

STATE OF NEW YORK
PUBLIC HEALTH AND HEALTH PLANNING COUNCIL

COMMITTEE DAY

AGENDA

May 17, 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

Gary Kalkut, M.D., Vice Chair

A. Applications for Construction of Health Care Facilities/Agencies

Acute Care Services – Construction

Exhibit # 1

	<u>Number</u>	<u>Applicant/Facility</u>
1.	172064 C	NYU Langone Hospitals (Kings County)
2.	181051 C	South Nassau Communities Hospital (Nassau County)
3.	181054 C	United Memorial Medical Center Bank Street Campus (Genesee County)
4.	181108 C	White Plains Hospital Center (Westchester County)

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

Ambulatory Surgery Centers - Establish/Construct

Exhibit # 2

	<u>Number</u>	<u>Applicant/Facility</u>
1.	181066 B	Greece ASC, LLC d/b/a Cornerstone Eye Surgery Center (Monroe County)
2.	181103 B	WNY Medical Management (Erie County)
3.	181278 E	Liberty Endoscopy Center (New York County)

Diagnostic and Treatment Centers - Establish/Construct

Exhibit # 3

<u>Number</u>	<u>Applicant/Facility</u>
1. 172413 B	Oneida Health Roswell Park Oncology, LLC (Madison County)
2. 172423 B	MediDental Group LLC d/b/a MediDental Care (Queens County)
3. 181119 E	Premium Health (Kings County)
4. 181137 E	CFDSHC, Inc. (Albany County)

Dialysis Services - Establish/Construct

Exhibit # 4

<u>Number</u>	<u>Applicant/Facility</u>
1. 172364 E	True North IV DC, LLC (Queens County)
2. 172411 E	True North V DC, LLC (Kings County)

Hospice Services - Establish/Construct

Exhibit # 5

<u>Number</u>	<u>Applicant/Facility</u>
1. 181065 E	The Caring Coalition of Central New York (Onondaga County)

Residential Health Care Facilities - Establish/Construct

Exhibit # 6

<u>Number</u>	<u>Applicant/Facility</u>
1. 171416 E	Oak Hill Operating Co., LLC d/b/a Oak Hill Rehabilitation and Nursing Care Center (Tompkins County)
2. 171417 E	River View Facility Operations, LLC d/b/a River View Rehabilitation and Nursing Care Center (Tioga County)
3. 172292 E	Grand Mohawk Valley, LLC d/b/a The Grand Rehabilitation and Nursing at Mohawk (Herkimer County)

4. 172293 E Grand Batavia, LLC d/b/a The Grand Rehabilitation and Nursing at Batavia (Genesee County)
5. 181120 E Chapin Acquisition I, LLC d/b/a Jamaica Estates Nursing and Rehabilitation Center (Queens County)
6. 181218 E Heritage Operating Associates, LLC d/b/a The Grand Rehabilitation and Nursing at Utica (Oneida County)

Certified Home Health Agency - Establish/Construct

Exhibit # 7

<u>Number</u>	<u>Applicant/Facility</u>
1. 171041 E	Shining Star Home Health Care (Kings County)
2. 172408 E	Prospect Acquisition III, LLC d/b/a Responsive Home Health Care (Kings County)
3. 181047 E	Gamzel NY, Inc. d/b/a Centers Home Health Care of Downstate (Kings County)
4. 181085 E	QC – Medi New York, Inc. d/b/a Kindred at Home (Saratoga County)
5. 181191 E	Always There Home Care (Ulster County)

C. Home Health Agency Licensures

Exhibit # 8

New LHCSAs – Affiliated with Assisted Living Programs (ALPs)

<u>Number</u>	<u>Applicant/Facility</u>
161033	2600 Niagara Falls Boulevard AL Operating Company, LLC d/b/a Elderwood Home Care at Wheatfield (Niagara County)
162292	571 Main Street Operating Company, LLC d/b/a Elderwood Home Care at Williamsville (Erie County)

162303 Western NY Care Services, LLC
(Erie County)

171385 Home Care for Generations, LLC
d/b/a Generations Home Care
(Rockland County)

172286 Magnolia Home Care Services,
(Rockland County)

D. Certificates

Exhibit # 9

Certificate of Amendment of the Certificate of Incorporation

Applicant

Century Medical and Dental Center, Inc.

St. James Mercy Foundation, Inc.

St. James Mercy Hospital

Certificate of Amendment of Articles of Organization

Applicant

Yonkers Gardens LLC

Certificate of Dissolution

Applicant

Keser Services, Inc.

Menorah Foundation, Inc.

NYU Hospitals Center
Consolidated Balance Sheet
August 31, 2016

CON#172064
 BFA Attachment A

<i>(in thousands)</i>	2016
Assets	
Current assets	
Cash and cash equivalents	\$ 174,414
Marketable securities	3,790
Assets limited as to use	6,141
Assets limited as to use - board designated	20,001
Patient accounts receivable, less allowances for uncollectable (2016 - \$109,341)	478,671
Contributions receivable	30,724
Insurance receivables - billed	60,907
Inventories	48,158
Other current assets	86,776
Total current assets	<u>909,582</u>
Marketable securities, less current portion	22,664
Assets limited as to use, less current portion	489,421
Assets limited as to use - board designated, less current portion	770,874
Contributions receivable, less current portion	98,624
Other assets	110,782
Due from related organizations	9,500
Disaster recovery receivable	44,681
Property, plant and equipment, net	<u>2,867,965</u>
Total assets	<u>\$ 5,324,093</u>
Liabilities and Net Assets	
Current liabilities	
Current portion of long-term debt	\$ 50,584
Accounts payable and accrued expenses	209,116
Accrued salaries and related liabilities	128,262
Accrued interest payable	10,897
Current portion of accrued postretirement liabilities	1,956
Deferred revenue - disaster recovery	84,430
Deferred revenue - other	59,057
Due to related organizations	25,086
Other current liabilities	41,811
Total current liabilities	<u>611,199</u>
Long-term debt, less current portion	1,620,123
Outstanding losses and loss adjustment expenses	386,903
Accrued pension liabilities	360,540
Accrued postretirement liabilities, less current portion	77,548
Other liabilities	222,460
Total liabilities	<u>3,278,773</u>
Net assets	
Unrestricted	1,645,814
Temporarily restricted	386,458
Permanently restricted	13,048
Total net assets	<u>2,045,320</u>
Total liabilities and net assets	<u>\$ 5,324,093</u>

NYU Hospitals Center
Consolidated Statement of Operations
Year Ended August 31, 2016

<i>(in thousands)</i>	2016
Operating revenue	
Net patient service revenue (less provision for bad debts of \$35,157)	\$ 3,322,215
Premiums earned	65,864
Contributions	5,456
Endowment distribution and return on short-term investments	36,269
Disaster recovery reimbursement	3,215
Other revenue	135,577
Net assets released from restrictions for operating purposes	13,525
Total operating revenue	<u>3,582,121</u>
Operating expenses	
Salaries and wages	1,131,480
Employee benefits	412,094
Supplies and other	1,555,335
Depreciation and amortization	145,121
Interest	59,701
Total operating expenses	<u>3,303,731</u>
Gain from operations	278,390
Other items	
Gain on disposals of property, plant and equipment	236
Loss on extinguishment	(25,512)
Disaster recovery reimbursement for capital	2,435
Investment return in excess of endowment distribution, net	23,105
Mission based payment to NYUSoM	(50,000)
Excess of revenue over expenses	<u>228,654</u>
Other changes in unrestricted net assets	
Changes in pension and postretirement obligations	(111,162)
Equity transfers from related organizations, net	13,137
Net assets released from restrictions for capital purposes	7,756
Net assets released from restrictions for hazard mitigation	70,130
Net increase in unrestricted net assets	<u>\$ 208,515</u>

NYU Langone Hospitals
Statement of Financial Position
(Amounts In Thousands)

	(Unaudited) November 2017	(Audited) August 2017
Assets		
Current assets:		
Cash and cash equivalents	\$ 259,460	\$ 266,345
Marketable securities	4,115	4,021
Assets whose use is limited	14,149	5,244
Assets whose use is limited - board designated	23,330	23,374
Patient accounts receivable, less allowances for uncollectibles	549,324	546,847
Due from related organizations	89,196	82,030
Contributions receivable - current	15,107	15,107
Inventories	56,125	55,471
Disaster recoveries receivable	3,041	3,041
Other current assets	125,837	112,568
Total current assets	1,139,684	1,114,048
Marketable securities	24,836	24,415
Assets whose use is limited	47,382	47,548
Assets whose use is limited - board designated	585,885	575,024
Contribution receivable - less current portion	69,193	71,690
Other assets	159,524	156,453
Disaster recoveries receivable, less current portion	3,812	3,812
Due from related organizations less current portion	22,036	9,500
Property, plant and equipment, net	3,511,623	3,432,102
Total assets	\$ 5,563,975	\$ 5,434,592
Liabilities and net assets		
Current liabilities:		
Current portion of long-term debt	\$ 43,084	42,830
Accounts payable and accrued expenses	239,046	275,620
Accounts payable and accrued expenses - disaster related	6,522	7,847
Accrued salaries and related benefits	136,672	117,184
Accrued interest payable	37,090	15,227
Current portion of accrued postretirement liabilities	2,412	2,412
Disaster recoveries - deferred revenues	51,539	52,414
Deferred Revenues - others	18,226	15,080
Other current liabilities	54,048	49,980
Total current liabilities	588,639	578,594
Long-term debt, less current portion	2,058,258	1,930,931
Accrued pension liabilities	204,908	222,951
Accrued postretirement liabilities, less current portion	81,567	80,066
Other liabilities	251,199	250,220
Total liabilities	3,184,571	3,062,762
Net assets:		
Unrestricted	2,020,158	2,003,693
Temporarily restricted	346,172	355,064
Permanently restricted	13,074	13,073
Total net assets	2,379,404	2,371,830
Total liabilities and net assets	\$ 5,563,975	\$ 5,434,592

NYU Langone Hospitals
Statement Of Operations
For the Three Months Ending November 30, 2017
(Amounts In Thousands)

	<u>(Unaudited)</u> <u>November 2017</u>	<u>(Unaudited)</u> <u>November 2016</u>
Operating revenue		
Net patient service revenue	\$ 980,672	\$ 879,837
Grants and sponsored programs	57	539
Affiliations	7,017	4,002
Contributions	878	2,801
Endowment distribution and return on short-term investments	3,887	4,315
Disaster recovery reimbursement	966	155
Other revenue	44,923	36,451
Net assets released from restrictions for operating purposes	2,263	2,075
Total operating revenue	<u>1,040,663</u>	<u>930,175</u>
 Operating expenses		
Salaries and wages	333,789	303,005
Employee benefits	120,931	110,395
Supplies and other	470,423	396,933
Depreciation and amortization	51,454	47,602
Interest	19,927	15,286
Total operating expenses	<u>996,524</u>	<u>873,221</u>
 Gain from operations	44,139	56,954
 Other items		
Disaster recovery reimbursement for capital	1,702	21
Grants for capital asset acquisitions	-	1,200
Other component of pension & postretirement costs	(653)	(2,346)
Investment return in excess of endowment distribution, net	6,601	(8,086)
Mission based payment to NYUSoM	(50,000)	(12,500)
Excess of revenue over expenses	1,789	35,243
 Changes in pension & postretirement obligations	5,291	-
Contribution for capital acquisitions	-	94,090
Equity transfers to related organizations, net	1,063	-
Net assets released from restrictions for hazard mitigation	8,322	3,947
Net change in unrestricted net assets	<u>\$ 16,465</u>	<u>\$ 133,280</u>

South Nassau Communities Hospital
and Subsidiaries

Consolidated Statements of Financial Position

	December 31	
	2016	2015
Assets		
Current assets:		
Cash and cash equivalents	\$ 9,779,507	\$ 3,170,788
Investments	139,135,491	129,346,637
Current portion of assets whose use is limited	20,609,650	13,622,540
Patient receivables, less allowance for uncollectibles of \$36,147,000 in 2016 and \$38,977,000 in 2015	61,139,584	52,711,773
Other current assets	12,009,870	16,964,610
Total current assets	<u>242,674,102</u>	<u>215,816,348</u>
Assets whose use is limited	99,542,213	33,860,000
Long-term investments	3,815,354	1,774,697
Other long-term assets	1,135,531	215,582
Insurance claims receivable	1,435,605	927,818
Property, plant, and equipment, net	309,303,729	289,352,804
Total assets	<u><u>\$ 657,906,534</u></u>	<u><u>\$ 541,947,249</u></u>

	December 31	
	2016	2015
Liabilities and net assets		
Current liabilities:		
Amounts due under lines of credit	\$ 25,000,000	\$ 20,000,000
Accounts payable	21,072,408	18,281,064
Accrued expenses	40,478,972	33,780,415
Accrued payroll and vacation	25,633,255	23,015,918
Current portion of long-term debt	3,906,871	3,505,000
Current portion of accrued postretirement benefits other than pension	166,000	188,000
Current portion of estimated professional and general liabilities	11,980,000	10,290,000
Deferred grant revenue	6,739,000	-
Estimated third-party payor liabilities	7,750,000	7,780,000
Total current liabilities	<u>142,726,506</u>	<u>116,840,397</u>
Long-term debt, net of current portion	86,964,900	83,018,557
Accrued pension payable	56,902,515	55,651,807
Accrued postretirement benefits other than pension, net of current portion	2,995,000	3,166,000
Estimated professional and general liabilities, net of current portion	34,820,030	33,860,000
Deferred grant revenue, net of current portion	64,722,183	-
Insurance claims payable	1,435,605	927,818
Other liabilities	2,412,685	2,794,599
Total liabilities	<u>392,979,424</u>	<u>296,259,178</u>
Commitments and contingencies		
Net assets:		
Unrestricted	261,111,756	243,913,374
Temporarily restricted	2,787,278	746,621
Permanently restricted	1,028,076	1,028,076
Total net assets	<u>264,927,110</u>	<u>245,688,071</u>
Total liabilities and net assets	<u>\$ 657,906,534</u>	<u>\$ 541,947,249</u>

South Nassau Communities Hospital
and Subsidiaries

Consolidated Statements of Activities

	Year Ended December 31	
	2016	2015
Operating revenue:		
Net patient service revenue, net of contractual allowances and other discounts	\$ 500,861,944	\$ 479,329,323
Provision for bad debts	(12,662,626)	(16,853,097)
Net patient service revenue, less provision for bad debts	488,199,318	462,476,226
Other revenue	17,573,294	10,332,782
Total operating revenue	505,772,612	472,809,008
Operating expenses:		
Salaries and wages	244,082,802	225,040,944
Employee benefits	50,864,056	52,740,336
Supplies and other expenses	170,997,427	164,466,796
Interest expense	3,626,886	3,539,033
Provision for depreciation and amortization	29,106,312	26,877,055
Total operating expenses	498,677,483	472,664,164
Operating income	7,095,129	144,844
Nonoperating gains and losses:		
Net nonoperating investment gain (loss)	6,139,363	(4,094,057)
Unrestricted contributions, net of fund raising expenses of \$362,339 in 2016 and \$553,042 in 2015	4,917	99,905
Gain on sale of property	2,607,941	—
Gain related to Long Beach Medical Center transactions	2,216,258	—
Other nonoperating losses	(1,274,506)	—
Excess (deficiency) of revenue and gains over expenses	16,789,102	(3,849,308)
Net assets released from restrictions for capital asset acquisitions	5,662,463	16,394,571
Pension and postretirement liability adjustments	(5,253,183)	10,152,437
Transfer from related entities	—	616,807
Increase in unrestricted net assets	\$ 17,198,382	\$ 23,314,507

South Nassau Communities Hospital
and Subsidiaries

Consolidated Statements of Changes in Net Assets

Years Ended December 31, 2016 and 2015

	Unrestricted Net Assets	Temporarily Restricted Net Assets	Permanently Restricted Net Assets	Total Net Assets
Balance, January 1, 2015	\$ 220,598,867	\$ 982,459	\$ 1,028,076	\$ 222,609,402
Deficiency of revenue and gains over expenses	(3,849,308)	-	-	(3,849,308)
HEAL capital grant funds earned	-	7,818,734	-	7,818,734
Restricted contributions, net of fund raising expenses and excluding capital grants	-	8,398,283	-	8,398,283
Net assets released from restrictions for operations	-	(58,284)	-	(58,284)
Net assets released from restrictions for capital asset acquisitions	16,394,571	(16,394,571)	-	-
Transfer from related entities	616,807	-	-	616,807
Pension and postretirement liability adjustments	10,152,437	-	-	10,152,437
Total changes in net assets	<u>23,314,507</u>	<u>(235,838)</u>	<u>-</u>	<u>23,078,669</u>
Balance, December 31, 2015	243,913,374	746,621	1,028,076	245,688,071
Excess of revenue and gains over expenses	16,789,102	-	-	16,789,102
FEMA capital grant funds earned	-	5,577,482	-	5,577,482
Restricted contributions, net of fund raising expenses and excluding capital grants	-	2,161,697	-	2,161,697
Net assets released from restrictions for operations	-	(36,059)	-	(36,059)
Net assets released from restrictions for capital asset acquisitions	5,662,463	(5,662,463)	-	-
Pension and postretirement liability adjustments	(5,253,183)	-	-	(5,253,183)
Total changes in net assets	<u>17,198,382</u>	<u>2,040,657</u>	<u>-</u>	<u>19,239,039</u>
Balance, December 31, 2016	<u>\$ 261,111,756</u>	<u>\$ 2,787,278</u>	<u>\$ 1,028,076</u>	<u>\$ 264,927,110</u>

South Nassau Communities Hospital
 and Subsidiaries

Consolidated Statements of Financial Position

	December 31	
	2017	2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 20,104,751	\$ 9,779,507
Investments	160,930,067	139,135,491
Current portion of assets whose use is limited	27,967,950	20,609,650
Patient receivables, less allowance for uncollectibles of \$40,132,000 in 2017 and \$36,147,000 in 2016	70,674,716	61,139,584
Other current assets	14,455,899	12,009,870
Total current assets	<u>294,133,383</u>	<u>242,674,102</u>
Assets whose use is limited		
Long-term investments	58,737,990	99,542,213
Other long-term assets	6,119,775	3,815,354
Insurance claims receivable	1,135,531	1,135,531
Property, plant, and equipment, net	1,820,816	1,435,605
	336,397,140	309,303,729
Total assets	<u><u>\$ 698,344,635</u></u>	<u><u>\$ 657,906,534</u></u>

	December 31	
	2017	2016
Liabilities and net assets		
Current liabilities:		
Amounts due under lines of credit	\$ 47,000,000	\$ 25,000,000
Accounts payable	21,350,305	21,072,408
Accrued expenses	45,804,305	38,997,470
Accrued payroll and vacation	30,571,041	27,114,757
Current portion of long-term debt and capital lease obligations	4,599,758	3,906,871
Current portion of accrued post-retirement benefits other than pension	208,000	166,000
Current portion of estimated professional and general liabilities	10,460,000	11,980,000
Deferred grant revenue	15,708,550	6,739,000
Estimated third-party payor liabilities	6,230,000	7,750,000
Total current liabilities	<u>181,931,959</u>	<u>142,726,506</u>
Long-term debt and capital lease obligations, net of current portion	84,370,700	86,964,900
Accrued pension payable	69,423,784	56,902,515
Accrued post-retirement benefits other than pension, net of current portion	3,175,000	2,995,000
Estimated professional and general liabilities, net of current portion	30,070,000	34,820,030
Deferred grant revenue, net of current portion	52,454,501	64,722,183
Insurance claims payable	1,820,816	1,435,605
Other liabilities	2,232,406	2,412,685
Total liabilities	<u>425,479,166</u>	<u>392,979,424</u>
Commitments and contingencies		
Net assets:		
Unrestricted	266,745,693	261,111,756
Temporarily restricted	5,091,700	2,787,278
Permanently restricted	1,028,076	1,028,076
Total net assets	<u>272,865,469</u>	<u>264,927,110</u>
Total liabilities and net assets	<u>\$ 698,344,635</u>	<u>\$ 657,906,534</u>

South Nassau Communities Hospital
and Subsidiaries

Consolidated Statements of Activities

	Year Ended December 31	
	2017	2016
Operating revenue:		
Net patient service revenue, net of contractual allowances and other discounts	\$ 522,422,432	\$ 500,861,944
Provision for bad debts	(17,944,338)	(12,662,626)
Net patient service revenue, less provision for bad debts	504,478,094	488,199,318
Other revenue	16,507,050	17,573,294
Total operating revenue	<u>520,985,144</u>	<u>505,772,612</u>
Operating expenses:		
Salaries and wages	259,737,887	244,082,802
Employee benefits	56,593,182	50,864,056
Supplies and other expenses	175,347,261	170,997,427
Interest expense	3,526,555	3,626,886
Provision for depreciation and amortization	28,365,233	29,106,312
Total operating expenses	<u>523,570,118</u>	<u>498,677,483</u>
Operating (loss) income	(2,584,974)	7,095,129
Nonoperating gains and losses:		
Net nonoperating investment gains	18,173,127	6,139,363
Unrestricted contributions, net of fund raising expenses of \$552,185 in 2017 and \$362,339 in 2016	96,733	4,917
Gain on sale of property	-	2,607,941
Gain related to Long Beach Medical Center transactions	-	2,216,258
Other nonoperating losses	(1,395,502)	(1,274,506)
Excess of revenue and gains over expenses	<u>14,289,384</u>	<u>16,789,102</u>
Net assets released from restrictions for capital asset acquisitions	4,613,983	5,662,463
Pension and postretirement liability adjustments	(13,269,430)	(5,253,183)
Increase in unrestricted net assets	<u>\$ 5,633,937</u>	<u>\$ 17,198,382</u>

See accompanying notes.

Consolidated Balance Sheets

Assets	December 31,	
	2016	2015
Current assets:		
Cash and cash equivalents	\$ 12,026,899	\$ 11,047,315
Investments	10,885,278	10,288,563
Current portion of assets whose use is limited	1,226,847	1,226,723
Patient accounts receivable, net of allowance for doubtful accounts of approximately \$2,523,000 in 2016 and \$2,723,000 in 2015	14,256,059	11,008,091
Estimated third-party payor receivables	598,000	340,866
Inventories	1,983,559	1,527,368
Prepaid expenses and other	2,520,796	1,905,748
Total current assets	43,497,438	37,344,674
Assets whose use is limited:		
Board-designated funds	-	1,351,949
Donor restricted	261,353	261,353
Escrow fund	103,210	103,179
Deferred compensation	338,730	363,210
	703,293	2,079,691
Property, plant and equipment, net	45,618,726	46,206,622
Other assets:		
Interest in net assets of United Memorial Medical Center Foundation, Inc	1,594,313	1,354,444
Insurance recoveries receivable	472,467	250,000
Other	2,654,343	1,347,007
Total assets	\$ 94,540,580	\$ 88,582,438
Liabilities and net assets		
Current liabilities:		
Current portion of long-term debt, net of deferred financing costs	\$ 1,439,354	\$ 1,326,105
Accounts payable	2,657,569	4,080,055
Accrued salaries, vacations, and payroll taxes	4,203,637	3,824,510
Accrued expenses	2,638,738	3,414,060
Accrued interest payable	33,813	35,188
Estimated third-party payor payables	380,000	550,000
Due to affiliates	2,691,502	553,208
Total current liabilities	14,044,613	13,783,126
Long-term debt, net of deferred financing costs less current portion	22,876,333	24,200,704
Accrued pension	12,323,604	11,478,490
Accrued insured and self-insured liabilities	1,804,408	250,000
Estimated third-party payor payables, less current portion	1,803,228	2,263,358
Deferred compensation	338,730	363,210
Other	1,179,999	-
Total liabilities	54,370,915	52,338,888
Net assets:		
Unrestricted	37,877,349	34,141,741
Temporarily restricted	2,005,540	1,815,033
Permanently restricted	286,776	286,776
Total net assets	40,169,665	36,243,550
Total liabilities and net assets	\$ 94,540,580	\$ 88,582,438

Consolidated Statements of Operations and Changes in Net Assets

	For the Years Ended December 31,	
	2016	2015
Unrestricted revenue, gains and other support:		
Patient service revenue, net of contractual allowances and discounts	\$ 104,346,127	\$ 92,207,298
Provision for bad debts	<u>(3,716,112)</u>	<u>(3,013,801)</u>
Net patient service revenue, less provision for bad debts	100,630,015	89,193,497
Other revenue, gains and other support	<u>3,825,159</u>	<u>4,254,787</u>
Total unrestricted revenue, gains and other support	104,455,174	93,448,284
Expenses:		
Salaries and wages	40,181,144	36,871,143
Employee benefits	11,144,837	10,457,020
Professional fees	12,547,729	8,935,304
Purchased services and supplies	28,209,019	26,368,884
Depreciation and amortization	5,217,787	4,596,821
Malpractice and workers' compensation expense	2,239,304	1,510,334
Interest	1,120,619	984,817
Total expenses	<u>100,660,439</u>	<u>89,724,323</u>
Income from operations	3,794,735	3,723,961
Non-operating revenue (expense):		
Other non-operating losses, net	(92,894)	(21,068)
Investment income, net	<u>395,667</u>	<u>88,547</u>
Total non-operating revenue, net	<u>302,773</u>	<u>67,479</u>
Excess of revenues over expenses	<u>\$ 4,097,508</u>	<u>\$ 3,791,440</u>

United Memorial Medical Center
BALANCE SHEET
For the Period Ending November 30, 2017
Amounts are in ,000's

	Month Ended		Audited 12/31/16	\$ Change Cur-Prior	\$ Change Cur-Audit
	11/30/17	10/31/17			
ASSETS					
Current Assets					
Cash and short-term investments	14,252	14,795	12,027	(543)	2,225
Receivables:					
Patient accounts	19,727	19,095	16,779	632	2,948
Less allowance for doubtful accounts	(3,005)	(2,990)	(2,523)	(15)	(482)
Net Patient Receivables	16,722	16,105	14,256	617	2,466
Inventories	2,322	2,289	1,984	33	338
Prepaid Expenses and other current assets	4,487	4,375	4,346	112	141
Investments	12,003	12,023	10,885	(20)	1,118
Total Current Assets	49,786	49,587	43,498	199	6,288
Assets limited to use	703	703	703	-	-
Int Net Assets UMMC Foundation	1,594	1,594	1,594	-	-
Net Property and Equipment	44,491	44,379	45,619	112	(1,128)
Other	2,722	2,613	3,127	109	(405)
TOTAL ASSETS	99,296	98,876	94,541	420	4,755
LIABILITIES AND NET ASSETS					
Current Liabilities					
Accounts payable	4,966	4,678	2,658	288	2,308
Accrued Expense/Other	4,493	4,087	2,682	406	1,811
Salaries and benefits payable/BTO	4,183	4,156	4,193	27	(10)
Third party payor settlements	367	545	380	(178)	(13)
Current portion - long-term debt	1,477	1,461	1,440	16	37
Due to Affiliates	1,806	1,759	2,693	47	(887)
Total Current Liabilities	17,292	16,686	14,046	606	3,246
Long-term Liabilities					
Other long-term liabilities	2,552	2,552	3,324	-	(772)
Estimated third-party payor less current portion	1,803	1,803	1,803	-	-
Long-term debt, net	21,506	21,959	22,874	(453)	(1,368)
Accrued pension - additional minimum liability	12,255	12,333	12,324	(78)	(69)
TOTAL LIABILITIES	55,408	55,333	54,371	75	1,037
Net Assets					
Unrestricted	41,737	41,392	38,019	345	3,718
Temporarily restricted	1,864	1,864	1,864	-	-
Permanently restricted	287	287	287	-	-
TOTAL NET ASSETS	43,888	43,543	40,170	345	3,718
TOTAL LIABILITIES AND NET ASSETS	99,296	98,876	94,541	420	4,755

United Memorial Medical Center
STATEMENT OF OPERATIONS
For the Period Ending November 30, 2017
Amounts are in ,000's

Month Ended November 30				
Actual	Budget	\$ Change	% Change	2016
9,184	9,233	(49)	-0.5%	8,717
<u>(310)</u>	<u>(355)</u>	<u>45</u>	<u>-12.7%</u>	<u>(351)</u>
8,874	8,878	(4)	0.0%	8,366
198	275	(77)	-28.0%	364
<u>-</u>	<u>-</u>	<u>-</u>	<u>0.0%</u>	<u>20</u>
9,072	9,153	(81)	-0.9%	8,750
3,541	3,712	(171)	-4.6%	3,439
922	1,099	(177)	-16.1%	1,001
990	923	67	7.3%	1,020
1,496	1,342	154	11.5%	1,310
95	106	(11)	-10.4%	103
681	631	50	7.9%	664
507	512	(5)	-1.0%	453
85	84	1	1.2%	90
81	91	(10)	-11.0%	90
<u>328</u>	<u>311</u>	<u>17</u>	<u>5.5%</u>	<u>260</u>
8,726	8,811	(85)	-1.0%	8,430
346	342	4	1.2%	320
25	7	18	257.1%	(4)
-	-	-	0.0%	-
-	-	-	0.0%	-
<u>(35)</u>	<u>-</u>	<u>(35)</u>	<u>-100.0%</u>	<u>(148)</u>
336	349	(13)	-3.7%	168
9	-	9	100.0%	132
345	349	(4)	-1.1%	300
-	-	-	0.0%	-
-	-	-	0.0%	-
345	349	(4)	-1.1%	300

OPERATING REVENUE:

Net Patient Service Revenue prior for doubtful accounts	99,446	101,863	(2,417)	-2.4%	95,727
Allowance for Doubtful Accounts	<u>(3,796)</u>	<u>(3,952)</u>	<u>156</u>	<u>-3.9%</u>	<u>(3,469)</u>
Net Patient Service Revenue	95,650	97,911	(2,261)	-2.3%	92,258
Other operating revenue	3,129	3,064	65	2.1%	3,185
Meaningful use funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.0%</u>	<u>227</u>
Total Operating Revenue	98,779	100,975	(2,196)	-2.2%	95,670

OPERATING EXPENSES:

Salaries & wages	39,709	40,525	(816)	-2.0%	37,463
Employee benefits	11,506	12,202	(696)	-5.7%	11,389
Medical & professional fees	10,607	10,384	223	2.1%	10,614
Supplies	15,130	14,992	138	0.9%	14,369
Utilities	1,206	1,232	(26)	-2.1%	1,208
Purchased services	7,956	7,076	880	12.4%	7,134
Depr & amort	5,267	5,631	(364)	-6.5%	4,979
Interest	956	919	37	4.0%	967
Insurance	805	1,000	(195)	-19.5%	1,043
Other	<u>3,145</u>	<u>3,427</u>	<u>(282)</u>	<u>-8.2%</u>	<u>2,938</u>
Total Operating Expenses	96,287	97,388	(1,101)	-1.1%	92,104

Net Income From Operations

Investment income	540	78	462	592.3%	101
Gain/Loss Sale of Asset	10	-	10	100.0%	(68)
Loss on Impairment	(9)	-	(9)	-100.0%	(25)
Unrealized Gain/(Loss) on Investment	<u>673</u>	<u>-</u>	<u>673</u>	<u>100.0%</u>	<u>343</u>

Excess Revenue Over Expenses

Contribution for property plant and equipment	<u>12</u>	<u>-</u>	<u>12</u>	<u>100.0%</u>	<u>291</u>
Increase (Decrease) in unrestricted net assets	3,718	3,665	53	1.4%	4,208
Change in temporary restricted interest in Foundation	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.0%</u>	<u>-</u>
Increase (Decrease) in temporary restricted net assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.0%</u>	<u>-</u>
Increase (Decrease) in net assets	3,718	3,665	53	1.4%	4,208

Rochester Regional Health and Affiliates

Consolidated Balance Sheets
(in thousands of dollars)

Assets	December 31,	
	<u>2016</u>	<u>2015</u>
Current assets:		
Cash and cash equivalents	\$ 143,293	\$ 134,394
Investments	100,876	88,041
Current portion of assets whose use is limited	33,322	27,793
Patient accounts receivable, net of allowance for doubtful accounts of approximately \$33,902 and \$33,042, respectively	153,506	145,637
Estimated third-party payor receivables	24,178	24,139
Pledges receivable, net	6,288	1,235
Inventories	13,902	15,782
Prepaid expenses and other	33,889	31,753
Total current assets	<u>509,254</u>	<u>468,774</u>
Assets whose use is limited:		
Funds held by bond trustees	36,243	39,373
Board designated funds	272,980	265,027
Assets held for self-insurance programs	84,289	83,061
Escrow fund	3,410	3,700
Donor restricted	56,327	49,265
Deferred compensation	11,050	11,359
Total assets whose use is limited, net of current portion	<u>464,299</u>	<u>451,785</u>
Property and equipment - net	867,621	817,138
Other assets:		
Interest in net assets of affiliated foundations	2,772	5,966
Estimated third-party payor receivables, less current portion	6,876	7,998
Goodwill	26,552	21,036
Insurance recoveries receivable	17,246	17,800
Other assets	37,645	23,223
Total assets	<u>\$ 1,932,265</u>	<u>\$ 1,813,720</u>

Rochester Regional Health and Affiliates

Consolidated Balance Sheets (Continued)
(in thousands of dollars)

Liabilities and Net Assets	December 31,	
	<u>2016</u>	<u>2015</u>
Current liabilities:		
Accounts payable	\$ 75,229	\$ 69,507
Accrued salaries, vacation, and payroll taxes	78,114	82,526
Accrued expenses and other	60,948	61,808
Accrued interest payable	5,531	5,593
Estimated third-party payor payables	35,764	54,609
Current portion of long-term debt, net of deferred financing costs	22,685	19,688
Total current liabilities	<u>278,271</u>	<u>293,731</u>
Long-term liabilities:		
Long-term debt, net of deferred financing costs, less current portion	505,596	490,341
Interest rate swap contract	2,043	2,636
Accrued pension and postretirement benefits	359,382	328,664
Accrued insured and self-insured liabilities	131,995	130,352
Estimated third-party payor payables, less current portion	169,128	143,407
Deferred compensation	10,891	11,445
Other	9,919	7,773
Total long-term liabilities	<u>1,188,954</u>	<u>1,114,618</u>
Total liabilities	1,467,225	1,408,349
Net assets:		
Unrestricted	377,388	345,348
Noncontrolling interest in net assets of affiliates	4,139	705
Total unrestricted net assets	<u>381,527</u>	<u>346,053</u>
Temporarily restricted	63,190	40,136
Permanently restricted	20,323	19,182
Total net assets	<u>465,040</u>	<u>405,371</u>
Total liabilities and net assets	<u>\$ 1,932,265</u>	<u>\$ 1,813,720</u>

Rochester Regional Health and Affiliates

Consolidated Statements of Operations and Changes in Net Assets
(in thousands of dollars)

	For The Years Ended December 31,	
	2016	2015
Unrestricted revenues, gains, and other support		
Patient service revenue, net of contractual allowances and discounts	\$ 1,829,439	\$ 1,760,199
Provision for bad debts	(36,557)	(39,973)
Net patient service revenue, less provision for bad debts	1,792,882	1,720,226
Capitation fees	62,058	60,690
Other revenue, gains and other support	87,243	87,329
Net assets released from restrictions for operations	2,101	5,510
Total unrestricted revenues, gains, and other support	1,944,284	1,873,755
Expenses		
Salaries and wages	916,958	877,234
Employee benefits	185,679	188,373
Professional fees	200,573	189,787
Purchased services and supplies	449,567	430,811
Depreciation and amortization	87,635	85,382
Malpractice and workers' compensation expense	27,536	20,948
Interest	23,774	25,688
Other expenses	7,554	7,028
Total expenses	1,899,276	1,825,251
Income from operations before other items	45,008	48,504
Inherent contribution - UMMC and CSHC affiliations (see note 2)	-	48,077
Change in accounting estimates (see note 3)	-	(26,826)
Asset impairment charges (see note 8)	-	(10,353)
Income from operations	45,008	59,402
Income tax expense	(4,103)	(5,368)
Nonoperating revenue:		
Other non-operating gains, net	779	560
Noncontrolling interest in net income of subsidiaries	286	310
Investment income, net	7,494	9,870
Total nonoperating revenue, net	8,559	10,740
Excess of revenues over expenses	\$ 49,464	\$ 64,774

Rochester Regional Health
Balance Sheet
(In Thousands)

Assets			Liabilities and Net Assets		
	Dec 2017	Dec 2016		Dec 2017	Dec 2016
Current Assets			Current Liabilities		
Cash and short-term investments	\$ 102,789	\$ 126,381	Current portion of long-term debt	\$ 23,712	\$ 23,967
Investments	122,452	107,966	Accrued liabilities, including accounts payable	273,406	225,206
Accounts receivable, net	170,738	154,079	Total current liabilities	<u>297,118</u>	<u>249,173</u>
Other current assets	76,935	69,981			
Total current assets	<u>472,914</u>	<u>458,407</u>	Long-term Liabilities		
			Long-term debt, net current portion	693,385	517,701
Assets Limited as to Use			Estimated third-party payor settlements, net	166,019	172,951
Funds held by bond trustees	180,749	48,732	Accrued pension and postretirement liabilities	367,200	359,051
Board designated funds	290,344	265,527	Deferred compensation	10,293	10,552
Other restricted funds	45,608	34,028	Other	129,020	134,156
Total assets limited as to use	<u>516,701</u>	<u>348,287</u>	Total long-term liabilities	<u>1,365,917</u>	<u>1,194,411</u>
Property and equipment, net	943,119	865,908	Net Assets		
Other assets	386,068	352,030	Unrestricted	559,916	491,875
			Restricted	95,851	89,173
Total Assets	<u>\$ 2,318,802</u>	<u>\$ 2,024,632</u>	Total net assets	<u>655,767</u>	<u>581,048</u>
			Total Liabilities and Net Assets	<u>\$ 2,318,802</u>	<u>\$ 2,024,632</u>

Rochester Regional Health
Statement of Operations
(In Thousands)

	2017	2016
	YTD	YTD
Operating revenues		
Patient service revenue	\$ 1,857,245	\$ 1,780,750
Less provision for bad debt	31,410	40,478
Net patient service revenue	<u>1,825,835</u>	<u>1,740,272</u>
Capitation fees	67,514	62,421
Other operating revenue	186,135	169,859
Total operating revenues	<u>\$ 2,079,484</u>	<u>\$ 1,972,552</u>
Operating expenses		
Salaries and benefits	1,181,626	1,113,171
Physician professional fees	267,350	234,808
Supplies and other	480,943	469,947
Depreciation and amortization	87,953	88,365
Interest	24,013	22,907
Total operating expenses	<u>2,041,885</u>	<u>1,929,198</u>
Operating income (loss)	37,599	43,354
One time settlement	<u>-</u>	<u>2,536</u>
Operating income after one-time settlement	37,599	45,890
Nonoperating income (loss)	<u>14,333</u>	<u>2,122</u>
Revenues over (under) expenses	<u>\$ 51,932</u>	<u>\$ 48,012</u>

White Plains Hospital Center and Subsidiaries

Consolidated Balance Sheets

	December 31	
	2017	2016
	<i>(In Thousands)</i>	
Assets		
Current assets:		
Cash and cash equivalents	\$ 45,231	\$ 58,633
Investments and marketable securities	61,986	11,255
Assets limited as to use, current portion	2,139	2,034
Receivables for patient care, less allowance for doubtful accounts of approximately \$24,340 in 2017 and \$17,992 in 2016	74,980	60,922
Estimated insurance recoveries, current portion	6,696	5,180
Other current assets	22,050	16,339
Total current assets	<u>213,082</u>	<u>154,363</u>
Assets limited as to use, net of current portion	30,401	21,386
Intangible assets	38,031	24,243
Estimated insurance recoveries, net of current portion	25,376	19,530
Property, buildings and equipment, net	367,763	345,810
Other noncurrent assets	2,848	4,224
Total assets	<u>\$ 677,501</u>	<u>\$ 569,556</u>
Liabilities and net assets		
Current liabilities:		
Accounts payable and accrued expenses	\$ 52,887	\$ 31,064
Accrued salaries, wages and related benefits	56,705	48,415
Long-term debt and capital lease obligations, current portion	10,645	5,720
Accrued retirement contribution payable	10,209	9,399
Estimated liability for malpractice claims	7,965	6,479
Due to third-party payers, current portion	7,536	5,624
Due to related parties, current portion	6,344	3,509
Total current liabilities	<u>152,291</u>	<u>110,210</u>
Accrued pension liability	20,084	26,049
Estimated liability for malpractice claims, net of current portion	35,743	25,068
Long-term debt and capital lease obligations, net of current portion	47,673	35,764
Due to third-party payers, net of current portion	6,328	6,323
Due to related parties, net of current portion	10,916	7,076
Other noncurrent liabilities	12,220	24,658
Total liabilities	<u>285,255</u>	<u>235,148</u>
Commitments and contingencies		
Net assets:		
Unrestricted	371,251	311,885
Temporarily restricted	17,686	19,229
Permanently restricted	3,309	3,294
Total net assets	<u>392,246</u>	<u>334,408</u>
Total liabilities and net assets	<u>\$ 677,501</u>	<u>\$ 569,556</u>

White Plains Hospital Center and Subsidiaries

Consolidated Statements of Operations

	Year Ended December 31	
	2017	2016
	<i>(In Thousands)</i>	
Operating revenue		
Patient service revenue (net of contractual allowances and discounts)	\$ 643,964	\$ 541,403
Less provision for bad debts	19,898	21,900
Net patient service revenue	624,066	519,503
Contributions, net of fundraising expenses	2,214	2,766
Other revenue	11,749	10,532
Net assets released from restrictions for operations	958	1,336
Total operating revenue	<u>638,987</u>	<u>534,137</u>
Operating expenses		
Salaries and wages	298,821	251,505
Employee benefits	56,573	48,897
Supplies and other expenses	216,543	183,477
Depreciation and amortization	32,575	29,594
Interest	2,070	1,879
Total operating expenses	<u>606,582</u>	<u>515,352</u>
Excess of operating revenues over operating expenses before other items	32,405	18,785

Continued on next page.

White Plains Hospital Center and Subsidiaries
 Consolidated Statements of Operations (continued)

	Year Ended December 31	
	2017	2016
	<i>(In Thousands)</i>	
Excess of operating revenues over operating expenses before other items <i>(from previous page)</i>	\$ 32,405	\$ 18,785
Other items		
Changes in net unrealized gains and losses on investments	(1,600)	(2,550)
Net periodic pension benefit credits (non-service related)	2,241	2,384
Excess of revenues over expenses	<u>33,046</u>	<u>18,619</u>
Other changes in unrestricted net assets		
Contributed capital	17,353	39,593
Change in defined benefit pension plan liability to be recognized in future periods	3,725	(5,078)
Net assets released from restrictions for capital acquisitions	5,242	487
Change in unrestricted net assets	<u>\$ 59,366</u>	<u>\$ 53,621</u>

White Plains Hospital Center and Subsidiaries
Consolidated Balance Sheets

	December 31	
	2016	2015
	<i>(In Thousands)</i>	
Assets		
Current assets:		
Cash and cash equivalents	\$ 58,633	\$ 15,240
Investments and marketable securities	11,255	38,733
Assets limited as to use, current portion	2,034	1,934
Receivables for patient care, less allowance for doubtful accounts of approximately \$17,992 in 2016 and \$14,962 in 2015	60,922	47,354
Estimated insurance recoveries, current portion	5,180	2,911
Other current assets	16,339	13,885
Total current assets	154,363	120,057
Assets limited as to use, net of current portion	21,386	25,552
Intangible assets	24,243	24,243
Estimated insurance recoveries, net of current portion	19,530	8,734
Property, buildings and equipment, net	345,810	308,032
Other noncurrent assets	4,224	2,146
Total assets	\$ 569,556	\$ 488,764
Liabilities and net assets		
Current liabilities:		
Accounts payable and accrued expenses	\$ 31,064	\$ 28,146
Accrued salaries, wages and related benefits	48,415	39,460
Long-term debt and capital lease obligations, current portion	5,720	4,142
Line of credit	—	4,000
Accrued retirement contribution payable	9,399	7,690
Estimated liability for malpractice claims	6,479	5,015
Due to third-party payers, current portion	5,624	4,543
Due to related parties, current portion	3,509	4,299
Total current liabilities	110,210	97,295
Accrued pension liability	26,049	23,355
Estimated liability for malpractice claims, net of current portion	25,068	15,045
Long-term debt and capital lease obligations, net of current portion	35,764	28,794
Due to third-party payers, net of current portion	6,323	10,773
Due to related parties, net of current portion	7,076	10,046
Other noncurrent liabilities	24,658	30,474
Total liabilities	235,148	215,782
Commitments and contingencies		
Net assets:		
Unrestricted	311,885	258,264
Temporarily restricted	19,229	11,474
Permanently restricted	3,294	3,244
Total net assets	334,408	272,982
Total liabilities and net assets	\$ 569,556	\$ 488,764

White Plains Hospital Center and Subsidiaries
 Consolidated Statements of Operations

	Year Ended December 31	
	2016	2015
	<i>(In Thousands)</i>	
Operating revenue		
Patient service revenue (net of contractual allowances and discounts)	\$ 541,403	\$ 460,724
Less provision for bad debts	21,900	19,783
Net patient service revenue	519,503	440,941
Contributions, less fundraising expenses	2,766	1,974
Other revenue	10,532	8,743
Net assets released from restrictions for operations	1,336	367
Total operating revenue	534,137	452,025
Operating expenses		
Salaries and wages	251,505	218,968
Employee benefits	46,513	40,561
Supplies and other expenses	183,477	148,432
Depreciation and amortization	29,594	21,860
Interest	1,879	803
Total operating expenses	512,968	430,624
Income from operations before certain items	21,169	21,401

Continued on next page.

White Plains Hospital Center and Subsidiaries
 Consolidated Statements of Operations (continued)

	Year Ended December 31	
	2016	2015
	<i>(In Thousands)</i>	
Income from operations before certain items <i>(from previous page)</i>	\$ 21,169	\$ 21,401
Other item		
Change in net unrealized gains and losses on investments	<u>(2,550)</u>	<u>(42)</u>
Income from operations	18,619	21,359
Other changes in unrestricted net assets		
Contributed capital	39,593	104,805
Change in defined benefit pension plan liability to be recognized in future periods	(5,078)	4,946
Net assets released from restrictions for capital acquisitions	487	507
Change in unrestricted net assets	<u>\$ 53,621</u>	<u>\$ 131,617</u>

Sensitivity Analysis: Effect of Lower Volume on Revenue

As Presented

Assumptions:

Article 28 annual volume growth 2016-2023:	6.0%
Non-article 28 annual volume growth 2016-2023:	9.9%

	2016		2021 Applicant Projection		2023 Applicant Projection	
	Rate	Base Utilization	Volume	Revenue	Volume	Revenue
Article 28	6.0%	61282	21698	\$ 46,233,292	30958	\$ 66,926,486
Non-Article 28	9.9%	31999	25508	\$ 12,442,728	30028	\$ 14,473,583
				\$ 58,676,020		\$ 81,400,069
Incremental Net Income:				\$ 1,222,582		\$ 8,832,154
Enterprise Net Income:				\$ 49,437,000		\$ 61,963,000

Lower Growth Scenario #1

Assumptions:

Article 28 annual volume growth 2016-2023:	4.0%
Non-article 28 annual volume growth 2016-2023:	7.0%

	2016		2021 With Lower Growth		2023 With Lower Growth	
	Rate	Base Utilization	Volume	Revenue	Volume	Revenue
Article 28	4.0%	61282	13277	\$ 28,289,974	19361	\$ 41,855,388
Non-Article 28	7.0%	31999	12881	\$ 6,283,438	19384	\$ 9,343,338
				\$ 34,573,412		\$ 51,198,726
Net Change In Revenue:				\$ (24,102,608)		\$ (30,201,343)
Revised Incremental Net Income:				\$ (22,880,026)		\$ (21,369,189)
Revised Enterprise Net Income:				\$ 25,334,392		\$ 31,761,657

Lower Growth Scenario #2

Assumptions:

Article 28 annual volume growth 2016-2023:	5.0%
Non-article 28 annual volume growth 2016-2023:	8.5%

	2016		2021 With Lower Growth		2023 With Lower Growth	
	Rate	Base Utilization	Volume	Revenue	Volume	Revenue
Article 28	5.0%	61282	16931	\$ 36,076,130	24948	\$ 53,933,625
Non-Article 28	8.5%	31999	16117	\$ 7,861,587	24644	\$ 11,878,374
				\$ 43,937,717		\$ 65,811,999
Net Change In Revenue:				\$ (14,738,303)		\$ (15,588,070)
Revised Incremental Net Income:				\$ (13,515,721)		\$ (6,755,916)
Revised Enterprise Net Income:				\$ 34,698,697		\$ 46,374,930

Note that in all scenarios expenses are held constant at original forecast levels.

Pro Forma Balance Sheet

ASSETS:

Cash	\$335,261
Moveable Equipment	649,190
Leasehold Improvements	<u>2,089,347</u>
TOTAL ASSETS	\$3,073,798

LIABILITIES:

Equipment Loan	\$649,190
Bank Loan	1,789,846
Working Capital Loan	<u>160,000</u>
TOTAL LIABILITIES	\$2,599,036

NET ASSETS	\$474,762
------------	-----------

Balance Sheet
WNY Medical Management, LLC
12/31/2016 & 12/31/2017

	<u>12/31/16</u>	<u>12/31/17</u>
Assets:		
Current Assets:		
Cash	\$69,351	\$95,630
Accounts Receivable	\$185,220	\$109,964
Rental Income Receivable	\$-00	\$13,109
Prepaid Expenses	\$-00	\$26,794
Landlord Allowance Receivable	\$-00	\$10,000
	<hr/>	<hr/>
Total Current Assets	\$254,571	\$255,497
Property Plant and Equipment Net	\$260,999	\$238,259
	<hr/>	<hr/>
Total Assets	<u>\$515,570</u>	<u>\$493,756</u>
	=====	=====
 Liabilities and Members' Equity:		
Current Liabilities		
Accounts Payable	\$6,207	\$-00
Equipment Payable	\$-00	\$10,398
Line of Credit	\$-00	\$-00
Current Potion of Long-term Debt	\$75,733	\$79,238
	<hr/>	<hr/>
Total Current Liabilities	\$81,940	\$89,635
Long Term Liabilities		
Long Term Debt Less Current Portion	\$263,711	\$184,473
	<hr/>	<hr/>
Total Liabilities	\$345,651	\$274,109
 Member's Equity	 \$169,919	 \$219,647
	<hr/>	<hr/>
Total Liabilities and Member's Equity	<u>\$515,570</u>	<u>\$493,756</u>
	=====	=====

Income Statement
 12/31/2016 & 12/31/2017
 WNY Medical Management, LLC

	Period Ending <u>12/31/2016</u>	Period Ending <u>12/31/2017</u>
Patient Revenue	\$1,005,760	\$1,192,200
Rental Income	\$2,000	\$24,050
Total Revenue	<u>\$1,007,760</u>	<u>\$1,216,250</u>
Expenses:		
Wages	\$289,836	\$308,003
Medical Supplies	\$148,763	\$221,620
Depreciation	\$82,537	\$81,695
Rent & Utilities	\$89,868	\$189,705
Professional Fees	\$90,790	\$65,636
Office Supplies and Expenses	\$40,380	\$44,848
Employee Benefits	\$37,752	\$41,228
Payroll Taxes	\$26,831	\$29,638
Repairs and Maintenance	\$17,042	\$18,089
Interest	\$17,830	\$13,946
Dues and Subscriptions	\$36,904	\$41,721
Other Miscellaneous	\$4,208	\$5,142
Janitorial and Linen Services	\$14,795	\$20,989
Insurance	\$16,050	\$20,945
Licenses and Fees	\$3,629	\$3,319
Total Expenses	<u>\$917,215</u>	<u>\$1,106,522</u>
Net Revenue	<u>\$88,545</u> =====	<u>\$109,728</u> =====
Members Equity , Beginning of Year	\$111,374	\$169,919
Owners' Distribution	<u>\$30,000</u>	<u>\$60,000</u>
Members Equity , End of Year/Quarter	<u>\$169,919</u> =====	<u>\$219,647</u> =====

WNY MEDICAL MANAGEMENT, LLC.

