

STATE OF NEW YORK
PUBLIC HEALTH AND HEALTH PLANNING COUNCIL

COMMITTEE DAY

AGENDA

July 18, 2013
11:00 a.m.

The National Museum of Play at The Strong
One Manhattan Square
Activity Room C and D
Rochester, New York 14607

I. COMMITTEE ON CODES, REGULATIONS AND LEGISLATION

Angel Gutiérrez, M.D., Chair

Exhibit #1

For Emergency Adoption

13-08 Amendment of Subpart 7-2 of Title 10 NYCRR - Children's Camps

II. COMMITTEE ON PUBLIC HEALTH

Ellen Rautenberg

III. COMMITTEE ON ESTABLISHMENT AND PROJECT REVIEW

Jeffrey Kraut, Chair

A. Applications for Construction of Health Care Facilities

Acute Care Services - Construction

Exhibit #2

	<u>Number</u>	<u>Applicant/Facility</u>
1.	131207 C	Long Island Jewish Medical Center (Queens County)
2.	131217 C	Saratoga Hospital (Saratoga County)

Hospice Services – Construction

Exhibit #3

<u>Number</u>	<u>Applicant/Facility</u>
1. 131211 C	High Peaks Hospice and Palliative Care, Inc. (Franklin County)
2. 131252 C	The Community Hospice Inc. (Rensselaer County)

Upstate Request For Applications - Certified Home Health Agencies - Construction

Exhibit #4

<u>Number</u>	<u>Applicant/Facility</u>
1. 121239 C	Visiting Nurse Service of Rochester and Monroe County (Monroe County)
2. 121245 C	Lourdes at Home (Broome County)

Downstate Request For Applications - Certified Home Health Agencies - Construction

Exhibit #5

1. 121327 C	Hebrew Hospital Home LTHHCP (Bronx County)
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Downstate Dear Administrator Letters – Long Term Home Health Care Program - Construction

Exhibit #6

1. 121457 C	Split Rock Rehabilitation and Health Care Center (Bronx County)
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B. Applications for Establishment and Construction of Health Care Facilities/Agencies

Ambulatory Surgery Centers - Establish/Construct

Exhibit #7

<u>Number</u>	<u>Applicant/Facility</u>
1. 111439 B	Bronx SC, LLC (Westchester County)
2. 121373 B	Lockport Ambulatory Surgery, LLC (Niagara County)

3. 122265 B Island Ambulatory Surgery Center, LLC
(Kings County)
4. 122270 B Manhattan ASC, LLC
(New York County)
5. 131026 B Central New York ASC, LLC d/b/a OMNI Outpatient Surgery Center
(Oneida County)
6. 131085 E Heritage One Day Surgery
(Onondaga County)
7. 131151 E Hudson Valley Ambulatory Surgery, LLC
(Orange County)
8. 131243 E Yorkville Endoscopy Center
(New York County)

Residential Health Care Facilities - Establish/Construct

Exhibit 8

- | <u>Number</u> | <u>Applicant/Facility</u> |
|---------------|--|
| 1. 122219 E | Cardiff Bay Center, LLC d/b/a Cardiff Bay Center for Rehabilitation and Nursing
(Queens County) |
| 2. 131020 E | Providence Care, Inc. d/b/a Providence Care Nursing and Rehabilitation Center
(Kings County) |
| 3. 131153 E | Oasis Rehabilitation and Nursing LLC
(Suffolk County) |

Certified Home Health Agencies – Establish/Construct

Exhibit #9

- | <u>Number</u> | <u>Applicant/Facility</u> |
|---------------|---|
| 1. 122304 E | First To Care Home Care Inc
(Kings County) |

Upstate Request For Applications - Certified Home Health Agencies – Establish/Construct

Exhibit #10

- | <u>Number</u> | <u>Applicant/Facility</u> |
|---------------|---------------------------------------|
| 1. 121273 E | Elant Choice, Inc.
(Orange County) |

C. Certificates

Certificate of Incorporation

Exhibit #11

Applicant

1. Valentin Fuster – Mount Sinai Foundation for Science, Health and Empowerment, Inc.

Certificate of Amendment of the Certificate of Incorporation

Exhibit #12

Applicant

1. Planned Parenthood of South Central New York, Inc.
2. SS Joachim & Anne Residence

Certificate of Dissolution

Exhibit #13

Applicant

1. St. Camillus Foundation, Inc.

D. Home Health Agency Licensures

Home Health Agency Licensures

Exhibit #14

<u>Number</u>	<u>Applicant/Facility</u>
2056-L	3 Angels Care, Inc. (Queens and Nassau Counties)
2047-L	AIM Services, Inc. (Albany, Warren, Schenectady, Washington, Rensselaer, Fulton, Saratoga and Montgomery Counties)
1929-L	Allstar Homecare Agency, Inc. New York, Bronx, Kings, Richmond, Queens, and Westchester Counties)
1967-L	DBN Partners, Inc. d/b/a Always Best Care of Lower Hudson Valley (Orange and Rockland Counties)
2057-L	Entire Care, Inc. (Kings, Westchester, Queens, Bronx, New York, and Richmond Counties)

- 2170-L F.A.B., LLC d/b/a F.A.B. Home Care Services
(Kings, Richmond, Queens, Bronx, and New York
Counties)
- 1801-L Hand in Hand Home Care, LLC
(Bronx, New York, Queens, Richmond, and Kings
Counties)
- 2101-L HomeCare Solutions, Inc.
(Nassau, Suffolk, and Queens Counties)
- 2005-L Li Bo Lui d/b/a Union Health Care
(Bronx, Kings, new York, Queens, and Nassau
Counties)
- 2049-L Maxcare, LLC
(Bronx, Kings, New York, Queens, and Richmond
Counties)
- 2085-L New Vision Home Care Services, LLC
(Westchester County)
- 2054-L Renaissance Health Services, Inc.
(Kings, Nassau, Queens, Bronx, New York, and
Richmond Counties)
- 2064-L All American Homecare Agency, Inc.
(Bronx, Richmond, Kings, Westchester, New York and
Queens Counties)
- 2253-L Home Aides of Central New York, Inc.
(Onondaga, Cortland, Oswego, Oneida, Madison and
Cayuga Counties)
- 2083-L Parkshore Home Health Care, LLC d/b/a Renaissance
Home Health Care
(Kings, Bronx, Queens, Richmond, New York and
Nassau Counties)
- 2181-L Medford Hamlet LLC d/b/a Medford Hamlet Home
Care
(Nassau, Suffolk and Queens Counties)

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

Acute Care Services - Construction

Exhibit #2

	<u>Number</u>	<u>Applicant/Facility</u>
1.	131207 C	Long Island Jewish Medical Center (Queens County)
2.	131217 C	Saratoga Hospital (Saratoga County)

*Proposed Organization Chart
 North Shore-Long Island Jewish Health System, Inc.*

June 27, 2011

Not-for-Profit
 Corporation

Division

**North Shore – Long Island Jewish
 Health System, Inc.**

Hospice Care
 Network

**North Shore – Long Island Jewish
 Health Care, Inc.**

North Shore-
 LIJ Labs, Inc.

RegionCare,
 Inc.

Obligated Group

- Staten
Island
University
Hospital
- Glen Cove
Hospital
- North
Shore
University
Hospital
- North Shore
University
Hospital
Stem Ctr for
Extended
Care &
Rehab
- Forest
Hills
Hospital
- Plainview
Hospital
- Long
Island
Jewish
Medical
Center
- Lenox Hill
Hospital
- Southside
Hospital
- Franklin
Hospital
- Huntington
Hospital

SIUH
 Hospice

Syosset
 Hospital

North
 Shore
 CHHA

North
 Shore
 LTHHCP

Cohen
 Children's
 Medical
 Center

The
 Zucker
 Hillside
 Hospital

Long
 Island
 Jewish
 Hospital

Long
 Island
 Jewish
 CHHA

Orzac
 Ctr for
 Extended
 Care &
 Rehab

Franklin
 Hospital
 CHHA

North Shore-Long Island Jewish Health System, Inc.
Combining Statement of Financial Position – Obligated Group Only

December 31, 2012
(In Thousands)

	Total Obligated Group	North Shore-Long Island Jewish Health Care, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Gris Cove Hospital	Plainville Hospital	Forest Hills Hospital	Franklin Hospital	North Shore University Hospital Stern Family Center for Extended Care and Rehabilitation
Assets													
Current assets													
Cash and cash equivalents	\$ 219,348	\$ 76,988	\$ 58,963	\$ 48,997	\$ 34,626	\$ 1,929	\$ 1,929	\$ 16,213	\$ 16	\$ 19	\$ 64	\$ 5	\$ 55
Marketable securities and other investments	1,443,279	22,941	65,072	299,594	80,627	126,593	2,066	104,472	64,263	15,670	20,912	19,448	7,606
Accounts receivable, net of allowance for doubtful accounts	466,210	66	189,074	183,153	81,764	31,991	34,356	30,900	13,560	3	292	22	147
Accounts receivable for physician activities, net	48,975	5,331	15,863	13,767	4,051	4,808	1,992	1,332	244	—	—	484	147
Assets limited in use, net of current portion	119,166	—	—	32,962	—	35	—	—	—	—	—	—	—
Prepaid receivable, current portion	211	—	—	—	176	—	—	—	—	—	—	—	—
Insurance claims receivable, current portion	132,499	791	36,365	32,662	18,769	15,960	7,888	4,891	3,752	3,433	4,461	4,301	193
Other current assets	134,638	14,864	36,259	35,788	12,668	16,704	9,900	1,756	2,710	2,689	1,756	2,432	113
Total current assets	2,792,350	(15,000)	120,891	1,046,655	315,681	255,020	56,077	163,772	84,555	21,894	27,513	26,895	8,612
Due from affiliates, net	65,808	(90,085)	51,044	19,570	—	—	—	4,608	28,434	21,440	16,813	—	11,907
Note receivable from affiliate	1,509	—	1,509	—	—	—	—	—	—	—	—	—	—
Assets limited as to use, net of current portion	76,166	—	122,245	131,721	72,016	66,926	14,509	25,129	5,268	697	734	4,189	14,450
Prepaid receivable, net of current portion	672	—	—	305,752	242	32	308	127,352	56,484	34,082	44,786	40,944	13,389
Property, plant and equipment, net	3,366,139	—	262,405	1,224,471	214,127	780,166	101,287	127,352	14,017	12,977	16,904	16,059	771
Insurance claims receivable, net of current portion	484,149	—	2,781	125,508	49,446	42,933	29,856	18,382	14,017	12,977	16,904	16,059	771
Other (pp&e)	181,403	448,516	538,233	43,431	33,945	3,329	3,553	1,351	187	405	497	507	185
Total assets	7,500,786	(561,621)	1,848,143	2,622,695	714,537	1,169,996	209,222	340,931	188,935	93,454	107,299	88,504	49,314
Liabilities and net assets (deficit)													
Current liabilities													
Short-term borrowings	\$ 110,540	\$ 7,500	\$ 103,040	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Accounts payable and accrued expenses	450,723	87,227	98,231	81,845	47,640	56,803	20,646	14,387	13,269	10,517	7,836	9,999	2,343
Accrued salaries and related benefits	497,766	90,451	116,323	107,843	52,654	32,019	22,487	21,348	11,391	10,763	15,882	13,437	2,728
Current portion of capital lease obligations	3,956	(138)	1,514	99	1,878	534	—	—	—	—	—	—	—
Current portion of long-term debt	50,166	—	17,043	10,210	11,380	4,445	940	981	174	1,504	3,004	365	97
Current portion of insurance claims liability	133,499	—	36,365	32,602	18,769	14,960	7,988	4,891	3,752	3,513	4,461	4,304	193
Current portion of malpractice and other insurance liabilities	45,545	—	12,729	13,888	6,839	3,329	2,028	1,589	1,281	909	1,577	1,385	—
Current portion of third-party payer structured liabilities	5,438	—	—	—	5,438	—	—	—	—	—	—	—	—
Current portion of estimated payable to third-party payers	351,157	—	117,690	402,397	22,477	26,926	25,871	12,951	5,968	11,273	13,535	7,697	4,248
Total current liabilities	1,647,820	(138)	405,920	451,964	167,085	139,016	80,080	56,143	35,835	38,579	46,295	37,187	9,699
Due to affiliates, net	—	(214,766)	113,327	—	4,786	47,015	22,054	—	—	—	—	28,584	—
Accrued retirement benefits, net of current portion	639,275	74,264	150,954	45,852	2,977	159,191	48,735	116,308	12,513	16,463	1,512	5,629	3,749
Capital lease obligations, net of current portion	78,099	(19,759)	14,129	5,631	2,332	3,896	—	—	—	—	—	—	—
Long-term debt, net of current portion	488,149	—	134,162	792,554	119,071	136,454	41,775	42,670	9,236	16,585	23,279	15,461	6,806
Insurance claims liability, net of current portion	—	—	—	33,135	—	—	—	—	—	—	—	—	—
Malpractice and other insurance liabilities, net of current portion	—	—	—	17,912	67,188	56,115	23,261	16,508	13,294	10,802	18,855	14,645	771
Third-party payer structured liabilities, net of current portion	—	—	—	—	—	—	—	—	—	—	—	—	—
Other long-term liabilities	32,951	—	—	—	21,931	—	—	—	—	—	—	—	—
Total liabilities	3,114,056	(234,665)	577,823	1,560,110	498,951	638,629	261,947	366,265	94,305	119,652	131,793	156,172	21,322
Net assets (deficit)	1,909,677	(326,956)	1,270,320	1,062,585	215,586	531,367	147,275	(125,334)	94,630	73,802	75,506	72,332	28,000
Unrestricted	321,368	(71,988)	213,998	57,247	149,857	11,859	71,998	16,961	5,998	423	177	489,918	36,623
Temporarily restricted	55,885	(21,623)	23,203	19,428	7,595	1,284	23,263	1,613	2,719	—	—	—	467
Total net assets (deficit)	3,300,786	(561,621)	1,848,143	2,622,695	714,537	1,169,996	209,222	340,931	188,935	93,454	107,299	88,504	49,314

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

North Shore-Long Island Jewish Health System, Inc.
Combining Statement of Operations – Obligated Group Only

Year Ended December 31, 2012
(In Thousands)

	Total Obligated Group	Eliminations	North Shore-Long Island Jewish Health Care, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Staten Island University Hospital	Lenox Hill Hospital	Southside Hospital	Huntington Hospital Association	Glen Cove Hospital	Plainview Hospital	Forest Hills Hospital	Franklin Hospital	North Shore University Hospital Stern Family Center for Extended Care and Rehabilitation
Operating revenue:														
Net patient service revenue	\$ 5,473,316	\$ -	\$ -	\$ 1,381,814	\$ 1,298,555	\$ 789,626	\$ 723,217	\$ 318,005	\$ 274,129	\$ 1,694,473	\$ 182,512	\$ 205,121	\$ 178,532	\$ 51,332
Physician practice revenue	584,046	-	-	279,684	2,003,100	-	1,577	37,252	13,043	19,761	14,211	15,553	12,033	-
Provision for bad debts	(95,544)	7,173	-	(34,917)	(22,792)	(8,348)	(16,234)	(4,456)	(5,063)	(2,854)	(1,796)	(3,583)	(2,130)	(342)
Total patient revenue, net of provision for bad debts	6,061,818	7,173	-	1,615,581	1,476,163	781,278	708,210	351,301	282,107	186,380	195,027	217,073	184,435	50,999
Other operating revenue	288,609	(673,030)	625,040	121,112	75,831	53,844	13,777	24,664	6,017	6,360	9,808	4,287	7,301	594
Net assets released from restrictions used for operations	28,642	-	487	1,167	9,985	924	5,225	11	405	-	-	-	-	-
Total operating revenue	6,379,969	(665,857)	625,527	1,751,300	1,561,379	836,050	729,212	375,976	288,527	192,740	204,835	225,360	195,756	51,581
Operating expenses:														
Salaries	3,076,371	(310,054)	224,424	845,005	761,182	407,998	340,492	185,632	134,570	97,191	97,012	104,137	92,014	26,748
Employee benefits	894,017	(48,430)	54,470	216,841	208,640	125,170	87,209	62,004	51,863	29,744	34,063	33,555	29,628	8,560
Supplies and expenses	1,932,928	(375,625)	239,503	555,822	515,641	222,191	268,809	116,389	80,911	57,951	63,561	66,434	62,234	9,167
Depreciation and amortization	262,810	-	-	49,693	56,933	50,391	29,411	11,794	14,387	5,836	4,363	6,387	4,800	1,274
Interest	69,680	(1,748)	7,334	11,974	30,620	7,787	5,598	1,955	2,040	279	959	1,468	767	327
Total operating expenses	6,235,806	(665,857)	625,424	1,686,545	1,566,974	790,217	722,529	377,774	283,771	191,001	199,898	212,001	189,443	46,076
Excess (deficiency) of operating revenue over operating expenses	144,163	-	5,103	66,755	(4,595)	45,833	(3,317)	(1,798)	4,756	1,739	4,937	13,359	6,293	5,508
Non-operating gains and losses:														
Investment income	38,007	-	1,426	16,075	7,317	3,755	4,744	73	2,708	1,739	(38)	32	39	127
Change in net unrealized gains and losses and change in value of equity method investments	144,243	90,683	(60,695)	51,152	27,42	8,668	15,473	191	5,826	5,150	-	-	5	48
Change in fair value of interest rate swap agreements designated as derivative instruments	(4,395)	-	-	(641)	(4,667)	172	-	-	-	(1,882)	(330)	(405)	-	(187)
Loss on refunding and refinancing of long-term debt	(4,590)	-	-	(10)	(2,809)	(5,445)	617	892	(453)	2	69	-	-	-
Other non-operating gains and losses	75	-	-	(10)	4,800	(5,445)	-	-	-	-	-	-	-	-
Total non-operating gains and losses	73,240	90,683	(59,269)	66,576	32,043	7,650	20,834	1,157	8,081	6,703	(289)	(373)	56	(12)
Excess (deficiency) of revenue and gains and losses over expenses	517,403	90,683	(54,166)	133,331	27,948	52,873	17,517	(641)	12,837	8,442	4,648	12,986	6,349	5,496
Net assets released from restrictions for capital asset acquisitions	35,977	-	-	5,135	19,541	2,088	1,297	5,196	966	1,152	-	429	-	75
Change in fair value of interest rate swap agreements designated as cash flow hedges	457	-	-	300	337	-	-	-	-	-	-	-	-	-
Recovery of fair value of endowment corpus	603	-	-	87	379	-	-	-	2,459	137	-	-	-	-
Transfer (to) from affiliates	(62,579)	-	-	(11,327)	(7,916)	-	(45,759)	-	(10,489)	(28)	-	-	-	-
Pension and other postretirement liability adjustments	(81,816)	-	500	(12,330)	(8,068)	(7,318)	(9,701)	(19,626)	(10,489)	(6,370)	(8,281)	(1,803)	(900)	(1,648)
Increase (decrease) in unrestricted net assets	\$ 210,123	\$ 90,683	\$ (55,666)	\$ 113,196	\$ 31,341	\$ 53,747	\$ (36,646)	\$ (14,971)	\$ 5,764	\$ 3,333	\$ (3,633)	\$ 11,610	\$ 3,450	\$ 3,921

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

North Shore-Long Island Jewish Health System, Inc.
Consolidating Statement of Financial Position

December 31, 2012
(In Thousands)

	North Shore- Long Island Jewish Health System, Inc. Total	Eliminations	North Shore- Long Island Jewish Obligated Group	The Long Island Home	Hopkitt Care Network, Inc.	The Feinstein Institute for Medical Research	North Shore- Long Island Jewish Health System Foundation, Inc.	North Shore- Long Island Jewish Health System Laboratories	Insurance Companies (Combined)	Dulles Family Health Center	Other Health System Entities
Assets											
Current assets											
Cash and cash equivalents	\$ 283,234	\$ -	\$ 239,358	\$ 4,201	\$ 3,053	\$ -	\$ 30,688	\$ -	\$ -	\$ 3,140	\$ 12,892
Marketable securities and other investments	1,496,670	-	1,446,273	74	17,595	31	34,116	-	6,806	1,095	-
Accounts receivable for services to patients, net of allowance for doubtful accounts	697,216	-	666,280	11,806	6,820	-	-	8,096	-	238	4,016
Accounts receivable for physician activities, net	60,151	-	49,975	-	-	-	-	-	-	-	10,176
Assets limited as to use, current portion	119,166	-	119,166	-	-	-	-	-	-	-	-
Pledges receivable, current portion	35,426	-	21	-	124	-	35,015	-	-	-	76
Insurance claims receivable, current portion	105,621	(90,413)	132,479	450	136	229	48	260	-	-	412
Other current assets	159,835	-	138,638	1,086	208	31,734	512	1,689	58	696	5,218
Total current assets	2,954,737	(30,413)	2,792,350	17,617	27,956	31,974	80,379	10,645	10,114	2,245	32,490
Due from affiliates, net	-	(212,013)	65,898	-	-	-	-	4,388	142,017	-	-
Note receivable from affiliate	-	(1,589)	1,589	-	-	-	-	-	-	-	-
Assets limited as to use, net of current portion	840,463	(218,659)	761,656	-	1,764	67,059	45,585	-	171,000	5,090	6,968
Pledges receivable, net of current portion	120,880	-	672	-	517	-	118,188	-	-	-	1,503
Property, plant and equipment, net	3,272,351	-	3,206,129	55,909	1,183	6,194	1,549	7,082	-	746	39,259
Insurance claims receivable, net of current portion	357,061	(139,579)	488,159	4,146	543	914	192	1,936	-	-	1,660
Other assets	158,573	(84,544)	184,463	9,123	214	2,500	-	-	32,337	-	13,980
Total assets	7,802,665	(686,797)	7,500,796	86,195	32,157	147,641	348,893	22,351	355,498	8,081	92,860
Liabilities and net assets (deficit)											
Current liabilities											
Short-term borrowings	\$ 110,540	\$ -	\$ 110,540	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable and accrued expenses	493,984	-	450,755	3,426	2,241	6,188	442	14,800	2,184	133	11,817
Accrued salaries and related benefits	523,832	-	497,706	4,612	2,213	4,993	840	5,229	-	484	11,595
Current portion of capital lease obligations	5,000	-	3,986	1,014	-	-	-	-	-	-	-
Current portion of long-term debt	50,904	-	50,166	738	-	-	-	-	-	-	-
Current portion of nonrecourse claim liability	(30,413)	(30,413)	132,499	450	136	229	48	260	-	-	412
Current portion of malpractice and other insurance liabilities	60,413	(25,402)	15,545	1,805	-	-	-	-	38,465	-	-
Current portion of third-party payer structured liabilities	5,438	-	351,157	682	-	-	-	520	-	388	268
Current portion of estimated payable to third-party payers	1,240,767	(55,815)	1,047,820	12,787	4,990	11,410	1,330	30,889	40,649	935	26,112
Due to affiliates, net	-	(72,530)	64	-	862	-	804	-	-	8,024	58,162
Note payable to affiliate	-	(1,589)	1,589	-	-	-	-	-	-	-	-
Accrued retirement benefits, net of current portion	660,256	-	639,273	21,002	-	53	26	-	-	-	-
Capital lease obligations, net of current portion	80,813	-	78,099	2,814	-	-	-	-	-	-	-
Long-term debt, net of current portion	1,470,228	-	1,443,529	27,199	543	914	192	1,036	-	-	1,660
Insurance claims liability, net of current portion	357,061	(139,579)	488,149	4,146	-	-	-	-	282,619	-	-
Malpractice and other insurance liabilities, net of current portion	652,337	(116,581)	485,499	800	-	-	-	-	-	-	-
Third-party payer structured liabilities, net of current portion	23,951	-	23,951	-	-	-	-	-	-	-	-
Other long-term liabilities	47,471	-	47,471	2,687	274	112	5,443	-	-	-	1,221
Total liabilities	5,375,584	(186,094)	5,212,056	73,008	6,269	17,103	7,769	21,951	331,208	9,019	87,155
Net assets (deficit)											
Unrestricted	1,959,501	(81,544)	1,909,677	13,197	23,629	47,578	16,770	400	32,230	6,028	682
Temporarily restricted	341,669	(197,577)	321,168	-	1,881	39,586	167,901	-	-	687	4,023
Permanently restricted	128,911	(21,582)	55,885	-	378	29,274	56,455	-	-	4,403	-
Total net assets (deficit)	2,430,081	(309,703)	2,386,236	13,107	25,888	126,338	238,124	400	32,230	(918)	8,705
Total liabilities and net assets (deficit)	7,802,665	(686,797)	7,500,796	86,195	32,157	143,941	345,013	22,351	355,498	8,081	92,860

