

Hudson Hospital Opco, LLC

**DRAFT
FINANCIAL STATEMENTS**

Dec-22

Hudson Hospital Opco, LLC
Balance Sheets
(in thousands)

	31-Dec 2022	31-Dec 2021
<u>Assets</u>	(Unaudited)	(Unaudited)
Current Assets:		
Cash and cash equivalents	1,462	7,840
Cash and cash equivalents - Restricted	1,611	18,641
Net Patient accounts receivable	47,679	53,805
Investments	3,048	3,048
Prepaid expenses / Other Receivables	667	986
Inventory	4,220	3,719
Total current assets	<u>58,687</u>	<u>88,039</u>
Intangible Assets	4,768	5,968
Property and equipment, net	34,692	38,614
Total Assets, Deferred Cost & Equipment	<u>39,460</u>	<u>44,582</u>
Total Assets	<u>98,148</u>	<u>132,621</u>
<u>Liabilities and Member's Equity</u>		
Current Liabilities:		
Current portion of Capitalized leases	5,949	5,662
Accounts payable and accrued expenses	15,001	8,912
Accrued Compensation	4,453	4,294
Due to Related Party	31,460	32,018
Loan Payable	7,005	-
Loan Payable Sponsor	27,629	24,356
Deferred Revenue	6,003	22,478
Due to Third Party-Current Portion	5,520	10,482
Total current liabilities	<u>103,019</u>	<u>108,202</u>
Long Term Liabilities:		
Capital Lease Payable, less current portion	23,145	29,094
Total liabilities	<u>126,164</u>	<u>137,296</u>
Member's Equity:		
Member's Equity (Net)	(28,016)	(4,675)
Total Member's Equity	<u>(28,016)</u>	<u>(4,675)</u>
Total Liabilities and Member's Equity	<u>98,148</u>	<u>132,621</u>

Hudson Hospital Opco, LLC
d/b/a CHRIST HOSPITAL
Statement of Operations (unaudited)

Month Ended December 31, 2022						
Actual	%	Budget	%	Variance	PY-2021	%
9,601	85.19%	16,756	94.77%	(7,155)	11,930	84.37%
874	7.76%	129	0.73%	745	1,414	10.00%
795	7.05%	795	4.50%	0	795	5.62%
<u>11,270</u>	<u>100.00%</u>	<u>17,680</u>	<u>100.00%</u>	<u>(6,410)</u>	<u>14,139</u>	<u>100.00%</u>
	0.00%					
5,098	45.23%	5,239	29.63%	141	4,526	32.01%
7,608	67.51%	7,725	43.70%	117	6,890	48.73%
933	8.27%	1,113	6.29%	180	47	0.33%
<u>13,638</u>	<u>121.01%</u>	<u>14,077</u>	<u>79.62%</u>	<u>439</u>	<u>11,463</u>	<u>81.07%</u>
<u>(2,368)</u>	<u>-21.01%</u>	<u>3,603</u>	<u>20.38%</u>	<u>(5,971)</u>	<u>2,676</u>	<u>18.93%</u>
-	0.00%	(51)	-0.29%	(51)	(1,142)	-8.07%
611	5.42%	504	2.85%	(106)	689	4.87%
492	4.36%	598	3.38%	106	665	4.71%
<u>1,102</u>	<u>9.78%</u>	<u>1,052</u>	<u>5.95%</u>	<u>(50)</u>	<u>213</u>	<u>1.51%</u>
<u>(3,471)</u>	<u>-30.80%</u>	<u>2,551</u>	<u>14.43%</u>	<u>(6,021)</u>	<u>2,463</u>	<u>17.42%</u>
<u>(3,471)</u>	<u>-30.80%</u>	<u>2,551</u>	<u>14.43%</u>	<u>(6,021)</u>	<u>2,463</u>	<u>17.42%</u>