Balance Sheets

December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>		
Current assets:		
Cash	\$ 70,306	\$ 13,053
Accounts receivable, net	158,644	231,107
Prepaid expenses	22,781	-
Total current assets	<u>251,731</u>	<u>244,160</u>
Property and equipment, net	<u>259,445</u>	<u>340,036</u>
Other assets:		
Deposits	<u>4,000</u>	<u>-</u>
Total assets	<u>\$ 515,176</u>	<u>\$ 584,196</u>
<u>LIABILITIES AND MEMBERS' EQUITY</u>		
Current liabilities:		
Accounts payable	\$ 17,833	\$ 101,955
Accrued expenses	405	452
Line of credit	-	94,596
Current portion of long-term debt	75,924	144,569
Total current liabilities	<u>94,162</u>	<u>341,572</u>
Long-term liabilities:		
Long-term debt, less current portion	<u>263,520</u>	<u>131,250</u>
Total liabilities	<u>357,682</u>	<u>472,822</u>
Members' equity	<u>157,494</u>	<u>111,374</u>
Total liabilities and members' equity	<u>\$ 515,176</u>	<u>\$ 584,196</u>

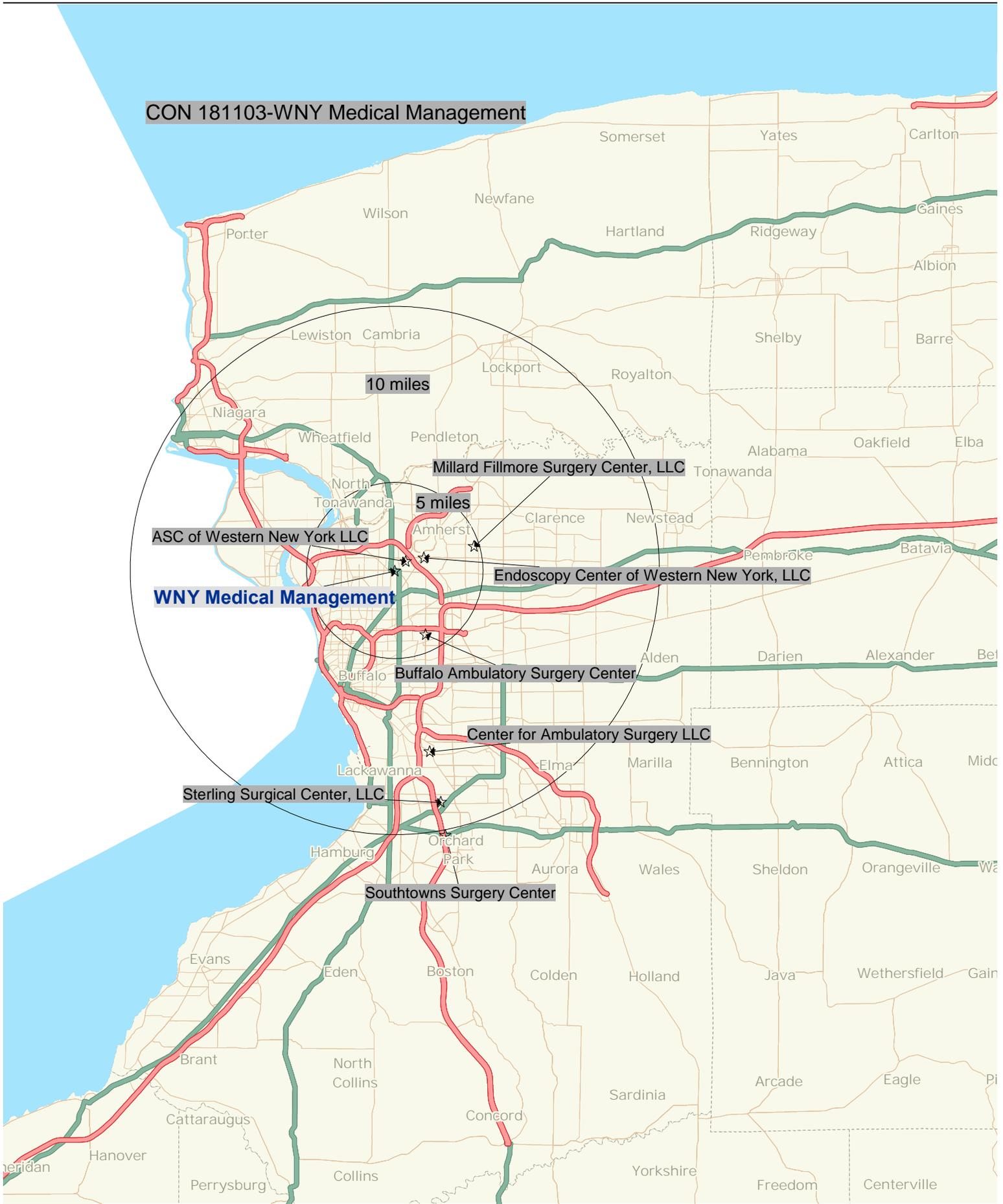
The Accompanying Notes are an Integral Part of the Financial Statements.

WNY MEDICAL MANAGEMENT, LLC.
Statements of Income and Members' Equity
For the years ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Revenue		
Patient fees	\$ 971,315	\$ 795,487
	<u>971,315</u>	<u>795,487</u>
Operating expenses		
Wages	289,420	227,396
Medical supplies and expenses	146,542	115,131
Rent	86,793	68,920
Professional fees	85,850	71,338
Depreciation	80,591	79,878
Office supplies and expenses	40,437	29,856
Employee benefits	37,969	36,388
Payroll taxes	24,626	20,614
Dues and subscriptions	19,085	16,540
Repairs, maintenance and equipment service contracts	17,919	13,905
Janitorial and linen services	17,381	10,795
Insurance	15,687	15,026
Licenses and fees	9,019	2,316
Other miscellaneous expenses	5,450	7,415
Total operating expenses	<u>876,769</u>	<u>715,518</u>
Income from operations	<u>94,546</u>	<u>79,969</u>
Other income (expense)		
Interest income	1	-
Interest expense	(18,427)	(19,468)
Total other income (expense)	<u>(18,426)</u>	<u>(19,468)</u>
Net income	76,120	60,501
Members' equity, beginning of year	111,374	50,873
Member distributions	<u>(30,000)</u>	<u>-</u>
Members' equity, end of year	<u>\$ 157,494</u>	<u>\$ 111,374</u>

The Accompanying Notes are an Integral Part of the Financial Statements.

CON 181103-WNY Medical Management



LIBERTY ENDOSCOPY CENTER, LLC

	Current	Proposed
Albert Harary, M.D.	2.25%	1.61%
Alexander Chun, M.D.	4.49%	3.21%
Anthony Borcich, M.D.	2.25%	1.61%
Carl McDougall, M.D.	4.49%	3.21%
David Robbins, M.D.	6.85%	4.89%
Eric Morgenstern, M.D.	4.49%	3.21%
Ilan Weisberg, M.D.	4.49%	3.21%
Jennifer Bonheur, M.D.	6.85%	4.89%
Jonathan Warman, M.D.	2.25%	1.61%
Julie Foont, M.D.	6.85%	4.89%
Jusuf Zlatanovic, M.D.	6.85%	4.89%
Makoto Iwahara, M.D.	4.49%	3.21%
Michael Krumholz, M.D.	4.49%	3.21%
Mylan Satchi, M.D.	1.12%	0.80%
Paulo Pacheco, M.D.	6.85%	4.89%
Peter Baiocco, M.D.	4.49%	3.21%
Peter Kim, M.D.	10.00%	7.14%
Yasmin Metz, M.D.	0.45%	0.32%
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%
Total	100.00%	100.00%

**Liberty Endoscopy Center
Balance Sheet
Unaudited**

		<u>December 31, 2017</u>
Assets		
Current Assets		
Cash	\$	347,165
Accounts Receivable, Net		754,347
Accounts Receivable, Anesthesia		81,937
Due To/From Related Parties		7,768
Prepaid Expenses and Short Term Deposits		53,452
		1,244,668
Net Property and Equipment		
Property and Equipment		3,472,684
Accumulated Depreciation		(314,165)
		3,158,519
Long Term Assets		
Total Assets	\$	4,403,187
Liabilities and Member's Equity		
Current Liabilities		
Accounts Payable and Accrued Expenses	\$	414,329
Current Portion of Debt		664,328
		1,078,657
Long Term Liabilities		
Accrued Rent & Other Long Term Liabilities		603,816
Long Term Debt, net of current portions		2,835,331
		3,439,147
Total Liabilities		4,517,804
Member's Equity		
Members Capital		1,496,680
Retained Earnings - Prior yrs		(1,334,981)
Distribution to Partners		(1,151,968)
Net Income (Loss)		875,651
Members Equity		(114,618)
Total Liabilities and Members Equity	\$	4,403,187

**Liberty Endoscopy Center
Statement of Operations
For the Period Ending 12/31/2017
UNAUDITED**

	JAN-2017	FEB-2017	MAR-2017	APR-2017	MAY-2017	JUN-2017	JUL-2017	AUG-2017	SEP-2017	OCT-2017	NOV-2017	DEC-2017	YTD	YTD
	PID	PID	PID	PID	PID	PID	PID	PID	PID	PID	PID	PID	PID	PID
Visits	0	68	235	194	243	285	241	324	303	342	302	303	303	2,840
Procedures	0	87	282	243	306	352	292	386	355	421	379	387	387	3,490
Business Days	0	15	23	20	22	22	20	23	20	22	20	20	20	227
INCOME														
Net Facility Cash Receipts / Net Charges	0	119,248	341,843	311,098	329,878	364,995	349,546	491,994	454,128	538,365	461,819	484,269	4,247,174	
Net Anesthesia Cash Receipts / Net Charges	0	29,419	115,955	115,187	144,997	149,983	139,156	172,014	160,969	180,315	168,500	134,450	1,491,226	
Net Revenue & Other Income	0	148,667	457,038	426,285	474,874	514,979	478,982	664,008	615,097	718,681	620,319	618,719	5,738,401	
DIRECT OPERATING EXPENSES														
Salary & Wages	7,729	21,817	25,122	25,303	60,224	77,857	52,400	67,779	126,867	127,284	116,953	121,338	832,772	
Non-Employee Compensation	27,205	67,910	93,373	91,224	98,169	94,504	79,754	62,664	52,988	30,040	34,472	33,843	754,096	
Payroll Taxes	651	4,560	4,385	4,041	6,634	8,005	4,735	6,353	6,822	9,925	6,870	6,862	70,025	
Employee Benefits - Insurance	(4)	(6)	(10)	(10)	7,134	332	(77)	(1,235)	10,925	3,550	6,075	7,468	34,140	
Drugs & Medications	0	0	0	1,253	3,521	4,650	744	722	0	4,069	1,919	3,043	19,921	
Marketing	1,906	0	0	2,547	0	3,466	149	149	0	0	0	514	8,880	
Medical Supplies	39,161	19,361	40,152	18,622	19,371	26,600	20,518	23,787	20,857	25,605	38,287	30,025	322,945	
Office & Miscellaneous Expenses	4,253	7,609	4,134	4,052	4,436	3,018	2,307	8,097	3,416	8,783	4,151	1,114	55,360	
Postage & Printing	0	69	0	302	102	13	100	11	0	1,354	2,143	10	4,104	
Recruiting Costs	195	0	195	52,500	291	68	1,474	1,874	1,356	0	1,341	2,181	61,275	
Repairs, Maintenance & Cleaning	30,280	9,162	19,971	19,473	18,850	29,178	13,234	12,073	12,789	20,064	13,596	19,752	216,423	
Uniforms & Laundry	787	1,478	1,946	2,378	2,481	2,960	2,960	1,496	1,358	3,918	3,046	2,370	25,158	
TOTAL DIRECT OPERATING EXPENSES	112,355	131,956	189,184	221,251	207,130	250,153	177,490	183,581	237,436	234,532	230,852	229,121	2,405,100	
Direct Operating Exp %	0%	111%	55%	71%	63%	69%	51%	37%	52%	44%	50%	47%	57%	
Operating Income (Loss) before Other Expense	(112,355)	16,711	268,614	205,035	267,745	264,826	301,492	480,427	377,650	484,089	389,467	389,589	3,333,300	
OTHER EXPENSES														
Accounting & Consulting	9,202	20,921	9,940	7,903	8,325	22,260	44,073	24,383	23,832	6,631	19,182	13,471	210,124	
Bank Fees & Collection Fees	746	506	70	470	423	792	1,007	2,693	2,599	24,036	2,945	2,318	36,602	
Billing and Administrative Service Fees	0	19,760	23,475	25,528	28,237	10,417	27,666	27,752	39,835	46,795	34,223	35,001	317,500	
Equipment Rental	8,186	0	0	0	0	0	11,947	11,947	0	11,947	12,016	12,020	69,004	
Insurance	27,969	5,842	0	5,470	4,047	2,305	1,855	1,855	2,109	2,100	3,059	3,069	97,301	
Legal Fees	0	0	0	481	825	1,618	1,680	2,039	7,386	0	0	0	14,628	
Medical Director Fees	4,187	4,167	4,167	4,167	4,167	0	0	8,333	0	0	0	0	29,167	
Rent Expense	74,126	74,126	74,126	74,845	97,645	74,125	74,125	74,125	74,125	96,042	83,197	79,305	949,913	
Taxes, Licenses and Fees	823	885	50	12,085	15,806	506	619	619	6,875	2,000	6,887	4,470	50,755	
Telephone & Utilities	834	10,160	12,634	11,311	10,434	4,390	7,423	9,838	3,048	3,047	3,086	3,057	79,260	
Travel & Entertainment	8,829	0	100	555	179	25	0	753	1,128	0	967	1,810	14,345	
TOTAL OTHER EXPENSES	134,879	135,311	123,396	130,780	167,317	129,431	170,732	156,314	169,051	182,598	165,330	152,511	1,829,659	
EBITDA	(247,233)	(118,599)	143,218	74,255	100,427	135,395	130,761	324,113	208,599	291,491	224,137	237,078	1,430,890	
Depreciation	0	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(28,560)	(314,165)	
Interest Expense	(22,267)	(12,251)	(11,818)	(17,258)	(16,820)	(16,746)	(18,743)	(17,353)	(13,044)	(15,549)	(15,677)	(14,967)	(190,493)	
Income Tax Expense	0	0	(3,450)	(1,320)	(2,172)	(3,478)	(3,315)	(10,061)	(6,169)	(8,983)	(5,785)	(5,394)	(49,959)	
Non-Recurring Items	(6,644)	(30,576)	(13,528)	0	(2,250)	0	0	0	0	0	0	0	(73,333)	
Net Income (Loss)	(\$275,145)	(\$189,895)	\$85,862	\$37,117	\$50,625	\$46,511	\$82,143	\$268,138	\$160,225	\$238,393	\$168,454	\$173,514	\$875,651	

NOTE: January through September activity is from Quickbooks with adjustments to reclass expenses from one expense to another and also add depreciation. Therefore, these financials will not match ones provided to the board in prior months.

Oneida Health Systems, Inc.

	01/01/2018 - 02/28/2018 <u>Internals</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
ASSETS - CURRENT	\$ 21,840,414	\$ 22,786,112	\$ 21,202,933	\$ 26,807,106
ASSETS - FIXED AND OTHER	\$ 71,337,818	\$ 71,759,863	\$ 70,895,953	\$ 69,885,823
TOTAL ASSETS	\$ 93,178,232	\$ 94,545,975	\$ 92,098,886	\$ 96,692,929
LIABILITIES - CURRENT	\$ 14,236,521	\$ 16,903,411	\$ 16,803,881	\$ 15,859,952
LIABILITIES - LONG-TERM	\$ 31,258,436	\$ 29,950,406	\$ 30,827,262	\$ 34,902,517
TOTAL LIABILITIES	\$ 45,494,957	\$ 46,853,817	\$ 47,631,143	\$ 50,762,469
WORKING CAPITAL	\$ 7,603,893	\$ 5,882,701	\$ 4,399,052	\$ 10,947,154
INCOME	\$ 15,639,912	\$ 93,545,535	\$ 91,060,214	\$ 94,219,415
EXPENSE	\$ 16,004,490	\$ 94,339,287	\$ 95,276,828	\$ 95,112,844
NET INCOME	\$ (364,578)	\$ (793,752)	\$ (4,216,614)	\$ (893,429)
NET ASSET POSITION	\$ 47,683,275	\$ 47,692,158	\$ 44,467,743	\$ 45,930,460

ONEIDA HEALTH SYSTEMS, INC.
d/b/a
ONEIDA HEALTHCARE

Consolidated Balance Sheets

December 31, 2016 and 2015

<u>Assets</u>	<u>2016</u>	<u>2015</u>
Current assets:		
Cash and cash equivalents	\$ 5,243,881	6,279,005
Short-term investments	151,893	3,086,709
Patient accounts receivable, net of allowance for doubtful accounts of \$4,628,152 in 2016 and \$6,026,780 in 2015	10,722,595	11,403,664
Prepaid expenses and other current assets	5,084,564	6,037,728
Total current assets	21,202,933	26,807,106
Assets limited as to use	30,467,589	27,135,279
Property and equipment, net	35,163,875	37,867,274
Other assets	3,432,192	3,102,366
Interest in net assets of Oneida Healthcare Foundation, Inc.	1,832,297	1,780,904
	<u>\$ 92,098,886</u>	<u>96,692,929</u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Current portion of long-term debt	2,262,093	1,571,082
Accounts payable	3,085,267	2,319,116
Accrued expenses and other liabilities	8,935,260	8,529,657
Retirement plan obligations	322,773	277,226
Estimated third-party payor settlements and advances	2,198,488	3,162,871
Total current liabilities	16,803,881	15,859,952
Long-term debt, net of current portion	21,438,644	23,107,316
Retirement plan obligations, net of current portion	5,459,121	8,217,627
Other liabilities	3,929,497	3,577,574
Total liabilities	47,631,143	50,762,469
Net assets:		
Unrestricted	44,303,322	45,792,719
Temporarily restricted	98,146	71,466
Permanently restricted	66,275	66,275
Total net assets	44,467,743	45,930,460
Commitments and contingencies	<u>\$ 92,098,886</u>	<u>96,692,929</u>

ONEIDA HEALTH SYSTEMS, INC.
d/b/a
ONEIDA HEALTHCARE

Consolidated 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:		
Net patient service revenue (net of contractual allowances and discounts)	\$ 91,008,085	96,317,666
Provisions for bad debts	<u>(2,863,392)</u>	<u>(4,719,068)</u>
Net patient service revenue less provision for bad debts	88,144,693	91,598,598
Other operating revenue	<u>1,464,437</u>	<u>1,421,052</u>
Total unrestricted revenues, gains and other support	<u>89,609,130</u>	<u>93,019,650</u>
Expenses:		
Salaries and wages	44,667,214	43,584,796
Fringe benefits	11,355,577	10,738,528
Supplies and other expenses	30,919,131	29,863,615
Depreciation and amortization	6,637,456	6,661,969
Interest	728,728	1,188,977
New York State gross receipts assessment	<u>968,722</u>	<u>1,045,409</u>
Total expenses	<u>95,276,828</u>	<u>93,083,294</u>
Loss from operations	<u>(5,667,698)</u>	<u>(63,644)</u>
Other revenue (expense):		
Investment income	1,433,711	1,199,765
Change in fair value of interest rate swap	17,373	-
Loss on extinguishment of debt	<u>-</u>	<u>(2,029,550)</u>
Other revenue (expense), net	<u>1,451,084</u>	<u>(829,785)</u>
Deficiency of revenues over expenses	<u>(4,216,614)</u>	<u>(893,429)</u>
Forgiveness of term note	-	368,531
Change in net unrealized gains and losses on investments	479,399	(1,586,779)
Change in interest in unrestricted net assets of Foundation	44,713	56,383
Grants and contributions for capital acquisitions	136,000	102,250
Net assets released from restriction for capital acquisition	416,727	360,089
Retirement plan obligation changes other than net periodic benefit cost	<u>1,650,378</u>	<u>(291,482)</u>
Decrease in unrestricted net assets	<u>(1,489,397)</u>	<u>(1,884,437)</u>
Temporarily restricted net assets:		
Grants and donations	436,727	360,089
Change in interest in temporarily restricted net assets of Foundation	6,680	(4,016)
Net assets released from restriction	<u>(416,727)</u>	<u>(360,089)</u>
Increase (decrease) in temporarily restricted net assets	<u>26,680</u>	<u>(4,016)</u>
Decrease in net assets	<u>(1,462,717)</u>	<u>(1,888,453)</u>
Net assets at beginning of year	<u>45,930,460</u>	<u>47,818,913</u>
Net assets at end of year	<u>\$ 44,467,743</u>	<u>45,930,460</u>

ONEIDA HEALTH SYSTEMS, INC.
d/b/a

ONEIDA HEALTHCARE

Consolidated Balance Sheets

December 31, 2017 and 2016

<u>Assets</u>	<u>2017</u>	<u>2016</u>
Current assets:		
Cash and cash equivalents	\$ 6,270,195	5,243,881
Short-term investments	149,112	151,893
Patient accounts receivable, net of allowance for doubtful accounts of \$5,168,306 in 2017 and \$4,628,152 in 2016	10,916,672	10,722,595
Prepaid expenses and other current assets	<u>5,450,133</u>	<u>5,084,564</u>
Total current assets	22,786,112	21,202,933
Assets limited as to use	33,206,920	30,467,589
Property and equipment, net	33,475,364	35,163,875
Other assets	3,215,338	3,432,192
Interest in net assets of Oneida Healthcare Foundation, Inc.	<u>1,862,241</u>	<u>1,832,297</u>
	<u><u>\$ 94,545,975</u></u>	<u><u>92,098,886</u></u>
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Current portion of long-term debt	2,307,156	2,262,093
Accounts payable	3,006,686	3,085,267
Accrued expenses and other liabilities	9,085,455	8,935,260
Retirement plan obligations	381,036	322,773
Estimated third-party payor settlements and advances	<u>2,123,078</u>	<u>2,198,488</u>
Total current liabilities	16,903,411	16,803,881
Long-term debt, net of current portion	21,140,502	21,438,644
Retirement plan obligations, net of current portion	4,980,143	5,459,121
Other liabilities	<u>3,829,761</u>	<u>3,929,497</u>
Total liabilities	<u>46,853,817</u>	<u>47,631,143</u>
Net assets:		
Unrestricted	47,205,519	44,303,322
Temporarily restricted	420,364	98,146
Permanently restricted	<u>66,275</u>	<u>66,275</u>
Total net assets	<u>47,692,158</u>	<u>44,467,743</u>
Commitments and contingencies	<u><u>\$ 94,545,975</u></u>	<u><u>92,098,886</u></u>

ONEIDA HEALTH SYSTEMS, INC.
d/b/a
ONEIDA HEALTHCARE

Consolidated Statements of Operations and Changes in Net Assets
Years ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Unrestricted revenues, gains and other support:		
Net patient service revenue (net of contractual allowances and discounts)	\$ 92,707,324	91,008,085
Provisions for bad debts	<u>(3,277,872)</u>	<u>(2,863,392)</u>
Net patient service revenue less provision for bad debts	89,429,452	88,144,693
Other operating revenue	<u>2,532,116</u>	<u>1,464,437</u>
Total unrestricted revenues, gains and other support	<u>91,961,568</u>	<u>89,609,130</u>
Expenses:		
Salaries and wages	45,076,944	44,667,214
Fringe benefits	10,426,827	11,355,577
Supplies and other expenses	31,268,592	30,919,131
Depreciation and amortization	6,010,840	6,637,456
Interest	675,081	728,728
New York State gross receipts assessment	<u>881,003</u>	<u>968,722</u>
Total expenses	<u>94,339,287</u>	<u>95,276,828</u>
Loss from operations	<u>(2,377,719)</u>	<u>(5,667,698)</u>
Other revenue:		
Investment income	1,580,875	1,433,711
Change in fair value of interest rate swap	<u>3,092</u>	<u>17,373</u>
Other revenue	<u>1,583,967</u>	<u>1,451,084</u>
Deficiency of revenues over expenses	(793,752)	(4,216,614)
Change in net unrealized gains and losses on investments	1,438,628	479,399
Change in interest in unrestricted net assets of Foundation	27,707	44,713
Grants and contributions for capital acquisitions	91,982	136,000
Net assets released from restriction for capital acquisition	3,381,381	416,727
Retirement plan obligation changes other than net periodic benefit cost	<u>(1,243,749)</u>	<u>1,650,378</u>
Increase (decrease) in unrestricted net assets	<u>2,902,197</u>	<u>(1,489,397)</u>
Temporarily restricted net assets:		
Grants and donations	3,701,362	436,727
Change in interest in temporarily restricted net assets of Foundation	2,237	6,680
Net assets released from restriction	<u>(3,381,381)</u>	<u>(416,727)</u>
Increase in temporarily restricted net assets	<u>322,218</u>	<u>26,680</u>
Increase (decrease) in net assets	3,224,415	(1,462,717)
Net assets at beginning of year	<u>44,467,743</u>	<u>45,930,460</u>
Net assets at end of year	<u>\$ 47,692,158</u>	<u>44,467,743</u>

Assets

General Funds	2/28/18	12/31/17
Current Assets:		
Cash and cash equivalents	\$3,905,952	\$6,202,513
Short term investments	\$150,000	\$150,000
Patient receivable, net of doubtful accounts	12,458,185	10,916,672
Inventories	1,517,917	1,491,877
Prepaid expenses and other assets	3,808,360	3,978,079
Total current assets	21,840,414	22,739,141
Assets whose use is limited:		
Cash and cash equivalents	30,455,703	31,059,660
Escrows and Bond Proceeds	1,945,055	1,945,055
Total Assets Whose Use is Limited	32,400,758	33,004,715
Pledges Receivable, net	10,284	10,284
Gross Property Plant & Equipment	122,405,415	121,787,596
Accum Deprec Property Plant & Equipment	(89,172,020)	(88,312,233)
Net Property Plant & Equipment	33,233,394	33,475,364
Other Assets	2,771,350	2,765,875
Charitable Gift Annuity	175,134	175,134
Advances to Oneida Health Care Corp.	23,271	21,271
Interest in net assets of OHC Foundation	1,862,241	1,862,241
Unamortized debt issuance costs, net	861,386	871,915
Total General Funds	\$93,178,232	\$94,925,941
	=====	=====

Liabilities and Fund Balances

General Funds	2/28/18	12/31/17
Current liabilities:		
Current Maturities of long term Debt:		
Mortgage bonds payable	2,310,057	2,308,944
Accounts Payable	2,427,607	3,006,686
Line of Credit	600,000	0
Accrued Payroll, vacation pay, taxes and other liabilities	6,489,537	7,202,507
Retirement plan obligations	381,036	381,036
Estimated third party settlements	2,028,284	2,122,417
Total current liabilities	14,236,521	15,021,590
Long term debt, net of current maturities		
Mortgage bonds payable	21,449,660	22,010,629
	21,449,660	22,010,629
Other Liability	3,713,675	3,750,446
Accrued pension benefits	2,518,115	2,659,845
Accrued postretirement benefits	3,576,985	3,542,985
Total Liabilities	45,494,957	46,985,495
Net Assets:		
Unrestricted	47,109,039	47,453,807
Unrestricted Net Assets	47,109,039	47,453,807
Temporarily Restricted	78,019	78,019
Permanently Restricted	66,275	66,275
Temporarily Restricted-Grant Revenue	139,962	52,365
Temporarily Restricted-Caring Campaign	289,980	289,980
Total Net Assets	47,683,275	47,940,446
Total Liabilities and Net Assets	\$93,178,232	\$94,925,941
	=====	=====

Onelda Healthcare
Comparative Financial Statement

Project # 172413
BFA Attachment A Cont.

	MONTH TO DATE			YEAR TO DATE		
	2/18 ACT	2/18 BUD	2/17 ACT	2/18 ACT	2/18 BUD	2/17 ACT
Inpatient Net Revenue	1,632,756	1,527,105	1,410,985	3,346,033	3,298,018	3,361,655
Outpatient Net Revenue	4,138,251	4,436,626	3,907,985	8,554,878	8,947,716	8,040,770
E.C.F. Net Revenue	1,309,416	1,311,249	1,304,294	2,741,789	2,763,003	2,760,288
OMP Services	843,982	802,568	793,575	1,636,869	1,696,421	1,560,927
Provider Fault	(31,007)	-	(30,133)	(64,652)	-	(84,769)
Pools/Empl Disc/Fin Ass't/Other Allow	(232,023)	(256,051)	(242,161)	(433,784)	(549,048)	(460,678)
Bad Debt	(302,368)	(302,446)	(198,147)	(604,736)	(604,892)	(596,294)
NYS Assess / PY Adjust	0	0	0	0	0	22,777
Total Net Patient Revenue	7,359,007	7,518,050	6,946,399	15,176,417	15,451,219	14,624,674
Other Operating Revenue	293,192	165,739	69,598	463,495	335,285	190,991
Grant Revenue	-	3,583	-	-	7,167	-
Total Net Revenue	7,652,199	7,687,373	7,015,997	15,639,912	15,793,671	14,815,666
Operating Expenses:						
Salaries & Wages	3,671,301 50%	3,734,281 50%	3,543,301 51%	7,695,717 51%	7,844,058 51%	7,469,294 51%
Other Employee Benefits	898,494 12%	976,849 13%	879,538 13%	1,773,493 12%	1,977,518 13%	1,774,513 12%
Supplies	397,146 5%	343,325 5%	403,990 6%	861,185 6%	743,152 5%	764,510 5%
Purchased Services	1,237,018 17%	957,819 13%	906,009 13%	2,380,615 16%	2,017,840 13%	1,838,613 13%
Repairs and Maintenance	207,692 3%	200,358 3%	240,016 3%	390,281 3%	371,564 2%	404,213 3%
Cost of Goods Sold	473,183 6%	610,283 8%	461,148 7%	1,082,885 7%	1,173,721 8%	989,955 7%
Raw Food	56,380 1%	59,877 1%	55,298 1%	114,729 1%	129,609 1%	119,356 1%
Utilities	113,026 2%	139,106 2%	117,346 2%	202,144 1%	275,478 2%	226,449 2%
Insurance	109,884 1%	123,365 2%	110,414 2%	216,720 1%	246,730 2%	220,827 2%
Other	163,749 2%	136,038 2%	139,610 2%	312,885 2%	314,406 2%	315,491 2%
Depreciation	429,487 6%	473,144 6%	539,866 8%	870,317 6%	944,536 6%	1,079,732 7%
Interest	49,335 1%	52,738 1%	47,825 1%	102,923 1%	111,127 1%	98,447 1%
New York State Assessment	7,495 0%	31,530 0%	64,682 1%	25,985 0%	64,761 0%	90,956 1%
Total Operating Expenses	7,814,189 106%	7,838,512 104%	7,509,043 108%	16,029,879 106%	16,214,500 105%	15,392,357 105%
Inc. or (Loss) from Operations	(161,990) -2%	(151,139) -2%	(493,046) -7%	(389,967) -3%	(420,829) -3%	(576,691) -4%
Non Operating Income	24,139 0%	54,182 1%	26,671 0%	25,389 0%	108,364 1%	18,581 0%
Net Income or (Loss)	(137,851) -2%	(96,957) -1%	(466,375) -7%	(364,578) -2%	(312,465) -2%	(558,110) -4%

Roswell Park Cancer Institute Corporation

in 000's	04/01/2017 - 12/31/2017 <u>Internals</u>	<u>3/31/2017</u>	<u>3/31/2016</u>
ASSETS - CURRENT	\$ 336,007	\$ 309,779	\$ 281,397
ASSETS - FIXED AND OTHER	\$ 715,754	\$ 714,750	\$ 648,027
TOTAL ASSETS	\$ 1,051,761	\$ 1,024,529	\$ 929,424
LIABILITIES - CURRENT	\$ 139,690	\$ 130,556	\$ 136,964
LIABILITIES - LONG-TERM	\$ 754,879	\$ 740,506	\$ 620,227
TOTAL LIABILITIES	\$ 894,569	\$ 871,062	\$ 757,191
WORKING CAPITAL	\$ 196,317	\$ 179,223	\$ 144,433
INCOME	\$ 544,627	\$ 686,447	\$ 642,623
EXPENSE	\$ 585,989	\$ 728,092	\$ 645,232
NET INCOME	\$ (41,362)	\$ (41,645)	\$ (2,609)
NET ASSET POSITION	\$ 157,192	\$ 153,467	\$ 172,233

CONSOLIDATED STATEMENTS OF NET POSITION
March 31,
(in thousands of dollars)

ASSETS	2017	2016
Current assets:		
Cash and cash equivalents	\$ 176,112	\$ 151,206
Current portion of assets limited as to use	23,691	26,371
Patient accounts receivable, net of estimated uncollectibles of approximately \$21,852 in 2017 and \$21,380 in 2016	91,566	86,107
Inventories	8,909	7,856
Due from New York State and other affiliates	1,417	4,048
Prepaid expenses and other assets	8,084	5,809
Total current assets	<u>309,779</u>	<u>281,397</u>
Non-current assets:		
Assets limited as to use, net	279,041	279,548
Intangible assets	7,304	7,624
Notes receivable	21,261	21,261
Capital assets, net	311,153	315,241
Total non-current assets	<u>618,759</u>	<u>623,674</u>
Deferred outflow of resources - pensions	<u>95,991</u>	<u>24,353</u>
Total assets and deferred outflows	<u>\$ 1,024,529</u>	<u>\$ 929,424</u>
LIABILITIES AND NET POSITION		
Current liabilities:		
Current portion of long-term obligations	\$ 13,586	\$ 13,055
Accounts payable and other current liabilities	27,351	34,384
Accrued expenses	80,129	83,721
Due to third-party payors	9,490	5,804
Total current liabilities	<u>130,556</u>	<u>136,964</u>
Long-term obligations, net of current portion	180,615	195,303
Post-employment benefits, net of current portion	455,794	402,896
Net pension liability	88,329	18,659
Total non-current liabilities	<u>724,738</u>	<u>616,858</u>
Deferred inflows of resources - pensions	<u>15,768</u>	<u>3,369</u>
Total liabilities and deferred inflows	<u>871,062</u>	<u>757,191</u>
Net position:		
Net investment in capital assets	134,792	124,632
Restricted expendable	58,454	67,636
Unrestricted	(41,493)	(21,630)
Total Corporation net position	<u>151,753</u>	<u>170,638</u>
Noncontrolling interest	1,714	1,595
Total net position	<u>153,467</u>	<u>172,233</u>
Total liabilities, deferred inflows, and net position	<u>\$ 1,024,529</u>	<u>\$ 929,424</u>

CONSOLIDATED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Years Ended March 31,
(in thousands of dollars)

	<u>2017</u>	<u>2016</u>
Operating revenues:		
Net patient service revenue/net settlements and appeals	\$ 583,928	\$ 542,305
New York State operating support	87,107	87,108
Grants and contracts	1,495	1,484
Other operating revenue	11,926	11,317
Total operating revenues	<u>684,456</u>	<u>642,214</u>
Operating expenses:		
Salaries and wages	242,680	220,430
Employee benefits	138,278	114,661
Supplies and other services	306,552	266,474
Depreciation and amortization	34,940	35,960
Total operating expenses	<u>722,450</u>	<u>637,525</u>
(Loss) income from operations	(37,994)	4,689
Non-operating revenues (expenses):		
Interest and other income	2,650	747
Interest expense	(5,642)	(7,707)
Gain (loss) on disposal of capital assets	199	(398)
Investment (loss) income	(858)	60
Net non-operating expenses	<u>(3,651)</u>	<u>(7,298)</u>
Deficiency of revenues over expenses	(41,645)	(2,609)
Change in accounting estimate	4,732	-
Contributions for purchase of capital assets	18,147	26,965
(Decrease) increase in net position	(18,766)	24,356
Net position, beginning of year - before change in accounting principle	172,233	150,022
Change in accounting principle	-	(2,145)
Net position, beginning of year - after change in accounting principle	<u>172,233</u>	<u>147,877</u>
Net position, end of year	<u>\$ 153,467</u>	<u>\$ 172,233</u>



**ROSWELL PARK CANCER INSTITUTE CORPORATION, CONSOLIDATED
Combined Balance Sheet
In 000's
Unaudited (Confidential)**

	December 31, 2017
	TOTAL
CURRENT ASSETS	
1 Cash & Cash Equivalents	\$ 75,111
2 Investments	119,341
3 Limited Use Current Assets - AWUIL	27,865
4 Patient Accounts Receivable, Net	91,382
5 Miscellaneous Receivables	1,521
6 Inventories	11,319
7 Due From NY State and Other Related Entities	1,260
8 Prepaid Expenses	8,208
9 Total Current Assets	336,007
PROPERTY, PLANT & EQUIPMENT	
10 Total Property, Plant & Equipment	866,865
11 Accumulated Depreciation	(558,097)
12 Property, Plant & Equipment (Net of Depreciation)	308,768
NON CURRENT ASSETS	
13 Limited Use Non-Current Assets - AWUIL	65,937
14 Board Designated Funds	213,747
15 Loan Receivable	21,261
16 Intangibles	7,048
17 Investment in Joint Ventures	3,002
18 TOTAL ASSETS	955,770
DEFERRED OUTFLOWS OF RESOURCES	
19 Deferred Outflows of Resources	95,991
20 TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 1,051,761
LIABILITIES & FUND BALANCE	
CURRENT LIABILITIES	
21 Current Portion of Debt	\$ 14,993
22 Accounts Payable	20,612
23 Due to third-party payors	16,878
24 Deferred Revenue	1,143
25 Accrued Expenses	86,064
26 Total Current Liabilities	139,690
NON CURRENT LIABILITIES	
27 Post Employment Benefits, net of current portion	498,902
28 Net Pension Liability	90,013
29 Long-Term Debt	165,964
30 TOTAL LIABILITIES	894,569
DEFERRED INFLOWS OF RESOURCES	
31 Deferred Inflows of Resources	15,768
32 FUND BALANCE	141,424
33 TOTAL LIABILITIES & FUND BALANCE	\$ 1,051,761



ROSWELL PARK CANCER INSTITUTE CORPORATION, CONSOLIDATED
Combined Statement of Operations & Changes in Fund Balance
For the 9 Months ending December 31, 2017
In 000s
Unaudited (Confidential)

	<u>TOTAL</u>
OPERATING REVENUE:	
1 Grants & Contracts	\$ 965
2 Patient Service Revenue, Net (Net of Bad Debt)	480,873
3 NYS Contributions	49,940
4 Other Operating Revenue	10,622
5 TOTAL OPERATING REVENUE	<u>542,400</u>
OPERATING EXPENSES:	
6 Salaries	196,486
7 Fringe Benefits	108,858
8 Pharmaceuticals & Supplies	180,336
9 Utilities	4,257
10 Purchased Services & Other	69,504
11 Depreciation	24,276
12 TOTAL OPERATING EXPENSES	<u>583,717</u>
13 LOSS FROM OPERATIONS	<u>(41,317)</u>
14 NON OPERATING REVENUE (EXPENSE)	
15 Interest	(2,272)
16 Other Non-Operating Revenue	2,227
17 NET NON OPERATING EXPENSE	<u>(45)</u>
18 LOSS BEFORE EXTRAORDINARY ITEMS & NON-CONTROLLING INTEREST	(41,362)
19 Non-Controlling Interest	1,060
20 DEFICIENCY REVENUE OVER EXPENSES (Controlling Interest)	<u>(40,302)</u>
21 Contributions for purchase of capital assets	29,316
22 DECREASE IN NET POSITION	<u>(10,986)</u>
23 NET POSITION, BEGINNING OF YEAR	153,470
24 Non-Controlling Interest	(1,060)
25 FUND BALANCE END OF PERIOD	<u><u>\$ 141,424</u></u>

Oneida Health Roswell Park Oncology, LLC
PRO FORMA BALANCE SHEET

ASSETS

Cash	\$	482,409
Equipment	\$	3,986,002
Building	\$	3,312,316
Total Assets	\$	<u>7,780,727</u>

LIABILITIES

Capital Lease	\$	3,477,911
Total Liabilities	\$	<u>3,477,911</u>

MEMBER EQUITY

MEMBER EQUITY	\$	4,302,816
TOTAL LIABILITIES AND MEMBER EQUITY	\$	<u>7,780,727</u>

MediDental Group, LLC

Pro Forma Balance Sheet

ASSETS

Cash	\$	326,486
Leasehold Improvement	\$	1,153,755
Moveable/Fixed Equipment	\$	368,301
Total Assets	\$	1,848,542

LIABILITIES & MEMBERS EQUITY

Long Term Debt	\$	-
Short Term Debt	\$	-
Total Liabilities	\$	-
Members Equity	\$	1,848,542
Total Liabilities and Members Equity	\$	1,848,542

PREMIUM HEALTH, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2015

ASSETS

Current assets	
Cash	\$ 70,171
Patient services receivable - net	414,351
Government grants receivable	<u>299,998</u>
Total current assets	<u>784,520</u>
Assets limited as to use - cash	<u>184,384</u>
Noncurrent assets	
Security deposits	53,273
Fixed assets - net	871,643
Deferred financing fees - net	<u>53,412</u>
Total noncurrent assets	<u>978,328</u>
Total assets	<u>\$ 1,947,232</u>

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable and accrued expenses	\$ 587,048
Deferred rent	89,720
Loans and notes payable	<u>1,937,714</u>
Total current liabilities	2,614,482
Noncurrent liabilities	
Loans and notes payable	<u>2,387,568</u>
Total liabilities	5,002,050
Net assets (deficit)	
Unrestricted	<u>(3,054,818)</u>
Total liabilities and net assets	<u>\$ 1,947,232</u>

PREMIUM HEALTH, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2015

Operating revenues and other support	
Net patient service revenue (net of contractual allowances and discounts)	\$ 2,482,178
Provision for bad debts	<u>(107,092)</u>
Net patient service revenue less provision for bad debts	2,375,086
Government grants	402,498
In-kind contributions (interest)	111,000
Other income	<u>16,652</u>
Total operating revenues and other support	<u>2,905,236</u>
Operating expenses	
Salaries and other related benefits	2,062,615
Professional fees	245,882
Occupancy	217,145
Supplies and other	272,321
Interest (including in-kind interest)	<u>201,603</u>
Total operating expenses before depreciation and amortization	<u>2,999,566</u>
Loss before depreciation and amortization	(94,330)
Depreciation and amortization	<u>(155,872)</u>
Change in unrestricted net assets	(250,202)
Net assets (deficit) -unrestricted -beginning of year	<u>(2,804,616)</u>
Net assets (deficit) -unrestricted -end of year	<u>\$ (3,054,818)</u>

PREMIUM HEALTH, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2016

ASSETS

Current assets	
Cash	\$ 128,848
Patient services receivable - net	724,122
Government grants receivable	782,264
Prepaid expense and other assets	<u>1,640</u>
Total current assets	<u>1,636,874</u>
Assets limited as to use - cash	<u>184,384</u>
Noncurrent assets	
Security deposits	53,273
Fixed assets - net	<u>2,183,821</u>
Total noncurrent assets	<u>2,237,094</u>
Total assets	<u>\$ 4,058,352</u>

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable and accrued expenses	\$ 936,306
Accrued payroll and benefits	209,075
Deferred rent	156,188
Loans and notes payable	<u>4,331,311</u>
Total current liabilities	5,632,880
Noncurrent liabilities	
Loans and notes payable	<u>1,248,496</u>
Total liabilities	6,881,376
Net assets (deficit)	
Unrestricted	<u>(2,823,024)</u>
Total liabilities and net assets	<u>\$ 4,058,352</u>

PREMIUM HEALTH, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2016

Operating revenues and other support	
Net patient service revenue (net of contractual allowances and discounts)	\$ 4,254,867
Provision for bad debts	<u>(651,074)</u>
Net patient service revenue less provision for bad debts	3,603,793
Government grants	1,126,996
In-kind contributions (interest)	128,068
Other income	<u>9,764</u>
Total operating revenues and other support	<u>4,868,621</u>
Operating expenses	
Salaries and other related benefits	3,158,934
Professional fees	240,129
Occupancy	340,965
Supplies and other	480,572
Interest (including in-kind interest)	<u>257,310</u>
Total operating expenses before depreciation and amortization	<u>4,477,910</u>
Gain before depreciation and amortization	390,711
Depreciation and amortization	<u>(158,917)</u>
Change in unrestricted net assets	231,794
Net assets (deficit) - unrestricted - beginning of year	<u>(3,054,818)</u>
Net assets (deficit) - unrestricted - end of year	<u>\$ (2,823,024)</u>

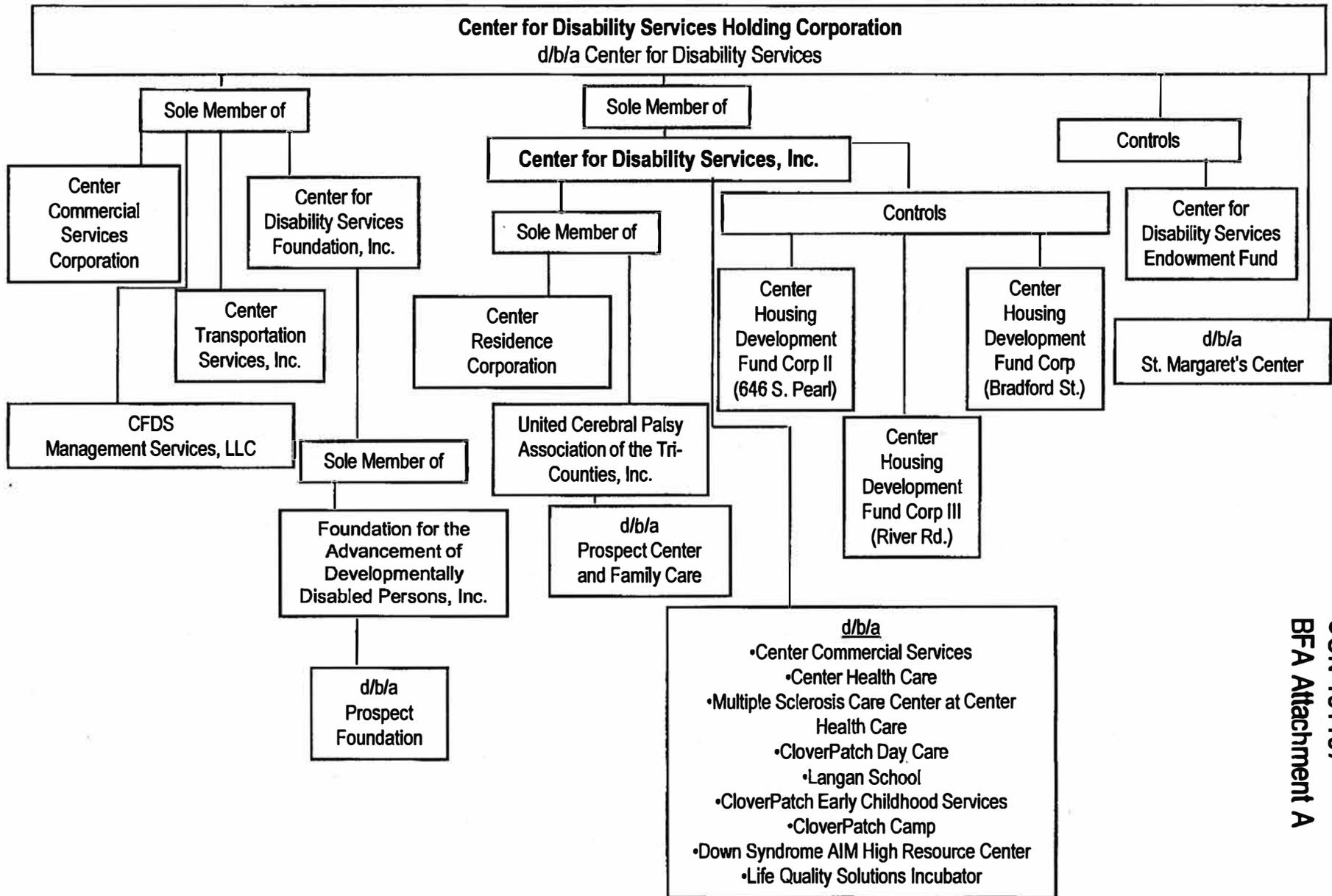
PREMIUM HEALTH, INC.
BALANCE SHEET
DECEMBER 31, 2017

ASSETS	UNAUDITED December 31, 2017	AUDITED December 31, 2016
Current Assets:		
Cash	\$ 571,659	\$ 128,848
Patient Accounts Receivable	792,931	724,122
DHHS Grants Receivable	72,000	15,000
Contracts Receivable	865,654	767,264
Prepaid Expenses	1,640	1,640
Total current assets	<u>2,303,884</u>	<u>1,636,874</u>
Security deposits	122,849	53,273
Debt Service Reserve - PCDC	184,384	184,384
Property, Plant and Equipment	3,072,335	2,789,367
Less: Accumulated depreciation	(864,148)	(605,546)
Total other assets	<u>2,515,420</u>	<u>2,421,478</u>
Total Assets	<u>\$ 4,819,304</u>	<u>\$ 4,058,352</u>
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable and accrued expenses	\$ 1,400,685	\$ 1,145,381
Loans Payable	1,792,307	1,656,454
Short Term Portion - PCDC	97,522	92,351
Due to third-party payor - Medicaid (Short-Term)	-	-
Deferred Rent	156,188	156,188
Total current liabilities	<u>3,446,702</u>	<u>3,050,374</u>
Long-Term Liabilities		
Long Term Portion - PCDC	\$ 390,806	492,980
Long Term Debt	\$ 3,708,750	3,338,022
Total Long-Term Liabilities	<u>4,099,556</u>	<u>3,831,002</u>
Total Liabilities	<u>7,546,258</u>	<u>6,881,376</u>
Net Assets		
Unrestricted	(2,726,954)	(2,823,024)
Temporarily Restricted	-	-
Total Net Assets	<u>(2,726,954)</u>	<u>(2,823,024)</u>
TOTAL LIABILITIES & NET ASSETS	<u>\$ 4,819,304</u>	<u>\$ 4,058,352</u>

PREMIUM HEALTH, INC.
STATEMENT OF OPERATIONS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2017

	12 Months Ended	12 Months Ended	Variance	%
	December 31, 2017	December 31, 2016		
Visits	27,937	17,707	10,230	57.77%
Revenues				
Patient Services Revenue (Net)	5,523,630	3,485,879	2,037,651	58.45%
Bad Debt Charity Care	190,031	115,387	74,644	64.69%
DHHS Grants	228,000	60,000	168,000	280.00%
Contract Services & Other	698,993	399,996	299,997	75.00%
Other Revenue	83,980	15,480	68,500	0.00%
Total revenue	6,725,634	4,076,842	2,648,792	64.97%
Net Patient Revenue (NPR) per Visit	197.72	196.87		
Total Revenue per Visit	240.74	230.24		
Expenses				
Salaries and wages	4,218,990	2,705,184	1,513,806	55.96%
Fringe benefits	617,879	415,960	201,919	48.54%
Professional/Consultant Fees	227,495	264,524	(37,029)	-14.00%
Consumable/Medical supplies	162,758	145,500	17,258	11.86%
Space costs	558,047	330,747	227,300	68.72%
Interest Expense	160,654	120,808	39,846	32.98%
Other OTPS	425,139	282,507	142,632	50.49%
Total Expenses prior to depreciation	6,370,962	4,265,230	2,105,732	49.37%
Personnel Cost per Visit	181.28	191.21		
Building (Occupancy, Interest Depreciation) Cost per Visit	34.98	35.99		
Total Cost per Visit	237.30	252.37		
Surplus/ (Deficit) prior to depreciation	354,672	(188,388)		
Depreciation	258,602	203,471		
Operating Surplus/ (Deficit)	96,070	(391,859)		
Increase (decrease) in unrestricted net assets	96,070	(391,859)		
Net Assets - beginning of period	(2,623,024)	(3,054,818)		
Net Assets - End of period	(2,728,954)	(3,446,677)		

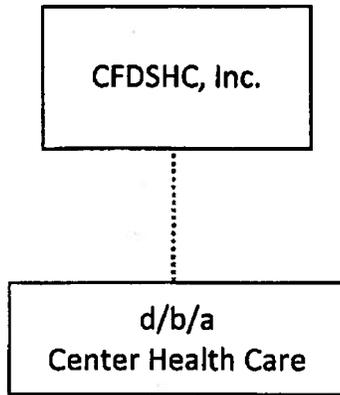
ORGANIZATIONAL CHART



NOTE: Center for Disability Services Holding Corporation is the sole member of Center for Disability Services, Inc. and shares a common Board of Directors and committee structure and membership with Center for Disability Services, Inc.

CON 181137
 BFA Attachment A

Organizational Structure
CFDShC, Inc.