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

North Shore-Long Island Jewish Health System, Inc.
Consolidating Statement of Operations

Year Ended December 31, 2012
(In Thousands)

	North Shore-Long Island Jewish Health System, Inc. Total	Eliminations	North Shore-Long Island Jewish Obligated Group	The Long Island Home*	Hospice Care Network, Inc.	The Feinstein Institute for Medical Research	North Shore-Long Island Jewish Health System Foundation, Inc.	North Shore-Long Island Jewish Health System Laboratories	Insurance Companies (Combined)	Dallas Family Health Center	Other Health System Entities
Operating revenue:											
Net patient service revenue	\$ 5,692,546	\$ (6,088)	\$ 5,573,316	\$ 43,748	\$ 47,511	\$ 349	\$ -	\$ -	\$ -	\$ 4,535	\$ 30,375
Physician practice revenue	758,409	-	584,946	-	-	-	-	-	-	-	173,463
Provision for bad debts	(97,093)	4	(95,544)	(1,263)	(130)	-	-	(672)	-	(1)	(378)
Total patient revenue, net of provision for bad debts	6,353,861	(6,084)	6,062,718	42,485	47,371	349	-	(672)	-	4,334	203,460
Other operating revenue	302,691	(448,121)	288,609	435	45,734	-	-	231,765	67,192	2,595	114,464
Net assets released from restrictions used for operations	45,320	-	28,642	-	1,015	14,726	-	-	-	29	914
Total operating revenue	6,701,982	(454,205)	6,377,950	42,940	48,390	60,809	-	231,091	67,192	6,958	318,838
Operating expenses:											
Salaries	3,315,368	(85,561)	3,079,371	24,425	18,064	42,576	-	47,820	-	3,872	187,601
Employee benefits	957,616	(14,786)	891,017	8,864	4,449	12,365	-	13,083	-	1,421	37,703
Supplies and expenses	1,983,976	(341,664)	1,932,928	11,000	21,812	24,462	-	153,116	88,781	2,244	110,257
Depreciation and amortization	275,601	-	263,810	1,136	533	5,169	-	1,657	-	54	4,242
Interest	70,594	-	69,680	786	-	-	-	-	-	-	178
Total operating expenses	6,604,115	(441,811)	6,235,806	46,211	46,838	85,072	-	215,676	88,781	7,591	339,931
Excess (deficiency) of operating revenue over operating expenses	97,867	(12,594)	141,165	(3,271)	1,532	(24,263)	-	15,415	(1,509)	(653)	(21,093)
Non-operating gains and losses:											
Investment income	42,636	-	38,007	277	662	18	562	(42)	2,948	95	9
Change in net unrealized gains and losses and change in value of equity method investments	123,549	(29,464)	141,343	(156)	(238)	(14)	381	-	7,765	539	283
Change in fair value of interest rate swap agreements designated as derivative instruments	(4,492)	-	(4,492)	-	-	-	-	-	-	-	-
Loss on refunding and refinancing of long-term debt	(4,590)	-	(4,590)	-	-	-	-	-	-	-	-
Contribution received in the acquisition of The Long Island Home	12,823	-	-	-	-	-	-	-	-	-	-
Other non-operating gains and losses	(5,510)	(165)	75	18	865	-	(6,203)	-	-	-	12,823
Total non-operating gains and losses	164,413	(29,629)	173,340	139	1,299	4	(5,860)	(43)	10,713	654	13,115
Excess (deficiency) of revenue and gains and losses over expenses	262,280	(42,023)	317,403	(3,132)	2,831	(24,259)	(5,860)	15,373	9,134	1	(7,978)
Net assets released from restrictions for capital asset acquisitions	38,590	-	35,977	-	-	2,613	-	-	-	-	-
Change in fair value of interest rate swap agreements designated as cash flow hedges	677	-	557	120	-	-	-	-	-	-	-
Recovery of fair value of endowment corpus	606	-	603	-	-	-	93	-	-	-	-
Transfers (to) from affiliates	-	12,401	(62,579)	-	-	21,499	-	(17,108)	-	-	45,787
Pension and other postretirement liability adjustments	(78,540)	-	(81,836)	3,296	-	-	-	-	-	-	-
Increase (decrease) in unrestricted net assets	\$ 225,703	\$ (29,623)	\$ 210,125	\$ 284	\$ 2,831	\$ (17)	\$ (4,967)	\$ (1,755)	\$ 9,124	\$ 1	\$ 37,809

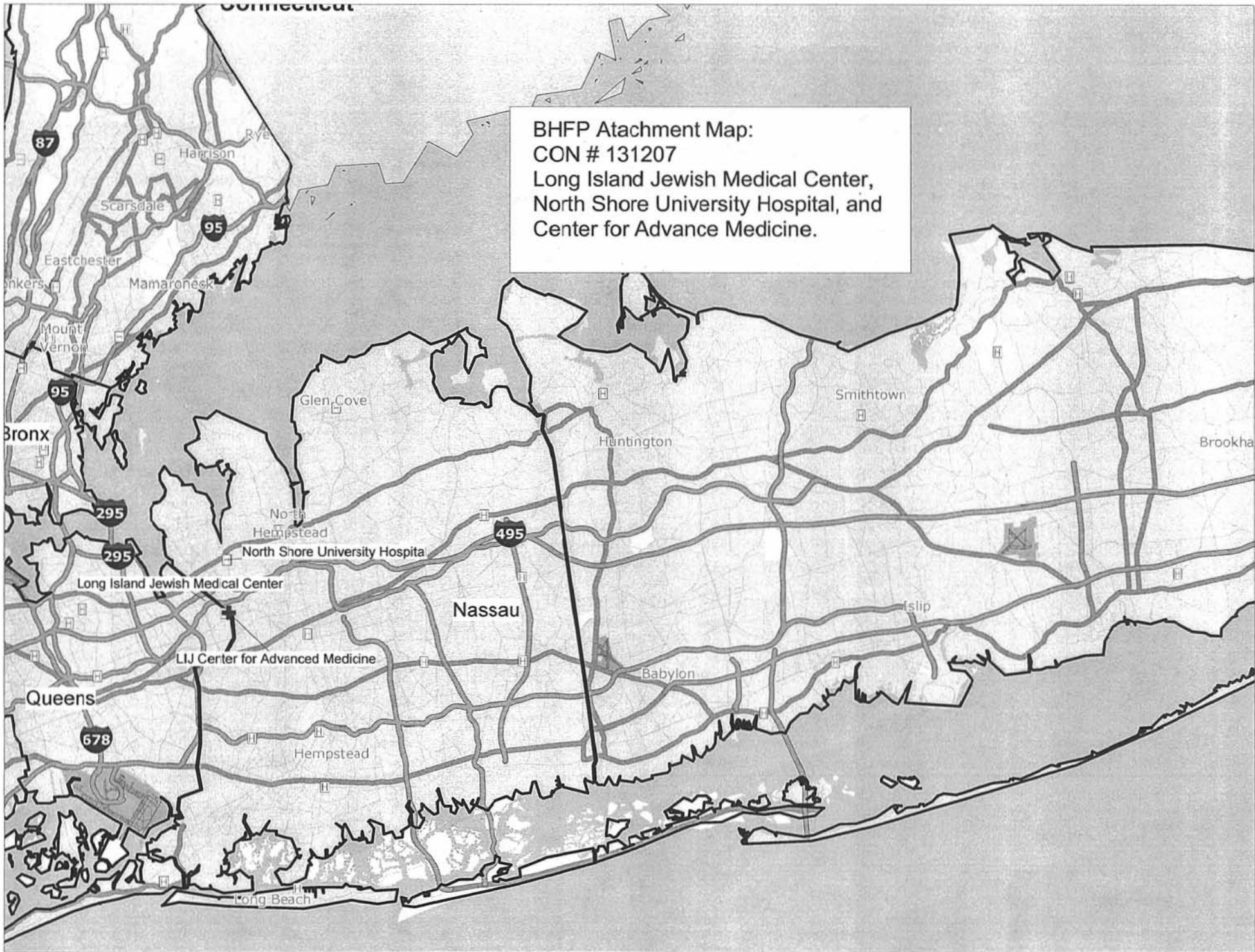
* The Long Island Home's amounts above are for the period from July 1, 2012 to December 31, 2012.

The consolidating schedules are prepared for supplementary informational purposes, which are eliminated in consolidation. The schedules are not intended to present the financial position or results of operations of the individual entities.

COST ANALYSIS
LIJMC-Radiology Therapeutic Extension Clinic-CON 131207

Current Year	<u>Outpatient</u>	<u>Visits</u>	<u>Cost per visit</u>
Operating	\$15,532,200		\$572
Capital	<u>\$1,665,300</u>		<u>\$61</u>
Total	\$17,197,500	27,162	\$633
First Year Budgets			
Operating	\$16,621,200		\$602
Capital	<u>\$9,210,000</u>		<u>\$333</u>
Total	\$25,831,200	27,621	\$935
Third Year Budgets			
Operating	\$16,651,300		\$589
Capital	<u>\$9,460,000</u>		<u>\$335</u>
Total	\$26,111,300	28,251	\$924

BHFP Attachment Map:
CON # 131207
Long Island Jewish Medical Center,
North Shore University Hospital, and
Center for Advance Medicine.



THE SARATOGA HOSPITAL

Balance Sheets

December 31, 2012 and 2011

Assets	2012	2011
Current assets:		
Cash and cash equivalents	\$ 48,009,647	43,251,323
Investments	35,734,906	36,553,947
Accounts receivable:		
Patient care	33,507,773	35,264,890
Other	2,723,660	1,669,213
	<u>36,231,433</u>	<u>36,934,103</u>
Less estimated uncollectibles	11,990,000	10,509,000
	<u>24,241,433</u>	<u>26,425,103</u>
Inventories	5,450,640	5,087,441
Accrued interest income	24,558	41,817
Prepaid expenses	2,994,634	2,649,613
Funds held by trustee	481,923	480,987
Total current assets	<u>116,937,741</u>	<u>114,490,231</u>
Assets whose use is limited:		
By donors	1,156,099	1,272,693
By board designation	1,181,300	855,314
	<u>2,337,399</u>	<u>2,128,007</u>
By debt and lease agreements	5,525,393	5,348,848
	<u>7,862,792</u>	<u>7,476,855</u>
Other assets:		
Interest in net assets of Saratoga Care Foundation	2,414,674	2,735,438
Unamortized financing expenses, net	3,022,358	3,130,461
Loans receivable, net of current portion	369,614	61,919
Long-term investments:	16,647,676	497,286
Land held for investment	15,001	15,001
	<u>22,469,323</u>	<u>6,440,105</u>
Property, plant, and equipment:		
Property, plant, and equipment	242,586,870	230,469,847
Less accumulated depreciation and amortization	137,445,486	129,292,552
	<u>105,141,384</u>	<u>101,177,295</u>
	<u>\$ 252,411,240</u>	<u>229,584,486</u>

Liabilities and Net Assets	<u>2012</u>	<u>2011</u>
Current liabilities:		
Accounts payable and accrued expenses	\$ 10,516,211	7,695,732
Accrued salaries, wages, and related items	14,022,665	12,515,376
Accrued interest payable	190,601	200,044
Estimated third-party settlements	6,256,000	3,958,000
Current portion of bonds and installment contract payable	2,983,208	2,835,850
Current portion of bank loans	200,004	914,696
Current portion of capital lease obligations	790,866	222,551
Total current liabilities	<u>34,959,555</u>	<u>28,342,249</u>
Bonds and installment contract payable, net of current portion	55,603,325	59,232,822
Bank loans, net of current portion	4,149,996	7,206,026
Capital lease obligations, net of current portion	3,645,893	472,292
Other long-term liabilities	3,714,534	4,624,909
	<u>102,073,303</u>	<u>99,878,298</u>
Commitments and contingencies		
Net assets:		
Unrestricted	146,767,164	125,765,923
Temporarily restricted	2,872,281	3,356,687
Permanently restricted	698,492	583,578
	<u>150,337,937</u>	<u>129,706,188</u>
	<u>\$ 252,411,240</u>	<u>229,584,486</u>

THE SARATOGA HOSPITAL
Statements of Operations
Years ended December 31, 2012 and 2011

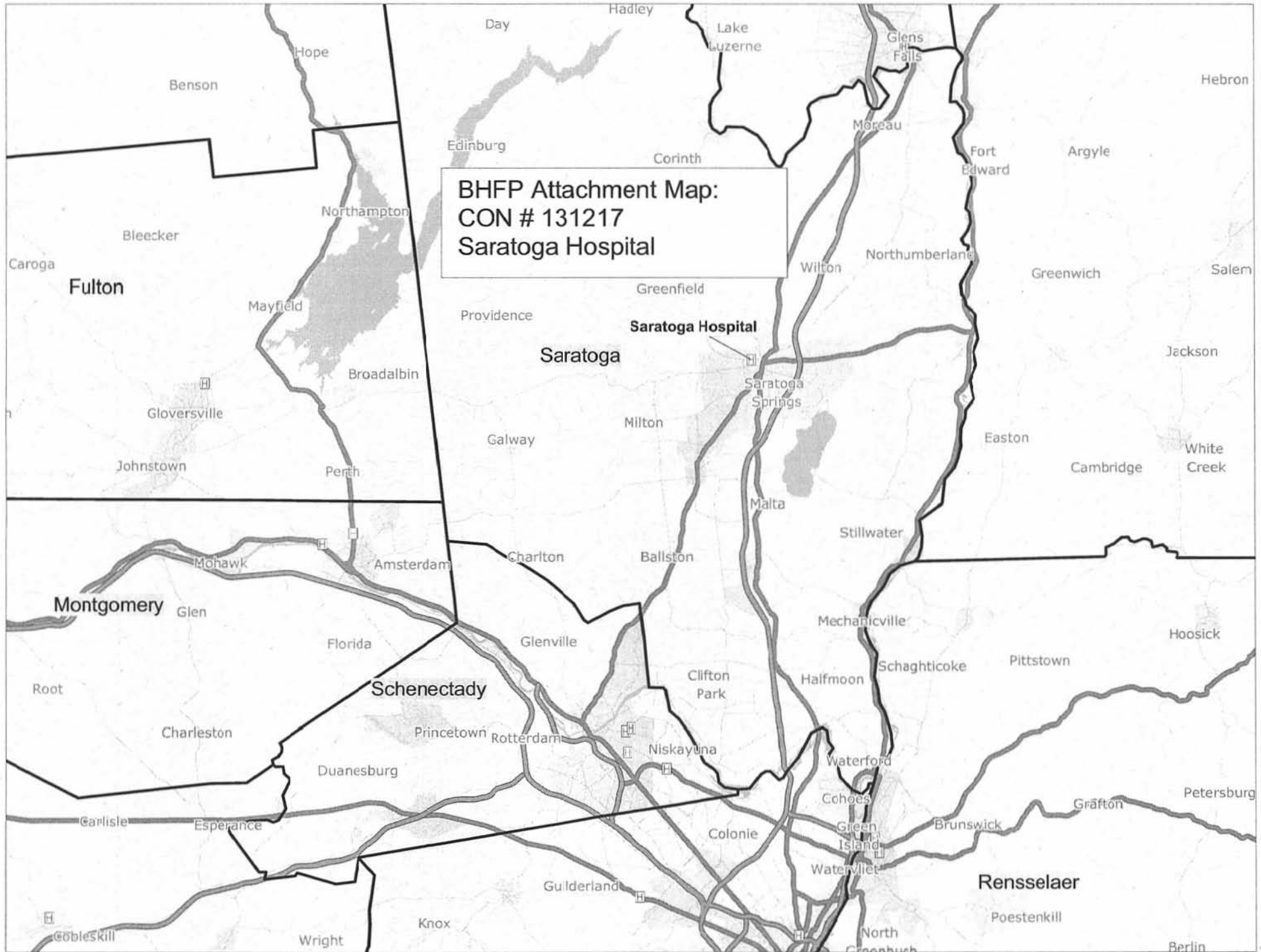
	<u>2012</u>	<u>2011</u>
Operating revenue:		
Patient service revenue, net of contractual allowances	\$ 218,520,389	209,699,417
Less provision for bad debts	(9,147,206)	(8,196,991)
Net patient service revenue	209,373,183	201,502,426
Other revenue	7,110,746	3,646,158
Net assets released from restrictions	166,289	156,754
Total operating revenue	<u>216,650,218</u>	<u>205,305,338</u>
Operating expenses:		
Salaries and wages	90,921,710	84,706,283
Employee benefits	21,252,469	19,620,990
Supplies and other	74,542,460	71,465,657
Depreciation and amortization	12,253,882	12,416,092
Interest	2,737,984	3,009,560
Total operating expenses	<u>201,708,505</u>	<u>191,218,582</u>
Operating margin	<u>14,941,713</u>	<u>14,086,756</u>
Nonoperating income (loss):		
Net investment income (loss)	2,480,951	(1,589,102)
Gain on disposal of fixed assets	1,201,828	341,024
Gifts, bequests, and other	83,275	74,911
Total nonoperating income (loss), net	<u>3,766,054</u>	<u>(1,173,167)</u>
Excess of revenue over expenses	18,707,767	12,913,589
Net assets released from restrictions used for purchase of property and equipment	2,053,325	3,404,422
Capital grant	240,149	—
Distribution to Saratoga Care, Inc.	—	(179,576)
Increase in unrestricted net assets	<u>\$ 21,001,241</u>	<u>16,138,435</u>

See accompanying notes to financial statements.

The Saratoga Hospital
Balance Sheets
April 30, 2013

Assets	Dec 31			Liabilities and Net Assets:	Dec 31		
	2013	2012	2012		2013	2012	2012
Current assets:				Current liabilities:			
Cash and cash equivalents	\$39,190,163	\$43,853,962	\$48,009,647	Accounts payable and accrued expenses	\$10,306,517	\$8,114,565	\$10,516,211
Investments	31,904,007	37,546,636	35,734,919	Accrued salaries, wages and related items	10,292,345	9,230,321	14,022,665
Accounts receivable:				Accrued interest payable	842,408	1,000,221	190,601
Patient Care	35,944,024	36,700,510	33,507,773	Due to third-party reimbursement agencies	5,499,615	7,917,301	6,256,000
Other	<u>2,983,468</u>	<u>1,226,712</u>	<u>2,723,660</u>	Current portion of mortgage, bank loan and bonds payable	2,431,545	2,835,850	3,183,212
Less estimated uncollectibles	<u>(12,156,599)</u>	<u>(11,439,628)</u>	<u>(11,990,000)</u>	Current portion of other long-term liabilities	<u>699,982</u>	<u>235,366</u>	<u>790,866</u>
	26,770,893	26,487,594	24,241,433	Total current liabilities	30,072,412	29,333,624	34,959,555
Inventories	5,805,396	5,296,201	5,450,640				
Accrued interest	24,558	41,817	24,558	Long-term liabilities, less current portion:			
Funds held by trustee	1,741,424	2,121,753	481,923	Mortgage and bonds payable	55,483,823	59,200,696	55,603,325
Prepaid expenses	<u>3,061,760</u>	<u>3,790,301</u>	<u>2,994,634</u>	Bank loan	4,149,996	4,000,000	4,149,996
Total current assets	108,498,201	119,138,264	116,937,754	Capital lease obligations	3,513,583	406,597	3,645,893
Assets whose use is limited:				Other long-term liabilities	<u>3,801,041</u>	<u>4,207,269</u>	<u>3,714,534</u>
By debt agreement	4,680,759	5,308,625	5,525,393	Total long-term liabilities	66,948,443	67,814,562	67,113,748
By board designation	1,269,609	936,007	1,181,300				
By donors	<u>1,188,218</u>	<u>1,347,234</u>	<u>1,156,099</u>				
	7,138,586	7,591,866	7,862,792				
Other assets:							
Unamortized financing expenses	2,035,562	3,066,968	3,022,358	Net Assets:			
Loans receivable, net of current portion	727,562	61,919	369,614	Unrestricted	151,469,468	133,749,792	146,767,164
Land held for investment	15,001	15,001	15,001	Temporarily restricted	3,053,711	3,953,971	2,872,281
Other investments	26,783,314	549,344	16,647,663	Permanently restricted	<u>971,323</u>	<u>583,615</u>	<u>698,492</u>
Interest in net assets of Saratoga Care Foundation	<u>2,836,816</u>	<u>3,277,723</u>	<u>2,414,674</u>	Total net assets	155,494,502	138,287,378	150,337,937
	32,398,255	6,970,955	22,469,310				
Property, plant and equipment, net				Total Liabilities and Net Assets	\$252,515,357	\$235,435,564	\$252,411,240
Property, plant and equipment	245,955,380	234,881,812	242,586,870				
Less accumulated depreciation	<u>(141,475,065)</u>	<u>(133,147,333)</u>	<u>(137,445,486)</u>				
	104,480,315	101,734,479	105,141,384				
Total Assets	\$252,515,357	\$235,435,564	\$252,411,240				

**BHFP Attachment Map:
CON # 131217
Saratoga Hospital**



**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

Hospice Services – Construction

Exhibit #3

	<u>Number</u>	<u>Applicant/Facility</u>
1.	131211 C	High Peaks Hospice and Palliative Care, Inc. (Franklin County)
2.	131252 C	The Community Hospice Inc. (Rensselaer County)

HIGH PEAKS HOSPICE & PALLIATIVE CARE, INC.

STATEMENTS OF FINANCIAL POSITION,
DECEMBER 31, 2012 AND 2011

	<u>12/31/2012</u>	<u>12/31/2011</u>
ASSETS		
Cash and Cash Equivalents	\$ 259,507	\$ 707,816
Investments	20,696	162,549
Accounts Receivable (Net of Allowance for Doubtful Accounts of \$ 5,000 in 2012 and \$ 10,000 in 2011)	253,741	231,969
Prepaid Expenses	33,629	28,666
Fixed Assets, Net	237,841	266,541
Other Investment	68,183	68,183
Restricted Cash and Investments	<u>533,727</u>	<u>533,727</u>
TOTAL ASSETS	<u>\$ 1,407,324</u>	<u>\$ 1,999,451</u>
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Accounts Payable	\$ 146,497	\$ 130,344
Accrued Wages and Benefits	<u>54,946</u>	<u>51,341</u>
Total Liabilities	<u>\$ 201,443</u>	<u>\$ 181,685</u>
NET ASSETS:		
Unrestricted:		
Undesignated	\$ 625,842	\$ 1,241,169
Board Designated	<u>46,312</u>	<u>42,870</u>
Total Unrestricted	<u>\$ 672,154</u>	<u>\$ 1,284,039</u>
Temporarily Restricted	<u>533,727</u>	<u>533,727</u>
Total Net Assets	<u>\$ 1,205,881</u>	<u>\$ 1,817,766</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,407,324</u>	<u>\$ 1,999,451</u>

Project #131211
 BFA Attachment A (cont.)
HIGH PEAKS HOSPICE & PALLIATIVE CARE, INC.

STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	12/31/2012	12/31/2011
UNRESTRICTED:		
REVENUES, GAINS AND OTHER SUPPORT:		
Patient Revenue	\$ 2,822,631	\$ 2,166,119
Contributions and Bequests	122,712	100,811
Special Projects	241,433	236,257
Grant Revenue	20,600	38,650
Interest and Dividend Income	7,442	8,391
Net Unrealized and Realized Gain (Loss) on Investment	808	3,520
Rent Income	17,240	7,537
Miscellaneous	561	955
Total Revenues, Gains and Other Support	\$ 3,233,427	\$ 2,562,240
EXPENSES:		
Program Services	\$ 2,983,062	\$ 2,346,793
General and Administrative	677,135	638,083
Fundraising	185,115	171,040
Total Expenses	\$ 3,845,312	\$ 3,155,916
CHANGE IN NET ASSETS	\$ (611,885)	\$ (593,676)
NET ASSETS - Beginning of Year	1,817,766	2,411,442
NET ASSETS - END OF YEAR	\$ 1,205,881	\$ 1,817,766

**The Community Hospice, Inc. and Affiliate
Combined Balance Sheets
December 31, 2012 and 2011**

	2012	2011
Assets		
Current assets		
Cash and cash equivalents	\$ 6,363,987	\$ 5,682,060
Accounts receivable, net	3,952,699	4,424,040
Pledges receivable, net	44,127	37,607
Prepaid expenses and other current assets	149,880	107,144
Total current assets	<u>10,510,693</u>	<u>10,250,851</u>
Property and equipment, net	5,658,431	6,040,578
Due from affiliates, net of current portion	2,994,000	1,423,064
Investments	25,512,705	21,777,514
Total assets	<u>\$ 44,675,829</u>	<u>\$ 39,492,007</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 4,752,780	\$ 5,499,989
Salaries and benefits payable	1,621,808	1,578,722
Due to affiliates	434,331	64,245
Other current liabilities	9,562	1,810
Total current liabilities	<u>6,818,481</u>	<u>7,144,766</u>
Insurance liabilities	2,994,000	1,423,064
Total liabilities	<u>9,812,481</u>	<u>8,567,830</u>
Net assets		
Unrestricted	34,158,098	30,216,740
Temporarily restricted	123,069	125,256
Permanently restricted	582,181	582,181
Total net assets	<u>34,863,348</u>	<u>30,924,177</u>
Total liabilities and net assets	<u>\$ 44,675,829</u>	<u>\$ 39,492,007</u>

The Community Hospice, Inc. and Affiliate
Combined Statements of Operations and Changes in Net Assets
Years Ended December 31, 2012 and 2011

	2012	2011
Unrestricted revenues, gains and other support		
Net patient service revenue	\$ 41,122,277	\$ 41,585,102
Other revenue	1,031,054	963,808
Contributions	1,800,700	1,601,444
Net assets released from restriction for operations	270,124	269,881
Total unrestricted revenues, gains and other support	<u>44,224,155</u>	<u>44,420,235</u>
Expenses		
Salaries and wages	19,299,824	18,446,993
Employee benefits	3,899,213	4,269,175
Physician fees	30,550	26,320
Professional fees and purchased services	12,110,212	12,624,684
Medical supplies	72,702	52,379
Pharmaceuticals	1,338,483	1,488,055
Depreciation	517,781	626,720
Insurance	133,000	133,000
Other	4,797,421	4,729,354
Total operating expenses	<u>42,199,186</u>	<u>42,396,680</u>
Operating income	2,024,969	2,023,555
Nonoperating gains (losses)		
Net assets released from restriction for capital purchases	-	3,543
Investment returns, net	1,916,389	(912,467)
Increase in unrestricted net assets	<u>3,941,358</u>	<u>1,114,631</u>
Temporarily restricted net assets		
Contributions	267,937	251,925
Net assets released from restriction for operations and capital purchases	(270,124)	(273,424)
Decrease in temporarily restricted net assets	<u>(2,187)</u>	<u>(21,499)</u>
Permanently restricted net assets		
Contributions	-	27,554
Increase in permanently restricted net assets	-	27,554
Increase in net assets	3,939,171	1,120,686
Net assets		
Beginning of year	30,924,177	29,803,491
End of year	<u>\$ 34,863,348</u>	<u>\$ 30,924,177</u>

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

**Upstate Request For Applications - Certified Home Health Agencies - Exhibit #4
Construction**

	<u>Number</u>	<u>Applicant/Facility</u>
1.	121239 C	Visiting Nurse Service of Rochester and Monroe County (Monroe County)
2.	121245 C	Lourdes at Home (Broome County)

**Visiting Nurse Service of
Rochester and Monroe County, Inc.
Balance Sheets
December 31, 2012 and 2011**

	2012	2011
Assets		
Cash and cash equivalents	\$ -	\$ -
Accounts receivable, net of allowance for doubtful accounts of approximately \$373,700 and \$256,700, respectively	5,316,043	4,449,745
Accounts receivable - affiliates	570,504	494,411
Insurance claims receivable	3,486,547	1,654,240
Prepaid expenses and other assets	163,867	377,677
Total current assets	<u>9,536,961</u>	<u>6,976,073</u>
Property and equipment, net	1,996,162	1,594,004
Total assets	<u>\$ 11,533,123</u>	<u>\$ 8,570,077</u>
Liabilities and Net Assets (Deficit)		
Line-of-credit	\$ 1,707,636	\$ 2,464,948
Cash overdraft	145,717	200,995
Current portion of notes payable to affiliates	97,964	-
Current portion of capital lease payable	178,458	-
Accounts payable and accrued expenses	5,655,357	4,579,727
Accounts payable - affiliates	5,883,181	3,791,291
Accrued workers compensation	3,486,547	1,654,240
Estimated third-party payor settlements	2,104,445	3,870,243
Deferred revenue	1,313,669	658,182
Total current liabilities	<u>20,572,974</u>	<u>17,219,626</u>
Capital lease payable, net of current portion	405,042	-
Accrued pension liability	4,517,217	4,552,290
Accrued postretirement liability	320,441	345,497
Total liabilities	<u>25,815,674</u>	<u>22,117,413</u>
Net assets (deficit)		
Unrestricted	<u>(14,282,551)</u>	<u>(13,547,336)</u>
Total liabilities and net assets (deficit)	<u>\$ 11,533,123</u>	<u>\$ 8,570,077</u>

**Visiting Nurse Service of
Rochester and Monroe County, Inc.
Statements of Operations and Changes in Net Assets (Deficit)
Years Ended December 31, 2012 and 2011**

	2012	2011
Revenues		
Net patient service revenue	\$ 37,766,407	\$ 34,829,229
Provision for bad debts	<u>(239,095)</u>	<u>(198,350)</u>
Net patient service revenue, less provision for bad debt	37,527,312	34,632,879
Other revenue - affiliates	634,822	640,002
Other	1,799,248	2,705,262
Contributions	<u>499,394</u>	<u>478,042</u>
Total revenues	<u>40,460,776</u>	<u>38,456,185</u>
Expenses		
Salaries and wages	17,427,027	18,272,091
Fringe benefits	3,757,186	3,309,066
Supplies	2,414,773	2,411,311
Business and professional	282,361	252,536
Occupancy	432,798	452,154
Contracted services	13,300,639	11,714,492
Depreciation and amortization	255,527	315,934
Interest	204,407	179,653
Office	757,099	785,703
Travel	654,699	650,398
Other	<u>1,519,257</u>	<u>1,517,776</u>
Total expenses	<u>41,005,773</u>	<u>39,861,114</u>
Deficiency of revenues over expenses	<u>(544,997)</u>	<u>(1,404,929)</u>
Pension and postretirement related charges other than net periodic pension and postretirement cost	<u>(190,218)</u>	<u>(1,793,860)</u>
Decrease in net assets	<u>(735,215)</u>	<u>(3,198,789)</u>
Net assets (deficit)		
Beginning of year	<u>(13,547,336)</u>	<u>(10,348,547)</u>
End of year	<u>\$ (14,282,551)</u>	<u>\$ (13,547,336)</u>

Strong Home Care Group, Inc.
(d.b.a. Visiting Nurse Foundation)
Consolidated Balance Sheets
December 31, 2012 and 2011

	2012	2011
Assets		
Cash and cash equivalents	\$ 621,952	\$ 390,695
Accounts receivable, net of allowance for doubtful accounts of \$408,923 and \$282,706 respectively	5,872,110	4,830,424
Accounts receivable - affiliates	129,984	94,707
Insurance claims receivable	3,486,547	1,654,240
Prepaid expenses and other assets	516,799	468,233
Total current assets	<u>10,627,392</u>	<u>7,438,299</u>
Investments	1,059,502	919,717
Property and equipment, net	1,996,162	1,594,004
Total assets	<u>\$ 13,683,056</u>	<u>\$ 9,952,020</u>
Liabilities and Net Assets		
Liabilities		
Line-of-credit	\$ 4,146,000	\$ 4,280,000
Cash overdraft	145,717	243,719
Current portion of notes payable to affiliates	97,964	-
Current portion of capital lease payable	178,458	-
Accounts payable and accrued expenses	6,480,987	5,232,000
Accounts payable - affiliates	6,005,661	3,890,886
Accrued workers compensation	3,486,547	1,654,240
Estimated third-party payor settlements	2,104,445	3,870,243
Deferred revenue	1,369,731	788,485
Total current liabilities	<u>24,015,510</u>	<u>19,959,573</u>
Capital lease payable, net of current portion	405,042	-
Accrued pension liability	4,517,217	4,552,290
Accrued postretirement liability	320,441	345,497
Total liabilities	<u>29,258,210</u>	<u>24,857,360</u>
Net assets (deficit)		
Unrestricted	(16,872,613)	(16,050,993)
Temporarily restricted	1,173,878	1,042,247
Permanently restricted	123,581	103,406
Total net assets (deficit)	<u>(15,575,154)</u>	<u>(14,905,340)</u>
Total liabilities and net assets	<u>\$ 13,683,056</u>	<u>\$ 9,952,020</u>

Strong Home Care Group, Inc.

(d.b.a. Visiting Nurse Foundation)

Consolidated Statements of Operations and Changes in Net Assets (Deficit)

Years Ended December 31, 2012 and 2011

	2012	2011
Revenues		
Net patient service revenue	\$ 41,498,564	\$ 37,962,448
Provision for bad debts	(278,197)	(218,413)
Net patient service revenue, less provision for bad debt	<u>\$ 41,220,367</u>	<u>\$ 37,744,035</u>
Other revenue - affiliates	147,642	199,396
Other revenue	3,136,953	2,786,927
Contributions	611,536	540,444
Net assets released from restriction	<u>638,260</u>	<u>455,998</u>
Total revenues	<u>45,754,758</u>	<u>41,726,800</u>
Expenses		
Salaries and wages	25,849,072	24,823,122
Fringe benefits	5,497,909	4,759,635
Supplies	2,865,076	2,424,301
Business and professional	345,179	319,251
Occupancy	533,511	547,250
Contracted services	7,294,454	6,718,348
Depreciation and amortization	255,527	315,934
Interest	240,479	206,229
Office	823,662	873,997
Travel	995,212	966,914
Other	<u>1,690,417</u>	<u>1,746,122</u>
Total expenses	<u>46,390,498</u>	<u>43,701,163</u>
Deficiency of revenues over expenses	<u>(635,740)</u>	<u>(1,974,363)</u>
Pension and postretirement related charges other than net periodic pension and postretirement cost	(190,218)	(1,793,860)
Gain (loss) on investments	<u>4,338</u>	<u>(1,519)</u>
Decrease in unrestricted net assets	<u>(821,620)</u>	<u>(3,769,742)</u>
Temporarily restricted net assets		
Contributions	675,352	398,229
Gain (loss) on investments	94,539	(19,794)
Net assets released from restrictions	<u>(638,260)</u>	<u>(455,998)</u>
(Decrease) increase in temporarily restricted net assets	<u>131,631</u>	<u>(77,563)</u>
Permanently restricted net assets		
Contributions	13,820	16,090
Gain on investments	<u>6,355</u>	<u>314</u>
Increase in temporarily restricted net assets	<u>20,175</u>	<u>16,404</u>
Decrease in net assets	<u>(669,814)</u>	<u>(3,830,901)</u>
Net assets (deficit)		
Beginning of year	<u>(14,905,340)</u>	<u>(11,074,439)</u>
End of year	<u>\$ (15,575,154)</u>	<u>\$ (14,905,340)</u>

UNIVERSITY OF ROCHESTER
AND RELATED ENTITIES
Consolidated Balance Sheet
As of June 30
(dollars in thousands)

Assets	2011	2010
Cash and cash equivalents	\$ 285,203	\$ 236,244
Operating investments, at market	209,393	213,121
Collateral held for securities lending	69,282	79,283
Accounts receivable, net	292,506	307,833
Inventories, prepaid expenses, and deferred charges	48,957	49,999
Contributions receivable, net	51,556	46,666
Notes receivable, net	48,006	48,163
Other assets	15,536	12,748
Investments held for long-term purposes	1,783,019	1,564,018
Property, plant, and equipment, net	1,453,775	1,401,038
Interest in net assets of foundation	13,743	12,370
Investments in perpetual trusts held by others	49,780	43,119
Total assets	\$ 4,320,756	\$ 4,014,602
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued expenses	\$ 305,494	\$ 295,987
Advanced receipt of sponsored research revenues	25,618	23,129
Deferred revenue	52,069	51,507
Third-party settlements payable, net	96,386	92,567
Securities lending liabilities	69,282	79,283
Accrued pension, post-retirement, and post-employment	308,073	283,562
Long-term debt	745,913	772,951
Asset retirement obligation	18,057	17,907
Refundable U.S. Government grants for student loans	16,004	15,942
Total liabilities	1,636,896	1,632,835
Net Assets:		
Unrestricted	1,818,709	1,877,267
Temporarily restricted	506,216	179,572
Permanently restricted	358,935	324,928
Total net assets	2,683,860	2,381,767
Total liabilities and net assets	\$ 4,320,756	\$ 4,014,602

UNIVERSITY OF ROCHESTER
AND RELATED ENTITIES
Consolidated Statement of Activities
Year Ended June 30, 2011
(dollars in thousands)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Operating revenues:				
Tuition and fees	\$ 343,537	\$ -	\$ -	\$ 343,537
Less: scholarships and fellowships	(142,321)	-	-	(142,321)
Net tuition and fees	201,216	-	-	201,216
State and local appropriations	1,875	-	-	1,875
Grants and contracts	438,022	-	-	438,022
Gifts and pledges	19,618	17,781	24,455	61,854
Hospital and faculty practice patient care activities	1,783,587	-	-	1,783,587
Auxiliary enterprises	79,653	-	-	79,653
Interest income and appreciation of operating investments	13,538	-	-	13,538
Educational activities	29,894	-	-	29,894
Royalty income	42,318	-	-	42,318
Other sources	13,758	(28)	-	13,730
Long-term investment income and gains allocated to operations	87,717	-	-	87,717
Net assets released from restriction	47,659	(47,659)	-	-
Total operating revenues	2,758,855	(29,906)	24,455	2,753,404
Operating expenses:				
Salaries and wages	1,306,985	-	-	1,306,985
Fringe benefits	367,618	-	-	367,618
Total compensation	1,674,603	-	-	1,674,603
Supplies	344,487	-	-	344,487
Business and professional	195,798	-	-	195,798
Utilities	53,918	-	-	53,918
Maintenance and facilities costs	112,914	-	-	112,914
Depreciation	158,441	-	-	158,441
Interest	29,344	-	-	29,344
Other	81,732	-	-	81,732
Total operating expenses	2,651,237	-	-	2,651,237
Change in net assets from operating activities	107,618	(29,906)	24,455	102,167
Non-operating activities:				
Long-term investment activities:				
Investment income	12,775	4,611	(126)	17,260
Net appreciation	140,635	115,119	7,273	263,027
Total long-term investment activities	153,410	119,730	7,147	280,287
Long-term investment income and gains allocated for operations	(87,717)	-	-	(87,717)
Other changes, net	7,909	(205)	3,157	10,861
Change in valuation of annuities	-	(2,753)	(752)	(3,505)
Change in net assets from non-operating activities	73,602	116,772	9,552	199,926
Change in net assets before cumulative effect of change in accounting principle	181,220	86,866	34,007	302,093
Cumulative effect of change in accounting principle	(239,778)	239,778	-	-
Change in net assets	(58,558)	326,644	34,007	302,093
Beginning net assets	1,877,267	179,572	324,928	2,381,767
Ending net assets	\$ 1,818,709	\$ 506,216	\$ 358,935	\$ 2,683,860

UNIVERSITY OF ROCHESTER
AND RELATED ENTITIES
Consolidated Statement of Activities
Year Ended June 30, 2010
(dollars in thousands)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Operating revenues:				
Tuition and fees	\$ 321,252	\$ -	\$ -	\$ 321,252
Less: scholarships and fellowships	(132,222)	-	-	(132,222)
Net tuition and fees	189,030	-	-	189,030
State and local appropriations	1,737	-	-	1,737
Grants and contracts	419,643	-	-	419,643
Gifts and pledges	17,917	15,076	14,969	47,962
Hospital and faculty practice patient care activities	1,708,304	-	-	1,708,304
Auxiliary enterprises	77,248	-	-	77,248
Interest income and appreciation of operating investments	13,361	-	-	13,361
Educational activities	29,571	-	-	29,571
Royalty income	38,978	-	-	38,978
Other sources	13,876	28	-	13,904
Long-term investment income and gains allocated to operations	86,349	-	-	86,349
Net assets released from restriction	40,158	(40,158)	-	-
Total operating revenues	2,636,172	(25,054)	14,969	2,626,087
Operating expenses:				
Salaries and wages	1,241,914	-	-	1,241,914
Fringe benefits	353,387	-	-	353,387
Total compensation	1,595,301	-	-	1,595,301
Supplies	336,317	-	-	336,317
Business and professional	193,573	-	-	193,573
Utilities	52,075	-	-	52,075
Maintenance and facilities costs	105,186	-	-	105,186
Depreciation	141,957	-	-	141,957
Interest	28,053	-	-	28,053
Other	65,661	-	-	65,661
Total operating expenses	2,518,123	-	-	2,518,123
Change in net assets from operating activities	118,049	(25,054)	14,969	107,964
Non-operating activities:				
Long-term investment activities:				
Investment income	12,471	83	(76)	12,478
Net appreciation	114,127	28,387	149	142,663
Total long-term investment activities	126,598	28,470	73	155,141
Long-term investment income and gains allocated for operations	(86,349)	-	-	(86,349)
Loss on extinguishment of debt	(2,014)	-	-	(2,014)
Other changes, net	(3,378)	122	1,709	(1,547)
Change in valuation of annuities	-	(2,632)	(34)	(2,666)
Change in net assets from non-operating activities	34,857	25,960	1,748	62,565
Change in net assets	152,906	906	16,717	170,529
Beginning net assets	1,724,361	178,666	308,211	2,211,238
Ending net assets	\$ 1,877,267	\$ 179,572	\$ 324,928	\$ 2,381,767

Our Lady of Lourdes Memorial Hospital, Inc. and Affiliates

Consolidated Balance Sheets
(Dollars in Thousands)

	December 31,	
	2012	2011
Assets		
Current assets:		
Cash and cash equivalents	\$ 14,572	\$ 3,739
Accounts receivable, less allowances for uncollectible accounts (\$14,039 and \$11,742 in 2012 and 2011, respectively)	27,499	28,195
Inventories	3,844	3,189
Other	5,985	5,543
Total current assets	<u>51,900</u>	<u>40,666</u>
Investments	159,223	135,065
Assets limited as to use:		
Investment in net assets of Lourdes Hospital Foundation, Inc.	23,068	20,600
Other	310	265
Total assets limited as to use	<u>23,378</u>	<u>20,865</u>
Property and equipment:		
Land and improvements	12,107	11,585
Buildings and equipment	213,515	191,103
Construction in progress	1,450	17,651
Less accumulated depreciation	(137,572)	(127,973)
Total property and equipment, net	<u>89,500</u>	<u>92,366</u>
Other assets:		
Capitalized computer software, net	5,085	5,904
Investment in unconsolidated entities	604	638
Deferred compensation deposits	9,948	9,117
Other	309	453
Total other assets	<u>15,946</u>	<u>16,112</u>
Total assets	<u>\$ 339,947</u>	<u>\$ 305,074</u>

Our Lady of Lourdes Memorial Hospital, Inc. and Affiliates

Consolidated Balance Sheets (continued)
 (Dollars in Thousands)

	December 31,	
	2012	2011
Liabilities and net assets		
Current liabilities:		
Current portion of long-term debt	\$ 647	\$ 306
Accounts payable and accrued liabilities	19,696	21,262
Estimated third-party payor settlements, net	29,226	31,350
Current portion of self-insurance liabilities	974	892
Other	7,112	4,850
Total current liabilities	<u>57,655</u>	<u>58,660</u>
Noncurrent liabilities:		
Long-term debt	42,729	43,412
Self-insurance liabilities	1,279	1,167
Pension	10,239	1,766
Deferred compensation	9,948	9,117
Other	1,632	1,843
Total noncurrent liabilities	<u>65,827</u>	<u>57,305</u>
Total liabilities	<u>123,482</u>	<u>115,965</u>
Net assets:		
Unrestricted	193,087	168,244
Temporarily restricted	10,763	8,275
Permanently restricted	12,615	12,590
Total net assets	<u>216,465</u>	<u>189,109</u>
Total liabilities and net assets	<u>\$ 339,947</u>	<u>\$ 305,074</u>

Our Lady of Lourdes Memorial Hospital, Inc. and Affiliates

Consolidated Statements of Operations
 and Changes in Net Assets
(Dollars in Thousands)

	Years Ended December 31,	
	2012	2011
Operating revenue:		
Net patient service revenue	\$ 285,918	\$ 264,130
Less provision for doubtful accounts	(13,032)	(10,451)
Net patient service revenue less provision for doubtful accounts	272,886	253,679
Other revenue	13,494	13,154
Total operating revenue	<u>286,380</u>	<u>266,833</u>
Operating expenses:		
Salaries and wages	115,201	109,074
Employee benefits	29,200	32,826
Purchased services	32,054	28,592
Professional fees	10,806	9,113
Supplies	39,477	37,734
Insurance	1,875	895
Interest	1,333	1,187
Depreciation	9,982	9,112
Other	27,514	27,506
Total recurring operating expenses	<u>267,442</u>	<u>256,039</u>
Income from operations before curtailment gain, program revenues, and nonrecurring expenses	18,938	10,794
Curtailment gain	-	11,175
Program revenues – Meaningful Use incentive payments	2,988	749
Nonrecurring income (expenses), net	1,632	(2,772)
Income from operations	<u>23,558</u>	<u>19,946</u>
Nonoperating gains, net	10,439	1,119
Excess of revenue over expenses	<u>\$ 33,997</u>	<u>\$ 21,065</u>

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

**Downstate Request For Applications - Certified Home Health
Agencies - Construction**

Exhibit #5

1. 121327 C Hebrew Hospital Home LTHHCP
(Bronx County)

HEBREW HOSPITAL HOME OF WESTCHESTER, INC.
(A Not-For-Profit Corporation)

STATEMENTS OF FINANCIAL POSITION

December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and Cash Equivalents (Overdraft)	\$ (29,467)	\$ 42,679
Accounts Receivable	6,120,842	6,725,399
Prepaid Expenses	3,354	3,257
TOTAL CURRENT ASSETS	<u>6,094,729</u>	<u>6,771,335</u>
ASSETS WHOSE USE IS LIMITED	<u>2,564,609</u>	<u>2,260,203</u>
PROPERTY, PLANT, AND EQUIPMENT - NET	<u>19,239,473</u>	<u>19,967,483</u>
CONSTRUCTION IN PROGRESS	<u>2,437,721</u>	<u>2,416,354</u>
OTHER ASSETS		
Financing Costs - Net	480,259	508,472
Security Deposits	48,030	46,265
Patient Funds Cash	<u>532,231</u>	<u>489,576</u>
TOTAL OTHER ASSETS	<u>1,060,520</u>	<u>1,044,313</u>
TOTAL ASSETS	<u>\$31,397,052</u>	<u>\$32,459,688</u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts Payable	\$ 4,607,405	\$ 5,157,841
Accrued Expenses and Taxes Payable	2,343,973	2,449,455
Due to Medicaid	1,138,470	1,396,508
Due to Medicare	-	554,880
Cash Assessment Liability	302,366	302,366
Current Portion of Long-term Debt	<u>673,621</u>	<u>642,174</u>
TOTAL CURRENT LIABILITIES	<u>9,065,835</u>	<u>10,503,224</u>
LONG-TERM LIABILITIES		
Long-term Debt Less Current Portion	14,778,186	15,451,808
Patient Funds Liability	<u>248,703</u>	<u>332,329</u>
TOTAL LONG-TERM LIABILITIES	<u>15,026,889</u>	<u>15,784,137</u>
TOTAL LIABILITIES	<u>24,092,724</u>	<u>26,287,361</u>
COMMITMENTS AND CONTINGENCIES		
NET ASSETS		
Unrestricted	4,739,719	3,912,124
Temporarily Restricted	-	-
Permanently Restricted	<u>2,564,609</u>	<u>2,260,203</u>
TOTAL NET ASSETS	<u>7,304,328</u>	<u>6,172,327</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$31,397,052</u>	<u>\$32,459,688</u>

Project #121327
BFA Attachment A (cont.)

