18,188,855
<hr/>			
INCOME	\$15,244,099	\$15,675,609	\$15,645,355
EXPENSE	<u>12,684,897</u>	<u>13,054,856</u>	<u>13,323,110</u>
NET INCOME	\$2,559,202	\$2,620,753	\$2,322,245
<hr/>			
NUMBER OF BEDS	120	120	120
PERCENT OF OCCUPANCY (DAYS)	97.00%	97.50%	97.50%
<hr/>			
Medicaid	41.20%	40.43%	42.70%
Medicare	12.50%	10.15%	11.30%
Private Pay/Other	46.30%	49.42%	46.00%
	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

**SETON HEALTH AT SCHUYLER
RIDGE RESIDENTIAL HEALTHCARE
BALANCE SHEETS
December 31, 2016 and 2015**

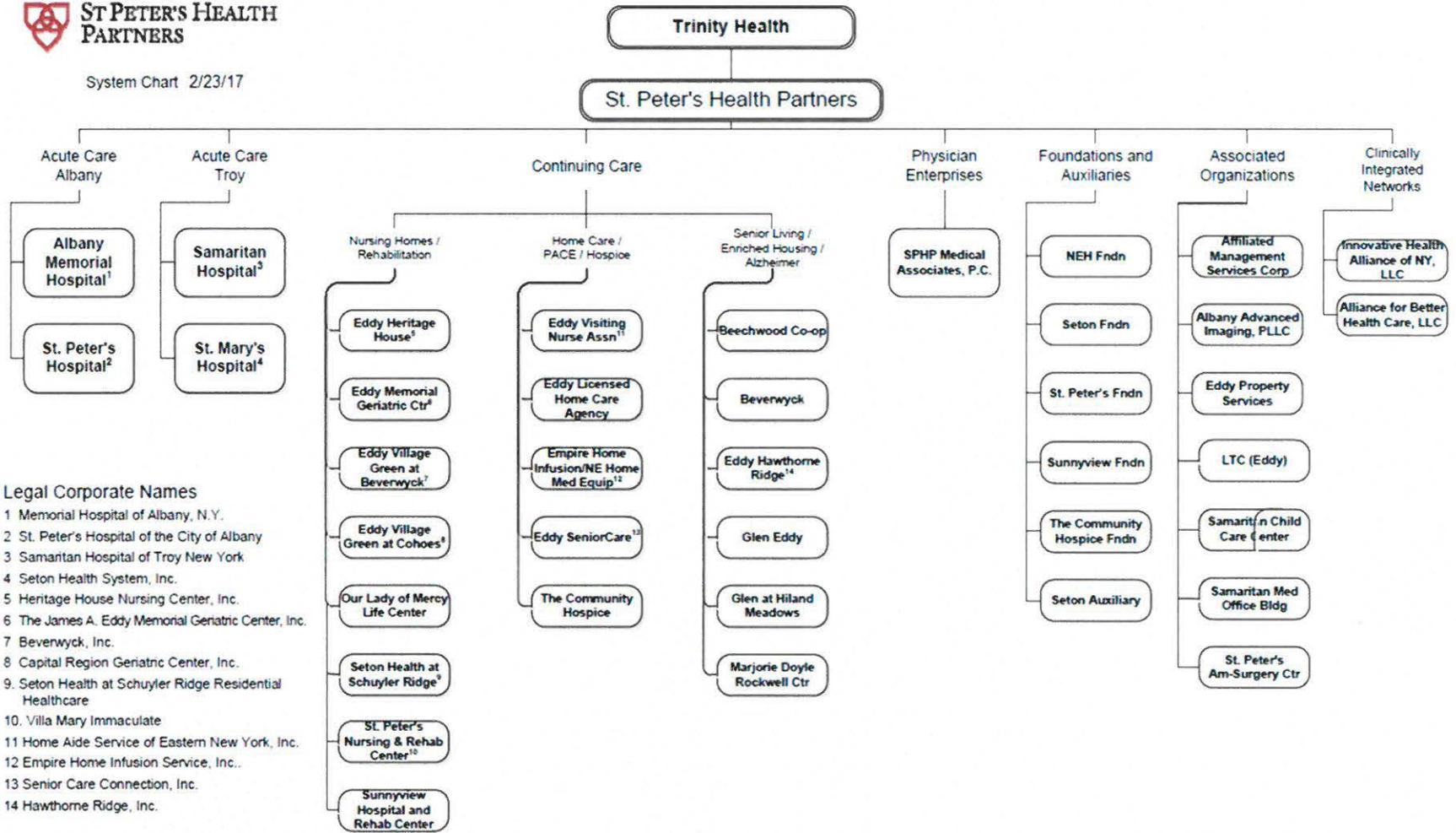
	<u>2016</u>	<u>2015</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 4,826,927	\$ 3,227,536
Investments	13,895,469	13,154,388
Cash, restricted for use of residents	39,415	107,454
Accounts receivable, net	1,457,940	1,030,203
Estimated third party settlements	137,707	196,928
Prepaid expenses and other current assets	41,278	265,715
Total current assets	<u>20,398,736</u>	<u>17,982,224</u>
ASSETS WHOSE USE IS LIMITED		
Donor restricted funds	34,747	30,958
PROPERTY AND EQUIPMENT, net	<u>5,820,553</u>	<u>5,980,504</u>
Total assets	<u>\$ 26,254,036</u>	<u>\$ 23,993,686</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 778,169	\$ 537,977
Salaries and benefits payable	474,101	462,430
Estimated third party settlements	526,038	826,038
Due to affiliates, net	109,013	337,102
Resident funds liability	39,415	107,454
Current portion of note payable	493,070	473,296
Total current liabilities	<u>2,419,806</u>	<u>2,744,297</u>
NONCURRENT LIABILITIES		
Insurance liabilities, net of current portion	-	78,336
Note payable	7,374,746	7,867,816
Total liabilities	<u>9,794,552</u>	<u>10,690,449</u>
NET ASSETS		
Unrestricted	16,424,737	13,271,440
Temporarily restricted	34,747	31,797
Total net assets	<u>16,459,484</u>	<u>13,303,237</u>
Total liabilities and net assets	<u>\$ 26,254,036</u>	<u>\$ 23,993,686</u>

**SETON HEALTH AT SCHUYLER
RIDGE RESIDENTIAL HEALTHCARE
STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
Years Ended December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
Unrestricted revenues, gains and other support		
Patient service revenue, net	\$ 15,648,120	\$ 15,215,465
Assets released from restrictions	328	2,313
Other operating revenue	<u>27,161</u>	<u>26,321</u>
Total unrestricted revenues, gains and other support	<u>15,675,609</u>	<u>15,244,099</u>
Operating expenses		
Salaries and wages	5,758,160	5,684,828
Employee benefits	1,400,719	1,314,808
Professional fees and purchased services	2,841,221	2,632,549
New York State assessment expense	797,024	786,859
Medical supplies	241,717	259,220
Depreciation and amortization	538,614	521,831
Interest	309,988	273,549
Physician fees	111,683	109,182
Pharmaceuticals	115,396	185,577
Food	342,378	353,746
Utilities	194,034	200,974
Other expenses	<u>403,922</u>	<u>361,774</u>
Total operating expenses	<u>13,054,856</u>	<u>12,684,897</u>
Operating income	2,620,753	2,559,202
Non-operating activity		
Non-operating investment gains (losses), net	<u>685,634</u>	<u>(291,157)</u>
Excess of revenues over expenses	<u>3,306,387</u>	<u>2,268,045</u>
Unrestricted net assets		
Excess of revenues over expenses	3,306,387	2,268,045
Net assets released from restrictions for capital	839	-
Transfers (to) affiliates	<u>(153,929)</u>	<u>(162,036)</u>
Increase in unrestricted net assets	<u>3,153,297</u>	<u>2,106,009</u>
Temporarily restricted net assets		
Contributions	4,117	140
Net assets released from restrictions for capital	(839)	-
Net assets released from restrictions for operating	<u>(328)</u>	<u>(2,313)</u>
(Decrease) increase in temporarily restricted net assets	<u>2,950</u>	<u>(2,173)</u>
Increase in net assets	<u>3,156,247</u>	<u>2,103,836</u>
Net assets		
Beginning of year	<u>13,303,237</u>	<u>11,199,401</u>
End of year	<u>\$ 16,459,484</u>	<u>\$ 13,303,237</u>



System Chart 2/23/17



Legal Corporate Names

- 1 Memorial Hospital of Albany, N.Y.
- 2 St. Peter's Hospital of the City of Albany
- 3 Samaritan Hospital of Troy New York
- 4 Seton Health System, Inc.
- 5 Heritage House Nursing Center, Inc.
- 6 The James A. Eddy Memorial Geriatric Center, Inc.
- 7 Beverwyck, Inc.
- 8 Capital Region Geriatric Center, Inc.
- 9 Seton Health at Schuyler Ridge Residential Healthcare
- 10. Villa Mary Immaculate
- 11 Home Aide Service of Eastern New York, Inc.
- 12 Empire Home Infusion Service, Inc..
- 13 Senior Care Connection, Inc.
- 14 Hawthorne Ridge, Inc.

Seton Health at Schuyler Ridge

Seton's Equity requirement:

Calculation of reimbursable cost per CCC	\$16,939,736	
CON Application Fee	\$2,000	
CON Processing Fee	<u>\$109,195</u>	
Total Reimbursable Project Cost	\$17,050,931	A
Reimbursable cost less CON Fees	\$16,939,736	B
TPC	\$19,964,743	
TPC Less CON fees	\$19,853,548	C
TPC over CAP (100% via Equity)	\$2,913,812	C - B
Equity for Reimbursable Cost at 25%	<u>\$4,262,733</u>	A x 25%
Total Equity Required	\$7,176,545	
Intercompany Loan	<u>\$12,788,198</u>	A x 75%
Total Project Cost	\$19,964,743	

TRINITY HEALTH

CONSOLIDATED BALANCE SHEETS
JUNE 30, 2016 AND 2015
(In thousands)

ASSETS	2016	2015
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,044,683	\$ 843,210
Investments	3,617,501	3,728,883
Security lending collateral	262,035	266,572
Assets limited or restricted as to use - current portion	314,706	271,567
Patient accounts receivable, net of allowance for doubtful accounts of \$385.2 million and \$349.6 million at June 30, 2016 and 2015, respectively	1,849,736	1,631,417
Estimated receivables from third-party payors	248,179	192,894
Other receivables	336,705	299,667
Inventories	248,092	222,976
Assets held for sale	64,272	189,660
Prepaid expenses and other current assets	212,008	179,966
Total current assets	<u>8,197,917</u>	<u>7,826,812</u>
ASSETS LIMITED OR RESTRICTED AS TO USE - noncurrent portion:		
Held by trustees under bond indenture agreements	4,881	1,622
Self-insurance, benefit plans and other	780,102	738,846
By Board	2,959,641	3,098,445
By donors	409,493	298,332
Total assets limited or restricted as to use - noncurrent portion	<u>4,154,117</u>	<u>4,137,245</u>
PROPERTY AND EQUIPMENT - Net	7,676,734	6,773,283
INVESTMENTS IN UNCONSOLIDATED AFFILIATES	2,681,778	2,370,799
GOODWILL	304,845	293,696
OTHER ASSETS	363,480	373,484
TOTAL ASSETS	<u>\$ 23,378,871</u>	<u>\$ 21,775,319</u>

LIABILITIES AND NET ASSETS	2016	2015
CURRENT LIABILITIES:		
Commercial paper	\$ 145,958	\$ 99,990
Short-term borrowings	1,067,730	1,098,710
Current portion of long-term debt	106,345	106,226
Accounts payable	987,225	759,187
Accrued expenses	374,213	249,718
Salaries, wages and related liabilities	861,757	714,599
Current portion of self-insurance reserves	255,552	215,011
Payable under security lending agreements	262,035	266,572
Liabilities held for sale	67,453	256,088
Estimated payables to third-party payors	374,014	372,076
Total current liabilities	4,502,282	4,138,177
LONG-TERM DEBT - Net of current portion	5,132,377	4,382,456
SELF-INSURANCE RESERVES - Net of current portion	933,362	878,588
ACCRUED PENSION AND RETIREE HEALTH COSTS	1,857,639	971,153
OTHER LONG-TERM LIABILITIES	705,998	609,039
Total liabilities	13,131,658	10,979,413
NET ASSETS:		
Unrestricted net assets	9,576,379	10,274,277
Noncontrolling ownership interest in subsidiaries	186,595	150,994
Total unrestricted net assets	9,762,974	10,425,271
Temporarily restricted net assets	326,651	275,666
Permanently restricted net assets	157,588	94,969
Total net assets	10,247,213	10,795,906
TOTAL LIABILITIES AND NET ASSETS	\$ 23,378,871	\$ 21,775,319