YTD Ending December 31, 2022							
Actual	%	Budget	%	Variance	PY-2021	%	
Net patient service revenue	117,799	75.75%	169,158	89.02%	(51,360)	130,991	71.87%
Other operating revenue	28,174	18.12%	11,318	5.96%	16,856	41,586	22.82%
Charity care subsidy	9,539	6.13%	9,539	5.02%	0	9,685	5.31%
Total Revenues	<u>155,512</u>	<u>100.00%</u>	<u>190,015</u>	<u>100.00%</u>	<u>(34,504)</u>	<u>182,262</u>	<u>100.00%</u>
Operating Expenses							
Salaries and wages	62,713	40.33%	61,884	32.57%	(828)	59,899	32.86%
Supplies / other expenses	92,590	59.54%	101,652	53.50%	9,062	99,428	54.55%
Employee benefits	9,901	6.37%	13,100	6.89%	3,199	11,510	6.31%
Total Operating Expenses before Int, Depr & Amort	<u>165,203</u>	<u>106.23%</u>	<u>176,636</u>	<u>92.96%</u>	<u>11,433</u>	<u>170,836</u>	<u>93.73%</u>
Operating Income / (Loss) before Int, Depr & Amort	<u>(9,691)</u>	<u>-6.23%</u>	<u>13,379</u>	<u>7.04%</u>	<u>(23,071)</u>	<u>11,426</u>	<u>6.27%</u>
Affiliate Interest (Income) Expense	(255)	-0.16%	(608)	-0.32%	(353)	(2,068)	-14.63%
Interest	6,364	4.09%	5,924	3.12%	(439)	5,942	42.02%
Depreciation and Amortization	7,529	4.84%	7,179	3.78%	(350)	7,483	52.93%
Total Int, Depr & Amort	<u>13,637</u>	<u>8.77%</u>	<u>12,496</u>	<u>6.58%</u>	<u>(1,142)</u>	<u>11,357</u>	<u>6.23%</u>
Total Operating Income / (Loss)	<u>(23,329)</u>	<u>-15.00%</u>	<u>884</u>	<u>0.47%</u>	<u>(24,213)</u>	<u>69</u>	<u>0.49%</u>
Net Income (Loss)	<u>(23,329)</u>	<u>-15.00%</u>	<u>884</u>	<u>0.47%</u>	<u>(24,213)</u>	<u>69</u>	<u>0.04%</u>

Hudson Hospital Opco, LLC
STATEMENT OF CASH FLOWS (unaudited)
As of December 31, 2022

	MTD	YTD
	December-22	December-22
	<u>Hudson Hospital</u>	<u>Hudson Hospital</u>
Cash Flows From Operating Activities:		
Income/(loss) from operations	\$ (3,471)	\$ (23,329)
Adjustments to reconcile increase in net assets to cash provided by operating activities:		
Depreciation & Amortization	\$ 492	\$ 7,529
Change in operating assets and liabilities:		
(Increase)/decrease in patient accounts receivable	\$ 576	\$ 6,126
(Increase)/decrease in prepaid expenses and deposits	\$ 250	\$ 319
(Increase)/decrease in Inventory	\$ (624)	\$ (502)
Increase/(decrease) in accounts payable, and other accrued expenses	\$ 1,496	\$ 6,089
Increase/(decrease) in Due To Related Party	\$ (57)	\$ (558)
Increase/(decrease) in Deferred Revenue	\$ (1,345)	\$ (16,475)
Increase/(decrease) in accrued compensation	\$ (780)	\$ 159
Increase/(decrease) in accrued interest payable	\$ (64)	\$ -
Increase /(decrease) in estimated third-party payer settlements	\$ 186	\$ (4,961)
Net cash provided by/(used in) operating activities	<u>\$ (3,341)</u>	<u>\$ (25,603)</u>
Cash Flows From Investing Activities:		
Acquisitions of property, plant, and equipment	\$ (264)	\$ (2,408)
Net cash provided by/(used in) investing activities	<u>\$ (264)</u>	<u>\$ (2,408)</u>
Cash Flows From Financing Activities:		
Proceeds from loan payable, net of payments	\$ 297	\$ 10,277
Payment of Dividends	\$ -	\$ (13)
Repayment of capital lease obligation	\$ (483)	\$ (5,662)
Net cash provided by/(used in) financing activities	<u>\$ (186)</u>	<u>\$ 4,603</u>
Net increase/(decrease) in cash and cash equivalents	\$ (3,791)	\$ (23,408)
Cash and cash equivalents at beginning of period	\$ 6,864	\$ 26,482
Cash and cash equivalents at end of period	<u>\$ 3,073</u>	<u>\$ 3,073</u>

Christ Hospital (Hospital Only)
December 2022 Expense Variances
December 2022 Actual vs. December 2022 Budget