HEBREW HOSPITAL HOME OF WESTCHESTER, INC.
(A Not-For-Profit Corporation)

STATEMENTS OF UNRESTRICTED OPERATING REVENUES AND EXPENSES AND CHANGES IN NET ASSETS

For the Years Ended December 31, 2012 and 2011

	2012		2011	
	AMOUNT	COST PER PATIENT DAY	AMOUNT	COST PER PATIENT DAY
UNRESTRICTED OPERATING REVENUES:				
Routine and Ancillary Revenues	\$ 43,893,998	\$ 785.79	\$ 48,359,266	\$ 865.72
Less: Contractual Allowances	<u>6,342,018</u>	<u>112.53</u>	<u>8,893,852</u>	<u>159.22</u>
Net Routine and Ancillary Revenues	37,551,980	672.26	39,465,407	706.50
Other Revenues	<u>308,591</u>	<u>5.52</u>	<u>307,210</u>	<u>5.50</u>
TOTAL UNRESTRICTED OPERATING REVENUES	<u>37,860,571</u>	<u>677.78</u>	<u>39,772,617</u>	<u>712.00</u>
OPERATING EXPENSES:				
Nursing	8,454,516	151.34	8,417,823	150.69
Food and Nutrition	1,499,572	26.85	1,523,119	27.26
Social Services	233,869	4.19	208,299	3.72
Cleanliness and Safety	1,944,912	34.82	1,993,055	35.69
Activities	484,603	8.67	548,224	9.82
Administrative and General	4,097,632	73.33	5,120,757	91.67
Ancillary and Medical Care	1,709,971	30.42	1,495,555	26.69
Property Expenditures	882,215	15.79	918,248	16.44
Adult Day Care	1,757,884	31.47	1,918,970	34.36
Long-Term Home Health Care	<u>17,233,393</u>	<u>308.53</u>	<u>18,514,032</u>	<u>321.43</u>
TOTAL OPERATING EXPENSES	<u>38,298,567</u>	<u>685.42</u>	<u>40,658,102</u>	<u>727.78</u>
DEFICIENCY OF UNRESTRICTED OPERATING REVENUES OVER OPERATING EXPENSES BEFORE NON-OPERATING REVENUES AND EXPENSES	<u>(437,996)</u>	<u>(7.64)</u>	<u>(885,485)</u>	<u>(15.78)</u>
NON-OPERATING REVENUES AND EXPENSES				
Realized Gains (Losses) on Investments	11,098	0.20	(147,141)	(2.63)
Prior Year Medicaid Audit Recoupment	(171,200)	(3.06)	(1,357,798)	(24.31)
Investment Income	26,006	0.47	20,339	0.36
Depreciation and Amortization	<u>(905,514)</u>	<u>(16.21)</u>	<u>(880,538)</u>	<u>(15.76)</u>
TOTAL NON-OPERATING REVENUES AND EXPENSES	<u>(1,039,610)</u>	<u>(18.60)</u>	<u>(2,365,138)</u>	<u>(42.34)</u>
DEFICIENCY OF UNRESTRICTED OPERATING REVENUES OVER OPERATING EXPENSES	<u>\$ (1,477,606)</u>	<u>\$ (26.24)</u>	<u>\$ (3,250,623)</u>	<u>\$ (58.12)</u>
NET ASSETS - BEGINNING OF YEAR	<u>UNRESTRICTED</u> 3,912,124	<u>PERMANENTLY RESTRICTED</u> 2,260,203	<u>UNRESTRICTED</u> 8,207,366	<u>PERMANENTLY RESTRICTED</u> 2,623,743
DEFICIENCY OF UNRESTRICTED OPERATING REVENUES OVER OPERATING EXPENSES	(1,782,012)	304,406	(2,887,083)	(361,540)
INTERCOMPANY TRANSFERS AND OTHER ADJUSTMENTS	<u>2,609,607</u>	<u>-</u>	<u>(1,408,159)</u>	<u>-</u>
NET ASSETS - END OF YEAR	<u>\$ 4,739,719</u>	<u>\$ 2,564,609</u>	<u>\$ 3,912,124</u>	<u>\$ 2,260,203</u>

Hebrew Hospital Home Organization
Combined Statement of Financial Position
December 31, 2012

	1	10 & 12	9, 11, 13 & 15	14 & 16	2022	25	30 - 31	Total
	HHCS	HHH Becons	Westchester	Choices	Senior Housing	HHH Foundation	Homecare	
ASSETS								
Cash and Cash Equivalents	\$ (1,073,355)	\$ -	\$ (29,467)	\$ 3,160,874	\$ (377,768)	\$ 9,345	\$ (48,488)	\$ 1,641,141
Accounts Receivable - Net	-	-	6,120,842	516,687	731,195	10,000	4,761,454	12,140,178
Due from Related Parties	-	-	-	-	-	16,848,236	4,815,243	21,663,579
Investments	3,569,099	-	2,564,609	2,214,079	4,528,639	7,137,300	-	20,013,675
Prepaid Expenses	363,108	-	3,354	9,025	519,949	-	-	895,446
TOTAL CURRENT ASSETS	2,858,852	-	8,659,338	5,990,625	5,402,015	24,004,981	9,528,209	56,354,020
Fixed Assets	523,867	-	19,239,473	557,880	34,285,811	-	133,979	54,748,010
Construction in Progress	82,505	1,013	2,437,721	8,338,577	61,348	-	841,749	11,762,913
Security Deposits	-	-	46,930	7,184	62,810	-	34,862	152,886
Other Assets	-	-	480,259	-	682,003	-	-	1,162,262
Patient Fund Cash	-	-	332,231	-	4,543	-	-	536,774
TOTAL ASSETS	\$ 3,470,224	\$ 1,013	\$ 31,397,032	\$ 14,804,266	\$ 40,998,430	\$ 24,004,981	\$ 10,540,292	\$ 124,716,865
LIABILITIES								
Accounts Payable	\$ 346,188	\$ 2,719	\$ 4,607,405	\$ 7,631,991	\$ 1,644,017	\$ 3,036	\$ 1,787,239	\$ 16,222,595
Miscellaneous Payable and Accruals	898,636	-	2,343,973	1,276,742	-	-	1,860,203	6,379,554
Due to Related Parties	2,179,222	4,638,996	-	-	14,873,614	-	-	21,691,742
Due to Union	-	-	-	-	-	-	953,643	953,643
Due to Medicaid	-	-	1,138,470	-	-	-	-	1,138,470
Deferred Charges	-	-	307,366	-	470,648	-	-	470,648
Health Facilities Assessment Payable	-	-	-	-	-	-	-	302,366
TOTAL CURRENT LIABILITIES	3,424,046	4,641,625	8,392,214	9,108,733	16,988,279	3,036	4,601,085	47,159,018
Bond Payable	-	-	-	-	13,903,000	-	-	13,903,000
Mortgage	-	-	15,451,807	-	-	-	-	15,451,807
Deposit Refunds/Entrance Fees Payable	-	-	-	-	36,607,793	-	-	36,607,793
Patient Fund Liability	-	-	248,703	-	9,114	-	-	257,817
TOTAL LIABILITIES	3,424,046	4,641,625	24,092,724	9,108,733	67,510,186	3,036	4,601,085	113,381,433
NET ASSETS								
Beginning Balance	952,347	(3,752,053)	6,172,327	5,635,854	(25,756,848)	22,885,762	4,718,038	10,855,427
Intercompany Transfers	(1,121,575)	(312,465)	2,699,607	(7,189,893)	605,948	390,724	(214,381)	(242,035)
Unrealized Gain (Loss) on Investment	215,406	-	-	3,256	-	-	-	218,762
Net Income (Loss)	-	(566,094)	(1,477,609)	3,246,216	(1,860,256)	775,452	1,436,057	503,276
TOTAL NET ASSETS	46,178	(4,640,612)	7,394,328	5,695,223	(27,011,656)	24,004,981	5,292,714	11,335,430
TOTAL LIABILITY AND NET ASSETS	\$ 3,470,224	\$ 1,013	\$ 31,397,032	\$ 14,804,266	\$ 40,998,430	\$ 24,004,981	\$ 10,540,292	\$ 124,716,865

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

**Downstate Dear Administrator Letters – Long Term Home Health
Care Program - Construction**

Exhibit #6

1. 121457 C Split Rock Rehabilitation and Health Care Center
(Bronx County)

SPLIT ROCK REHABILITATION AND HEALTH CARE CENTER, LLC
(a limited liability company)
BALANCE SHEETS

	At December 31	
	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 2,518,425	\$ 3,733,029
Cash - restricted - patient funds	172,986	225,696
Accounts receivable - less allowance for doubtful accounts of \$473,800 and \$177,900	5,472,945	6,127,523
Supplies on hand	34,324	34,324
Prepaid expenses and other	490,799	564,712
Deferred tax asset	21,000	8,900
Due from related party	163,332	184,304
Total current assets	<u>8,873,811</u>	<u>10,878,488</u>
Property and equipment - net	878,823	883,530
Intangible assets - net	59,126	75,319
Investment	59,100	59,100
Goodwill	13,570,385	13,570,385
Deferred tax asset	14,200	17,800
Security deposits	22,423	14,990
TOTAL ASSETS	<u>\$ 23,477,868</u>	<u>\$ 25,499,612</u>
LIABILITIES AND MEMBERS' EQUITY		
Current liabilities		
Mortgage and notes payable	\$ 302,496	\$ 288,625
Capital lease obligations - net	11,465	18,526
Accounts payable	4,047,816	6,112,935
Accrued expenses	1,068,163	680,087
Accrued taxes	33,310	25,851
Patients' funds and deposits payable	187,322	240,689
Due to third party payors	13,948	895,849
Due to affiliate	5,472,298	3,779,344
Due to prior owner	2,237,236	2,060,808
Total current liabilities	<u>13,374,054</u>	<u>14,102,714</u>
Mortgage and notes payable	8,845,114	9,147,610
Interest rate swap agreement	428,196	461,810
Capital lease obligations - net	5,730	17,195
Total liabilities	<u>22,653,094</u>	<u>23,729,329</u>
Members' equity	<u>824,774</u>	<u>1,770,283</u>
TOTAL LIABILITIES AND MEMBERS' EQUITY	<u>\$ 23,477,868</u>	<u>\$ 25,499,612</u>

SPLIT ROCK REHABILITATION AND HEALTH CARE CENTER, LLC
(a limited liability company)
STATEMENTS OF EARNINGS AND MEMBERS' EQUITY

	Years ended December 31	
	2011	2010
Revenues	\$ 34,391,249	\$ 32,864,999
Operating expenses	<u>33,683,748</u>	<u>32,441,716</u>
Earnings from operations	707,501	423,283
Other (income) expenses:		
Interest and dividend income	14,267	12,786
Change in fair value of interest rate swap agreement	33,614	(461,810)
Interest expense	<u>(589,391)</u>	<u>(657,124)</u>
Earnings (loss) before income taxes	165,991	(682,865)
Provision for income taxes	<u>(8,500)</u>	<u>139,057</u>
NET EARNINGS (LOSS)	174,491	(821,922)
Members' equity - beginning of year	<u>1,770,283</u>	<u>2,832,205</u>
	1,944,774	2,010,283
Members' equity - distributed	<u>(1,120,000)</u>	<u>(240,000)</u>
MEMBERS' EQUITY - END OF YEAR	<u>\$ 824,774</u>	<u>\$ 1,770,283</u>

SPLIT ROCK REHABILITATION AND HEALTH CARE CENTER, LLC
(a limited liability company)
BALANCE SHEETS
December 31, 2012
FOR INTERNAL MANAGEMENT USE ONLY

ASSETS

Current assets

Cash and cash equivalents	\$ 3,717,232
Cash - restricted - patient funds	178,000
Accounts receivable - less allowance for doubtful	5,105,661
Supplies on hand	34,324
Prepaid expenses and other	493,533
Deferred tax asset	21,000
Due from affiliate	1,037,601
Due from related party	156,818
Total current assets	<u>10,744,169</u>

Property and equipment - net	817,724
Intangible assets - net	111,097
Investments	59,100
Goodwill	13,570,385
Deferred tax asset	14,200
Security deposits	25,654

TOTAL ASSETS \$ 25,342,329

LIABILITIES AND MEMBERS' EQUITY

Current liabilities

Mortgage and notes payable	\$ 302,496
Capital lease obligations - net	11,465
Accounts payable	3,284,620
Accrued expenses	737,965
Accrued taxes	32,792
Patients' funds and deposits payable	171,332
Due to third party payors	192,776
Due to prior owner	1,941,153
Total current liabilities	<u>6,674,599</u>

Mortgage and notes payable	8,542,767
Interest rate swap agreement	428,196
Capital lease obligations - net	(6,930)
Total liabilities	<u>15,638,632</u>

Members' equity 9,703,697

TOTAL LIABILITIES AND MEMBERS' EQUITY \$ 25,342,329

SPLIT ROCK REHABILITATION AND HEALTH CARE CENTER, LLC
(a limited liability company)
STATEMENTS OF EARNINGS AND MEMBERS' EQUITY
TWELVE MONTHS ENDED DECEMBER 31, 2012
FOR INTERNAL MANAGEMENT USE ONLY

Revenues	\$ 33,669,186
Operating expenses	<u>30,268,527</u>
Earnings from operations	3,400,659
Other (income) expenses:	
Interest and dividend income	(5,553)
Change in fair value of interest rate swap agreement	
Interest expense	<u>(516,182)</u>
Earnings (loss) before income taxes	2,878,924
Provision for income taxes (benefit)	<u>-</u>
NET EARNINGS	2,878,924
Members' equity - beginning of year	<u>824,773</u>
	3,703,697
Members' equity - contributed	<u>6,000,000</u>
MEMBERS' EQUITY - DECEMBER 31, 2012	<u><u>\$ 9,703,697</u></u>

PRELIMINARY DRAFT
SUBJECT TO CHANGE

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

Ambulatory Surgery Centers - Establish/Construct

Exhibit #7

	<u>Number</u>	<u>Applicant/Facility</u>
1.	111439 B	Bronx SC, LLC (Westchester County)
2.	121373 B	Lockport Ambulatory Surgery, LLC (Niagara County)
3.	122265 B	Island Ambulatory Surgery Center, LLC (Kings County)
4.	122270 B	Manhattan ASC, LLC (New York County)
5.	131026 B	Central New York ASC, LLC d/b/a OMNI Outpatient Surgery Center (Oneida County)
6.	131085 E	Heritage One Day Surgery (Onondaga County)
7.	131151 E	Hudson Valley Ambulatory Surgery, LLC (Orange County)
8.	131243 E	Yorkville Endoscopy Center (New York County)

The New York Eye and Ear Infirmary and Affiliates
Consolidated Balance Sheets
December 31, 2012 and 2011

<i>(in thousands of dollars)</i>	2012	2011
Assets		
Current assets		
Cash and cash equivalents	\$ 22,600	\$ 29,542
Investments	26,661	15,082
Patient accounts receivable, less allowance for doubtful accounts of \$7,703 in 2012 and \$15,145 in 2011	16,723	13,445
Estimated third-party payor settlements	2,049	151
Supplies, prepaid expenses and other current assets	5,476	4,824
Total current assets	<u>73,509</u>	<u>63,044</u>
Investments, net of current portion	7,409	6,908
Reinsurance receivables	28,975	25,908
Property and equipment, net	57,907	53,671
Other assets	1,008	876
Total assets	<u>\$ 168,808</u>	<u>\$ 150,405</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 18,536	\$ 17,119
Accrued salaries and vacation accrual	4,713	3,838
Estimated third-party payor settlements	2,400	6,616
Total current liabilities	<u>25,649</u>	<u>27,573</u>
Insured liabilities	28,975	25,906
Accrued pension liability	39,843	34,993
Estimated third-party payor settlements	3,664	3,479
Other liabilities	2,729	2,665
Total liabilities	<u>100,860</u>	<u>94,616</u>
Net assets		
Unrestricted	50,150	38,889
Temporarily restricted	10,030	9,632
Permanently restricted	7,768	7,268
Total net assets	<u>67,948</u>	<u>55,789</u>
Total liabilities and net assets	<u>\$ 168,808</u>	<u>\$ 150,405</u>

The New York Eye and Ear Infirmary and Affiliates
Consolidated Statements of Operations
Years Ended December 31, 2012 and 2011

<i>(in thousands of dollars)</i>	2012	2011
Revenue		
Net patient service revenue	\$ 135,317	\$ 123,829
Other operating revenue	17,346	13,222
Investment income	3,093	160
Net assets released from restriction - operations	3,743	4,536
Total revenue	<u>159,499</u>	<u>141,747</u>
Expenses		
Salaries and wages	59,610	55,796
Employee benefits	19,910	17,385
Supplies and other expenses	55,606	49,457
Depreciation	7,216	6,672
Total expenses	<u>142,342</u>	<u>129,310</u>
Operating income	17,157	12,437
Other income		
Unrestricted contributions	<u>755</u>	<u>285</u>
Excess of revenue over expenses	17,912	12,722
Net assets released from restriction - capital and other	1,182	2,781
Pension related changes other than net periodic costs	<u>(7,833)</u>	<u>(10,918)</u>
Increase in unrestricted net assets	<u>\$ 11,261</u>	<u>\$ 4,585</u>

BRONX SC, LLC

ESTABLISH A MULTI-SPECIALTY FREESTANDING AMBULATORY SURGERY CENTER

PRO FORMA BALANCE SHEET

ASSETS

Cash	\$1,218,283
Leasehold Improvements/Other	\$5,051,031
Equipment	<u>\$2,484,466</u>
TOTAL ASSETS	\$8,753,780

LIABILITIES AND MEMBER EQUITY

LIABILITIES

Capital Loan	\$6,028,398
Working Capital Loan	<u>\$0</u>
TOTAL LIABILITIES	\$6,028,398
MEMBER EQUITY	<u>\$2,725,383</u>

TOTAL LIABILITIES AND MEMBER EQUITY	\$8,753,780
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SPECIALTY SURGERY CENTER OF CENTRAL NEW YORK
(A Limited Liability Company)

COMBINED BALANCE SHEETS

	<u>December 31,</u>	
	<u>2012</u>	<u>2011</u>
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	\$ 802,905	\$ 365,463
Accounts receivable, less allowance for doubtful accounts of \$50,000 and contractual allowance of \$628,000 and \$2,740,000 in 2012 and 2011	139,608	706,118
Insurance settlement receivable	828,600	-
Inventory	199,869	171,811
Prepaid expenses and other assets	93,005	95,442
Total current assets	2,063,987	1,338,834
Property, plant and equipment, net	1,827,854	1,816,827
Other assets	14,521	23,853
	<u>\$ 3,906,362</u>	<u>\$ 3,179,514</u>
<u>Liabilities and Members' Equity</u>		
Current liabilities:		
Current portion of long-term debt	\$ 228,598	\$ 303,751
Accounts payable and accrued liabilities	410,121	524,204
Deferred member contribution	426,801	-
Total current liabilities	1,065,520	827,955
Long-term debt	-	379,689
Members' equity:	2,840,842	1,971,870
Total liabilities and members' equity	<u>\$ 3,906,362</u>	<u>\$ 3,179,514</u>

SPECIALTY SURGERY CENTER OF CENTRAL NEW YORK
(A Limited Liability Company)

COMBINED STATEMENTS OF INCOME AND MEMBERS' EQUITY

	<u>Year ended December 31,</u>	
	<u>2012</u>	<u>2011</u>
Revenue:		
Net patient revenues :	\$ 10,198,941	\$ 10,132,126
Salaries and benefits:		
Medical staff salaries	1,645,190	1,399,164
Management salaries	170,145	182,790
Administrative staff salaries	300,439	253,212
Other salaries	331,824	456,878
Total salaries and benefits	<u>2,447,598</u>	<u>2,292,044</u>
Physical resources:		
Medical supplies	2,457,305	2,024,105
Rent expense	281,762	324,641
Management fee expense	15,000	25,000
Total physical resources	<u>2,754,067</u>	<u>2,373,746</u>
General and administrative expenses	1,740,451	1,593,581
Total operating expenses	<u>6,942,116</u>	<u>6,259,371</u>
Income before other income	3,256,825	3,872,755
Other income/(expense)		
Other income	250,331	2,781
Interest expense	<u>(19,500)</u>	<u>(32,393)</u>
Income before extraordinary items	3,487,656	3,843,143
Extraordinary items		
Gain on equipment from insurance settlement	222,596	-
Business interruption insurance settlement	<u>775,000</u>	<u>-</u>
Consolidated net income	4,485,252	3,843,143
Members' equity, beginning of year	1,971,870	1,951,863
Members' transfer of capital	-	1,556,099
Distributions of sale/purchase	-	(1,517,485)
Distributions of income	(3,616,280)	(3,823,136)
Distributions - Other	<u>-</u>	<u>(38,614)</u>
Members' equity, end of year	<u>\$ 2,840,842</u>	<u>\$ 1,971,870</u>