TRINITY HEALTH

**CONSOLIDATED STATEMENTS OF OPERATIONS AND
CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2016 AND 2015
(In thousands)**

	<u>2016</u>	<u>2015</u>
UNRESTRICTED REVENUE:		
Patient service revenue, net of contractual and other allowances	\$ 14,718,528	\$ 12,843,346
Provision for bad debts	(489,558)	(358,820)
Net patient service revenue less provision for bad debts	14,228,970	12,484,526
Premium and capitation revenue	869,030	790,948
Net assets released from restrictions	36,352	24,476
Other revenue	1,204,695	1,038,200
Total unrestricted revenue	<u>16,339,047</u>	<u>14,338,150</u>
EXPENSES:		
Salaries and wages	7,056,453	6,093,539
Employee benefits	1,457,253	1,211,902
Contract labor	205,916	117,471
Total labor expenses	<u>8,719,622</u>	<u>7,422,912</u>
Supplies	2,676,637	2,293,317
Purchased services	1,889,460	1,601,894
Depreciation and amortization	835,213	740,321
Occupancy	698,198	592,182
Medical claims	414,648	362,848
Interest	195,829	163,060
Other	758,103	691,576
Total expenses	<u>16,187,710</u>	<u>13,868,110</u>
OPERATING INCOME BEFORE OTHER ITEMS	<u>151,337</u>	<u>470,040</u>
Premium revenue adjustment	(65,335)	-
Asset impairment charges	(39,623)	(23,402)
Pension curtailment gain	-	11,054
OPERATING INCOME:	<u>46,379</u>	<u>457,692</u>
NONOPERATING ITEMS:		
Investment (losses) earnings	(199,326)	106,553
Equity in earnings of unconsolidated affiliates	162,075	182,907
Change in market value and cash payments of interest rate swaps	(94,783)	(10,223)
Loss from early extinguishment of debt	(43,056)	(96,924)
Gain on controlling interest related to acquisition of Siouxland Surgery Center, LLP ("Siouxland")	-	40,317
Inherent contributions related to acquisitions	133,355	-
Inherent contributions related to acquisitions - unconsolidated organizations	87,170	-
Other, including income taxes	(2,011)	(8,692)
Total nonoperating items	<u>43,424</u>	<u>213,938</u>
EXCESS OF REVENUE OVER EXPENSES	<u>89,803</u>	<u>671,630</u>
EXCESS OF REVENUE OVER EXPENSES ATTRIBUTABLE TO NONCONTROLLING INTEREST	<u>(48,460)</u>	<u>(34,836)</u>
EXCESS OF REVENUE OVER EXPENSES, net of noncontrolling interest	<u>\$ 41,343</u>	<u>\$ 636,794</u>

	2016	2015
UNRESTRICTED NET ASSETS:		
Unrestricted net asset attributable to Trinity Health:		
Excess of revenue over expenses	\$ 41,343	\$ 636,794
Net assets released from restrictions for capital acquisitions	28,031	49,080
Net change in retirement plan related items - consolidated organizations	(838,812)	(440,493)
Net change in retirement plan related items - unconsolidated organizations	8,544	(40,463)
Other	12,396	(256)
(Decrease) increase in unrestricted net assets before discontinued operations	(748,498)	204,662
Discontinued operations:		
Loss from operations	(56,165)	(47,638)
Gain (loss) on disposals and settlement of debt	106,765	(7,750)
(Decrease) increase in unrestricted net assets attributable to Trinity Health	(697,898)	149,274
Unrestricted net asset attributable to noncontrolling interests:		
Excess of revenue over expenses attributable to noncontrolling interests	48,460	34,836
Noncontrolling interest related to acquisitions	29,272	99,008
Dividends	(42,133)	(21,048)
Other	(45)	(135)
Increase in unrestricted net assets attributable to noncontrolling interest before discontinued operations	35,554	112,661
Discontinued operations attributable to noncontrolling interests:		
Income from operations	47	243
Increase in unrestricted net assets attributable to noncontrolling interest	35,601	112,904
TEMPORARILY RESTRICTED NET ASSETS:		
Contributions	84,422	60,249
Net investment (loss) gain	(9,165)	2,072
Net assets released from restrictions	(64,383)	(73,556)
Acquisitions	38,669	-
Other	1,442	(6,405)
Increase (decrease) in temporarily restricted net assets	50,985	(17,640)
PERMANENTLY RESTRICTED NET ASSETS:		
Contributions for endowment funds	3,763	3,215
Net investment gain	1,361	1,665
Acquisitions	56,411	-
Other	1,084	3,026
Increase in permanently restricted net assets	62,619	7,906
(DECREASE) INCREASE IN NET ASSETS	(548,693)	252,444
NET ASSETS - BEGINNING OF YEAR	10,795,906	10,543,462
NET ASSETS - END OF YEAR	\$ 10,247,213	\$ 10,795,906

CON 172304
Membership Interest & Ownership Percentage

Current Ownership
CON 172304

Member Name	Membership Interest	Percentage Ownership
Azeem Khan, M.D.	34.990 Units	34.99%
Thomas Izquierdo, M.D.	34.990 Units	34.99%
Chuansheng Wang, M.D.	9.000 Units	9.00%
Albert Shalomov, M.D.	8.132 Units	8.132%
Padmanabh Paddu, M.D.	5.460 Units	5.460%
Carl Guillaume, M.D.	1.344 Units	1.344%
PE Healthcare Associates, LLC	6.084 Units	6.084%
		<hr/> 100.00%

Original Ownership
CON 111165

Member Name	Membership Interest	Percentage Ownership
Azeem Khan, M.D.	46 Units	46.00%
Thomas Izquierdo, M.D.	46 Units	46.00%
Frontier Healthcare Associates, LLC:	8 Units	8%
Jordan C. Fowler	(50%)	
Ole Gutnik, M.D.	(50%)	
		<hr/> 100.00%

QUEENS BOULEVARD ASC, LLC
d/b/n QUEENS BOULEVARD ENDOSCOPY CENTER
(A Limited Liability Company)

BALANCE SHEETS

December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 3,814	\$ 24,209
Accounts Receivable - Net	3,768,590	2,778,166
Prepaid Expenses and Other Current Assets	<u>50,879</u>	<u>79,045</u>
TOTAL CURRENT ASSETS	<u>3,823,283</u>	<u>2,881,420</u>
LEASEHOLD IMPROVEMENTS AND EQUIPMENT- NET	<u>1,968,259</u>	<u>2,453,119</u>
TOTAL ASSETS	<u>\$ 5,791,542</u>	<u>\$ 5,334,539</u>
<u>LIABILITIES AND MEMBERS' EQUITY</u>		
CURRENT LIABILITIES		
Accounts Payable	\$ 102,634	\$ 286,822
Accrued Expenses and Payroll Payable	703,626	703,571
Current Portion of Capital Lease (Net)	205,606	189,285
Current Portion of Long-Term Debt	<u>759,002</u>	<u>1,295,465</u>
TOTAL CURRENT LIABILITIES	<u>1,770,868</u>	<u>2,475,143</u>
LONG-TERM LIABILITIES		
Capital Lease Payable, Less Current Portion	54,114	259,720
Long-Term Debt, Less Current Portion	<u>912,561</u>	<u>1,069,673</u>
TOTAL LONG-TERM LIABILITIES	<u>966,675</u>	<u>1,329,393</u>
TOTAL LIABILITIES	<u>2,737,543</u>	<u>3,804,536</u>
COMMITMENTS AND CONTINGENCIES		
MEMBERS' EQUITY	<u>3,053,999</u>	<u>1,530,003</u>
TOTAL LIABILITIES AND MEMBERS' EQUITY	<u>\$ 5,791,542</u>	<u>\$ 5,334,539</u>

QUEENS BOULEVARD ASC, LLC
d/b/a QUEENS BOULEVARD ENDOSCOPY CENTER
(A Limited Liability Company)

STATEMENTS OF INCOME AND MEMBERS' EQUITY

For the Years Ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
PATIENT SERVICE REVENUES	<u>\$ 9,399,519</u>	<u>\$ 7,716,813</u>
OPERATING EXPENSES		
General and Administrative Expenses	884,626	767,293
Facility Costs	261,726	286,944
Property Costs	1,194,148	1,214,318
Medical and Related Expenses (	715,545	517,893
Salaries and Professional Services :	1,940,025	1,865,900
Employee Benefits :	<u>183,376</u>	<u>185,169</u>
TOTAL OPERATING EXPENSES	<u>5,179,446</u>	<u>4,837,517</u>
NET INCOME BEFORE NYC UNINCORPORATED BUSINESS TAXES	4,220,073	2,879,296
NYC UNINCORPORATED BUSINESS TAXES	<u>106,072</u>	<u>106,265</u>
NET INCOME	4,114,001	2,773,031
MEMBERS' EQUITY - BEGINNING OF YEAR	1,530,003	859,304
MEMBERS' CONTRIBUTIONS	-	47,668
MEMBERS' DISTRIBUTIONS	<u>(2,590,005)</u>	<u>(2,150,000)</u>
MEMBERS' EQUITY - END OF YEAR	<u>\$ 3,053,999</u>	<u>\$ 1,530,003</u>

Queens Boulevard ASC, LLC
Balance Sheet
As of October 31, 2017

CON #172304
BFA Attachment C

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11/14/2017

Accrual Basis

Oct 31, 17

ASSETS

Current Assets

Checking/Savings

 JP Morgan Chase

117,375.85

Total Checking/Savings

117,375.85

Accounts Receivable

 200.00 · Accounts Receivables

1,932,704.29

Total Accounts Receivable

1,932,704.29

Other Current Assets

 210.00 · Prepaid Exp and OCA

 210.01 · Prepaid Service Agreements

11,165.94

 210.02 · Prepaid Insurance

41,559.73

 210.03 · Prepaid expenses

34,343.14

Total 210.00 · Prepaid Exp and OCA

87,068.81

 290.00 · Investments

 290.01 · Frontier Integration

-835.39

Total 290.00 · Investments

-835.39

Total Other Current Assets

86,233.42

Total Current Assets

2,136,313.56

Fixed Assets

 300.00 · Prop & Eqmmt, Net Eqmmt

 300.01 · Olympus 747-002

32,215.73

 300.02 · Furniture and Equipment

83,560.80

 300.03 · Medical Equipment

409,358.23

 300.04 · IT Setup

4,495.00

 300.05 · Olympus Equipment

929,597.02

Total 300.00 · Prop & Eqmmt, Net Eqmmt

1,459,226.78

 310.00 · Leasehold Improvements

 310.01 · Construction

2,369,806.20

 310.00 · Leasehold Improvements - Other

-394,172.88

Total 310.00 · Leasehold Improvements

1,975,433.32

 320.00 · Software cost

 320.01 · Software Cost

138,452.62

	<u>Oct 31, 17</u>
Total 320.00 · Software cost	138,452.62
321.00 · Computer Equipment	
321.01 · Computer Equipment	<u>240,983.33</u>
Total 321.00 · Computer Equipment	240,983.33
330.00 · Accumulated Depreciation	
330.07 · Accumulated Dep Computer Equip	-208,852.25
330.08 · Accumulated Dep - Medical Equip	-894,718.71
330.01 · Accum Amortizati-DevStageExp	-245,289.46
330.02 · Accumulated Amor- Leasehold Imp	-381,766.16
330.03 · Accumulated Dep - Software	-363,004.85
330.04 · Accumulated Dep - Furniture&Fix	<u>-43,952.98</u>
Total 330.00 · Accumulated Depreciation	<u>-2,137,584.41</u>
Total Fixed Assets	1,676,511.64
Other Assets	
350.00 · Developmental Stage Expenses	
350.01 · Pre-opening expenses	115,990.35
350.02 · Consulting	41,472.38
350.04 · Start-up costs	83,314.35
350.00 · Developmental Stage Expenses - Other	<u>4,512.38</u>
Total 350.00 · Developmental Stage Expenses	<u>245,289.46</u>
Total Other Assets	<u>245,289.46</u>
TOTAL ASSETS	<u>4,058,114.66</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
400.00 · Accounts Payable	<u>253,131.73</u>
Total Accounts Payable	253,131.73
Credit Cards	
Chase Mastercard	<u>6,803.02</u>
Total Credit Cards	6,803.02
Other Current Liabilities	
730.02 · credit card	-29,214.80
401.00 · Accrued Expenses	
401.01 · Deferred Rent	523,532.98