Type	Dec-22 ACTUAL	Dec-22 BUDGET	Dec-22 VARIANCE	Dec-22 YTD ACTUAL	Dec-22 YTD BUDGET	Dec-22 YTD VARIANCE
Salaries and Wages	\$ 4,493,074	\$ 5,040,970	\$ (547,896)	\$ 57,453,991	\$ 59,353,354	\$ (1,899,363)
Contract Labor	\$ 604,567	\$ 198,037	\$ 406,530	\$ 5,258,523	\$ 2,531,008	\$ 2,727,515
Salaries, Wages and Contract Labor	\$ 5,097,641	\$ 5,239,007	\$ (141,366)	\$ 62,712,514	\$ 61,884,362	\$ 828,152
Policy Fringe Benefits	\$ 525,126	\$ 683,414	\$ (158,287)	\$ 5,132,689	\$ 8,046,646	\$ (2,913,957)
Taxes	\$ 407,449	\$ 429,161	\$ (21,711)	\$ 4,767,929	\$ 5,053,019	\$ (285,090)
Total Fringe Benefits	\$ 932,576	\$ 1,112,574	\$ (179,999)	\$ 9,900,618	\$ 13,099,665	\$ (3,199,047)
Consulting Fees/Purch Services	\$ 711,489	\$ 630,404	\$ 81,085	\$ 8,443,281	\$ 11,524,821	\$ (3,081,539)
Collection Fees	\$ 437,580	\$ 400,459	\$ 37,121	\$ 4,619,306	\$ 4,605,130	\$ 14,177
Physician - Quality	\$ 1,743,007	\$ 1,609,959	\$ 133,048	\$ 19,554,191	\$ 21,316,134	\$ (1,761,942)
Physician Related	\$ 153,710	\$ 153,533	\$ 177	\$ 1,817,536	\$ 1,842,400	\$ (24,864)
Property Taxes	\$ 245,838	\$ 118,418	\$ 127,420	\$ 1,900,830	\$ 1,421,016	\$ 479,813
Medical Surgical Supplies	\$ 1,205,536	\$ 1,602,512	\$ (396,976)	\$ 18,437,271	\$ 21,473,736	\$ (3,036,464)
Liability and W/C Insurance	\$ 391,851	\$ 239,998	\$ 151,853	\$ 3,583,178	\$ 3,022,430	\$ 560,748
Rent, Maintenance, Repairs	\$ 596,467	\$ 948,736	\$ (352,270)	\$ 8,805,612	\$ 11,384,838	\$ (2,579,226)
Utilities	\$ 192,219	\$ 181,467	\$ 10,752	\$ 2,609,682	\$ 2,136,633	\$ 473,049
Pharmaceuticals	\$ 572,055	\$ 449,335	\$ 122,719	\$ 5,080,510	\$ 5,912,391	\$ (831,880)
Management Fee	\$ 1,024,604	\$ 972,975	\$ 51,629	\$ 12,840,735	\$ 11,675,703	\$ 1,165,032
All Other Supply	\$ 333,540	\$ 417,458	\$ (83,918)	\$ 4,898,087	\$ 5,336,930	\$ (438,842)
Total Supplies and Other	\$ 7,607,896	\$ 7,725,256	\$ (117,360)	\$ 92,590,220	\$ 101,652,160	\$ (9,061,941)
Affiliated Interest Income (Expense)	\$ -	\$ (50,686)	\$ 50,686	\$ (255,430)	\$ (608,231)	\$ 352,801
Interest	\$ 610,540	\$ 504,449	\$ 106,091	\$ 6,363,687	\$ 5,924,376	\$ 439,311
Depreciation	\$ 491,810	\$ 598,287	\$ (106,477)	\$ 7,529,163	\$ 7,179,444	\$ 349,719
Lease, Interest, Depreciation	\$ 1,102,350	\$ 1,052,050	\$ 50,299	\$ 13,637,421	\$ 12,495,589	\$ 1,141,831
Grand Total	\$ 14,740,462	\$ 15,128,888	\$ (388,426)	\$ 178,840,772	\$ 189,131,777	\$ (10,291,005)