Melville Surgery Center, LLC
Balance Sheet
As of December 31, 2012

INTERNALLY PREPARED, NOT GAAP

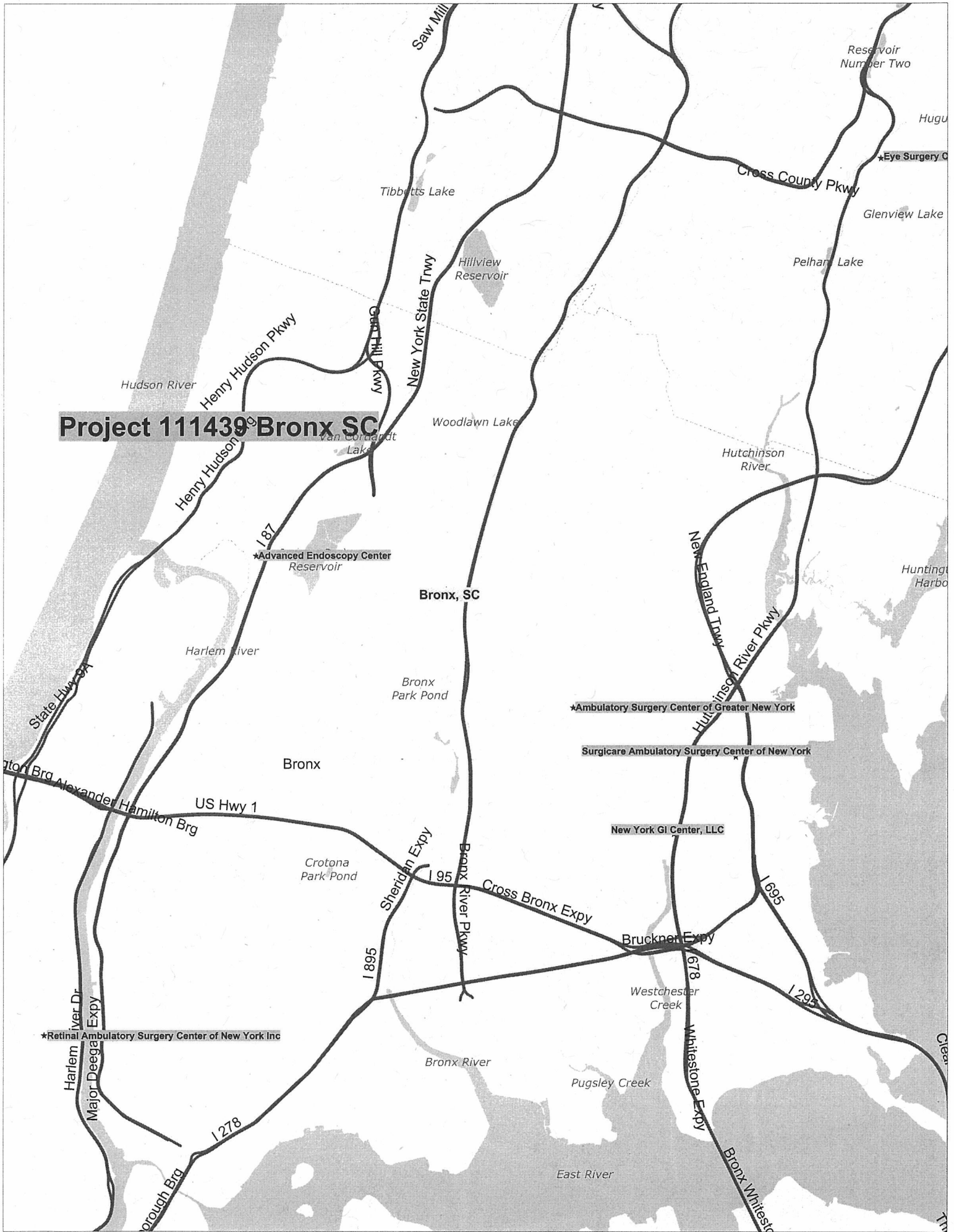
	<u>Accrual Basis</u> <u>Dec 31, 12</u>
ASSETS	
Current Assets	
Checking/Savings	
Cash - Checking	245,790
Petty Cash	220
Total Checking/Savings	<u>246,010</u>
Accounts Receivable	
Accounts Receivable	6,938,972
Allowance for Contractual Adj	<u>(5,840,000)</u>
Total Accounts Receivable	1,098,972
Other Current Assets	
Inventory	523,055
Prepaid Expenses	54,754
Total Other Current Assets	<u>577,809</u>
Total Current Assets	1,922,791
Fixed Assets	
Equipment/Machinery	2,190,307
Furniture/Fixtures	108,449
Leasehold Improvements	1,603,969
A/D Equipment/Machinery	(1,263,748)
A/D Furniture/Fixtures	(28,536)
A/D Leasehold Improvements	<u>(345,994)</u>
Total Fixed Assets	2,264,448
Other Assets	
Loan Costs	20,012
A/A-Loan Costs	(4,618)
Certificate of Need	150,000
Security Deposits-Rent	35,184
Total Other Assets	<u>200,578</u>
TOTAL ASSETS	<u>4,387,817</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	624,019
Total Accounts Payable	<u>624,019</u>
Other Current Liabilities	
Accrued Payroll	86,104
Accrued Expenses	67,571
Lease Payable Equipment	227,390
Line of Credit-LaSalle Bank	71,100
Notes Payable-Current Portion	<u>405,952</u>
Total Other Current Liabilities	858,118
Total Current Liabilities	<u>1,482,136</u>
Total Liabilities	1,482,136
Total Equity	<u>2,905,681</u>
TOTAL LIABILITIES & EQUITY	<u>4,387,817</u>

South Shore Surgery Center, LLC
Balance Sheet
As of December 31, 2012

INTERNALLY PREPARED, NOT GAAP

	Accrual Basis Dec 31, 12
ASSETS	
Current Assets	
Checking/Savings	154,506
Accounts Receivable	
Accounts Receivable	3,801,403
Allowance for Contractual Adj	(3,150,000)
Total Accounts Receivable	<u>651,403</u>
Other Current Assets	
Prepaid Expenses	50,837
Inventory	<u>141,480</u>
Total Other Current Assets	<u>192,317</u>
Total Current Assets	<u>998,226</u>
Fixed Assets	
Equipment	2,351,460
Computers / Software	134,677
Furniture / Fixtures	159,461
Leasehold Improvements	3,049,583
Accum Deprec - Equipment	(386,030)
Accum Deprec -Computer/Software	(43,317)
Accum Deprec -Furniture/Fixture	(20,612)
Accum Deprec - Leasehold Improv	<u>(101,234)</u>
Total Fixed Assets	<u>5,143,787</u>
Other Assets	
Loan Costs	45,248
A/A Loan Costs	(1,809)
Security Deposits	<u>51,818</u>
Total Other Assets	<u>95,257</u>
TOTAL ASSETS	<u><u>6,237,270</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	163,050
Accrued Payroll	10,717
Accrued Expenses	25,675
Payroll Liabilities	<u>23,275</u>
Total Current Liabilities	<u>222,717</u>
Long Term Liabilities	
TD Bank Loan #2	1,633,606
TD Bank Loan #1	3,650,525
Deferred Rent	<u>204,338</u>
Total Long Term Liabilities	<u>5,488,469</u>
Total Liabilities	<u>5,711,186</u>
Total Equity	<u>526,084</u>
TOTAL LIABILITIES & EQUITY	<u><u>6,237,270</u></u>

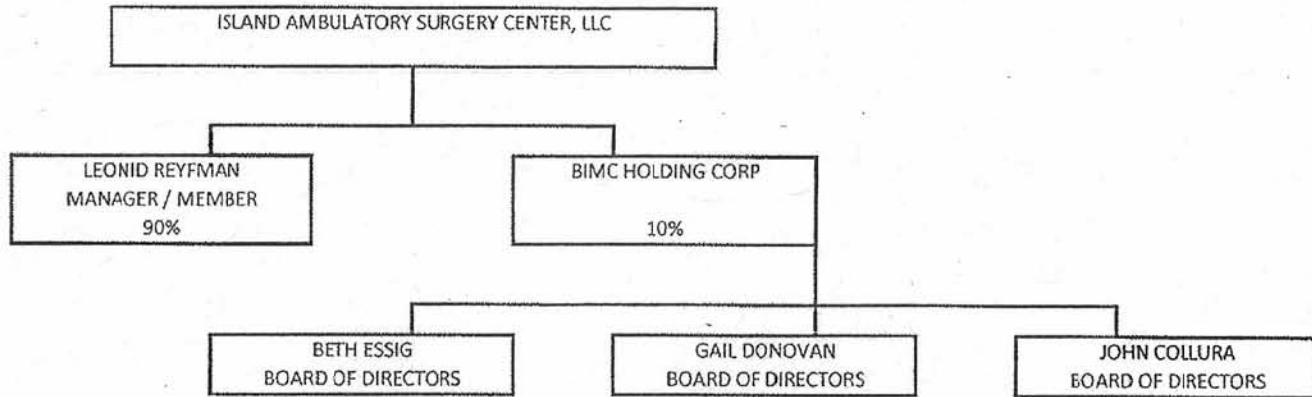
Project 111439 Bronx SC



121373

Lockport Ambulatory Surgery, LLC

There are not attachments for this project



ISLAND AMBULATORY SURGERY CENTER, LLC

ESTABLISH A MULTI-SPECIALTY AMBULATORY SURGERY CENTER

PRO FORMA BALANCE SHEET

ASSETS

Cash \$1,136,496

TOTAL ASSETS \$1,136,496

LIABILITIES AND MEMBERS EQUITY

LIABILITIES

Working Capital Loan \$568,248

TOTAL LIABILITIES \$568,248

MEMBERS EQUITY \$568,248

TOTAL LIABILITIES AND
MEMBERS EQUITY \$1,136,496

Beth Israel Medical Center and Affiliates
Consolidated Balance Sheets
December 31, 2012 and 2011

<i>(in thousands of dollars)</i>	2012	2011
Assets		
Current assets		
Cash and cash equivalents	\$ 166,786	\$ 190,065
Marketable securities and other short-term investments	31,499	28,351
Receivables for patient care, less allowance for doubtful accounts of \$135,485 in 2012 and \$129,429 in 2011	204,263	204,098
Inventories	12,562	11,293
Prepaid expenses and other current assets	25,609	28,122
Due from affiliated organizations	2,574	2,259
Current portion of pledges receivable, net	3,822	4,721
Current portion of assets limited as to use	17,584	520
Total current assets	<u>464,699</u>	<u>469,429</u>
Assets limited as to use	-	12,573
Long-term investments	19,010	16,816
Reinsurance receivables	300,712	283,091
Investments in captive insurance companies	83,883	60,852
Pledges receivable, net	3,312	3,656
Property, plant and equipment, net	450,493	464,515
Due from affiliated organizations	4,392	5,673
Deferred financing costs, net	4,400	5,089
Other assets	57,308	58,382
Total assets	<u>\$ 1,388,209</u>	<u>\$ 1,380,076</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 92,242	\$ 98,410
Accrued salaries and related liabilities	122,028	106,813
Current portion of long-term debt and capitalized leases	26,399	42,005
Other current liabilities	48,901	53,281
Total current liabilities	<u>289,570</u>	<u>300,509</u>
Insured liabilities	300,712	283,091
Long-term debt and capitalized leases	175,332	237,643
Other noncurrent liabilities	157,477	156,060
Total liabilities	<u>923,091</u>	<u>977,303</u>
Net assets		
Unrestricted	429,262	362,720
Temporarily restricted	12,291	16,562
Permanently restricted	23,565	23,491
Total net assets	<u>465,118</u>	<u>402,773</u>
Total liabilities and net assets	<u>\$ 1,388,209</u>	<u>\$ 1,380,076</u>

Beth Israel Medical Center and Affiliates
Consolidated Statements of Operations
Years Ended December 31, 2012 and 2011

<i>(in thousands of dollars)</i>	2012	2011
Operating revenue		
Net patient service revenue	\$ 1,126,499	\$ 1,143,581
Faculty practice revenue	182,497	192,907
Net assets released from restriction	7,470	8,140
Investment income	6,686	2,729
Other revenue	150,681	120,759
Total operating revenue	<u>1,473,833</u>	<u>1,468,116</u>
Operating expenses		
Salaries and wages	714,867	706,648
Employee benefits	200,803	191,691
Supplies and other expenses	456,772	454,443
Depreciation and amortization	71,151	71,146
Interest	10,032	13,952
Total operating expenses	<u>1,453,625</u>	<u>1,437,880</u>
Operating income before other items	20,208	30,236
Equity gain (loss) from investments in captive insurance companies	25,532	(9,410)
Operating gain	<u>45,740</u>	<u>20,826</u>
Gain on defeasance of note payable	14,429	-
Unrestricted contributions	6,995	6,219
Excess of revenue over expenses	<u>67,164</u>	<u>27,045</u>
Change in fair value of interest rate swap	(622)	(3,623)
Increase in unrestricted net assets	<u>\$ 66,542</u>	<u>\$ 23,422</u>

Prospect
Park Lake

★New York Center for Specialty Surgery

rgi-Center

122265 Island Ambulatory Surgery Center, LLC

★Millenium Ambulatory Surgery Center

★Brooklyn Eye Surgery Center

★Brook Plaza Ambulatory Surgical Center Inc
Baardenat
Basin

★Beth Israel Amb-Surg Center-Bklyn Div

East Mill
Basin

★Digestive Diseases Diagnostic and Treatment Center

★Sheepshead Bay Surgery Center

★Gastroenterology Care, Inc

★Island Ambulatory Surgery C

Mill Creek

★All City Family Healthcare Center, Inc.

Shell
Bank Creek

Gravesend Bay

★Greater New York Endoscopy Surgical Center

Coney
Island Creek

Sheepshead Bay

Rockaway Inlet

The New York Eye and Ear Infirmary and Affiliates
Consolidated Balance Sheets
December 31, 2011 and 2010

(in thousands of dollars)

	2011	2010
Assets		
Current assets		
Cash and cash equivalents	\$ 29,542	\$ 23,537
Investments	15,082	12,270
Patient accounts receivable, less allowance for doubtful accounts of \$15,145 in 2011 and \$14,589 in 2010	13,445	11,708
Estimated third-party payor settlements	151	1,838
Supplies, prepaid expenses and other current assets	4,824	5,292
Total current assets	<u>63,044</u>	<u>54,651</u>
Investments, net of current portion	6,908	5,884
Reinsurance receivables	25,906	26,165
Property and equipment, net	53,671	43,466
Other assets	876	967
Total assets	<u>\$ 150,405</u>	<u>\$ 131,133</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 17,119	\$ 16,835
Accrued salaries and vacation accrual	3,838	3,432
Estimated third-party payor settlements	6,616	3,142
Total current liabilities	<u>27,573</u>	<u>23,409</u>
Insured liabilities	25,906	26,165
Accrued pension liability	34,993	22,577
Estimated third-party payor settlements	3,479	9,020
Other liabilities	2,665	1,662
Total liabilities	<u>94,616</u>	<u>82,833</u>
Net assets		
Unrestricted	36,324	31,739
Temporarily restricted	12,197	10,315
Permanently restricted	7,268	6,246
Total net assets	<u>55,789</u>	<u>48,300</u>
Total liabilities and net assets	<u>\$ 150,405</u>	<u>\$ 131,133</u>

The New York Eye and Ear Infirmary and Affiliates
Consolidated Statements of Operations
Years Ended December 31, 2011 and 2010

(in thousands of dollars)

	2011	2010
Revenue		
Net patient service revenue	\$ 128,129	\$ 111,721
Other operating revenue	13,222	12,324
Investment income	160	1,706
Net assets released from restriction - operations	4,536	5,513
Total revenue	<u>146,047</u>	<u>131,264</u>
Expenses		
Salaries and wages	55,753	52,299
Employee benefits	17,885	17,445
Supplies and other expenses	49,457	45,489
Provision for bad debts	4,300	4,523
Depreciation	6,672	6,471
Total expenses	<u>133,610</u>	<u>126,227</u>
Operating income	12,437	5,037
Other income		
Unrestricted contributions	285	173
Excess of revenue over expenses	12,722	5,210
Net assets released from restriction - capital	2,781	425
Pension-related changes other than net periodic pension costs	<u>(10,918)</u>	<u>(1,329)</u>
Increase in unrestricted net assets	<u>\$ 4,585</u>	<u>\$ 4,306</u>

MANHATTAN ASC, LLC

ESTABLISH A MULTI-SPECIALTY FREESTANDING AMBULATORY SURGERY CENTER

PRO FORMA BALANCE SHEET

ASSETS

Cash	\$1,226,403
Leasehold Improvements/Other	\$7,285,972
Equipment	\$2,035,362
	<hr/>
TOTAL ASSETS	\$10,547,736

LIABILITIES AND MEMBER EQUITY

LIABILITIES

Capital Loan	\$5,100,180
Equipment Loan	\$1,424,753
Working Capital Loan	\$613,201
	<hr/>

TOTAL LIABILITIES \$7,138,134

MEMBER EQUITY \$3,409,603

TOTAL LIABILITIES AND
MEMBER EQUITY \$10,547,736

REGENT SURGICAL HEALTH, LLC AND SUBSIDIARIES
REGENT SURGICAL HEALTH, INC.

CONSOLIDATED AND COMBINED BALANCE SHEET

December 31,	2011	2010
ASSETS		
Current assets:		
Cash	\$ 1,492,101	\$ 513,511
Surgical center receivables:		
Management fees	1,135,604	1,288,053
Other receivables	66,569	149,070
Deposits	13,445	12,783
Prepaid expenses	22,594	21,078
Total current assets	2,730,313	1,984,495
Property and equipment:		
Computer equipment	64,952	64,952
Furniture and fixtures	47,358	47,358
Leasehold improvements	40,705	40,705
Website	11,475	11,475
	164,490	164,490
Less accumulated depreciation and amortization	(138,281)	(112,944)
Property and equipment, net	26,209	51,546
Other assets:		
Investments	2,526,496	1,470,512
Management agreement	25,714	37,143
Note receivable	200,000	
Total other assets	2,752,210	1,507,655
Total assets	\$ 5,508,732	\$ 3,543,696

REGENT SURGICAL HEALTH, LLC AND SUBSIDIARIES
REGENT SURGICAL HEALTH, INC.

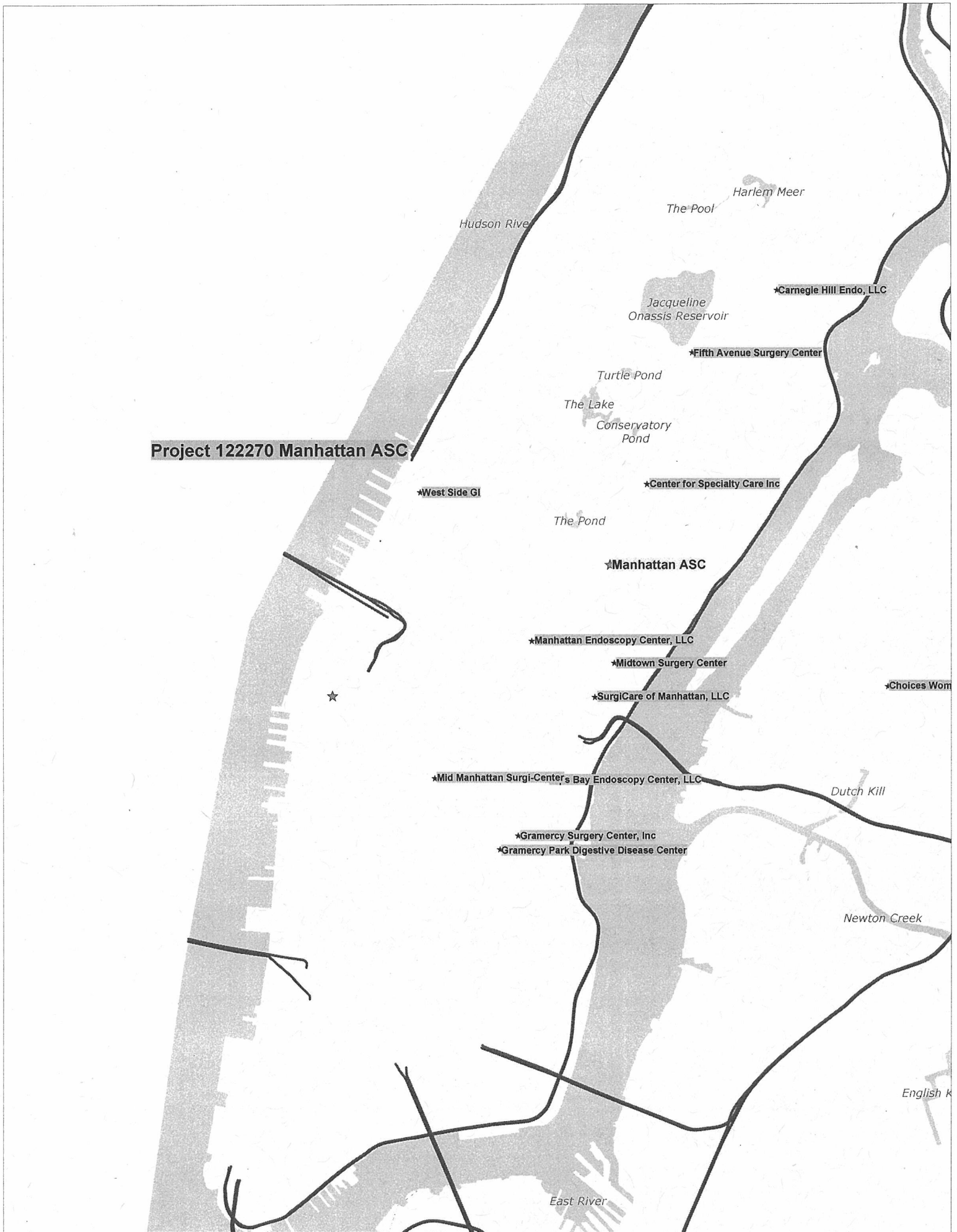
CONSOLIDATED AND COMBINED BALANCE SHEET (CONTINUED)

December 31,	2011	2010
LIABILITIES AND MEMBERS' AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Line of credit		\$ 230,000
Current portion of notes payable	\$ 118,002	49,198
Accounts payable and accrued expenses	515,234	196,286
Profit-sharing plan payable	67,940	53,551
Escrow funds	50,001	
Total current liabilities	751,177	529,035
Long-term liability:		
Notes payable, less current maturities	193,638	98,396
Total liabilities	944,815	627,431
Commitments		
Members' and shareholders' equity:		
Members' equity	4,481,879	2,735,441
Less note receivable issued for members' equity	(132,784)	(279,190)
Total members' equity	4,349,095	2,456,251
Common stock, voting, no par value per share; 262.86 shares authorized, issued and outstanding	79,646	79,646
Retained earnings	135,176	380,368
Total shareholders' equity	214,822	460,014
Total members' and shareholders' equity	4,563,917	2,916,265
Total liabilities and members' and shareholders' equity	\$ 5,508,732	\$ 3,543,696

REGENT SURGICAL HEALTH, LLC AND SUBSIDIARIES
REGENT SURGICAL HEALTH, INC.

**CONSOLIDATED AND COMBINED STATEMENT OF OPERATIONS AND
MEMBERS' AND SHAREHOLDER'S EQUITY**

Years ended December 31,	2011	2010
Revenues:		
Management fees	\$ 3,852,363	\$ 3,960,047
Billing fees	400,246	459,268
Consulting	319,500	513,500
Income from investments	2,608,277	1,015,108
Gain on sale of investments	1,312,355	
Total revenues	8,492,741	5,947,923
General and administrative expenses	6,269,222	5,713,823
Income from operations	2,223,519	234,100
Other income (expense):		
Interest income	31,593	25,294
Interest expense	(12,323)	(15,236)
Other expense	(20,617)	(17,687)
Depreciation	(25,337)	(25,944)
Amortization	(11,429)	(11,428)
State income taxes		(3,519)
Total other expense, net	(38,113)	(48,520)
Net income	2,185,406	185,580
Members' and shareholders' equity:		
Beginning of year	3,195,455	3,773,798
Capital contributions	168,078	108,897
Redemption of member shares	(108,160)	(72,598)
Forfeiture of member shares	(12,099)	(18,150)
Cash distributions paid	(731,979)	(782,072)
Members' and shareholders' equity, end of year	\$ 4,696,701	\$ 3,195,455



Project 122270 Manhattan ASC

★ **West Side GI**

★ **Manhattan ASC**

★ **Manhattan Endoscopy Center, LLC**

★ **Midtown Surgery Center**

★ **SurgiCare of Manhattan, LLC**

★ **Mid Manhattan Surgi-Center, s Bay Endoscopy Center, LLC**

★ **Gramercy Surgery Center, Inc**

★ **Gramercy Park Digestive Disease Center**

★ **Carnegie Hill Endo, LLC**

★ **Fifth Avenue Surgery Center**

★ **Center for Specialty Care Inc**

★ **Choices Wom**

ADVANCED PHYSICAL MEDICINE & REHABILITATION, PLLC

Balance Sheet

As of December 31, 2012
Dec 31, 12

Project #131026
 BFA Attachment B (cont.)