	<u>Oct 31, 17</u>
401.02 · Wages Payable	89,257.17
401.03 · Accrued Expense Other	<u>90,558.36</u>
Total 401.00 · Accrued Expenses	<u>703,348.49</u>
 Total Other Current Liabilities	 <u>674,133.69</u>
 Total Current Liabilities	 934,068.44
 Long Term Liabilities	
360.00 · Long Term Liability	
360.02 · Olympus Equipment Lease-Scopes	<u>449,005.31</u>
Total 360.00 · Long Term Liability	449,005.31
 410.00 · Lines of Credit	
410.01 · Commercial Loan - 2002	58,388.31
410.02 · Line Of Credit - 2005	36,038.34
410.05 · Line of Credit - 2007	553,640.04
410.04 · Construction Loan - 3005	<u>505,324.23</u>
Total 410.00 · Lines of Credit	<u>1,153,400.92</u>
 Total Long Term Liabilities	 <u>1,602,406.23</u>
 Total Liabilities	 2,536,474.67
 Equity	
480.00 · Distributions	-10,042,508.55
490.00 · Retained Earnings	8,260,281.75
Net Income	<u>2,862,198.79</u>
Total Equity	<u>1,521,639.99</u>
 TOTAL LIABILITIES & EQUITY	 <u><u>4,058,114.66</u></u>

Queens Boulevard ASC, LLC
Profit & Loss
 January through October 2017

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11/14/2017

Accrual Basis

Jan - Oct 17

Ordinary Income/Expense**Income**

500.00 · Revenue	
500.02 · Procedure Revenue	7,575,818.88
Total 500.00 · Revenue	7,575,818.88

Total Income **7,575,818.88**

Gross Profit **7,575,818.88**

Expense

600.00 · Drugs & Medical Supplies	
800.01 · Implantable	1,894.00
600.02 · Inventory	430,534.84
600.04 · Pharmaceuticals	38,526.19
600.06 · Linen and laundry	49,710.36
600.09 · Medical Waste	7,730.13
Total 600.00 · Drugs & Medical Supplies	528,395.52

701.50 · Anesthesia Staffing Costs	
701.51 · Anesthesia MD	824,195.29
Total 701.50 · Anesthesia Staffing Costs	824,195.29

700.00 · Payroll and Benefits	
705 · Medical Directros	
705.02 · Med Director - Dr Izquierdo	83,333.30
705.01 · Med Director - Dr. Khan	83,333.30
Total 705 · Medical Directros	166,666.60

701.00 · Salaries	
701.30 · Nursing Staff Costs	
701.31 · Nurse Manager	83,664.82
701.32 · Full Time RN	229,826.51
701.35 · Per Diem Nurses	279,347.55
Total 701.30 · Nursing Staff Costs	592,838.68

701.40 · Technicians	
701.42 · Full Time Techs	191,669.84
701.43 · Per-Diem Techs	41,926.55
Total 701.40 · Technicians	233,596.39

	<u>Jan - Oct 17</u>
701.01 · Administrative	
701.02 · Business Office Manager	30,495.16
701.03 · Full Time Admin	97,536.99
701.04 · Part Time Admin	18,224.08
701.05 · Bookkeeper	25,221.65
701.15 · Materials Manager	25,967.06
Total 701.01 · Administrative	<u>197,444.94</u>
Total 701.00 · Salaries	1,023,880.01
702.00 · Payroll Taxes & Employee Benefit	
702.01 · Payroll Service	11,826.00
702.03 · Disability	-1,079.28
702.04 · Medical/Dental Insurance	19,235.78
702.05 · FICA	111,277.84
702.06 · SUI	13,447.94
702.07 · FUTA	2,338.32
702.08 · MCTMT	4,426.17
Total 702.00 · Payroll Taxes & Employee Benefit	<u>161,472.79</u>
703.00 · Preemployment Expenses	
703.02 · Employee Background Check	523.75
Total 703.00 · Preemployment Expenses	<u>523.75</u>
Total 700.00 · Payroll and Benefits	1,352,543.15
710.00 · Occupancy	
710.01 · Rent Expense	278,659.80
710.02 · Utilities	39,044.20
710.04 · Equipment repairs	63,779.91
710.05 · Building Repairs	457.28
710.06 · Janitorial Expense	62,446.04
710.07 · Housekeeping	1,004.02
710.09 · Rent - Other	28,182.44
710.12 · Commercial Rent Tax Expense	29,075.36
Total 710.00 · Occupancy	<u>502,649.05</u>
720.00 · Revenue Cycle Management	
720.01 · Zirmed-Billing Clearinghouse	19,199.42
720.02 · Frontier Healthcare Billing	282,416.09
720.03 · Bank Service Charges	18,125.74
720.04 · Merchant fees	2,802.81
Total 720.00 · Revenue Cycle Management	<u>322,644.06</u>

	<u>Jan - Oct 17</u>
730.00 · General and Administrative	
730.01 · Employee Medical Screening	2,449.00
731.00 · Computer and Internet Expenses	
731.01 · Internet	5,142.68
731.03 · Data Center	2,097.00
731.00 · Computer and Internet Expenses - Other	295.04
Total 731.00 · Computer and Internet Expenses	<u>7,534.72</u>
732.00 · Office Expense	
732.01 · Advertising and Promotion	16,394.83
732.05 · Dues/Licenses/Permits	26,918.49
732.09 · Office Supplies	69,895.54
732.10 · Shredding	2,209.16
732.11 · Postage and delivery	1,032.23
732.14 · Ricoh Printer Lease	9,166.56
732.18 · Telephone expense	26,557.51
732.22 · Insurance	
732.23 · Professional Liability	53,919.26
732.25 · D&O	25,360.72
732.26 · Medical Malpractice Insurance	14,912.00
Total 732.22 · Insurance	<u>94,191.98</u>
732.27 · Continuing Education	1,050.00
732.00 · Office Expense - Other	454.03
Total 732.00 · Office Expense	<u>247,870.13</u>
Total 730.00 · General and Administrative	257,853.85
732.15 · Taxes	
732.17 · NYC UBT	139,781.00
732.15 · Taxes - Other	3,000.00
Total 732.15 · Taxes	<u>142,781.00</u>
740.00 · Professional Fees	
740.01 · Accounting	25,350.00
740.04 · Consulting	30,678.93
740.05 · Frontier Management Fee	132,962.85
740.07 · IT Consulting	33,620.18
740.11 · Legal	21,442.50
740.12 · Patient Language Translation	59.25
Total 740.00 · Professional Fees	<u>244,113.71</u>
Total Expense	<u>4,175,175.63</u>

	<u>Jan - Oct 17</u>
Net Ordinary Income	3,400,643.25
Other Income/Expense	
Other Expense	
910.00 · Interest Expense	
910.02 · InterestExp Com.Loan-2002	3,154.67
910.03 · InterestExp LineOfCredit 2005	2,294.23
910.05 · InterestExp LineOfCredit-3005	28,302.58
910.07 · InterestExp LineOfCredit-2007	31,178.95
Total 910.00 · Interest Expense	<u>64,930.43</u>
911.00 · Eqmmt Maintenance Agr	
911.01 · Equipment maintenance contracts	15,229.93
911.02 · Olympus Rental	199,111.60
Total 911.00 · Eqmmt Maintenance Agr	<u>214,341.53</u>
915.00 · Depreciation & Amortization	
915.03 · Depreciation Expenses	145,250.40
915.02 · Amortization Leasehold Improvem	113,922.10
Total 915.00 · Depreciation & Amortization	<u>259,172.50</u>
Total Other Expense	<u>538,444.46</u>
Net Other Income	<u>-538,444.46</u>
Net Income	<u><u>2,862,198.79</u></u>

LIBERTY ENDOSCOPY CENTER, LLC

	Current	Proposed
Albert Harary, M.D.	2.25%	1.50%
Alexander Chun, M.D.	4.49%	2.99%
Anthony Borcich, M.D.	2.25%	1.50%
Carl McDougall, M.D.	4.49%	2.99%
David Robbins, M.D.	6.85%	4.57%
Eric Morgenstern, M.D.	4.49%	2.99%
Ilan Weisberg, M.D.	4.49%	2.99%
Jennifer Bonheur, M.D.	6.85%	4.57%
Jonathan Warman, M.D.	2.25%	1.50%
Julie Foont, M.D.	6.85%	4.57%
Jusuf Zlatanic, M.D.	6.85%	4.57%
Makoto Iwahara, M.D.	4.49%	2.99%
Michael Krumholz, M.D.	4.49%	2.99%
Mylan Satchi, M.D.	1.12%	0.75%
Paulo Pacheco, M.D.	6.85%	4.57%
Peter Baiocco, M.D.	4.49%	2.99%
Peter Kim, M.D.	10.00%	6.67%
Yasmin Metz, M.D.	0.45%	0.30%
Mount Sinai Ambulatory Ventures, Inc.	10.00%	10.00%
PE Healthcare Associates, LLC	6.00%	6.00%
Martin Wolff, M.D.	0.00%	4.00%
Michael Glick, M.D.	0.00%	4.00%
Neal Joseph, M.D.	0.00%	4.00%
Valerie Antonie-Gustave, M.D.	0.00%	4.00%
Veronika Dubrovskaya, M.D.	0.00%	4.00%
Deborah Chua, M.D.	0.00%	4.00%
Alex Ky, M.D.	0.00%	4.00%
Total	100.00%	100.00%

10/13/17
Accrual Basis

Liberty Endo, LLC
~~Liberty Endo LLC~~
Balance Sheet
As of September 30, 2017

BFA Attachment C
CON 172325

Liberty Endoscopy

Sep 30, 17

ASSETS

Current Assets

Checking/Savings

Cash

Chase - 0381 - Savings Account 199.64

Chase - 5573 Operating Account 184,887.00

TD Bank 45.00

Total Cash 185,131.64

Total Checking/Savings 185,131.64

Accounts Receivable

Accounts Receivables 17,551.23

Total Accounts Receivable 17,551.23

Other Current Assets

Due from Affiliates

Due from GMA 6,966.20

Due from MEC 801.64

Total Due from Affiliates 7,767.84

Total Other Current Assets 7,767.84

Total Current Assets 210,450.71

Fixed Assets

IT Set-up

Computing Systems 190,288.58

Medical Records 229,347.93

Total IT Set-up 419,634.51

Leasehold Improvements

Architect's Fees 203,494.66

Construction 1,808,267.45

Total Leasehold Improvements 2,011,762.11

Medical Equipment 155,296.06

Prop & Eqmmt, Net Eqmmt

Furniture and Equipment 127,498.89

Telephone Installation 5,936.34

Prop & Eqmmt, Net Eqmmt - Other 4,308.13

Total Prop & Eqmmt, Net Eqmmt 137,743.36

Total Fixed Assets 2,724,438.04

Other Assets

Developmental Stage Expenses

Billing System Set-Up 56,210.53

Consulting 98,838.23

Demo and Construction 782,855.00

Development Management 180,764.35

Fees and Permits 47,340.62

Interior Design 45,672.99

Legal 151,397.38

10/13/17
Accrual Basis

Liberty Endo, LLC
~~LIBERTY ENDO LLC~~
Balance Sheet
As of September 30, 2017

	Sep 30, 17
Phone setup	8,858.37
Pre-opening expenses	12,855.32
Start-up costs	185.78
Total Developmental Stage Expenses	1,384,978.57
Intangible Assets	
Licensing	9,264.00
Loan Origination Fees	500.00
Total Intangible Assets	9,764.00
Total Other Assets	1,394,742.57
TOTAL ASSETS	4,329,629.32
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	91,582.18
Total Accounts Payable	91,582.18
Credit Cards	
Chase Card Services	1,328.06
Total Credit Cards	1,328.06
Total Current Liabilities	92,910.24
Long Term Liabilities	
Due To Affiliates	
Due to Gotham	-560.00
Total Due To Affiliates	-560.00
Loans Payable	
Chase - Construction Loan 5007	2,150,434.30
Chase - Equip Loan Payable 5006	689,243.07
Chase - Working Capital - 5005	803,303.76
Total Loans Payable	3,642,981.13
Total Long Term Liabilities	3,642,421.13
Total Liabilities	3,735,331.37
Equity	
Member's Equity	
Albert Harary	39,806.19
Alexander Chun	69,985.73
Anthony Borcich	39,805.29
Carl McDougall	63,730.13
David Robbins	91,967.39
Eric Morgenstern	69,985.73
Frontier Healthcare Associates	61,108.55
Gregory Haber	2,500.00
Ilan Weisberg	66,857.93
Jennifer Bonheur	95,270.14
Jonathan Warman	39,806.19
Jule Foont	95,270.14