**CENTER FOR DISABILITY SERVICES HOLDING CORPORATION
AND RELATED ENTITIES
COMBINED BALANCE SHEETS**

	<u>December 31,</u>	
	<u>2016</u>	<u>2015</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 14,514,167	\$ 12,376,943
Accounts and grants receivable, net	14,659,553	16,603,504
Assets limited as to use	12,892,413	12,452,280
Investments	5,477,173	4,970,513
Prepaid expenses	1,376,927	2,688,510
Other current assets	<u>529,399</u>	<u>509,411</u>
Total current assets	49,449,632	49,601,161
Property and equipment, net	29,792,815	29,158,576
Assets limited as to use	4,974,190	4,584,788
Investments	676,049	651,700
Other assets	<u>646,992</u>	<u>2,889,754</u>
Total assets	<u>\$ 85,539,678</u>	<u>\$ 86,885,979</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Current maturities of long-term debt	\$ 3,615,723	\$ 3,478,664
Line of credit	381,320	1,200,000
Accounts payable and other accrued expenses	12,393,695	12,751,451
Accrued payroll and vacation benefits	5,164,650	5,396,205
Deferred revenue and other liabilities	964,973	755,679
Due to third party payors	<u>586,547</u>	<u>616,834</u>
Total current liabilities	23,106,908	24,198,833
Long-term debt, less current maturities and unamortized debt issuance costs	11,654,306	14,498,184
Other liabilities	<u>8,879,661</u>	<u>8,802,486</u>
Total liabilities	<u>43,640,875</u>	<u>47,499,503</u>
COMMITMENTS AND CONTINGENCIES		
NET ASSETS		
Unrestricted		
Board designated	9,169,154	9,169,077
Undesignated, capital assets	15,033,644	13,934,834
Undesignated, working capital	12,091,045	11,667,646
Temporarily restricted	5,472,934	4,482,893
Permanently restricted	<u>132,026</u>	<u>132,026</u>
Total net assets	<u>41,898,803</u>	<u>39,386,476</u>
Total liabilities and net assets	<u>\$ 85,539,678</u>	<u>\$ 86,885,979</u>

**CENTER FOR DISABILITY SERVICES HOLDING CORPORATION
AND RELATED ENTITIES
COMBINED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS**

	<u>Years Ended December 31,</u>	
	<u>2016</u>	<u>2015</u>
Unrestricted net assets:		
Unrestricted revenues, gains and other support:		
Net client service revenue	\$ 117,210,362	\$ 116,467,756
Contributions	1,578,549	1,472,188
Grants and contracts	7,829,020	6,541,402
Sales and services	1,333,659	2,391,250
Other revenue	<u>2,134,403</u>	<u>2,000,539</u>
Total revenues and gains	130,085,993	128,873,135
Net assets released from restrictions - used for operations	<u>479,562</u>	<u>592,077</u>
Total revenues, gains and other support	<u>130,565,555</u>	<u>129,465,212</u>
Expenses:		
Salaries	75,968,383	78,125,491
Fringe benefits	20,382,285	19,493,833
Contractual and purchased services	10,132,994	8,248,166
Occupancy	4,590,786	4,687,945
Supplies	7,475,963	7,155,695
Depreciation	4,121,880	3,818,151
Interest expense	976,125	1,015,408
Other	<u>5,399,330</u>	<u>5,496,861</u>
Total expenses	<u>129,047,746</u>	<u>128,041,550</u>
Operating income	1,517,809	1,423,662
Provision for income taxes	<u>28,851</u>	<u>198,313</u>
Operating income after taxes	<u>1,488,958</u>	<u>1,225,349</u>
Gain on disposal of property and equipment	4,932	6,104
Net realized and unrealized gain (loss) on investments	458,912	(269,677)
Other changes in unamortized items on defined benefit plan	(660,999)	(474,158)
Net gain on derivatives	<u>255,250</u>	<u>131,794</u>
Change in unrestricted net assets	<u>1,547,053</u>	<u>619,412</u>
Temporarily restricted net assets:		
Contributions	1,444,836	1,078,698
Net assets released from restriction - operations	<u>(479,562)</u>	<u>(592,077)</u>
Change in temporarily restricted net assets	<u>965,274</u>	<u>486,621</u>
Change in net assets	2,512,327	1,106,033
Net assets, beginning of year	<u>39,386,476</u>	<u>38,280,443</u>
Net assets, end of year	<u>\$ 41,898,803</u>	<u>\$ 39,386,476</u>

**CENTER FOR DISABILITY SERVICES HOLDING CORPORATION
AND RELATED ENTITIES
COMBINED STATEMENTS OF CASH FLOWS**

	Years Ended December 31,	
	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from clients and third-party payors	\$ 130,836,605	\$ 121,823,520
Cash received from contributors and others	6,372,562	7,147,236
Cash paid to suppliers and employees	(124,688,649)	(122,779,868)
Interest paid	(976,125)	(961,621)
Income taxes paid	(28,851)	(198,313)
Net cash provided by operating activities	<u>11,315,542</u>	<u>5,030,954</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investment securities	1,815,395	3,228,663
Proceeds from sale of property and equipment	9,254	5,760
Purchase of investments	(2,717,026)	(5,072,130)
Purchase of property and equipment	(4,863,974)	(3,198,685)
Net cash used in investing activities	<u>(5,756,351)</u>	<u>(5,036,392)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds (payments) on line of credit	(818,680)	1,200,000
Proceeds from issuance of long-term debt	879,630	2,309,822
Principal payments on long-term debt	(3,482,917)	(3,309,931)
Net cash (used in) provided by financing activities	<u>(3,421,967)</u>	<u>199,891</u>
Net increase in cash and cash equivalents	2,137,224	194,453
Cash and cash equivalents:		
Beginning	12,376,943	12,182,490
Ending	<u>\$ 14,514,167</u>	<u>\$ 12,376,943</u>
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Change in net assets	\$ 2,512,327	\$ 1,106,033
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	4,121,880	3,871,938
Gain on disposal of property and equipment	(4,932)	(6,104)
Net realized gain on sale of investment	(106,809)	(205,900)
Net unrealized loss (gain) on investments	(352,103)	475,577
Net unrealized gain on derivatives	(255,250)	(131,794)
Other changes in pension plans	660,999	474,158
Change in provision for doubtful accounts	207,900	160,500
Changes in:		
Accounts and grants receivable	1,736,051	(924,616)
Prepaid expenses and other current assets	1,291,595	(390,505)
Other assets	2,242,762	(2,109,041)
Accounts payable and other accrued expenses	(357,756)	2,734,270
Accrued payroll and vacation benefits	(231,555)	99,029
Other liabilities	(328,574)	160,675
Deferred revenue and other liabilities	209,294	239,567
Due to third party payors	(30,287)	(522,833)
Net cash provided by operating activities	<u>\$ 11,315,542</u>	<u>\$ 5,030,954</u>
SUPPLEMENTAL DISCLOSURES ON NON-CASH INVESTING AND FINANCING TRANSACTIONS		
Purchase of property and equipment financed through long-term debt	\$ 655,560	\$ 1,021,157
Capitalization of work in process from other assets	<u>\$ 2,024,968</u>	<u>\$ 61,533</u>

CENTER FOR DISABILITY SERVICES
 AND RELATED ENTITIES
 STATEMENT OF OPERATIONS

STATEMENT OF
 OPERATIONS

	Actual	Budget	Actual	Budget	Actual	Actual
	Oct 2017	Oct 2017	YTD Oct 2017	YTD Oct 2017	YTD Oct 2016	YTD Oct 2017
Unrestricted revenues, gains and other support:						
Net Client Revenue	9,888,339	\$10,152,024	\$98,985,113	\$100,029,228	\$98,264,464	\$98,264,464
Contributions	16,061	\$515,207	\$1,325,363	\$1,991,884	\$1,406,181	\$1,406,181
Grants and Contracts	735,958	\$643,312	\$5,119,252	\$6,750,221	\$6,852,747	\$6,852,747
Sales and Services	167,257	\$107,769	\$1,257,250	\$1,000,258	\$1,145,479	\$1,145,479
Investment Income	38,572	\$27,751	\$383,291	\$325,846	\$338,306	\$338,306
Other Income	87,833	\$79,988	\$1,463,867	\$607,507	\$1,038,999	\$1,038,999
Net Assets released from restrictions- used for operations	34,059	\$9,528	\$277,416	\$83,274	\$308,744	\$308,744
Total revenues, gains and other support	10,969,079	\$11,535,577	\$106,811,552	\$110,988,198	\$109,354,920	\$109,354,920
Expenses:						
Salaries	6,107,437	\$6,890,610	\$61,862,155	\$66,385,531	\$60,968,230	\$60,968,230
Fringe Benefits	1,425,447	\$1,634,537	\$14,241,382	\$16,661,960	\$15,656,120	\$15,656,120
Contractual and Purchased Services	637,631	\$788,225	\$7,171,359	\$7,923,750	\$8,594,478	\$8,594,478
Occupancy	384,867	\$380,317	\$3,732,531	\$3,808,934	\$3,803,185	\$3,803,185
Interest Expense	63,696	\$66,364	\$680,627	\$702,673	\$820,088	\$820,088
Depreciation	369,283	\$367,313	\$3,643,097	\$3,620,459	\$3,402,272	\$3,402,272
Supplies	903,834	\$630,453	\$8,762,960	\$6,455,787	\$6,217,802	\$6,217,802
Other	399,810	\$465,212	\$4,503,860	\$4,754,983	\$4,589,508	\$4,589,508
Total Expenses	10,272,605	\$11,023,031	\$102,597,971	\$110,314,077	\$104,051,659	\$104,051,659
Operating Income	696,474	\$512,546	\$4,213,581	\$674,121	\$5,303,261	\$5,303,261
Taxes - Presort Mail & Center Transportation	3,895	\$3,895	\$38,950	\$38,950	\$38,950	\$38,950
Operating Income After Taxes	692,179	\$508,651	\$4,174,631	\$635,171	\$5,264,311	\$5,264,311
Change in net unrealized gains and losses	82	\$0	\$829,536	\$0	\$160,574	\$160,574
Net Assets Released from Restrictions-used for purchase of property and equipment	0	\$0	\$0	\$0	\$0	\$0
Gain/Loss Asset Disposal	142,614	\$0	\$222,841	\$0	\$108,957	\$108,957
Pension Distribution Liab/Unrec Gain/Loss on Derivatives	0	\$0	\$0	\$0	\$0	\$0
HUD Grant Bldg - Net Adj	0	\$0	\$0	\$0	\$0	\$0
Intercompany Contributions	0	\$0	\$0	\$0	\$0	\$0
Intercompany Transfer	0	\$0	\$0	\$0	\$0	\$0
(Increase) (Decrease) in unrestricted net assets	834,875	\$508,651	\$5,227,008	\$635,171	\$5,533,842	\$5,533,842

CENTER FOR DISABILITY SERVICES CORPORATION AND RELATED ENTITIES			CARE MANAGEMENT
Combined Balance Sheets			Combined Balance Sheets
Oct. 31, 2017 and December 31, 2016			
	Oct. 31, 2017	Dec. 31, 2016	Oct. 31, 2017
Assets			
Current Assets			
Cash & Cash Equivalents	\$17,269,875	\$14,514,167	\$0
Accounts and Grants receivable, less allowance for uncollectables of \$1,021,743 and \$1,088,381	\$14,739,171	\$14,539,211	\$0
Pledges Receivable, less allowance for uncollectables of \$12,905 and \$3,722	\$77,994	\$120,342	\$0
Assets limited as to use	\$13,030,464	\$12,892,413	\$0
Investments	\$7,425,921	\$5,477,173	\$0
Prepaid Expenses	\$1,577,010	\$1,376,927	\$0
Other Current Assets	\$430,502	\$529,399	\$0
Total Current Assets	\$54,550,937	\$49,449,632	\$0
Other Assets			
Property & Equipment, Net	\$28,085,753	\$29,792,815	\$0
Deferred Costs	\$1,844,960	\$622,059	\$0
Assets limited as to use	\$5,082,321	\$4,974,190	\$0
Investments	\$812,613	\$676,049	\$0
Other receivables	\$40,729	\$24,933	\$0
Total Other Assets	\$35,666,376	\$36,090,046	\$0
Total Assets	\$90,217,313	\$85,539,678	\$0
Liabilities & Net Assets			
Current Liabilities			
Line of Credit	\$231,320	\$381,320	\$0
Current Maturities of Long-term Debt	\$3,649,435	\$3,615,723	\$0
Accounts Payable & Accrued Expense	\$11,135,214	\$12,393,695	\$0
Accrued Payroll and Vacation Benefits	\$7,110,093	\$5,164,650	\$0
Deferred Revenue	\$478,053	\$864,973	\$0
Due to Third Party Payors	\$703,340	\$586,547	\$0
Retainage Payable	\$17,216	\$0	\$0
Total Current Liabilities	\$23,324,671	\$23,108,908	\$0
Long-term Debt, less current maturities	\$10,306,530	\$11,654,306	\$0
Due to Third Party Payors	\$0	\$0	\$3,418
Other Liabilities	\$8,996,339	\$8,879,661	\$0
Total Liabilities	\$42,627,540	\$43,640,875	\$3,418
Net Assets			
Unrestricted			
Board designated	\$9,169,201	\$9,169,154	\$0
Undesignated	\$32,351,650	\$27,124,689	(\$3,418)
Temporarily Restricted	\$5,936,896	\$5,472,934	\$0
Permanently Restricted	\$132,026	\$132,026	\$0
Total Net Assets	\$47,589,773	\$41,898,803	(\$3,418)
Total Liabilities & Net Assets	\$90,217,313	\$85,539,678	\$0

CFDSHC, Inc.

D&TC - Change of Operator

PRO FORMA BALANCE SHEET

ASSETS

Cash (Working Capital need) *	\$939,930
Assets**	\$597,528
TOTAL ASSETS	\$1,537,458

LIABILITIES AND NET ASSETS

LIABILITIES

Liabilities **	\$597,528
TOTAL LIABILITIES	\$597,528
NET ASSETS	<u>\$939,930</u>
TOTAL LIABILITIES AND NET ASSETS	\$1,537,458

* Working Capital (Starting Cash) will be funded by Center for Disability Services, Inc. (CFDS). Starting Cash represents two (2) months of first year expenses. Please refer to the Financial Narrative under the Schedule 9 Attachment and the Schedule 13 Attachment for additional information.

** CFDSHC, Inc. (CFDSHC) is a new entity and has no assets or liabilities; however, per the Agreement under the Schedule 3 Attachment, CFDS will sell, transfer and convey all right, title and interest in and to the equipment being utilized in the Article 28 Center to CFDSHC, in an "as is", "as situated" condition at the then book value of said equipment as it exists on the books of CFDS. CFDS shall also sell and transfer to CFDSHC all inventory and supplies on hand in the Article 28 Center at cost. The current value of these assets is \$597,528. CFDSHC shall execute and deliver to CFDS an unsecured, noninterest bearing promissory note for the full value of the equipment, inventory, and supplies, which shall become due and payable in the event and to the extent that the CFDSHC has an operating surplus in any calendar year.

Sensitized by holding 2016 rates by payor for the projected Year One Utilization

181137 Center for Disability				
				26,498 Year One visits
Budget Sensitivity Year 1				
Payor:	% Util by payor (Budgeted)	Year One Budgeted Visits	2016 Per Diem*	Revised Revenues
Medicaid	0.366	9,698	\$196.81	\$1,908,663
Medicare	0.337	8,930	\$55.17	\$492,668
Commercial	0.288	7,631	\$96.77	\$738,452
Private Pay	<u>0.008</u>	<u>212</u>	\$333.60	<u>\$70,723</u>
	1.00	26,498		
Total Revenues (held to year one utilization, 2016 rates):				\$3,210,506
Total Revenues as budgeted for first year				<u>\$4,910,766</u>
Increase (Decrease) in Budgeted Revenues:				(\$1,700,260)
Budgeted Cost Year 1				\$5,639,581
Budgeted Net Income Year 1				(\$728,815)
Sensitized Year 1 Net Income				<u>(\$2,429,075)</u>
Incremental Loss per Sensitized Budget				(\$1,700,260)
* 2016 rates are based on the actual performance of the center in 2016.				

DAVITA INC.
CONSOLIDATED BALANCE SHEETS
(unaudited)
(dollars in thousands, except per share data)

	<u>September 30,</u> <u>2017</u>	<u>December 31,</u> <u>2016</u>
ASSETS		
Cash and cash equivalents	\$ 846,110	\$ 913,187
Short-term investments	137,358	310,198
Accounts receivable, less allowance of \$221,329 and \$252,056	2,091,074	1,917,302
Inventories	154,422	164,858
Other receivables	599,374	453,483
Prepaid and other current assets	205,211	210,604
Income taxes receivable	—	10,596
Total current assets	<u>4,033,549</u>	<u>3,980,228</u>
Property and equipment, net of accumulated depreciation of \$3,151,402 and \$2,832,160	3,386,056	3,175,367
Intangible assets, net of accumulated amortization of \$1,084,682 and \$940,731	1,451,033	1,527,767
Equity method and other investments	545,053	502,389
Long-term investments	120,129	103,679
Other long-term assets	61,642	44,510
Goodwill	9,415,877	9,407,317
	<u>\$ 19,013,339</u>	<u>\$ 18,741,257</u>
LIABILITIES AND EQUITY		
Accounts payable	\$ 566,918	\$ 522,415
Other liabilities	928,123	856,847
Accrued compensation and benefits	775,280	815,761
Medical payables	400,259	336,381
Current portion of long-term debt	189,822	165,041
Income tax payable	14,391	—
Total current liabilities	<u>2,874,793</u>	<u>2,696,445</u>
Long-term debt	8,908,703	8,947,327
Other long-term liabilities	548,226	465,358
Deferred income taxes	685,598	809,128
Total liabilities	<u>13,017,320</u>	<u>12,918,258</u>
Commitments and contingencies		
Noncontrolling interests subject to put provisions	1,026,890	973,258
Equity:		
Preferred stock (\$0.001 par value, 5,000,000 shares authorized; none issued)		
Common stock (\$0.001 par value, 450,000,000 shares authorized; 194,788,516 and 194,554,491 shares issued and 189,231,693 and 194,554,491 shares outstanding, respectively)	195	195
Additional paid-in capital	1,059,176	1,027,182
Retained earnings	4,070,535	3,710,313
Treasury stock (5,556,823 shares at September 30, 2017)	(348,801)	—
Accumulated other comprehensive income (loss)	3,476	(89,643)
Total DaVita Inc. shareholders' equity	<u>4,784,581</u>	<u>4,648,047</u>
Noncontrolling interests not subject to put provisions	184,548	201,694
Total equity	<u>4,969,129</u>	<u>4,849,741</u>
	<u>\$ 19,013,339</u>	<u>\$ 18,741,257</u>

DAVITA INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)
(dollars in thousands, except per share data)

	Three months ended September 30,		Nine months ended September 30,	
	2017	2016	2017	2016
Patient service revenues	\$ 2,746,257	\$ 2,643,194	\$ 8,030,102	\$ 7,708,641
Less: Provision for uncollectible accounts	(123,760)	(115,555)	(352,228)	(336,188)
Net patient service revenues	2,622,497	2,527,639	7,677,874	7,372,453
Capitated revenues	1,016,365	872,538	2,956,479	2,660,532
Other revenues	283,969	330,399	863,238	996,378
Total net revenues	3,922,831	3,730,576	11,497,591	11,029,363
Operating expenses and charges:				
Patient care costs and other costs	2,925,975	2,697,629	8,508,706	7,950,987
General and administrative	400,018	406,890	1,174,113	1,180,214
Depreciation and amortization	203,283	181,739	593,527	531,475
Provision for uncollectible accounts	(2,685)	3,773	(1,381)	9,856
Equity investment loss (income)	4,852	(4,237)	(2,697)	(5,119)
Goodwill and asset impairment charges	601,040	—	701,523	253,000
Gain on changes in ownership interests, net	(17,129)	(374,374)	(23,402)	(404,165)
Gain on settlement, net	—	—	(526,827)	—
Total operating expenses and charges	4,115,354	2,911,420	10,423,562	9,516,248
Operating (loss) income	(192,523)	819,156	1,074,029	1,513,115
Debt expense	(109,623)	(104,581)	(322,014)	(310,359)
Other income, net	4,370	1,876	13,866	8,067
(Loss) income before income taxes	(297,776)	716,451	765,881	1,210,823
Income tax (benefit) expense	(125,742)	104,301	276,005	366,011
Net (loss) income	(172,034)	612,150	489,876	844,812
Less: Net income attributable to noncontrolling interests	(42,442)	(40,818)	(129,654)	(122,664)
Net (loss) income attributable to DaVita Inc.	<u>\$ (214,476)</u>	<u>\$ 571,332</u>	<u>\$ 360,222</u>	<u>\$ 722,148</u>
Earnings per share:				
Basic net (loss) income per share attributable to DaVita Inc.	<u>\$ (1.14)</u>	<u>\$ 2.80</u>	<u>\$ 1.89</u>	<u>\$ 3.54</u>
Diluted net (loss) income per share attributable to DaVita Inc.	<u>\$ (1.14)</u>	<u>\$ 2.76</u>	<u>\$ 1.86</u>	<u>\$ 3.48</u>
Weighted average shares for earnings per share:				
Basic	<u>188,883,922</u>	<u>203,761,433</u>	<u>190,770,165</u>	<u>204,206,979</u>
Diluted	<u>188,883,922</u>	<u>206,961,450</u>	<u>193,546,245</u>	<u>207,643,794</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>

Northwell Health, Inc.

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>

BALANCE SHEET

ASSETS

**True North IV DC,
LLC (Atlas Park)**

Capital Improvements	3,623,670
Working Capital Cash	1,036,151
Equipment and Telecommunications	1,089,487
Inventory	9,081
Prepaid Expenses	22,610
TOTAL ASSETS	<u><u>\$5,781,000</u></u>

LIABILITIES AND MEMBER'S EQUITY

LIABILITIES	4,232,800
CAPITAL CONTRIBUTIONS	1,548,200
TOTAL LIABILITIES AND MEMBER'S EQUITY	<u><u>5,781,000</u></u>

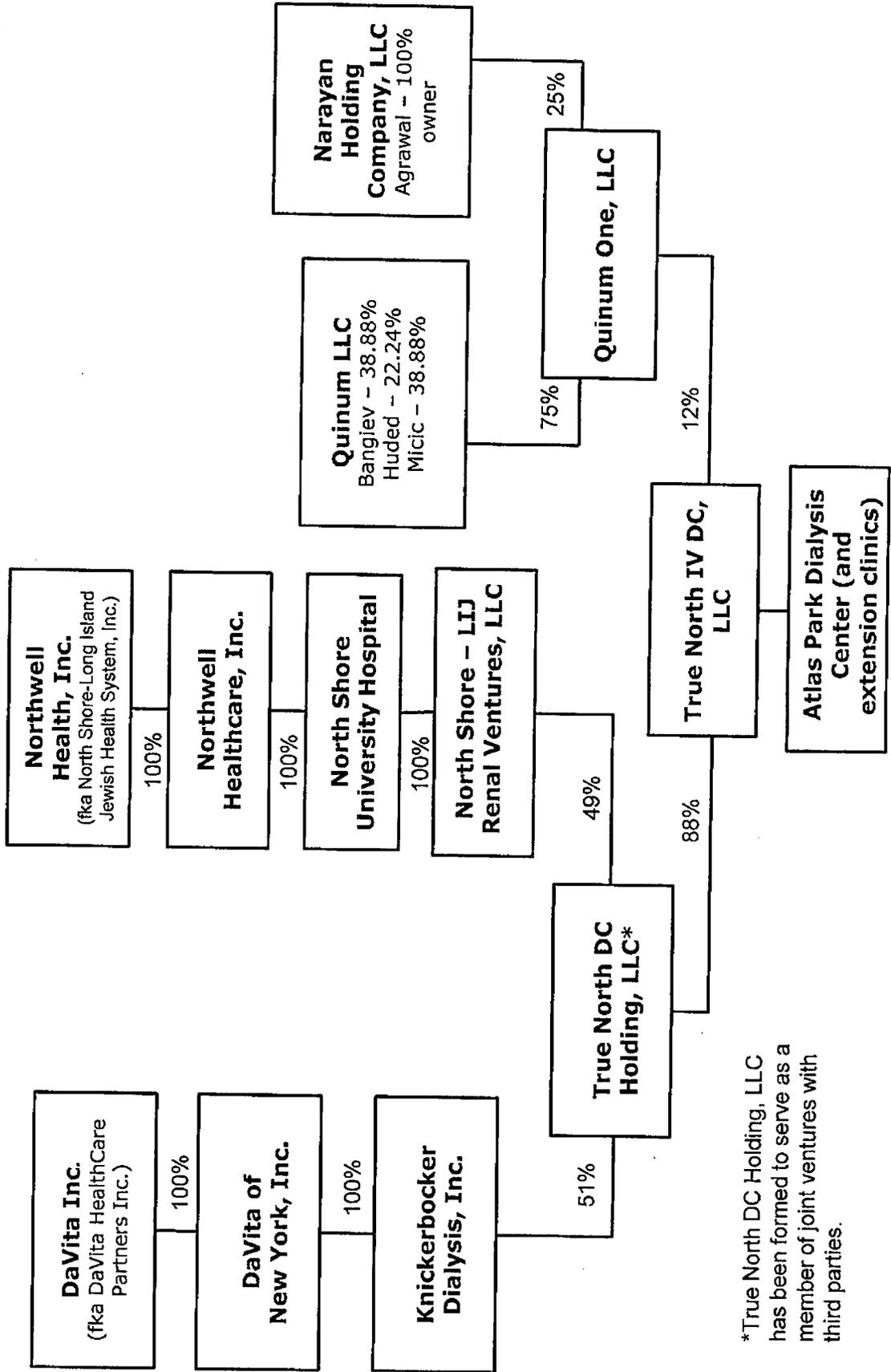
BALANCE SHEET

<u>ASSETS</u>	True North IV DC, LLC (Jamaica Hillside)
Capital Improvements	2,272,103
Working Capital Cash	1,663,463
Equipment and Telecommunications	960,550
Inventory	15,328
Prepaid Expenses	37,557
<u>TOTAL ASSETS</u>	<u>\$4,949,000</u>

LIABILITIES AND MEMBER'S EQUITY

LIABILITIES	3,623,372
<u>CAPITAL CONTRIBUTIONS</u>	<u>1,325,628</u>
TOTAL LIABILITIES AND MEMBER'S EQUITY	<u>\$4,949,000</u>

True North IV DC, LLC



* True North DC Holding, LLC has been formed to serve as a member of joint ventures with third parties.

172364 HSP Attachment A
Knickerbocker-Affiliated Dialysis Centers in New York State

Facility Name	Address	Star Rating
South Bronx Dialysis Center	1940 Webster Avenue Bronx, New York 10457	☆☆☆●●
Richmond Kidney Center	1366 Victory Boulevard Staten Island, New York 10301	☆☆☆☆☆
Catskill Dialysis Center	139 Forestburgh Road Monticello, New York 12701	☆☆☆●●
Sheepshead Bay Renal Care Center	26 Brighton 11th Street Brooklyn, New York 11235	☆☆☆☆☆
Garden City Dialysis Center	1100 Stewart Ave Garden City, New York 11530	☆☆☆●●
Orchard Park Dialysis Center	3801 Taylor Rd Orchard Park, New York 14127	☆☆●●●
Central New York Dialysis Center	910 Erie Blvd East Syracuse, New York 13210	☆☆☆●●
Millennium Dialysis	1408 Ocean Avenue Brooklyn, New York 11230	☆☆●●●
Bronx Dialysis Center	1615-1617 Eastchester Road Bronx, New York 10461	☆☆☆☆●
Riverdale Dialysis Center	170 West 233rd Street Bronx, New York 10463	☆☆☆☆●
Peekskill Cortland Dialysis Center	Pike Plaza, Suite 15 Cortlandt Manor, New York 10566	☆☆☆☆☆
Queens Dialysis Center	118-01,05,07A Guy Brewer Boulevard Jamaica, New York 11434	☆☆☆●●
Boston Post Road Dialysis Center	4000-4026 Boston Post Road Bronx, New York 10475	☆☆☆●●
Soundview Dialysis Center	1622-24 Bruckner Blvd Bronx, New York 10473	☆☆☆●●
Lynbrook Dialysis Center	147 Scranton Road Lynbrook, New York 11563	☆☆☆●●
Northtowns Dialysis Center	4041 Delaware Avenue Tonawanda, New York 14150	☆☆☆●●
Midwood Dialysis	1915 Ocean Avenue Brooklyn, New York 11230	☆☆☆●●
Yonkers Dialysis Center	575 Yonkers Avenue Yonkers, New York 10704	☆☆☆☆☆
Suburban Dialysis Center	1542 Maple Rd Williamsville, New York 14221	☆☆☆●●
Queens Village Dialysis Center	222-02 Hempstead Avenue Queens Village, New York 11429	☆☆☆●●
Long Island Renal Care	3460 Great Neck Road Amityville, New York 11701	☆☆☆●●

172364 HSP Attachment A
Knickerbocker-Affiliated Dialysis Centers in New York State

Facility Name	Address	Star Rating
Borough Park Dialysis	4102 13th Avenue Brooklyn, New York 11219	★ ★ ● ● ●
Jamestown Dialysis Center	207 Foote Avenue Jamestown, New York 14701	★ ★ ★ ★ ★
Orange Dialysis Center	100 Crystal Run Road Middletown, New York 10941	★ ★ ★ ● ●
Waters Place Dialysis Center	1733 Eastchester Road Bronx, New York 10461	★ ★ ★ ★ ●
Staten Island Dialysis Center	1139 Hylan Boulevard Staten Island, New York 10305	★ ★ ★ ● ●
Ivy Dialysis	602 Ivy Street Elmira, New York 14905	Not enough quality measure data to calculate a star rating
Corning Dialysis	8 W. Pulteney St. Suite 101 Corning, New York 14830	★ ★ ★ ★ ●
Schuyler Dialysis	220 Steuben Street Montour Falls, New York 14865	Not enough quality measure data to calculate a star rating
Williamsbridge Dialysis Center	3525 White Plains Road, Suite B Bronx, New York 10467	Not enough quality measure data to calculate a star rating
East Rochester Dialysis	445 West Commercial Street East Rochester, New York 14445	Not enough quality measure data to calculate a star rating
Williamsbridge Home Dialysis Center	3525 White Plains Road, Suite A Bronx, New York 10467	N/A
Clinton Hill Dialysis	1275 Bedford Avenue Brooklyn, New York 11216	Not enough quality measure data to calculate a star rating
Jamaica Hillside Dialysis (Open Date 2/10/17)	171-19 Hillside Avenue Jamaica, New York 11432	Not yet on CMS site/Not open long enough to supply sufficient data
Atlas Park Dialysis (Open Date 2/4/17)	80-00 Cooper Avenue Glendale, New York 11385	Not yet on CMS site/Not open long enough to supply sufficient data
Melrose Dialysis	459 East 149th Street Bronx, New York 10455	Not open long enough to supply sufficient data
Seaway Dialysis	999 East Ridge Road Irondequoit, New York 14621	Not open long enough to supply sufficient data
Buffalo Dialysis	520 Ellicott Street Buffalo, New York 14203	Not yet on CMS site/Not open long enough to supply sufficient data
Brooklyn Chinatown Dialysis	730 64th Street Brooklyn, New York 11220	Not yet on CMS site/Not open long enough to supply sufficient data
Woodbury Dialysis	113 Crossways Park Drive, Suite 100 Woodbury, New York 11797	Not yet on CMS site/Not open long enough to supply sufficient data

**Data obtained from Dialysis Facility
Compare on March 2, 2018**

<https://www.medicare.gov/dialysisfacilitycompare/#>

172364 HSP Attachment A
Knickerbocker-Affiliated Dialysis Centers in New York State

The star rating

To calculate the star rating for a facility, each domain is given a domain score between 0 and 100 by averaging the normalized scores for measures within that domain. A final score between 0 and 100 is obtained by averaging the three domain scores (or two domain scores for peritoneal dialysis-only facilities). Finally, to recognize high and low performances, facilities receive stars in the following way:

- Facilities with the top 10% final scores were given a star rating of 5. 
- Facilities with the next 20% highest final scores were given a star rating of 4. 
- Facilities within the middle 40% of final scores were given a star rating of 3. 
- Facilities with the next 20% lowest final scores were given a star rating of 2. 
- Facilities with the bottom 10% final scores were given a star rating of 1. 

Quality of patient care star rating

[Data source: Medicare claims and the CMS/ESRD Networks integrated information system](#)

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Date updated on this website: Annually (October)

Data collection period: From: 1/1/2012 - Through: 12/31/2015

DAVITA INC.
CONSOLIDATED BALANCE SHEETS
(unaudited)
(dollars in thousands, except per share data)

	September 30, 2017	December 31, 2016
ASSETS		
Cash and cash equivalents	\$ 846,110	\$ 913,187
Short-term investments	137,358	310,198
Accounts receivable, less allowance of \$221,329 and \$252,056	2,091,074	1,917,302
Inventories	154,422	164,858
Other receivables	599,374	453,483
Prepaid and other current assets	205,211	210,604
Income taxes receivable	—	10,596
Total current assets	4,033,549	3,980,228
Property and equipment, net of accumulated depreciation of \$3,151,402 and \$2,832,160	3,386,056	3,175,367
Intangible assets, net of accumulated amortization of \$1,084,682 and \$940,731	1,451,033	1,527,767
Equity method and other investments	545,053	502,389
Long-term investments	120,129	103,679
Other long-term assets	61,642	44,510
Goodwill	9,415,877	9,407,317
	\$ 19,013,339	\$ 18,741,257
LIABILITIES AND EQUITY		
Accounts payable	\$ 566,918	\$ 522,415
Other liabilities	928,123	856,847
Accrued compensation and benefits	775,280	815,761
Medical payables	400,259	336,381
Current portion of long-term debt	189,822	165,041
Income tax payable	14,391	—
Total current liabilities	2,874,793	2,696,445
Long-term debt	8,908,703	8,947,327
Other long-term liabilities	548,226	465,358
Deferred income taxes	685,598	809,128
Total liabilities	13,017,320	12,918,258
Commitments and contingencies		
Noncontrolling interests subject to put provisions	1,026,890	973,258
Equity:		
Preferred stock (\$0.001 par value, 5,000,000 shares authorized; none issued)		
Common stock (\$0.001 par value, 450,000,000 shares authorized; 194,788,516 and 194,554,491 shares issued and 189,231,693 and 194,554,491 shares outstanding, respectively)	195	195
Additional paid-in capital	1,059,176	1,027,182
Retained earnings	4,070,535	3,710,313
Treasury stock (5,556,823 shares at September 30, 2017)	(348,801)	—
Accumulated other comprehensive income (loss)	3,476	(89,643)
Total DaVita Inc. shareholders' equity	4,784,581	4,648,047
Noncontrolling interests not subject to put provisions	184,548	201,694
Total equity	4,969,129	4,849,741
	\$ 19,013,339	\$ 18,741,257

DAVITA INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)
(dollars in thousands, except per share data)

	Three months ended September 30,		Nine months ended September 30,	
	2017	2016	2017	2016
Patient service revenues	\$ 2,746,257	\$ 2,643,194	\$ 8,030,102	\$ 7,708,641
Less: Provision for uncollectible accounts	(123,760)	(115,555)	(352,228)	(336,188)
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Operating expenses and charges:				
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Northwell Health, Inc.

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September 30, 2017 and December 31, 2016 (In Thousands)

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Northwell Health, Inc.

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

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Operating revenue:		
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Other operating revenue	451,845	381,549
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Privileged and Confidential: Exempt from disclosure under N.Y. Pub. Off. Law § 87(2)(d)

BALANCE SHEET

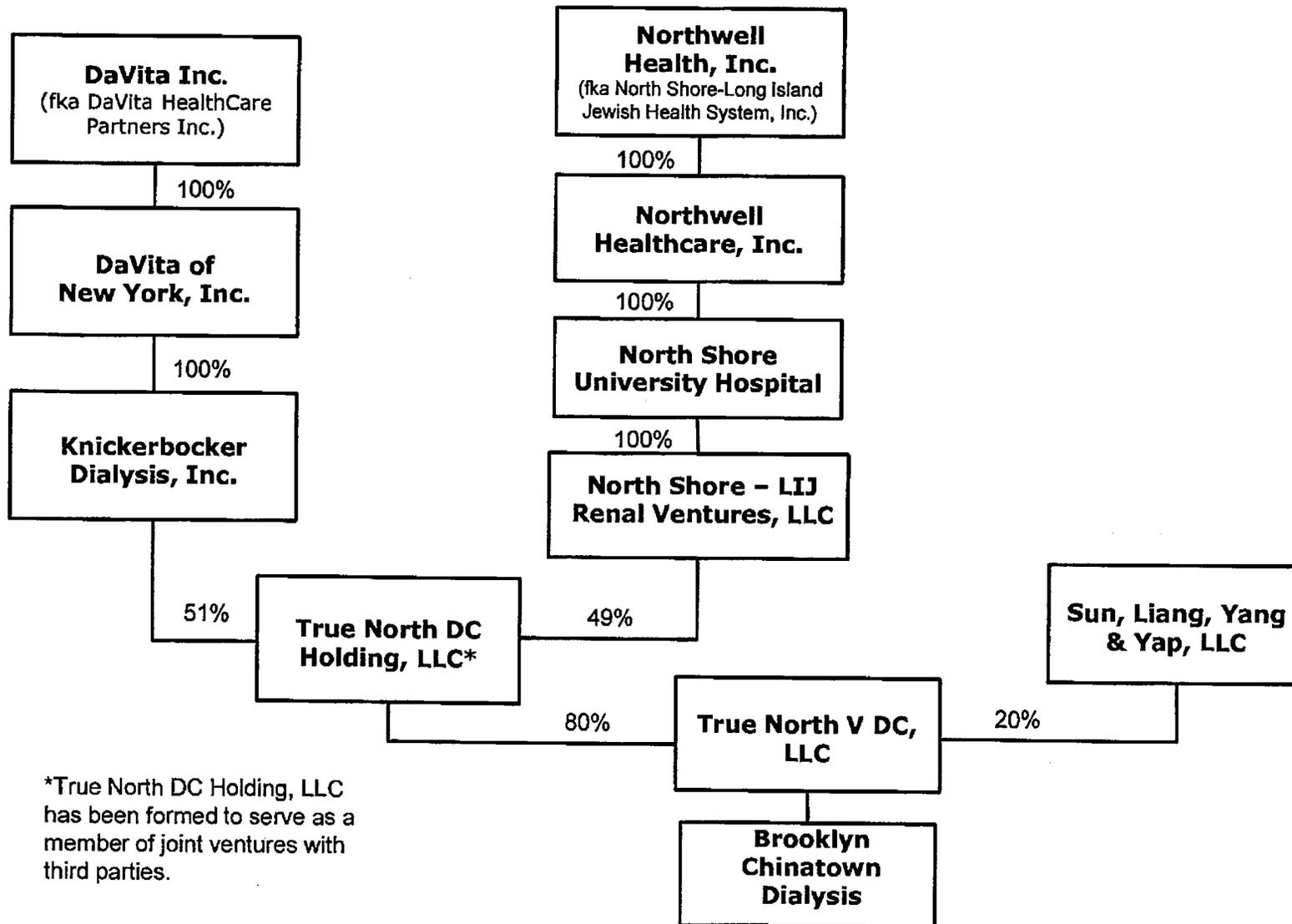
ASSETS

	Brooklyn Chinatown
Capital Improvements	\$ 1,951,923
Goodwill	\$ 1,306,489
Working Capital Cash	\$ 1,776,205
Equipment and Telecommunications	\$ 734,692
Inventory	\$ 10,927
Prepaid Expenses	\$ 32,764
TOTAL ASSETS	\$ 5,813,000

LIABILITIES AND MEMBERS' EQUITY

LIABILITIES	4,070,000
CAPITAL CONTRIBUTIONS	1,743,000
EXPENSES INCURRED	-
TOTAL LIABILITIES AND MEMBERS' EQUITY	5,813,000

True North V DC, LLC



*True North DC Holding, LLC has been formed to serve as a member of joint ventures with third parties.

172411 HSP Attachment A
Knickerbocker-Affiliated Dialysis Centers in New York State

Facility Name	Address	Star Rating
South Bronx Dialysis Center	1940 Webster Avenue Bronx, New York 10457	☆☆☆●●
Richmond Kidney Center	1366 Victory Boulevard Staten Island, New York 10301	☆☆☆☆☆
Catskill Dialysis Center	139 Forestburgh Road Monticello, New York 12701	☆☆☆●●
Sheepshead Bay Renal Care Center	26 Brighton 11th Street Brooklyn, New York 11235	☆☆☆☆☆
Garden City Dialysis Center	1100 Stewart Ave Garden City, New York 11530	☆☆☆●●
Orchard Park Dialysis Center	3801 Taylor Rd Orchard Park, New York 14127	☆☆●●●
Central New York Dialysis Center	910 Erie Blvd East Syracuse, New York 13210	☆☆☆●●
Millennium Dialysis	1408 Ocean Avenue Brooklyn, New York 11230	☆☆●●●
Bronx Dialysis Center	1615-1617 Eastchester Road Bronx, New York 10461	☆☆☆☆●
Riverdale Dialysis Center	170 West 233rd Street Bronx, New York 10463	☆☆☆☆●
Peekskill Cortland Dialysis Center	Pike Plaza, Suite 15 Cortlandt Manor, New York 10566	☆☆☆☆☆
Queens Dialysis Center	118-01,05,07A Guy Brewer Boulevard Jamaica, New York 11434	☆☆☆●●
Boston Post Road Dialysis Center	4000-4026 Boston Post Road Bronx, New York 10475	☆☆☆●●
Soundview Dialysis Center	1622-24 Bruckner Blvd Bronx, New York 10473	☆☆☆●●
Lynbrook Dialysis Center	147 Scranton Road Lynbrook, New York 11563	☆☆☆●●
Northtowns Dialysis Center	4041 Delaware Avenue Tonawanda, New York 14150	☆☆☆●●
Midwood Dialysis	1915 Ocean Avenue Brooklyn, New York 11230	☆☆☆●●
Yonkers Dialysis Center	575 Yonkers Avenue Yonkers, New York 10704	☆☆☆☆☆
Suburban Dialysis Center	1542 Maple Rd Williamsville, New York 14221	☆☆☆●●
Queens Village Dialysis Center	222-02 Hempstead Avenue Queens Village, New York 11429	☆☆☆●●
Long Island Renal Care	3460 Great Neck Road Amityville, New York 11701	☆☆☆●●

172411 HSP Attachment A
Knickerbocker-Affiliated Dialysis Centers in New York State

Facility Name	Address	Star Rating
Borough Park Dialysis	4102 13th Avenue Brooklyn, New York 11219	★ ★ ● ● ●
Jamestown Dialysis Center	207 Foote Avenue Jamestown, New York 14701	★ ★ ★ ★ ★
Orange Dialysis Center	100 Crystal Run Road Middletown, New York 10941	★ ★ ★ ● ●
Waters Place Dialysis Center	1733 Eastchester Road Bronx, New York 10461	★ ★ ★ ★ ●
Staten Island Dialysis Center	1139 Hylan Boulevard Staten Island, New York 10305	★ ★ ★ ● ●
Ivy Dialysis	602 Ivy Street Elmira, New York 14905	Not enough quality measure data to calculate a star rating
Corning Dialysis	8 W. Pulteney St. Suite 101 Corning, New York 14830	★ ★ ★ ★ ●
Schuyler Dialysis	220 Steuben Street Montour Falls, New York 14865	Not enough quality measure data to calculate a star rating
Williamsbridge Dialysis Center	3525 White Plains Road, Suite B Bronx, New York 10467	Not enough quality measure data to calculate a star rating
East Rochester Dialysis	445 West Commercial Street East Rochester, New York 14445	Not enough quality measure data to calculate a star rating
Williamsbridge Home Dialysis Center	3525 White Plains Road, Suite A Bronx, New York 10467	N/A
Clinton Hill Dialysis	1275 Bedford Avenue Brooklyn, New York 11216	Not enough quality measure data to calculate a star rating
Jamaica Hillside Dialysis (Open Date 2/10/17)	171-19 Hillside Avenue Jamaica, New York 11432	Not yet on CMS site/Not open long enough to supply sufficient data
Atlas Park Dialysis (Open Date 2/4/17)	80-00 Cooper Avenue Glendale, New York 11385	Not yet on CMS site/Not open long enough to supply sufficient data
Melrose Dialysis	459 East 149th Street Bronx, New York 10455	Not open long enough to supply sufficient data
Seaway Dialysis	999 East Ridge Road Irondequoit, New York 14621	Not open long enough to supply sufficient data
Buffalo Dialysis	520 Ellicott Street Buffalo, New York 14203	Not yet on CMS site/Not open long enough to supply sufficient data
Brooklyn Chinatown Dialysis	730 64th Street Brooklyn, New York 11220	Not yet on CMS site/Not open long enough to supply sufficient data
Woodbury Dialysis	113 Crossways Park Drive, Suite 100 Woodbury, New York 11797	Not yet on CMS site/Not open long enough to supply sufficient data

**Data obtained from Dialysis Facility
Compare on March 2, 2018**

<https://www.medicare.gov/dialysisfacilitycompare/#>

172411 HSP Attachment A
Knickerbocker-Affiliated Dialysis Centers in New York State

The star rating

To calculate the star rating for a facility, each domain is given a domain score between 0 and 100 by averaging the normalized scores for measures within that domain. A final score between 0 and 100 is obtained by averaging the three domain scores (or two domain scores for peritoneal dialysis-only facilities). Finally, to recognize high and low performances, facilities receive stars in the following way:

- Facilities with the top 10% final scores were given a star rating of 5. 
- Facilities with the next 20% highest final scores were given a star rating of 4. 
- Facilities within the middle 40% of final scores were given a star rating of 3. 
- Facilities with the next 20% lowest final scores were given a star rating of 2. 
- Facilities with the bottom 10% final scores were given a star rating of 1. 

Quality of patient care star rating

[Data source: Medicare claims and the CMS/ESRD Networks integrated information system](#)

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Date updated on this website: Annually (October)

Data collection period: From: 1/1/2012 - Through: 12/31/2015

Comfortcare of Cayuga County, Inc.

BFA Attachment A
CON 181065

Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 42,686	\$ 52,338
Contract receivables, net of allowance of \$5,000 for 2017 and 2016	78,795	77,354
Inventory	<u>14,514</u>	<u>14,198</u>
Total Current Assets	<u>135,995</u>	<u>143,890</u>
Property, Plant and Equipment		
Land	8,000	8,000
Building and improvements	231,360	231,360
Furniture and fixtures	18,614	18,614
Office equipment	<u>51,623</u>	<u>51,623</u>
	309,597	309,597
Accumulated depreciation	<u>(193,828)</u>	<u>(185,992)</u>
Total Property, Plant and Equipment, Net	<u>115,769</u>	<u>123,605</u>
Other Assets		
Investments	<u>450,467</u>	<u>477,296</u>
Total Assets	<u>\$ 702,231</u>	<u>\$ 744,791</u>

	<u>2017</u>	<u>2016</u>
Liabilities and Net Assets		
Current Liabilities		
Line of credit	\$ 126,100	\$ 143,000
Accounts payable	35,058	14,457
Accrued payroll	<u>10,481</u>	<u>9,748</u>
Total Liabilities	<u>171,639</u>	<u>167,205</u>
Net Assets		
Unrestricted net assets:		
Undesignated	313,898	351,183
Board designated	<u>1,606</u>	<u>2,564</u>
Total Unrestricted Net Assets	315,504	353,747
Temporarily restricted net assets	65,088	73,839
Permanently restricted net assets	<u>150,000</u>	<u>150,000</u>
Total Net Assets	<u>530,592</u>	<u>577,586</u>
 Total Liabilities and Net Assets	 <u><u>\$ 702,231</u></u>	 <u><u>\$ 744,791</u></u>

Comfortcare of Cayuga County, Inc.

Statements of Activities

Years Ended December 31, 2017 and 2016

	<u>2017</u>			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Public Support and Revenue				
Donations	\$ 55,976	\$ 20,000	\$ -	\$ 75,976
Donations in-kind	9,091	-	-	9,091
Medicaid room and board	22,967	-	-	22,967
Insurance reimbursement	805,862	-	-	805,862
Grants	26,688	-	-	26,688
Fundraising	60,139	-	-	60,139
Memorials	54,347	-	-	54,347
Miscellaneous income	-	-	-	-
Net investment income (loss)	32,360	35,945	-	68,305
Net assets released from restrictions	<u>64,696</u>	<u>(64,696)</u>	<u>-</u>	<u>-</u>
Total Public Support and Revenue	<u>1,132,126</u>	<u>(8,751)</u>	<u>-</u>	<u>1,123,375</u>
Expenses				
Program services:				
Care of terminally ill/families	<u>914,270</u>	<u>-</u>	<u>-</u>	<u>914,270</u>
Support services:				
Management and general	213,121	-	-	213,121
Fundraising	<u>42,978</u>	<u>-</u>	<u>-</u>	<u>42,978</u>
Total Support Services	<u>256,099</u>	<u>-</u>	<u>-</u>	<u>256,099</u>
Total Expenses	<u>1,170,369</u>	<u>-</u>	<u>-</u>	<u>1,170,369</u>
Changes in Net Assets	<u>\$ (38,243)</u>	<u>\$ (8,751)</u>	<u>\$ -</u>	<u>\$ (46,994)</u>

	2016			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Public Support and Revenue				
Donations	\$ 63,271	\$ 30,000	\$ -	\$ 93,271
Donations in-kind	6,563	-	-	6,563
Medicaid room and board	2,544	-	-	2,544
Insurance reimbursement	872,402	-	-	872,402
Grants	36,680	-	-	36,680
Fundraising	104,888	-	-	104,888
Memorials	56,780	-	-	56,780
Miscellaneous income	415	-	-	415
Net investment income (loss)	19,726	19,951	-	39,677
Net assets released from restrictions	28,724	(28,724)	-	-
Total Public Support and Revenue	<u>1,191,993</u>	<u>21,227</u>	<u>-</u>	<u>1,213,220</u>
Expenses				
Program services:				
Care of terminally ill/families	<u>914,806</u>	<u>-</u>	<u>-</u>	<u>914,806</u>
Support services:				
Management and general	176,046	-	-	176,046
Fundraising	48,199	-	-	48,199
Total Support Services	<u>224,245</u>	<u>-</u>	<u>-</u>	<u>224,245</u>
Total Expenses	<u>1,139,051</u>	<u>-</u>	<u>-</u>	<u>1,139,051</u>
Changes in Net Assets	<u>\$ 52,942</u>	<u>\$ 21,227</u>	<u>\$ -</u>	<u>\$ 74,169</u>

**THE CARING COALITION OF CENTRAL NEW YORK
d/b/a HOSPICE OF CENTRAL NEW YORK
HOSPICE FOUNDATION OF CENTRAL NEW YORK, INC.**

**CONSOLIDATED BALANCE SHEETS
MAY 31, 2017 AND 2016**

	<u>2017</u>	<u>2016</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 2,043,164	\$ 2,408,007
Receivables -		
Patient accounts, net of allowance for doubtful accounts of approximately \$56,000 in 2017 and \$75,000 in 2016	898,130	1,009,017
Estate receivable	482,322	-
Other receivables	<u>12,852</u>	<u>13,906</u>
Total receivables	1,393,304	1,022,923
Prepaid expenses and other current assets	<u>105,236</u>	<u>103,897</u>
Total current assets	3,541,704	3,534,827
INVESTMENTS	6,660,469	5,918,184
PROPERTY AND EQUIPMENT, net	<u>2,246,425</u>	<u>2,181,383</u>
Total assets	<u>\$ 12,448,598</u>	<u>\$ 11,634,394</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 405,445	\$ 401,695
Accrued expenses and other liabilities	<u>444,759</u>	<u>460,791</u>
Total current liabilities	<u>850,204</u>	<u>862,486</u>
Total liabilities	<u>850,204</u>	<u>862,486</u>
NET ASSETS:		
Unrestricted	11,249,827	10,446,228
Temporarily restricted	114,867	91,980
Permanently restricted	<u>233,700</u>	<u>233,700</u>
Total net assets	<u>11,598,394</u>	<u>10,771,908</u>
Total liabilities and net assets	<u>\$ 12,448,598</u>	<u>\$ 11,634,394</u>

**THE CARING COALITION OF CENTRAL NEW YORK
d/b/a HOSPICE OF CENTRAL NEW YORK
HOSPICE FOUNDATION OF CENTRAL NEW YORK, INC.**

**CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED MAY 31, 2017 AND 2016**

	<u>2017</u>	<u>2016</u>
UNRESTRICTED REVENUES, GAINS AND OTHER SUPPORT:		
Net patient service revenue	\$ 8,029,610	\$ 8,770,136
Contribution revenue	1,168,148	633,159
Other revenue, including investment income	207,692	101,525
Net assets released from restrictions	<u>31,563</u>	<u>98,582</u>
Total unrestricted revenues, gains and other support	<u>9,437,013</u>	<u>9,603,402</u>
EXPENSES:		
Salaries	4,448,865	4,291,029
Home care ancillaries	1,147,174	1,293,912
Contract services	1,298,745	1,709,301
Office and general	408,694	438,859
Payroll taxes and benefits	568,853	517,379
Health insurance	435,928	499,213
Depreciation	157,506	142,820
Occupancy	117,006	114,221
Transportation	161,953	181,058
Retirement plan	149,116	138,333
Fundraising and events	96,664	84,116
Other program expenses	12,260	13,861
Provision for doubtful accounts	<u>22,178</u>	<u>52,285</u>
Total expenses	<u>9,024,942</u>	<u>9,476,387</u>
Excess of unrestricted revenues, gains and other support over expenses	412,071	127,015
UNREALIZED GAINS (LOSSES) ON INVESTMENTS, net	387,328	(200,405)
CONTRIBUTIONS OF PROPERTY AND EQUIPMENT	<u>4,200</u>	<u>47,700</u>
Change in unrestricted net assets	<u>803,599</u>	<u>(25,690)</u>

**THE CARING COALITION OF CENTRAL NEW YORK
d/b/a HOSPICE OF CENTRAL NEW YORK
HOSPICE FOUNDATION OF CENTRAL NEW YORK, INC.**

**CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED MAY 31, 2017 AND 2016**

(Continued)

	<u>2017</u>	<u>2016</u>
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS:		
Restricted contributions	30,098	71,256
Investment income (loss), net	24,352	(5,465)
Net assets released from restrictions	<u>(31,563)</u>	<u>(98,582)</u>
Change in temporarily restricted net assets	<u>22,887</u>	<u>(32,791)</u>
CHANGE IN NET ASSETS	826,486	(58,481)
NET ASSETS - beginning of year	<u>10,771,908</u>	<u>10,830,389</u>
NET ASSETS - end of year	<u>\$ 11,598,394</u>	<u>\$ 10,771,908</u>

The Caring Coalition of Central New York dba Hospice of Central New York
 Balance Sheet - December 31, 2017

ASSETS

CURRENT ASSETS

CASH	\$	2,159,958
PATIENT RECEIVABLES - NET	\$	1,064,893
OTHER RECEIVABLES	\$	2,946
OTHER CURRENT ASSETS	\$	187,843
DUE FROM FOUNDATION	\$	4,030

TOTAL CURRENT ASSETS	\$	<u>3,419,670</u>
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TOTAL PROPERTY-NET	\$	2,179,795
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LONG-TERM INVESTMENTS	\$	1,618,489
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Interest in Net Assets-Fndn	\$	6,004,845
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TOTAL ASSETS	\$	<u><u>13,222,799</u></u>
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LIABILITIES & NET ASSETS

CURRENT LIABILITIES

Accounts Payable	\$	392,325
Payroll liabilities	\$	6,473
Accrued Vacation Benefit	\$	173,416
Accrued Salaries & Wages	\$	14,855
Other Accrued Expenses	\$	77,534

TOTAL CURRENT LIABILITIES	\$	<u>664,603</u>
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NET ASSETS

Temp. Restricted	\$	-
Unrestricted	\$	6,553,351
Net Assets-Foundation	\$	6,004,845

TOTAL NET ASSETS	\$	<u>12,558,196</u>
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TOTAL LIABILITIES & NET ASSETS	\$	<u><u>13,222,799</u></u>
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The Caring Coalition of Central New York dba Hospice of Central New York
Revenue and Expense Statement
For the seven months ending 12/31/17

REVENUES

Total Gross Patient Care Revenue (excludes Inpatient)	\$ 5,011,173
Less net adjustments (contr. allow., charity, bad debt)	\$ (122,543)
Net Patient Care Revenue	<u>\$ 4,888,630</u>
 NURSING HOME ROOM & BOARD NET REVENUE	 \$ 263,450
 INPATIENT REVENUE	 \$ 66,671
 OTHER HOME CARE REVENUE	 \$ 17,915
 TOTAL - NET HOME CARE REVENUE	 <u>\$ 5,236,666</u>
 OTHER REVENUE - Fees, Development Reimb., Other	 \$ 213,651
 TOTAL REVENUE	 <u><u>\$ 5,450,317</u></u>

EXPENSES

Salaries and Wages	\$ 2,552,066
Payroll Taxes and Benefits	\$ 592,742
Contracted Nursing Home R&B	\$ 260,450
Contract Services	\$ 451,717
Contracted Inpatient & Respite Care	\$ 57,427
Home Care Ancillaries	\$ 738,276
Transportation	\$ 94,370
Occupancy	\$ 134,671
Office and General	\$ 238,628
 TOTAL OPERATING EXPENSES	 <u>\$ 5,120,347</u>
 EXCESS (DEFICIENCY) OF REV OVER EXP BEFORE GRANT	 <u>\$ 329,970</u>
 ANNUAL FOUNDATION GRANT	 \$ 240,000
 EXCESS (DEFICIENCY) OF REV OVER EXPENSES	 <u>\$ 569,970</u>
 Change interest-Fndn Net Asset	 \$ 389,836
 Consolidated Results - positive(negative)	 <u><u>\$ 959,806</u></u>