S/N E2-0642; GE-OEC C-Arm	141,040.00
S/N E2-1215; GE-OEC C-Arm	152,032.90
S/N E2-1839; GE-OEC C-Arm	152,142.54
C-Arm - Other	<u>19,972.47</u>
Total C-Arm	1,150,709.00
C-Arm Printer	1,600.00
C-Arm Table	10,000.00
Cadwell BAER/SEP EMG Machine	21,994.45
Cadwell Sierra II WAVE (08/06)	14,304.12
Carpet Cleaner	652.96
Cold Storage Container	3,895.55
Computer Equipment	56,692.27
Dash 2000 Monitor	2,800.00
Dash 4000 Monitor	5,401.15
Dell Laptop for Cadwell WAVE	823.11
Desktop PC	556.26
Dictaphone	419.00
EMR	77,566.00
Fax	254.99
Generator	9,593.19
Generator -Alb	2,545.95
Generator ET-20S	24,979.63
Harvey MC10 Autocalve	3,480.00
IDET Machine	13,008.52
Laptop	1,989.69
Medicapture	8,625.00
Medtronic 2 Channel System	11,200.00
PM Software	33,703.50
PM Treatment Table	12,610.87
PM Treatment Table 07	11,930.00
Propofol Pump	1,429.00
RFG-3C+ Generator Ser# 915-096	15,000.00
SAMSUNG LCD TV	9,204.40
Shredder	194.36
Sierra II Wedge 2 Channel Syst	11,684.74
Sierra LT	5,000.00
Sierra II Wedge 2-Channel Sys	14,779.50
Spreader	1,788.67
Storage Shed	8,237.34
Telephone System	10,869.74
Treatment Tables	594.00
Equipment - Other	<u>171,497.30</u>

ADVANCED PHYSICAL MEDICINE & REHABILITATION, PLLC

Balance Sheet

As of December 31, 2012
Dec 31, 12

Project #131026
BFA Attachment B (cont.)

Total Equipment	1,869,451.97
Furniture	
Office Furniture	1,207.50
Furniture - Other	<u>61,743.52</u>
Total Furniture	62,951.02
Total Fixed Assets	2,086,873.12
Other Assets	
Total Other Assets	<u>0.00</u>
TOTAL ASSETS	<u>4,688,964.24</u>

LIABILITIES & EQUITY

Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	441,640.48
Total Accounts Payable	441,640.48
Other Current Liabilities	
LOC	147,750.00
Payroll Liabilities	31,730.85
Sales Tax Payable	0.00
Total Other Current Liabilities	<u>179,480.85</u>
Total Current Liabilities	621,121.33
Long Term Liabilities	
M and T Bank LOC	53,272.92
M and T Commercial Loan	93,411.43
Total Long Term Liabilities	<u>146,684.35</u>
Total Liabilities	767,805.68
Equity	
Opening Bal Equity	65,323.24
Partner One Equity	
Partner One Draws	-2,228,394.10
Partner One Investments	461,664.11
Partner One Equity - Other	<u>-824,309.98</u>
Total Partner One Equity	<u>-3,514,368.19</u>

ADVANCED PHYSICAL MEDICINE & REHABILITATION, PLLC

Balance Sheet

As of December 31, 2012
Dec 31, 12

Project #131026
BFA Attachment B (cont.)

Retained Earnings	7,362,319.69
Net Income	<u>7,883.82</u>
Total Equity	<u>3,921,158.56</u>
TOTAL LIABILITIES & EQUITY	<u>4,688,964.24</u>

ADVANCED PHYSICAL MEDICINE & REHABILITATION, PLLC
 Profit & Loss: Full Year 2012

January 01, 2012 through December 31, 2012

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
Payroll Expenses													
Company-paid Health Be	25,188.14	11,193.34	7,241.45	15,888.34	7,330.40	11,934.26	19,743.26	11,065.94	10,438.41	11,037.25	11,069.25	11,873.87	154,303.71
NYS Unemployment Ins	0.00	0.00	0.00	0.00	0.00	0.00	714.14	0.00	0.10	0.00	0.00	0.00	714.14
Payroll Expenses - Wage	305,830.57	338,547.63	202,528.61	298,131.02	354,729.80	195,899.18	316,232.84	353,334.05	189,523.65	362,106.69	192,881.05	191,057.33	3,300,312.42
Total Payroll Expenses	331,018.71	349,740.97	209,770.06	314,019.36	352,060.20	207,833.44	336,690.24	364,399.99	199,962.16	373,143.94	203,950.30	202,941.00	3,455,330.27
Postage and Delivery	173.37	1,146.13	1,545.45	1,045.14	573.71	2,252.57	1,398.96	2,287.02	319.48	1,170.58	1,034.35	1,074.45	14,023.21
Printing and Reproduction	366.48	0.00	240.03	321.34	776.63	453.16	0.00	3,186.58	352.28	552.64	473.06	82.04	6,804.24
Professional Development	0.00	332.87	206.90	0.00	158.01	157.71	0.00	240.00	2,500.00	60.00	0.00	40.00	3,895.49
Professional Fees													
Answering Service	72.64	72.64	82.64	72.64	72.64	93.81	73.76	83.81	82.64	83.81	160.64	283.12	1,214.79
Billing (HCFA)	1,533.92	889.68	1,782.55	1,591.00	1,576.44	1,664.99	1,577.82	1,724.00	1,606.17	1,720.58	1,721.17	1,883.41	19,271.73
Credit Card Processing	139.68	186.89	163.66	70.94	151.99	178.32	128.96	169.92	134.83	177.42	135.91	213.98	1,852.50
Consulting	25.00	3,118.13	25.00	25.00	25.00	25.00	25.00	11,122.17	507.85	8,296.28	25.00	25.00	23,244.41
Dosimetry	0.00	0.00	27.00	0.00	269.50	0.00	0.00	0.00	0.01	0.00	0.00	78.00	374.50
Independent Contractor	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	42,375.77	0.00	0.00	0.00	42,375.77
Interpretation	0.00	80.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	80.00
Legal Fees	0.00	0.00	5,800.00	0.00	1,353.50	59.00	0.00	6,088.00	3,091.21	857.50	0.00	6,020.00	22,469.21
Payroll Processing	417.98	263.05	755.76	184.75	208.05	417.98	0.00	150.40	427.38	418.18	566.43	1,267.21	5,097.17
Transcription	72.02	0.00	311.22	0.00	134.29	197.08	0.00	0.00	0.00	0.00	0.00	0.00	714.61
Professional Fees - Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	549.90	0.00	0.00	549.90
Total Professional Fees	2,261.24	4,630.39	8,147.83	1,944.33	3,781.41	2,636.18	1,805.54	19,338.30	48,225.81	12,103.65	2,609.15	9,750.72	117,244.59
Rent	17,046.98	17,046.98	17,046.98	16,428.45	25,118.45	18,138.45	16,428.45	16,428.45	16,428.45	11,371.58	11,371.58	16,428.45	200,239.25
Repairs													
Building Repairs	1,975.20	1,926.65	2,596.96	1,859.35	1,722.55	3,304.78	1,385.28	1,564.04	1,207.51	1,142.40	2,325.59	1,206.26	22,230.57
Computer Repairs	0.00	0.00	0.00	0.00	0.00	450.00	0.00	0.00	0.00	0.00	0.00	0.00	450.00
Equipment Repairs	9,517.47	2,355.00	5,278.67	7,857.80	2,005.58	10,687.95	3,549.91	0.00	11.36	3,023.86	9,627.01	41.21	53,955.52
Repairs - Other	0.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,893.80	3,393.80
Total Repairs	11,496.67	4,281.65	7,875.63	10,217.15	3,728.13	14,442.73	4,934.89	1,564.04	1,218.87	4,166.25	11,952.60	4,141.27	80,019.89
Supplies													
Medical Office	163,816.89	23,932.70	39,584.15	47,145.98	155,328.22	50,336.56	57,752.71	49,330.18	75,059.24	27,454.67	63,504.78	143,254.81	896,430.89
	8,342.82	7,666.64	12,613.02	8,398.25	5,182.82	8,727.22	8,925.51	8,217.97	10,646.53	7,508.05	9,912.00	10,807.16	107,147.99
Total Supplies	172,159.71	31,599.34	52,197.17	55,544.23	160,511.04	59,063.78	66,678.22	57,548.15	85,705.77	34,962.72	73,416.78	154,061.97	1,003,568.88
Taxes													
Property	31,192.42	4,730.64	7,065.47	5,833.82	0.00	1,639.70	0.00	2,453.46	47,860.28	0.00	28,618.11	0.00	129,423.90
Taxes - Other	187.31	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	187.31
Total Taxes	31,380.03	4,730.64	7,065.47	5,833.82	0.00	1,639.70	0.00	2,453.46	47,860.28	0.00	28,618.11	0.00	129,611.51

ADVANCED PHYSICAL MEDICINE & REHABILITATION, PLLC
Profit & Loss: Full Year 2012

January 01, 2012 through December 31, 2012

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
Telephone	6,639.67	7,222.93	8,951.50	6,573.86	7,724.54	8,622.55	9,793.82	6,537.97	7,829.45	6,886.76	7,926.62	2,708.94	87,418.61
Travel & Ent:													
Entertainment	477.55	0.00	305.44	76.03	0.00	0.00	32.50	0.00	0.00	260.36	0.00	424.50	1,576.38
Exempt Meals	389.39	177.47	443.84	313.48	244.04	585.41	1,283.45	893.54	482.39	1,532.49	761.34	550.45	7,627.29
Gasoline	82.00	0.00	0.00	56.02	0.00	0.00	159.84	136.43	0.00	133.32	372.77	242.37	1,162.75
Lodging	4,988.86	2,661.06	695.82	1,202.92	1,245.96	1,114.97	1,254.76	1,240.78	1,557.87	2,878.49	1,133.99	2,265.19	22,220.65
Parking	134.75	0.00	431.50	574.00	288.50	217.50	0.00	134.00	36.00	94.34	271.00	32.00	2,213.59
Tolls	160.00	25.00	155.00	224.38	128.97	255.00	165.00	225.59	28.50	85.40	315.00	150.00	1,917.84
Travel	2,160.80	2,770.00	4,346.86	5,872.40	3,508.68	2,386.54	230.83	471.12	2,568.11	1,714.60	981.53	401.06	27,393.33
Total Travel & Ent	8,323.35	5,633.53	6,378.46	9,319.23	5,416.15	4,539.42	3,126.38	3,101.44	4,673.67	6,699.00	3,835.63	4,055.57	64,111.83
Utilities:													
Gas and Electric	1,755.79	5,001.65	7,047.91	1,014.79	2,907.97	3,554.07	3,261.72	4,425.63	3,286.36	1,478.23	3,343.70	2,281.16	39,378.98
Water	0.00	0.00	0.00	1,598.59	0.00	1,449.04	0.00	0.00	0.00	430.78	0.00	432.71	3,912.12
Utilities - Other	2,211.14	2,025.22	2,099.56	3,211.03	2,540.22	2,794.92	1,484.03	1,222.37	1,227.51	1,736.61	1,558.12	5,157.17	27,367.90
Total Utilities	4,006.93	7,026.87	9,147.47	5,825.41	5,448.19	7,798.03	4,745.75	5,648.00	4,513.87	3,645.62	4,901.82	7,881.04	70,559.00
Total Expense	610,053.91	460,945.69	371,922.71	459,323.92	598,294.00	362,131.10	470,340.98	515,596.31	455,303.43	479,088.49	379,047.92	434,193.04	5,596,241.56
Net Ordinary Income	-185,555.63	73,057.97	273,504.22	70,681.34	-132,116.67	110,321.04	-31,593.71	-150,579.47	-71,556.62	-27,828.57	27,538.69	-957.01	-45,085.52

CENTRAL NEW YORK ASC LLC
d/b/a OMNI Outpatient Surgery Center
OPENING DAY PROFORMA BALANCE SHEET

ASSETS

CURRENT ASSETS

Cash Balances	\$578,876
Accounts Receivable – Net	\$ -0-
Total Current Assets	\$578,876

PROPERTY

Facility Improvements	\$3,502,565
Equipment (net of depreciation)	\$ 730,597
Total Property	\$4,233,162

INTANGIBLE ASSETS

Project Start-Up Costs and Fees	\$ 419,135
---------------------------------	------------

TOTAL ASSETS

\$5,231,173

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

\$ -0-

LONG-TERM LIABILITIES

Equipment Note (to affiliate)	\$ 275,408
Tenant Improvement Loan	\$3,320,000
Equipment Loan	\$ 455,190
Working Capital Loan	\$ 270,000

Total Long-Term Liabilities \$4,320,598

TOTAL LIABILITIES

\$4,320,598

LLC CAPITAL

\$ 910,575

TOTAL LIABILITIES AND LLC CAPITAL

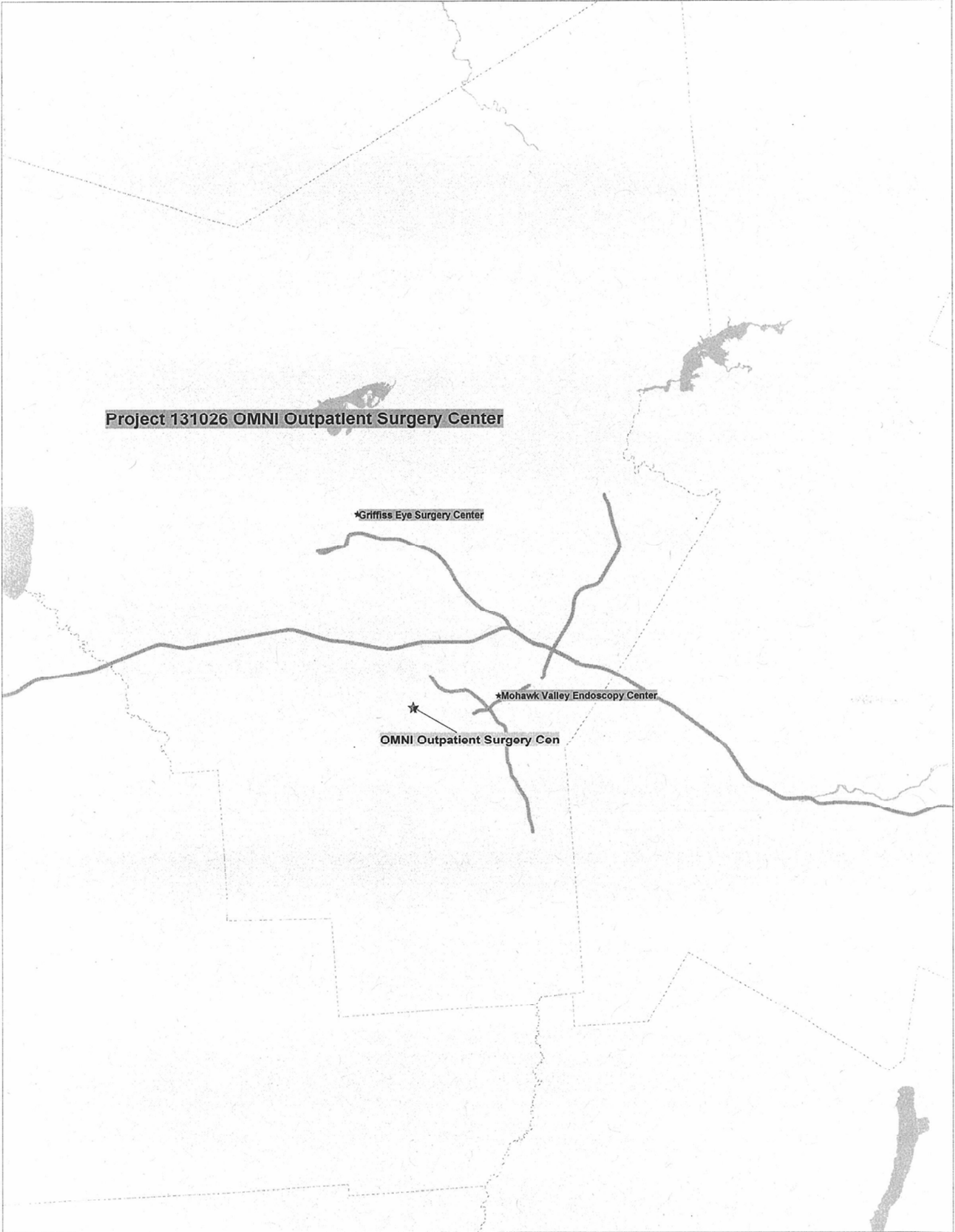
\$5,231,173

Project 131026 OMNI Outpatient Surgery Center

*Griffiss Eye Surgery Center

*Mohawk Valley Endoscopy Center

★
OMNI Outpatient Surgery Cen



HERITAGE ONE DAY SURGERY, LLC

AUDITED FINANCIAL STATEMENTS

BALANCE SHEET

December 31, 2012

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents	\$ 1,806,512
Accounts Receivable - Net	1,432,939
Inventories	38,386
Prepaid Expenses and Other Current Assets	9,153
Notes Receivable - Related Party	54,824

Total Current Assets 3,341,814

PROPERTY AND EQUIPMENT - NET

1,808,463

OTHER ASSETS

Deferred Financing Costs - Net	5,961
Note Receivable - Related Party	65,595

Total Other Assets 71,556

TOTAL ASSETS

\$ 5,221,833

LIABILITIES AND MEMBERS' EQUITY

CURRENT LIABILITIES

Accounts Payable	\$ 441,831
Accrued Liabilities	1,108,232
Current Portion of Long-Term Debt	523,863

Total Current Liabilities 2,073,926

LONG-TERM DEBT

1,462,681

Total Liabilities 3,536,607

MEMBERS' EQUITY

1,685,226

TOTAL LIABILITIES AND MEMBERS' EQUITY

\$ 5,221,833

HERITAGE ONE DAY SURGERY, LLC

STATEMENT OF INCOME AND MEMBERS' EQUITY
Year Ended December 31, 2012

	Amount
FEES	<u>\$ 9,654,144</u>
OPERATING COSTS	
Clinical	2,302,373
Facility	664,659
General and Administrative	826,324
Total Operating Costs	<u>3,793,356</u>
INCOME FROM OPERATIONS	5,860,788
OTHER EXPENSE - NET, including interest expense of \$72,461	<u>(91,154)</u>
NET INCOME	5,769,634
MEMBERS' EQUITY (DEFICIT)	
Balance, Beginning of Year	(33,208)
Members' Distributions	<u>(4,051,200)</u>
Balance, End of Year	<u><u>\$ 1,685,226</u></u>

**Summary Net Worth Statement of the
proposed new Members of Heritage One Day Surgery, LLC**

	Mary <u>Trusilo, MD.</u>	Rina Berstein, MD <u>practicing as Rina Davis, MD.</u>
<u>ASSETS</u>		
Cash	\$57,000	\$179,600
Stocks and Bonds	98,261	1,454,735
Accounts Receivable	0	0
Real Estate	650,000	1,065,000
Cash Value of Life Insurance	0	3,758
Business Interests	<u>101,599</u>	<u>2,527</u>
<u>TOTAL ASSETS</u>	\$906,860	\$2,705,620
<u>LIABILITIES</u>		
Notes Payable	\$753,000	\$613,655
Mortgages Payable	<u>0</u>	<u>0</u>
<u>TOTAL LIABILITIES</u>	\$753,000	\$613,655
<u>NET WORTH</u>	<u>\$153,860</u>	<u>\$2,091,965</u>

<u>Member</u>	<u>Current Membership Interest</u>	<u>Current Membership Units</u>	<u>Proposed Membership Interest</u>	<u>Proposed Membership Units</u>	<u>Equity Contribution @ \$20,295/unit</u>
<u>Class A Members</u>					
Charles Episalla, MD	5.856%	7.2	4.888%	4.888	
Virginia Feldman, MD	17.890%	22.0	3.000%	3.000	
Ronald Israelski, MD	5.856%	7.2	4.888%	4.888	
Ofer Jacobowitz, MD	9.750%	12.0	3.000%	3.000	
Eric Martin, MD	0.810%	1.0	4.888%	4.888	
Severin Palydowycz, MD	5.856%	7.2	9.750%	9.750	
John Peralo, MD	1.630%	2.0	0.810%	0.810	
Bradley Wiener, MD	9.750%	12.0	4.888%	4.888	
Steven Weinstein, MD	5.856%	7.2	4.888%	4.888	
Family Footcare Group, LLP	5.856%	7.2	1.000%	1.000	
Richard DeMaio, MD	0.000%	0.0	3.000%	3.000	\$60,885.00
Mark S. Driver, MD	0.000%	0.0	1.000%	1.000	\$20,295.00
Sergey Koyfman, DO	0.000%	0.0	2.000%	2.000	\$40,590.00
Phil L. Massengill, MD	0.000%	0.0	1.000%	1.000	\$20,295.00
<u>Class B Members</u>					
Thomas J. Bombardier, MD	0.000%	0.0	7.500%	7.500	\$152,212.50
Brent W. Lambert, MD	0.000%	0.0	7.500%	7.500	\$152,212.50
George A. Violin, MD	0.000%	0.0	7.500%	7.500	\$152,212.50
Luke Lambert	0.000%	0.0	2.500%	2.500	\$50,737.50
<u>Class C Members</u>					
Orange Regional Medical Center	30.890%	38.0	26.000%	26.000	
Total	100.000%	123	100.000%	100	\$649,440.00

HUDSON VALLEY AMBULATORY SURGERY, LLC
MIDDLETOWN, NEW YORK

BALANCE SHEETS
DECEMBER 31,

	<u>2011</u>
ASSETS	
<u>CURRENT ASSETS:</u>	
Cash	124,910
Accounts Receivable	395,235
Medical Supplies	220,250
Prepaid Expenses & Other Assets	9,099
Total Current Assets	<u>749,494</u>
PROPERTY, PLANT & EQUIPMENT (NET) -	1,248,574
<u>OTHER ASSETS:</u>	
Security Deposits	<u>0</u>
TOTAL ASSETS	<u>1,998,068</u>
LIABILITIES & MEMBERS' EQUITY	
<u>CURRENT LIABILITIES:</u>	
Accounts Payable	112,619
Accrued Expenses	158,412
Bank Line of Credit	199,879
Current Portion of Long - Term Debt -	231,806
Total Current Liabilities	<u>702,716</u>
LONG - TERM DEBT -	<u>609,116</u>
TOTAL LIABILITIES	1,311,832
MEMBERS' EQUITY	<u>686,236</u>
TOTAL LIABILITIES & MEMBERS' EQUITY	<u>1,998,068</u>