10/13/17
Accrual Basis

Liberty Endo, LLC
~~LIBERTY ENDO LLC~~
Balance Sheet
As of September 30, 2017
Sep 30, 17

BFA Attachment C(Cont'd)
CON 172325

Jusuf Zlatanovic	95,270.08
Makato Iwahara	66,857.93
Michael Krumholz	66,857.93
Mount Sinai Beth Israel	156,334.53
Mylan Satchi	26,280.31
Paulo Pacheco	90,132.64
Peter Baiocco	66,857.93
Peter Kim	161,655.42
Steven Fochios	2,260.00
Yasmin Metz	17,812.20
Total Member's Equity	1,486,402.38
Member Distributions	
Albert Harary Distributions	-6,187.50
Alexander Chun Distributions	-12,347.50
Anthony Borcich Distribution	-7,307.50
Carl McDougall Distributions	-12,347.50
David Robbins Distributions	-13,700.00
Eric Morgenster Distributions	-12,347.50
Frontier Healthcare Associates	-16,500.00
Ilan Weisberg Distributions	-12,347.50
Jennifer Bonheur Distributions	-18,837.50
Jonathan Warman Distributions	-6,187.50
Julie Foont Distributions	-18,837.50
Jusuf Zlatanovic Distributions	-18,837.50
Makoto Iwahara Distributions	-12,347.50
Michael Krumholz Distributions	-12,347.50
Mt Sinai Distributions	-27,500.00
Mylan Satchi Distributions	-3,920.00
Paulo Pacheco Distributions	-13,700.00
Peter Baiocco Distributions	-12,347.50
Peter Kim Distributions	-17,500.00
Yasmin Metz Distributions	-677.50
Total Member Distributions	-256,125.00
Opening Balance Equity	10.00
Retained Earnings	-560,756.37
Net Income	-75,223.06
Total Equity	594,297.95
TOTAL LIABILITIES & EQUITY	4,329,629.32

Profit & Loss
January 2017
through September 2017

Liberty Endoscopy	<u>TOTAL</u>
Ordinary Income/Expense	
Income	
Revenue	
Procedure Revenue	2,757,041.46
Total Revenue	<u>2,757,041.46</u>
Total Income	2,757,041.46
Expense	
Anesthesia Staffing Costs	
Anesthesiologists	368,124.50
Total Anesthesia Staffing Costs	<u>368,124.50</u>
Drugs & Medical Supplies	
Medical Supplies	265,381.15
Medical Waste	1,908.29
Pharmaceuticals	23,206.83
Total Drugs & Medical Supplies	<u>290,534.25</u>
Equip Rental/Maintenance Agmt	
Medical Equipment Maintenance	1,850.07
Office Equipment	297.80
Total Equip Rental/Maintenance Agmt	<u>1,014.52</u>
General and Administrative	
Computer and Internet Expenses	
Internet	4,400.14
IT Equipment and Supplies	890.87
IT Maintenance	3,246.01
Maintn. Agt - Priority One	32,807.77
Software	1,685.00
Total Computer and Internet Expenses	<u>43,043.00</u>
Office Expense	
Advertising and Promotion	794.00
Dues/Licenses/Permits	18,873.48
Gripes and Artwork	7,572.27
Hiring Expense	56,864.33
Insurance Expense	
D&O	6,530.00
General Liability	15,090.13
Medical Malpractice Insurance	17,407.00
Professional Liability	9,982.67
Worker's Comp	8,329.52
Insurance Expense - Other	4,721.03
Total Insurance Expense	<u>62,354.26</u>
Meals and Entertainment	10,061.88
Medical Records Maintenance	2,850.00
Meeting Expense	73.31
Office Supplies	30,204.30
Olympus Copier Lease	57,668.33
Other	23.00
Postage and Delivery	3,882.40
Professional Education	5,525.00
Reconciliation Discrepancies	-1,064.83
Shredding	1,437.10
Storage	7,791.94
Taxes	
Commercial Next Tax	14,531.82
LLC Filing Fee	6,137.82
NY's Consolidated	78.09
Tax Penalty	50.00
Total Taxes	<u>20,796.47</u>
Telephone Expense	15,478.28
Travel Expenses	1,059.43
Uniforms and Linen	
Uniform and Linen - Nilon	28,858.18
Total Uniform and Linen	<u>28,858.18</u>
Office Expense - Other	405.05
Total Office Expense	<u>335,381.28</u>
General and Administrative - Other	1,238.60
Total General and Administrative	<u>379,763.65</u>
Interest Expense	
Construction Line - 5007	42,109.23
Credit Card	263.81
Equip Line - 5008	21,336.29
Working Capital - 5005	7,048.39
Interest Expense - Other	100,656.24
Total Interest Expense	<u>172,201.78</u>
Occupancy	
Building Repairs	25,410.85
Extermination	1,586.40

Profit & Loss
January 2017
through September 2017

Liberty Endoscopy	TOTAL
Fire Prevention	5,882.19
Judicial Expense	83,566.71
Maintenance Agreement	677.64
Other Rent Exp - Pass Through	24,239.60
Parking	84.00
Rent Expense	571,880.68
Utilities	45,789.95
Total Occupancy	758,063.39
Payroll and Benefits	
Payroll Taxes & Employee Benefit	
Disability	-211.14
FICA	38,721.77
FUTA	785.46
Life Insurance - Principal	-15.48
Medical/Dental Insurance	14,980.75
Payroll Service	261.00
SUTA-NY	6,680.91
Vision	-93.60
Payroll Taxes & Employee Benefit - Other	870.42
Total Payroll Taxes & Employee Benefit	62,230.81
Salaries	
Administration	
Admin-PT	20,070.42
Bookkeeping	14,788.80
Business Office Manager	55,840.19
Insurance Verification	5,034.50
Operations Manager	52,884.60
Total Administrative	148,598.51
Management	5,286.50
Medical Directors	28,023.14
Nursing Staff Costs	
Nurse Manager	70,394.87
Registered Nurses	81,673.24
The Street Consulting Group	200,080.00
Nursing Staff Costs - Other	4,097.86
Total Nursing Staff Costs	425,814.97
Technicians	
GI Techns	38,490.00
Per Diem - GI Techns	1,720.00
Total Technicians	40,210.00
Total Salaries	648,041.88
Payroll and Benefits - Other	7,210.24
Total Payroll and Benefits	719,902.73
Professional Fees	
Application HoadngIT	823.50
Consulting	1,303.85
Frontier Management Fee	85,470.65
IT Consulting	10,700.37
Management Fee	68,333.38
Patient Language Translation	585.17
Recruiting Fees	589.00
Total Professional Fees	164,105.32
Revenue Cycle Management	
Bank Service Charges	24,816.08
Frontier Healthcare Billing	83,157.62
Managed Care Contract	75,000.00
Merchant Fees	4,181.03
Robamad Check	2,321.05
Zinnov - Billing Clearinghouse	14.22
Total Revenue Cycle Management	189,500.11
Total Expense	3,061,934.24
Net Operating Income	-303,692.78
Net Income	-303,692.78

ELMHURST CARE CENTER, INC.

BALANCE SHEET

DECEMBER 31, 2016

ASSETS

Current assets	
Cash and cash equivalents	\$ 2,215,081
Accounts receivable (net of allowance for doubtful accounts of \$526,000)	3,327,951
Cash - patient funds - held in trust	218,257
Prepaid expenses	19,115
Employee loans receivable	215,000
Total current assets	<u>5,995,404</u>
Noncurrent assets	
Assets limited as to use held by a related party	1,859,100
Fixed assets - net (Note 3)	741,727
Other assets	160,584
Total noncurrent assets	<u>2,761,411</u>
Total assets	<u>\$ 8,756,815</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities	
Accounts payable and accrued expenses	\$ 3,439,608
Patient funds - held in trust	218,257
Estimated amounts due to third parties	676,816
Total current liabilities	<u>4,334,681</u>
Shareholders' equity	
Capital stock, no par value; authorized 200 shares, issued and outstanding 200 shares	20,000
Retained earnings	4,402,134
Total shareholders' equity	<u>4,422,134</u>
Total liabilities and shareholders' equity	<u>\$ 8,756,815</u>

ELMHURST CARE CENTER, INC.

STATEMENT OF INCOME AND CHANGES IN RETAINED EARNINGS

YEAR ENDED DECEMBER 31, 2016

Operating income	
Net patient service income (net of contractual allowances and discounts)	\$ 29,883,224
Bad debt recovery	<u>75,008</u>
Net patient service income plus bad debt recovery	29,958,232
Interest and other income	<u>22,758</u>
Total operating income	<u>29,980,990</u>
Operating expenses	
Professional care	11,270,983
Dietary and housekeeping	4,254,156
Plant and maintenance	6,062,887
General and administrative	<u>4,697,209</u>
Total operating expenses	<u>26,285,235</u>
Gain from operations before provision for taxes and loss on abandonment of project	3,695,755
Provision for income taxes /	(476,122)
Loss on abandonment of project	<u>(143,747)</u>
Net income	<u>3,075,886</u>
Retained earnings	
Balance - beginning of year - as previously reported	4,534,716
Restatement	<u>1,708,532</u>
Balance - beginning of year - restated	6,243,248
Distributions	<u>(4,917,000)</u>
Balance - end of year (Exhibit A)	<u>\$ 4,402,134</u>

ELMHURST CARE CENTER, INC.

BALANCE SHEET

DECEMBER 31, 2015

ASSETS

Current assets	
Cash and cash equivalents	\$ 3,262,790
Accounts receivable (net of allowance for doubtful accounts of \$526,000)	2,782,821
Estimated amounts due from third party payors	1,105,600
Cash - patient funds - held in trust	243,589
Prepaid expenses	36,496
Loans receivable	15,000
Employee loans receivable	236,050
	<hr/>
Total current assets	7,682,346
Noncurrent assets	
Fixed assets - net	725,426
Other assets	160,498
	<hr/>
Total noncurrent assets	885,924
	<hr/>
Total assets	\$ 8,568,270

LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities	
Accounts payable and accrued expenses	\$ 2,886,777
Patient funds - held in trust	243,589
Estimated amounts due to third parties	633,188
Loans payable, current portion	250,000
	<hr/>
Total current liabilities	4,013,554
Shareholders' equity	
Capital stock, no par value; authorized 200 shares, issued and outstanding 200 shares	20,000
Retained earnings	4,534,716
	<hr/>
Total shareholders' equity	4,554,716
	<hr/>
Total liabilities and shareholders' equity	\$ 8,568,270

ELMHURST CARE CENTER, INC.
STATEMENT OF INCOME AND CHANGES IN RETAINED EARNINGS
YEAR ENDED DECEMBER 31, 2015

Operating income	
Net patient service income (net of contractual allowances and discounts) :	\$ 30,363,466
Provision for bad debt	<u>(57,839)</u>
Net patient service income less provision for bad debt	30,305,627
Interest income	<u>8,766</u>
Total operating income	<u>30,314,393</u>
Operating expenses :	
Professional care	10,063,286
Dietary and housekeeping	4,001,537
Plant and maintenance	6,109,203
General and administrative	<u>4,612,296</u>
Total operating expenses	<u>24,786,322</u>
Gain from operations before provision for taxes and nonoperating expenses	5,528,071
Provision for income taxes	<u>(462,891)</u>
Net income	5,065,180
Retained earnings	
Balance - beginning of year	3,161,536
Distributions	<u>(3,692,000)</u>
Balance - end of year	<u>\$ 4,534,716</u>

Pro Forma Balance Sheet

ASSETS:	
Cash	\$787,372
Moveable Equipment	662,405
Leasehold Improvements	<u>1,429,641</u>
TOTAL ASSETS	\$2,879,418
LIABILITIES	\$0
NET ASSETS	\$2,879,418