December 2022 Actual vs. December 2021 Actual

Variance-Type	Dec-22 ACTUAL	Dec-21 ACTUAL	2022 vs. 2021 VARIANCE	Dec-22 YTD ACTUAL	Dec-21 YTD ACTUAL	2022 vs. 2021 VARIANCE
Salaries and Wages	\$ 4,493,074	\$ 4,344,846	\$ 148,228	\$ 57,453,991	\$ 57,436,733	\$ 17,258
Contract Labor	\$ 604,567	\$ 181,424	\$ 423,143	\$ 5,258,523	\$ 2,461,849	\$ 2,796,673
Salaries, Wages and Contract Labor	\$ 5,097,641	\$ 4,526,270	\$ 571,371	\$ 62,712,514	\$ 59,898,582	\$ 2,813,931
Policy Fringe Benefits	\$ 525,126	\$ (65,832)	\$ 590,958	\$ 5,132,689	\$ 6,875,980	\$ (1,743,291)
Taxes	\$ 407,449	\$ 112,391	\$ 295,058	\$ 4,767,929	\$ 4,633,732	\$ 134,197
Total Fringe Benefits	\$ 932,576	\$ 46,559	\$ 886,017	\$ 9,900,618	\$ 11,509,712	\$ (1,609,094)
Consulting Fees/Purch Services	\$ 711,489	\$ 1,031,203	\$ (319,714)	\$ 8,443,281	\$ 11,436,622	\$ (2,993,340)
Collection Fees	\$ 437,580	\$ 394,431	\$ 43,149	\$ 4,619,306	\$ 4,725,275	\$ (105,968)
Physician - Quality	\$ 1,743,007	\$ 272,901	\$ 1,470,106	\$ 19,554,191	\$ 19,632,970	\$ (78,779)
Physician Related	\$ 153,710	\$ 147,692	\$ 6,018	\$ 1,817,536	\$ 1,860,031	\$ (42,496)
Property Taxes	\$ 245,838	\$ 118,201	\$ 127,637	\$ 1,900,830	\$ 1,467,150	\$ 433,679
Medical Surgical Supplies	\$ 1,205,536	\$ 1,416,648	\$ (211,112)	\$ 18,437,271	\$ 20,119,411	\$ (1,682,139)
Liability and W/C Insurance	\$ 391,851	\$ 542,174	\$ (150,322)	\$ 3,583,178	\$ 3,466,546	\$ 116,632
Rent, Maintenance, Repairs	\$ 596,467	\$ 793,807	\$ (197,340)	\$ 8,805,612	\$ 10,697,329	\$ (1,891,718)
Utilities	\$ 192,219	\$ 219,281	\$ (27,062)	\$ 2,609,682	\$ 2,296,979	\$ 312,703
Pharmaceuticals	\$ 572,055	\$ 402,230	\$ 169,824	\$ 5,080,510	\$ 5,543,630	\$ (463,119)
Management Fee	\$ 1,024,604	\$ 1,044,844	\$ (20,240)	\$ 12,840,735	\$ 12,637,161	\$ 203,574
All Other Supply	\$ 333,540	\$ 506,970	\$ (173,431)	\$ 4,898,087	\$ 5,545,007	\$ (646,920)
Total Supplies and Other	\$ 7,607,896	\$ 6,890,382	\$ 717,514	\$ 92,590,220	\$ 99,428,110	\$ (6,837,891)
Affiliated Interest Income (Expense)	\$ -	\$ (1,141,688)	\$ 1,141,688	\$ (255,430)	\$ (2,068,279)	\$ 1,812,850
Interest	\$ 610,540	\$ 689,261	\$ (78,721)	\$ 6,363,687	\$ 5,941,937	\$ 421,750
Depreciation	\$ 491,810	\$ 665,443	\$ (173,634)	\$ 7,529,163	\$ 7,483,320	\$ 45,843
Lease, Interest, Depreciation	\$ 1,102,350	\$ 213,017	\$ 889,333	\$ 13,637,421	\$ 11,356,977	\$ 2,280,443
Grand Total	\$ 14,740,462	\$ 11,676,227	\$ 3,064,235	\$ 178,840,772	\$ 182,193,382	\$ (3,352,610)