HUDSON VALLEY AMBULATORY SURGERY, LLC
MIDDLETOWN, NEW YORK

STATEMENTS OF OPERATIONS
FOR THE YEARS ENDED DECEMBER 31,

	<u>2011</u>
<u>Cases</u>	<u>3,449</u>
INCOME	
Patient Fees (Net of Management Realization Rate Adjustment)	4,742,610
EXPENSES	
Wages & Salaries	1,138,963
Payroll Taxes & Benefits	291,286
Contracted Services	79,928
Building Rent	361,273
Medical Supplies	1,173,656
Professional Fees	126,276
Utilities	83,855
Office Supplies & Expense	123,439
Insurance	53,842
Repairs & Maintenance	177,934
Payroll Processing & Human Resources Fees	14,941
Laundry & Linens	45,902
Telephone	21,527
Dues, Licenses & Subscriptions	9,937
Bank & Credit Card Charges	1,593
Recruiting Fees	1,519
Meals & Entertainment	20,900
Equipment Rent	2,391
Interest Expense	88,432
Late Payment Charges	103
NYS Health Care Reform Act Surcharges	14,885
NYS LLC Filing Fee	2,883
Total Operating Expenses	<u>3,835,465</u>
NET INCOME BEFORE MANAGEMENT FEES, DEPRECIATION & LOSS ON DISPOSAL OF FIXED ASSETS	907,145
Management Fees	126,841
Depreciation	385,553
Loss on Disposal of Assets	0
Total Management Fees, Depreciation & Loss on Disposal of Fixed Assets	<u>512,394</u>
NET INCOME	<u>394,751</u>

HUDSON VALLEY AMBULATORY SURGERY, LLC
MIDDLETOWN, NEW YORK

STATEMENTS OF ASSETS, LIABILITIES & MEMBERS' EQUITY - INCOME TAX BASIS
DECEMBER 31,

ASSETS	2012
CURRENT ASSETS:	
Cash	185,538
PROPERTY, PLANT & EQUIP (NET)	420,118
OTHER ASSETS:	
Intangible Assets - net	458,403
TOTAL ASSETS	<u>1,064,059</u>
LIABILITIES & MEMBERS' EQUITY	
CURRENT LIABILITIES:	
Pension Contribution Payable	22,553
Due on Equipment	24,322
Bank Line of Credit - Equipment	279,064
Current Portion of Long Term Debt	52,325
Total Current Liabilities	<u>378,261</u>
LONG - TERM DEBT	<u>13,081</u>
TOTAL LIABILITIES	391,342
MEMBERS' EQUITY:	
Beginning Balance	722,803
Net Income	196,243
Distributions	(246,329)
Ending Balance	<u>672,717</u>
TOTAL LIABILITIES & MEMBERS' EQUITY	<u>1,064,059</u>

HUDSON VALLEY AMBULATORY SURGERY, LLC
MIDDLETOWN, NEW YORK

STATEMENTS OF REVENUE & EXPENSES - INCOME TAX BASIS
FOR THE YEARS ENDED DECEMBER 31,

	<u>2012</u>	<u>%</u>
<u>INCOME:</u>		
Patient Fees	4,758,620	100.00%
<u>EXPENSES:</u>		
Wages & Salaries	1,210,427	25.44%
Payroll Taxes & Benefits	309,653	6.51%
Pension Contribution	22,553	0.47%
Contracted Services	40,000	0.84%
Building Rent	525,481	11.04%
Medical Supplies	1,165,265	24.49%
Professional Fees	143,752	3.02%
Transcription/Coding Fees	22,168	0.47%
Utilities	64,166	1.35%
Office Supplies & Expense	99,053	2.08%
Insurance	54,130	1.14%
Repairs & Maintenance - Building & Other	12,657	0.27%
Repairs & Maintenance - Equipment	100,011	2.10%
Repairs & Maintenance - IT/Software	38,465	0.81%
Payroll Processing & Human Resources Fees	19,899	0.42%
Laundry & Linens	48,058	1.01%
Telephone	22,638	0.48%
Dues, Licenses & Subscriptions	10,353	0.22%
Bank & Credit Card Charges	302	0.01%
Recruiting Fees	0	0.00%
Travel, Meals & Ent	39,738	0.84%
Advertising & Marketing	98,755	2.08%
Equipment Rent	0	0.00%
Interest Expense	17,460	0.37%
Late Payment Charges - net	0	0.00%
Public Goods Pool Surcharge	14,284	0.30%
NYS LLC Filing Fee/NJ Filing Fee	3,100	0.07%
Management Fees	188,449	3.96%
Depreciation & Amortization	291,560	6.13%
Total Operating Expenses	<u>4,562,377</u>	<u>95.88%</u>
NET INCOME	<u>196,243</u>	<u>4.12%</u>

Yorkville Endoscopy, LLC

Profit & Loss

March through April 2013

	<u>Mar 13</u>	<u>Apr 13</u>	<u>May 13</u>	<u>TOTAL</u>
Ordinary Income/Expense				
Income				
500.00 · Revenue	40,258.76	523,702.74	1,104,604.00	1,668,565.50
Total Income	<u>40,258.76</u>	<u>523,702.74</u>	<u>1,104,604.00</u>	<u>1,668,565.50</u>
Cost of Goods Sold				
600.00 · Medical & Non-Medical Supplies	134,712.52	60,957.19	60,957.19	256,626.90
Total COGS	<u>134,712.52</u>	<u>60,957.19</u>	<u>60,957.19</u>	<u>256,626.90</u>
Gross Profit	-94,453.76	462,745.55	1,043,646.81	1,411,938.60
Expense				
700.00 · Payroll and Benefits	263,397.53	297,884.17	307,884.17	869,165.87
710.00 · Occupancy	64,047.28	60,960.62	62,841.34	187,849.24
720.00 · Revenue Cycle Management	38,032.97	36,109.45	43,070.25	117,212.67
730.00 · General and Administrative	38,151.35	23,720.70	24,271.15	86,143.20
740.00 · Professional Fees	16,286.74	35,868.18	35,877.31	88,032.23
800.00 · Depreciation and Amortization	26,093.00	26,093.00	26,093.00	78,279.00
Total Expense	<u>446,008.87</u>	<u>480,636.12</u>	<u>500,037.22</u>	<u>1,426,682.21</u>
Net Ordinary Income	-540,462.63	-17,890.57	543,609.59	-14,743.61
Other Income/Expense				
Other Expense				
910.00 · Interest Expense	11,068.29	14,756.95	13,857.19	39,682.43
900.00 · Eqpmnt Rental/Maintenance Agr	19,285.40	19,285.40	19,285.40	57,856.20
80000 · Ask My Accountant	0.00	0.00	0.00	0.00
Total Other Expense	<u>30,353.69</u>	<u>34,042.35</u>	<u>33,142.59</u>	<u>97,538.63</u>
Net Other Income	<u>-30,353.69</u>	<u>-34,042.35</u>	<u>-33,142.59</u>	<u>-97,538.63</u>
Net Income	<u><u>-570,816.32</u></u>	<u><u>-51,932.92</u></u>	<u><u>510,467.00</u></u>	<u><u>-112,282.24</u></u>

Yorkville Endoscopy, LLC
Balance Sheet
 As of April 30, 2013
 May 31, 13

ASSETS

Current Assets

Checking/Savings

100.00 · Cash

100.02 · Signature Checking 0253

178,131.58

Total 100.00 · Cash

178,131.58

110.00 · Restricted Cash

1,200,000.00

Total Checking/Savings

1,378,131.58

Accounts Receivable

200.00 · Accounts Receivables

21,491.12

Total Accounts Receivable

21,491.12

Other Current Assets

205.00 · Petty Cash

500.00

210.00 · Prepaid Exp and OCA

210.01 · Prepaid Service Agreements

52,209.51

Total 210.00 · Prepaid Exp and OCA

52,209.51

250.00 · Inventory Asset

250.01 · Non-Medicine Inventory

647.91

Total 250.00 · Inventory Asset

647.91

280.00 · Accumulated Amortization

-2,636.00

Total Other Current Assets

50,721.42

Total Current Assets

1,450,344.12

Fixed Assets

300.00 · Prop & Eqmmt, Net Eqmmt

300.02 · Furniture and Equipment

438,938.77

300.03 · Medical Equipment

322,784.63

300.04 · IT Setup

125,386.54

Total 300.00 · Prop & Eqmmt, Net Eqmmt

887,109.94

310.00 · Leasehold Improvements

310.01 · Construction

2,414,880.08

310.02 · Architect's Fees

211,902.73

310.00 · Leasehold Improvements - Other

-227,500.00

Total 310.00 · Leasehold Improvements

2,399,282.81

320.00 · Software cost

183,537.59

330.00 · Accumulated Depreciation

330.01 · Accumulated Dep - Equipment

-17,506.00

Yorkville Endoscopy, LLC
Balance Sheet

As of April 30, 2013
 May 31, 13

330.02 · Accumulated Dep - Leasehold Imp	-14,281.00
330.03 · Accumulated Dep - Software	-8,118.00
Total 330.00 · Accumulated Depreciation	<u>-37,905.00</u>
Total Fixed Assets	3,432,025.34
Other Assets	
350.00 · Developmental Stage Expenses	
350.01 · Pre-opening expenses	536,953.82
350.02 · Consulting	409,620.95
350.03 · Legal	192,762.21
350.04 · Start-up costs	68,675.20
Total 350.00 · Developmental Stage Expenses	<u>1,208,012.18</u>
Total Other Assets	<u>1,208,012.18</u>
TOTAL ASSETS	<u><u>6,090,381.64</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
400.00 · Accounts Payable	409,979.04
Total Accounts Payable	409,979.04
Credit Cards	
405.00 · Signature Visa Business Card	3,617.47
Total Credit Cards	3,617.47
Other Current Liabilities	
Wages Payable	89,851.21
Total Other Current Liabilities	<u>89,851.21</u>
Total Current Liabilities	503,447.72
Long Term Liabilities	
410.00 · Lines of Credit	
410.03 · Standby Letter of Credit	1,200,000.00
410.01 · Line of Credit-1001	3,500,000.00
410.02 · Line Of Credit2	1,200,000.00
Total 410.00 · Lines of Credit	<u>5,900,000.00</u>
Total Long Term Liabilities	<u>5,900,000.00</u>
Total Liabilities	6,403,447.72

Yorkville Endoscopy, LLC
Balance Sheet
As of April 30, 2013
May 31, 13

Equity	
460.00 · Member's Equity	
460.12 · Frontier	21,491.12
460.01 · DA	61,786.98
460.02 · JA	61,786.96
460.03 · NB	61,786.96
460.04 · LBC	61,786.96
460.05 · JF	61,786.98
460.06 · LK	61,786.98
460.07 · KMM	61,786.96
460.08 · YP	570.00
460.09 · WP	2,600.00
460.10 · AL	4,600.00
460.11 · BL	4,600.00
Total 460.00 · Member's Equity	<u>466,369.90</u>
490.00 · Retained Earnings	-4,705.93
Net Income	<u>-774,730.05</u>
Total Equity	<u>-313,066.08</u>
TOTAL LIABILITIES & EQUITY	<u><u>6,090,381.64</u></u>

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

Residential Health Care Facilities - Establish/Construct

Exhibit 8

	<u>Number</u>	<u>Applicant/Facility</u>
1.	122219 E	Cardiff Bay Center, LLC d/b/a Cardiff Bay Center for Rehabilitation and Nursing (Queens County)
2.	131020 E	Providence Care, Inc. d/b/a Providence Care Nursing and Rehabilitation Center (Kings County)
3.	131153 E	Oasis Rehabilitation and Nursing LLC (Suffolk County)

**CARDIFF BAY CENTER, LLC
BALANCE SHEET**

**PROJECTED
OPENING DAY**

ASSETS

CASH	\$ 1,300,000	cash contribution
MARKETABLE SECURITIES	1,300,000	proceeds working capital loan
ACCOUNTS RECEIVABLE	1,200,000	receivable of receiver period
INVENTORIES	25,000	
PREPAID EXP & OTHER	<u>300,000</u>	taxes
TOTAL CURRENT ASSETS	<u>4,125,000</u>	
GOODWILL	1,800,000	purchase price
MOVABLE EQUIPMENT	<u>500,000</u>	
TOTAL FIXED ASSETS	<u>2,300,000</u>	
OTHER ASSETS	<u>30,000</u>	
TOTAL ASSETS	<u>\$ 6,455,000</u>	

LIABILITIES

LOAN PAYABLE (A)	\$ 1,300,000	working capital loan
ACCOUNTS PAYABLE	1,700,000	of receiver period
ACCRUED & OTHER LIABILITIES	<u>400,000</u>	non-work payroll
TOTAL CURRENT LIABILITIES	<u>3,400,000</u>	
OBLIGATION TO RELATED REALTY	500,000	
OBLIGATION TO NEW YORK STATE	<u>500,000</u>	
TOTAL LONG TERM DEBT	<u>1,000,000</u>	obligation to related party
OTHER LIABILITIES	<u>30,000</u>	
EQUITY	<u>2,025,000</u>	
TOTAL LIABILITIES & EQUITY	<u>\$ 6,455,000</u>	
A) LIABILITIES ASSUMED BY RECEIVER:		
Old Owner Sick Pay	\$ 400,000	
Old Owner Severance	500,000	paid off by transfer date
Old Owner Unemployment	<u>400,000</u>	paid off by transfer date
	<u>\$ 1,300,000</u>	

BEACH 50TH ST., LLC
PROJECTED BALANCE

ASSETS

CURRENT ASSETS:

Cash in Bank \$ 100,000

FIXED ASSETS:

Land \$ 1,700,000
Building 14,850,000
Equipment 200,000

TOTAL FIXED ASSETS \$ 16,750,000

OTHER ASSETS (Related party due before 2 years) 500,000

TOTAL ASSETS \$ 17,250,000

LIABILITIES & CAPITAL

Mortgage Payable - (Current Portion) \$ 375,000
Mortgage Payable - Long Term 12,125,000

TOTAL LIABILITIES \$ 12,500,000

EQUITY \$ 4,750,000

TOTAL LIABILITIES & EQUITY \$ 17,250,000

Project 122219
Attachment D

Financial Summary

Peninsula General Nursing Home Corporation
d/b/a Peninsula Center for Extended Care and Rehabilitation

FISCAL PERIOD ENDED	<u>12/31/2012</u>	<u>12/31/2011</u>	<u>12/31/2010</u>
ASSETS - CURRENT	\$2,651,812	\$4,465,981	\$5,328,617
ASSETS - FIXED AND OTHER	2,322,299	2,904,110	3,553,350
LIABILITIES - CURRENT	21,223,554	16,514,009	10,543,282
LIABILITIES - LONG-TERM	<u>1,190,684</u>	<u>1,382,345</u>	<u>3,575,147</u>
EQUITY	(\$17,440,127)	(\$10,526,263)	(\$5,236,462)
<hr/>			
INCOME	\$14,894,013	\$19,929,866	\$21,683,082
EXPENSE	<u>19,107,800</u>	<u>25,393,085</u>	<u>24,305,036</u>
Operating Surplus or (Loss)	(\$4,213,787)	(\$5,463,219)	(\$2,621,954)
Other Revenue		\$173,418	\$139,030
1199 Duplication of Benefits	(\$1,895,419)	\$0	\$0
Bankruptcy Fees	<u>(\$804,687)</u>	<u>\$0</u>	<u>\$0</u>
Total Net Income (Loss)	(\$6,913,893)	(\$5,289,801)	(\$2,482,924)
<hr/>			
NUMBER OF BEDS	200	200	200
PERCENT OF OCCUPANCY (DAYS)	82.73%	89.43%	92.68%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	84.44%	81.39%	81.91%
MEDICARE	3.92%	8.63%	10.77%
PRIVATE/OTHER	11.64%	9.98%	7.32%
<hr/>			
Average Working Capital	(\$11,944,812)		
Average Net Assets	(\$11,067,617)		
Average Net Income (Loss)	(\$4,099,653)		
Average Occupancy	88.28%		

Project 122219
Attachment E

Financial Summary

Park House Care Center, LLC

FISCAL PERIOD ENDED	<u>12/31/2012</u>	<u>12/31/2011</u>	<u>12/31/2010</u>
ASSETS - CURRENT	\$2,395,898	\$2,638,263	\$2,592,179
ASSETS - FIXED AND OTHER	1,378,546	1,287,086	1,390,321
LIABILITIES - CURRENT	4,201,901	4,440,049	4,755,204
LIABILITIES - LONG-TERM	<u>324,220</u>	<u>1,072,494</u>	<u>444,810</u>
EQUITY	(\$751,677)	(\$1,587,194)	(\$1,217,514)
<hr/>			
INCOME	\$12,121,685	\$11,805,359	\$11,908,177
EXPENSE	<u>11,686,168</u>	<u>12,244,989</u>	<u>12,961,696</u>
NET INCOME	\$435,517	(\$439,630)	(\$1,053,519)
<hr/>			
NUMBER OF BEDS	196	196	196
PERCENT OF OCCUPANCY (DAYS)	95.51%	96.71%	97.83%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	97.53%	96.22%	96.51%
MEDICARE	2.14%	2.61%	2.27%
PRIVATE/OTHER	0.33%	1.17%	1.21%
<hr/>			
Average Working Capital	(\$1,923,605)		
Average Net Assets	(\$1,185,462)		
Average Net Income (Loss)	(\$352,544)		
Average Occupancy	96.68%		

Project 122219
Attachment F

Financial Summary

Rockaway Care Center, LLC

FISCAL PERIOD ENDED	<u>12/31/2012</u>	<u>12/31/2011</u>	<u>12/31/2010</u>
ASSETS - CURRENT	\$3,074,710	\$2,699,269	\$3,023,015
ASSETS - FIXED AND OTHER	2,448,827	1,991,638	2,209,049
LIABILITIES - CURRENT	4,439,291	4,247,304	4,127,778
LIABILITIES - LONG-TERM	<u>416,238</u>	<u>236,273</u>	<u>336,517</u>
EQUITY	\$668,008	\$207,330	\$767,769
<hr/>			
INCOME	\$16,296,008	\$16,694,917	\$18,570,057
EXPENSE	<u>15,372,118</u>	<u>16,637,908</u>	<u>17,474,666</u>
NET INCOME	\$923,890	\$57,009	\$1,095,391
<hr/>			
NUMBER OF BEDS	228	228	228
PERCENT OF OCCUPANCY (DAYS)	82.22%	85.30%	86.59%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	95.06%	93.37%	93.28%
MEDICARE	3.36%	4.83%	4.61%
PRIVATE/OTHER	1.58%	1.79%	2.11%
<hr/>			
Average Working Capital	(\$1,339,126)		
Average Net Assets	\$547,702		
Average Net Income (Loss)	\$692,097		
Average Occupancy	84.70%		

Project 122219
Attachment G

Financial Summary

Hudson View Care Center, Inc.
d/b/a Regency Extended Care Center

FISCAL PERIOD ENDED	<u>11/30/2012</u>	<u>12/31/2011</u>	<u>12/31/2010</u>
ASSETS - CURRENT	\$5,765,896	\$4,098,148	\$4,490,981
ASSETS - FIXED AND OTHER	5,068,447	7,326,615	7,226,555
LIABILITIES - CURRENT	8,522,789	9,433,207	11,057,463
LIABILITIES - LONG-TERM	<u>1,276,271</u>	<u>3,413,044</u>	<u>2,740,025</u>
EQUITY	\$1,035,283	(\$1,421,488)	(\$2,079,952)
<hr/>			
INCOME	\$26,432,976	\$27,160,573	\$25,660,608
EXPENSE	<u>21,570,075</u>	<u>25,924,245</u>	<u>23,095,493</u>
NET INCOME	\$4,862,901	\$1,236,328	\$2,565,115
<hr/>			
NUMBER OF BEDS	315	315	315
PERCENT OF OCCUPANCY (DAYS)	98.40%	97.71%	99.04%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	90.88%	92.20%	90.73%
MEDICARE	5.56%	6.04%	5.43%
PRIVATE/OTHER	3.55%	1.76%	3.84%
Average Working Capital	(\$4,886,145)		
Average Net Assets	(\$822,052)		
Average Net Income (Loss)	\$2,888,115		
Average Occupancy	98.38%		

Project 122219
Attachment H

Financial Summary

Caton Park Nursing Home

FISCAL PERIOD ENDED	<u>11/30/2012</u>	<u>12/31/2011</u>	<u>12/31/2010</u>
ASSETS - CURRENT	\$2,362,970	\$3,154,198	\$2,778,551
ASSETS - FIXED AND OTHER	741,743	723,455	695,765
LIABILITIES - CURRENT	1,858,756	3,185,396	2,796,246
LIABILITIES - LONG-TERM	<u>96,001</u>	<u>101,446</u>	<u>111,053</u>
EQUITY	\$1,149,956	\$590,811	\$567,017
<hr/>			
INCOME	\$9,715,779	\$10,511,203	\$10,818,067
EXPENSE	<u>9,044,834</u>	<u>10,352,409</u>	<u>10,607,949</u>
NET INCOME	\$670,945	\$158,794	\$210,118
<hr/>			
NUMBER OF BEDS	119	119	119
PERCENT OF OCCUPANCY (DAYS)	97.88%	96.89%	95.99%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	83.40%	82.47%	84.40%
MEDICARE	13.13%	12.62%	12.90%
PRIVATE/OTHER	3.47%	4.90%	2.69%
Average Working Capital	\$151,774		
Average Net Assets	\$769,261		
Average Net Income (Loss)	\$346,619		
Average Occupancy	96.92%		

Project 122219
Attachment I

Financial Summary

Sunshine Care Corporation
d/b/a Hempstead Park Nursing Home

FISCAL PERIOD ENDED	<u>9/30/2012</u>	<u>12/31/2011</u>	<u>12/31/2010</u>
ASSETS - CURRENT	\$2,716,869	\$3,459,178	\$3,025,369
ASSETS - FIXED AND OTHER	2,616,178	5,910,477	5,911,457
LIABILITIES - CURRENT	10,027,175	15,702,052	15,560,852
LIABILITIES - LONG-TERM	<u>4,067,428</u>	<u>1,824,076</u>	<u>1,821,005</u>
EQUITY	(\$8,761,556)	(\$8,156,473)	(\$8,445,031)
<hr/>			
INCOME	\$14,219,698	\$20,705,153	\$20,358,066
EXPENSE	<u>13,995,698</u>	<u>19,969,394</u>	<u>20,683,979</u>
NET INCOME	\$224,000	\$735,759	(\$325,913)
<hr/>			
NUMBER OF BEDS	251	251	251
PERCENT OF OCCUPANCY (DAYS)	88.67%	90.04%	93.31%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	89.51%	91.13%	90.47%
MEDICARE	4.18%	5.35%	5.66%
PRIVATE/OTHER	6.31%	3.52%	3.87%
Average Working Capital	(\$10,696,221)		
Average Net Assets	(\$8,454,353)		
Average Net Income (Loss)	\$211,282		
Average Occupancy	90.67%		

Financial Summary
CON# 131020

BFA Attachment A

Bishop Henry B. Hueles Episcopal Nursing Home

FISCAL PERIOD ENDED

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS - CURRENT	\$7,600,000	\$10,642,000	\$11,447,000
ASSETS - FIXED AND OTHER	21,621,000	23,550,000	24,014,000
LIABILITIES - CURRENT	6,260,000	7,463,000	5,187,000
LIABILITIES - LONG-TERM	25,335,000	26,638,000	28,285,000
EQUITY	(\$2,374,000)	\$91,000	\$1,989,000
<hr/>			
INCOME	\$23,923,000	\$21,820,000	\$22,833,000
EXPENSE	26,388,000	23,718,000	23,579,000
NET INCOME	(\$2,465,000)	(\$1,898,000)	(\$746,000)
<hr/>			
NUMBER OF BEDS	240	240	240
PERCENT OF OCCUPANCY (DAYS)	91.76%	93.56%	96.13%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	88.98%	88.70%	86.30%
MEDICARE	5.38%	5.76%	7.26%
PRIVATE/OTHER	5.64%	5.54%	6.44%
<hr/>			
MEDICAID RATE:	<u>2013</u>		
Operating	\$194.70		
Capital	<u>37.45</u>		
TOTAL	\$232.15		