St. Francis Home of Williamsville		
	2014	2013
ASSETS - CURRENT	\$4,491,000	\$3,466,000
ASSETS - FIXED AND OTHER	\$3,479,000	\$5,806,000
TOTAL ASSETS	\$7,970,000	\$9,272,000
LIABILITIES - CURRENT	\$9,490,000	\$7,827,000
LIABILITIES - LONG-TERM	\$4,565,000	\$6,532,000
TOTAL LIABILITIES	\$14,055,000	\$14,359,000
WORKING CAPITAL	(\$4,999,000)	(\$4,361,000)
INCOME	\$12,642,000	\$12,476,000
EXPENSE	\$14,174,000	\$13,212,000
NET INCOME	(\$1,532,000)	(\$736,000)
NET ASSET POSITION	(\$6,085,000)	(\$5,087,000)

Comprehensive at Williamsville, LLC			
	1/1/2017- 10/31/2017 Internal	2016	5/1/2015- 12/31/2015 Internal
ASSETS - CURRENT	\$5,179,652	\$4,085,753	\$2,909,679
ASSETS - FIXED AND OTHER	\$2,851,342	\$7,594,198	\$2,630,540
TOTAL ASSETS	\$8,030,994	\$11,679,951	\$5,540,219
LIABILITIES - CURRENT	\$8,378,652	\$1,950,334	\$1,354,268
LIABILITIES - LONG-TERM	\$93,316	\$121,450	\$3,419,877
TOTAL LIABILITIES	\$8,471,968	\$6,377,845	\$4,774,145
WORKING CAPITAL	(\$3,199,000)	\$2,135,419	\$1,555,411
INCOME	\$10,794,045	\$13,272,513	\$8,292,609
EXPENSE	\$10,910,188	\$12,013,123	\$7,707,874
NET INCOME	(\$116,143)	\$1,259,390	\$584,735
NET ASSET POSITION	(\$440,974)	\$5,302,106	\$766,074

Meadow Park Rehabilitation & Healthcare Center, LLC					
	1/1/2017- 10/31/2017 Internal	2016	2015	2014	2013
ASSETS - CURRENT	\$7,002,596	\$6,380,572	\$3,038,792	\$3,166,830	\$6,359,648
ASSETS - FIXED AND OTHER	\$6,373,495	\$5,923,079	\$6,654,245	\$6,906,359	\$6,334,465
TOTAL ASSETS	\$13,376,091	\$12,303,651	\$9,693,037	\$10,073,189	\$12,694,113
LIABILITIES - CURRENT	\$2,469,501	\$2,555,665	\$2,922,354	\$3,201,375	\$3,499,565
LIABILITIES - LONG-TERM	\$9,790,127	\$9,371,305	\$9,600,027	\$9,980,160	\$12,573,536
TOTAL LIABILITIES	\$12,259,628	\$11,926,970	\$12,522,381	\$13,181,535	\$16,073,101
WORKING CAPITAL	\$4,533,095	\$3,824,907	\$116,438	(\$34,545)	\$2,860,083
INCOME	\$14,115,899	\$19,655,121	\$14,980,372	\$14,900,860	\$14,076,384
EXPENSE	\$13,376,116	\$16,049,096	\$14,701,370	\$14,630,218	\$14,712,062
NET INCOME	\$739,783	\$3,606,025	\$279,002	\$270,642	(\$635,678)
NET ASSET POSITION	\$1,116,463	\$376,681	(\$2,829,344)	(\$3,108,346)	(\$3,378,988)

	<u>Internal</u>		
	<u>31-Aug-17</u>	<u>2016</u>	<u>2015</u>
Current Assets	\$4,337,572	\$3,486,403	\$2,443,665
Non-Current Assets	<u>2,153,943</u>	<u>2,810,674</u>	<u>2,726,818</u>
Total Assets	\$6,491,515	\$6,297,077	\$5,170,483
Current Liabilities	3,411,699	5,038,110	4,652,701
Long Term Liabilities	<u>1,648,137</u>	<u>225,450</u>	<u>338,063</u>
Total Liabilities	5,059,836	5,263,560	4,990,764
Net Assets	\$1,431,679	\$1,033,517	\$179,719
Working Capital Position	\$925,873	(\$1,551,707)	(\$2,209,036)
Operating Revenues	\$17,944,663	\$18,017,176	\$16,628,505
Operating Expenses	<u>17,301,113</u>	<u>17,898,349</u>	<u>17,253,904</u>
Operating Net Income	\$643,550	\$118,827	(\$625,399)
Number of Beds	160	160	160
Percent Occupancy	N/A	N/A	96.4
Medicaid	N/A	N/A	66.1%
Medicare	N/A	N/A	21.3%
Private Pay and other	N/A	N/A	12.6%

Tarrytown Hall Care Center

	<u>Internal</u>		
	<u>31-Aug-17</u>	<u>2016</u>	<u>2015</u>
Current Assets	\$2,832,391	\$2,659,762	\$4,700,000
Non-Current Assets	<u>1,709,085</u>	<u>1,803,467</u>	<u>3,661,000</u>
Total Assets	\$4,541,476	\$4,463,229	\$8,361,000
Current Liabilities	1,913,532	2,347,611	3,911,000
Long Term Liabilities	<u>106,367</u>	<u>157,930</u>	<u>751,000</u>
Total Liabilities	2,019,899	2,505,541	\$4,662,000
Net Assets	\$2,521,577	\$1,957,688	\$3,699,000
Working Capital Position	\$918,859	\$312,151	\$789,000
Operating Revenues	\$8,618,721	\$13,259,668	\$25,392,000
Operating Expenses	<u>7,287,014</u>	<u>11,500,873</u>	<u>23,153,000</u>
Operating Net Income	\$1,331,707	\$1,758,795	\$2,239,000

Owners

	<u>% Owned</u>
Yoel Zagelbaum	13.50%
Yechiel Zagelbaum	13.50%

Alpine Rehabilitation & Nursing Home

	<u>Internal</u>		
	<u>31-Aug-17</u>	<u>2016</u>	<u>2015</u>
Current Assets	\$3,995,821	\$1,957,309	\$2,962,000
Non-Current Assets	<u>4,927,182</u>	<u>7,133,364</u>	<u>4,891,000</u>
Total Assets	\$8,923,003	\$9,090,673	\$7,853,000
Current Liabilities	1,220,594	1,514,066	2,920,000
Long Term Liabilities	<u>6,289,486</u>	<u>6,454,386</u>	<u>2,247,000</u>
Total Liabilities	7,510,080	7,968,452	\$5,167,000
Net Assets	\$1,412,923	\$1,122,221	\$2,686,000
Working Capital Position	\$2,775,227	\$443,243	\$42,000
Operating Revenues	\$5,500,223	\$6,713,434	\$26,408,000
Operating Expenses	<u>3,962,710</u>	<u>5,777,603</u>	<u>24,588,000</u>
Operating Net Income	\$1,537,513	\$935,831	\$1,820,000

Owners

	<u>% Owned</u>
Yoel Zagelbaum	5.00%
Yechiel Zagelbaum	5.00%

Norwich Rehabilitation & Nursing Ce

	<u>Internal</u>	<u>2016</u>	<u>2015</u>
	<u>31-Aug-17</u>		
Current Assets	\$6,861,784	\$2,041,805	\$3,029,000
Non-Current Assets	<u>3,112,708</u>	<u>7,317,040</u>	<u>10,967,000</u>
Total Assets	\$9,974,492	\$9,358,845	\$13,996,000
Current Liabilities	1,345,131	807,156	2,709,000
Long Term Liabilities	<u>7,327,267</u>	<u>7,371,576</u>	<u>974,000</u>
Total Liabilities	8,672,398	8,178,732	\$3,683,000
Net Assets	\$1,302,094	\$1,180,113	\$10,313,000
Working Capital Position	\$5,516,653	\$1,234,649	\$320,000
Operating Revenues	\$6,084,821	\$7,829,039	\$20,375,000
Operating Expenses	<u>4,160,742</u>	<u>6,006,661</u>	<u>19,762,000</u>
Operating Net Income	\$1,924,079	\$1,822,378	\$613,000

Owners

	<u>% Owned</u>
Yoel Zagelbaum	15.00%
Yechiel Zagelbaum	15.00%

Utica Rehabilitation & Nursing Cente

	<u>Internal</u>	<u>2016</u>	<u>2015</u>
	<u>31-Aug-17</u>		
Current Assets	\$2,326,277	\$1,989,303	\$3,029,000
Non-Current Assets	<u>4,315,872</u>	<u>4,215,792</u>	<u>10,967,000</u>
Total Assets	\$6,642,149	\$6,205,095	\$13,996,000
Current Liabilities	1,726,268	1,717,868	2,709,000
Long Term Liabilities	<u>3,873,566</u>	<u>3,860,159</u>	<u>974,000</u>
Total Liabilities	5,599,834	5,578,027	\$3,683,000
Net Assets	\$1,042,315	\$627,068	\$10,313,000
Working Capital Position	\$600,009	\$271,435	\$320,000
Operating Revenues	\$6,487,190	\$8,197,550	\$20,375,000
Operating Expenses	<u>5,371,944</u>	<u>7,610,057</u>	<u>19,762,000</u>
Operating Net Income	\$1,115,246	\$587,493	\$613,000

Owners

	<u>% Owned</u>
Yoel Zagelbaum	5.00%
Yechiel Zagelbaum	5.00%

Highland Rehabilitation & Nursing C

	<u>Internal</u>	<u>2016</u>	<u>2015</u>
	<u>31-Aug-17</u>		
Current Assets	\$3,176,195	\$2,715,110	\$6,293,000
Non-Current Assets	<u>6,516,828</u>	<u>6,626,054</u>	<u>4,119,000</u>
Total Assets	\$9,693,023	\$9,341,164	\$10,412,000
Current Liabilities	2,268,138	2,528,087	3,522,000
Long Term Liabilities	<u>4,665,472</u>	<u>4,880,651</u>	<u>430,000</u>
Total Liabilities	6,933,610	7,408,738	\$3,952,000
Net Assets	\$2,759,413	\$1,932,426	\$6,460,000
Working Capital Position	\$908,057	\$187,023	\$2,771,000
Operating Revenues	\$8,005,664	\$10,634,466	\$31,892,000
Operating Expenses	<u>6,028,677</u>	<u>8,966,012</u>	<u>30,121,000</u>
Operating Net Income	\$1,976,987	\$1,668,454	\$1,771,000

Owners**% Owned**

Yoel Zagelbaum	10.00%
Yechiel Zagelbaum	10.00%

Pending CON Applications**Delhi Rehabilitation & Nursing Center****Owners****% Owned**

Yoel Zagelbaum	2.00%
Yechiel Zagelbaum	2.00%

Yorktown Rehabilitation & Nursing Center**Owners****% Owned**

Yoel Zagelbaum	2.00%
Yechiel Zagelbaum	2.00%

GORNC HOLDING, LLC
GOWANDA REHABILITATION & NURSING CENTER
160-BED RESIDENTIAL HEALTH CARE FACILITY

PRO FORMA BALANCE SHEET

ASSETS

Current Assets

Cash \$2,852,173

Total Current Assets \$2,852,173

TOTAL ASSETS \$2,852,173

LIABILITIES AND EQUITY

LIABILITIES

Current Liabilities

Current Portion - Working Capital Loan \$257,487

Total Current Liabilities \$257,487

Long-Term Liabilities

Long Term Portion - Working Capital Loan \$1,168,598

Total Long-Term Liabilities \$1,168,598

MEMBER EQUITY

Member Paid-In Capital for Working Capital \$1,426,087

Total Member Equity \$1,426,087

TOTAL LIABILITIES AND MEMBER EQUITY \$2,852,173

GORNC REALTY, LLC**PRO FORMA BALANCE SHEET****ASSETS****Property, Plant & Equipment ***

100 Miller Street, Gowanda, New York	\$16,000,000
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Total Property, Plant & Equipment	<u>\$16,000,000</u>
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<u>TOTAL ASSETS</u>	<u>\$16,000,000</u>
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LIABILITIES AND EQUITY**LIABILITIES****Current Liabilities**

Current Portion - Mortgage Loan	\$212,453
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Total Current Liabilities	<u>\$212,453</u>
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Long-Term Liabilities

Long Term Portion - Mortgage Loan	\$14,187,547
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Total Long-Term Liabilities	<u>\$14,187,547</u>
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MEMBER EQUITY