**THE CARING COALITION OF CENTRAL NEW YORK dba Hospice of Central
New York & Hospice of the Finger Lakes**

OPENING DAY BALANCE SHEET

CURRENT ASSETS

Cash in Bank	\$1,828,038
Patient Receivables	\$954,130
Less: Pt. Receivable Allowances	-\$56,000
Inventory	\$0
Prepaid Expenses & Other Current Assets	\$100,506
Other Receivables	\$1,544
Certificates of Deposit	\$104,600

Total Current Assets **\$2,932,818**

FIXED ASSETS - NET OF DEPR

Computer Equipment & Software	\$329,047
Office Furniture & Fixtures	\$568,187
Leasehold Improvements	\$0
Buildings & Bldg Improvements	\$3,486,393
Land	\$350,439
Less Accumulated Depreciation	-\$2,487,641

Total Fixed Assets - Net **\$2,246,425**

OTHER ASSETS

Investments	\$1,595,113
Interest In Hospice Foundation of CNY, Ir	\$5,615,009
Intangible Asset	\$24,205

Total Other Assets **\$7,234,327**

TOTAL ASSETS **\$12,413,570**

CURRENT LIABILITIES

Accounts Payable	\$417,044
Accrued Salaries & Wages	\$157,622
Accrued Vacation Benefits	\$173,416
Payroll Taxes Payable	\$12,926
Other Accrued Liabilities	\$54,168
Line of Credit Payable	\$0
Other current liabilities (specify)	\$0

Total Current Liabilities **\$815,176**

LONG-TERM LIABILITIES

Bank Loans Payable (greater than 12 m	\$0
Less: Short-term Portion	\$0
Notes Payable to Stockholders	\$0
Other long-term debt (specify)	\$0

Total L-T Liabilities **\$0**

Net Assets

Unrestricted	\$11,249,827
Temporarily Restricted	\$114,867
Permanently Restricted	\$233,700

Total Net Assets **\$11,598,394**

TOTAL ASSETS **\$12,413,570**

	Audited HCNV Balance Sheet on 5/31/17	Audited HFL Balance Sheet on 12/31/16	Estimated Balance Sheet Adjustment due to change of Ownership
CURRENT ASSETS			
Cash in Bank	\$1,828,038	\$52,338	-\$52,338
Patient Receivables	\$954,130	\$82,354	-\$82,354
Less: Pt. Receivable Allowances	(\$56,000)	(\$5,000)	\$5,000
Inventory	\$0	\$14,198	-\$14,198
Prepaid Expenses & Other Current Assets	\$100,506	\$0	\$0
Other Receivables	\$1,544	\$0	\$0
Certificates of Deposit	\$104,600	\$0	\$0
Total Current Assets	\$2,932,818	\$143,890	-\$143,890
FIXED ASSETS - NET OF DEPR			
Computer Equipment & Software	\$329,047	\$51,623	-\$51,623
Office Furniture & Fixtures	\$568,187	\$18,614	-\$18,614
Leasehold Improvements	\$0	\$0	\$0
Buildings & Bldg Improvements	\$3,486,393	\$231,360	-\$231,360
Land	\$350,439	\$8,000	-\$8,000
Less Accumulated Depreciation	(\$2,487,641)	(\$185,992)	\$185,992
Total Fixed Assets - Net	\$2,246,425	\$123,605	-\$123,605
OTHER ASSETS			
Investments	\$1,595,113	\$477,296	-\$477,296
Interest In Hospice Foundation of CNY, Inc.	\$5,615,009	\$0	\$0
Intangible Asset	\$0	\$0	\$24,205
Total Other Assets	\$7,210,122	\$477,296	-\$453,091
TOTAL ASSETS	\$12,389,365	\$744,791	-\$720,586

	Audited HCNV Balance Sheet on 5/31/17	Audited HFL Balance Sheet on 12/31/16	Estimated Balance Sheet Adjustment due to change of Ownership
CURRENT LIABILITIES			
Accounts Payable	\$402,587	\$14,457	\$0
Accrued Salaries & Wages	\$147,874	\$9,748	\$0
Accrued Vacation Benefits	\$173,416	\$0	\$0
Payroll Taxes Payable	\$12,926	\$0	\$0
Other Accrued Liabilities	\$54,168	\$0	\$0
Line of Credit Payable	\$0	\$143,000	(\$143,000)
Other current liabilities (specify)	\$0	\$0	\$0
Total Current Liabilities	\$790,971	\$167,205	-\$143,000
LONG-TERM LIABILITIES			
Bank Loans Payable (greater than 12 months)	\$0	\$0	\$0
Less: Short-term Portion	\$0	\$0	\$0
Notes Payable to Stockholders	\$0	\$0	\$0
Other long-term debt (specify)	\$0	\$0	\$0
Total L-T Liabilities	\$0	\$0	\$0
Net Assets			
Unrestricted	\$11,249,827	\$353,747	-\$353,747
Temporarily Restricted	\$114,867	\$73,839	-\$73,839
Permanently Restricted	\$233,700	\$150,000	-\$150,000
Total Net Assets	\$11,598,394	\$577,586	-\$577,586
TOTAL ASSETS	\$12,389,365	\$744,791	-\$720,586

Oak Hill Operating Co, LLC

Current and Proposed Owners of the Real Property

<u>Current Owners</u>		<u>Proposed Owners</u>	
Oak Hill Acquisition Group, LLC		Oak Hill 602 Holding, LLC	
Members:	%	Members:	%
Arron Elogen	50%	Andrea Mayer	20%
Hershy Greenzweig	25%	Pearl Salamon	10%
Jacquelin Braunstein	25%	Suri Reich	10%
		Rivky Klein	10%
		Anna Appel	10%
		Yossi Mayer	10%
		Mordechi Berman	5%
		Helen Majerovic	5%
		Esther Gerwitz	3.5%
		Alan Landa	3.5%
		Steven Landa	3.5%
		Joseph Landa	3.5%
		Joseua Landa	3.5%
		David Landa	2.5%

Oak Hill Acquisition Co, LLC d/b/a Oak Hill Manor Nursing Home
 Financial Summary

FISCAL PERIOD ENDED	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
ASSETS - CURRENT	\$1,218,159	\$706,832	\$515,355
ASSETS - FIXED AND OTHER	199,435	260,286	294,201
LIABILITIES - CURRENT	664,140	432,385	596,337
LIABILITIES - LONG-TERM	<u>0</u>	<u>0</u>	<u>0</u>
EQUITY	\$753,454	\$534,733	\$213,219
<hr/>			
INCOME	\$5,560,124	\$5,456,539	\$5,628,965
EXPENSE	<u>5,281,955</u>	<u>5,045,027</u>	<u>5,308,080</u>
NET INCOME	\$278,169	\$411,512	\$320,885
<hr/>			
NUMBER OF BEDS	60	60	60
PERCENT OF OCCUPANCY (DAYS)	96.90%	89.36%	94.72%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	46.90%	40.50%	31.50%
MEDICARE	9.30%	8.20%	7.30%
PRIVATE/OTHER	43.80%	51.20%	61.30%
<hr/>			
Average Working Capital	\$249,161		
Average Net Assets	\$500,469		
Average Net Income (Loss)	\$336,855		
Average Occupancy	94%		

Oak Hill Acquisition Company LLC
Balance Sheet
As of December 31, 2017

Project#171416
BFA Attachments-D

Assets

Current Assets

Cash Accounts	\$	126,530
Accounts Receivable		397,897
Due From Riverview		619,500
Prepaid Expenses		<u>31,937</u>

Total Current Assets 1,175,864

Property and Equipment

Leasehold Improvement	52,463
Major Moveable Equip.	706,281
Equipment - Acquisitions	33,362
Less Accumulated Depreciation	<u>(594,025)</u>

Net Property and Equipment 198,081

Total Assets \$ 1,373,945

**Oak Hill Acquisition Company LLC
Balance Sheet
As of December 31, 2017**

Project# 171416
BFA Attachment-D cont

Liabilities and Partners' Equity

Current Liabilities

Notes & Loans Payable	\$	4,908
Accounts Payable		285,112
Accrued Payroll		168,229
Other Accrued Expenses		2,939
Security Deposit Payable		19,732
Due to Oakhill		<u>37,375</u>

Total Current Liabilities 518,295

Long-Term Liabilities

Total Long-Term Liabilities 0

Total Liabilities 518,295

Partners' Equity

Beginning Capital	753,460
Capital Withdrawals	(202,125)
Net Income	<u>304,314</u>

Total Partners' Equity 855,649

Total Liabilities and Partners' Equity \$ 1,373,944

**Oak Hill Acquisition Company LLC
Income Statement**

Project# 171416
BFA Attachment-D cont

**12 Months Ended
December 31, 2017**

Sales	
Private Income	2,142,827
Medicare Part A Income	941,071
Medicare Part B Income	51,817
Medicaid Income	2,260,414
Recovery Of Funds - Medicaid	190,841
Misc. Charges - Private	755
Beauty Salon	4,754
Guest Meals	1,726
	<hr/>
Total Sales	5,594,205
	<hr/>
Gross Profit	5,594,205
Operating Expenses	
Direct Patient Care	2,065,310
Other Patient Services	200,012
Dietary	513,815
Laundry and Linen	83,350
Operation of Plant	888,745
General and Administrative	696,833
Depreciation	34,716
Assessment Fund	294,121
Employee Benefits	513,355
	<hr/>
Total Operating Expenses	5,290,257
	<hr/>
Operating Income (Loss)	303,948
Other Income (Expenses)	
SNF - Interest Income	366
	<hr/>
Total Other Income (Expenses)	366
	<hr/>
Net Income (Loss) Before Taxes	304,314
	<hr/>
Net Income (Loss)	\$ 304,314
	<hr/> <hr/>

Oak Hill Acquisition Company LLC
Statement of Cash Flows
For the 12 Months Ended December 31, 2017

Project# 171416
BFA Attachment-D cont

Cash Flows from Operating Activities	
Net Income (Loss)	\$ 304,314
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:	
Depreciation and Amortization	34,716
Losses (Gains) on Sales of Fixed Assets	0
Decrease (Increase) in Operating Assets:	
Accounts Receivable	131,754
Prepaid Expenses	30,906
Other	(10,000)
Increase (Decrease) in Operating Liabilities:	
Accounts Payable	(26,163)
Accrued Liabilities	(147,586)
Other	53,474
Total Adjustments	<u>67,101</u>
Net Cash Provided By (Used In) Operating Activities	<u>371,415</u>
Cash Flows from Investing Activities	
Capital Expenditures	<u>(33,362)</u>
Net Cash Provided By (Used In) Investing Activities	<u>(33,362)</u>
Cash Flows from Financing Activities	
Notes Payable Repayments	(25,564)
Drawing	<u>(202,125)</u>
Net Cash Provided By (Used In) Financing Activities	<u>(227,689)</u>
Net Increase (Decrease) In Cash and Cash Equivalents	110,364
Beginning Cash and Cash Equivalents	<u>16,164</u>
Ending Cash and Cash Equivalents	<u>\$ 126,529</u>

OAK HILL OPERATING CO., LLC

PROFORMA BALANCE SHEET

January 1, 2018

ASSETS

	<u>Oak Hill Operating Co., LLC</u>
Current Assets	
Cash & Cash Equivalents	\$ 1,241,911
Account Receivable	198,949
Prepaid Rent (First Month's Rent)	<u>83,333</u>
Total Current Assets	1,524,193
Non Current Assets	
Resident Funds	75,000
Other Assets (Goodwill)	638
Fixed Assets - Net	<u>199,000</u>
Total Non Current Assets	<u>274,638</u>
Total Assets	<u>\$ 1,798,831</u>

LIABILITIES AND MEMBERS' EQUITY

Liabilities	
Assumed Liabilities	\$ 480,920
Long Term Debt, Current Portion	<u>107,486</u>
Total current liabilities	<u>588,406</u>
Long term Liabilities	
Resident Funds	75,000
Long Term Debt, Net of Current Portion	<u>513,469</u>
Total Long-term Liabilities	<u>588,469</u>
Total Liabilities	1,176,875
Members' Equity	<u>621,956</u>
Total Liabilities and Members' Equity	<u>\$ 1,798,831</u>

Oak Hill 602 Holding, LLC
Balance Sheet
As of Change of Ownership Date

	<u>Realty</u>
Current Assets	
Cash & Cash Equivalents	\$ 197,500
Escrow: R/E and Insurance*	300,000
Escrow: Repair Reserve*	100,000
Prepaid Interest @ Closing*	32,400
Total Current Assets	<u>569,900</u>
Property & Equipment, Net	6,479,100
Intangible Assets- Mortgage Costs*	150,000
Total Assets	<u>\$ 7,199,000</u>
Current Liabilities	
Current Portion of Long Term Debt	\$ 76,118
Total Current Liabilities	<u>76,118</u>
Long Term Debt	6,394,882
Total Liabilities	<u>6,471,000</u>
Members' Equity	728,000
Total Liabilities & Members' Equity	<u>\$ 7,199,000</u>

* Estimated amounts to be reconciled at closing

Oak Hill Operating Co, LLC
 Proposed members' interest in affiliated RHCF

Facility	EFF Date	Anna Appel	Andrea Meyer	David Landa	Riveky Klein	Steven Landa
Goldcrest Care Center, Inc.	Dec-12	5.00%	7.50%	40.00%	5.00%	
Valley View Manor Nursing Home, Inc.	Apr-02		18.00%			12.00%
Wellsville Manor Care Center, LLC	Apr-01		11.375%			16.71%
Fieldston Lodge Care Center	Sep-03		12.375%	26.00%		
Affinity Skilled Living & Rehab Center	Feb-04		8%	15.00%		
Windsor Park Nursing & Rehab Center	Jun-86			22.50%		
Sunrise Manor	Jun-93			28.50%		
Bethany Gardens	May-02		11%			
Sunny Side Care Center	Sep-00		16%			

Oak Hill Operating Co, LLC
Proposed Members' interest in Affiliated RHCF

Gold Crest Care Center, Inc.

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$2,207,714	\$2,106,152	\$1,743,147	\$532,469
Non-Current Assets	<u>\$14,137,477</u>	<u>14,414,960</u>	<u>15,191,042</u>	<u>15,519,739</u>
Total Assets	\$16,345,191	\$16,521,112	\$16,934,189	\$16,052,208
Current Liabilities	\$13,907,227	13,726,581	4,500,302	4,400,188
Long Term Liabilities	\$730,041	712,199	10,601,354	11,327,072
Total Liabilities	14,637,268	14,438,780	15,101,656	15,727,260
Net Assets	\$1,707,923	\$2,082,332	\$1,832,533	\$324,948
Working Capital Position	(\$11,699,513)	(\$11,620,429)	(\$2,757,155)	(\$3,867,719)
Operating Revenues	\$9,311,912	\$18,310,236	\$18,759,370	\$16,849,243
Operating Expenses	<u>\$8,380,713</u>	<u>18,137,736</u>	<u>17,365,654</u>	<u>16,561,179</u>
Operating Net Income	\$931,199	\$172,500	\$1,393,716	\$288,064

Valley View Manor Nursing Home, LLC

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$2,166,161	\$2,007,454	\$1,667,332	\$1,245,513
Non-Current Assets	<u>\$2,169,619</u>	<u>2,015,071</u>	<u>2,209,101</u>	<u>2,348,317</u>
Total Assets	\$4,335,780	\$4,022,525	\$3,876,433	\$3,593,830
Current Liabilities	\$1,728,464	1,793,815	1,781,350	1,683,112
Long Term Liabilities	\$2,141,583	2,014,310	2,210,871	2,337,533
Total Liabilities	3,870,047	3,808,125	3,992,221	4,020,645
Net Assets	\$465,733	\$214,400	(\$115,788)	(\$426,815)
Working Capital Position	\$437,697	\$213,639	(\$114,018)	(\$437,599)
Operating Revenues	\$3,086,601	\$5,775,739	\$6,264,190	\$5,673,026
Operating Expenses	<u>\$2,731,893</u>	<u>5,760,220</u>	<u>5,938,694</u>	<u>5,738,688</u>
Operating Net Income	\$354,708	\$15,519	\$325,496	(\$65,662)

Wellsville Manor Care Center, LLC

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$3,880,092	\$3,573,250	\$3,443,615	\$3,550,937
Non-Current Assets	<u>\$3,311,276</u>	<u>3,389,671</u>	<u>3,077,537</u>	<u>2,884,665</u>
Total Assets	\$7,191,368	\$6,962,921	\$6,521,152	\$6,435,602
Current Liabilities	\$1,987,954	2,015,887	1,797,136	1,633,925
Long Term Liabilities	\$3,272,027	3,392,754	3,338,905	3,545,022
Total Liabilities	5,259,981	5,408,641	5,136,041	5,178,947
Net Assets	\$1,931,387	\$1,554,280	\$1,385,111	\$1,256,655
Working Capital Position	\$1,892,138	\$1,557,363	\$1,646,479	\$1,917,012
Operating Revenues	\$4,463,923	\$8,140,439	\$8,048,742	\$8,160,580
Operating Expenses	<u>\$3,807,007</u>	<u>7,902,544</u>	<u>7,660,755</u>	<u>7,788,908</u>
Operating Net Income	\$656,916	\$237,895	\$387,987	\$371,672

Fieldston Lodge Care Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$1,508,395	\$1,993,000	\$2,899,000	\$1,319,000
Non-Current Assets	\$6,638,848	6,721,000	7,594,000	7,832,000
Total Assets	\$8,147,243	\$8,714,000	\$10,493,000	\$9,151,000
Current Liabilities	\$2,611,298	3,034,000	4,163,000	4,533,000
Long Term Liabilities	\$451,127	511,000	470,000	554,000
Total Liabilities	3,062,425	3,545,000	4,633,000	5,087,000
Net Assets	\$5,084,818	\$5,169,000	\$5,860,000	\$4,064,000
Working Capital Position	(\$1,102,903)	(\$1,041,000)	(\$1,264,000)	(\$3,214,000)
Operating Revenues	\$12,294,538	\$24,689,000	\$22,196,000	\$22,428,000
Operating Expenses	\$10,520,575	23,335,000	20,087,000	22,430,000
Operating Net Income	\$1,773,963	\$1,354,000	\$2,109,000	(\$2,000)

Affinity Skilled Living & Rehab Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$4,026,940	\$3,336,000	\$6,695,000	\$4,885,000
Non-Current Assets	\$10,215,549	10,486,000	10,777,000	10,614,000
Total Assets	\$14,242,489	\$13,822,000	\$17,472,000	\$15,499,000
Current Liabilities	\$9,479,631	6,389,000	9,069,000	9,734,000
Long Term Liabilities	\$1,399,827	1,871,000	1,623,000	2,923,000
Total Liabilities	10,879,458	8,260,000	10,692,000	12,657,000
Net Assets	\$3,363,031	\$5,562,000	\$6,780,000	\$2,842,000
Working Capital Position	(\$5,452,691)	(\$3,053,000)	(\$2,374,000)	(\$4,849,000)
Operating Revenues	\$18,999,125	\$38,686,000	\$36,770,000	\$34,492,000
Operating Expenses	\$18,569,226	35,758,000	32,840,000	34,092,000
Operating Net Income	\$429,899	\$2,928,000	\$3,930,000	\$400,000

Windsor Park Nursing Home

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	Not Available	\$1,136,000	\$882,000	\$434,000
Non-Current Assets		987,000	1,038,000	1,041,000
Total Assets	\$0	\$2,123,000	\$1,920,000	\$1,475,000
Current Liabilities		869,000	638,000	1,660,000
Long Term Liabilities		417,000	802,000	149,000
Total Liabilities	0	1,286,000	1,440,000	1,809,000
Net Assets	#VALUE!	\$837,000	\$480,000	(\$334,000)
Working Capital Position	#VALUE!	\$267,000	\$244,000	(\$1,226,000)
Operating Revenues		\$8,130,000	\$7,158,000	\$7,414,000
Operating Expenses		7,653,000	6,924,000	6,941,000
Operating Net Income	\$0	\$477,000	\$234,000	\$473,000

Sunrise Manor Center for Nursing & Rehab

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$3,922,754	\$3,342,000	\$3,033,000	\$2,653,000
Non-Current Assets	\$1,755,138	1,776,000	1,958,000	1,462,000
Total Assets	\$5,677,892	\$5,118,000	\$4,991,000	\$4,115,000
Current Liabilities	\$1,739,148	1,580,000	1,432,000	3,639,000
Long Term Liabilities	\$2,506,040	2,616,000	3,057,000	947,000
Total Liabilities	4,245,188	4,196,000	4,489,000	4,586,000
Net Assets	\$1,432,704	\$922,000	\$502,000	(\$471,000)
Working Capital Position	\$2,183,606	\$1,762,000	\$1,601,000	(\$986,000)
Operating Revenues	\$4,799,401	\$9,566,000	\$9,356,000	\$9,020,000
Operating Expenses	\$4,549,738	9,308,000	9,104,000	9,009,000
Operating Net Income	\$249,663	\$258,000	\$252,000	\$11,000

Sunnyside Care Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$2,968,155	\$2,604,000	\$2,051,000	\$1,817,000
Non-Current Assets	\$1,527,796	1,643,000	1,836,000	1,979,000
Total Assets	\$4,495,951	\$4,247,000	\$3,887,000	\$3,796,000
Current Liabilities	\$1,737,403	1,703,000	1,547,000	1,274,000
Long Term Liabilities	\$2,697,723	2,802,000	3,058,000	3,273,000
Total Liabilities	4,435,126	4,505,000	4,605,000	4,547,000
Net Assets	\$60,825	(\$258,000)	(\$718,000)	(\$751,000)
Working Capital Position	\$1,230,752	\$901,000	\$504,000	\$543,000
Operating Revenues	\$3,870,431	\$7,417,000	\$7,304,000	\$6,996,000
Operating Expenses	\$3,397,572	7,266,000	7,102,000	7,421,000
Operating Net Income	\$472,859	\$151,000	\$202,000	(\$425,000)

Bethany Gardens Skilled Living Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$1,397,655	\$2,580,000	\$2,023,000	\$1,509,000
Non-Current Assets	\$2,879,915	2,140,000	2,312,000	2,418,000
Total Assets	\$4,277,570	\$4,720,000	\$4,335,000	\$3,927,000
Current Liabilities	\$1,977,024	2,162,000	2,004,000	1,923,000
Long Term Liabilities	\$3,071,096	2,598,000	2,903,000	3,155,000
Total Liabilities	5,048,120	4,760,000	4,907,000	5,078,000
Net Assets	(\$770,550)	(\$40,000)	(\$572,000)	(\$1,151,000)
Working Capital Position	(\$579,369)	\$418,000	\$19,000	(\$414,000)
Operating Revenues	\$4,595,947	\$9,516,000	\$8,866,000	\$8,650,000
Operating Expenses	\$4,068,903	8,430,000	8,182,000	8,910,000
Operating Net Income	\$527,044	\$1,086,000	\$684,000	(\$260,000)

Oak Hill Acquisition Company, LLC
Details of Assumed Liabilities as of December 31, 2017

The assumed liability total consists of:

<u>Line Item</u>	<u>Balance as of 12/31/17 Interim Financials</u>
Notes Payable	\$ 4,908
Accounts Payable	285,112
Accrued Payroll	168,229
Other Accrued Expenses	2,939
Security Deposit Payable	<u>19,732</u>
Total	\$ 480,920

Project# 171417
 BFA Attachment-B

Riverview Facility Operations, LLC			
Current and Proposed Owners of the Real Property			
Current Owners		Proposed Owners	
River Oak Acquisition Group, LLC		50%	River View 510 Holding, LLC
Arron Elbogen	25.00%		Andrea Meyer 25%
Hershy Greenzweig	12.50%		Helen Majerovoic 10%
Barry Braunstein	12.50%		Suri Reich 10%
530 5th Avenue, LLC		50%	Rivky Klein 10%
Andrea Meyer	25.72%		Anna Appel 10%
Oswego 5th Avenue LLC	24.28%		Yossi Mayer 10%
Aaron Elbogen	9.10%		Mordechi Berman 5%
Hershy Greenzweig	9.10%		Esther Gerwitz 3.5%
Jacquelin Braunstein	6.07%		Alan Landa 3.5%
			Steven Landa 3.5%
			Joseph Landa 3.5%
			Joshua Landa 3.5%
			David Landa 2.5%

Riverview Manor Health Care center
Financial Summary

FISCAL PERIOD ENDED	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
ASSETS - CURRENT	\$2,445,170	\$1,842,913	\$1,459,971
ASSETS - FIXED AND OTHER	423,135	450,370	479,953
LIABILITIES - CURRENT	2,987,252	2,047,083	1,618,698
LIABILITIES - LONG-TERM		<u>562,565</u>	<u>503,615</u>
EQUITY	(\$118,947)	(\$316,365)	(\$182,389)
<hr/>			
INCOME	\$6,007,109	\$5,517,256	\$5,662,050
EXPENSE	<u>5,859,691</u>	<u>6,001,240</u>	<u>6,365,926</u>
NET INCOME	\$147,418	(\$483,984)	(\$703,876)
<hr/>			
NUMBER OF BEDS	77	77	77
PERCENT OF OCCUPANCY (DAYS)	96.10%	92.30%	94.30%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	65.40%	72.40%	81.00%
MEDICARE	7.40%	13.00%	9.10%
PRIVATE/OTHER	25.30%	14.60%	9.90%
<hr/>			
Average Working Capital	(\$301,660)		
Average Net Assets	(\$205,900)		
Average Net Income (Loss)	(\$346,814)		
Average Occupancy	94%		

Riverview Acquisition Company LLC
Balance Sheet
As of December 31, 2017

Project# 171417
BFA Attachment-D

Assets

Current Assets

Cash Accounts	\$	5,613
Accounts Receivable		1,879,026
Due From Riverview		250,288
Prepaid Expenses		78,773

Total Current Assets 2,213,700

Property and Equipment

Leasehold Improvement		503,543
Leasehold - Acquisitions		20,500
Major Moveable Equip.		313,828
Equipment - Acquisitions		4,924
Less Accumulated Depreciation		(443,255)

Net Property and Equipment 399,540

Total Assets \$ 2,613,240

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Riverview Acquisition Company LLC

Balance Sheet

As of December 31, 2017

Project# 171417

BFA Attachment-D cont

Liabilities and Partners' Equity

Current Liabilities

Notes Payable	\$	28,861
Accounts Payable		1,220,361
Accrued Payroll		127,638
FUI and SUI Payable		6,254
Garnishes		5
Other Accrued Expences		5,728
Due to 508 Owego		17,565
Patient Funds		32,137
Due to Oak Hill Company		619,500
Due to River Oak		286,200
Loans Payable		155,000
Loans From Upstate		80,000

Total Current Liabilities 2,579,249

Long-Term Liabilities

Total Long-Term Liabilities 0

Total Liabilities 2,579,249

Partners' Equity

Beginning Capital	(118,945)
Capital Withdrawals	(37,000)
Net Income	189,936

Total Partners' Equity 33,991

Total Liabilities and Partners' Equity \$ 2,613,240

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Riverview Acquisition Company LLC
Income Statement

12 Months Ended
December 31, 2017

Sales	
Private Income	\$ 2,420,261
Medicare Part A Income	854,033
Medicare Part B Income	47,312
Medicaid Income	2,619,840
Recovery Of Funds - Medicaid	171,811
Misc. Charges - Private	(8,702)
Guest Meals	1,994
Gift Cart	<u>642</u>
Total Sales	<u>6,107,191</u>
Gross Profit	<u>6,107,191</u>
Operating Expenses	
Direct Patient Care	2,501,652
Other Patient Services	228,120
Dietary	483,096
Housekeeping	151,251
Laundry and Linen	48,521
Operation of Plant	876,820
General and Administrative	680,035
Employee Benefits	626,139
Depreciation	49,020
Assessment Fund	<u>272,694</u>
Total Operating Expenses	<u>5,917,348</u>
Operating Income (Loss)	<u>189,843</u>
Other Income (Expenses)	
SNF - Interest Income	<u>93</u>
Total Other Income (Expenses)	<u>93</u>
Net Income (Loss) Before Taxes	<u>189,936</u>
Net Income (Loss)	<u>\$ 189,936</u>

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Riverview Acquisition Company LLC
Statement of Cash Flows
For the 12 Months Ended December 31, 2017

Project# 171417
BFA Attachment-D cont

Net Income (Loss)	\$ 189,936
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:	
Depreciation and Amortization	49,020
Losses (Gains) on Sales of Fixed Assets	0
Decrease (Increase) in Operating Assets:	
Accounts Receivable	247,297
Prepaid Expenses	(10,994)
Increase (Decrease) in Operating Liabilities:	
Accounts Payable	(292,384)
Accrued Liabilities	1,536
Other	(95,508)
Total Adjustments	<u>(101,033)</u>
Net Cash Provided By (Used In) Operating Activities	<u>88,903</u>
Cash Flows from Investing Activities	
Capital Expenditures	<u>(25,424)</u>
Net Cash Provided By (Used In) Investing Activities	<u>(25,424)</u>
Cash Flows from Financing Activities	
Notes Payable Repayments	(21,646)
Drawing	<u>(37,000)</u>
Net Cash Provided By (Used In) Financing Activities	<u>(58,646)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,833
Beginning Cash and Cash Equivalents	<u>780</u>
Ending Cash and Cash Equivalents	<u>\$ 5,613</u>

RIVERVIEW FACILITY OPERATIONS, LLC

PROFORMA BALANCE SHEET
As of the First Day of Operations

ASSETS

	<u>Riverview Facility Operations, LLC</u>
Current Assets	
Cash & Cash Equivalents	\$ 1,779,076
Account Receivable	939,513
Prepaid Rent (First Month's Rent)	<u>65,000</u>
Total Current Assets	2,783,589
Non Current Assets	
Resident Funds	33,000
Other Assets (Goodwill)	195,335
Fixed Assets - Net	<u>425,000</u>
Total Non Current Assets	<u>653,335</u>
Total Assets	<u>\$ 3,436,924</u>

LIABILITIES AND MEMBERS' EQUITY

Liabilities	
Assumed Liabilities	\$ 1,623,847
Long Term Debt, Current Portion	<u>153,977</u>
Total current liabilities	<u>1,777,824</u>
Long term Liabilities	
Resident Funds	33,000
Long Term Debt, Net of Current Portion	<u>735,561</u>
Total Long-term Liabilities	<u>768,561</u>
Total Liabilities	2,546,385
Members' Equity	<u>890,539</u>
Total Liabilities and Members' Equity	<u>\$ 3,436,924</u>

River View 510 Holding, LLC
Balance Sheet
As of Change of Ownership Date

	<u>Realty</u>
Current Assets	
Cash & Cash Equivalents	\$ 1,000
Escrow: R/E and Insurance*	100,000
Escrow: Repair Reserve*	38,500
Prepaid Interest @ Closing*	<u>21,600</u>
Total Current Assets	161,100
Property & Equipment, Net	4,799,000
Intangible Assets- Mortgage Costs*	150,000
Total Assets	<u>\$ 5,110,100</u>
Current Liabilities	
Current Portion of Long Term Debt	<u>\$ 50,742</u>
Total Current Liabilities	50,742
Long Term Debt	3,789,258
Due to Members**	310,100
Total Liabilities	<u>4,150,100</u>
Members' Equity	960,000
Total Liabilities & Members' Equity	<u>\$ 5,110,100</u>

* Estimated amounts to be reconciled at closing

** Due to Members corresponds to Escrow Contributions and Mortgage Costs paid at closing

Riverview Facility Operations, LLC
Proposed members' interest in affiliated RHC/F

Facility	EFF Date	Riveky Klein	Andrea Mayer	David Landa	Anna Appel	Steven Landa
Goldecrest Care Center	Dec-12	5%	7.50%		5%	
Valley View Manor Nursing Home, LLC	Apr-02		18.00%			12%
Wellsville Manor Care Center, LLC	Apr-01		11.375%			16.71%
Fieldston Lodge Care Center	Sep-03		12.375%	28.00%		
Affinity Skilled Living & Rehab Center	Feb-04		7.50%	15.00%		
Windsor Park Nursing & Rehab Center	Jun-86			22.50%		
Sunrise Manor	Jun-93			28.50%		
Bethany Gardens	May-02		10.50%			
Sunny Side Care Center	Sep-00		15.50%			

River View Manor Health Care Center
Proposed Members' interest in Affiliated RHCF

Gold Crest Care Center, Inc.

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$2,207,714	\$2,106,152	\$1,743,147	\$532,469
Non-Current Assets	\$14,137,477	14,414,960	15,191,042	15,519,739
Total Assets	\$16,345,191	\$16,521,112	\$16,934,189	\$16,052,208
Current Liabilities	\$13,907,227	13,726,581	4,500,302	4,400,188
Long Term Liabilities	\$730,041	712,199	10,601,354	11,327,072
Total Liabilities	14,637,268	14,438,780	15,101,656	15,727,260
Net Assets	\$1,707,923	\$2,082,332	\$1,832,533	\$324,948
Working Capital Position	(\$11,699,513)	(\$11,620,429)	(\$2,757,155)	(\$3,867,719)
Operating Revenues	\$9,311,912	\$18,310,236	\$18,759,370	\$16,849,243
Operating Expenses	\$8,380,713	18,137,736	17,365,654	16,561,179
Operating Net Income	\$931,199	\$172,500	\$1,393,716	\$288,064

Valley View Manor Nursing Home, LLC

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$2,166,161	\$2,007,454	\$1,667,332	\$1,245,513
Non-Current Assets	\$2,169,619	2,015,071	2,209,101	2,348,317
Total Assets	\$4,335,780	\$4,022,525	\$3,876,433	\$3,593,830
Current Liabilities	\$1,728,464	1,793,815	1,781,350	1,683,112
Long Term Liabilities	\$2,141,583	2,014,310	2,210,871	2,337,533
Total Liabilities	3,870,047	3,808,125	3,992,221	4,020,645
Net Assets	\$465,733	\$214,400	(\$115,788)	(\$426,815)
Working Capital Position	\$437,697	\$213,639	(\$114,018)	(\$437,599)
Operating Revenues	\$3,086,601	\$5,775,739	\$6,264,190	\$5,673,026
Operating Expenses	\$2,731,893	5,760,220	5,938,694	5,738,688
Operating Net Income	\$354,708	\$15,519	\$325,496	(\$65,662)

Wellsville Manor Care Center, LLC

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$3,880,092	\$3,573,250	\$3,443,615	\$3,550,937
Non-Current Assets	\$3,311,276	3,389,671	3,077,537	2,884,665
Total Assets	\$7,191,368	\$6,962,921	\$6,521,152	\$6,435,602
Current Liabilities	\$1,987,954	2,015,887	1,797,136	1,633,925
Long Term Liabilities	\$3,272,027	3,392,754	3,338,905	3,545,022
Total Liabilities	5,259,981	5,408,641	5,136,041	5,178,947
Net Assets	\$1,931,387	\$1,554,280	\$1,385,111	\$1,256,655
Working Capital Position	\$1,892,138	\$1,557,363	\$1,646,479	\$1,917,012
Operating Revenues	\$4,463,923	\$8,140,439	\$8,048,742	\$8,160,580
Operating Expenses	\$3,807,007	7,902,544	7,660,755	7,788,908
Operating Net Income	\$656,916	\$237,895	\$387,987	\$371,672

River View Manor Health Care Center

Fieldston Lodge Care Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$1,508,395	\$1,993,000	\$2,899,000	\$1,319,000
Non-Current Assets	\$6,638,848	6,721,000	7,594,000	7,832,000
Total Assets	\$8,147,243	\$8,714,000	\$10,493,000	\$9,151,000
Current Liabilities	\$2,611,298	3,034,000	4,163,000	4,533,000
Long Term Liabilities	\$451,127	511,000	470,000	554,000
Total Liabilities	3,062,425	3,545,000	4,633,000	5,087,000
Net Assets	\$5,084,818	\$5,169,000	\$5,860,000	\$4,064,000
Working Capital Position	(\$1,102,903)	(\$1,041,000)	(\$1,264,000)	(\$3,214,000)
Operating Revenues	\$12,294,538	\$24,689,000	\$22,196,000	\$22,428,000
Operating Expenses	\$10,520,575	23,335,000	20,087,000	22,430,000
Operating Net Income	\$1,773,963	\$1,354,000	\$2,109,000	(\$2,000)

Affinity Skilled Living & Rehab Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$4,026,940	\$3,336,000	\$6,695,000	\$4,885,000
Non-Current Assets	\$10,215,549	10,486,000	10,777,000	10,614,000
Total Assets	\$14,242,489	\$13,822,000	\$17,472,000	\$15,499,000
Current Liabilities	\$9,479,631	6,389,000	9,069,000	9,734,000
Long Term Liabilities	\$1,399,827	1,871,000	1,623,000	2,923,000
Total Liabilities	10,879,458	8,260,000	10,692,000	12,657,000
Net Assets	\$3,363,031	\$5,562,000	\$6,780,000	\$2,842,000
Working Capital Position	(\$5,452,691)	(\$3,053,000)	(\$2,374,000)	(\$4,849,000)
Operating Revenues	\$18,999,125	\$38,686,000	\$36,770,000	\$34,492,000
Operating Expenses	\$18,569,226	35,758,000	32,840,000	34,092,000
Operating Net Income	\$429,899	\$2,928,000	\$3,930,000	\$400,000

Windsor Park Nursing Home

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	Not Available	\$1,136,000	\$882,000	\$434,000
Non-Current Assets		987,000	1,038,000	1,041,000
Total Assets	\$0	\$2,123,000	\$1,920,000	\$1,475,000
Current Liabilities		869,000	638,000	1,660,000
Long Term Liabilities		417,000	802,000	149,000
Total Liabilities	0	1,286,000	1,440,000	1,809,000
Net Assets	#VALUE!	\$837,000	\$480,000	(\$334,000)
Working Capital Position	#VALUE!	\$267,000	\$244,000	(\$1,226,000)
Operating Revenues		\$8,130,000	\$7,158,000	\$7,414,000
Operating Expenses		7,653,000	6,924,000	6,941,000
Operating Net Income	\$0	\$477,000	\$234,000	\$473,000

River View Manor Health Care Center

Project# 171417
BFA Attachment-G
Cont

Sunrise Manor Center for Nursing & Rehab

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$3,922,754	\$3,342,000	\$3,033,000	\$2,653,000
Non-Current Assets	<u>1,755,138</u>	<u>1,776,000</u>	<u>1,958,000</u>	<u>1,462,000</u>
Total Assets	\$5,677,892	\$5,118,000	\$4,991,000	\$4,115,000
Current Liabilities	\$1,739,148	1,580,000	1,432,000	3,639,000
Long Term Liabilities	\$2,506,040	<u>2,616,000</u>	<u>3,057,000</u>	<u>947,000</u>
Total Liabilities	4,245,188	4,196,000	4,489,000	4,586,000
Net Assets	\$1,432,704	\$922,000	\$502,000	(\$471,000)
Working Capital Position	\$2,183,606	\$1,762,000	\$1,601,000	(\$986,000)
Operating Revenues	\$4,799,401	\$9,566,000	\$9,356,000	\$9,020,000
Operating Expenses	<u>4,549,738</u>	<u>9,308,000</u>	<u>9,104,000</u>	<u>9,009,000</u>
Operating Net Income	\$249,663	\$258,000	\$252,000	\$11,000

Sunnyside Care Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$2,968,155	\$2,604,000	\$2,051,000	\$1,817,000
Non-Current Assets	<u>1,527,796</u>	<u>1,643,000</u>	<u>1,836,000</u>	<u>1,979,000</u>
Total Assets	\$4,495,951	\$4,247,000	\$3,887,000	\$3,796,000
Current Liabilities	\$1,737,403	1,703,000	1,547,000	1,274,000
Long Term Liabilities	\$2,697,723	<u>2,802,000</u>	<u>3,058,000</u>	<u>3,273,000</u>
Total Liabilities	4,435,126	4,505,000	4,605,000	4,547,000
Net Assets	\$60,825	(\$258,000)	(\$718,000)	(\$751,000)
Working Capital Position	\$1,230,752	\$901,000	\$504,000	\$543,000
Operating Revenues	\$3,870,431	\$7,417,000	\$7,304,000	\$6,996,000
Operating Expenses	<u>3,397,572</u>	<u>7,266,000</u>	<u>7,102,000</u>	<u>7,421,000</u>
Operating Net Income	\$472,859	\$151,000	\$202,000	(\$425,000)

Bethany Gardens Skilled Living Center

	<u>Internal 06/2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Current Assets	\$1,397,655	\$2,580,000	\$2,023,000	\$1,509,000
Non-Current Assets	<u>2,879,915</u>	<u>2,140,000</u>	<u>2,312,000</u>	<u>2,418,000</u>
Total Assets	\$4,277,570	\$4,720,000	\$4,335,000	\$3,927,000
Current Liabilities	\$1,977,024	2,162,000	2,004,000	1,923,000
Long Term Liabilities	\$3,071,096	<u>2,598,000</u>	<u>2,903,000</u>	<u>3,155,000</u>
Total Liabilities	5,048,120	4,760,000	4,907,000	5,078,000
Net Assets	(\$770,550)	(\$40,000)	(\$572,000)	(\$1,151,000)
Working Capital Position	(\$579,369)	\$418,000	\$19,000	(\$414,000)
Operating Revenues	\$4,595,947	\$9,516,000	\$8,866,000	\$8,650,000
Operating Expenses	<u>4,068,903</u>	<u>8,430,000</u>	<u>8,182,000</u>	<u>8,910,000</u>
Operating Net Income	\$527,044	\$1,086,000	\$684,000	(\$260,000)

Riverview Facility Operation, LLC
Details of Assumed Liabilities as of December 31, 2017

Notes Payable	\$ 28,861
Accounts Payable	1,220,361
Accrued Payroll	127,638
FUI & SUI Payable	6,254
Garnishes	5
Other Accrued Expenses	5,728
Loans Payable	155,000
Loans from Upstate	<u>80,000</u>
Total Assumed Liabilities	\$1,623,847

Grand Mohawk Valley, LLC

Project# 172292
BFA Attachment-B

Details of Assumed Liabilities as of December 31, 2017

	As of 12/31/2017 Interim Financial
Accounts payable	\$ 689,241
Payroll Liabilities	\$ 615,048
Patient Fund Liability	\$ 75,146
Due to Medicaid(Long Term Obligation)	\$ 81,242
Other Current Liabilities	\$ 59,710
Total	\$ 1,520,387

Pro Forma Balance Sheet
(Mohawk)

Assets

Current Assets		
Working Capital - Cash	\$3,276,104	
Accounts Receivable	\$1,582,209	
Prepaid Expenses	\$79,387	
Patient Funds	\$89,284	
Total Current Assets	\$5,026,984	
Fixed Assets		
Capital/Leasehold Improvements	\$900,286	
Furniture/Fixtures/Moveable Equipment	\$510,327	
Intangible Assets/Goodwill	\$3,124,248	
Total Fixed Assets	\$4,534,861	
TOTAL ASSETS:	\$9,561,845	

Liabilities

Current Liabilities		
Accounts Payable	\$689,241	
Accrued Payroll	\$615,048	
Patient Fund Liability	\$75,146	
Other	\$59,710	
Working Capital Loan	\$877,123	
Total Current Liabilities	\$2,316,268	
Long Term Liabilities		
Due to Medicaid	\$81,242	
Acquisition Loan	\$2,250,000	
Total Long Term Liabilities	\$2,331,242	
TOTAL LIABILITIES:	\$4,647,510	

Equity

Jeremy Strauss	\$4,668,618 *	
Meryl Strauss	\$245,717 *	
TOTAL EQUITY:	\$4,914,335	
TOTAL LIABILITIES AND MEMBERS' EQUITY	\$9,561,845	

* The member equity indicated here reflects the projected member equity upon closing. The basis for the values projected is the amount of assumed assets and assumed liabilities as detailed in the current operators' December 2017 internal financial statement. Actual member equity contribution, for the purposes of this Certificate of Need Application, is reflected in Attachment 12 - Member Equity Analysis.

MVNH Associates, LLC d/b/a Mohawk Valley Health Care Center
Financial Summary

FISCAL PERIOD ENDED	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
ASSETS - CURRENT	\$1,706,507	\$1,991,268	\$2,695,000
ASSETS - FIXED AND OTHER	6,145,012	6,339,313	6,365,000
LIABILITIES - CURRENT	1,161,171	1,133,366	1,101,000
LIABILITIES - LONG-TERM	<u>5,903,294</u>	<u>6,051,697</u>	<u>6,170,000</u>
EQUITY	\$787,054	\$1,145,518	\$1,789,000
<hr/>			
INCOME	\$9,051,627	\$9,042,486	\$9,621,000
EXPENSE	<u>9,410,091</u>	<u>9,118,948</u>	<u>8,650,000</u>
NET INCOME	(\$358,464)	(\$76,462)	\$971,000
<hr/>			
NUMBER OF BEDS	120	120	120
PERCENT OF OCCUPANCY (DAYS)	81.52%	84.98%	87.40%
ADULT DAY CARE VISITS	5,333	6,386	
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	78.53%	77.71%	76.90%
MEDICARE	9.14%	10.30%	15.70%
PRIVATE/OTHER	12.32%	11.99%	4.70%
<hr/>			
Average Working Capital	\$999,079		
Average Net Assets	\$1,240,524		
Average Net Income (Loss)	\$178,691		
Average Occupancy	85%		

MVNH Associates, LLC
Balance Sheets
December 31, 2016 and 2015

<u>Assets</u>	<u>2016</u>	<u>2015</u>
<u>Current Assets</u>		
Cash and Cash Equivalents	\$ 452,297	\$ 543,175
Accounts Receivable, net of allowance for doubtful accounts of \$95,000 and \$95,000, respectively	1,177,205	1,306,869
Prepaid Expenses	77,005	141,224
<u>Total Current Assets</u>	<u>1,706,507</u>	<u>1,991,268</u>
<u>Other Assets</u>		
Property and Equipment, net	2,261,774	2,441,592
Goodwill (Note 1)	3,124,248	3,124,248
Replacement Reserves	232,170	159,075
Escrow Deposits	159,529	221,728
Mortgage Costs	268,810	279,386
Patient Funds (N	98,481	100,502
Security Deposits	-	12,782
<u>Total Other Assets</u>	<u>6,145,012</u>	<u>6,339,313</u>
<u>Total Assets</u>	<u>\$ 7,851,519</u>	<u>\$ 8,330,581</u>
 <u>Liabilities and Members' Equity</u>		
<u>Current Liabilities</u>		
Accounts Payable	\$ 386,448	\$ 380,019
Current Portion of Long-term Debt (160,297	152,438
Payable to Third Party and Private Payors	2,181	62,383
Accrued Payroll and Taxes Payable	597,079	522,972
Accrued Interest Expense	15,166	15,554
<u>Total Current Liabilities</u>	<u>1,161,171</u>	<u>1,133,366</u>
<u>Patient Funds</u>	<u>84,558</u>	<u>84,543</u>
<u>Long-term Debt</u>	<u>5,818,736</u>	<u>5,967,154</u>
<u>Total Liabilities</u>	<u>7,064,465</u>	<u>7,185,063</u>
<u>Members' Equity</u>		
Non-controlling interest in Equity	(4,256,710)	(4,378,482)
Members' Equity	5,043,764	5,524,000
<u>Total Members' Equity</u>	<u>787,054</u>	<u>1,145,518</u>
<u>Total Liabilities and Members' Equity</u>	<u>\$ 7,851,519</u>	<u>\$ 8,330,581</u>

MVNH Associates, LLC
Statements of Income
For the Years Ended December 31, 2016 and 2015

	Year Ended December 31, 2016		Year Ended December 31, 2015	
	Amount	Per Day Unaudited	Amount	Per Day Unaudited
<u>Operating Income</u>				
Patient Service Income	\$ 9,040,644	\$ 253.21	\$ 9,036,849	\$ 242.78
Other Operating Income	9,996	0.28	5,007	0.13
Variable interest entity income	987	0.03	630	0.02
<u>Total Operating Income</u>	<u>9,051,627</u>	<u>253.52</u>	<u>9,042,486</u>	<u>242.93</u>
<u>Operating Expenses</u>				
<u>Non-Revenue Support Services</u>				
Administrative Services	1,662,459	46.56	1,726,733	46.39
Fiscal Services	307,187	8.60	278,472	7.48
Plant, Operations and Maintenance	777,855	21.79	767,528	20.62
Patient Food Services	877,066	24.56	905,633	24.33
Housekeeping Services	344,934	9.66	343,991	9.24
Laundry Services	105,702	2.96	118,912	3.19
Nursing Administration	852,514	23.88	838,065	22.52
Medical Care Services	74,875	2.10	72,202	1.94
Leisure Time Activities	146,122	4.09	136,039	3.65
Social Service and Admitting	199,873	5.60	199,257	5.35
Variable Interest Entity Expense	265,882	7.45	274,873	7.38
<u>Total Non-Revenue Support Services</u>	<u>5,614,469</u>	<u>157.25</u>	<u>5,661,705</u>	<u>152.11</u>
<u>Ancillary Service Centers</u>	<u>1,041,454</u>	<u>29.17</u>	<u>886,811</u>	<u>23.82</u>
<u>Program Service Center</u>	<u>2,389,637</u>	<u>66.93</u>	<u>2,218,251</u>	<u>59.60</u>
<u>Adult Day Care</u>	<u>364,531</u>	<u>10.21</u>	<u>352,181</u>	<u>9.46</u>
<u>Total Operating Expenses</u>	<u>9,410,091</u>	<u>263.56</u>	<u>9,118,948</u>	<u>244.99</u>
<u>Net Income before Taxes</u>	<u>(358,464)</u>	<u>(10.04)</u>	<u>(76,462)</u>	<u>(2.05)</u>
<u>Provision for income taxes</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Income (loss) before Non-controlling interest and cumulative effect</u>	<u>(358,464)</u>	<u>(10.04)</u>	<u>(76,462)</u>	<u>(2.05)</u>
<u>Non-controlling interest</u>	<u>(455,105)</u>	<u>(12.75)</u>	<u>(770,640)</u>	<u>(20.70)</u>
<u>Net Income (Loss)</u>	<u>\$ (813,569)</u>	<u>\$ (22.79)</u>	<u>\$ (847,102)</u>	<u>\$ (22.76)</u>

MVNH Associates, LLC
Statement of Changes in Members' Equity
For the Year Ended December 31, 2016 and 2015

	<u>Members'</u> <u>Equity</u>	<u>Non-Controlling</u> <u>Interest in</u> <u>Equity</u>	<u>Total</u> <u>Equity</u>
<u>January 1, 2015</u>	\$ 6,037,769	\$ (4,249,122)	1,788,647
Net income non-controlling interest	-	770,640	770,640
Contributions	333,333	-	333,333
Distributions (Note 5)	-	(900,000)	(900,000)
Net income	<u>(847,102)</u>	<u>-</u>	<u>(847,102)</u>
<u>December 31, 2015</u>	5,524,000	(4,378,482)	1,145,518
Net income non-controlling interest	-	455,105	455,105
Contributions (Note 5)	333,333	-	333,333
Distributions (Note 5)	-	(333,333)	(333,333)
Net income	<u>(813,569)</u>	<u>-</u>	<u>(813,569)</u>
<u>December 31, 2016</u>	<u>\$ 5,043,764</u>	<u>\$ (4,258,710)</u>	<u>\$ 787,054</u>

MVNH Associates, LLC
Balance Sheet
As of December 31, 2017

	<u>Dec 31, 17</u>
ASSETS	
Current Assets	
Checking/Savings	
CASH	
1010.00 TD Bank Operating	1,092.58
1011.00 Adirondack Operating 2	246,333.57
1012.00 Adirondack Payroll	27,347.07
1014.00 Adirondack Savings	149,318.65
1015.00 Petty Cash	800.00
Total CASH	<u>424,891.87</u>
PATIENT FUNDS	
1320.00 Resident Funds Checking	7,315.10
1321.00 Resident Funds Savings	81,968.99
Total PATIENT FUNDS	<u>89,284.09</u>
Total Checking/Savings	<u>514,175.96</u>
Other Current Assets	
ACCOUNTS RECEIVABLE	
1031.00 Private	259,270.75
1032.00 Medicare	97,020.64
1033.00 Medicaid	790,873.13
1034.00 Third Party	409,345.20
1035.00 Adult Day Care	127,703.61
1036.00 Medicare Part B	25,739.40
1041.00 Outpatient	17,255.89
1060.00 Allow For Doubtfull Act	-145,000.00
Total ACCOUNTS RECEIVABLE	<u>1,582,208.62</u>
PREPAID	
1126.00 PPD Lease	365.93
1121.00 Prepaid Insurance	33,902.61
1122.00 Prepaid Workers Comp	18,131.00
1125.00 Prepaid R/E Taxes	24,465.76
1127.00 Prepaid Other	1,579.00
1128.00 Security Deposits	942.50
Total PREPAID	<u>79,386.80</u>
Total Other Current Assets	<u>1,661,595.42</u>
Total Current Assets	<u>2,175,771.38</u>
Fixed Assets	
LEASEHOLD IMPR	
1170.00 Leasehold Improvements	1,401,279.30
1270.00 Accum Depr LI	-500,992.97
Total LEASEHOLD IMPR	<u>900,286.33</u>
MOVABLE EQUIPMENT	
1190.00 Major Movable Equipment	1,076,581.27
1290.00 Accum Depr MME	-566,254.52
Total MOVABLE EQUIPMENT	<u>510,326.75</u>
Total Fixed Assets	<u>1,410,613.08</u>
Other Assets	
INTANGIBLES	
1361.00 Goodwill	3,124,248.14