Christ Hospital
Statistics by Service and Payor
Dec-22

December Month 2022 Actual	December Month 2022 Budget	December Month 2022 Variance	December Month 2021 Actual	December Month 2021 Variance	December Year to Date 2022 Actual	December Year to Date 2022 Budget	December Year to Date 2022 Variance	December Year to Date 2021 Actual	December Year to Date 2021 Variance	
350	536	(186)	356	(6)	Discharges by Service					
350	536	(186)	356	(6)	Medical-Surgical	4,050	5,857	(1,807)	4,305	(255)
39	52	(13)	42	(3)	Acute Subtotal	4,050	5,857	(1,807)	4,305	(255)
50	71	(21)	51	(1)	Psychiatric	417	710	(293)	610	(193)
-	-	-	-	-	Detox	632	804	(172)	703	(71)
-	-	-	-	-	Obstetrics/GYN	-	-	-	1	(1)
439	659	(220)	449	(10)	Inpatient Subtotal	5,099	7,371	(2,272)	5,619	(520)
3,217	3,571	(354)	2,528	689	Patient Days by Service					
3,217	3,571	(354)	2,528	689	Medical-Surgical	29,568	39,456	(9,888)	29,881	(313)
259	398	(139)	313	(54)	Acute Subtotal	29,568	39,456	(9,888)	29,881	(313)
206	271	(65)	227	(21)	Psychiatric	3,148	5,496	(2,348)	4,652	(1,504)
-	-	-	-	-	Detox	2,464	3,045	(581)	2,670	(206)
-	-	-	-	-	Obstetrics/GYN	-	-	-	1	(1)
3,682	4,240	(558)	3,068	614	Inpatient Subtotal	35,180	47,997	(12,817)	37,204	(2,024)
9.19	6.66	2.53	7.10	2	ALOS by Service					
0.00	0.00	0.00	0.00	-	Medical-Surgical	7.30	6.74	0.56	6.94	0
9.19	6.66	2.53	7.10	2	Pediatrics	0.00	0.00	0.00	0.00	-
6.64	7.65	(1.01)	7.45	(1)	Acute Subtotal	7.30	6.74	0.56	6.94	0
4.12	3.82	0.30	0.00	4	Psychiatric	7.55	7.74	(0.19)	7.63	(0)
0.00	0.00	0.00	0.00	-	Detox	3.90	3.79	0.11	0.00	4
0.00	0.00	0.00	0.00	-	Obstetrics	0.00	0.00	0.00	0.00	-
8.39	6.43	1.95	6.83	1.55	Newborn	0.00	0.00	0.00	0.00	-
					Inpatient Subtotal	6.90	6.51	0.39	6.62	0.28
88	133	(45)	84	4	Inpatient Discharges by Payor Group					
85	149	(64)	107	(22)	Medicare	1,008	1,460	(452)	1,091	(83)
34	48	(14)	34	-	Medicare HMO	1,069	1,584	(515)	1,154	(85)
7	18	(11)	-	7	Horizon/Blue Cross	322	490	(168)	350	(28)
1	7	(6)	-	1	Aetna	75	111	(36)	-	75
7	13	(6)	-	7	Cigna	45	55	(10)	-	45
16	30	(14)	27	(11)	United Healthcare	51	114	(63)	-	51
29	11	18	17	12	Commercial/Managed Care	196	406	(210)	393	(197)
134	194	(60)	128	6	Medicaid	293	139	154	236	57
38	56	(18)	52	(14)	Medicaid HMO	1,614	2,293	(679)	1,853	(239)
439	659	(220)	449	(10)	Self Pay/Charity	426	719	(293)	542	(116)
91%	92%		88%		Total Inpatient Discharges	5,099	7,371	(2,272)	5,619	(520)
39%	43%		43%		% of Discharges (Excl. SP/Charity)	92%	90%		90%	
15%	18%		14%		% of Discharges (Medicare/Medicare HMO)	41%	41%		40%	
37%	31%		32%		% of Discharges (Horizon/Comm/Man Care)	14%	16%		13%	
9%	8%		12%		% of Discharges (Medicaid/Medicaid HMO)	37%	33%		37%	
					% of Discharges (SP/Charity)	8%	10%		10%	
864	921	(57)	635	229	Inpatient Days by Payor Group					
851	1,109	(258)	781	70	Medicare	7,924	10,074	(2,150)	7,504	420
236	253	(17)	234	2	Medicare HMO	9,204	11,799	(2,595)	8,900	304
27	122	(95)	-	27	Horizon/Blue Cross	1,810	2,587	(777)	2,022	(212)
19	44	(25)	-	19	Aetna	411	776	(365)	-	411
56	74	(18)	-	56	Cigna	196	328	(132)	-	196
117	160	(43)	148	(31)	United Healthcare	297	653	(356)	-	297
457	101	356	150	307	Commercial/Managed Care	1,132	2,220	(1,088)	2,249	(1,117)
856	1,060	(204)	760	96	Medicaid	2,304	1,400	904	1,999	305
199	396	(197)	360	(161)	Medicaid HMO	9,502	12,698	(3,196)	10,340	(838)
3,682	4,240	(558)	3,068	614	Self Pay/Charity	2,400	5,462	(3,062)	4,190	(1,790)
95%	91%		88%		Total Inpatient Patient Days	35,180	47,997	(12,817)	37,204	(2,024)
47%	48%		46%		% of Days (Excl. SP/Charity)	93%	89%		89%	
12%	15%		12%		% of Days (Medicare/Medicare HMO)	49%	46%		44%	
36%	27%		30%		% of Days (Horizon/Comm/Man Care)	11%	14%		11%	
5%	9%		12%		% of Discharges (Medicaid/Medicaid HMO)	34%	29%		33%	
					% of Days (SP/Charity)	7%	11%		11%	
3,217	3,198	19	3,593	(376)	Total ER Visit	36,176	28,107	8,069	34,137	2,039
433	433	-	439	(6)	ER Admits	4,904	4,658	246	5,462	(558)
110	145	(35)	141	(31)	OBSERVATIONS	1,751	1,375	376	1,538	213
750	-		716	34	FTE's	727			739	(11)