Member Paid-In Equity	\$1,600,000
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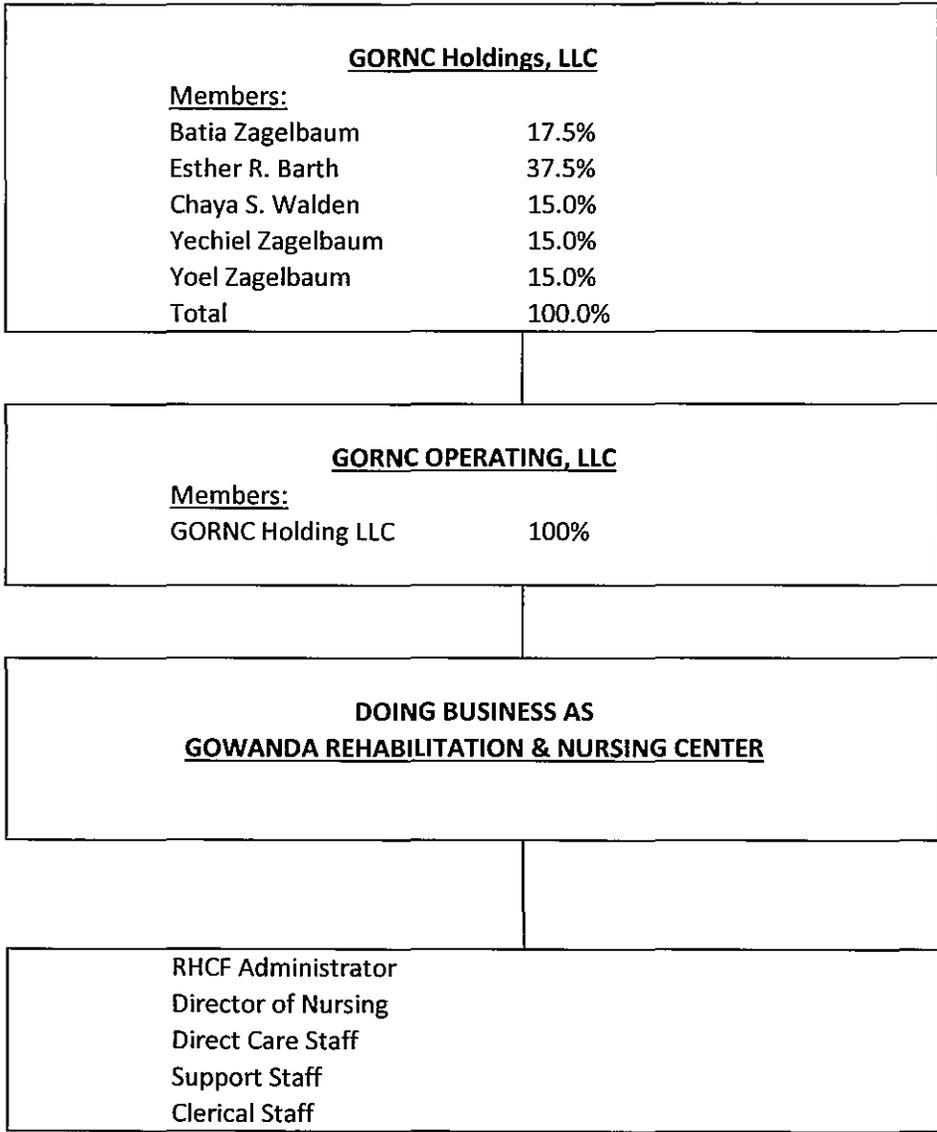
Total Member Equity	<u>\$1,600,000</u>
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<u>TOTAL LIABILITIES AND MEMBER EQUITY</u>	<u>\$16,000,000</u>
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* Allocation of assets to be determined at closing.

ORGANIZATIONAL CHART

GORNC OPERATING, LLC
Doing Business As
GOWANDA REHABILITATION & NURSING CENTER



Lease

GORNC Realty, LLC	(RHCF Real Estate)	
<u>Members:</u>		
Ephraim Zagelbaum	Managing Member	47.5%
Alexander Barth	Member	37.5%
Yehudah J. Walden	Member	15.0%
Total		100.0%

ORGANIZATIONAL CHART

ORRNC OPERATING, LLC
 Doing Business As
ORCHARD REHABILITATION & NURSING CENTER

<u>ORRNC Holdings, LLC</u>	
<u>Members:</u>	
Batia Zagelbaum	17.5%
Esther R. Barth	37.5%
Chaya S. Walden	15.0%
Yechiel Zagelbaum	15.0%
Yoel Zagelbaum	15.0%

<u>ORRNC OPERATING, LLC</u>	
<u>Member:</u>	
ORRNC Holdings, LLC	100%

DOING BUSINESS AS	
<u>ORCHARD REHABILITATION & NURSING CENTER</u>	

RHCF Administrator
Director of Nursing
Direct Care Staff
Support Staff
Clerical Staff

Lease

ORRNC Realty, LLC	(RHCF Real Estate)
<u>Members:</u>	
Batia Zagelbaum	17.5%
Esther R. Barth	37.5%
Chaya S. Walden	15.0%
Yechiel Zagelbaum	15.0%
Yoel Zagelbaum	15.0%

CON# 171392
Financial Summary- Orchard Manor Rehabilitation and Nursing Center

	FISCAL PERIOD ENDED			
	<u>12/31/14</u>	<u>12/31/15</u>	<u>12/31/16</u>	<u>6/30/17</u>
ASSETS - CURRENT	\$2,123,760	\$2,504,673	\$2,536,978	\$4,640,232
ASSETS - FIXED AND OTHER	979,662	1,036,976	978,439	1,025,696
LIABILITIES - CURRENT	3,597,977	4,096,585	2,081,534	3,550,396
LIABILITIES - LONG-TERM	<u>29,473</u>	<u>55,413</u>	<u>38,979</u>	<u>76,240</u>
EQUITY	(\$524,028)	(\$610,349)	\$1,394,904	\$2,039,292
<hr/>				
INCOME	\$13,244,482	\$14,249,990	\$13,981,104	\$7,533,338
EXPENSE	<u>13,245,795</u>	<u>14,681,571</u>	<u>14,301,637</u>	<u>6,592,072</u>
NET INCOME	(\$1,313)	(\$431,581)	(\$320,533)	\$941,266
<hr/>				
NUMBER OF BEDS	160	160	160	160
PERCENT OF OCCUPANCY (DAYS)	95.11%	92.25%	90.79%	93.95%
<hr/>				
Medicaid	75.95%	73.22%	68.91%	72.00%
Medicare	13.27%	12.96%	11.16%	12.00%
Private Pay/Other	10.78%	13.82%	19.93%	16.00%

171392-E

Affiliated Homes

BFA Attachment D

pg 1 of 2

Tarrytown Hall Care Center**120 beds (Westchester County)**

	<u>2014</u>	<u>2015</u>	<u>12/31/2016</u>	<u>6/30/2017</u>
Current Assets	\$4,297,000	\$4,700,000	\$4,296,944	2,731,131
Fixed Assets	<u>3,600,000</u>	<u>3,661,000</u>	<u>4,141,408</u>	<u>1,666,155</u>
Total Assets	\$7,897,000	\$8,361,000	\$8,438,352	\$4,397,286
Current Liabilities	5,162,000	3,911,000	3,525,789	2,133,324
Long Term Liabilities	<u>654,000</u>	<u>751,000</u>	<u>511,774</u>	113,176
Total Liabilities	\$5,816,000	\$4,662,000	\$4,037,563	\$2,246,500
Net Assets	\$2,081,000	\$3,699,000	\$4,400,789	\$2,150,786
Working Capital Position	(\$865,000)	\$789,000	\$771,155	\$597,807
Operating Revenues	\$23,914,000	\$25,392,000	\$22,494,949	\$6,406,626
Operating Expenses	<u>21,869,000</u>	<u>23,153,000</u>	<u>17,985,461</u>	<u>\$5,471,022</u>
Operating Net Income	\$2,045,000	\$2,239,000	\$4,509,488	\$935,604

Yoel Zagelbaum-13.5% membership interest

Yecheil Zagelbaum-13.5% membership interest

Alpine Rehab & Nursing**80 beds (Herkimer County)**

	<u>2014</u>	<u>2015</u>	<u>12/31/2016</u>	<u>6/30/2017</u>
Current Assets	\$3,522,000	\$2,962,000	\$5,189,909	\$3,978,877
Fixed Assets	<u>4,736,000</u>	<u>4,891,000</u>	<u>4,900,265</u>	<u>\$4,958,935</u>
Total Assets	\$8,258,000	\$7,853,000	\$10,090,174	\$8,937,812
Current Liabilities	3,076,000	2,920,000	1,729,215	1,071,327
Long Term Liabilities	<u>2,716,000</u>	<u>2,247,000</u>	<u>3,344,005</u>	<u>6,349,573</u>
Total Liabilities	\$5,792,000	\$5,167,000	\$5,073,220	\$7,420,900
Net Assets	\$2,466,000	\$2,686,000	\$5,016,954	\$1,516,912
Working Capital Position	\$446,000	\$42,000	\$3,460,694	\$2,907,550
Operating Revenues	\$25,606,000	\$26,408,000	\$27,277,883	\$4,153,095
Operating Expenses	<u>23,624,000</u>	<u>24,588,000</u>	<u>23,597,031</u>	<u>\$2,998,405</u>
Operating Net Income	\$1,982,000	\$1,820,000	\$3,680,852	\$1,154,690

Yoel Zagelbaum-5.0% membership interest

Yecheil Zagelbaum-5.0% membership interest

171302-E
pg 2 of 2

Affiliated Homes

BFA Attachment D (Cont'd)

Norwich Rehab & Nursing**80 beds (New York County)**

	<u>2014</u>	<u>2015</u>	<u>12/31/2016</u>	<u>6/30/2017</u>
Current Assets	\$2,903,000	\$3,029,000	\$4,220,695	\$6,195,937
Fixed Assets	<u>10,282,000</u>	<u>10,967,000</u>	<u>12,237,482</u>	<u>3,119,086</u>
Total Assets	\$13,185,000	\$13,996,000	\$16,458,177	\$9,315,023
Current Liabilities	4,683,000	2,709,000	1,695,263	650,253
Long Term Liabilities	<u>229,000</u>	<u>974,000</u>	<u>2,047,878</u>	<u>7,370,962</u>
Total Liabilities	\$4,912,000	\$3,683,000	\$3,743,141	\$8,021,215
Net Assets	\$8,273,000	\$10,313,000	\$12,715,036	\$1,293,808
Working Capital Position	(\$1,780,000)	\$320,000	\$2,525,432	\$5,545,684
Operating Revenues	\$18,009,000	\$20,375,000	\$23,133,882	\$4,511,120
Operating Expenses	<u>18,541,000</u>	<u>19,762,000</u>	<u>19,652,924</u>	<u>3,097,425</u>
Operating Net Income	(\$532,000)	\$613,000	\$3,480,958	\$1,413,695

Yoel Zagelbaum-15.0% membership interest

Yecheil Zagelbaum-15.0% membership interest

Highland Rehab & Nursing**98 beds (Orange County)**

	<u>2014</u>	<u>2015</u>	<u>12/31/2016</u>	<u>6/30/2017</u>
Current Assets	\$5,315,000	\$6,293,000	\$7,023,350	\$3,061,437
Fixed Assets	<u>3,949,000</u>	<u>4,119,000</u>	<u>6,142,719</u>	<u>6,515,628</u>
Total Assets	\$9,264,000	\$10,412,000	\$13,166,069	\$9,577,065
Current Liabilities	3,562,000	3,522,000	3,459,995	2,133,433
Long Term Liabilities	<u>414,000</u>	<u>430,000</u>	<u>1,654,401</u>	<u>4,718,536</u>
Total Liabilities	\$3,976,000	\$3,952,000	\$5,114,396	\$6,851,969
Net Assets	\$5,288,000	\$6,460,000	\$8,051,673	\$2,725,096
Working Capital Position	\$1,753,000	\$2,771,000	\$3,563,355	\$928,004
Operating Revenues	\$30,245,000	\$31,892,000	\$33,589,156	\$6,181,563
Operating Expenses	<u>28,469,000</u>	<u>30,121,000</u>	<u>30,400,076</u>	<u>4,488,893</u>
Operating Net Income	\$1,776,000	\$1,771,000	\$3,189,080	\$1,692,670