MVNH Associates, LLC
Balance Sheet
 As of December 31, 2017

	<u>Dec 31, 17</u>
1385.00 Organizational Costs	
1365.01 Accum Amort Org Costs	-95,579.40
1365.00 Organizational Costs - Other	95,579.40
Total 1385.00 Organizational Costs	<u>0.00</u>
Total INTANGIBLES	<u>3,124,248.14</u>
Total Other Assets	<u>3,124,248.14</u>
TOTAL ASSETS	<u><u>6,710,832.60</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2021.00 Accounts Payable	689,240.69
Total Accounts Payable	689,240.69
Other Current Liabilities	
OTHER CURRENT LIABILITIES	
2200.08 Ally Payable	50,999.65
2200.07 Note Payable All Line 2	3,484.71
2200.06 Note Payable All Lines	5,226.02
Total OTHER CURRENT LIABILITIES	<u>59,710.38</u>
Payroll Liabilities	
2100.01 Federal Taxes Payable	470.61
2100.02 State Income Tax	-100.00
2100.03 FUI/SUI Payable	4,759.55
2100.06 Accrued Payroll	593,823.00
2100.07 Accrued Payroll Taxes	16,095.00
Total Payroll Liabilities	<u>615,048.16</u>
2750.00 Patient Fund Liability	75,145.60
Total Other Current Liabilities	<u>749,904.14</u>
Total Current Liabilities	<u>1,439,144.83</u>
Long Term Liabilities	
DUE TO MEDICAID	
2161.00 Due To Caid - AR Assess	81,241.56
Total DUE TO MEDICAID	<u>81,241.56</u>
Total Long Term Liabilities	<u>81,241.56</u>
Total Liabilities	<u>1,520,386.39</u>
Equity	
Retained Earnings	-1,660,670.80
Capital - Gerald Wood	2,886,260.68
Capital - Gerald J. Wood III	66,312.07
Capital - Justin Wood	66,312.07
Capital - William Madden	
Distributions	333,333.00
Capital - William Madden - Other	3,685,550.80
Total Capital - Willlam Madden	<u>4,018,883.80</u>

MVNH Associates, LLC
Balance Sheet
As of December 31, 2017

	<u>Dec 31, 17</u>
Net Income	<u>-186,851.61</u>
Total Equity	<u>5,190,246.21</u>
TOTAL LIABILITIES & EQUITY	<u>6,710,632.60</u>

MVNH Associates, LLC
Profit & Loss
 January through December 2017

	<u>Jan - Dec 17</u>
Income	
ROOM & BOARD	
3031.00 R & B Private	710,184.61
3032.00 R & B Medicare	833,400.00
3033.00 R & B Medicaid	6,436,350.00
3034.00 R & B 3rd Party	712,575.00
Total ROOM & BOARD	<u>8,892,509.61</u>
CONTRACTUAL ALLOWANCE	
5032.00 Medicare	844,687.84
5033.00 Medicaid	-712,795.77
5034.00 Third Party Insurance	253,470.32
Total CONTRACTUAL ALLOWANCE	<u>385,362.39</u>
3080.00 Adult Day Care	617,018.36
4300.00 Transportation Income	221,068.08
ANCILLARY INCOME	
5500.00 Bad Debt	-199,689.80
5501.00 3836 Income	378,182.64
5502.00 Part B Income	285,423.31
5503.00 Outpatient Services	18,724.44
Total ANCILLARY INCOME	<u>482,640.59</u>
OTHER INCOME	
5171.00 Interest Income	290.17
5172.00 Discount Income	1,617.04
5175.00 Snack Bar	15.00
5176.00 Misc. Income	1,683.92
Total OTHER INCOME	<u>3,606.13</u>
Total Income	<u>10,402,205.16</u>
Gross Profit	10,402,205.16
Expense	
ADMINISTRATION	
SALARIES	
8351.01 Administrator	145,860.99
8351.05 Human Resources	57,136.25
8351.06 Clerical	90,712.16
Total SALARIES	<u>293,709.40</u>
EXPENSES	
8351.30 Legal Fees	82,130.25
8351.55 Office Supplies	21,149.67
8351.59 Supplies & Materials	2,163.00
8351.67 Purchased Services	11,981.42
8351.73 Equipment Rental	3,146.65
8351.81 General Insurance	79,946.43
8351.82 Property Insurance	19,033.62
8351.83 Interest	4,338.58
8351.84 Telephone	17,160.54
8351.85 Dues & Subscriptions	-4,978.00
8351.88 Travel	3,093.83
8351.89 Advertising	12,619.58
8351.90 Cash Assessment	477,969.74
8351.91 Sales Tax	53,982.49
8351.92 Directors Fees	96,000.00
8351.93 Postage	4,517.17
8351.94 Bank Charges	20.00
8351.95 Licenses & Permits	518.00

MVNH Associates, LLC
Profit & Loss
 January through December 2017

	<u>Jan - Dec 17</u>
8351.96 Criminal Background	1,765.20
8351.98 Other Direct	334,693.46
Total EXPENSES	<u>1,221,251.63</u>
Total ADMINISTRATION	1,514,961.03
FISCAL	
SALARIES	
8310.01 Director of Finance	95,353.13
8310.06 Bookkeepers	74,631.74
Total SALARIES	169,984.87
EXPENSES	
8310.30 Accounting Fees	66,200.00
8310.67 Purchased Services	44,417.18
8310.73 Equipment Rental	5,256.00
Total EXPENSES	<u>115,873.18</u>
Total FISCAL	285,858.05
MAINTENANCE	
SALARIES	
8220.01 Maintenance Director	44,181.91
8220.07 Workers	110,267.77
Total SALARIES	154,449.68
EXPENSES	
8220.59 Supplies & Materials	30,499.27
8220.63 Repairs & Maintenance	96,889.48
8220.67 Contracted Services	39,573.25
8220.68 Elevator Maintenance	18,632.22
8220.691 Depr Non Movable	90,926.93
8220.69 Depreciation MME	102,590.32
8220.73 Rent of Building	720,000.00
8220.731 Equipment Rental	110.00
8220.74 Electric	61,287.08
8220.75 Gas	81,411.46
8220.76 Water & Sewer	42,262.81
8220.83 Real Estate Taxes	66,061.78
Total EXPENSES	<u>1,350,244.60</u>
Total MAINTENANCE	1,504,694.28
DIETARY	
SALARIES	
8212.01 Dietary Supervisor	107,771.76
8212.02 Cooks	31,522.43
8212.021 Dietician	31,793.88
8212.07 Dietary Aides	218,690.94
Total SALARIES	389,778.71
EXPENSES	
8212.50 Food	303,145.97
8212.51 Dietary Supplements	36,923.52
8212.54 Cleaning Supplies	8,658.88
8212.59 Supplies & Materials	29,701.53
8212.63 Repairs & Maintenance	6,019.80
8212.67 Contracted Services	29,421.64
8212.73 Equipment Rental	3,071.28
Total EXPENSES	<u>416,942.62</u>
Total DIETARY	806,721.33

MVNH Associates, LLC
Profit & Loss
 January through December 2017

	<u>Jan - Dec 17</u>
HOUSEKEEPING	
SALARIES	
8240.01 Director	25,355.08
8240.07 Housekeeping Aides	<u>209,848.59</u>
Total SALARIES	235,203.67
EXPENSES	
8240.54 Cleaning Supplies	30,031.39
8240.67 Purchased Services	3,059.40
8240.68 Refuse Removal	16,413.79
8240.73 Equipment Rental	<u>2,760.00</u>
Total EXPENSES	<u>52,264.58</u>
Total HOUSEKEEPING	287,468.25
LAUNDRY	
SALARIES	
8250.07 Laundry Aides	<u>50,166.29</u>
Total SALARIES	50,166.29
EXPENSES	
8250.38 Disposables	34,524.10
8250.53 Linen & Bedding	7,738.84
8250.59 Supplies & Materials	10,571.26
8250.63 Repairs & Maintenance	<u>2,875.43</u>
Total EXPENSES	<u>55,709.63</u>
Total LAUNDRY	105,875.92
NURSING ADMIN	
SALARIES	
6010.01 Director of Nursing	106,400.41
6010.012 RN Supervisors	287,262.57
6010.013 Inservice	58,528.27
6010.02 MDS Coordinator	92,981.90
6010.06 Clerical	<u>77,673.76</u>
Total SALARIES	622,846.91
EXPENSES	
6010.55 Office Supplies	1,421.94
6010.67 Purchased Services	172,602.24
6010.73 Equipmental Rental	32,571.50
6010.86 License Renewals	-200.00
6010.87 Conference & Seminars	2,354.00
6010.88 Transportation	<u>156.30</u>
Total EXPENSES	<u>208,905.98</u>
Total NURSING ADMIN	831,752.89
MEDICAL RECORDS	
SALARIES	
7390.06 Clerical	<u>31,147.95</u>
Total SALARIES	<u>31,147.95</u>
Total MEDICAL RECORDS	31,147.95
PHYSICIAN SERVICES	
EXPENSES	
7420.28 Physicians	<u>44,871.74</u>
Total EXPENSES	<u>44,871.74</u>
Total PHYSICIAN SERVICES	44,871.74

MVNH Associates, LLC
Profit & Loss
January through December 2017

	<u>Jan - Dec 17</u>
ACTIVITIES	
SALARIES	
7260.01 Director	25,607.15
7260.07 Activity Aides	60,467.48
Total SALARIES	<u>86,074.63</u>
EXPENSES	
7260.73 Rental	470.00
7260.59 Supples & Materials	3,029.63
7260.67 Purchased Services	18,552.46
Total EXPENSES	<u>22,052.09</u>
Total ACTIVITIES	108,126.72
SOCIAL SERVICES	
SALARIES	
7380.01 Social Serv Director	49,816.06
7380.06 Social Workers	25,188.06
Total SALARIES	<u>75,004.12</u>
Total SOCIAL SERVICES	75,004.12
ADMISSIONS	
SALARIES	
8321.01 Admissions Coordinator	98,344.34
Total SALARIES	<u>98,344.34</u>
EXPENSES	
8321.59 Supples & Materials	750.00
Total EXPENSES	<u>750.00</u>
Total ADMISSIONS	99,094.34
ANCILLARY SERVICES	
SALARIES	
7200.06 Purchasing	10,639.79
7290.02 Dental Tech	0.00
7330.01 Rehab Director	169,123.34
7330.02 PTA	74,609.29
7330.07 PT Aides	19,907.50
7340.01 Occupational Therapist	101,744.01
7340.02 COTA	93,702.53
Total SALARIES	<u>469,726.46</u>
FEES	
7390.29 Respiratory Therapist	33,180.00
7330.29 PT Consultant	25,502.75
7340.29 Occupational Therapist	2,056.25
7350.29 Speech Therapist	121,639.59
7290.29 Dentist	22,248.00
Total FEES	<u>204,626.59</u>

MVNH Associates, LLC
Profit & Loss
 January through December 2017

	<u>Jan - Dec 17</u>
EXPENSES	
7200.49 Medical Supplles	102,915.45
7200.491 Oxygen	38,307.80
7200.58 Non Medical Supplles	22,762.32
7200.73 Equipment Rental	4,056.00
7210.62 Laboratory	20,724.06
7210.68 Radiology	19,802.49
7330.59 P.T. Supplles	356.62
7340.59 O.T. Supplles	422.24
7270.44 Pharmacy	299,787.72
Total EXPENSES	<u>509,134.70</u>
Total ANCILLARY SERVICES	1,183,487.75
NURSING	
SALARIES	
6020.03 RN's	23,294.37
6020.04 LPN's	893,084.51
6020.05 CNA's	1,127,741.37
Total SALARIES	<u>2,044,120.25</u>
EXPENSES	
6020.29 Agency Staff	319,490.44
Total EXPENSES	<u>319,490.44</u>
Total NURSING	2,363,610.69
ADULT DAY CARE	
SALARIES	
8650.03 ADHC RN	70,731.70
8650.05 ADHC Aides	82,092.54
8650.06 Clerical	0.00
8650.07 Transportation	61,114.91
Total SALARIES	<u>213,939.15</u>
EXPENSES	
8650.50 Food	29,118.08
8650.59 Supplles & Materials	22,293.46
8650.67 Contracted Services	48,046.73
8650.73 Rental	11,957.18
8650.81 Insurance	9,863.92
8650.91 Other Direct	1,558.00
Total EXPENSES	<u>122,837.37</u>
Total ADULT DAY CARE	336,776.52
EMPLOYEE BENEFITS	
8460.16 FICA	368,921.49
8460.17 Unemployment	39,487.23
8460.18 Health Insurance	283,024.12
8460.20 Workers Comp	265,273.93
8460.22 Disability Insurance	27,906.45
8460.23 Other Benefits	24,991.97
Total EMPLOYEE BENEFITS	<u>1,009,605.19</u>
Total Expense	<u>10,589,056.77</u>
Net Income	<u><u>-186,851.61</u></u>

**Grand Mohawk Valley, LLC
Proposed members' interest in affiliated RHCF**

Facility	EFF Date	Jeremy Strauss	Meryl Strauss	Strauss Ventures, LLC
The Grand Nursing & Rehab at Queens	2004	95%		
The Grand Rehab & Nursing at Pawling	2004	98%		
The Grand Rehab & Nursing at Rome	May-11	98%	2%	
The Grand Rehab & Nursing at Chittenango	May-11	98%	2%	
The Grand Rehab & Nursing at Guiderland	Nov-16			97.5%
The Grand Rehab & Nursing at River Valley	Sep-16			94.0%
Barnwell	Dec-17			97.5%

Strauss Ventures, LLC members: Jeremy Strauss (95%) and Meryl Strauss (5%)

Affiliated Nursing Homes (Page 1)

The Center for Rehabilitation & Healthcare at Dutchess, LLC	<u>12/31/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$4,170,886	\$5,369,359	\$4,325,424
Fixed Assets	\$7,818,762	\$5,540,482	\$6,061,865
Total Assets	\$11,989,648	\$10,909,841	\$10,387,289
Current Liabilities	\$1,642,574	\$1,912,795	\$3,972,494
Long Term Liabilities	\$3,487,437	\$2,680,689	\$554,298
Total Liabilities	\$5,130,011	\$4,593,484	\$4,526,792
Net Assets	\$6,859,637	\$6,316,357	\$5,860,497
Working Capital Position	\$2,528,312	\$3,456,564	\$352,930
Revenue	\$13,472,769	\$13,071,348	\$13,444,931
Expenses	\$12,749,988	\$12,245,488	\$11,481,425
Net Income	\$722,781	\$825,860	\$1,963,506

Clearview Operating Co., LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$5,881,222	\$5,134,721	\$4,156,828
Fixed Assets	\$17,556,386	\$18,451,922	\$18,031,039
Total Assets	\$23,437,608	\$23,586,643	\$22,187,867
Current Liabilities	\$4,662,414	\$4,701,884	\$4,652,217
Long Term Liabilities	\$2,144,549	\$1,503,536	\$7,315,662
Total Liabilities	\$6,806,963	\$6,205,420	\$11,967,879
Net Assets	\$16,630,645	\$17,381,223	\$10,219,988
Working Capital Position	\$1,218,808	\$432,837	-\$495,389
Revenue	\$25,124,604	\$25,461,068	\$23,395,997
Expenses	\$23,612,057	\$22,785,222	\$21,484,897
Net Income	\$1,512,547	\$2,675,846	\$1,911,100

Rome Center, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$4,029,870	\$4,938,062	\$3,194,555
Fixed Assets	\$5,344,047	\$3,942,963	\$4,215,758
Total Assets	\$9,373,917	\$8,881,025	\$7,410,313
Current Liabilities	\$3,102,966	\$3,861,762	\$2,952,501
Long Term Liabilities	\$19,848	\$133,985	\$294,903
Total Liabilities	\$3,122,814	\$3,995,747	\$3,247,404
Net Assets	\$6,251,103	\$4,885,278	\$4,162,909
Working Capital Position	\$926,904	\$1,076,300	\$242,054
Revenue	\$15,546,905	\$15,581,409	\$15,100,076
Expenses	\$14,021,080	\$14,549,040	\$13,368,901
Net Income	\$1,525,825	\$1,032,369	\$1,731,175

Affiliated Nursing Homes (Page 2)

Chittenango Center, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$2,942,202	\$4,185,545	\$2,641,220
Fixed Assets	\$3,346,395	\$1,369,792	\$1,550,899
Total Assets	\$6,288,597	\$5,555,337	\$4,192,119
Current Liabilities	\$1,238,272	\$1,075,668	\$764,618
Long Term Liabilities	\$46,819	\$167,728	\$144,838
Total Liabilities	\$1,285,091	\$1,243,396	\$909,456
Net Assets	\$5,003,506	\$4,311,941	\$3,282,663
Working Capital Position	\$1,703,930	\$3,109,877	\$1,876,602
Revenue	\$8,354,696	\$8,286,901	\$8,081,446
Expenses	\$7,503,133	\$7,067,622	\$6,805,395
Net Income	\$851,563	\$1,219,279	\$1,276,051
Guilderland Operator, LLC	<u>12/31/2017</u>	<u>11/14/16 -12/31/2016</u>	
Current Assets	\$3,948,599	\$3,557,429	\$0
Fixed Assets	\$1,128,926	\$6,564,176	\$0
Total Assets	\$5,077,525	\$10,121,605	\$0
Current Liabilities	\$4,728,609	\$5,931,510	\$0
Long Term Liabilities	\$1,105,073	\$4,423,111	\$0
Total Liabilities	\$5,833,682	\$10,354,621	\$0
Net Assets	-\$756,157	-\$233,016	\$0
Working Capital Position	-\$780,010	-\$2,374,081	\$0
Revenue	\$11,374,574	\$1,316,254	\$0
Expenses	\$11,725,884	\$1,549,270	\$0
Net Income	-\$351,310	-\$233,016	\$0
River Valley Operating Associates, LLC	<u>12/31/2017</u>	<u>7/22/16-12/31/2016</u>	
Current Assets	\$5,954,338	\$3,806,689	\$0
Fixed Assets	-\$6,358,567	\$5,536,573	\$0
Total Assets	-\$404,229	\$9,343,262	\$0
Current Liabilities	\$2,901,568	\$3,858,611	\$0
Long Term Liabilities	\$45,511	\$6,888,564	\$0
Total Liabilities	\$2,947,079	\$10,747,175	\$0
Net Assets	-\$3,351,308	-\$1,403,913	\$0
Working Capital Position	\$3,052,770	-\$51,922	\$0
Revenue	\$17,161,604	\$7,206,983	\$0
Expenses	\$18,990,829	\$8,610,896	\$0
Net Income	-\$1,829,225	-\$1,403,913	\$0

Grand Mohawk Valley, LLC
 Budget Sensitivity Year 1

Project# 172292
 BFA Attachment-H

Sensitized by holding Utilization at the 03/14/2018 Level Allowing Budgeted Payor Mix						
Year One						
172292 Grand Mohawk					120	Beds
					43,800	Max Days
					40,865	3/14/2018
					93.30%	3/14/2018 Occup.%
Budget Sensitivity Year 1						
	% Util by payor	Revised Budgeted Days	Per Diem*	Revised Revenues		
Payor:	(Budgeted)					
Medicaid	0.790	32,283	\$198.57	\$6,410,435		
Medicare	0.130	5,312	\$421.09	\$2,236,830		
Private & Comm	0.080	3,269	\$258.62	\$845,429		
	1.000	40,865				
ADHC Revenue held at 2016				869,705		
Total Revenues (held to 10/18/17 utilization):				\$10,362,399		
Total Revenues as budgeted for first year				<u>\$10,568,629</u>		
Increase (Decrease) in Budgeted Revenues:				(\$206,230)		
Budgeted Cost Year 1				\$10,534,303		
Budgeted Net Income Year 1				\$34,326		
Sensitized Year 1 Net Income				(\$171,904)		
Incremental Loss per Sensitized Budget				(\$206,230)		
As of March 14, 2018 Utilization= 120beds X 365 Days = 43,800 * .933 = 40,865 days						
* Budgeted Year One rates are based on applicants submitted budget.						

Grand Mohawk Valley, LLC
 Budget Sensitivity Year 3

Project# 172292
 BFA Attachment-H Cont

Sensitized by holding Utilization at the 03/14/2018 Level Allowing Budgeted Payor Mix

Year Three

172292 Grand Mohawk

120	Beds
43,800	Max Days
40,865	3/14/18 Occup
93.30%	3/14/2018 Occup %

Budget Sensitivity Year 3

Payor:	% Util by payor (Budgeted)	Revised Budgeted Days	Per Diem*	Revised Revenues
Medicaid	0.790	32,283	\$198.57	\$6,410,435
Medicare	0.130	5,312	\$421.09	\$2,236,830
Private & Comm	0.080	3,269	\$258.62	\$845,429
	1.000	40,865		
ADHC Revenue held at 2016				869,705
Total Revenues (held to 10/18/17 utilization):				\$10,362,399
Total Revenues as budgeted for third year				<u>\$10,568,629</u>
Increase (Decrease) in Budgeted Revenues:				(\$206,230)
Budgeted Cost Year 3				\$10,512,814
Budgeted Net Income Year 3				\$55,815
Sensitized Year 3 Net Income				<u>(\$150,415)</u>
Incremental Loss per Sensitized Budget				(\$206,230)

As of October 18, 2017 Utilization= 120beds X 365 Days = 43,800 * .892 = 39,069 days

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

Grand Batavia, LLC
Details of Assumed Liabilities

Project# 172293
BFA Attachment-B

As of 12/31/2017
Interim Financial

Accounts payable	\$ 309,604
Payroll Liabilities	\$ 126,240
Patient Fund Liability	\$ 38,232
Total	\$ 474,076

Pro Forma Balance Sheet
(Batavia)

Assets

Current Assets

Working Capital - Cash	\$1,289,358
Accounts Receivable	\$993,272
Prepaid Expenses	\$15,134
Patient Funds	\$38,365

Total Current Assets \$2,336,129

Fixed Assets

Leasehold Improvements	\$372,663
Moveable Equipment	\$182,378
Intangible Assets - Goodwill	\$1,425,300

Total Fixed Assets \$1,980,341

TOTAL ASSETS: \$4,316,470

Liabilities

Current Liabilities

Accounts Payable	\$309,604
Accrued Payroll	\$126,240
Patient Fund Liability	\$38,232
Working Capital Loan	\$407,252

Total Current Liabilities \$881,328

Long Term Liabilities

Acquisition Loan	\$1,352,250
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Total Long Term Liabilities \$1,352,250

TOTAL LIABILITIES: \$2,233,578

Equity

Jeremy Strauss	\$1,978,747 *
Meryl Strauss	\$104,145 *

TOTAL EQUITY: \$2,082,892

TOTAL LIABILITIES AND MEMBERS' EQUITY \$4,316,470

* The member equity indicated here reflects the projected member equity upon closing. The basis for the values projected is the amount of assumed assets and assumed liabilities as detailed in the current operators' December 2017 internal financial statement. Actual member equity contribution, for the purposes of this Certificate of Need Application, is reflected in Attachment 13 - Member Equity Analysis.

Batavia Health Care Center, LLC
Financial Summary

FISCAL PERIOD ENDED	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
ASSETS - CURRENT	\$1,396,074	\$1,304,717	\$1,187,603
ASSETS - FIXED AND OTHER	3,388,430	3,695,870	3,396,892
LIABILITIES - CURRENT	410,956	533,610	461,021
LIABILITIES - LONG-TERM	<u>3,224,006</u>	<u>3,299,519</u>	<u>3,358,647</u>
EQUITY	\$1,149,542	\$1,167,458	\$764,827
<hr/>			
INCOME	\$4,616,629	\$4,877,822	\$4,973,248
EXPENSE	<u>4,612,943</u>	<u>4,368,592</u>	<u>4,466,259</u>
NET INCOME	\$3,686	\$509,230	\$506,989
<hr/>			
NUMBER OF BEDS	62	62	62
PERCENT OF OCCUPANCY (DAYS)	88.46%	89.23%	94.30%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	80.89%	73.81%	73.58%
MEDICARE	5.06%	9.87%	6.81%
PRIVATE/OTHER	14.06%	16.32%	19.62%
<hr/>			
Average Working Capital	\$827,602		
Average Net Assets	\$1,027,276		
Average Net Income (Loss)	\$339,968		
Average Occupancy	91%		

Batavia Health Care Center, LLC
Balance Sheets
December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<u>Assets</u>		
<u>Current Assets</u>		
Cash and Cash Equivalents	\$ 444,953	\$ 311,848
Accounts Receivable, net of allowance for doubtful accounts of \$65,000 and \$65,000, respectfully	913,492	918,773
Prepaid Expenses	37,629	74,096
<u>Total Current Assets</u>	<u>1,396,074</u>	<u>1,304,717</u>
<u>Property and Equipment, net</u>	<u>1,468,979</u>	<u>1,529,510</u>
<u>Other Assets</u>		
Goodwill (1,425,000	1,425,000
Replacement Reserve	213,107	455,921
Escrow Deposits	75,587	63,254
Mortgage Costs, net of amortization	180,991	187,455
Patient Funds (Note 2)	16,321	16,592
Organizational Costs, net	8,445	18,138
<u>Total Other Assets</u>	<u>1,919,451</u>	<u>2,166,360</u>
<u>Total Assets</u>	<u>\$ 4,784,504</u>	<u>\$ 5,000,587</u>
<u>Liabilities and Members' Equity</u>		
<u>Current Liabilities</u>		
Accounts Payable	\$ 175,533	\$ 337,151
Current Portion of Long-term Debt	65,714	63,374
Payable to Third Party and Private Payors	37,715	25,902
Accrued Payroll and Taxes Payable	118,800	91,298
Accrued Expenses	13,194	15,885
<u>Total Current Liabilities</u>	<u>410,956</u>	<u>533,610</u>
<u>Other Liabilities</u>		
Due to Members	127,269	139,593
Patient Funds	15,935	13,410
<u>Total Other Liabilities</u>	<u>143,204</u>	<u>153,003</u>
<u>Long-term Debt</u>	<u>3,080,802</u>	<u>3,146,516</u>
<u>Total Liabilities</u>	<u>3,634,962</u>	<u>3,833,129</u>
<u>Members' Equity</u>		
Members' Equity	2,650,236	2,646,550
Non-controlling interest in Equity	(1,500,694)	(1,479,092)
<u>Total Members' Equity</u>	<u>1,149,542</u>	<u>1,167,458</u>
<u>Total Liabilities and Members' Equity</u>	<u>\$ 4,784,504</u>	<u>\$ 5,000,587</u>

Batavia Health Care Center, LLC
Statements of Income
For the Years Ended December 31, 2016 and 2015

	Year Ended December 31, 2016		Year Ended December 31, 2015	
	Amount	Per Day Unaudited	Amount	Per Day Unaudited
<u>Operating Income</u>				
Patient Service Income	\$ 4,612,972	\$ 230.43	\$ 4,873,057	\$ 232.91
Other Operating Income	2,715	0.14	3,668	0.14
Variable Interest Entity Income	942	-	1,097	-
<u>Total Operating Income</u>	<u>4,616,629</u>	<u>230.57</u>	<u>4,877,822</u>	<u>233.05</u>
<u>Operating Expenses</u>				
<u>Non-Revenue Support Services</u>				
Administrative Services	575,511	28.75	593,486	26.88
Fiscal Services	98,204	4.91	107,964	5.55
Plant, Operations and Maintenance	301,341	15.05	312,650	13.98
Patient Food Services	550,614	27.50	541,067	25.08
Housekeeping Services	140,527	7.02	150,608	4.95
Laundry Services	103,022	5.15	122,219	5.59
Nursing Administration	284,779	14.23	285,427	13.77
Medical Care Services	17,774	0.89	20,108	0.94
Leisure Time Activities	104,556	5.22	102,358	4.61
Social Service and Admitting	81,824	4.09	61,615	2.54
Variable Interest Entity Expenses	182,544	9.12		2.19
<u>Total Non-Revenue Support Services</u>	<u>2,440,694</u>	<u>121.92</u>	<u>2,297,503</u>	<u>106.08</u>
<u>Ancillary Service Centers</u>	<u>713,328</u>	<u>35.63</u>	<u>742,274</u>	<u>30.19</u>
<u>Program Service Center</u>	<u>1,340,523</u>	<u>66.96</u>	<u>1,231,566</u>	<u>61.15</u>
<u>Total Operating Expenses</u>	<u>4,494,545</u>	<u>224.51</u>	<u>4,271,343</u>	<u>197.42</u>
<u>Net Income before Taxes</u>	<u>122,084</u>	<u>6.10</u>	<u>402,631</u>	<u>35.63</u>
<u>Provision for Income Taxes</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Income before Non-controlling interest and cumulative effect</u>	<u>122,084</u>	<u>6.10</u>	<u>402,631</u>	<u>35.63</u>
<u>Non-controlling interest</u>	<u>(118,398)</u>	<u>(5.91)</u>	<u>(97,249)</u>	<u>(11.87)</u>
<u>Net Income</u>	<u>\$ 3,686</u>	<u>0.18</u>	<u>\$ 305,382</u>	<u>23.76</u>

Batavia Health Care Center, LLC
Statements of Members' Equity
For the Years Ended December 31, 2016 and 2015

	<u>Members'</u> <u>Equity</u>	<u>Non-Controlling</u> <u>Interest in</u> <u>Equity</u>	<u>Total</u> <u>Members'</u> <u>Equity</u>
<u>January 1, 2015</u>	\$ 2,341,168	\$ (1,576,341)	\$ 764,827
Net Income non-controlling interest		97,249	97,249
Contributions	-	-	-
Distributions	-	-	-
Net income	<u>305,382</u>	<u>-</u>	<u>305,382</u>
<u>December 31, 2015</u>	\$ 2,646,550	\$ (1,479,092)	\$ 1,167,458
Net Income non-controlling interest	-	118,398	118,398
Contributions	-	-	-
Distributions		(140,000)	(140,000)
Net income	<u>3,686</u>	<u>-</u>	<u>3,686</u>
<u>December 31, 2016</u>	<u>2,650,236</u>	<u>(1,500,694)</u>	<u>1,149,542</u>

Batavia Health Care Center
Balance Sheet
As of December 31, 2017

Project# 172293
BFA Attachment-E

	Dec 31, 17
ASSETS	
Current Assets	
Checking/Savings	
CASH	
1010.00 TD Bank Operating	1,657.27
1011.00 CFG Govt Account	137,995.50
1012.00 Key Bank Payroll	17,127.28
1013.00 Key Bank Operating	46,871.20
Total CASH	203,651.25
PATIENT FUNDS	
1320.00 Resident Funds Checking	38,365.08
Total PATIENT FUNDS	38,365.08
Total Checking/Savings	242,016.33
Other Current Assets	
ACCOUNTS RECEIVABLE	
1031.00 Private	230,157.45
1032.00 Medicare	87,224.13
1033.00 Medicaid	599,277.88
1034.00 Third Party	145,518.36
1036.00 Medicare Part B	1,094.21
1060.00 Allow For Doubtfull Act	-70,000.00
Total ACCOUNTS RECEIVABLE	993,271.83
PREPAID	
1121.00 Prepaid Insurance	8,318.77
1122.00 Prepaid Workers Comp	9,941.67
1125.00 Prepaid R/E Taxes	13,674.81
1127.00 Prepaid Other	1,459.00
Total PREPAID	33,394.25
Total Other Current Assets	1,026,666.08
Total Current Assets	1,268,682.41
Fixed Assets	
LEASEHOLD IMPR	
1170.00 Leasehold Improvements	455,979.42
1270.00 Accum Depr LI	-83,316.25
Total LEASEHOLD IMPR	372,663.17
MOVABLE EQUIPMENT	
1190.00 Major Movable Equipment	295,245.38
1290.00 Accum Depr MME	-112,867.83
Total MOVABLE EQUIPMENT	182,377.55
Total Fixed Assets	555,040.72
Other Assets	
INTANGIBLES	
1361.00 Goodwill	1,425,000.00
1365.00 Organizational Costs	
1365.01 Accum Amort Org Costs	-3,153.22
1365.00 Organizational Costs - Other	3,453.22
Total 1365.00 Organizational Costs	300.00
Total INTANGIBLES	1,425,300.00
Total Other Assets	1,425,300.00
TOTAL ASSETS	3,249,023.13

Batavia Health Care Center
Balance Sheet
As of December 31, 2017

Project# 172293
BFA Attachment-E cont

	<u>Dec 31, 17</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2021.00 Accounts Payable	309,604.04
Total Accounts Payable	<u>309,604.04</u>
Other Current Liabilities	
2750.00 Patient Fund Liability	38,231.85
Payroll Liabilities	
2100.01 Federal Taxes Payable	105.50
2100.02 State Income Tax	1,789.12
2100.03 FUI/SUI Payable	6,410.51
2100.06 Accrued Payroll	113,597.00
2100.07 Accrued Payroll Taxes	4,400.00
2100.08 Allstate Payable	<u>-82.41</u>
Total Payroll Liabilities	<u>126,239.72</u>
Total Other Current Liabilities	<u>164,471.57</u>
Total Current Liabilities	<u>474,075.81</u>
Long Term Liabilities	
DUE TO MEDICAID	
2161.00 Due To Caid - AR Assess	44,397.82
Total DUE TO MEDICAID	<u>44,397.82</u>
DUE TO MEMBERS	
2163.00 Due To G. Wood	57,473.00
2164.00 Due To W. Madden	<u>69,796.28</u>
Total DUE TO MEMBERS	<u>127,269.28</u>
Total Long Term Liabilities	<u>171,667.10</u>
Total Liabilities	<u>645,742.71</u>
Equity	
Capital - Gerald J. Wood III	702,280.54
Capital - Justin Wood	585,317.12
Capital - Jill Madden	
Distributions	70,000.00
Capital - Jill Madden - Other	<u>1,053,570.81</u>
Total Capital - Jill Madden	<u>1,123,570.81</u>
Retained Earnings	309,087.55
Net Income	<u>-116,955.60</u>
Total Equity	<u>2,603,280.42</u>
TOTAL LIABILITIES & EQUITY	<u><u>3,249,023.13</u></u>

Batavia Health Care Center
Profit & Loss
 January through December 2017

Project# 172293
 BFA Attachment-E Cont

	Jan - Dec 17
Income	
ROOM & BOARD	
3031.00 R & B Private	480,434.40
3032.00 R & B Medicare	578,495.00
3033.00 R & B Medicaid	4,644,185.00
3034.00 R & B 3rd Party	425,980.00
Total ROOM & BOARD	6,129,094.40
CONTRACTUAL ALLOWANCE	
5032.01 Sequestration	0.03
5032.00 Medicare	357,590.46
5033.00 Medicaid	-1,668,107.98
5034.00 Third Party Insurance	-60,098.17
Total CONTRACTUAL ALLOWANCE	-1,370,615.66
ANCILLARY INCOME	
5500.00 Bad Debt	-107,514.51
5501.00 3836 Income	172,982.60
5502.00 Part B Income	60,479.96
5525.00 Retroactive Medicaid	-71,793.06
Total ANCILLARY INCOME	54,154.99
OTHER INCOME	
5171.00 Interest Income	21.57
5172.00 Discount Income	369.29
5176.00 Misc. Income	1,701.34
5178.00 Guest Tray	9.00
Total OTHER INCOME	2,101.20
Total Income	4,814,734.93
Gross Profit	4,814,734.93
Expense	
ADMINISTRATION	
SALARIES	
8351.01 Administrator	91,010.16
8351.05 Human Resources	49,113.15
8351.06 Clerical	38,272.90
Total SALARIES	178,396.21
EXPENSES	
8351.30 Legal Fees	56,606.40
8351.55 Office Supplies	10,688.81
8351.59 Supplies & Materials	307.92
8351.67 Purchased Services	3,644.89
8351.69 Amortization	668.00
8351.73 Equipment Rental	1,724.16
8351.81 General Insurance	40,748.87
8351.82 Property Insurance	15,576.92
8351.83 Interest	859.22
8351.84 Telephone	11,692.02
8351.85 Dues & Subscriptions	5,223.65
8351.88 Travel	2,254.13
8351.89 Advertising	11,136.94
8351.90 Cash Assessment	228,905.24
8351.91 Sales Tax	23,464.95
8351.93 Postage	1,715.94
8351.94 Bank Charges	1,479.62

Batavia Health Care Center
Profit & Loss
 January through December 2017

Project# 172293
 BFA Attachment-E cont

	<u>Jan - Dec 17</u>
8351.95 Licenses & Permits	160.00
8351.98 Other Direct	25,671.83
Total EXPENSES	<u>442,529.51</u>
Total ADMINISTRATION	620,925.72
FISCAL	
SALARIES	
8310.01 Director of Finance	8,172.50
Total SALARIES	8,172.50
EXPENSES	
8310.30 Accounting Fees	56,700.00
8310.55 Office Supplies	132.00
8310.67 Purchased Services	16,094.08
8310.73 Equipment Rental	6,915.60
Total EXPENSES	<u>79,841.66</u>
Total FISCAL	88,014.16
MAINTENANCE	
SALARIES	
8220.01 Maintenance Director	48,289.08
8220.07 Workers	44,240.87
Total SALARIES	92,529.95
EXPENSES	
8220.59 Supplies & Materials	21,924.08
8220.63 Repairs & Maintenance	32,721.85
8220.67 Contracted Services	8,580.04
8220.69 Depreciation MME	29,128.96
8220.691 Depr Non Movable	29,344.53
8220.73 Rent of Building	300,000.00
8220.731 Equipment Rental	5,150.00
8220.74 Electric	21,628.68
8220.75 Gas	19,804.74
8220.76 Water & Sewer	5,544.79
8220.77 Cable	10,634.35
8220.83 Real Estate Taxes	42,085.62
Total EXPENSES	<u>526,527.64</u>
Total MAINTENANCE	619,057.59
DIETARY	
SALARIES	
8212.01 Dietary Supervisor	42,272.04
8212.02 Cooks	65,020.16
8212.021 Dietician	47,141.70
8212.07 Dietary Aides	124,514.28
Total SALARIES	278,948.18
EXPENSES	
8212.50 Food	190,109.12
8212.51 Dietary Supplements	18,312.41
8212.54 Cleaning Supplies	1,194.37
8212.59 Supplies & Materials	24,597.40
8212.63 Repairs & Maintenance	970.04
8212.67 Contracted Services	15,256.07
8212.73 Equipment Rental	1,200.00
Total EXPENSES	<u>251,639.41</u>
Total DIETARY	530,587.59

Batavia Health Care Center
Profit & Loss
 January through December 2017

s

	<u>Jan - Dec 17</u>
HOUSEKEEPING	
SALARIES	
8240.07 Housekeeping Aides	94,506.50
Total SALARIES	<u>94,506.50</u>
EXPENSES	
8240.54 Cleaning Supplies	22,261.28
8240.68 Refuse Removal	11,243.34
Total EXPENSES	<u>33,504.62</u>
Total HOUSEKEEPING	128,011.12
LAUNDRY	
SALARIES	
8250.07 Laundry Aides	69,230.78
Total SALARIES	<u>69,230.78</u>
EXPENSES	
8250.38 Disposables	18,397.20
8250.59 Supplies & Materials	6,046.33
8250.63 Repairs & Maintenance	1,087.70
8250.67 Linen Service	742.00
Total EXPENSES	<u>26,273.23</u>
Total LAUNDRY	95,504.01
NURSING ADMIN	
SALARIES	
6010.01 Director of Nursing	82,384.00
6010.012 RN Supervisors	44,710.25
Total SALARIES	<u>127,094.25</u>
EXPENSES	
6010.55 Office Supplies	2,221.72
6010.67 Purchased Services	146,211.71
6010.73 Equipmental Rental	18,138.00
6010.86 License Renewals	700.00
6010.87 Conference & Seminars	225.00
6010.88 Transportation	1,104.00
6010.96 Criminal Background	2,946.95
Total EXPENSES	<u>171,547.38</u>
Total NURSING ADMIN	298,641.63
MEDICAL RECORDS	
SALARIES	
7390.06 Clerical	0.00
Total SALARIES	<u>0.00</u>
Total MEDICAL RECORDS	0.00
PHYSICIAN SERVICES	
EXPENSES	
7420.28 Medical Director	22,175.59
Total EXPENSES	<u>22,175.59</u>
Total PHYSICIAN SERVICES	22,175.59

Batavia Health Care Center
Profit & Loss
 January through December 2017

Project# 172293
 BFA Attachment-E cont

	<u>Jan - Dec 17</u>
ACTIVITIES	
SALARIES	
7260.01 Director	31,106.97
7260.07 Activity Aides	43,597.81
Total SALARIES	<u>74,704.78</u>
EXPENSES	
7260.59 Supplies & Materials	5,977.25
7260.67 Purchased Services	5,820.74
7260.91 Other Direct	2,172.50
Total EXPENSES	<u>13,970.49</u>
Total ACTIVITIES	<u>88,675.27</u>
ADMISSIONS	
SALARIES	
8321.01 Admissions Coordinator	0.00
Total SALARIES	<u>0.00</u>
Total ADMISSIONS	0.00
SOCIAL SERVICES	
SALARIES	
7380.06 Social Workers	58,967.75
Total SALARIES	<u>58,967.75</u>
Total SOCIAL SERVICES	<u>58,967.75</u>
ANCILLARY SERVICES	
SALARIES	
7330.01 Rehab Director	107,523.60
7330.02 PTA	66,877.68
7340.01 Occupational Therapist	63,946.69
7340.02 COTA	72,168.99
Total SALARIES	<u>310,516.96</u>
FEES	
7200.29 Pharmacy Consultant	7,440.00
7290.29 Dentist	16,669.83
7350.29 Speech Therapist	52,170.50
7360.29 Psychologist	7,031.25
Total FEES	<u>83,311.58</u>
EXPENSES	
7200.49 Medical Supplies	53,123.52
7200.491 Oxygen	8,925.16
7200.58 Non Medical Supplies	18,798.48
7200.73 Equipment Rental	16,319.20
7210.62 Laboratory	5,203.19
7210.68 Radiology	9,193.04
7270.44 Pharmacy	181,578.79
7330.59 P.T. Supplies	230.53
7340.59 O.T. Supplies	262.26
Total EXPENSES	<u>293,634.17</u>
Total ANCILLARY SERVICES	<u>687,462.71</u>

Batavia Health Care Center
Profit & Loss
January through December 2017

Project# 172293
BFA Attachment-E cont

	<u>Jan - Dec 17</u>
NURSING	
SALARIES	
6020.03 RN's	199,303.89
6020.04 LPN's	346,106.23
6020.05 CNA's	616,233.32
6010.06 Unit Assistants	62,677.40
Total SALARIES	<u>1,224,320.84</u>
EXPENSES	
6020.29 Agency	124,332.83
Total EXPENSES	<u>124,332.83</u>
Total NURSING	1,348,653.67
EMPLOYEE BENEFITS	
8460.16 FICA	188,975.00
8460.17 Unemployment	40,196.29
8460.18 Health Insurance	15,228.35
8460.20 Workers Comp	91,277.25
8460.22 Disability Insurance	6,620.24
8460.23 Other Benefits	2,716.59
Total EMPLOYEE BENEFITS	<u>345,013.72</u>
Total Expense	<u>4,931,690.53</u>
Net Income	<u><u>-116,955.60</u></u>

Grand Batavia, LLC
Proposed members' interest in affiliated RHCf

Facility	EFF Date	Jeremy Strauss	Meryl Strauss	Strass Ventures
The Grand Nursing & Rehab at Queens	2004	95%		
The Grand Rehab & Nursing at Pawling	2004	98%		
The Grand Rehab & Nursing at Rome	May-11	98%	2%	
The Grand Rehab & Nursing at Chittenango	May-11	98%	2%	
The Grand Rehab & Nursing at Guilderland	Nov-16			97.5%
The Grand Rehab & Nursing at River Valley	Sep-16			94.0%
The Grand Rehab & Nursing at Barnwell	Dec-17			97.5%

Strauss Ventures, LLC members: Jeremy Strauss (95%) and Meryl Strauss (5%)

Regarding The Grand at Chittenango: Jeremy Strauss' % ownership increased from 67% to 98% via Notice of Transfer- May 2017

Affiliated Nursing Homes (Page 1)

The Center for Rehabilitation & Healthcare at Dutchess, LLC	<u>12/31/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$4,170,886	\$5,369,359	\$4,325,424
Fixed Assets	\$7,818,762	\$5,540,482	\$6,061,865
Total Assets	\$11,989,648	\$10,909,841	\$10,387,289
Current Liabilities	\$1,642,574	\$1,912,795	\$3,972,494
Long Term Liabilities	\$3,487,437	\$2,680,689	\$554,298
Total Liabilities	\$5,130,011	\$4,593,484	\$4,526,792
Net Assets	\$6,859,637	\$6,316,357	\$5,860,497
Working Capital Position	\$2,528,312	\$3,456,564	\$352,930
Revenue	\$13,472,769	\$13,071,348	\$13,444,931
Expenses	\$12,749,988	\$12,245,488	\$11,481,425
Net Income	\$722,781	\$825,860	\$1,963,506
Clearview Operating Co., LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$5,881,222	\$5,134,721	\$4,156,828
Fixed Assets	\$17,556,386	\$18,451,922	\$18,031,039
Total Assets	\$23,437,608	\$23,586,643	\$22,187,867
Current Liabilities	\$4,662,414	\$4,701,884	\$4,652,217
Long Term Liabilities	\$2,144,549	\$1,503,536	\$7,315,662
Total Liabilities	\$6,806,963	\$6,205,420	\$11,967,879
Net Assets	\$16,630,645	\$17,381,223	\$10,219,988
Working Capital Position	\$1,218,808	\$432,837	-\$495,389
Revenue	\$25,124,604	\$25,461,068	\$23,395,997
Expenses	\$23,612,057	\$22,785,222	\$21,484,897
Net Income	\$1,512,547	\$2,675,846	\$1,911,100
Rome Center, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$4,029,870	\$4,938,062	\$3,194,555
Fixed Assets	\$5,344,047	\$3,942,963	\$4,215,758
Total Assets	\$9,373,917	\$8,881,025	\$7,410,313
Current Liabilities	\$3,102,966	\$3,861,762	\$2,952,501
Long Term Liabilities	\$19,848	\$133,985	\$294,903
Total Liabilities	\$3,122,814	\$3,995,747	\$3,247,404
Net Assets	\$6,251,103	\$4,885,278	\$4,162,909
Working Capital Position	\$926,904	\$1,076,300	\$242,054
Revenue	\$15,546,905	\$15,581,409	\$15,100,076
Expenses	\$14,021,080	\$14,549,040	\$13,368,901
Net Income	\$1,525,825	\$1,032,369	\$1,731,175

Affiliated Nursing Homes (Page 2)

Chittenango Center, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$2,942,202	\$4,185,545	\$2,641,220
Fixed Assets	\$3,346,395	\$1,369,792	\$1,550,899
Total Assets	\$6,288,597	\$5,555,337	\$4,192,119
Current Liabilities	\$1,238,272	\$1,075,668	\$764,618
Long Term Liabilities	\$46,819	\$167,728	\$144,838
Total Liabilities	\$1,285,091	\$1,243,396	\$909,456
Net Assets	\$5,003,506	\$4,311,941	\$3,282,663
Working Capital Position	\$1,703,930	\$3,109,877	\$1,876,602
Revenue	\$8,354,696	\$8,286,901	\$8,081,446
Expenses	\$7,503,133	\$7,067,622	\$6,805,395
Net Income	\$851,563	\$1,219,279	\$1,276,051
Guilderland Operator, LLC	<u>12/31/2017</u>	<u>11/14/16 -12/31/2016</u>	
Current Assets	\$3,948,599	\$3,557,429	\$0
Fixed Assets	\$1,128,926	\$6,564,176	\$0
Total Assets	\$5,077,525	\$10,121,605	\$0
Current Liabilities	\$4,728,609	\$5,931,510	\$0
Long Term Liabilities	\$1,105,073	\$4,423,111	\$0
Total Liabilities	\$5,833,682	\$10,354,621	\$0
Net Assets	-\$756,157	-\$233,016	\$0
Working Capital Position	-\$780,010	-\$2,374,081	\$0
Revenue	\$11,374,574	\$1,316,254	\$0
Expenses	\$11,725,884	\$1,549,270	\$0
Net Income	-\$351,310	-\$233,016	\$0
River Valley Operating Associates, LLC	<u>12/31/2017</u>	<u>7/22/16-12/31/2016</u>	
Current Assets	\$5,954,338	\$3,806,689	\$0
Fixed Assets	-\$6,358,567	\$5,536,573	\$0
Total Assets	-\$404,229	\$9,343,262	\$0
Current Liabilities	\$2,901,568	\$3,858,611	\$0
Long Term Liabilities	\$45,511	\$6,888,564	\$0
Total Liabilities	\$2,947,079	\$10,747,175	\$0
Net Assets	-\$3,351,308	-\$1,403,913	\$0
Working Capital Position	\$3,052,770	-\$51,922	\$0
Revenue	\$17,161,604	\$7,206,983	\$0
Expenses	\$18,990,829	\$8,610,896	\$0
Net Income	-\$1,829,225	-\$1,403,913	\$0

Grand Batavia, LLC
 Budget Sensitivity Year 1

Project # 172293
 BFA Attachment-H

Sensitized by holding utilization at March 14, 2018 Level Allowing budgeted payor mix

Year One

172293 Grand Batavia

62	Beds
22,630	Max Days
20,435	03/14/18 Occup
90.30%	03/14/18 Occup. %

Budget Sensitivity Year 1

Payor:	% Util by payor (Budgeted)	Revised Budgeted Days	Per Diem*	Revised Revenues
Medicaid	0.807	16,491	\$196.30	\$3,237,183
Medicare	0.125	2,554	\$348.62	\$890,375
Private & Comm	0.068	1,390	\$323.86	\$450,165
	1.000	20,435		

Total Revenues (held to 10/18/17 utilization): \$4,577,723
 Total Revenues as budgeted for first year \$4,815,318
 Increase (Decrease) in Budgeted Revenues: (\$237,595)

Budgeted Cost Year 1 \$4,898,197

Budgeted Net Income(Loss) Year 1 (\$82,879)
 Sensitized Year 1 Net Income(Loss) **(\$320,474)**
 Incremental Loss per Sensitized Budget (\$237,595)

As of March 18, 2018 Utilization= 62beds X 365 Days = 22,630 * .903 = 20,435 days

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

Grand Batavia, LLC
Budget Sensitivity Year 3

Project # 172293
BFA Attachment-H Cont

Sensitized by holding utilization at March 14, 2018 Level Allowing budgeted payor mix

Year Three

172293 Grand Batavia

62	Beds
22,630	Max Days
20,435	03/14/18 Occup.
90.30%	03/14/18 Occup. %

Budget Sensitivity Year 3

Payor:	% Util by payor (Budgeted)	Revised Budgeted Days	Per Diem*	Revised Revenues
Medicaid	0.807	16,491	\$196.30	\$3,237,183
Medicare	0.125	2,554	\$348.65	\$890,452
Private & Comm	0.068	1,390	\$323.87	\$450,179
	1.000	20,435		

Total Revenues (held to 10/18/17 utilization): \$4,577,814
 Total Revenues as budgeted for third year \$4,916,605
 Increase (Decrease) in Budgeted Revenues: (\$338,791)

Budgeted Cost Year 3 \$4,887,026

Budgeted Net Income(Loss) Year 3 \$29,579

Sensitized Year 3 Net Income(Loss) **(\$309,212)**

Incremental Loss per Sensitized Budget (\$338,791)

As of March 14, 2018 Utilization= 62beds X 365 Days = 22,630 * .903 = 20,435 days

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

**Margaret Tietz- Chapin Acquisition I, LLC
 CON Change of Ownership Application
 Included A/R and Liabilities**

<u>APA Section</u>	<u>Item</u>
2.1(o)	All Accounts Receivable
2.1(p)	Universal Settlement
2.3(c)	All Vendor Liabilities
2.3(d)	All Known as Paid Time Off
2.3(e)	Unknown Healthcare Liabilites to Cap

Calculation as of November 2017 Internal Financial

Gross A/R	9,048,370	
AFDA	(2,920,000)	
Additional Allowance	(743,281)	
Net A/R		5,385,089
Accounts Payable	(1,127,907)	
Accrued PTO	(1,132,827)	
Accrued Expenses	(1,014,915)	
Due to Medicaid	(2,109,440)	
Net Liabilities		(5,385,089)
<u>Net W/C Impact</u>		<u>-</u>

Purchase Price Adjustments

<u>APA Section</u>	<u>Item</u>
3.1(b)	Plus: 75% of A/R Cash Collections
3.1(b)	Less: Assumed Liabilities less \$500,000
3.1(b)	Less: Assumed Employee Paid Time Off

PROFORMA BALANCE SHEET

January 1, 2018

Project 181120
BFA Attachment C

ASSETS

**Chapin
Acquisition I, LLC**

Current Assets	
Cash & Cash Equivalents	\$ 4,166,000
Account Receivable, Net	<u>5,385,089</u>
Total Current Assets	9,551,089
Non Current Assets	
Resident Funds	48,000
Fixed Assets - Net	<u>1,100,000</u>
Total Non Current Assets	<u>1,148,000</u>
Total Assets	<u>\$ 10,699,089</u>

LIABILITIES AND MEMBERS' EQUITY

Liabilities	
Assumed Liabilities	\$ <u>5,385,089</u>
Total current liabilities	<u>5,385,089</u>
Long term Liabilities	
Resident Funds	<u>48,000</u>
Total Long-term Liabilities	<u>48,000</u>
Total Liabilities	5,433,089
Members' Equity	<u>5,266,000</u>
Total Liabilities and Members' Equity	<u>\$ 10,699,089</u>

Financial Summary

Margaret Tietz Center for Nursing Care, Inc.