Yoel Zagelbaum-10.0% membership interest

Yecheil Zagelbaum-10.0% membership interest

Utica Rehab & Nursing**120 beds (Oneida County)**

	<u>2014</u>	<u>2015</u>	<u>12/31/2016</u>	<u>6/30/2017</u>
Current Assets	\$2,903,000	\$3,029,000	\$4,220,695	\$2,202,673
Fixed Assets	<u>10,282,000</u>	<u>10,967,000</u>	<u>12,237,482</u>	<u>4,346,700</u>
Total Assets	\$13,185,000	\$13,996,000	\$16,458,177	\$6,549,373
Current Liabilities	4,683,000	2,709,000	1,695,263	1,723,234
Long Term Liabilities	<u>229,000</u>	<u>974,000</u>	<u>2,047,878</u>	<u>3,896,395</u>
Total Liabilities	\$4,912,000	\$3,683,000	\$3,743,141	\$5,619,629
Net Assets	\$8,273,000	\$10,313,000	\$12,715,036	\$929,744
Working Capital Position	(\$1,780,000)	\$320,000	\$2,525,432	\$479,439
Operating Revenues	\$18,009,000	\$20,375,000	\$23,133,882	\$4,963,975
Operating Expenses	<u>18,541,000</u>	<u>19,762,000</u>	<u>19,652,924</u>	<u>4,061,299</u>
Operating Net Income	(\$532,000)	\$613,000	\$3,480,958	\$902,676

Yoel Zagelbaum-5.0% membership interest

Yecheil Zagelbaum-5.0% membership interest

ORRNC REALTY, LLC

PRO FORMA BALANCE SHEET

ASSETS

Property, Plant & Equipment *

600 Bates Road, Medina, New York 14103 \$15,000,000

Total Property, Plant & Equipment \$15,000,000

TOTAL ASSETS \$15,000,000

LIABILITIES AND EQUITY

LIABILITIES

Current Liabilities

Current Portion - Mortgage Loan \$255,254

Total Current Liabilities \$255,254

Long-Term Liabilities

Long Term Portion - Mortgage Loan \$12,544,746

Total Long-Term Liabilities \$12,544,746

Total Liabilities \$12,800,000

MEMBER EQUITY

Member Paid-In Equity \$2,200,000

Total Member Equity \$2,200,000

TOTAL LIABILITIES AND MEMBER EQUITY \$15,000,000

* Allocation of assets to be determined at closing.

ORRNC OPERATING, LLC
ORCHARD REHABILITATION & NURSING CENTER
160-BED RESIDENTIAL HEALTH CARE FACILITY

PRO FORMA BALANCE SHEET

ASSETS

Current Assets

Working Capital Cash \$2,166,494

Total Current Assets \$2,166,494

Non-Current Assets

Goodwill \$1,000,000

Total Non-Current Assets \$1,000,000

TOTAL ASSETS \$3,166,494

LIABILITIES AND EQUITY

LIABILITIES

Current Liabilities

Current Portion - Operations Loan \$0

Current Portion - Working Capital Loan \$0

Total Current Liabilities \$0

Long-Term Liabilities

Long Term Portion - Operations Loan \$0

Long Term Portion - Working Capital Loan \$0

Total Long-Term Liabilities \$0

MEMBER EQUITY

Member Paid-In Capital for Working Capital \$2,166,494

Member Equity \$1,000,000

Total Member Equity \$3,166,494

TOTAL LIABILITIES AND MEMBER EQUITY \$3,166,494

BFA Attachment-F
 CON# 171392

Orchard Manor Rehab & Nursing

Budget Sensitivity

<u>Payor</u>	<u>Payor Mix as of 6/30/17</u>	<u>Revised Budgeted Days</u>	<u>Per Diem</u>	<u>Revised Revenues</u>
Medicaid	72.0%	39,951	\$213.80	\$8,541,601
Medicare	12.0%	6,659	\$593.28	3,950,390
Private Pay	4.0%	2,220	\$276.59	613,897
Commercial	<u>12.0%</u>	<u>6,659</u>	\$256.61	1,708,653
	100.0%	55,488		

Total Revenues based on current utilization \$14,814,541

Total Inpatient Revenues as budgeted for first year(excludes assessment) 14,523,660

Increase in Budgeted Revenues \$290,881

Note: Medicaid rate is based on 2017 initial rate.

White Plains Nursing Home, Inc.
d/b/a Bronx Park Rehabilitation & Nursing Center
Balance Sheets
December 31, 2016 and 2015

Assets

	<u>2016</u>	<u>2015</u>
<u>Current Assets</u>		
Cash and cash equivalents	\$ 86,082	\$ 782,369
Accounts Receivable, net of allowance for doubtful accounts of \$1,944,872 and \$1,600,000, respectively	5,096,997	4,042,918
Due From Shareholders	941,705	1,241,817
Due From Corona NH Realty	177,871	186,075
Prepaid Expenses	199,971	229,219
Total Current Assets	<u>6,502,626</u>	<u>6,482,398</u>
<u>Non-current Assets</u>		
<u>Fixed Assets</u>		
Fixed Equipment, Auto and Major Movable Equipment	2,405,780	2,404,951
Less: Accumulated Depreciation	1,774,523	1,589,527
Total Fixed Assets	<u>631,257</u>	<u>815,424</u>
Resident Trust Funds	157,433	182,738
Total non-current Assets	<u>788,690</u>	<u>998,162</u>
<u>Other Assets</u>		
Security Deposit	175,298	46,063
Total Other Assets	<u>175,298</u>	<u>46,063</u>
Total Assets	<u>\$ 7,466,614</u>	<u>\$ 7,526,623</u>

White Plains Nursing Home, Inc.
d/b/a Bronx Park Rehabilitation & Nursing Center
Balance Sheets
December 31, 2016 and 2015

Liabilities and Stockholders' Equity / (Deficit)

Liabilities

	<u>2016</u>	<u>2015</u>
<u>Current Liabilities</u>		
Accounts Payable	\$ 2,544,790	\$ 1,753,247
Payroll Taxes Payable	93,398	66,151
Accrued Expense	1,173,081	672,632
Current portion of long-term debt	437,785	495,647
Due to Third Parties	912,344	721,351
Total Current Liabilities	<u>5,161,398</u>	<u>3,709,028</u>
 <u>Long Term Liabilities</u>		
Long-term debt, Net of Current Portion	610,585	903,517
Due to Third Parties, Net of Current Portion	1,554,783	3,082,093
Due to Resident Funds	157,411	169,402
Total Long Term Liabilities	<u>2,322,779</u>	<u>4,155,012</u>
 Total Liabilities	7,484,177	7,864,040

Stockholders' Equity / (Deficit)

Capital Stock (200 shares issued at \$250 par, 130 shares outstanding)	50,000	50,000
Treasury Stock (70 shares)	(500,000)	-
Retained Earnings / (Deficit)	432,437	(387,417)
Total Stockholders' Equity / (Deficit)	<u>(17,563)</u>	<u>(337,417)</u>
Total Liabilities & Stockholders' Equity / (Deficit)	<u>\$ 7,466,614</u>	<u>\$ 7,526,623</u>

White Plains Nursing Home, Inc.
d/b/a Bronx Park Rehabilitation & Nursing Center
Statements of Income
Years Ended December 31, 2016 and 2015

	2016	2015
<u>Income</u>		
Resident Income	\$ 21,617,392	\$ 20,137,270
Retroactive Rate Adjustments	526,498	295,700
Bad Debt Expense	(1,228,269)	(193,609)
Total Resident Income	20,915,621	20,239,361
 <u>Expenses</u>		
Payroll	8,878,859	7,631,969
Employee Fringe	2,680,326	2,596,510
Direct Patient Care	1,996,171	2,437,834
Dietary	756,699	790,583
Operation of Plant	2,917,426	2,915,419
General & Administrative	2,715,034	2,503,864
Non Reimbursable Expense	1,478	47,973
Total Operating Expenses	19,945,993	18,924,152
Total Operating Income	969,628	1,315,209
Other Income	11,651	174,692
Total Income before Provision for Income Taxes	981,279	1,489,901
Corporation Tax	161,425	78,755
Net Income	\$ 819,854	\$ 1,411,146

A S S E T S

	.00	
	.00	
	.00	
	.00	
CITIBANK PF TRUST	179,127.79	
CITI BOND FOR COMP	3,001.20	
DDMS DISB CITIBANK	.00	
NORTH FORK BANK 539	.00	
NORTH FORK BANK 547	.00	
CITIBANK-PAYROLL	-10,363.21	
CITIBANK-PF MONEY MK	.00	
CITIBANK-UNION	-22,778.56	
CITIBANK-P.F.REGULAR	.00	
EUROPEAN-AMER BANK	.00	
CITIBANK-OPERATING	287,356.82	
CHASE/PATIENT M MRKT	.00	
CHASE MANH. PAYROLL	.00	
CHASE PATIENT SAVING	.00	
PETTY CASH	12,366.32	
CHASE PATIENT CHECK	.00	
CHASE REG MONEY MRKT	.00	
AMALGAMATED REGULAR	4,798.99	
	.00	
AMAL SPECIAL PATIENT	3,210.00	
CHASE REG UNION	.00	
CHASE/PAT MONEY MKT	.00	
AMAL/RENT MONEY MRKT	.00	
INVESTMENTS	.00	
CITIBANK PAYEE REP	.00	
UNION CITIBANK (NEW)	.00	
AR HMO MEDICARE	-13,387.00	
	.00	
AR MC CO-INSURANCE	.00	
AR MC-ROOM AND BOARD	527,125.51	
	.00	
AR MNYC-ROOM & BOARD	3,674,655.98	
AR MNYC BUDGETS	1,130,167.76	
AR MNYC-CO-INSURANCE	.00	
AR INSURANCE	2,534,723.25	
PRIVATE ROOM & BOARD	326,433.14	
PRIVATE CO-INSURANCE	13,489.00	
TRICARE	-234,097.91	
ALLOWANCE BAD DEBTS	-1,944,871.50	
NOTES RECEIVABLE	.00	
PAYROLL LOANS & ADV	12,193.55	
OFFICERS LOAN & EXCH	1,621,704.89	
OTHER RECEIVABLES	246,995.35	
INVENTORY	.00	
PREPAY INSURANCE	269,375.26	
PREPAY SVS CONTRACT	6,058.33	
SECURITY DEPOSIT	175,297.73	
FIXED EQUIPMENT	897,988.22	
MAJ MOVING EQUIPMENT	1,597,138.31	
AUTOMOBIL	.00	
ACC DEP FIXED EQUIP	-376,022.85	
ACC DEP MOVABLE EQUIP	-1,533,500.37	
ACC DEPRE AUTO	.00	

TOTAL ASSETS		9,388,186.00
		=====

L I A B I L I T I E S

OTHER NOTES/LOANS PA	530,430.72	
LOAN PAYABLE	583,441.27	
	.00	
ACCOUNTS PAYABLE	3,167,525.55	
CREDIT CARD PAYABLE	-82,138.40	
ACCRUED PAYROLL	705,571.19	
FEDERAL TAX PAYABLE	33,189.34	
	.00	
FICA TAX PAYABLE	.00	
STATE TAX PAYABLE	-136.31	
NYC TAX PAYABLE	.00	

B A L A N C E S H E E T
AS OF 09/30/2017

BFA Attachment B - CON 172031

YONKERS CITY TAX PAY	.00
UNEMPLOYMENT TAX	8,381.02
	.00
UNION DUES PAYABLE	19,711.77
NYS & NYC CORP/UBT	.00
DISABILITY	324.32
ADV/EXCHA & GARNISH	49,483.51
ACCUR EXP/PAY MAIN	241,667.19
ACCURED INT. PAYABLE	.00
ACCURED/PROPERTY PAY	.00
ACCU/FEE OTH PAYABLE	.00
OTH ACCR EXPENSE PAY	1,979,716.39
PATIENT ALLOW EXCHAN	32,551.50
PATIENTS FUNDS PAYAB	200,091.32
LOAN PAYABLE M LOREN	.00
LOAN PAYABLE S BICKY	.00

TOTAL LIABILITIES	

7,469,810.38

C A P I T A L

	.00
	.00
CAPITAL STOCK	50,000.00
B. IZBICKI CAPITAL	.00
M. LOREN DRAWING	.00
S. BICKY DISTRIB	.00
B. SEIDNER DISTRIB	.00
DAVID LOREN DIST.	.00
RETAINED EARNINGS	-67,557.27
	.00
	.00
NET INCOME (LOSS)	1,935,932.89