FISCAL PERIOD ENDED	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
ASSETS - CURRENT	\$8,006,346	\$10,535,165	\$9,751,733
ASSETS - FIXED AND OTHER	\$20,582,512	\$19,911,546	\$21,282,351
LIABILITIES - CURRENT	\$5,597,689	\$5,874,955	\$6,633,696
LIABILITIES - LONG-TERM	<u>\$13,824,597</u>	<u>\$13,004,696</u>	<u>\$13,996,864</u>
EQUITY	\$9,166,572	\$11,567,060	\$10,403,524
<hr/>			
INCOME	\$26,567,557	\$27,741,731	\$25,572,081
EXPENSE	<u>\$29,011,633</u>	<u>\$27,120,234</u>	<u>\$27,719,049</u>
NET INCOME	-\$2,444,076	\$621,497	-\$2,146,968
<hr/>			
NUMBER OF BEDS	200	200	200
PERCENT OF OCCUPANCY (DAYS)	95.51%	96.68%	96.35%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	70.85%	66.60%	60.50%
MEDICARE	17.37%	21.10%	18.50%
PRIVATE/OTHER	11.78%	12.30%	21.00%
<hr/>			

Margaret Tietz Nursing and Rehabilitation Center

Statement of Financial Position

December 31, 2016

ASSETS

Current Assets

Cash and cash equivalents	\$ 1,736,951
Accounts receivable (net of allowance for doubtful accounts of \$2,920,000)	5,561,013
Due from related parties	62,151
Prepaid expenses and other current assets	598,289
Restricted cash - residents' funds	<u>47,942</u>
Total Current Assets	8,006,346
Due from third-party payors	701,061
Assets limited as to use	1,742,264
Insurance recoveries receivable	1,765,076
Fixed assets, net	<u>16,374,111</u>
	<u>\$ 28,588,858</u>

LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable and accrued expenses	\$ 1,507,593
Accrued salaries and related benefits	984,077
Long-term debt, current portion	290,000
Capital lease obligations, current portion	62,856
Due to third-party payors	2,281,369
Due to related parties	423,852
Funds held for residents	<u>47,942</u>
Total Current Liabilities	5,597,689
Capital lease obligations, net of current portion	3,828
Long-term debt, net of current portion	12,055,693
Professional and similar liabilities	<u>1,765,076</u>
Total Liabilities	<u>19,422,286</u>

Net Assets

Unrestricted	<u>9,166,572</u>
	<u>\$ 28,588,858</u>

Margaret Tietz Nursing and Rehabilitation Center

Statement of Activities and Changes in Net Assets

Year Ended December 31, 2016

UNRESTRICTED NET ASSETS

Operating Revenue	
Net patient service revenue	\$ 25,595,415
Other operating revenue	972,142
Total Operating Revenue	<u>26,567,557</u>
Operating Expenses	
Salaries	11,750,298
Employee benefits	4,857,805
Supplies and other expenses	7,776,719
Depreciation and amortization	1,498,377
Interest	914,641
Provision for bad debts	1,315,000
New York State cash receipts assessment	898,793
Total Operating Expenses	<u>29,011,633</u>
Deficiency of Operating Revenue Over Operating Expenses	<u>(2,444,076)</u>
Non-operating Revenue and Expenses	
Contributions	15,055
Interest income	34,468
Loss on disposal	(5,935)
Total Non-operating Revenue and Expenses	<u>43,588</u>
Change in Unrestricted Net Assets	(2,400,488)
NET ASSETS	
Beginning of year	<u>11,567,060</u>
End of year	<u>\$ 9,166,572</u>

MARGARET TIETZ NURSING AND REHABILITATION CENTER
dba MARGARET TIETZ NURSING AND REHABILITATION CENTER

BALANCE SHEET

ASSETS

	<u>October 31, 2017</u>	<u>November 30, 2017</u>
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 4,304,854	3,891,245
Patient Accounts Receivable (net of allowance for doubtful accounts)	6,128,370	6,590,042
Due From Medicaid	523,411	523,411
Prepaid Expenses	51,797	51,797
Other Current Assets	121,669	121,669
TOTAL CURRENT ASSETS	\$ 11,130,101	\$ 11,178,164
Fixed Assets (net of accumulated depreciation)	15,401,815	15,292,490
Insurance Recoveries Receivable	1,765,076	1,765,076
Patient Funds	365,209	365,209
Start-up Costs (net of accumulated amortization)	15,091	15,091
Mortgage Costs (net of accumulated amortization)	520,268	517,364
TOTAL ASSETS	\$ 29,197,560	\$ 29,133,394
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts Payable	\$ 1,127,907	\$ 1,142,129
Accrued Payroll, Sick and Vacation	1,132,827	1,219,883
Accrued Payroll Taxes	980	7,723
Accrued Expenses	1,014,915	853,186
TOTAL CURRENT LIABILITIES	\$ 3,276,629	\$ 3,222,921
Due to Medicaid	2,109,440	2,517,047
Due to Related Parties	794,377	794,377
Patient Funds	365,209	365,209
Professional and Similar Liabilities	1,765,076	1,765,076
Mortgage Payable	12,912,657	12,622,175
TOTAL LIABILITIES	\$ 21,223,388	\$ 21,286,805
NET ASSETS	7,974,172	7,846,589
TOTAL LIABILITIES AND NET ASSETS	\$ 29,197,560	\$ 29,133,394

MARGARET TIETZ NURSING AND REHABILITATION CENTER
dba MARGARET TIETZ NURSING AND REHABILITATION CENTER

STATEMENT OF INCOME AND NET ASSETS

	One Month Ended		Eleven Months Ended	
	November 30, 2017		November 30, 2017	
	Amount	Per Day	Amount	Per Day
OPERATING INCOME				
Patient Service Income	\$ 2,270,981	\$ 406.99	\$ 22,922,816	\$ 374.49
Other Income	1,469	0.26	446,447	7.29
TOTAL OPERATING INCOME	<u>\$ 2,272,450</u>	<u>\$ 407.25</u>	<u>\$ 23,369,263</u>	<u>\$ 381.78</u>
OPERATING EXPENSES				
Administrative Services	\$ 256,973	\$ 46.05	\$ 3,006,815	\$ 49.12
Fiscal Services	19,990	3.59	334,712	5.47
Plant, Operations and Maintenance Services	50,296	9.01	649,536	10.61
Patient Food Services	199,110	35.68	2,203,330	35.99
Housekeeping Services	114,051	20.43	1,156,286	18.89
Laundry Services	36,091	6.47	280,729	4.59
Nursing Administration Services	122,627	21.98	1,465,922	23.95
Medical Care Services	55,384	9.93	576,249	9.41
Leisure Time Services	65,888	11.80	733,901	11.99
Social Services & Admissions	29,772	5.33	463,870	7.57
Security Services	14,066	2.52	143,480	2.34
Ancillary Services	326,405	58.50	2,837,429	46.35
Program Services	783,238	140.37	7,744,087	126.51
Property Costs	64,766	11.61	561,404	9.17
TOTAL OPERATING EXPENSES	<u>\$ 2,138,656</u>	<u>\$ 383.27</u>	<u>\$ 22,157,751</u>	<u>\$ 361.96</u>
EBITDARM FROM OPERATIONS	\$ 133,794	23.98	\$ 1,211,512	19.82
NET OTHER OPERATING ACTIVITIES				
Medicaid Assessment Revenue	\$ 33,142	\$ 5.94	\$ 435,580	\$ 7.12
Medicaid Assessment Expense	(96,606)	(17.31)	(813,441)	(13.29)
EBITDARM	<u>\$ 70,330</u>	<u>\$ 12.61</u>	<u>\$ 833,651</u>	<u>\$ 13.65</u>
Interest - Mortgage	(68,009)	(12.19)	(748,098)	(12.22)
Interest - Working Capital	-	-	-	-
Interest - Related Party	-	-	-	-
Depreciation	(127,000)	(22.76)	(1,373,594)	(22.44)
Amortization	(2,904)	(0.52)	(31,942)	(0.52)
EBITDA	<u>(127,583)</u>	<u>\$ (22.86)</u>	<u>(1,319,983)</u>	<u>\$ (21.53)</u>
NET INCOME	<u>\$ (127,583)</u>	<u>\$ (22.86)</u>	<u>\$ (1,319,983)</u>	<u>\$ (21.53)</u>
NET ASSETS BEGINNING OF YEAR			<u>9,166,572</u>	
Opening Equity			<u>\$ 7,846,589</u>	
NET ASSETS, END OF PERIOD				

Affiliated Nursing Homes (Page 1)

PALJR, LLC	<u>9/30/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$10,913,288	\$8,721,338	\$9,866,651
Fixed Assets	\$12,403,081	\$11,813,479	\$11,872,173
Total Assets	\$23,316,369	\$20,534,817	\$21,738,824
Current Liabilities	\$3,578,452	\$2,791,764	\$2,803,546
Long Term Liabilities	\$4,728,702	\$8,298,667	\$10,411,607
Total Liabilities	\$8,307,154	\$11,090,431	\$13,215,153
Net Assets	\$15,009,215	\$9,444,386	\$8,523,671
Working Capital Position	\$7,334,836	\$5,929,574	\$7,063,105
Revenue	\$29,859,565	\$39,495,887	\$38,610,094
Expenses	\$24,180,020	\$38,575,172	\$37,719,939
Net Income	\$5,679,545	\$920,715	\$890,155
JOPAL at St. James, LLC	<u>9/30/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$9,059,120	\$8,606,655	\$7,142,845
Fixed Assets	\$14,598,483	\$13,160,436	\$14,054,162
Total Assets	\$23,657,603	\$21,767,091	\$21,197,007
Current Liabilities	\$4,324,838	\$3,033,925	\$2,027,928
Long Term Liabilities	\$12,969,012	\$15,569,012	\$16,069,012
Total Liabilities	\$17,293,850	\$18,602,937	\$18,096,940
Net Assets	\$6,363,753	\$3,164,154	\$3,100,067
Working Capital Position	\$4,734,282	\$5,572,730	\$5,114,917
Revenue	\$24,242,859	\$31,485,161	\$30,698,341
Expenses	\$20,302,246	\$30,543,106	\$29,759,934
Net Income	\$3,940,613	\$942,055	\$938,407
JOPAL Sayville, LLC	<u>9/30/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$7,338,852	\$6,734,412	\$5,784,373
Fixed Assets	\$897,497	\$865,953	\$531,681
Total Assets	\$8,236,349	\$7,600,365	\$6,316,054
Current Liabilities	\$2,303,444	\$2,495,235	\$1,891,194
Long Term Liabilities	\$3,889,098	\$4,009,690	\$3,694,891
Total Liabilities	\$6,192,542	\$6,504,925	\$5,586,085
Net Assets	\$2,043,807	\$1,095,440	\$729,969
Working Capital Position	\$5,035,408	\$4,239,177	\$3,893,179
Revenue	\$17,794,475	\$23,389,002	\$24,065,313
Expenses	\$16,739,434	\$23,023,531	\$23,596,001
Net Income	\$1,055,041	\$365,471	\$469,312

Affiliated Nursing Homes (Page 2)

Project # 181120

BFA Attachment F cont

JOPAL BRONX, LLC	<u>9/30/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$23,691,494	\$19,990,460	\$19,351,400
Fixed Assets	\$2,556,630	\$2,103,397	\$1,772,365
Total Assets	\$26,248,124	\$22,093,857	\$21,123,765
Current Liabilities	\$7,254,794	\$6,201,259	\$6,846,193
Long Term Liabilities	\$16,728,651	\$15,455,702	\$13,235,503
Total Liabilities	\$23,983,445	\$21,656,961	\$20,081,696
Net Assets	\$2,264,679	\$436,896	\$1,042,069
Working Capital Position	\$16,436,700	\$13,789,201	\$12,505,207
Revenue	\$54,236,182	\$71,056,461	\$70,042,203
Expenses	\$52,319,613	\$70,881,634	\$69,183,462
Net Income	\$1,916,569	\$174,827	\$858,741

Cardiff Bay Care Center, LLC	<u>09/31/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$9,951,602	\$10,420,669	\$7,231,737
Fixed Assets	\$2,505,494	\$1,719,831	\$3,939,089
Total Assets	\$12,457,096	\$12,140,500	\$11,170,826
Current Liabilities	\$8,352,517	\$9,794,756	\$8,309,924
Long Term Liabilities	\$1,552,977	\$1,381,072	\$1,768,473
Total Liabilities	\$9,905,494	\$11,175,828	\$10,078,397
Net Assets	\$2,551,602	\$964,672	\$1,092,429
Working Capital Position	\$1,599,085	\$625,913	-\$1,078,187
Revenue	\$17,359,499	\$20,853,114	\$21,954,867
Expenses	\$15,772,569	\$20,562,585	\$21,228,318
Net Income	\$1,586,930	\$290,529	\$726,549

Shore View Acquisition I, LLC	<u>9/30/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Current Assets	\$11,656,512	\$12,239,913	\$10,477,562
Fixed Assets	\$2,778,512	\$2,800,684	\$2,634,359
Total Assets	\$14,435,024	\$15,040,597	\$13,111,921
Current Liabilities	\$3,530,085	\$3,046,376	\$4,228,602
Long Term Liabilities	\$2,740,996	\$10,713,131	\$7,565,706
Total Liabilities	\$6,271,081	\$13,759,507	\$11,794,308
Net Assets	\$8,163,943	\$1,281,090	\$1,317,613
Working Capital Position	\$8,126,427	\$9,193,537	\$6,248,960
Revenue	\$33,219,340	\$44,866,051	\$44,604,533
Expenses	\$26,241,233	\$44,517,958	\$43,809,967
Net Income	\$6,978,107	\$348,093	\$794,566

Affiliated Nursing Homes (Page 3)

Project # 181120

BFA Attachment F cont

	<u>9/30/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Morningside Acquisition I, LLC			
Current Assets	\$19,842,891	\$21,141,493	\$16,233,603
Fixed Assets	\$8,325,939	\$3,115,716	\$1,271,513
Total Assets	\$28,168,830	\$24,257,209	\$17,505,116
Current Liabilities	\$9,994,857	\$14,174,605	\$8,377,276
Long Term Liabilities	\$12,059,087	\$8,388,180	\$7,433,833
Total Liabilities	\$22,053,944	\$22,562,785	\$15,811,109
Net Assets	\$6,114,886	\$1,694,424	\$1,694,007
Working Capital Position	\$9,848,034	\$6,966,888	\$7,856,327
Revenue	\$35,702,895	\$42,067,527	\$37,580,647
Expenses	\$31,192,983	\$41,807,110	\$37,326,686
Net Income	\$4,509,912	\$260,417	\$253,961

	<u>12/31/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Hendon Garden Center, LLC			
Current Assets	\$4,594,817	\$5,068,671	\$5,182,511
Fixed Assets	\$2,242,775	\$10,253,755	\$10,092,872
Total Assets	\$6,837,592	\$15,322,426	\$15,275,383
Current Liabilities	\$2,248,874	\$2,355,271	\$2,183,268
Long Term Liabilities	\$3,486,580	\$11,448,917	\$12,720,209
Total Liabilities	\$5,735,454	\$13,804,188	\$14,903,477
Net Assets	\$1,102,138	\$1,518,238	\$371,906
Working Capital Position	\$2,345,943	\$2,713,400	\$2,999,243
Revenue	\$16,332,189	\$16,583,516	\$15,882,725
Expenses	\$17,022,980	\$15,217,184	\$14,729,819
Net Income	-\$690,791	\$1,366,332	\$1,152,906

	<u>12/31/2017</u>	<u>12/31/16</u>	
Highland View Care Center Operating Co., LLC			
Current Assets	\$13,329,465	\$14,214,549	\$0
Fixed Assets	\$40,693,762	\$36,347,455	\$0
Total Assets	\$54,023,227	\$50,562,004	\$0
Current Liabilities	\$6,074,712	\$5,805,461	\$0
Long Term Liabilities	\$33,013,459	\$32,787,260	\$0
Total Liabilities	\$39,088,171	\$38,592,721	\$0
Net Assets	\$14,935,056	\$11,969,283	\$0
Working Capital Position	\$7,254,753	\$8,409,088	\$0
Revenue	\$49,808,394	\$45,898,061	\$0
Expenses	\$41,748,882	\$38,583,436	\$0
Net Income	\$8,059,512	\$7,314,625	\$0

Affiliated Nursing Homes (Page 4)

Project # 181120

BFA Attachment F cont

	<u>12/31/2017</u>	<u>12/31/16</u>	<u>12/31/15</u>
Dewitt Rehabilitation & Nursing Center Inc.			
Current Assets	\$17,458,579	-	-
Fixed Assets	\$8,515,301	-	-
Total Assets	\$25,973,880	-	-
Current Liabilities	\$5,457,237	-	-
Long Term Liabilities	\$379,034	-	-
Total Liabilities	\$5,836,271	-	-
Net Assets	\$20,137,609	-	-
Working Capital Position	\$12,001,342	-	-
Revenue	\$79,957,529	-	-
Expenses	\$68,682,656	-	-
Net Income	\$11,274,873	-	-

	<u>9/30/2017</u>	<u>12/31/16</u>	<u>7/1/15-12/31/15</u>
Sea Crest Acquisition 1, LLC			
Current Assets	\$10,701,972	8,015,995	5,106,958
Fixed Assets	\$7,148,760	6,489,561	5,573,319
Total Assets	\$17,850,732	14,505,556	10,680,277
Current Liabilities	\$4,332,445	3,371,240	6,993,267
Long Term Liabilities	\$7,427,527	10,463,226	2,758,965
Total Liabilities	\$11,759,972	13,834,466	9,752,232
Net Assets	\$6,090,760	671,090	928,045
Working Capital Position	\$6,369,527	4,644,755	(1,886,309)
Revenue	\$27,970,132	37,260,239	17,506,864
Expenses	\$22,482,208	36,978,733	16,694,336
Net Income	\$5,487,924	281,506	812,528

	<u>12/31/2017</u>	<u>3/3/16-12/31/16</u>	<u>0</u>
Hudson Pointe Acquisition, LLC			
Current Assets	\$3,478,839	4,296,562	-
Fixed Assets	\$1,738,971	21,552,322	-
Total Assets	\$5,217,810	25,848,884	-
Current Liabilities	\$5,707,900	3,824,305	-
Long Term Liabilities	\$815,707	23,156,110	-
Total Liabilities	\$6,523,607	26,980,415	-
Net Assets	-\$1,305,797	(1,131,531)	-
Working Capital Position	-\$2,229,061	472,257	-
Revenue	\$19,785,491	10,351,178	-
Expenses	\$19,829,558	11,482,709	-
Net Income	-\$44,067	(1,131,531)	-

Affiliated Nursing Homes (Page 5)

Project # 181120

BFA Attachment F cont

Ross Acquisition, LLC	<u>11/30/2017</u>	<u>12/31/16</u>	<u>0</u>
Current Assets	\$3,215,525	-	-
Fixed Assets	\$371,107	-	-
Total Assets	\$3,586,632	-	-
Current Liabilities	\$3,048,685	-	-
Long Term Liabilities	\$80,114	-	-
Total Liabilities	\$3,128,799	-	-
Net Assets	\$457,833	-	-
Working Capital Position	\$166,840	-	-
Revenue	\$12,884,421	-	-
Expenses	\$12,566,666	-	-
Net Income	\$317,755	-	-
MLAP Acquisitions, LLC	<u>9/30/2017</u>	<u>12/31/2016</u>	<u>12/31/15</u>
Current Assets	\$5,208,992	8,015,995	3,835,840
Fixed Assets	\$6,536,021	6,489,561	2,130,709
Total Assets	\$11,745,013	14,505,556	5,966,549
Current Liabilities	\$2,564,298	3,371,240	2,804,454
Long Term Liabilities	\$5,709,752	10,463,226	2,955,230
Total Liabilities	\$8,274,050	13,834,466	5,759,684
Net Assets	\$3,470,963	671,090	206,865
Working Capital Position	\$2,644,694	4,644,755	1,031,386
Revenue	\$13,800,386	37,260,239	14,073,805
Expenses	\$10,934,072	36,978,733	14,073,805
Net Income	\$2,866,314	281,506	-
Terace Acquisition II	<u>12/31/2017</u>	<u>12/31/16</u>	<u>0</u>
Current Assets	\$6,430,816	4,296,562	-
Fixed Assets	\$8,296,555	21,552,322	-
Total Assets	\$14,727,371	25,848,884	-
Current Liabilities	\$4,081,727	3,824,305	-
Long Term Liabilities	\$9,032,187	23,156,110	-
Total Liabilities	\$13,113,914	26,980,415	-
Net Assets	\$1,613,457	(1,131,531)	-
Working Capital Position	\$2,349,089	472,257	-
Revenue	\$21,654,990	10,351,178	-
Expenses	\$20,596,345	11,482,709	-
Net Income	\$1,058,645	(1,131,531)	-

Affiliated Nursing Homes (Page 6)

Project # 181120

BFA Attachment F cont

TCPRNC LLC	<u>12/31/2017</u>	<u>1/22/16-12/31/1</u>	<u>0</u>
Current Assets	\$67,548,411	-	-
Fixed Assets	\$106,966,281	-	-
Total Assets	\$174,514,692	-	-
Current Liabilities	\$46,164,068	-	-
Long Term Liabilities	\$127,734,851	-	-
Total Liabilities	\$173,898,919	-	-
Net Assets	\$615,773	-	-
Working Capital Position	\$21,384,343	-	-
Revenue	\$104,403,180	-	-
Expenses	\$100,369,916	-	-
Net Income	\$4,033,264	-	-
SBNH Acquisition, LLC	<u>12/31/2017</u>	<u>1/3/16 -12/31/20</u>	<u>1/0/00</u>
Current Assets	\$10,810,278	8,618,010	-
Fixed Assets	\$28,083,151	28,499,352	-
Total Assets	\$38,893,429	37,117,362	-
Current Liabilities	\$7,749,000	7,952,641	-
Long Term Liabilities	\$30,786,335	27,091,702	-
Total Liabilities	\$38,535,335	35,044,343	-
Net Assets	\$358,094	2,073,019	-
Working Capital Position	\$3,061,278	665,369	-
Revenue	\$34,142,914	5,657,102	-
Expenses	\$31,729,827	4,934,083	-
Net Income	\$2,413,087	723,019	-
Providence Care, Inc. (Not-for-Profit)	<u>12/31/2017</u>	<u>12/31/16</u>	<u>42369</u>
Current Assets	\$9,813,379	9,244,000	11,651,000
Fixed Assets	\$24,096,585	22,685,000	19,347,000
Total Assets	\$33,909,964	31,929,000	30,998,000
Current Liabilities	\$7,195,001	6,866,000	7,901,000
Long Term Liabilities	\$14,405,884	14,355,000	16,055,000
Total Liabilities	\$21,600,885	21,221,000	23,956,000
Net Assets	\$12,309,079	10,708,000	7,042,000
Working Capital Position	\$2,618,378	2,378,000	3,750,000
Revenue	\$25,294,346	28,230,000	27,588,000
Expenses	\$23,693,084	24,560,000	22,763,000
Net Income	\$1,601,262	3,670,000	4,825,000

Chapin Acquisition II, LLC

Current Real Property Owners

Margaret Tietz Nursing and
Rehabilitation Center f/k/a Kew Gardens
Nursing Home Co. 100%

Proposed Real Property Owners

Chapin Acquisition II, LLC
Alex Solovey 30.34%
Leopold Friedman 30.33%
Pasquale DeBenedictis 30.33%
Soloman Rutenberg 9.00%
Total 100.00%

Project # 181218
BFA Attachment B

Heritage Operating Associates, LLC d/b/a The Grand Rehabilitation and Nursing at Utica
Assumed Liabilities

Description	Amount
Accrued Payroll	\$225,230
Taxes Payable	421,855
Accounts Payable	<u>1,700,754</u>
Total Assumed Liabilities	2,347,839

Pro Forma Balance Sheet
(Utica)

Assets

Current Assets

Working Capital - Cash	\$2,325,769
Accounts Receivable	\$2,638,542
Prepaid Expenses	\$43,718

Total Current Assets **\$5,008,029**

Fixed Assets

Furniture/Fixtures	\$1,658,842
--------------------	-------------

Total Fixed Assets **\$1,658,842**

TOTAL ASSETS: **\$6,666,871**

Liabilities

Current Liabilities

Working Capital Loan	\$1,160,269
Accrued Payroll	\$225,230
Taxes Payable	\$421,855
Accounts Payable	\$1,700,754

Total Current Liabilities **\$3,508,108**

TOTAL LIABILITIES: **\$3,508,108**

Equity

Jeremy Strauss	\$2,850,784 *
Meryl Strauss	\$157,938 *
Rebecca Strauss	\$150,041 *

TOTAL EQUITY: **\$3,158,763**

TOTAL LIABILITIES AND MEMBERS' EQUITY **\$6,666,871**

* The member equity indicated here reflects the projected member equity upon closing. The basis for the values projected is the amount of assumed assets and assumed liabilities as detailed in the current operators' December 2017 internal financial statement. Actual member equity contribution, for the purposes of this Certificate of Need Application, is reflected in Attachment 13 - Member Equity Analysis.

Grand Healthcare System
Balance Sheet - Internal Financial Statements
940 - Heritage Real Estate Operations Associates
As of 12/31/2018
(In Whole Numbers)

	<u>Balance</u>
Total Assets	
Total Fixed Assets	
Furniture & Equipment	<u>11,312,767</u>
Total Total Fixed Assets	<u>11,312,767</u>
Total Total Assets	<u><u>11,312,767</u></u>
Total Liabilities	
Current Liabilities	
Other Payables	<u>11,312,767</u>
Total Current Liabilities	<u>11,312,767</u>
Total Total Liabilities	<u><u>11,312,767</u></u>
Liabilities & Members Equity	<u><u>11,312,767</u></u>

Project # 181218
BFA Attachment D

Financial Summary

Faxton-Sunset St. Luke's Health Care Center, Inc

FISCAL PERIOD ENDED	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
ASSETS - CURRENT	\$3,849,813	\$2,898,543	\$2,637,000
ASSETS - FIXED AND OTHER	\$2,083,021	\$2,617,010	\$3,211,000
LIABILITIES - CURRENT	\$13,738,678	\$12,877,985	\$12,217,000
LIABILITIES - LONG-TERM	<u>\$479,988</u>	<u>\$101,119</u>	<u>\$151,000</u>
EQUITY	(\$8,285,832)	(\$7,463,551)	(\$6,520,000)
<hr/>			
INCOME	\$12,295,554	\$12,546,549	\$13,189,000
EXPENSE	<u>\$13,117,835</u>	<u>\$13,477,992</u>	<u>\$14,208,000</u>
NET INCOME	(\$822,281)	(\$931,443)	(\$1,019,000)
<hr/>			
NUMBER OF BEDS	220	220	220
PERCENT OF OCCUPANCY (DAYS)	69.90%	75.77%	81.61%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	84.68%	83.83%	84.57%
MEDICARE	5.62%	7.44%	7.36%
PRIVATE/OTHER	9.71%	8.73%	8.07%
<hr/>			

**Faxton - Sunset St. Luke's Health Care Center, Inc.
D/B/A Heritage Health Care Center and Affiliate
Combined Balance Sheets
December 31, 2016 and 2015**

<u>Assets</u>	<u>2016</u>	<u>2015</u>
<u>Current Assets</u>		
Cash and Cash Equivalents / Investments	\$ 5,598	\$ 202,815
Patient Accounts Receivable / Less Allowance for bad debt of \$200,000.	3,772,892	2,639,147
Prepaid Expenses	71,323	56,581
<u>Total Current Assets</u>	3,849,813	2,898,543
<u>Patient Trust Accounts</u>	125,751	154,772
<u>Property and Equipment, net of accumulated depreciation</u>	1,957,270	2,462,238
<u>Total Assets</u>	<u>\$ 5,932,834</u>	<u>\$ 5,515,553</u>
<u>Liabilities and Net Deficit</u>		
<u>Current Liabilities</u>		
Accounts Payable	\$ 1,700,754	\$ 1,063,494
Current Portion of Long-term Debt / Payable to Third Party and Private Payors	11,390,839	11,131,748
Accrued Payroll and Taxes Payable (Note)	225,230	302,227
	421,855	380,519
<u>Total Current Liabilities</u>	13,738,678	12,877,988
<u>Note Payable, less current portion</u>	357,781	-
<u>Patient Trust Accounts</u>	122,207	101,118
<u>Total Liabilities</u>	14,218,666	12,979,104
<u>Net Assets (Deficit)</u>		
Unrestricted Net Deficit	(8,285,832)	(7,483,551)
Permanently Restricted Net Assets	-	-
<u>Total Net Assets (Deficit)</u>	<u>(8,285,832)</u>	<u>(7,483,551)</u>
<u>Total Liabilities and Net Deficit</u>	<u>\$ 5,932,834</u>	<u>\$ 5,515,553</u>

**Faxton - Sunset St. Luke's Health Care Center, Inc.
D/B/A Heritage Health Care Center and Affiliate
Combined Statement of Operations and Changes in Net Deficit
Years Ended December 31, 2016 and 2015**

	Year Ended December 31, 2016		Year Ended December 31, 2015	
	Amount	Per Day	Amount	Per Day
Operating Income				
Patient Service Income	\$ 12,180,763	\$ 217.00	\$ 12,496,319	\$ 197.44
Other Operating Income	114,791	2.04	50,230	3.81
Total Operating Income	<u>12,295,554</u>	<u>219.04</u>	<u>12,546,549</u>	<u>201.25</u>
Operating Expenses				
Non-Revenue Support Services				
Administrative Services	2,455,322	43.74	2,875,967	38.44
Fiscal Services	349,708	6.23	348,424	5.42
Plant, Operations and Maintenance	1,548,308	27.55	1,593,167	24.78
Patient Food Services	1,140,181	20.31	1,187,588	19.49
Laundry Services	236,883	4.22	263,124	4.31
Housekeeping Services	392,044	6.98	391,190	6.40
Nursing Administration	818,196	14.59	575,066	13.00
Medical Care Services	66,096	1.18	80,413	2.56
Leisure Time Activities	231,825	4.13	224,196	3.24
Social Service and Admitting	130,060	2.32	175,638	3.07
Total Non-Revenue Support Services	<u>7,387,821</u>	<u>131.25</u>	<u>7,714,771</u>	<u>137.44</u>
Ancillary Service Centers	<u>1,330,150</u>	<u>23.70</u>	<u>1,263,776</u>	<u>19.46</u>
Program Service Center	<u>4,420,064</u>	<u>78.74</u>	<u>4,499,445</u>	<u>76.63</u>
Total Operating Expenses	<u>13,117,835</u>	<u>233.69</u>	<u>13,477,992</u>	<u>218.80</u>
Net Loss from Operations	<u>(822,281)</u>	<u>(14.65)</u>	<u>(931,443)</u>	<u>(15.55)</u>
Net Deficit				
Beginning of Year	<u>(7,463,551)</u>		<u>(6,532,108)</u>	
End of Year (Deficit)	<u>\$ (8,285,832)</u>		<u>\$ (7,463,551)</u>	

Grand Healthcare System
Balance Sheet - Internal Financial Statements
400 - Heritage
As of 12/31/2017
(In Whole Numbers)

December 31, 2017

Total Assets	
Total Current Assets	
Cash & Equivalents	160,515
Accounts Receivable (Net)	5,867,474
Prepaid Expenses	<u>43,718</u>
Total Total Current Assets	6,071,707
Total Fixed Assets	
Land	299,878
Furniture & Equipment	<u>1,658,842</u>
Total Total Fixed Assets	1,958,720
Total Other Assets	
Due to/from Related Company	<u>(3,727,596)</u>
Total Total Other Assets	<u>(3,727,596)</u>
Total Total Assets	<u><u>4,302,831</u></u>
Total Liabilities	
Current Liabilities	
Accounts Payable and Accrued Expenses	3,554,015
Other Payables	<u>11,525,207</u>
Total Current Liabilities	15,079,222
Long Term Liabilities	
Loans Payable	<u>319,777</u>
Total Long Term Liabilities	<u>319,777</u>
Total Total Liabilities	<u><u>15,399,000</u></u>
Members Equity	
Members Equity	
	(8,285,832)
Current Year Results	
	<u>(2,810,337)</u>
Total Members Equity	<u><u>(11,096,169)</u></u>
Liabilities & Members Equity	<u><u>4,302,831</u></u>

Grand Healthcare System
 Statement of Revenues and Expenditures - Unposted Transactions Included In Report
 400 - Heritage
 From 1/1/2017 Through 12/31/2017
 (In Whole Numbers)

	<u>Amount</u>
REVENUE	
Patient Service Revenue	
Medicaid	4,858,818
Medicare	2,512,444
Private	730,557
Other Insurance	<u>6,542,962</u>
Total Patient Service Revenue	14,644,781
Other Income	
Medicare Part B - Ancillary	440,723
Retroactive Adjustments- Medicaid	(72,668)
Other	105,053
Provision for Bad Debt	<u>(227,267)</u>
Total Other Income	245,840
Total REVENUE	<u>14,890,621</u>
EXPENSES	
General & Admin	
Payroll Administration	131,774
Payroll Medical Records	36,917
Payroll Office Fiscal	108,996
Payroll Other Office	261,485
Promotional Advertising	48,130
Recruitment	19,136
Admin Cont Purch Svcs	146,570
Auto & Travel	24,199
Dues & Subscription	10,334
Bank Charge/ Interest	14,609
Computer Rental	31,473
Revenue Assessment	610,868
Insurance	175,586
Misc Expense	5,930
Office Supplies	42,793
Office Purchaed Services	79,491
Professional Fees	134,628
Telephone	<u>71,625</u>
Total General & Admin	1,954,546
Cleanliness & Safety	
Payroll Housekeeping & Laundry	481,013
Payroll Maintenance	164,366
Housekeeping Supplies	42,743
Laundry Supplies	27,249
Laundry Services	1,681
Maintenance Supplies	69,059
Maintenance Services	201,734
Security Costs	<u>3,227</u>
Total Cleanliness & Safety	991,071
Nursing & Medical	
Payroll Administration	91,225
Payroll A & O	1,754,053
Payroll DNS & RN	1,015,306
Payroll LPN	897,322
Payroll Nursing	4,000
Payroll Nursing Secretary	46,526
Medical Supplies	231,447
Oxygen	33,578
Nursing & Pharmacy Fees	24,195
Nursing Contracted Services	2,088,263

Grand Healthcare System
 Statement of Revenues and Expenditures - Unposted Transactions Included In Report
 400 - Heritage
 From 1/1/2017 Through 12/31/2017
 (In Whole Numbers)

	<u>Amount</u>
Total Nursing & Medical	<u>6,185,915</u>
Food & Nutrition	
Payroll Cooks	80,835
Payroll Dietary Workers	436,677
Payroll Dietary Supervisor	71,958
Dietary Supplies	29,189
Food	485,518
Food Supplement	<u>4,883</u>
Total Food & Nutrition	1,109,059
Leisure Time Activities	
Payroll	148,987
Supplies & Services	<u>18,157</u>
Total Leisure Time Activities	167,144
Non Comparable	
Ancillary Therapy Supplies & Svcs	7,612
Dental Fees	34,299
Light, Heat & Power	343,945
Medical Director & Urb Fees	38,681
Physician fees	3,330
Real Estate Tax	3,160
Therapeutic Supplies & Svcs	12,864
Water & Sewer	<u>80,014</u>
Total Non Comparable	523,906
Property	
Depreciation	565,632
Equipment Rentals	131,028
Interest	4,646
Rent	<u>1,132,695</u>
Total Property	1,834,001
Social Services	
Payroll Admissions	74,919
Payroll Social Service	114,629
Social Services Contracted Services	<u>1,560</u>
Total Social Services	191,108
Therapy & Ancillaries	
Payroll Occupational	250,776
Payroll Physical Therapy	251,071
Payroll Speech Therapy	7,466
Payroll Therapy - Other	56,479
Physical Therapy Services	288,207
RX Drugs	520,090
Speech Therapy Services	<u>11,480</u>
Total Therapy & Ancillaries	1,385,568
Overhead	1,092,398
Employee Benefits	<u>2,266,241</u>
Total EXPENSES	<u>17,700,957</u>
REVENUE LESS EXPENSES	(2,810,337)
PROFIT/LOSS BEFORE ONE TIME ITEMS	(2,810,337)
NET PROFIT (LOSS)	<u>(2,810,337)</u>

Project # 181218
 BFA Attachment F

<u>Operator</u>	<u>Name of the facility</u>	<u>Beds</u>	<u>County</u>	<u>Eff Date</u>	<u>Jeremy Strauss</u>	<u>Meryl Strauss</u>	<u>†</u>	<u>Strauss Ventures</u>
The Center for Rehabilitation & Healthcare at Dutchess, LLC	The Grand Rehabilitation & Nursing at Pawling	122	Dutchess	2004	98%			
Clearview Operating Co., LLC	The Grand Rehabilitation & Nursing at Queens	179	Queens	2004	95%			
Rome Center, LLC	The Grand Rehabilitation & Nursing at Rome	160	Oneida	May-11	98%	2%		
Chittenango Center, LLC	The Grand Rehabilitation & Nursing at Chittenango	80	Madison	May-11	98%	2%		
Guilderland Operator, LLC	The Grand Rehabilitation & Nursing at Guilderland	127	Albany	Nov-16				97.5%
River Valley Operating Associates, LLC	The Grand Rehabilitation & Nursing at River Valley	160	Dutchess	Sep-16				94%
Below facilities not included in financial summary								
Barnwell Operating Associates, LLC	The Grand Rehabilitation & Nursing at Barnwell	236	Columbia	Dec-17				97.5%
Membership Strauss Ventures, LLC (95% Jeremy Strauss and 5% Meryl Strauss)								

Affiliated Nursing Homes (Page 1)

The Center for Rehabilitation & Healthcare at Dutchess, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$4,170,886	\$5,369,359	\$4,325,424
Fixed Assets	\$7,818,762	\$5,540,482	\$6,061,865
Total Assets	\$11,989,648	\$10,909,841	\$10,387,289
Current Liabilities	\$1,642,574	\$1,912,795	\$3,972,494
Long Term Liabilities	\$3,487,437	\$2,680,689	\$554,298
Total Liabilities	\$5,130,011	\$4,593,484	\$4,526,792
Net Assets	\$6,859,637	\$6,316,357	\$5,860,497
Working Capital Position	\$2,528,312	\$3,456,564	\$352,930
Revenue	\$13,472,769	\$13,071,348	\$13,444,931
Expenses	\$12,749,988	\$12,245,488	\$11,481,425
Net Income	\$722,781	\$825,860	\$1,963,506
Clearview Operating Co., LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$5,881,222	\$5,134,721	\$4,156,828
Fixed Assets	\$17,556,386	\$18,451,922	\$18,031,039
Total Assets	\$23,437,608	\$23,586,643	\$22,187,867
Current Liabilities	\$4,662,414	\$4,701,884	\$4,652,217
Long Term Liabilities	\$2,144,549	\$1,503,536	\$7,315,662
Total Liabilities	\$6,806,963	\$6,205,420	\$11,967,879
Net Assets	\$16,630,645	\$17,381,223	\$10,219,988
Working Capital Position	\$1,218,808	\$432,837	-\$495,389
Revenue	\$25,124,604	\$25,461,068	\$23,395,997
Expenses	\$23,612,057	\$22,785,222	\$21,484,897
Net Income	\$1,512,547	\$2,675,846	\$1,911,100
Rome Center, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$4,029,870	\$4,938,062	\$3,194,555
Fixed Assets	\$5,344,047	\$3,942,963	\$4,215,758
Total Assets	\$9,373,917	\$8,881,025	\$7,410,313
Current Liabilities	\$3,102,966	\$3,861,762	\$2,952,501
Long Term Liabilities	\$19,848	\$133,985	\$294,903
Total Liabilities	\$3,122,814	\$3,995,747	\$3,247,404
Net Assets	\$6,251,103	\$4,885,278	\$4,162,909
Working Capital Position	\$926,904	\$1,076,300	\$242,054
Revenue	\$15,546,905	\$15,581,409	\$15,100,076
Expenses	\$14,021,080	\$14,549,040	\$13,368,901
Net Income	\$1,525,825	\$1,032,369	\$1,731,175

Affiliated Nursing Homes (Page 2)

Chittenango Center, LLC	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
Current Assets	\$2,942,202	\$4,185,545	\$2,641,220
Fixed Assets	\$3,346,395	\$1,369,792	\$1,550,899
Total Assets	\$6,288,597	\$5,555,337	\$4,192,119
Current Liabilities	\$1,238,272	\$1,075,668	\$764,618
Long Term Liabilities	\$46,819	\$167,728	\$144,838
Total Liabilities	\$1,285,091	\$1,243,396	\$909,456
Net Assets	\$5,003,506	\$4,311,941	\$3,282,663
Working Capital Position	\$1,703,930	\$3,109,877	\$1,876,602
Revenue	\$8,354,696	\$8,286,901	\$8,081,446
Expenses	\$7,503,133	\$7,067,622	\$6,805,395
Net Income	\$851,563	\$1,219,279	\$1,276,051
Guilderland Operator, LLC	<u>12/31/2017</u>	<u>11/14/16 -12/31/2016</u>	
Current Assets	\$3,948,599	\$3,557,429	\$0
Fixed Assets	\$1,128,926	\$6,564,176	\$0
Total Assets	\$5,077,525	\$10,121,605	\$0
Current Liabilities	\$4,728,609	\$5,931,510	\$0
Long Term Liabilities	\$1,105,073	\$4,423,111	\$0
Total Liabilities	\$5,833,682	\$10,354,621	\$0
Net Assets	-\$756,157	-\$233,016	\$0
Working Capital Position	-\$780,010	-\$2,374,081	\$0
Revenue	\$11,374,574	\$1,316,254	\$0
Expenses	\$11,725,884	\$1,549,270	\$0
Net Income	-\$351,310	-\$233,016	\$0
River Valley Operating Associates, LLC	<u>12/31/2017</u>	<u>7/22/16-12/31/2016</u>	
Current Assets	\$5,954,338	\$3,806,689	\$0
Fixed Assets	-\$6,358,567	\$5,536,573	\$0
Total Assets	-\$404,229	\$9,343,262	\$0
Current Liabilities	\$2,901,568	\$3,858,611	\$0
Long Term Liabilities	\$45,511	\$6,888,564	\$0
Total Liabilities	\$2,947,079	\$10,747,175	\$0
Net Assets	-\$3,351,308	-\$1,403,913	\$0
Working Capital Position	\$3,052,770	-\$51,922	\$0
Revenue	\$17,161,604	\$7,206,983	\$0
Expenses	\$18,990,829	\$8,610,896	\$0
Net Income	-\$1,829,225	-\$1,403,913	\$0

Project # 181218
BFA Attachment G

Heritage Operating Associates, LLC d/b/a The Grand Rehabilitation and Nursing at Utica

Current Real Property Owners

Faxton-Sunset-St.Luke's Health Care Center Inc.
Voluntary not-for-profit corporation 100.00%

Proposed Real Property Owners

Heritage Real Estate Operations Associates, LLC
Jeremy Strauss 95%
Meryl Strauss 5%
Total 100%

Shining Star Home Care, LLC
Balance Sheet
December 31, 2015

ASSETS

CURRENT ASSETS

Cash	\$ 4,482	
Patient accounts receivable	70,366	
TOTAL CURRENT ASSETS		\$ 74,848

FIXED ASSETS

Computer software	68,000	
Accumulated amortization	(56,667)	
TOTAL FIXED ASSETS		<u>11,333</u>

TOTAL ASSETS		<u>\$ 86,181</u>
---------------------	--	------------------

LIABILITIES AND MEMBERS' DEFICIT

CURRENT LIABILITIES

Accounts payable	\$ 569,547	
Accrued payroll	24,412	
TOTAL CURRENT LIABILITIES		\$ 593,959

LONG-TERM LIABILITIES

Members' loans		<u>625,939</u>
----------------	--	----------------

TOTAL LIABILITIES		1,219,898
--------------------------	--	-----------

MEMBERS' DEFICIT		<u>(1,133,717)</u>
-------------------------	--	--------------------

TOTAL LIABILITIES AND MEMBERS' DEFICIT		<u>\$ 86,181</u>
---	--	------------------

Shining Star Home Care, LLC
Statement of Operations and Members' Deficit
For The Year Ended December 31, 2015

REVENUE

Patient service revenue, net \$ 608,326

TOTAL REVENUES \$ 608,326

EXPENSES

Operating expenses 878,167

General and administrative expenses 396,228

TOTAL EXPENSES 1,274,395

NET LOSS (666,069)

MEMBERS' DEFICIT - BEGINNING (706,214)

Contributions 238,566

MEMBERS' DEFICIT - ENDING \$ (1,133,717)

SHINING STAR HOME CARE, LLC
Balance Sheet
As of December 31, 2016

CON 171041
BFA Attachment B

Assets

Current Assets

Cash	\$	3,980
Accounts Receivable		58,392

Total Current Assets		62,372
-----------------------------	--	---------------

0

Total Assets	\$	62,372
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Liabilities and Partners' Equity

Current Liabilities

Accounts Payable	\$	565,107
Other Current Liabilities		8,787

Total Current Liabilities		573,894
----------------------------------	--	----------------

Long-Term Liabilities

Notes Payable MT		733,466
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Total Long-Term Liabilities		733,466
------------------------------------	--	----------------

Total Liabilities		1,307,360
--------------------------	--	------------------

Partners' Equity

Capital Contributions		388,071
Retained Earnings		(1,633,059)

Total Partners' Equity		(1,244,988)
-------------------------------	--	--------------------

Total Liabilities and Partners' Equity	\$	62,372
---	-----------	---------------

SHINING STAR HOME CARE, LLC
Income Statement

CON 171041
BFA Attachment B
1 Year Ended
December 31, 2016 (cont.)

Sales

Patient Service Revenue \$ 196,146

Total Sales 196,146

Direct Costs

Direct Payroll 329,372

Payroll Taxes - Direct 23,725

Total Cost of Goods Sold 353,097

Gross Profit (156,951)

Operating Expenses

Outside Service 30,890

Advertising 2,169

Outsourcing Services 10,614

Bank Charges 245

Depreciation 5,667

Dues and Subscriptions 854

Insurance 12,719

Computer Services 57,701

Salaries 126,238

State LLC Fee 175

Health Assessment Tax 317

FICA Expense 11,060

Medical & Office Supplies 4,377

Professional Fees 70,544

Telephone 3,154

Total Operating Expenses 336,724

Operating Income (Loss) (493,675)

Other Income (Expenses)

Gain (Loss) on Sale of Fixed Assets (5,667)

Total Other Income (Expenses) (5,667)

Net Income (Loss) Before Taxes (499,342)

Net Income (Loss) \$ (499,342)

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03/08/18
Accrual Basis

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

CON 171041
BFA Attachment C

	<u>Dec 31, 17</u>
ASSETS	
Current Assets	
Checking/Savings	
1010 · Signature Bank Checking 4708	5,731.29
1019 · Signature - Star Consulting	73.49
1020 · Capital One - 1587	158.88
1021 · Capital One - 1560	32,623.40
1080 · HCHB Posting - Undeposited	2,172.36
	<hr/>
Total Checking/Savings	40,759.42
Accounts Receivable	
1200 · Accounts Receivable	
1230 · A/R Medicare	10,865.56
1200 · Accounts Receivable - Other	105,959.10
	<hr/>
Total 1200 · Accounts Receivable	116,824.66
Total Accounts Receivable	<hr/> 116,824.66
Total Current Assets	<hr/> 157,584.08
TOTAL ASSETS	<hr/><hr/>157,584.08
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	11,511.50
	<hr/>
Total Accounts Payable	11,511.50
Other Current Liabilities	
2100 · Payroll Liabilities	
2110 · Social Security & Medicare	-956.71
2120 · Federal Withholding	118.54
2130 · NY State & City Withholding	-0.35
2190 · Other Payroll Liabilities	1,145.87
	<hr/>
Total 2100 · Payroll Liabilities	307.35
Total Other Current Liabilities	<hr/> 307.35
Total Current Liabilities	11,818.85
Long Term Liabilities	
2800 · Shareholder / Startup Loans	
2810 · Startup Funds from Owners	263,000.00
	<hr/>
Total 2800 · Shareholder / Startup Lo...	263,000.00
Total Long Term Liabilities	<hr/> 263,000.00
Total Liabilities	274,818.85
Equity	
30000 · Opening Balance Equity	3,929.19
32000 · Retained Earnings	-21,649.75
Net Income	-99,514.21
	<hr/>
Total Equity	-117,234.77
TOTAL LIABILITIES & EQUITY	<hr/><hr/>157,584.08

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03/08/18
Accrual Basis

Shining Star Home Care
Profit & Loss
January through December 2017

	<u>Jan - Dec 17</u>
Ordinary Income/Expense	
Income	
4000 · Income / Homecare Services	
4010 · Revenue - Medicaid EPS	12,338.23
4020 · Revenue - Medicaid FFS	7,828.76
4030 · Revenue - Medicare	114,638.84
4050 · Revenue - MLTC	362,248.21
4060 · Revenue - HMO	7,690.00
	<hr/>
Total 4000 · Income / Homecare Services	504,744.04
4999 · Misc Income	0.52
	<hr/>
Total Income	504,744.56
Cost of Goods Sold	
5100 · Payroll - Direct Care	
5101 · Payroll - Direct Care - HHA	1,400.00
5102 · Payroll - Direct Care - RN	137,742.20
5103 · Payroll - Direct Care - PT	900.00
5106 · Payroll - Direct Care - MSW	109.28
5100 · Payroll - Direct Care - Other	27,429.94
	<hr/>
Total 5100 · Payroll - Direct Care	167,581.42
5500 · Contracted Services	
5501 · Contracted Services - HHA	5,897.32
5502 · Contracted Services - RN	16,695.00
5503 · Contracted Services - PT	103,515.00
5506 · Contracted Services - MSW	228.00
	<hr/>
Total 5500 · Contracted Services	126,335.32
5800 · Payroll Taxes - Direct Care	
5820 · Payroll Taxes - Direct - RN	
5821 · Employer OASDI - Direct - RN	8,281.90
5822 · Employer Medicare - Direct - RN	1,854.00
5823 · Employer FUTA - Direct - RN	364.84
5824 · Employer NY UNEMP - Direct -...	1,278.77
5826 · NY DISABILITY - Direct - RN	-178.50
5820 · Payroll Taxes - Direct - RN - Ot...	-2.18
	<hr/>
Total 5820 · Payroll Taxes - Direct - RN	11,598.83
5830 · Payroll Taxes - Direct - PT	
5831 · Employer OASDI - Direct - PT	102.30
5832 · Employer Medicare - Direct - PT	23.92
5833 · Employer FUTA - Direct - PT	9.90
5834 · Employer NY UNEMP - Direct -...	35.95
5836 · NY DISABILITY - Direct - PT	-4.40
	<hr/>
Total 5830 · Payroll Taxes - Direct - PT	167.67
5860 · Payroll Taxes - Direct - MSW	
5861 · Employer OASDI - Direct - MSW	17.67
5862 · Employer Medicare - Direct M...	4.13
5863 · Employer FUTA - Direct - MSW	1.71
5864 · Employer NY UNEMP - MSW	5.41
5866 · NY Disability - MSW	-1.43
	<hr/>
Total 5860 · Payroll Taxes - Direct - MSW	27.49
Total 5800 · Payroll Taxes - Direct Care	11,793.99
Total COGS	305,710.73
Gross Profit	199,033.83
Expense	
Trade Related Software & Cloud	2,261.00

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Accrual Basis

Shining Star Home Care
Profit & Loss
 January through December 2017

CON 171041

BFA Attachment C (cont.)

	<u>Jan - Dec 17</u>
6000 · Payroll Expenses	
6100 · Payroll Admin - Professional	
6101 · Payroll - Admin / DPS - RN	26,300.00
6120 · Payroll Admin - RN	222.25
Total 6100 · Payroll Admin - Professio...	<u>26,522.25</u>
6300 · Payroll - Admin - Clerical	
6330 · Clinical Assistant - Rehab	27,450.00
6390 · Clerical	34,508.27
Total 6300 · Payroll - Admin - Clerical	<u>61,958.27</u>
Total 6000 · Payroll Expenses	88,480.52
63300 · Insurance Expense	55,010.70
6810 · Payroll Taxes - Admin - Profess	
6811 · Employer OASDI	1,686.05
6812 · Employer Medicare	394.31
6813 · Employer FUTA	77.37
6814 · Employer NY UNEMP	253.39
6816 · NY Disability	-51.86
Total 6810 · Payroll Taxes - Admin - Prof...	<u>2,359.26</u>
68100 · Telephone Expense	3,426.35
6820 · Payroll Taxes - Management & D	420.00
6830 · Payroll Taxes - Admin	
6831 · Employer OASDI	3,812.03
6832 · Employer Medicare	891.57
6833 · Employer FUTA	100.73
6834 · Employer NY UNEMP	630.61
6836 · NY Disability	-118.30
Total 6830 · Payroll Taxes - Admin	<u>5,316.64</u>
6910 · Workers Comp - Admin - Profsnl	5,560.17
7000 · Legal & Professional Servi	
7010 · Accounting	6,998.80
7020 · Legal	957.00
7030 · Consulting	28,885.05
Total 7000 · Legal & Professional Servi	<u>36,840.85</u>
7050 · Bank Fees	2,386.80
7100 · Rent & Lease	47,200.00
7600 · Workman's Comp Insurance	11,077.93
7730 · Health Insurance	1,309.51
7800 · Utilities	
7810 · Electricity	3,674.71
Total 7800 · Utilities	<u>3,674.71</u>
7900 · Insurance	
7910 · Liability Insurance	3,281.48
Total 7900 · Insurance	<u>3,281.48</u>
8800 · Payroll Service Costs	2,713.88
9800 · Payroll to be applied	22,997.78
9900 · To Be Categorized	4,057.66
Total Expense	<u>298,375.24</u>
Net Ordinary Income	-99,341.41

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Accrual Basis

Shining Star Home Care
Profit & Loss
January through December 2017

CON 171041
BFA Attachment C (cont.)

	<u>Jan - Dec 17</u>
Other Income/Expense	
Other Expense	
80000 · Ask My Accountant	172.80
Total Other Expense	<u>172.80</u>
Net Other Income	<u>-172.80</u>
Net Income	<u><u>-99,514.21</u></u>

CENTERLIGHT CERTIFIED HOME HEALTH AGENCY

BALANCE SHEETASSETSDecember 31, 2017**CURRENT ASSETS**

Cash and cash equivalents	\$	200,971
Accounts Receivable (net of Allowance for Doubtful Accounts)		831,274
Purchased Accounts Receivable		1,475,989

TOTAL CURRENT ASSETS\$ 2,508,234

Due from Centerlight		(116,430)
Due from CNR		33,314
Due from Margaret Tietz		16,624
Fixed Assets (net of Accumulated Depreciation)		368,965
Goodwill		(1,654,139)

TOTAL ASSETS\$ 1,156,568LIABILITIES AND MEMBER'S EQUITY**CURRENT LIABILITIES**

Accounts Payable	\$	2,435,635
Accrued Expenses		140,420
Accrued Payroll		99,183
Accrued Sick and Vacation		483,224
Payroll Liabilities		(2,385)

TOTAL CURRENT LIABILITIES\$ 3,156,077

Due to Beth Abraham		241,870
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TOTAL LIABILITIES\$ 3,397,947

Member's Equity		(2,241,379)
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TOTAL LIABILITIES AND MEMBER'S EQUITY\$ 1,156,568

CENTERLIGHT CERTIFIED HOME HEALTH AGENCY

STATEMENT OF INCOME AND MEMBER'S EQUITY

	Twelve Months Ended December 31, 2017	
	Amount	Per Case
OPERATING INCOME		
Home Healthcare Income	\$ 4,490,740	\$ 1,834.45
Other Income	912,913	372.92
TOTAL OPERATING INCOME	<u>\$ 5,403,653</u>	<u>\$ 2,207.37</u>
DIRECT CARE EXPENSES		
Direct Care	<u>3,600,225</u>	<u>1,470.68</u>
TOTAL DIRECT CARE EXPENSES	<u>3,600,225</u>	<u>1,470.68</u>
GROSS PROFIT	<u>\$ 1,803,428</u>	<u>\$ 736.69</u>
<i>Gross Profit %</i>	33.37%	
ADMIN & GENERAL EXPENSES		
Administrative Costs	\$ 3,904,585	\$ 1,595.01
General Overhead	155,663	63.59
TOTAL ADMIN & GENERAL EXPENSES	<u>\$ 4,060,247</u>	<u>\$ 1,658.60</u>
NET INCOME	<u>\$ (2,256,819)</u>	<u>\$ (921.90)</u>
MEMBER'S EQUITY		
Opening Equity	\$ 15,440	
Member Contributions	-	
Member Distributions	-	
BALANCE, END OF PERIOD	<u>\$ (2,241,379)</u>	

CenterLight Certified Home Health Agency
Statement of Financial Position
December 31, 2016

ASSETS

Current Assets

Cash and cash equivalents	\$ 425,214
Accounts receivable, net	1,158,579
Prepaid and other current assets	<u>4,483</u>
Total Current Assets	1,588,276

Fixed assets, net

48,324\$ 1,636,600**LIABILITIES AND NET ASSET (DEFICIENCY)**

Current Liabilities

Accounts payable and accrued expenses	\$ 327,170
Due to related parties	<u>12,974,788</u>
Total Current Liabilities	13,301,958

Net Asset (Deficiency)

(11,665,358)\$ 1,636,600

CenterLight Certified Home Health Agency
Statement of Activities and Changes in Net Asset (Deficiency)
Year ended December 31, 2016

UNRESTRICTED NET ASSET (DEFICIENCY)

Operating Revenue	
Net patient service revenue	\$ 6,437,691
Other operating revenue	18,856
Total Operating Revenue	<u>6,456,547</u>

OPERATING EXPENSES

Salaries	5,764,282
Employee benefits	1,780,114
Supplies and other expenses	2,530,346
Depreciation and amortization	19,230
Provision for bad debt	<u>1,165,989</u>
Total Operating Expenses	<u>11,259,961</u>

Change in Unrestricted Net Asset (Deficiency) (4,803,414)

NET ASSET (DEFICIENCY)

Beginning of year	<u>(6,861,944)</u>
End of year	<u>\$ (11,665,358)</u>

CENTERLIGHT CERTIFIED HOME HEALTH AGENCY

BALANCE SHEET

DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current assets		
Cash	\$ 363,973	\$ 397,236
Accounts receivable - net	1,506,869	3,197,264
Prepaid expenses and other assets	<u>5,164</u>	
Total current assets	1,876,006	3,594,500
Fixed assets - net	<u>67,554</u>	<u>84,512</u>
Total assets	<u>\$ 1,943,560</u>	<u>\$ 3,679,012</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued expenses	\$ 256,791	\$ 507,729
Due to related parties	<u>8,548,713</u>	<u>5,771,897</u>
Total liabilities	8,805,504	6,279,626
Net assets (deficit) - unrestricted	<u>(6,861,944)</u>	<u>(2,600,614)</u>
Total liabilities and net assets	<u>\$ 1,943,560</u>	<u>\$ 3,679,012</u>

CENTERLIGHT CERTIFIED HOME HEALTH AGENCY

STATEMENT OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
Operating revenues		
Home care fees (net of contractual allowances and discounts)	\$ 8,444,578	\$ 7,357,519
Provision for bad debt	<u>(1,749,766)</u>	<u>(1,044,768)</u>
Net home care fees less provision for bad debt	6,694,812	6,312,751
Other operating revenues	<u>67,458</u>	
Total operating revenues	<u>6,762,270</u>	<u>6,312,751</u>
Operating expenses		
Home care		
Salaries and benefits	7,753,944	6,526,057
Fees	1,418,054	1,891,475
Supplies and other expenses	781,417	726,069
Depreciation	<u>17,419</u>	<u>14,158</u>
Total home care	<u>9,970,834</u>	<u>9,157,759</u>
Management and general		
Salaries and benefits	773,433	753,426
Fees	199,651	266,488
Supplies and other expenses	77,944	83,824
Depreciation	<u>1,738</u>	<u>1,634</u>
Total management and general	<u>1,052,766</u>	<u>1,105,372</u>
Total operating expenses	<u>11,023,600</u>	<u>10,263,131</u>
Operating loss	(4,261,330)	(3,950,380)
Transfer from related entity		<u>1,400,000</u>
Change in unrestricted net assets	(4,261,330)	(2,550,380)
Net assets (deficit) - beginning of year	<u>(2,600,614)</u>	<u>(50,234)</u>
Net assets (deficit) - end of year	<u>\$ (6,861,944)</u>	<u>\$ (2,600,614)</u>

GAMZEL NY, INC.
D/B/A REVIVAL HOME HEALTH CARE
(an S corporation)
BALANCE SHEETS

CON 181047
BFA Attachment B

At December 31

ASSETS	2016	2015
Current assets		
Cash and cash equivalents	\$ 445,526	\$ 341,531
Accounts receivable, less allowance of \$500,000 and \$600,000	2,967,627	2,800,939
Prepaid expenses and other	187,720	230,008
Deferred tax asset	59,850	68,308
Total current assets	<u>3,660,723</u>	<u>3,440,786</u>
Property and equipment - net	138,717	331,642
Goodwill - net	1,598,337	1,864,726
Deferred tax asset	36,100	17,428
Security deposits	4,000	-
TOTAL ASSETS	<u>\$ 5,437,877</u>	<u>\$ 5,654,582</u>
 LIABILITIES AND STOCKHOLDERS' DEFICIENCY		
Current liabilities		
Notes payable - line of credit	\$ 950,000	\$ 950,000
Notes payable - other	1,465,000	1,465,000
Accounts payable	4,305,583	4,307,703
Accrued expenses	841,037	711,659
Accrued and withheld taxes	77,094	87,139
Income tax payable	7,875	5,625
Due to officers	100,000	100,000
Total liabilities	<u>7,746,589</u>	<u>7,627,126</u>
Stockholders' deficiency		
Common stock, no par value; 200 shares authorized; 100 shares issued and outstanding	100	100
Additional paid in capital	2,105,320	2,105,320
Accumulated deficit	(4,414,132)	(4,077,964)
Total stockholders' deficiency	<u>(2,308,712)</u>	<u>(1,972,544)</u>
 TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIENCY	 <u>\$ 5,437,877</u>	 <u>\$ 5,654,582</u>

GAMZEL NY, INC.
D/B/A REVIVAL HOME HEALTH CARE
(an S corporation)

CON 181047
BFA Attachment B
Cont.

STATEMENTS OF EARNINGS AND ACCUMULATED DEFICIT

	Years ended December 31	
	2016	2015
Sales	\$ 27,649,200	\$ 25,842,316
Selling, general and administrative expenses	27,974,475	25,557,251
Earnings (loss) from operations	<u>(325,275)</u>	<u>285,065</u>
Other income (expenses):		
Interest income	8,402	2,297
Interest expense	(21,773)	(19,188)
Net Income (loss) before provision for taxes	<u>(338,646)</u>	<u>268,174</u>
Provision for income taxes (note 7)	<u>(2,478)</u>	<u>(22,576)</u>
NET EARNINGS (LOSS)	(336,168)	290,750
Accumulated deficit - beginning of year	<u>(4,077,964)</u>	<u>(4,368,714)</u>
ACCUMULATED DEFICIT - END OF YEAR	<u><u>\$ (4,414,132)</u></u>	<u><u>\$ (4,077,964)</u></u>

Revival Home Health Care
Balance Sheet
As of September 30, 2017

CON 181047
BFA Attachment C

	Sep 30, 17
ASSETS	
Current Assets	
Checking/Savings	
1001 · Signature Bank - Operating	520,556.98
1002 · Signature Bank - Payroll	-453.33
1003 · Signature Bank - TPL	93,500.00
Total Checking/Savings	613,603.65
Accounts Receivable	
1207 · Medical Records	16,141.45
1200 · Accounts Receivable-Revivalink	1,721.56
1205 · Accounts Receivable HCHB	3,274,557.01
Total Accounts Receivable	3,292,420.02
Other Current Assets	
1220A · Medicaid Pending AR Pending	1,340.04
1210A · Medicare AR Pending	937,806.07
1215A · Medicaid AR Pending	261,239.35
1240 · A/R- Adj	-135,021.92
1270 · Reserve for bad debt	-500,000.00
1520 · Employee Loans	6,500.00
1610 · Prepaid Expense	110,631.59
1630 · Prepaid Insurance	38,173.43
1900 · Deferred Taxes	59,850.00
1910 · Deferred Tax Asset	12,450.00
Total Other Current Assets	792,968.56
Total Current Assets	4,698,992.23
Fixed Assets	
1700 · Computer Related Assets	499,014.54
1710 · Equipment	196,240.90
1720 · Fixture	131,082.81
1735 · Software	701,789.20
1740 · Leasehold Improvement	612,317.44
1760 · Accumalated Depreciation	-2,046,727.77
Total Fixed Assets	93,717.12
Other Assets	
1800 · Security Deposits	4,000.00
1816 · Accumulated Amortization	-1,245,558.12
1815 · Goodwill	2,663,895.27
Total Other Assets	1,422,337.15
TOTAL ASSETS	6,215,046.50
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	3,711,244.30
Total Accounts Payable	3,711,244.30
Other Current Liabilities	
2416 · Due to IS	100,000.00
2005 · A/P-Adj	478,147.31
2100 · Payroll Liabilities	
2495 · Returned Checks	19,671.01
2490 · Manual Checks	0.20
2405 · Accrued Taxes	22,982.52
2101 · Accrued Payroll	593,740.24
2102 · 401K	-901.85
2104 · Flexible Spending Account	602.67
Total 2100 · Payroll Liabilities	636,094.79
2250 · Line of Credit	950,000.00
2300 · Loans & Exchanges	-45,865.07

Revival Home Health Care
Balance Sheet
As of September 30, 2017

CON 181047
BFA Attachment C - Cont

	Sep 30, 17
2410 · Accrued Expenses	131,218.00
2440 · Deferred Tax Liability	-23,650.00
2450 · Deferred Revenue	1,109,395.73
2451 · Due to Third Party Payor	
Due to Medicare	13,475.90
TPL HCHB	69,556.61
TPL Revivalink	70,300.01
Total 2451 · Due to Third Party Payor	153,332.52
2500 · NYS Franchise Tax Payable	3,750.00
2501 · NYC Corp Tax Payable	4,125.00
Total Other Current Liabilities	3,496,548.28
Total Current Liabilities	7,207,792.58
Long Term Liabilities	
2255 · Loan	1,465,000.00
2220 · Due to HITNY	150,475.00
2120 · Due to NYS DOH	1,477,989.14
Total Long Term Liabilities	3,093,464.14
Total Liabilities	10,301,256.72
Equity	
3000 · Retained Earnings (Retained Earnings)	-4,414,131.50
3010 · Paid in capital	2,105,320.26
3020 · Capital Stock	100.00
Net Income	-1,777,498.98
Total Equity	-4,086,210.22
TOTAL LIABILITIES & EQUITY	6,215,046.50

Revival Home Health Care
Pro Forma Balance Sheet
(based upon September 2017 Balance Sheet)

CON 181047
BFA Attachment D

ASSETS

Current Assets

Checking/Savings

1001 · Signature Bank - Operating	520,556.98
1002 · Signature Bank - Payroll	(453.33)
1003 · Signature Bank - TPL	93,500.00
<u>Total Checking/Savings</u>	<u>613,603.65</u>

Accounts Receivable

1207 · Medical Records	16,141.45
1200 · Accounts Receivable-Revivalink	1,721.56
1205 · Accounts Receivable HCHB	3,274,557.01
<u>Total Accounts Receivable</u>	<u>3,292,420.02</u>

Other Current Assets

1220A · Medicaid Pending AR Pending	1,340.04
1210A · Medicare AR Pending	937,806.07
1215A · Medicaid AR Pending	261,239.35
1240 · A/R- Adj	(135,021.92)
1270 · Reserve for bad debt	(500,000.00)
1520 · Employee Loans	6,500.00
1610 · Prepaid Expense	110,631.59
1630 · Prepaid Insurance	38,173.43
1900 · Deferred Taxes	59,850.00
1910 · Deferred Tax Asset	12,450.00
<u>Total Other Current Assets</u>	<u>792,968.56</u>

Fixed Assets

1700 · Computer Related Assets	499,014.54
1710 · Equipment	196,240.90
1720 · Fixture	131,082.81
1735 · Software	701,789.20
1740 · Leasehold Improvement	612,317.44
1760 · Accumalated Depreciation	(2,046,727.77)
<u>Total Fixed Assets</u>	<u>93,717.12</u>

Other Assets

1800 · Security Deposits	4,000.00
1816 · Accumulated Amortization	(1,245,558.12)
1815 · Goodwill	2,663,895.27
<u>Total Other Assets</u>	<u>1,422,337.15</u>

TOTAL ASSETS	6,215,046.50
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Revival Home Health Care
Pro Forma Balance Sheet
(based upon September 2017 Balance Sheet)

CON 181047
BFA Attachment D Cont.

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

2000 · Accounts Payable	3,711,244.30
<u>Total Accounts Payable</u>	<u>3,711,244.30</u>

Other Current Liabilities

2416 · Due to IS	100,000.00
2005 · A/P-Adj	478,147.31
2100 · Payroll Liabilities	
2495 · Returned Checks	19,671.01
2490 · Manual Checks	0.20
2405 · Accrued Taxes	22,982.52
2101 · Accrued Payroll	593,740.24
2102 · 401K	(901.85)
2104 · Flexible Spending Account	602.67
<u>Total 2100 · Payroll Liabilities</u>	<u>636,094.79</u>

2250 · Line of Credit	950,000.00
2300 · Loans & Exchanges	(45,865.07)
2410 · Accrued Expenses	131,218.00
2440 · Deferred Tax Liability	(23,650.00)
2450 · Deferred Revenue	1,109,395.73
2451 · Due to Third Party Payor	
Due to Medicare	13,475.90
TPL HCHB	69,556.61
TPL Revivalink	70,300.01
<u>Total 2451 · Due to Third Party Payor</u>	<u>153,332.52</u>

2500 · NYS Franchise Tax Payable	3,750.00
2501 · NYC Corp Tax Payable	4,125.00
<u>Total Other Current Liabilities</u>	<u>3,496,548.28</u>

<u>Total Current Liabilities</u>	<u>7,207,792.58</u>
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Long Term Liabilities

2255 · Loan	1,465,000.00
2220 · Due to HITNY	150,475.00
2120 · Due to NYS DOH	1,421,143.42
<u>Total Long Term Liabilities</u>	<u>3,036,618.42</u>

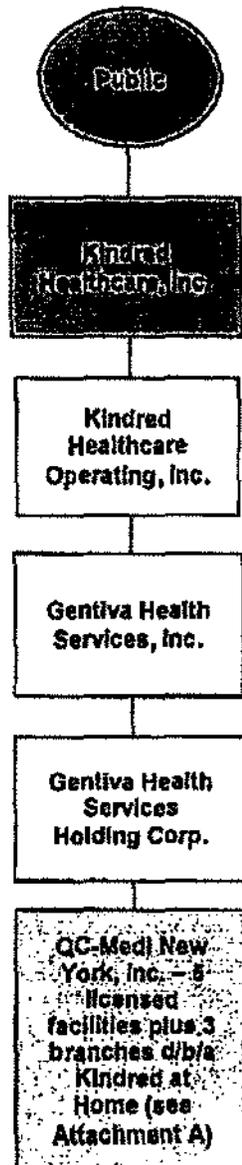
<u>Total Liabilities</u>	<u>10,244,411.00</u>
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Equity

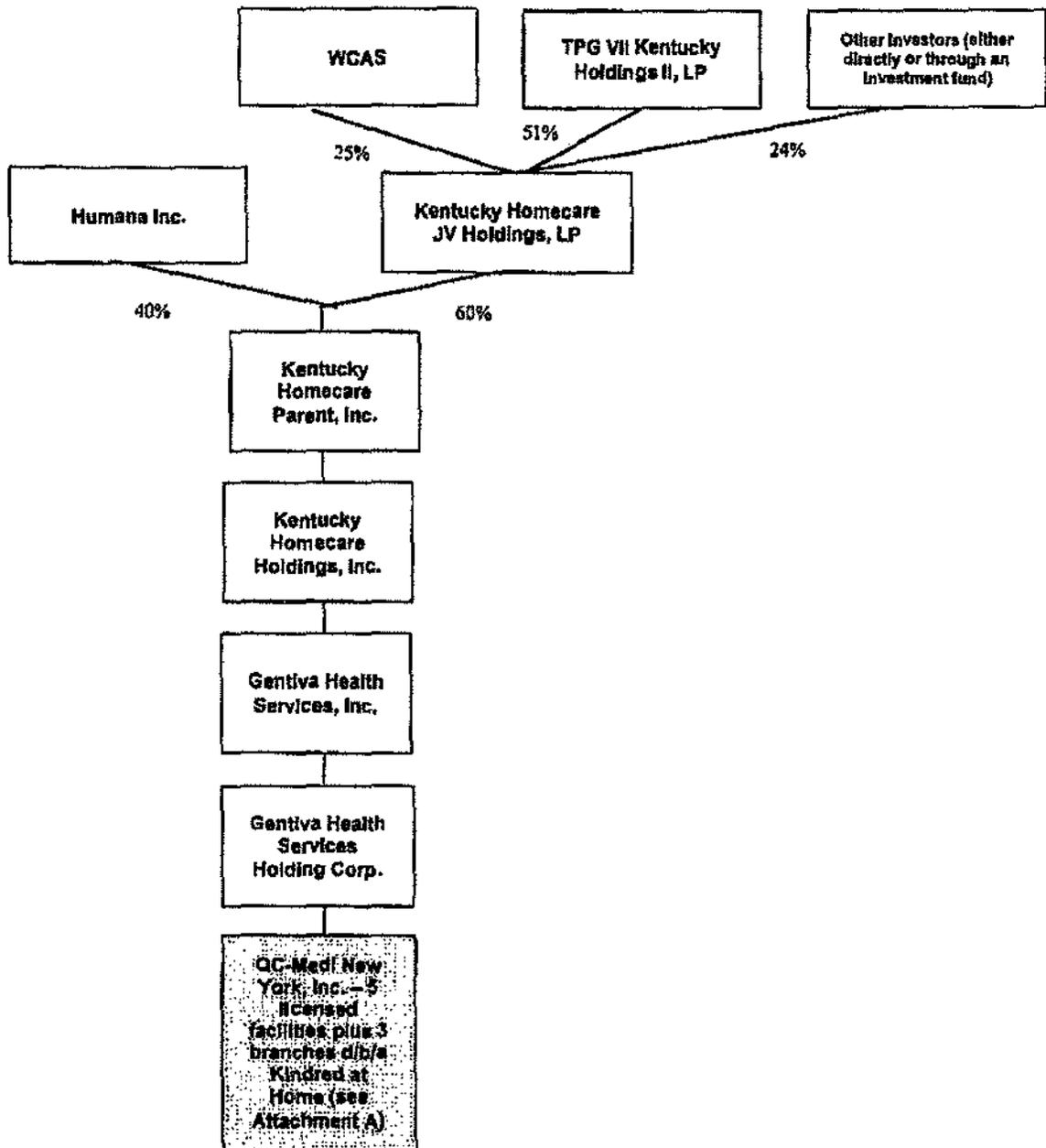
3000 · Retained Earnings (Retained Earnings)	(4,414,131.50)
3010 · Paid in capital	2,105,320.26
3020 · Capital Stock	100.00
Net Income	(1,777,498.98)
<u>Total Equity</u>	<u>(4,086,210.22)</u>

<u><u>TOTAL LIABILITIES & EQUITY</u></u>	<u><u>6,158,200.78</u></u>
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NEW YORK - KINDRED HOME HEALTH AGENCIES (STRUCTURE PRIOR TO THE TRANSACTION)



NEW YORK - KINDRED HOME HEALTH AGENCIES (STRUCTURE FOLLOWING THE TRANSACTION)

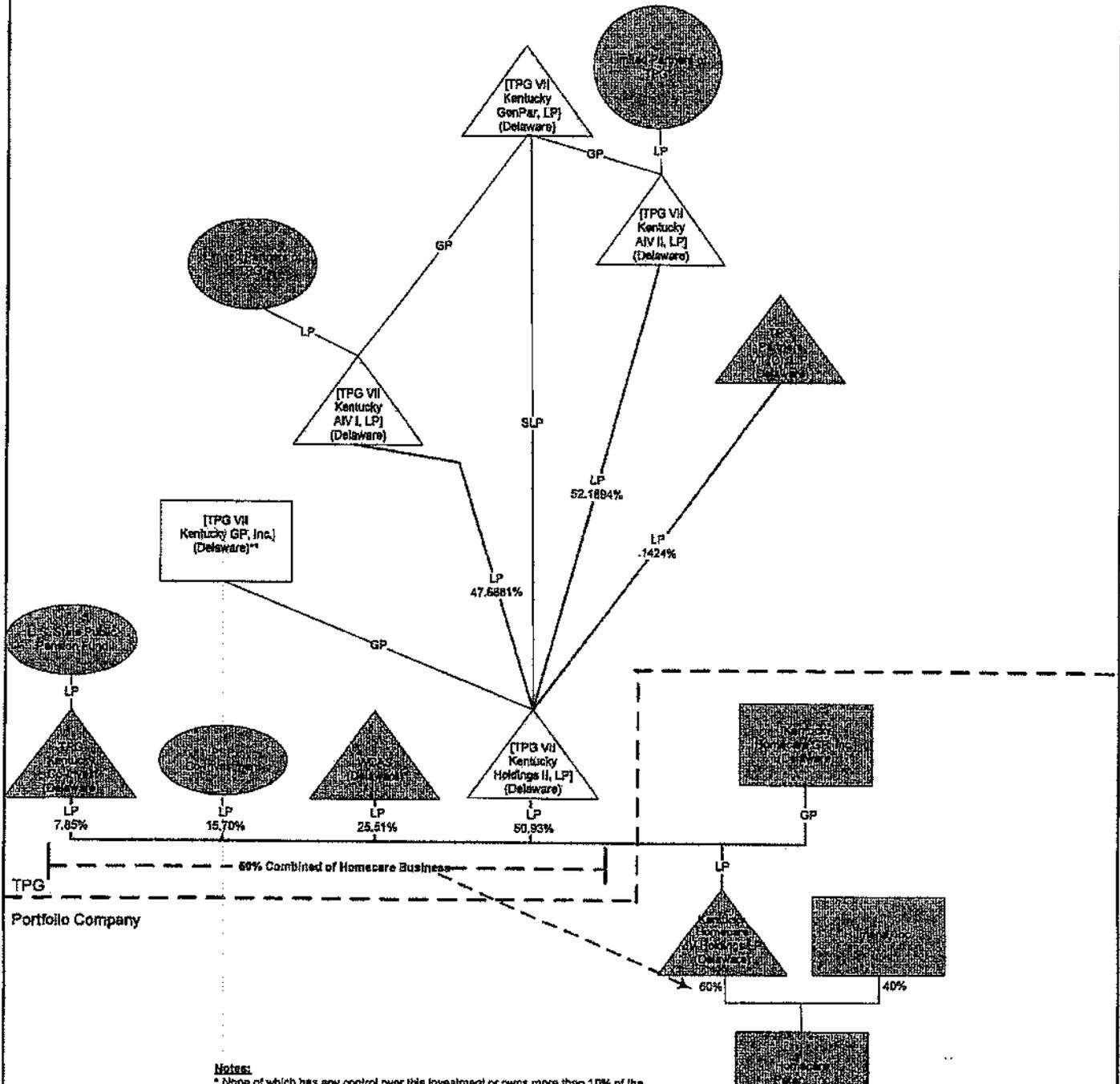


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Project Kentucky (Kindred) Structure Chart - Homecare

1/15/2018

Deal Close Date: [TBD]



State	Facility Name	Facility Address	State License Number	Type	Affiliation Date
CT	SeniorBridge Family Companies (CT), Inc.	141 Durham Road, Unit 19; Madison, CT 06443	HHC9915705	Home Health Care Agency	07/06/2012
CT	SeniorBridge Family Companies (CT), Inc.	940 White Plains Road, Suite 101; Trumbull, CT 06611	HCA0000703	Homemaker Companion Agency	07/06/2012
CT	SeniorBridge Family Companies (CT), Inc.	680 Main Street, Suite 202; Watertown, CT 06795	HCA0000704	Homemaker Companion Agency	07/06/2012
FL	154th Street Medical Plaza, Inc.	5801 Miami Lakes Dr E Miami Lakes, FL 33014	HCC4417	Health Care Clinic - Standard	12/31/2012
FL	54th Street Medical Plaza, Inc.	5385 NE 2nd Ave. Miami, FL 33137	HCC4420	Health Care Clinic - Standard	12/31/2012
FL	54th Street Medical Plaza, Inc.	5386 NE 2nd Ave. Miami, FL 33137	HCC9661	Health Care Clinic - Standard	12/31/2012
FL	Atlantis Physician Group LLC	190 JFK Dr Atlantis, FL 33462	HCC7685	Health Care Clinic - Standard	10/29/2012
FL	CAC Medical Center Holdings, Inc.	641 NW 183rd St. Miami, FL 33169	HCC9959	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	10401 SW 40th St. Miami, FL 33165	4954	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	522 E 25th Street Hialeah, FL 33013	4951	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	650 N Homestead Blvd. Homestead, FL 33030	HCC4948	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	15516 SW 88th St. Miami, FL 33196	HCC4955	Health Care Clinic - Standard	02/16/2005

FL	CAC-Florida Medical Center, LLC	3185 W Vine St. Kissimmee, FL 34741	HCC9356	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	12905 SW 42nd St. STE 103 Miami, FL 33175	HCC9886	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	6269 NW 7th Ave. Miami, FL 33150	HCC8986	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	1200 SW 1st St. Miami, FL 33135	HCC4953	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	1648 NE 163rd St. North Miami Beach, FL 33162	HCC4956	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	1602 NE 163rd St. North Miami Beach, FL 33162	HCC11189	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	8326 N Florida Ave. Tampa, FL 33604	HCC9868	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	737 S Semoran Ave. Orlando, FL 32807	HCC9870	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	18623 S Dixie Hwy Cutler Bay, FL 33190	HCC4957	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	4410 W 16th Ave Hialeah, FL 33012	HCC4946	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	4340 W Hillsborough Ave, Ste 208 Tampa, FL 33614	HCC9869	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	8686 Coral Way Miami, FL 33155	HCC4959	Health Care Clinic - Standard	02/16/2005

Programmatic Attachment B: Humana, Inc. Facilities

Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home

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FL	CAC-Florida Medical Center, LLC	975 W 49 St Hialeah, FL 33012	HCC4950	Health Care Clinic - Standard	02/16/2005
FL	CAC-Florida Medical Center, LLC	5235 W Colonial Dr Orlando, FL 32808	HCC9388	Health Care Clinic - Standard	02/16/2005
FL	Care Partners Home Care, LLC	1510 S. Harbor City Boulevard Melbourne, FL 32901	299993355	Home Health Agency	07/06/2012
FL	Complex Clinical Management, Inc.	600 West Hillsboro Blvd., Ste. 110 Deerfield Beach, FL 33441	HCC9446	Health Care Clinic - Standard	07/06/2012
FL	Continucare MDHC, LLC	3233 Palm Avenue, Ste 102 Hialeah, FL 33012	HCC7620	Health Care Clinic - Standard	12/21/2012
FL	Continucare MDHC, LLC	2600 West Flagler St Miami, FL 33135	HCC5486	Health Care Clinic - Standard	12/21/2012
FL	Continucare MDHC, LLC	3233 Palm Avenue Hialeah, FL 33012	HCC5543	Health Care Clinic - Standard	12/21/2012
FL	Continucare MDHC, LLC	442 Washington Ave Homestead, FL 33030	HCC5545	Health Care Clinic - Standard	12/21/2012
FL	Continucare MDHC, LLC	8608 Bird Rd Miami, FL 33155	HCC5482	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	4801 South University Drive, #110 Davie, FL 33328	HCC5462	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	11000 SW 211th St Cutler Bay, FL 33189	HCC5465	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	2500 Hallandale Beach Blvd, Ste QR Hallandale Beach, FL 33009	HCC10257	Health Care Clinic - Standard	12/21/2012

Programmatic Attachment B: Humana, Inc. Facilities

Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home

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FL	Continucare Medical Management, Inc.	11701 Mills Dr Miami, FL 33183	HCC5461	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	21507 Village Lakes Shopping Ctr Dr Land O Lakes, FL 34639	HCC5452	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	5643 NW 29th Street Margate, FL 33063	HCC9946	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	460 N University Dr Pembroke Pines, FL 33024	HCC5459	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	18853 SW 117th Ave Miami, FL 33177	HCC5447	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	228 W Alexander St Plant City, FL 33563	HCC5453	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	6971 West Sunrise Blvd, Ste 201 Plantation, FL 33313	HCC5463	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	200 South Macdill Ave, Ste 100 Tampa, FL 33609	HCC5466	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	3100 Stirling Rd, Ste A Hollywood, FL 33021	HCC9209	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	2900 North University Drive Sunrise, FL 33322	HCC5460	Health Care Clinic - Standard	12/21/2012
FL	Continucare Medical Management, Inc.	7101 W Mcnab Road, Ste 101 Tamarac, FL 33321	HCC9947	Health Care Clinic - Standard	12/21/2012
FL	Island Doctors of New Smyrna Beach Medical Center LLC	406 Palmetto Street #A New Smyrna Beach, FL 32168	HCC9966	Health Care Clinic - Standard	10/29/2012

FL	MCCI Group Holdings LLC	9740 SW 40th street Miami, FL 33165	HCC7431	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	3099 SW 8th Street Miami, FL 33135	HCC7433	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	440 W 49th St Hialeah, FL 33012	HCC7410	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	306 41st Street Miami Beach, FL 33140	HCC7412	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	8360 W Flagler Street # 100 Miami, FL 33144	HCC7429	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	1600 NW 17th Ave Miami, FL 33125	HCC7432	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	18469 S Dixie Hwy Miami, FL 33157	HCC7427	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	3 SW 129th Ave #101 Pembroke Pines. FL 33027	HCC9652	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	1301 Lyons Rd Coconut Creek, FL 33063	HCC7414	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	6221 N Federal Hwy Ft Lauderdale, FL 33308	HCC7422	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	1460 E Hallandale Beach Blvd, FL 33009	HCC9654	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	7686 Nob Hill Rd Tamarac, FL 33321	HCC7424	Health Care Clinic - Standard	10/29/2012

Programmatic Attachment B: Humana, Inc. Facilities

Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home

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FL	MCCI Group Holdings LLC	601 N Flamingo Rd #304 Pembroke Pines, FL 33028	HCC9650	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	4850 W Oakland Pk Blvd #148 Lauderdale Lakes, FL 33313	HCC7416	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	17160 Royal Palm Blvd #2 Weston, FL 33326	HCC10004	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	9030 Kmiberly BLvd Boca, FL 33434	HCC7426	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	5317 W Atlantic Ave #104 Delray Beach, FL 33484	HCC7423	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	5350 W Atlantic Ave #100 Delray Beach, FL 33484	HCC11036	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	1411 N Flagler Dr #6800 WPB, FL 33401	HCC7419	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	210 Jupiter lakes BLvd #4104 Jupiter, FL 33458	HCC7421	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	3731 Lake Worth Rd #1 Lake Worth, FL 33461	HCC9983	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	9121 N Military Trail #111 PBG, FL 33410	HCC7420	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	5849 Okeechobee Blvd #301 WPB, FL 33417	HCC7418	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	11744 Beach Blvd #107 Jacksonville, FL 32246	HCC9307	Health Care Clinic - Standard	10/29/2012

Programmatic Attachment B: Humana, Inc. Facilities
 Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home
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FL	MCCI Group Holdings LLC	449621 US Hwy 301 #110 Callahan, FL 32011	HCC9309	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	1028 Dunn Ave Jacksonville, FL 32218	HCC9310	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	5238-16 Norwood Ave Jacksonville, FL 32208	HCC9308	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	7200 Normandy Blvd #20 Jacksonville, FL 32205	HCC9498	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	1786 Blanding Blvd #3 Middleburg, FL 32068	HCC9812	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	20 Blanding Blvd Orange Park, FL 32073	HCC11147	Health Care Clinic - Standard	10/29/2012
FL	MCCI Group Holdings LLC	25 University Blvd North Jacksonville, FL 32211	HCC11148	Health Care Clinic - Standard	10/29/2012
FL	MCCI Lifetime of Aventura, LLC	21150 Biscayne Blvd #302 Aventura, FL 33180	HCC7278	Health Care Clinic - Standard	10/29/2012
FL	MCCI Specialty LLC	9740 SW 40th Street Miami, FL 33165	HCC10782	Health Care Clinic - Standard	10/29/2012
FL	METCARE of Florida, Inc	731 North Clyde Morris Blvd Daytona Beach, FL 32114	HCC8526	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	2900 N. Military Trl., Ste 201 Boca Raton, FL 33431	HCC5258	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	929 N Spring Garden Ave, Ste 170 Deland, FL 32720	HCC9015	Health Care Clinic - Standard	12/21/2012

Programmatic Attachment B: Humana, Inc. Facilities

Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home

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FL	METCARE of Florida, Inc	601 N Congress Ave, Ste 403 Delray Beach, FL 33445	HCC10958	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	349 NW 16th St., Ste 104 Belle Glade, FL 33430	HCC5284	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	550 Heritage Drive, Ste 100 Jupiter, FL 33458	HCC7748	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	1914 State Road 44 Unit B New Smyrna Beach, FL 32168	HCC7731	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	840 Us Hwy 1, Ste 400 North Palm Beach, FL 33408	HCC9628	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	2669 Enterprise Rd Orange City, FL 32763	HCC9682	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	420 S Nova Rd, Ste 5 Ormond Beach, FL 32174	HCC5254	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	21 Hospital Drive, Ste 125 Palm Coast, FL 32164	HCC7933	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	301 NW 84th Ave, Ste 101 Plantation, FL 33324	HCC7791	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	3641 S Clyde Morris Blvd, Ste 100-200 Port Orange, FL 32129	HCC5280	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	711 Beville Rd South Daytona, FL 32119	HCC11001	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	1233 SE Indian St., Ste 103 Stuart, FL 34997	HCC9030	Health Care Clinic - Standard	12/21/2012

Programmatic Attachment B: Humana, Inc. Facilities

Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home

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FL	METCARE of Florida, Inc	12953 Palms West Drive, Ste 102 Loxahatchee, FL 33470	HCC5286	Health Care Clinic - Standard	12/21/2012
FL	METCARE of Florida, Inc	2051 45th St, Ste 300 West Palm Beach, FL 33407	HCC9627	Health Care Clinic - Standard	12/21/2012
FL	Naples Health Care Specialists, LLC	3960 Radio Road, Suite 110; Naples, FL 34104	299991482	Home Health Agency	07/06/2012
FL	Nursing Solutions, LLC	1751 Mound Street, Suite G100; Sarasota, FL 34236	208080961	Home Health Agency	07/06/2012
FL	Nursing Solutions, LLC	139 S. Pebble Beach Blvd., Suite 106; Sun City Center, FL 33573	299993200	Home Health Agency	07/06/2012
FL	Partners in Integrated Care, Inc.	2131 N State Rd 7 Margate, FL 33063	HCC10654	Health Care Clinic - Standard	01/22/2015
FL	Partners in Integrated Care, Inc.	301 NW 84th Ave, Ste 302 Plantation, FL 33324	HCC11139	Health Care Clinic - Standard	01/22/2015
FL	Primary Care Specialists of the Palm Beaches LLC	6766 Forest Hill Blvd Greenacres, FL 33413	HCC7674	Health Care Clinic - Standard	10/29/2012
FL	Primary Care Specialists of the Palm Beaches LLC	7031 Washington Ave Lantana, FL 33462	HCC7679	Health Care Clinic - Standard	10/29/2012
FL	Primary Care Specialists of the Palm Beaches LLC	1590 S Congress Ave WPB, FL 33406	HCC7688	Health Care Clinic - Standard	10/29/2012
FL	Primary Care Specialists of the Palm Beaches LLC	6215 S Dixie Hwy WPB, FL 33405	HCC7655	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Center of South Orlando LLC	4151 Hunters Park Lane #132 Orlando, FL 32837	HCC9956	Health Care Clinic - Standard	10/29/2012

FL	RMA Medical Center of Sunrise LLC	1208 N University Drive Plantation, FL 33322	HCC9962	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	7401 N Univeristy Dr #105 Tamarac, FL 33321	HCC9954	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	1460 E Hallandale beach Blvd Hallandale, FL 33009	HCC9955	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	1316 N State Rd 7 Margate, FL 33063	HCC9952	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	3 SW 129th Ave #101 Pembroke Pines, FL 33027	HCC9951	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	6803 Lake Worth Rd #210 Greenacres, FL 33467	HCC9963	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	9030 Kimberly Blvd Boca Raton, FL 33434	HCC9961	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	2295 N University Drive Pembroke Pines, FL 33024	HCC9950	Health Care Clinic - Standard	10/29/2012
FL	RMA Medical Centers of Florida LLC	1 SW 129th Ave #405 Pembroke Pines, FL 33027	HCC10285	Health Care Clinic - Standard	10/29/2012
FL	SeniorBridge Family Companies (FL), Inc.	2570 W. International Speedway Blvd., Suite 230; Daytona Beach, FL 32114	299993023	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	14260 Metropolis Avenue, Suite 103; Fort Myers, FL 33912	299992947	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	8130 Baymeadows Way W., Suite 300, Jacksonville, FL 32256	20158096	Home Health Agency	07/06/2012

FL	SeniorBridge Family Companies (FL), Inc.	1510 Airport Blvd., Suite 2, Pensacola, FL 32504	299993880	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	4701 N. Federal Highway, Suite 470; Pompano Beach, FL 33064	299991544	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	3001 Executive Drive Suite 100, Clearwater Florida 33762	299994013	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	4023 N. Armenia Ave., Suite 470, Tampa, FL 33607	299992039	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	4023 N. Armenia Ave., Suite 470, Tampa, FL 33607	1000	Health Care Services Pool	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	510 County Road 466, Suite 201, Room B, Lady Lake, FL 32159	299993890	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	601 21st Ste 311, Vero Beach, FL 32960	20124096	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	1665 Palm Beach Lakes Blvd., Suite 500; West Palm Beach, FL 33401	299991549	Home Health Agency	07/06/2012
FL	SeniorBridge Family Companies (FL), Inc.	1801 Lee Road, Suite 210; Winter Park, FL 32789	299991749	Home Health Agency	07/06/2012
FL	SeniorBridge-Florida, LLC	3399 Ponce de leon Blvd., Suite 201 Coral Gables, FL 33134	299993230	Home Health Agency	07/06/2012
FL	SeniorBridge-Florida, LLC	8751 W. Broward Blvd., Suite 200; Fort Lauderdale, FL 33324	21033096	Home Health Agency	07/06/2012
NJ	SeniorBridge Family Companies (NJ), Inc.	3131 Princeton Pike, Bldg. 2, Suite 101; Lawrenceville, NJ 08648	HP0155700	Home Nursing Agency	07/06/2012

Programmatic Attachment B: Humana, Inc. Facilities
 Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home
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NJ	SeniorBridge Family Companies (NJ), Inc.	7 Regent Street, Suite 709; Livingston, NJ 07039	HP0258400	Health Care Service Firm	07/06/2012
NJ	SeniorBridge Family Companies (NJ), Inc.	One Rossmoor Drive; Monroe, NJ 08831	HP0155600	Health Care Service Firm	07/06/2012
NJ	SeniorBridge Family Companies (NJ), Inc.	Turnpike Plaza, 197 Route 18, Suite 211N, East Brunswick, NJ 08816	HP0153900	Health Care Service Firm	07/06/2012
NJ	SeniorBridge Family Companies (NJ), Inc.	60 Washington Street, Suite 106G; Morristown, NJ 07960	HP0139900	Health Care Service Firm	07/06/2012
NJ	SeniorBridge Family Companies (NJ), Inc.	1101 Richmond Avenue, Suite 200 A & B; Pt. Pleasant Beach, NJ 08742	HP0160800	Health Care Service Firm	07/06/2012
NJ	SeniorBridge Family Companies (NJ), Inc.	20 Wilsey Square, Suite C; Ridgewood, NJ 07450	HP0142700	Health Care Service Firm	07/06/2012
PA	SeniorBridge Family Companies (PA), Inc.	400 Penn Center Blvd, Suite 630, Pittsburgh, PA 15235	12093601	Home Care Agency Facility	07/06/2012
Texas	Humana At Home [Dallas], Inc.	100 North Central Expressway, Suite 600 Richardson, TX 75080	016479	Home & Community Support Services Agency	10/06/2014
Texas	Humana At Home [Houston], Inc.	8303 Southwest Freeway, Suite 280, Houston, TX 77074	016480	Home & Community Support Services Agency	10/06/2014
Texas	Humana At Home [San Antonio], Inc.	4040 Broadway, Suite 200; San Antonio, TX 78209	015064	Home & Community Support Services Agency	07/06/2012
Texas	Humana At Home [TLC], Inc.	100 North Central Expressway, Suite 600B, Richardson, TX 75080	016484	Home & Community Support Services Agency	10/06/2014

Programmatic Attachment B: Humana, Inc. Facilities

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Texas	Humana At Home, Inc.	8303 Southwest Freeway, Suite 280, Houston, TX 77074	015815	Home & Community Support Services Agency	07/06/2012
VA	SeniorBridge Family Companies (VA), Inc.	6802 Paragon Place, Suite 201; Richmond, VA 23230	HCO-14921	Home Care Organization	07/27/2012
VA	SeniorBridge Family Companies (VA), Inc.	6802 Paragon Place, Suite 201B; Richmond, VA 23230	HCO-14920	Home Care Organization	07/27/2012
	SeniorBridge Family Companies (IL), Inc.	550 W. Adams St., 6th Floor; Chicago, IL	3000125 4000110	Home Services Agency, Home Nursing Agency	07/06/2012

State	Name of Licensed Health Care Entity	Type of licensed Health Care Entity (e.g., hospital, dialysis center, hospice, ALF, etc.)	Health Care Entity's Address
Colorado	SCL Health Westminster, LLC	Hospital	6500 West 104th Ave, Suite 100 Westminster, CO 80020-4189
Colorado	SCL Health Southwest, LLC	Hospital	8515 West Coal Mine Ave, Suite 100 Littleton, Colorado 80123-4429
Colorado	SCL Health Northglenn, LLC	Hospital	11900 Grant St, Suite 100 Northglenn, Colorado 80233-1117
Colorado	SCL Health Aurora, LLC	Hospital	23770 East Smoky Hill Rd, Suite 100 Aurora, Colorado 80016-3089
Colorado	Total Longterm Care, Inc.	Home Care Agency	InnovAge PACE Home Care 1265 S. Broadway Denver, Co 80210
Colorado	InnovAge Home Care Denver	Home Care Agency	InnovAge Home Care Denver 8950 E. Lowry Blvd Denver, Co 80230
Colorado	InnovAge Home Care South	Home Care Agency	InnovAge Home Care South 401 W. Northern Ave. Pueblo, CO 81004
Colorado	InnovAge Home Health	Home Health Agency	InnovAge Home Health 445 E. 124th Ave Thornton, CO 80241
Colorado	InnovAge Home Care North, LLC	Home Care Agency	InnovAge Home Care North 350 East 7th St. Loveland, CO 80537

Programmatic Attachment C: Edward P. Sobol Affiliations
 Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home
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Colorado	InnovAge Home Care - Aspen, LLC	Home Care Agency	InnovAge Home Care Aspen 1150 Hwy 133 Carbondale, CO 81623
Idaho	EMP Idaho Boise, LLC	Hospital	350 E Myrtle Street, Suite 100 Boise, Idaho 83702- 7655
Idaho	EMP Idaho Nampa, LLC	Hospital	1510 12th Avenue Road, Suite 100 Nampa, Idaho 83686-6008
New Mexico	Total Community Care, LLC	PACE Provider	InnovAge New Mexico PACE, 904 Las Lomas NE, Albuquerque, NM 87102
Colorado	Total Longterm Care, Inc.	PACE Provider	InnovAge Colorado PACE- Denver 1265 S. Broadway, Denver, CO
Colorado	Total Longterm Care, Inc.	PACE Provider	InnovAge Colorado PACE- Lakewood, 8405 W. Alameda Ave., Lakewood, CO 80226
Colorado	Total Longterm Care, Inc.	PACE Provider	InnovAge Colorado PACE- Thornton, 445 E. 12th Ave., Thornton, CO 80241
Colorado	Total Longterm Care, Inc.	PACE Provider	InnovAge Colorado PACE- Aurora, 3551 Chambers Rd., Aurora, CO 80011
Colorado	Total Longterm Care, Inc.	PACE Provider	InnovAge Colorado PACE- Loveland, 1303 E. 11th Street, Loveland, CO 80537

Programmatic Attachment C: Edward P. Sobol Affiliations
 Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home
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Colorado	Total Longterm Care, Inc.	PACE Provider	InnovAge Colorado PACE- Pueblo, 401 W. Northern Ave. Pueblo, CO 81004
Nevada	DE Craig Ranch LLC	Hospital	1550 West Craig Rd, Suite 100 North Las Vegas, NV 89032-0224
Nevada	DE Flamingo LLC	Hospital	9880 W Flamingo Rd, Suite 100 Las Vegas, Nevada 89147-8085
Nevada	DE Sahara LLC	Hospital	4980 W Sahara Ave, Suite 100 Las Vegas, Nevada 89102-3462
Nevada	DE Blue Diamond LLC	Hospital	4855 Blue Diamond Rd, Suite 100 Las Vegas, Nevada 89139-7602
Virginia	InnovAge Virginia PACE- Roanoke Valley, LLC	PACE Provider	InnovAge Virginia PACE- Roanoke Valley, 5251 Concourse Drive, Roanoke, VA 24109
Texas	Emerus BHS SA Thousand Oaks, LLC	Hospital	16088 San Pedro Dr San Antonio, Texas 78232-2249
Texas	Emerus BHS SA Westover Hills, LLC	Hospital	10811 Town Center Dr. San Antonio Texas 78251-4585
Texas	Emerus BHS SA Overlook Parkway, LLC	Hospital	25615 N US Hwy 281 San Antonio, Texas 78258-7135

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Texas	Emerus BHS SA Hausman, LLC	Hospital	8230 N. Loop 1604 W San Antonio, Texas 78249-2990
Texas	Emerus BHS SA Schertz, LLC	Hospital	16977 I 35 N Schertz, Texas 78154-1466
Texas	Emerus BHS SA NW Military LLC	Hospital	4103 North Loop 1604 West San Antonio, Texas 78257-1380
Texas	Emerus BHS SA Southside, LLC	Hospital	7719 IH 35 South San Antonio, Texas 78224-1469
Texas	Emerus BHS SA Kelly LLC	Hospital	Not Available
Texas	CR Emergency Room, LLC (Aubrey)	Hospital	26791 US Hwy 380 Aubrey, Texas 76227-7654
Texas	EBD BEMC Rockwall, LLC	Hospital	1975 Alpha, Suite 100 Rockwall, Texas 75087
Texas	EBD BEMC Keller, LLC	Hospital	620 S Main St, Suite 100 Keller, Texas 76248-4960
Texas	EBD BEMC Murphy, LLC	Hospital	511 FM 544, Suite 100 Murphy, Texas 75094-4581
Texas	EBD BEMC Colleyville, LLC	Hospital	5500 Colleyville Blvd Colleyville, Texas 76034-5835
Texas	EBD BEMC Burleson, LLC	Hospital	12500 South Fwy, Suite 100 Burleson, Texas 76028-7128

Programmatic Attachment C: Edward P. Sobol Affiliations
 Project #181085 QC-Medi New York, Inc. d/b/a Kindred at Home
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Texas	EBD BEMC Mansfield, LLC	Hospital	1776 N. US 287, Suite 100 Mansfield, Texas 76063
Texas	EBD BEMC Grand Prairie, LLC	Hospital	3095 Kingswood Blvd, Suite 100 Grand Prairie, Texas 75052-4506
Texas	ESWCT Cedar Park LLC	Hospital	900 E Whitestone Blvd Cedar Park, Texas 78613-9093
Texas	MH Emerus First Colony, LLC	Hospital	16000 Southwest Frwy, Suite 100 Sugar Land, Texas 77479-2674
Texas	MH Emerus Tomball, LLC	Hospital	24429 Tomball Parkway, Suite 100 Tomball, TX 77375-8214
California	Total Longterm Care, Inc.	PACE Provider	InnovAge California PACE- Inland Empire, 410 East Parkcenter Circle North, San Bernardino 92408

KINDRED HEALTHCARE, INC.
CONSOLIDATED BALANCE SHEET
(In thousands, except per share amounts)

	December 31, 2017	December 31, 2016
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 160,254	\$ 137,061
Insurance subsidiary investments	22,546	108,966
Accounts receivable less allowance for loss of \$96,899 — 2017 and \$71,070 — 2016	1,122,532	1,172,078
Inventories	21,716	22,438
Income taxes	4,546	10,067
Assets held for sale	17,335	289,450
Other (Note 20)	60,610	63,693
	<u>1,409,539</u>	<u>1,803,753</u>
Property and equipment, at cost:		
Land	55,731	54,726
Buildings	788,879	624,021
Equipment	814,011	813,070
Construction in progress	24,344	39,781
	<u>1,682,965</u>	<u>1,531,598</u>
Accumulated depreciation	<u>(946,986)</u>	<u>(912,978)</u>
	735,979	618,620
Goodwill	2,188,566	2,427,074
Intangible assets less accumulated amortization of \$77,603 — 2017 and \$101,612 — 2016	604,338	770,108
Insurance subsidiary investments	28,988	204,929
Other (Note 20)	265,307	288,240
Total assets (a)	<u>\$ 5,232,717</u>	<u>\$ 6,112,724</u>
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable	\$ 191,827	\$ 203,925
Salaries, wages and other compensation	352,179	397,486
Due to third party payors	35,321	41,320
Professional liability risks	60,767	65,284
Accrued lease termination fees	7,610	5,224
Other accrued liabilities (Note 20)	263,977	264,512
Long-term debt due within one year	14,638	27,977
	<u>926,319</u>	<u>1,005,728</u>
Long-term debt	3,146,972	3,215,062
Professional liability risks	276,829	295,311
Deferred tax liabilities	36,881	201,808
Deferred credits and other liabilities (Note 20)	497,954	353,294
Commitments and contingencies (Note 17)		
Equity:		
Stockholder's equity:		
Common stock, \$0.25 par value; authorized 175,000 shares; issued 91,454 shares — 2017 and 85,166 shares — 2016	22,864	21,291
Capital in excess of par value	1,713,179	1,710,231
Accumulated other comprehensive income	6,179	1,573
Accumulated deficit	<u>(1,618,896)</u>	<u>(920,544)</u>
	123,326	812,551
Noncontrolling interests	224,436	228,970
Total equity	<u>347,762</u>	<u>1,041,521</u>
Total liabilities (a) and equity	<u>\$ 5,232,717</u>	<u>\$ 6,112,724</u>

(a) The Company's consolidated assets as of December 31, 2017 and 2016 include total assets of variable interest entities of \$405.8 million and \$394.1 million, respectively, which can only be used to settle the obligations of the variable interest entities. The Company's consolidated liabilities as of December 31, 2017 and 2016 include total liabilities of variable interest entities of \$43.9 million and \$38.9 million, respectively.