TOTAL CAPITAL

1,918,375.62

TOTAL LIABILITIES AND CAPITAL

9,388,186.00

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I N C O M E

PVT R&B INCOME	245,592.15	
PVT/CO-INS INCOME	13,489.00	
HMO INCOME	2,145,554.92	
RETRO RATE ADJUSTMNT	77,170.37	
MC - R&B INCOME	3,134,883.15	
MC R&B CON ALLOWANCE	-1,412.71	
MC/ CO-INS. INCOME	-18,095.00	
MC PART B INCOME	268,814.49	
MNYC - R&B INCOME	16,367,828.58	
MNYC R&B CON ALLOW	-5,691,470.78	
MNYC/PART B CON ALLW	-11,221.72	
RECOVERY OF FUNDS	281,908.00	
TRICARE R&B INCOME	20,420.00	
INTEREST INCOME	70.34	
DIVIDEND INCOME	110.40	

TOTAL INCOME		16,833,641.19

E X P E N S E

DIRECTOR OF NURSING	-8,450.02	
NURSING	3,052,235.69	
L.P.N. STAFF	1,064,972.51	
R.N. STAFF	-8,045.72	
ACTIVITIES	111,696.08	
PHARMACIST	-27.43	
PHARMACY	66,524.93	
PHYSICAL THERAPY	372,544.63	
OCCUPATIONAL THERAPY	350,000.00	
SPEECH THERAPY	60,000.00	
DENTIST	32,445.00	
SOCIAL SERVICES	-3,894.77	
MEDICAL DIRECTOR	16,200.00	
DIETICIAN	-4,915.50	
KITCHEN	529,091.75	
DIETARY	635,346.91	
PLANT MAINTENANCE	1,325,187.37	
ELEVATOR OPERATION	14,010.00	
HOUSEKEEPING	841,193.31	
LAUNDRY/LINEN	232,088.78	
SECURITY	138,507.39	
TRANSP OTH/SUP EQUIP	11,628.37	
COMPTROLLER/FISC OFF	-7,313.90	
GENERAL ACCOUNTING	3,076,090.48	
	.00	
DATA PROCESSING	97,729.32	
OPERATOR/ADMINIST	455,014.91	
EMPLOYEE BENEFITS	1,576,934.75	
ASSESSMENT FUND	861,435.00	
NON REIMBURSABLE EXP	14,008.11	
	.00	

TOTAL EXPENSE		14,902,237.95
NET INCOME (LOSS)		1,931,403.24
		=====

Shining Star Home Care, LLC
Balance Sheet
December 31, 2016

ASSETS

CURRENT ASSETS

Cash	\$ 3,980	
Patient accounts receivable, net	<u>58,392</u>	
TOTAL CURRENT ASSETS		\$ <u>62,372</u>

TOTAL ASSETS

\$ 62,372

LIABILITIES AND MEMBERS' DEFICIT

CURRENT LIABILITIES

Accounts payable	\$ 554,482	
Accrued payroll	8,787	
Loans payable	<u>22,477</u>	
TOTAL CURRENT LIABILITIES		\$ 585,746

LONG-TERM LIABILITIES

Members' loans		<u>710,989</u>
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TOTAL LIABILITIES

1,296,735

MEMBERS' DEFICIT

(1,234,363)

TOTAL LIABILITIES AND MEMBERS' DEFICIT

\$ 62,372

Shining Star Home Care, LLC
Statement of Operations and Members' Deficit
For The Year Ended December 31, 2016

REVENUE

Patient service revenue, net	\$ 196,146	
TOTAL REVENUES		\$ 196,146

OPERATING EXPENSES

Direct expenses	384,378	
General and administrative expenses	294,819	
TOTAL OPERATING EXPENSES		679,197

NET LOSS FROM OPERATIONS (483,051)

OTHER EXPENSES

Loss on retirement of asset		5,666
-----------------------------	--	-------

NET LOSS (488,717)

MEMBERS' DEFICIT - BEGINNING (1,133,717)

Contributions		388,071
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MEMBERS' DEFICIT - ENDING \$ (1,234,363)

2:35 PM
01/10/18
Accrual Basis

Shining Star Home Care
Balance Sheet
As of October 31, 2017

	<u>Oct 31, 17</u>
ASSETS	
Current Assets	
Checking/Savings	
1010 · Signature Bank Checking 4708	149,068.22
1019 · Signature - Star Consulting	-19,926.51
1020 · Capital One - 1587	158.88
1021 · Capital One - 1560	9,729.44
1080 · HCHB Posting - Undeposited	-96,735.82
Total Checking/Savings	<u>42,294.21</u>
Accounts Receivable	
1200 · Accounts Receivable	
1210 · A/R Medicaid EPS	11,246.26
1220 · A/R Medicaid FFS	2,436.40
1230 · A/R Medicare	5,592.45
1250 · A/R MLTC	30,708.00
1260 · A/R HMO	6,070.00
Total 1200 · Accounts Receivable	<u>56,053.11</u>
Total Accounts Receivable	<u>56,053.11</u>
Total Current Assets	<u>98,347.32</u>
TOTAL ASSETS	<u><u>98,347.32</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	84,812.81
Total Accounts Payable	<u>84,812.81</u>
Other Current Liabilities	
2100 · Payroll Liabilities	
2110 · Social Security & Medicare	-334.69
2120 · Federal Withholding	472.99
2130 · NY State & City Withholding	235.20
2190 · Other Payroll Liabilities	1,145.87
Total 2100 · Payroll Liabilities	<u>1,519.37</u>
2700 · Deferred Revenue	
2710 · Deferred Revenue - Medicaid ...	5,891.14
2730 · Deferred Revenue - Medicare ...	2,387.91
Total 2700 · Deferred Revenue	<u>8,279.05</u>
Total Other Current Liabilities	<u>9,798.42</u>
Total Current Liabilities	<u>94,611.23</u>
Long Term Liabilities	
2800 · Shareholder / Startup Loans	
2810 · Estate of Geno Guttman	243,000.00
Total 2800 · Shareholder / Startup Loans	<u>243,000.00</u>
Total Long Term Liabilities	<u>243,000.00</u>
Total Liabilities	<u>337,611.23</u>

2:35 PM

01/10/18

Accrual Basis

Shining Star Home Care
Balance Sheet
As of October 31, 2017

Project # 171041
BFA Attachment B cont

	<u>Oct 31, 17</u>
Equity	
30000 · Opening Balance Equity	3,929.19
32000 · Retained Earnings	-21,839.75
Net Income	-221,353.35
	<hr/>
Total Equity	-239,263.91
	<hr/>
TOTAL LIABILITIES & EQUITY	<u>98,347.32</u>

Shining Star Home Care
Profit & Loss
 January through October 2017
 Jan - Oct 17

Ordinary Income/Expense

Income

4999 · Misc Income	1
4000 · Income / Homecare Services	
4010 · Revenue - Medicaid EPS	5,355
4020 · Revenue - Medicaid FFS	4,510
4030 · Revenue - Medicare	46,537
4050 · Revenue - MLTC	114,525
4060 · Revenue - HMO	12,040
4000 · Income / Homecare Services - Other	177,457
Total 4000 · Income / Homecare Services	360,424
4700 · Contractual Adjustments	
4730 · Contractual - Medicare	-49
4750 · Contractual - MLTC	-28,852
4760 · Contractual - HMO	-5,970
Total 4700 · Contractual Adjustments	-34,871
4800 · Revenue Offset	
4820 · Revenue Offset - Medicaid	98
4830 · Revenue Offset - Medicare	379
4850 · Revenue Offset - MLTC	1,408
Total 4800 · Revenue Offset	1,886
Total Income	327,440

Cost of Goods Sold

5100 · Payroll - Direct Care	
5102 · Payroll - Direct Care - RN	96,431
5103 · Payroll - Direct Care - PT	900
5106 · Payroll - Direct Care - MSW	57
Total 5100 · Payroll - Direct Care	97,388
5500 · Contracted Services	
5501 · Contracted Services - HHA	1,579
5502 · Contracted Services - RN	16,215
5503 · Contracted Services - PT	100,995
5506 · Contracted Services - MSW	228
Total 5500 · Contracted Services	119,017
5800 · Payroll Taxes - Direct Care	
5820 · Payroll Taxes - Direct - RN	
5821 · Employer OASDI - Direct - RN	6,311
5822 · Employer Medicare - Direct - RN	1,393
5823 · Employer FUTA - Direct - RN	263
5824 · Employer NY UNEMP - Direct - RN	1,181
5826 · NY DISABILITY - Direct - RN	-121
Total 5820 · Payroll Taxes - Direct - RN	9,026
5830 · Payroll Taxes - Direct - PT	
5831 · Employer OASDI - Direct - PT	102
5832 · Employer Medicare - Direct - PT	24

Shining Star Home Care
Profit & Loss
 January through October 2017

	Jan - Oct 17
5833 · Employer FUTA - Direct - PT	10
5834 · Employer NY UNEMP - Direct - PT	36
5836 · NY DISABILITY - Direct - PT	-4
Total 5830 · Payroll Taxes - Direct - PT	168
5860 · Payroll Taxes - Direct - MSW	
5861 · Employer OASDI - Direct - MSW	18
5862 · Employer Medicare - Direct MSW	4
5863 · Employer FUTA - Direct - MSW	2
5864 · Employer NY UNEMP - MSW	5
5866 · NY Disability - MSW	-1
Total 5860 · Payroll Taxes - Direct - MSW	27
Total 5800 · Payroll Taxes - Direct Care	9,221
Total COGS	225,626
Gross Profit	101,814
Expense	
6000 · Payroll Expenses	
6100 · Payroll Admin - Professional	
6101 · Payroll - Admin / DPS - RN	21,900
Total 6100 · Payroll Admin - Professional	21,900
6200 · Payroll - Management & Director	420
6300 · Payroll - Admin - Clerical	
6330 · Clinical Assistant - Rehab	17,113
6390 · Clerical	19,406
Total 6300 · Payroll - Admin - Clerical	36,519
Total 6000 · Payroll Expenses	58,839
6810 · Payroll Taxes - Admin - Profess	
6811 · Employer OASDI	1,413
6812 · Employer Medicare	331
6813 · Employer FUTA	77
6814 · Employer NY UNEMP	253
6816 · NY Disability	-42
Total 6810 · Payroll Taxes - Admin - Profess	2,033
6820 · Payroll Taxes - Admin	
6821 · Employer OASDI	2,235
6822 · Employer Medicare	523
6823 · Employer FUTA	101
6824 · Employer NY UNEMP	500
6826 · NY Disability	-68
Total 6820 · Payroll Taxes - Admin	3,290
6910 · Workers Comp - Admin - Profsnl	2,807
Trade Related Software & Cloud	2,261
7000 · Legal & Professional Servi	
7010 · Accounting	7,691
7020 · Legal	957
7030 · Consulting	93,722

Shining Star Home Care
Profit & Loss
January through October 2017

	Jan - Oct 17
Total 7000 · Legal & Professional Servi	102,371
7050 · Bank Fees	2,387
7100 · Rent & Lease	42,200
63300 · Insurance Expense	46,467
7800 · Utilities	
7810 · Electricity	3,112
Total 7800 · Utilities	3,112
68100 · Telephone Expense	2,412
7900 · Insurance	
7910 · Liability Insurance	2,787
Total 7900 · Insurance	2,787
7600 · Workman's Comp Insurance	11,078
7730 · Health Insurance	1,310
8800 · Payroll Service Costs	1,707
9800 · Payroll to be applied	22,998
9900 · To Be Categorized	4,058
Total Expense	312,115
Net Ordinary Income	-210,301
Other Income/Expense	
Other Expense	
80000 · Ask My Accountant	1,293
Total Other Expense	1,293
Net Other Income	-1,293
Net Income	-211,594

Sensitized by holding Utilization at 12/20/17 (Annualized) Level Allowing Budgeted Payor Mix

171041				
				0
				0
				4,096
				#DIV/0!
Budget Sensitivity Year 1				
	% Util by			
	payor			
		Revised		Revised
Payor:	(Budgeted)	Budgeted Days	Per Diem*	Revenues
Medicaid	0.080	328	\$140.00	\$45,920
Medicare	0.738	3,023	\$140.00	\$423,220
Commercial	0.162	664	\$140.00	\$92,960
Charity	<u>0.020</u>	<u>82</u>	\$0.00	<u>\$0</u>
	1.000	4,096		
Total Revenues (held to 09/28/16 utilization):				\$562,100
Total Revenues as budgeted for first year				<u>\$735,600</u>
Increase (Decrease) in Budgeted Revenues:				(\$173,500)
Budgeted Cost Year 1				\$718,308
Budgeted Net Income Year 1				\$17,292
Sensitized Year 1 Net Income				(\$156,208)
Incremental Loss per Sensitized Budget				(\$173,500)

* Budgeted Year One rates are based on applicants submitted budget.