KINDRED HEALTHCARE, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
(In thousands, except per share amounts)

	Year ended December 31,		
	2017	2016	2015
Revenues	\$ 6,034,123	\$ 6,292,529	\$ 6,119,218
Salaries, wages and benefits	3,318,885	3,392,263	3,233,047
Supplies	303,923	343,065	342,075
Building rent	257,516	264,306	257,221
Equipment rent	34,856	39,929	38,590
Other operating expenses	640,764	656,792	639,608
General and administrative expenses (exclusive of depreciation and amortization expense included below)	1,069,764	1,107,648	1,210,787
Other income	(3,460)	(5,066)	(2,358)
Litigation contingency expense	7,435	2,840	138,648
Impairment charges	381,179	314,729	24,757
Restructuring charges	84,861	96,126	12,618
Depreciation and amortization	104,805	131,819	129,246
Interest expense	241,411	234,612	232,351
Investment income	(3,499)	(3,108)	(2,756)
	<u>6,438,440</u>	<u>6,575,955</u>	<u>6,253,834</u>
Loss from continuing operations before income taxes	(404,317)	(283,426)	(134,616)
Provision (benefit) for income taxes	(157,116)	314,262	(51,714)
Loss from continuing operations	(247,201)	(597,688)	(82,902)
Discontinued operations, net of income taxes:			
Income (loss) from operations	(16,854)	(6,192)	30,804
Gain (loss) on divestiture of operations	(379,260)	(6,744)	1,244
Income (loss) from discontinued operations	(396,114)	(12,936)	32,048
Net loss	(643,315)	(610,624)	(50,854)
Earnings attributable to noncontrolling interests:			
Continuing operations	(42,176)	(34,847)	(26,044)
Discontinued operations	(12,861)	(18,759)	(16,486)
	<u>(55,037)</u>	<u>(53,606)</u>	<u>(42,530)</u>
Loss attributable to Kindred	<u>\$ (698,352)</u>	<u>\$ (664,230)</u>	<u>\$ (93,384)</u>
Amounts attributable to Kindred stockholders:			
Loss from continuing operations	\$ (289,377)	\$ (632,535)	\$ (108,946)
Income (loss) from discontinued operations	(408,975)	(31,695)	15,562
Net loss	<u>\$ (698,352)</u>	<u>\$ (664,230)</u>	<u>\$ (93,384)</u>
Loss per common share:			
Basic:			
Loss from continuing operations	\$ (3.31)	\$ (7.29)	\$ (1.29)
Discontinued operations:			
Income (loss) from operations	(0.34)	(0.28)	0.17
Gain (loss) on divestiture of operations	(4.33)	(0.08)	0.01
Income (loss) from discontinued operations	(4.67)	(0.36)	0.18
Net loss	<u>\$ (7.98)</u>	<u>\$ (7.65)</u>	<u>\$ (1.11)</u>
Diluted:			
Loss from continuing operations	\$ (3.31)	\$ (7.29)	\$ (1.29)
Discontinued operations:			
Income (loss) from operations	(0.34)	(0.28)	0.17
Gain (loss) on divestiture of operations	(4.33)	(0.08)	0.01
Income (loss) from discontinued operations	(4.67)	(0.36)	0.18
Net loss	<u>\$ (7.98)</u>	<u>\$ (7.65)</u>	<u>\$ (1.11)</u>
Shares used in computing loss per common share:			
Basic	87,525	86,800	84,558
Diluted	87,525	86,800	84,558
Cash dividends declared and paid per common share	\$ 0.12	\$ 0.48	\$ 0.48

KINDRED HEALTHCARE, INC.
CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS
(In thousands)

	Year ended December 31,		
	2017	2016	2015
Net loss	\$ (643,315)	\$ (610,624)	\$ (50,854)
Other comprehensive income (loss):			
Available-for-sale securities (Note 13):			
Change in unrealized investment gains (losses)	1,399	1,636	(133)
Reclassification of gains realized in net loss	(1,451)	(1,206)	(173)
Net change	(52)	430	(306)
Interest rate swaps (Notes 1 and 15):			
Change in unrealized gains (losses)	5,225	1,755	(799)
Reclassification of ineffectiveness realized in net loss	-	-	146
Reclassification of (gains) losses realized in net loss, net of payments	(609)	411	-
Net change	4,616	2,166	(653)
Defined benefit post-retirement plan:			
Unrealized gain due to fair value adjustments	42	220	753
Income tax benefit related to items of other comprehensive income (loss)	-	1,389	125
Other comprehensive income (loss)	4,606	4,205	(81)
Comprehensive loss	(638,709)	(606,419)	(50,935)
Earnings attributable to noncontrolling interests	(55,037)	(53,606)	(42,530)
Comprehensive loss attributable to Kindred	<u>\$ (693,746)</u>	<u>\$ (660,025)</u>	<u>\$ (93,465)</u>

Humana Inc.
CONSOLIDATED BALANCE SHEETS

	December 31,	
	2017	2016
	(in millions, except share amounts)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 4,042	\$ 3,877
Investment securities	9,557	7,595
Receivables, less allowance for doubtful accounts of \$96 in 2017 and \$118 in 2016	854	1,280
Other current assets	2,949	3,438
Total current assets	17,402	16,190
Property and equipment, net	1,584	1,505
Long-term investment securities	2,745	2,203
Goodwill	3,281	3,272
Other long-term assets	2,166	2,226
Total assets	\$ 27,178	\$ 25,396
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Benefits payable	\$ 4,668	\$ 4,563
Trade accounts payable and accrued expenses	4,069	2,467
Book overdraft	141	212
Unearned revenues	378	280
Short-term borrowings	150	300
Total current liabilities	9,406	7,822
Long-term debt	4,770	3,792
Future policy benefits payable	2,923	2,834
Other long-term liabilities	237	263
Total liabilities	17,336	14,711
Commitments and contingencies (Note 16)		
Stockholders' equity:		
Preferred stock, \$1 par; 10,000,000 shares authorized; none issued	—	—
Common stock, \$0.16 2/3 par; 300,000,000 shares authorized; 198,572,458 shares issued at December 31, 2017 and 198,495,007 shares issued at December 31, 2016	33	33
Capital in excess of par value	2,445	2,562
Retained earnings	13,670	11,454
Accumulated other comprehensive income (loss)	19	(66)
Treasury stock, at cost, 60,893,762 shares at December 31, 2017 and 49,189,811 shares at December 31, 2016	(6,325)	(3,298)
Total stockholders' equity	9,842	10,685
Total liabilities and stockholders' equity	\$ 27,178	\$ 25,396

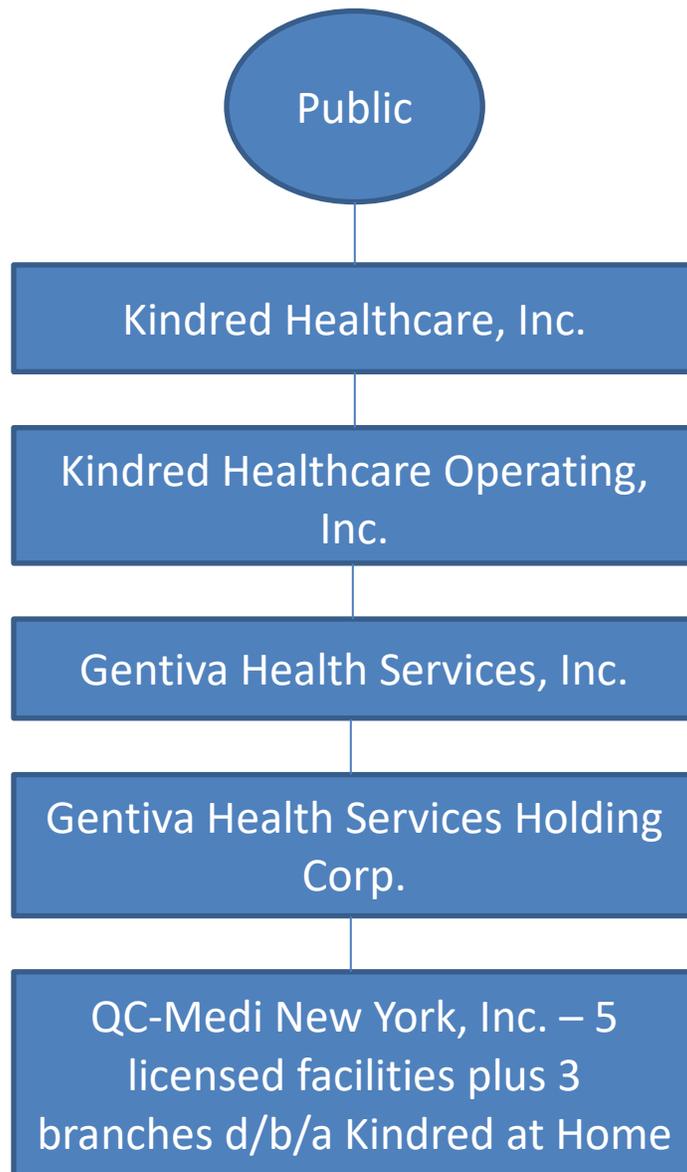
Humana Inc.
CONSOLIDATED STATEMENTS OF INCOME

	For the year ended December 31,		
	2017	2016	2015
(in millions, except per share results)			
Revenues:			
Premiums	\$ 52,380	\$ 53,021	\$ 52,409
Services	982	969	1,406
Investment income	405	389	474
Total revenues	53,767	54,379	54,289
Operating expenses:			
Benefits	43,496	45,007	44,269
Operating costs	6,567	7,173	7,295
Merger termination fee and related costs, net	(936)	104	23
Depreciation and amortization	378	354	355
Total operating expenses	49,505	52,638	51,942
Income from operations	4,262	1,741	2,347
Gain on sale of business	—	—	270
Interest expense	242	189	186
Income before income taxes	4,020	1,552	2,431
Provision for income taxes	1,572	938	1,155
Net income	\$ 2,448	\$ 614	\$ 1,276
Basic earnings per common share	\$ 16.94	\$ 4.11	\$ 8.54
Diluted earnings per common share	\$ 16.81	\$ 4.07	\$ 8.44

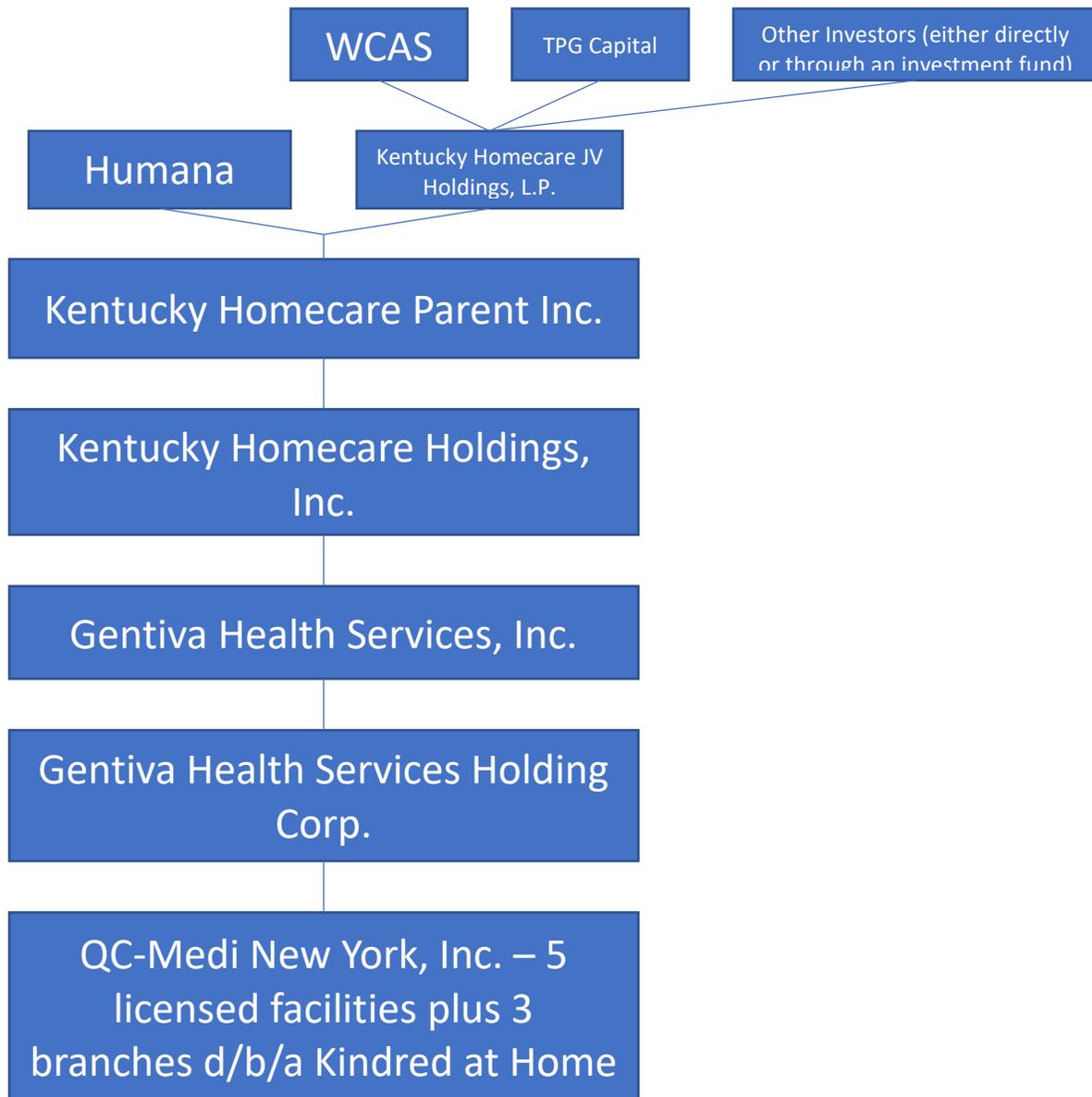
Humana Inc.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	For the year ended December 31,		
	2017	2016	2015
	(in millions)		
Net income	\$ 2,448	\$ 614	\$ 1,276
Other comprehensive income (loss):			
Change in gross unrealized investment gains/losses	149	(101)	(114)
Effect of income taxes	(55)	38	42
Total change in unrealized investment gains/losses, net of tax	94	(63)	(72)
Reclassification adjustment for net realized gains included in investment income	(14)	(96)	(146)
Effect of income taxes	5	35	53
Total reclassification adjustment, net of tax	(9)	(61)	(93)
Other comprehensive income (loss), net of tax	85	(124)	(165)
Comprehensive income	\$ 2,533	\$ 490	\$ 1,111

NEW YORK – KINDRED HOME HEALTH AGENCIES
(STRUCTURE PRIOR TO THE TRANSACTION)

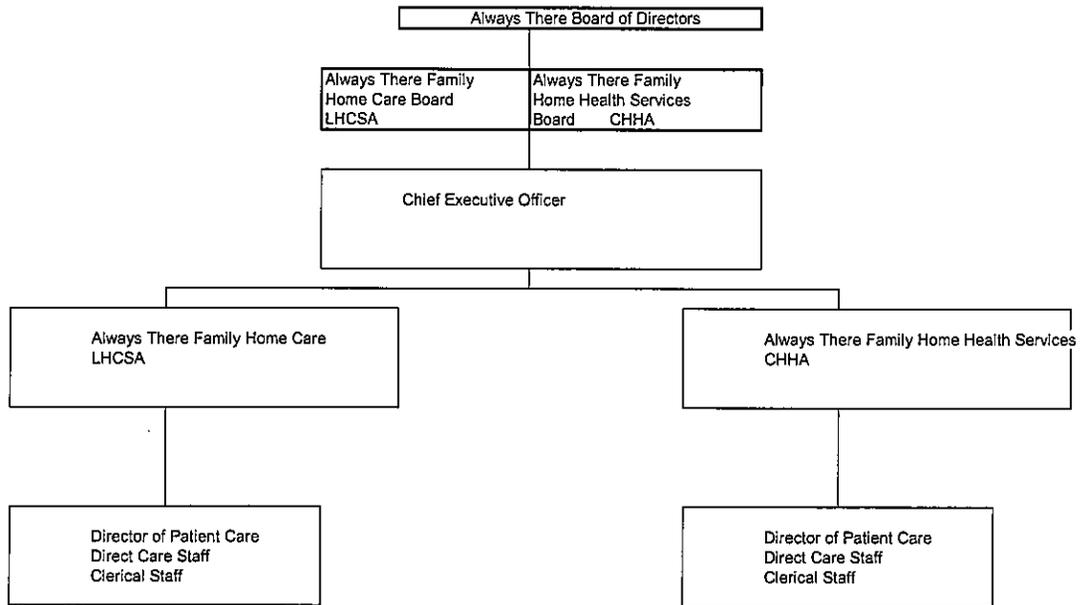


NEW YORK – KINDRED HOME HEALTH AGENCIES
(STRUCTURE FOLLOWING THE TRANSACTION)



CORPORATE ORGANIZATION CHART

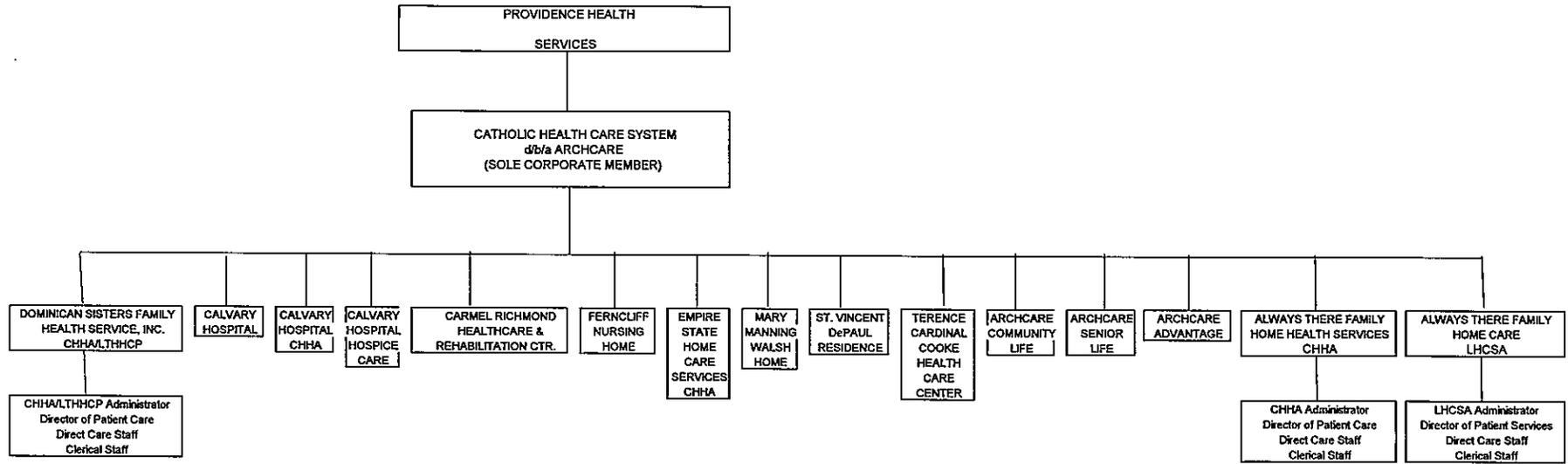
BEFORE CHANGE IN OWNERSHIP



CATHOLIC HEALTH CARE SYSTEM
d/b/a ARCHCARE

ORGANIZATIONAL CHART

AFTER CHANGE IN OWNERSHIP



Ulster Home Health Services
d/b/a Always There Home Health Services
2018 Proforma Balance Sheet

CASH:	
CHECKING/PETTY CASH	\$ 71,576
VANGUARD MONEY MARKETS	3,705
TOTAL CASH	75,281.29
RESTRICTED CASH	46,106
ACCOUNTS RECEIVABLE	387,738
GRANT REVENUE- RECEIVABLE	16,667
DEFERRED RECEIVABLE-PPS	179,180
ALLOWANCE FOR DOUBTFUL ACCOUNTS	<u>(50,000)</u>
TOTAL CURRENT ASSETS	<u>654,972</u>
PROPERTY AND EQUIPMENT, NET	8,449
OTHER PREPAID EXPENSES	(292)
DUE FROM RELATED ENTITY	<u>3,490,871</u>
TOTAL OTHER ASSETS	<u>3,499,028</u>
TOTAL ASSETS	<u>\$ 4,154,000</u>
BANK NOTES PAYABLE	-
ACCOUNTS PAYABLE	-
ACCRUED SALARIES	88,165
PAYROLL TAXES PAYABLE	11,803
EMPLOYEE WITHHOLDING PAYABLE	1,269
WORKERS' COMP TRUST PAYABLE	-
ACCRUED VACATION PAYABLE	71,571
ACCRUED EXPENSES PAYABLE	29,235
MEDICARE TPL FUNDS PAYABLE	46,106
DEFERRED REVENUE	<u>220,789</u>
TOTAL LIABILITIES	<u>468,938</u>
NET ASSETS	3,685,062
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 4,154,000</u>

ULSTER HOME HEALTH SERVICES, INC., d/b/a
ALWAYS THERE FAMILY HOME HEALTH SERVICES
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2016 AND 2015

	<u>2016</u>	<u>2015</u>
ASSETS		
CURRENT ASSETS:		
Cash	\$ 36,125	\$ 63,826
Accounts receivable, net of estimated uncollectibles of \$50,000 and \$50,000	<u>602,184</u>	<u>730,929</u>
Total current assets	<u>638,309</u>	<u>794,755</u>
NONCURRENT ASSETS:		
Property and equipment, net of accumulated depreciation of \$288,761 and \$285,636	21,481	43,081
Due from affiliates	<u>3,631,933</u>	<u>3,545,571</u>
Total noncurrent assets	<u>3,653,414</u>	<u>3,588,652</u>
TOTAL ASSETS	<u><u>\$ 4,291,723</u></u>	<u><u>\$ 4,383,407</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Deferred revenue	\$ 226,531	\$ 243,276
Accrued liabilities	<u>253,185</u>	<u>286,010</u>
Total current liabilities	<u>479,716</u>	<u>529,286</u>
NONCURRENT LIABILITIES:		
Accrued liabilities	<u>109,055</u>	<u>124,174</u>
Total Liabilities	588,771	653,460
NET ASSETS:		
Unrestricted	<u>3,702,952</u>	<u>3,729,947</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 4,291,723</u></u>	<u><u>\$ 4,383,407</u></u>

ULSTER HOME HEALTH SERVICES, INC., d/b/a
ALWAYS THERE FAMILY HOME HEALTH SERVICES
STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31, 2016 AND 2015

	<u>2016</u>	<u>2015</u>
SUPPORT AND REVENUE:		
Net patient service revenue	\$ 4,602,317	\$ 5,085,696
Other revenue	<u>9,201</u>	<u>3,740</u>
Total Support and Revenue	<u>4,611,518</u>	<u>5,089,436</u>
EXPENSES:		
Program services:		
Home Health Care (see schedules)	3,970,847	4,089,099
Supporting services:		
Management fee	<u>667,666</u>	<u>741,152</u>
Total Expenses	<u>4,638,513</u>	<u>4,830,251</u>
CHANGE IN UNRESTRICTED NET ASSETS	(26,995)	259,185
UNRESTRICTED NET ASSETS - BEGINNING OF YEAR	<u>3,729,947</u>	<u>3,470,762</u>
UNRESTRICTED NET ASSETS - END OF YEAR	<u><u>\$ 3,702,952</u></u>	<u><u>\$ 3,729,947</u></u>

Balance Sheet
As of 12/31/2017

ULSTER HOME HEALTH SERVICES (UHH)

ASSETS

CURRENT ASSETS

10310-20-00	CASH - OPERATING UFCU	\$ 63,321.62	
10410-20-00	CASH - PAYROLL UFCU	\$ 1,541.83	
10600-20-00	VANGUARD PRIME MONEY MARKET	\$ 3,705.08	
12000-20-00	ACCOUNTS RECEIVABLE	\$ 217,552.33	
12010-20-00	ACCOUNTS RECEIVABLE - PPS	\$ 157,183.74	
12030-20-00	ACCOUNTS REC-MEDICAID EPS	\$ 24,385.66	
12100-20-00	ALLOWANCE FOR BAD DEBT	\$ -50,000.00	
12200-20-00	MEDICARE ESTIMATED RECEIVABLE	\$ 131.87	
12220-20-00	DEFERRED RECEIVABLE - PPS	\$ 143,986.00	
12230-20-00	DEFERRED RECEIVABLE-MEDICAID EPS	\$ 17,219.71	
12240-20-00	GRANT RECEIVABLE	\$ 49,999.98	
	Total CURRENT ASSETS:		\$ 629,027.62

DUE FROM (TO) RELATED ENTITY

13100-20-00	DUE FROM (TO) UHC INC	\$ 1,344,977.67	
13300-20-00	DUE FROM (TO) UMC INC	\$ 2,301,676.16	
13400-20-00	DUE FROM (TO) ADC	\$ 12,848.14	
13600-20-00	DUE FROM (TO) EDC, INC	\$ 482.49	
	Total DUE FROM (TO) RELATED ENTITY:		\$ 3,659,986.46

PROPERTY & EQUIPMENT

17000-20-00	OFFICE EQUIPMENT & FURNITURE	\$ 310,245.08	
17100-20-00	ACCM DEPREC.-EQUIP & FURNITURE	\$ -300,704.54	
17200-20-00	LEASEHOLD IMPROVEMENT	\$ 0.01	
17300-20-00	ACCM DEPREC. - LEASEHOLD IMPR	\$ -0.11	
	Total PROPERTY & EQUIPMENT:		\$ 9,540.44

OTHER ASSETS

18500-20-00	DEPOSITS	\$ -292.50	
19000-20-00	PREPAID INSURANCE	\$ 0.05	
19200-20-00	PREPAID EXPENSES	\$ 466.70	
	Total OTHER ASSETS:		\$ 174.25
	Total ASSETS:		\$ 4,298,728.77

LIABILITIES

20010-20-00	MEDICARE ESTIMATED PAYABLE	\$ 58,333.68	
21000-20-00	DEFERRED REVENUE - PPS	\$ 162,066.01	
21020-20-00	DEFERRED REVENUE-MEDICAID EPS	\$ 17,808.60	
21100-20-00	ACCRUED SALARIES-PAYROLL	\$ 54,743.66	
22000-20-00	PAYROLL TAXES-FED/FICA W/HOLD	\$ 8,661.51	
22500-20-00	UNITED WAY PAYABLE	\$ 366.00	
23100-20-00	FLEXIBLE SPENDING-SEC 125	\$ -200.12	
23600-20-00	VISION PAYABLE	\$ 50.47	
23603-20-00	SUPPLEMENTAL LIFE PAYABLE	\$ 202.87	
23604-20-00	AFLAC PAYABLE	\$ 663.06	
23605-20-00	COLONIAL PAYABLE:UHHS	\$ 109.83	
23700-20-00	DENTAL PLAN:UHHS	\$ 403.27	
24100-20-00	ACCRUED WORKER'S COMP	\$ 109,056.83	
24300-20-00	ACCRUED VACATION PAYABLE	\$ 61,727.74	
24400-20-00	ACCRUED OPTION BENEFIT PAYABLE	\$ 1.00	
24500-20-00	ACCRUED DISABILITY PAYABLE	\$ 1,624.85	
24700-20-00	ACCRUED NYS % FUND PAYABLE	\$ 0.20	
25000-20-00	ACCRUED EXPENSES	\$ 22,953.94	
	Total LIABILITIES:		\$ 498,573.40

NET ASSETS

29000-20-00	Retained Earnings-Current Year	\$ 97,200.14	
29000-20-00	NET ASSETS	\$ 3,750,531.30	

Balance Sheet
As of 12/31/2017

ULSTER HOME HEALTH SERVICES (UHH)

29500-20-00	NET ASSETS-BEGINNING OF PERIOD	<u>\$-47,576.07</u>	
	Total NET ASSETS:		<u>\$ 3,800,155.37</u>
	Total LIABILITIES & NET ASSETS:		<u>\$ 4,298,728.77</u>

Income Statement
For Period 12 Ending 12/31/2017

ULSTER HOME HEALTH SERVICES (UHH)

	Year to Date	Prior Year to Date	Variance	Variance %
REVENUE				
SERVICE FEES-PRIVATE PAY	8,305.43	4,189.69	4,115.74	99.19
SERVICE FEES-BC/BS	58,847.50	69,440.00	-10,592.50	-15.25
SERVICE FEES-WORKERS COMP	20,892.68	21,582.38	-689.70	-3.20
SERVICE FEES-NO FAULT	57,887.50	39,527.50	18,360.00	46.45
SERVICE FEES-CDPHP	18,459.00	29,917.91	-11,458.91	-38.30
SERVICE FEES-COMM INS	1,101,055.68	1,241,795.55	-140,739.89	-11.33
SERVICE FEES-WELLCARE	114,998.68	125,294.38	-10,295.70	-8.22
SERVICE FEES - MEDICARE PPS	2,801,021.71	2,807,390.94	-206,369.23	-7.35
SERVICE FEES-DSS	19,844.06	10,940.46	8,703.60	79.55
SERVICE FEES-MEDICAID EPS	259,162.91	359,519.10	-100,356.19	-27.91
CHARITY CARE	-6,595.00	-2,577.50	-4,017.50	-155.87
CONTRACT ALLOW-MEDICAID	-329.49	1,720.29	-2,049.78	-119.15
CONTRACT ALLOW-OTHER	-112,412.85	-108,402.07	-6,010.88	-5.55
GRANT REVENUE	74,999.98	0.00	74,999.98	0.00
MISC REVENUE	8,914.20	9,163.63	-249.43	-2.72
INTEREST INCOME	95.70	36.98	58.72	158.79
Total REVENUE:	4,224,945.57	4,611,519.24	-386,573.67	-8.38
Gross Profit	4,224,945.57	4,611,519.24	-386,573.67	-8.38
EXPENSES				
PAYROLL COSTS				
SALARIES-ADMINISTRATION	35,229.70	38,783.74	3,554.04	9.12
SALARIES-CLERICAL	102,423.93	108,839.48	6,415.55	5.89
SALARIES-RN SKILLED NURSING	937,546.44	1,167,817.55	230,271.11	19.72
SALARIES-RN FEE FOR SERVICE	26,816.88	71,295.69	44,478.81	62.39
SALARIES- HHA	71,508.40	74,216.91	2,708.51	3.65
SALARIES-PT FEE FOR SERVICE	263,692.60	281,557.08	17,864.48	6.34
SALARIES-PHYS THERAPY	372,642.54	400,351.09	27,708.55	6.92
SALARIES-LPN SERVICE	449,290.21	406,788.15	-42,502.06	-10.45
OCCUPATIONAL THERPIST-FEE FOR SERVICE	169,388.37	156,812.29	-12,576.08	-8.02
SPEECH THERAPIST-FEE FOR SERVICE	13,248.25	24,560.25	11,312.00	46.07
NUTRITIONIST-FEE FOR SERVICE	13,075.00	13,229.00	154.00	1.16
MEDICAL SOCIAL WORKER-FEE FOR SERVICE	7,297.53	7,877.43	379.90	4.95
FICA EXPENSE	-737.43	-135.56	601.87	439.61
FICA EXP-ADMINISTRATION	3,014.51	3,210.46	195.95	6.10
FICA EXP-CLERICAL	8,403.34	9,141.34	738.00	8.07
FICA EXP-RN SKILLED NURSING	72,425.55	88,598.79	16,173.24	18.25
FICA EXP-RN FEE FOR SERVICE	2,051.65	5,634.00	3,582.35	63.58
FICA EXP-HHA	5,383.36	5,586.06	202.70	3.63
FICA EXP-PTA FEE FOR SERVICE	20,172.58	21,158.76	986.18	4.66
FICA EXPENSE-PHY THERAPY	28,243.74	30,900.04	2,656.30	8.60
FICA EXP-LPN SERVICE	34,874.76	30,315.08	-4,559.68	-15.04
FICA EXP - OT	12,715.65	11,695.97	-1,019.68	-6.89
FICA EXP - ST	1,013.36	1,878.89	865.53	46.07
FICA EXP - NUTRITIONIST	1,000.28	1,012.04	11.76	1.16
FICA EXP - MSW	557.55	588.77	29.22	4.98
VACATION EXP-ADMINISTRATION	6,888.31	5,318.13	-1,570.18	-25.35
VACATION EXP-CLERICAL	7,489.15	8,061.13	571.98	7.10
VACATION EXP-RN SKILLED NURSIN	62,946.63	68,455.35	3,508.72	5.28
VACATION EXP-RN FEE FOR SERVIC	-1,147.00	3,548.60	4,695.60	132.32
VACATION EXP-HHA	4,450.74	4,359.53	-91.21	-2.09

Income Statement
For Period 12 Ending 12/31/2017

ULSTER HOME HEALTH SERVICES (UHH)

	Year to Date	Prior Year to Date	Variance	Variance %
PAYROLL COSTS				
(Continued)				
VACATION EXP-THERAPISTS/OTHER	3,126.53	2,049.64	-1,076.89	-62.54
VACATION EXP- PHY THERAPY	24,784.64	23,308.40	-1,476.24	-6.33
VACATION EXP-LPN SERVICE	28,722.16	24,908.43	-3,813.73	-15.31
HEALTH INSURANCE-CDPDP	23,334.29	55,247.69	31,913.40	57.76
HEALTH INS MVP:UHHS	56,206.85	48,902.37	-7,304.48	-14.94
LIFE INSURANCE-EMPLOYER PAID	627.46	689.11	61.65	8.95
TRAVEL-MILEAGE	-433.72	282.79	716.51	253.37
TRAVEL-MILEAGE-ADMINISTRATION	407.68	419.00	11.32	2.70
TRAVEL-MILEAGE-CLERICAL	400.66	4.16	-396.50	-9,531.25
TRAVEL-MILEAGE-RN SKILLED NURS	51,913.41	79,058.47	27,145.06	34.34
TRAVEL-MILEAGE-RN FEE FOR SERV	1,485.31	5,643.98	4,078.67	73.57
TRAVEL-MILEAGE-HHA	18,781.84	21,494.54	2,712.70	12.62
TRAVEL-MILEAGE-PT	29,667.20	32,970.68	3,283.48	9.96
TRAVEL-MILEAGE-LPN SERVICE	37,443.22	35,185.19	-2,258.03	-6.42
TRAVEL-MILEAGE-FFS THERAPISTS	13,420.47	15,227.71	1,807.24	11.87
NYS UNEMPLOYMENT INSURANCE	666.53	1,323.96	357.43	27.00
DISABILITY INSURANCE	4,019.25	4,912.76	893.51	18.19
WORKERS COMP. INSURANCE	115,697.83	147,605.10	31,907.27	21.62
401K EMPLOYER CONTRIBUTION	0.00	874.86	874.86	100.00
PFL INSURANCE:UHHS	-1,512.07	0.00	1,512.07	0.00
Total PAYROLL COSTS:	3,140,742.12	3,549,439.78	408,697.66	11.51
OPERATING EXPENSES				
RENT	75,719.40	75,719.40	0.00	0.00
TELEPHONE	27,209.24	28,412.39	2,203.15	7.49
REPAIRS & MAINT: OFFICE	1,610.00	1,483.00	-127.00	-8.56
ADVERTISING-RECRUITMENT	3,600.00	3,600.00	0.00	0.00
ADVERTISING-OTHER	0.00	343.64	343.64	100.00
OFFICE EQUIPMENT	0.00	835.50	835.50	100.00
OFFICE SUPPLIES-OTHER	10,928.45	12,295.53	1,367.08	11.12
OFFICE SUPPLIES-FORMS	216.14	0.00	-216.14	0.00
MEDICAL SUPPLIES-NURSING	75,074.64	83,793.28	8,718.64	10.40
POSTAGE	2,768.45	3,630.00	861.55	23.73
NYS ASSESSMENT TAX	14,553.00	16,402.00	1,849.00	11.27
TRAINING	3,090.76	5,383.32	2,292.56	42.69
ACCOUNTING & LEGAL	16,124.92	15,124.92	-1,000.00	-6.61
CONFERENCES & LUNCHESES-ADMIN	0.00	585.56	585.56	100.00
DUES & SUBSCRIPTIONS-ADMIN	21,064.99	19,876.99	-1,188.00	-5.98
MEDICAL FEES	1,655.39	1,296.99	-358.40	-27.63
CONTRACTED SERVICES	7,919.78	10,587.03	2,667.25	25.19
INTEREST EXPENSE-OTHER	4,104.36	4,623.52	519.16	11.23
BAD DEBT EXPENSE	28,069.55	29,934.78	1,865.23	6.23
EQUIPMENT RENTALS	18,000.09	17,595.25	-414.84	-2.36
MISC EXPENSE	2,214.18	1,142.90	-1,071.28	-93.73
MANAGEMENT FEE EXPENSE	597,030.76	667,666.22	70,635.46	10.58
TRAVEL	0.00	67.50	67.50	100.00
DATA PROCESSING	63,989.02	65,788.39	1,799.37	2.74
COMPUTER SUPPLIES	119.49	291.20	171.71	58.97
DEPRECIATION EXPENSE	11,940.70	21,599.63	9,658.93	44.72
Total OPERATING EXPENSES:	987,003.31	1,089,068.94	102,065.63	9.37
Total EXPENSES:	4,127,745.43	4,638,508.72	510,763.29	11.01

Income Statement
For Period 12 Ending 12/31/2017

ULSTER HOME HEALTH SERVICES (UHH)

	Year to Date	Prior Year to Date	Variance	Variance %
NET INCOME FROM OPERATIONS:	97,200.14	-25,989.48	124,189.62	460.14
EARNINGS BEFORE INCOME TAX:	97,200.14	-25,989.48	124,189.62	460.14
Net Income (Loss):	87,200.14	-25,989.48	124,189.62	460.14

Catholic Health Care System
Consolidated Statements of Financial Position

	December 31,	
	2016	2015
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 1,007,975	\$ 638,721
Dues and assessments receivable from related parties	1,239,477	1,336,177
Due from related parties - other	850,002	501,322
Loan receivable from Dominican Sisters		
Family Health Services, Inc., current	2,311,901	—
Prepaid expenses and other current assets	301,488	150,199
Assets limited as to use - self insured medical benefits, current	5,327,157	7,030,855
Total Current Assets	11,038,000	9,657,274
Loan receivable from Catholic Special Needs Plan, LLC	2,000,000	2,000,000
Loan receivable from Dominican Sisters		
Family Health Services, Inc., net of current portion	2,164,066	—
Assets limited as to use - self insured medical benefits, net of current portion	1,930,661	—
Assets limited as to use - letters of credit and escrow	773,128	771,143
Due from Empire State Home Care Services, Inc. - loan receivable	—	2,000,000
Due from Empire State Home Care Services, Inc. - interest on loan receivable	—	185,000
Dues and assessments receivable from related parties, net of current portion	—	1,498,120
Furniture, equipment and leasehold improvements, net	514,673	253,504
	\$ 18,420,528	\$ 16,365,041
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable and accrued expenses	\$ 1,923,105	\$ 1,088,815
Line of credit	1,442,927	1,442,927
Revolving loan agreement	2,000,000	2,000,000
Accrued salaries and related benefits	1,592,141	1,271,130
Due to related parties, current	1,534,208	2,495,622
Incurred but not paid medical claims	3,300,000	3,300,000
Total Current Liabilities	11,792,381	11,598,494
Due to related parties, net of current portion	300,000	300,000
Other liabilities	1,749,815	455,205
Accrued pension liability	8,073,721	8,791,118
Total Liabilities	21,915,917	21,144,817
Net Assets Deficit		
Unrestricted	(3,495,389)	(4,779,776)
	\$ 18,420,528	\$ 16,365,041

Catholic Health Care System

Consolidated Statements of Operations and Changes in Net Assets Deficit

	Year Ended	
	December 31,	
	2016	2015
UNRESTRICTED NET ASSETS		
Revenue		
Membership dues and assessments	\$ 18,844,103	\$ 17,380,202
Insurance premiums from affiliates	21,805,516	20,715,696
Interest income	221,732	188,655
Other	1,291,863	169,318
Total Revenue	<u>42,163,214</u>	<u>38,453,871</u>
Expenses		
Salaries	11,480,616	9,662,189
Employee benefits	2,650,604	2,413,336
Supplies and other expenses	9,009,666	6,310,788
Self-insured health insurance	20,936,545	20,081,248
Provision for (recovery of) bad debts	2,370,000	(3,129,670)
Depreciation and amortization	91,873	100,471
Interest	119,106	100,689
Total Expenses	<u>46,658,410</u>	<u>35,539,051</u>
(Deficiency) Excess of Revenue Over Expenses	(4,495,196)	2,914,820
Non-operating Revenue		
Grants	5,851,393	1,015,269
Equity transfers from related parties	—	750,000
Equity transfers to related parties	(750,000)	(4,155,869)
Pension liability adjustment	678,190	(274,386)
Change in Net Assets Deficit	<u>1,284,387</u>	<u>249,834</u>
NET ASSETS DEFICIT		
Beginning of year	<u>(4,779,776)</u>	<u>(5,029,610)</u>
End of year	<u>\$ (3,495,389)</u>	<u>\$ (4,779,776)</u>

Catholic Health Care System
Consolidating Schedule of Financial Position
December 31, 2016

	Catholic Health Care System	Catholic Resources, Inc.	Eliminations	Consolidated Total
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 583,319	\$ 424,656	\$ —	\$ 1,007,975
Dues and assessments receivable from related parties	1,239,477	—	—	1,239,477
Due from related parties - other	400,000	1,105,912	(655,910)	850,002
Loan receivable from Dominican Sisters Family Health Services, Inc., current	2,311,901	—	—	2,311,901
Prepaid expenses and other current assets	301,488	—	—	301,488
Assets limited as to use - self insured medical benefits, current	6,393,607	—	(1,066,450)	5,327,157
Total Current Assets	<u>11,229,792</u>	<u>1,530,568</u>	<u>(1,722,360)</u>	<u>11,038,000</u>
Loan receivable from Catholic Special Needs Plan, LLC	2,000,000	—	—	2,000,000
Loan receivable from Dominican Sisters Family Health Services, Inc., net of current portion	2,164,066	—	—	2,164,066
Assets limited as to use - self insured medical benefits, net of current portion	1,930,661	—	—	1,930,661
Assets limited as to use - letters of credit and escrow	773,128	—	—	773,128
Furniture, equipment and leasehold improvements, net	514,673	—	—	514,673
	<u>\$ 18,612,320</u>	<u>\$ 1,530,568</u>	<u>\$ (1,722,360)</u>	<u>\$ 18,420,528</u>
LIABILITIES AND NET ASSETS				
Current Liabilities				
Accounts payable and accrued expenses	\$ 1,645,066	\$ 278,039	\$ —	\$ 1,923,105
Line of credit	1,442,927	—	—	1,442,927
Revolving loan agreement	2,000,000	—	—	2,000,000
Accrued salaries and related benefits	1,419,125	173,016	—	1,592,141
Due to related parties, current	2,177,055	1,079,513	(1,722,360)	1,534,208
Incurred but not paid medical claims	3,300,000	—	—	3,300,000
Total Current Liabilities	<u>11,984,173</u>	<u>1,530,568</u>	<u>(1,722,360)</u>	<u>11,792,381</u>
Due to related parties, net of current portion	300,000	—	—	300,000
Other liabilities	1,749,815	—	—	1,749,815
Accrued pension liability	8,073,721	—	—	8,073,721
Total Liabilities	<u>22,107,709</u>	<u>1,530,568</u>	<u>(1,722,360)</u>	<u>21,915,917</u>
Net Assets Deficit	<u>(3,495,389)</u>	<u>—</u>	<u>—</u>	<u>(3,495,389)</u>
Unrestricted	<u>\$ 18,612,320</u>	<u>\$ 1,530,568</u>	<u>\$ (1,722,360)</u>	<u>\$ 18,420,528</u>

Catholic Health Care System

Consolidating Schedule of Operations and Changes in Net Assets Deficit
December 31, 2016

	Catholic Health Care System	Catholic Resources, Inc.	Eliminations	Consolidated Total
UNRESTRICTED NET ASSETS				
Revenue	\$ 18,844,103	\$ —	\$ —	\$ 18,844,103
Membership dues and assessments	22,296,328	—	(490,812)	21,805,516
Insurance premiums paid by affiliates	221,732	—	—	221,732
Interest income	1,291,863	—	—	1,291,863
Other	42,654,026	—	(490,812)	42,163,214
Total Revenue				
Expenses				
Salaries	9,123,144	2,357,472	—	11,480,616
Employee benefits	2,440,800	700,616	(490,812)	2,650,604
Supplies and other expenses	8,903,815	105,851	—	9,009,666
Self-insured health insurance	20,936,545	—	—	20,936,545
Provision for bad debts	2,370,000	—	—	2,370,000
Depreciation and amortization	91,873	—	—	91,873
Interest	119,106	—	—	119,106
Total Expenses	43,985,283	3,163,939	(490,812)	46,658,410
Excess of Revenue Over Expenses	(1,331,257)	(3,163,939)	—	(4,495,196)
Non-operating Revenue				
Grants	5,060,103	791,290	—	5,851,393
Equity transfers from related parties	—	2,372,649	(2,372,649)	—
Equity transfers to related parties	(3,122,649)	—	2,372,649	(750,000)
Pension liability adjustment	678,190	—	—	678,190
Change in Unrestricted Net Assets Deficit	1,284,387	—	—	1,284,387
UNRESTRICTED NET ASSETS DEFICIT				
Beginning of year	(4,779,776)	—	—	(4,779,776)
End of year	\$ (3,495,389)	\$ —	\$ —	\$ (3,495,389)

Catholic Health Care System
Consolidating Schedule of Financial Position
December 31, 2015

	Catholic Health Care System	Catholic Resources, Inc.	Eliminations	Consolidated Total
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 412,809	\$ 225,912	\$ —	\$ 638,721
Dues and assessments receivable from related parties	1,336,177	—	—	1,336,177
Due from related parties - other	—	1,168,342	(667,020)	501,322
Prepaid expenses and other current assets	150,199	—	—	150,199
Assets limited as to use - self insured medical benefits, current	7,749,855	—	(719,000)	7,030,855
Total Current Assets	<u>9,649,040</u>	<u>1,394,254</u>	<u>(1,386,020)</u>	<u>9,657,274</u>
Loan receivable from Catholic Special Needs Plan, LLC	2,000,000	—	—	2,000,000
Dues and assessments receivable from related parties, net of current portion	1,498,120	—	—	1,498,120
Assets limited as to use - letters of credit and escrow	771,143	—	—	771,143
Due from Empire State Home Care Services, Inc. - loan receivable	2,000,000	—	—	2,000,000
Due from Empire State Home Care Services, Inc. - interest on loan receivable	185,000	—	—	185,000
Furniture, equipment and leasehold improvements, net	253,504	—	—	253,504
	<u>\$ 16,356,807</u>	<u>\$ 1,394,254</u>	<u>\$ (1,386,020)</u>	<u>\$ 16,365,041</u>
LIABILITIES AND NET ASSETS				
Current Liabilities				
Accounts payable and accrued expenses	\$ 932,198	\$ 156,617	\$ —	\$ 1,088,815
Line of credit	1,442,927	—	—	1,442,927
Revolving loan agreement	2,000,000	—	—	2,000,000
Accrued salaries and related benefits	1,134,290	136,840	—	1,271,130
Due to related parties, current	2,780,845	1,100,797	(1,386,020)	2,495,622
Incurred but not paid medical claims	3,300,000	—	—	3,300,000
Total Current Liabilities	<u>11,590,260</u>	<u>1,394,254</u>	<u>(1,386,020)</u>	<u>11,598,494</u>
Due to related parties, net of current portion	300,000	—	—	300,000
Other liabilities	455,205	—	—	455,205
Accrued pension liability	8,791,118	—	—	8,791,118
Total Liabilities	<u>21,136,583</u>	<u>1,394,254</u>	<u>(1,386,020)</u>	<u>21,144,817</u>
Net Assets Deficit	<u>(4,779,776)</u>	<u>—</u>	<u>—</u>	<u>(4,779,776)</u>
Unrestricted	<u>\$ 16,356,807</u>	<u>\$ 1,394,254</u>	<u>\$ (1,386,020)</u>	<u>\$ 16,365,041</u>

Catholic Health Care System

Consolidating Schedule of Operations and Changes in Net Assets Deficit
December 31, 2015

	Catholic Health Care System	Catholic Resources, Inc.	Eliminations	Consolidated Total
UNRESTRICTED NET ASSETS				
Revenue				
Memberships dues and assessments	\$ 17,380,202	—	—	\$ 17,380,202
Insurance premiums paid by affiliates	20,950,337	—	(234,641)	20,715,696
Interest income	188,645	10	—	188,655
Other	169,318	—	—	169,318
Total Revenue	<u>38,688,502</u>	<u>10</u>	<u>(234,641)</u>	<u>38,453,871</u>
Expenses				
Salaries	8,234,968	1,427,221	—	9,662,189
Employee benefits	2,227,262	420,715	(234,641)	2,413,336
Supplies and other expenses	6,156,330	154,458	—	6,310,788
Self-insured health insurance	20,081,248	—	—	20,081,248
Recovery of bad debts	(3,129,670)	—	—	(3,129,670)
Depreciation and amortization	100,471	—	—	100,471
Interest	100,689	—	—	100,689
Total Expenses	<u>33,771,298</u>	<u>2,002,394</u>	<u>(234,641)</u>	<u>35,539,051</u>
Excess of Revenue Over Expenses	4,917,204	(2,002,384)	—	2,914,820
Non-operating Revenue				
Grants	383,500	631,769	—	1,015,269
Equity transfers from related parties	750,000	1,370,615	(1,370,615)	750,000
Equity transfers to related parties	(5,526,484)	—	1,370,615	(4,155,869)
Pension liability adjustment	(274,386)	—	—	(274,386)
Change in Unrestricted Net Assets Deficit	249,834	—	—	249,834
UNRESTRICTED NET ASSETS DEFICIT				
Beginning of year	(5,029,610)	—	—	(5,029,610)
End of year	<u>\$ (4,779,776)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (4,779,776)</u>

Catholic Health Care System
Statement of Financial Position
December 31, 2017

Assets:	12/31/2017	12/31/2016	Variance	Variance %
Current Assets:				
Cash and Cash Equivalents	\$ 471,581	\$ 823,542	\$ (351,962)	-42.7%
Dues and Assessments Receivable, net of Allowance	4,110,095	1,396,105	2,713,990	194.4%
<i>December 31, 2016</i>	\$4,800,000			
<i>December 31, 2017</i>	\$4,800,000			
Other Receivables	19,500	0	19,500	0.0%
Due From Catholic Health Care Foundation	152,849	400,000	(247,151)	-61.8%
Loan Receivable Current	0	2,311,901	(2,311,901)	-100.0%
Grant Receivable	0	0	0	0.0%
Prepaid Expenses and Other Current Assets	219,874	259,821	(39,948)	-15.4%
Total Current Assets	4,973,898	5,191,369	(217,471)	-4.2%
Loan Receivable From Affiliate, net of reserve	2,000,000	2,000,000	0	0.0%
<i>December 31, 2017</i>	\$2,000,000			
Loan Receivable, Long Term	4,475,966	2,164,066	2,311,901	106.8%
Assets Limited to Use (CHCS TPA)	10,584,434	8,324,270	2,260,164	27.2%
Assets Limited to Use	537,608	532,905	4,703	0.9%
Furniture and Equipment and Leasehold Improvements, net	529,373	514,672	14,700	2.9%
Total Assets	\$ 23,101,279	\$ 18,727,282	\$ 4,373,997	23.4%
Liabilities And Net Assets (Deficiency)				
Current Liabilities:				
Accrued Medical Cost (CHCS TPA)	3,300,000	3,300,000	0	0.0%
Grants Payable	0	0	0	0.0%
Accounts payable and accrued expenses	3,906,575	3,937,081	(30,505)	-0.8%
Accrued Salaries and Related Benefits	1,369,987	1,419,126	(49,139)	-3.5%
Due to related party	344,355	300,000	44,355	14.8%
Total Current Liabilities	8,920,918	8,956,207	(35,289)	-0.4%
Line Of Credit	1,425,453	1,442,927	(17,474)	-1.2%
Loan - SNP	2,000,000	2,000,000	0	0.0%
Other Long Term Liabilities (CHCS TPA)	4,878,351	1,749,815	3,128,536	178.8%
Pension Liability and Deferred Compensation Obligation	7,755,878	8,073,721	(317,843)	-3.9%
Total Liabilities	\$ 24,980,600	\$ 22,222,670	\$ 2,757,930	12.4%
Commitments And Contingencies				
Net Assets, (Deficiency)				
Unrestricted	(1,879,321)	(3,495,387)	1,616,067	-46.2%
Total Net Assets	(1,879,321)	(3,495,387)	1,616,067	-46.2%
Total Liabilities and Net Assets	\$ 23,101,279	\$ 18,727,282	\$ 4,373,997	23.4%

Catholic Health Care System
Statement of Operations
December 31, 2017

	Month-to-Date			Year-to-Date		
	Actual	Budget	Variance	Actual	Budget	Variance
Operating Revenues						
Administrative Services	\$ 1,786,618	\$ 1,786,618	\$ 0	\$ 21,439,425	\$ 21,439,424	\$ 1
Insurance Premiums Paid by Facilities	2,170,445	1,755,828	414,617	25,345,389	21,069,980	4,275,409
Other Operating Revenue	241,345	112,500	128,845	2,294,325	1,350,000	944,325
Operating Interest Income, DSFHS	(17,150)	12,465	(29,615)	102,899	161,411	(58,512)
Total Operating Revenues	\$ 4,181,258	\$ 3,667,411	\$ 513,847	\$ 49,182,038	\$ 44,020,815	\$ 5,161,223
Operating Expenses						
Salaries & Wages	\$ 897,990	\$ 1,227,045	\$ 329,055	\$ 8,660,323	\$ 9,037,030	\$ 376,707
Employee Benefits	564,222	215,188	(349,034)	2,775,914	2,460,106	(315,807)
Administrative Fees & Consultants	83,781	129,177	45,396	1,850,775	1,550,212	(300,563)
Supplies & Materials	4,591	6,201	1,610	80,428	74,500	(5,928)
Purchased & Contracted Services	117,462	95,025	(22,437)	1,231,016	1,140,168	(90,848)
Depreciation	11,396	10,668	(728)	130,637	128,049	(2,588)
Leases and Rentals	132,646	124,458	(8,188)	1,576,237	1,493,507	(82,730)
Utilities	1,617	2,034	417	22,493	24,000	1,507
Insurance	8,392	9,454	1,062	77,790	113,338	35,548
Interest	10,424	4,855	(5,569)	65,827	57,122	(8,705)
Interest, SNP	6,458	5,164	(1,294)	72,958	60,833	(12,125)
Related Party Medical Funding Reserve	723,554	0	(723,554)	2,260,164	0	(2,260,164)
Self Health Insurance	1,446,891	1,755,828	308,937	23,085,225	21,069,980	(2,015,245)
Other	41,715	142,510	100,795	1,719,207	1,710,120	(9,087)
Total Operating Expenses	\$ 4,051,138	\$ 3,727,607	\$ (323,531)	\$ 43,608,992	\$ 38,918,965	\$ (4,690,027)
Change in Unrestricted Net Assets from Operations	\$ 130,120	\$ (60,196)	\$ 190,316	\$ 5,573,046	\$ 5,101,850	\$ 471,196
Non-Operating Revenues						
Other Non-Operating Int. Income	\$ 23	\$ 0	\$ 23	\$ 2,923	\$ 0	\$ 2,923
Grants	27,537	0	27,537	261,646	0	261,646
Forgiveness of Amounts Due to/(From) Related Party	17,150	0	17,150	(102,899)	0	(102,899)
Total Non-Operating Revenues	\$ 44,709	\$ 0	\$ 44,709	\$ 161,670	\$ 0	\$ 161,670
Estimated Pension Liability Adj.	\$ 701,843	\$ 0	\$ 701,843	\$ 701,843	\$ 0	\$ 701,843
Transfer of Assets To Affiliate	\$ (483,244)	\$ (485,216)	\$ 1,971	\$ (4,820,492)	\$ (5,101,850)	\$ 281,358
Transfer of Assets From Affiliate	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Change in Unrestricted Net Assets	\$ 393,428	\$ (545,412)	\$ 938,839	\$ 1,616,067	\$ 0	\$ 1,616,067
Increase/(Decrease) in Net Assets	\$ 393,428	\$ (545,412)	\$ 938,839	\$ 1,616,067	\$ 0	\$ 1,616,067