Blehop Hucdes Nursing Home
Income and Expense Statement
For the Period Ended November 30, 2012
Actual vs Budget

	Month			Year to Date			
	Actual	Budget	Variance Favorable (Unfavorable)	Actual	Budget	Variance Favorable (Unfavorable)	% Change
Operating Revenues:							
Not patient service revenue	\$ 1,668	\$ 2,108	\$ (440)	\$ 18,718	\$ 22,441	\$ (2,725)	-12.1%
Other operating revenue	5	11	(6)	95	115	(20)	-17.4%
Net assets released from restriction							0.0%
Total Revenue	<u>1,673</u>	<u>2,119</u>	<u>(446)</u>	<u>19,811</u>	<u>22,556</u>	<u>(2,745)</u>	<u>-12.2%</u>
Expenses:							
Salaries, wages and fringe benefits	1,303	1,442	139	14,095	15,912	1,817	11.4%
Supplies and other expenses	424	438	14	4,596	4,915	317	6.4%
Professional fees	140	102	(38)	1,538	1,137	(401)	-35.3%
Insurance	16	16		178	176	(2)	-1.1%
Interest	103	107	4	1,170	1,215	45	3.7%
Bad debt expense	24	24		254	269	15	5.6%
Depreciation and amortization	131	131		1,426	1,426		0.0%
Total expenses	<u>2,141</u>	<u>2,260</u>	<u>119</u>	<u>23,258</u>	<u>26,060</u>	<u>1,791</u>	<u>7.1%</u>
Excess of operating revenues over (under) operating expenses before other items	<u>(468)</u>	<u>(141)</u>	<u>(327)</u>	<u>(3,448)</u>	<u>(2,484)</u>	<u>(964)</u>	<u>-38.3%</u>
Investment income (loss)	1	4	(3)	22	45	(23)	-51.1%
Excess of operating revenues over (under) operating expenses	<u>(467)</u>	<u>(137)</u>	<u>(330)</u>	<u>(3,426)</u>	<u>(2,449)</u>	<u>(977)</u>	<u>-38.9%</u>
Non-operating income and expenses:							
Other income (expenses)							0.0%
Increase in unrestricted net assets	<u>\$ (467)</u>	<u>\$ (137)</u>	<u>\$ (330)</u>	<u>\$ (3,426)</u>	<u>\$ (2,449)</u>	<u>\$ (977)</u>	<u>-39.9%</u>

Pro Forma Balance Sheet

ASSETS

Cash	\$4,078,003
Patient Fund	150,000
Land	100,000
Building and Improvements	29,150,000
Moveable Equipment	<u>250,000</u>
TOTAL ASSETS	\$33,728,003

LIABILITIES

Acquisition Loan (DASNY)	\$23,500,000
Working Capital Loan	2,039,001
Subvention Loan	2,950,000
Bank Loan	5,089,002
Resident Funds	<u>150,000</u>
TOTAL LIABILITIES	\$33,728,003

NET ASSETS \$0

PROVIDENCE FOUNDATION, INC.
DETAILED BALANCE SHEET
As Of May 31, 2013

ASSETS:

CASH

Raymond James	\$ (2,791,228.24)	
Bank of America-Checking	14,062.68	
Bank of America-Other	3,466.76	
Fleet Investments	-	
		\$ (2,773,699)

ACCOUNTS RECEIVABLE

KSF Speedway LLC	\$ 1,000,000.00	
I. Schwartz	25,000.00	
Y.N. Niaman	5,000.00	
Providence Care	3,400,000.00	
		\$ 4,430,000

MARKETABLE SECURITIES

Thru Raymond James	\$ 6,921,124.74	
Thru Fleet Investments	22,512.54	
		\$ 6,943,637

INVESTMENTS

DYF, LLC	\$ 4,000,000.00	
City Lights-Skyview Manor	494,680.00	
Lakewood Property	380,000.00	
Ehealth Solutions	562,988.00	
Landmark Tristate	301,714.20	
Covenant Fund-Conservative	27,074.00	
Covenant Fund-Aggressive	47,478.00	
Investment-Bank	130,000.00	
Investment-Proctology	200,000.00	
		\$ 6,143,934

TOTAL ASSETS

\$ 14,743,873

FUND BALANCE:

\$ 14,743,873

TOTAL LIABILITIES & FUND BALANCE

\$ 14,743,873

CON#131153
BFA Attachment B

Financial Summary
Cedar Lodge Nursing Home

	<u>2012</u>	<u>2011</u>	<u>2010</u>
CURRENT ASSETS	\$1,836,089	\$2,066,432	\$1,521,135
FIXED ASSETS	2,935,340	3,062,778	3,212,344
CURRENT LIABILITIES	3,925,745	3,513,199	2,849,479
LONG TERM LIABILITIES	1,250,667	1,814,751	2,282,292
EQUITY	(\$404,983)	(\$198,740)	(\$398,292)
REVENUES	\$9,487,230	\$9,962,304	\$8,837,782
EXPENSES	9,670,947	9,462,752	9,212,988
NET INCOME	(\$183,717)	\$499,552	(\$375,206)
NUMBER OF BEDS	100	100	100
PERCENT OCCUPANCY	92.29%	89.93%	87.08%
MEDICAID	75.86%	67.60%	73.53%
MEDICARE	12.86%	15.74%	13.76%
PRIVATE PAY	11.28%	16.66%	12.71%
RATE BREAKDOWN:	<u>2012</u>		
OPERATING	\$205.04		
CAPITAL	<u>17.73</u>		
TOTAL	\$222.77		

CON#131153
BFA Attachment C

Pro Forma Balance Sheet

ASSETS:

Cash	\$1,623,231
Inventory	33,544
Resident Funds	51,429
Security Deposits	29,323
Lease Rights	2,000,000
Furniture, Fixtures and Equipment	650,000
Goodwill	<u>2,100,000</u>
TOTAL ASSETS	\$6,487,527

LIABILITIES:

Mortgage Payable	\$3,556,000
Resident Funds	<u>51,429</u>
TOTAL LIABILITIES	\$3,607,429

NET ASSETS \$2,880,098

CON#131153
BFA Attachment D

<u>Sutton Park</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Current Assets	\$4,105,131	\$5,514,834	\$3,111,453
Fixed Assets	7,226,309	6,260,746	5,771,340
Total Assets	\$11,331,440	\$11,775,580	\$8,882,793
Current Liabilities	4,380,257	4,504,941	3,858,502
Long Term Liabilities	4,114,073	4,613,559	3,023,911
Total Liabilities	8,494,330	9,118,500	6,882,413
Net Assets	\$2,837,110	\$2,657,080	\$2,000,380
Working Capital Position	(\$275,126)	\$1,009,893	(\$747,049)
Operating Revenues	\$17,637,468	\$17,161,552	\$16,050,997
Operating Expenses	15,757,881	15,124,852	14,354,301
Operating Net Income	\$1,879,587	\$2,036,700	\$1,696,696

<u>Suffolk Restorative Therapy</u>	<u>2012</u>	<u>2011</u>
Current Assets	\$3,974,693	\$3,889,303
Fixed Assets	5,591,004	4,691,793
Total Assets	\$9,565,697	\$8,581,096
Current Liabilities	4,126,219	7,314,994
Long Term Liabilities	1,947,075	327,463
Total Liabilities	6,073,294	7,642,457
Net Assets	\$3,492,403	\$938,639
Working Capital Position	(\$151,526)	(\$3,425,691)
Operating Revenues	\$19,901,941	\$15,517,639
Operating Expenses	17,900,278	15,169,643
Operating Net Income	\$2,001,663	\$347,996

<u>East Rockaway</u>	<u>2012</u>	<u>2011</u>
Current Assets	\$5,100,205	\$6,309,940
Fixed Assets	3,392,462	2,129,708
Total Assets	\$8,492,667	\$8,439,648
Current Liabilities	4,282,112	4,507,060
Long Term Liabilities	28,925	5,104
Total Liabilities	4,311,037	4,512,164
Net Assets	\$4,181,630	3,927,484
Working Capital Position	\$818,093	\$1,802,880
Operating Revenues	\$17,800,437	\$18,867,572
Operating Expenses	15,582,300	14,940,088
Operating Net Income	\$2,218,137	\$3,927,484

CON#131153
BFA Attachment D (Continued)

<u>Glen Cove Center</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Current Assets	\$7,473,979	\$12,692,189	\$12,559,967
Fixed Assets	12,719,192	5,564,725	5,462,132
Total Assets	\$20,193,171	\$18,256,914	\$18,022,099
Current Liabilities	4,128,591	3,535,243	3,666,833
Long Term Liabilities	9,859,048	8,379,371	8,552,878
Total Liabilities	13,987,639	11,914,614	12,219,711
Net Assets	\$6,205,532	\$6,342,300	\$5,802,388
Working Capital Position	\$3,345,388	\$9,156,946	\$8,893,134
Operating Revenues	\$21,704,708	\$22,270,791	\$19,924,498
Operating Expenses	20,291,302	19,324,448	17,962,371
Operating Net Income	\$1,413,406	\$2,946,343	\$1,962,127
<u>North Westchester</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Current Assets	\$2,736,931	\$2,620,156	\$3,204,568
Fixed Assets	5,799,922	5,750,442	5,141,568
Total Assets	\$8,536,853	\$8,370,598	\$8,346,136
Current Liabilities	4,445,145	5,250,132	6,458,518
Long Term Liabilities	2,701,660	2,223,286	2,649,986
Total Liabilities	7,146,805	7,473,418	9,108,504
Net Assets	\$1,390,048	\$897,180	(\$762,368)
Working Capital Position	(\$1,708,214)	(\$2,629,976)	(\$3,253,950)
Operating Revenues	\$17,242,026	\$17,039,676	\$14,528,356
Operating Expenses	14,402,360	13,515,883	12,198,717
Operating Net Income	\$2,839,666	\$3,523,793	\$2,329,639
<u>Marquis Care Center</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Current Assets	\$4,927,017	\$4,958,756	\$2,540,683
Fixed Assets	9,047,639	9,491,002	8,908,695
Total Assets	\$13,974,656	\$14,449,758	\$11,449,378
Current Liabilities	3,804,805	4,350,420	3,623,428
Long Term Liabilities	4,919,965	5,532,757	3,748,866
Total Liabilities	8,724,770	9,883,177	7,372,294
Net Assets	\$5,249,886	\$4,566,581	\$4,077,084
Working Capital Position	\$1,122,212	\$608,336	(\$1,082,745)
Operating Revenues	\$14,054,564	\$12,801,213	\$12,033,144
Operating Expenses	12,254,566	11,750,716	10,918,000
Operating Net Income	\$1,799,998	\$1,050,497	\$1,115,144

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

Certified Home Health Agencies – Establish/Construct

Exhibit #9

<u>Number</u>	<u>Applicant/Facility</u>
1. 122304 E	First To Care Home Care Inc (Kings County)

FIRST TO CARE HOME CARE, INC.

BALANCE SHEET

DECEMBER 31, 2012 AND 2011

	<u>2012</u>	<u>2011</u>
ASSETS		
Current assets		
Cash	\$ 564,922	\$ 1,695,540
Accounts receivable (net of allowance for doubtful accounts of \$627,722 in 2012 and \$601,707 in 2011)	3,101,226	3,806,196
Grant receivable	17,080	446,966
Estimated amount due from third parties	4,096,110	
Due from participating agencies of Metropolitan Jewish Health System	8,744	7,807
Total current assets	7,788,082	5,956,509
Fixed assets - net	264,320	392,315
Total assets	<u>\$ 8,052,402</u>	<u>\$ 6,348,824</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued expenses	\$ 2,722,041	\$ 3,429,490
Accrued payroll and related expenses	780,341	792,026
Estimated amount due to third parties	2,202,301	3,360,264
Due to participating agencies of Metropolitan Jewish Health System	4,167,139	1,049,221
Total liabilities	9,871,822	8,631,001
Net assets (deficit) - unrestricted :	(1,819,420)	(2,282,177)
Total liabilities and net assets	<u>\$ 8,052,402</u>	<u>\$ 6,348,824</u>

FIRST TO CARE HOME CARE, INC.

STATEMENT OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2012 AND 2011

	<u>2012</u>	<u>2011</u>
Operating revenues		
Net community-based service revenue		
Certified home health agency	\$ 20,232,187	\$ 21,415,348
Provision for bad debts	<u>(304,031)</u>	
Net community-based service revenue less provision for bad debts	<u>19,928,156</u>	<u>21,415,348</u>
Operating expenses		
Home care services	15,619,102	19,976,756
Administrative and general	<u>3,887,637</u>	<u>4,225,223</u>
Total operating expenses	<u>19,506,739</u>	<u>24,201,979</u>
Net operating gain (loss)	<u>421,417</u>	<u>(2,786,631)</u>
Nonoperating income		
Interest income	6,569	11,654
Grant income	33,548	446,966
Miscellaneous revenue	<u>1,223</u>	<u>2,850</u>
Total nonoperating income	<u>41,340</u>	<u>461,470</u>
Change in unrestricted net assets	462,757	(2,325,161)
Net assets (deficit) - beginning of year	<u>(2,282,177)</u>	<u>42,984</u>
Net assets (deficit) - end of year	<u>\$ (1,819,420)</u>	<u>\$ (2,282,177)</u>

METROPOLITAN JEWISH HEALTH SYSTEM, INC.

CONSOLIDATED BALANCE SHEET

DECEMBER 31, 2012

ASSETS	<u>2012</u>	<u>2011</u>
Current assets		
Cash and cash equivalents	\$ 30,352,486	\$ 33,379,600
Cash - patient trust funds	672,306	626,940
Investments	195,190	13,783
Accounts receivable (net of allowance for doubtful accounts of \$9,751,284 in 2012)	48,375,823	46,140,567
Grants and other receivables	1,644,140	2,794,607
Estimated amount due from third parties	3,203,656	2,087,988
Prepaid expenses and other assets	1,682,436	1,192,072
Due from Metropolitan Jewish Health System Foundation	159,155	589,678
Due from participating agencies of the Metropolitan Jewish Health System	<u>7,221,315</u>	<u>2,746,266</u>
Total current assets	93,506,507	89,571,501
Assets limited as to use	26,520,498	27,598,064
Other assets		
Investments	2,299,404	2,299,404
Certificate of deposit	477,637	476,008
Assets held for supplemental retirement plan	3,067,168	
Deferred interest		3,527,776
Deferred financing costs - net	1,160,940	1,099,216
Fixed assets - net	63,332,276	71,064,881
License	<u>13,000,000</u>	<u>13,000,000</u>
Total assets	<u>\$ 203,364,430</u>	<u>\$ 208,636,850</u>

METROPOLITAN JEWISH HEALTH SYSTEM, INC.
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 2012

LIABILITIES AND NET ASSETS	<u>2012</u>	<u>2011</u>
Current liabilities		
Accounts payable and accrued expenses	\$ 49,227,058	\$ 45,662,814
Accrued payroll and related benefits	18,271,514	16,445,837
Patient trust funds	672,306	626,940
Estimated amount due to third parties	15,459,387	21,425,795
Mortgages payable	3,545,144	3,306,785
Loan payable	5,000,000	5,000,000
Accrued pension payable	144,000	300,000
Due to participating agencies of the Metropolitan Jewish Health System	479,320	9,451
Total current liabilities	<u>92,798,729</u>	<u>92,777,622</u>
Long-term liabilities		
Mortgages payable	68,626,008	72,171,153
Insurance advance	1,500,000	
Accrued pension payable	2,367,523	1,761,909
Supplementary retirement plan payable	5,611,196	4,223,241
Swap liability	3,862,580	4,034,094
Total long-term liabilities	<u>81,967,307</u>	<u>82,190,397</u>
Total liabilities	<u>174,766,036</u>	<u>174,968,019</u>
Net assets		
Unrestricted	25,534,196	30,609,954
Temporarily restricted	214,794	209,473
Permanently restricted	2,849,404	2,849,404
Total net assets	<u>28,598,394</u>	<u>33,668,831</u>
Total liabilities and net assets	<u>\$ 203,364,430</u>	<u>\$ 208,636,850</u>

See independent auditor's report.

Project #122304
BFA Attachmetn B (cont.)

METROPOLITAN JEWISH HEALTH SYSTEM, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2012

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
				2012
				2011
Operating revenues and other support				
Net patient service revenue	\$ 88,701,750			\$ 88,701,750
Skilled nursing facility				\$ 91,982,121
Community-based service revenue	77,402,479			88,892,140
Certified home health agency	55,312,217			50,872,171
Long-term home health care	67,097,609			59,094,770
Hospice and palliative care	8,214,141			8,947,833
Adult day care				
Total net patient /community-based service revenues (net of contractual allowances and discounts)	296,728,196			299,789,035
Provision for bad debts	(3,599,104)			(3,470,821)
Net service revenue less provision for bad debts	293,129,092			296,318,214
Other operating revenues	20,659,867			19,372,252
Reimbursed expenses		\$ 297,246		289,156
Grant revenue	509,123			1,153,388
Fees	769,634			752,227
Other operating revenues	284,268	(284,268)		
Net assets released from restriction				
Total operating revenues and other support	315,351,984	12,978		317,885,237
Operating expenses				
Program services	254,814,655			252,282,863
Health care services	41,451			30,000
Research				
Total program services	254,856,106			252,312,863
General and administrative (includes interest expense of \$3,017,638 in 2012)	77,470,250			81,431,973
Total operating expenses	332,326,356			333,744,836
Net operating income (loss)	(16,974,372)	12,978		(15,859,599)

METROPOLITAN JEWISH HEALTH SYSTEM, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2012

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Nonoperating revenues, expenses and other support				
Contributions	\$ 963,310	\$ 22,400	\$	\$ 985,710
Grant income	400,000			400,000
Investment income	459,849			459,849
Grant from Metropolitan Jewish Health System Foundation	15,590,255	5,000		15,595,255
Insurance recovery				7,975,000
Settlement income				1,736,906
Miscellaneous revenue	79,657			1,200,000
Loss on valuation of endowment				132,031
Nonoperating expenses	(35,057)			(41,872)
Net assets released from restriction	35,057	(35,057)		(11,627)
Total nonoperating revenues, expenses and other support	17,493,071	(7,657)		17,485,414
Change in net assets before other changes	518,699	5,321		524,020
Other changes				
Inclusion of opening balance net assets of newly consolidated company				13,605
Gain (loss) on swap agreement	171,514			(974,234)
Loss on disposal of fixed assets				(159,809)
Loss on disposal of fixed assets - hurricane	(6,603,179)			(113,387)
Loss on sublease				(1,484,523)
Loss on abandonment of project	(1,484,523)			2,960,671
Gain on refinancing (2,960,671			(638,940)
Adjustment to funded status	(638,940)			
Total other changes	(5,594,457)			(5,594,457)
Change in net assets	(5,075,758)	5,321		(5,070,437)
Net assets - beginning of year	30,609,954	209,473	2,849,404	33,668,831
Net assets - end of year	\$ 25,534,196	\$ 214,794	\$ 2,849,404	\$ 28,598,394
				\$ 33,668,831

METROPOLITAN JEWISH HEALTH
SYSTEM FOUNDATION

BALANCE SHEET

DECEMBER 31, 2012

	<u>2012</u>	<u>2011</u>
ASSETS		
Cash	\$ 1,281,357	\$ 475,684
Investments	80,824,572	91,585,102
Contributions receivable - current (net of allowance for doubtful accounts of \$126,450 in 2012 and \$67,290 in 2011)	455,380	354,778
Prepaid expenses and deposits	19,670	15,298
Equipment (net of accumulated depreciation of \$34,347 in 2012 and \$32,164 in 2011)	2,984	5,167
Total assets	<u>\$ 82,583,963</u>	<u>\$ 92,436,029</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 643,531	\$ 327,074
Due to participating agencies of the Metropolitan Jewish Health System	478,827	675,188
Total liabilities	<u>1,122,358</u>	<u>1,002,262</u>
Net assets		
Unrestricted	81,436,605	91,408,767
Temporarily restricted	25,000	25,000
Total net assets	<u>81,461,605</u>	<u>91,433,767</u>
Total liabilities and net assets	<u>\$ 82,583,963</u>	<u>\$ 92,436,029</u>

METROPOLITAN JEWISH HEALTH
 SYSTEM FOUNDATION
 STATEMENT OF ACTIVITIES
 YEAR ENDED DECEMBER 31, 2012

	Total		
	Unrestricted	Temporarily Restricted	2011
Revenues and gains (losses)			
Contributions	\$ 2,103,362	\$ 2,103,362	\$ 876,196
Investment income (loss)	5,295,817	5,295,817	(526,877)
Special events	1,059,311	1,059,311	1,044,184
Total revenues and gains (losses)	8,458,490	8,458,490	1,393,503
Expenses			
Program service			
Health care services:	16,983,559	16,983,559	8,656,689
Supporting services			
Management and general	329,485	329,485	342,572
Fund raising	919,545	919,545	819,002
Direct cost of special events	198,063	198,063	261,973
Total supporting services	1,447,093	1,447,093	1,423,547
Total expenses	18,430,652	18,430,652	10,080,236
Change in net assets before equity transfer	(9,972,162)	(9,972,162)	(8,686,733)
Transfer from M.J.G. Nursing Home Co., Inc.			51,108,478
Change in net assets:			
Net assets - beginning of year	\$ 91,408,767	\$ 25,000	42,421,745
Net assets - end of year	\$ 81,436,605	\$ 25,000	\$ 91,433,767

**New York State Department of Health
Public Health and Health Planning Council
Committee Day**

July 18, 2013

Attachments

**Upstate Request For Applications - Certified Home Health Agencies – Exhibit #10
Establish/Construct**

<u>Number</u>	<u>Applicant/Facility</u>
1. 121273 E	Elant Choice, Inc. (Orange County)

Elant Choice, Inc.
Statements of Financial Position

	December 31,	
	2011	2010
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 424,918	\$ 120,414
Accounts receivable, net of allowance for doubtful accounts of \$54,098 and \$27,792	116,360	20,109
Assets limited as to use	224,557	214,259
Prepaid expenses and other current assets	9,717	7,243
Due from affiliates	-	142,867
Due from third party payors	263,574	15,453
Total Current Assets	1,039,126	520,345
Deferred financing charges, net of accumulated amortization of \$20,231 and \$16,955	45,185	48,461
Other assets	2,000	2,000
Property, plant and equipment, net	1,580,996	1,650,036
	\$ 2,667,307	\$ 2,220,842
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 141,618	\$ 268,773
Accrued expenses	288,356	111,698
Accrued salaries and related benefits	32,902	46,770
Due to affiliates	3,388	29,999
Current portion of mortgage payable	35,510	33,116
Total Current Liabilities	501,774	490,356
Pension liability	77,819	90,737
Mortgage payable, less current portion	1,245,753	1,279,419
Total Liabilities	1,825,346	1,860,512
Unrestricted net assets	841,961	360,330
	\$ 2,667,307	\$ 2,220,842

Elant Choice, Inc.

Statements of Operations and Changes in Net Assets

	Year Ended	
	December 31,	
	<u>2011</u>	<u>2010</u>
OPERATING REVENUE		
Net member service revenue	\$ 5,855,880	\$ 4,963,193
Rental	1,016	3,048
Donations	198	-
Investment income	9,700	3,508
Total Operating Revenue	<u>5,866,794</u>	<u>4,969,749</u>
OPERATING EXPENSES		
Salaries	524,361	508,624
Employee benefits	131,514	164,060
Medical and other expenses	4,567,031	3,967,310
Depreciation and amortization	75,623	86,980
Interest	92,149	94,285
Total Operating Expenses	<u>5,390,678</u>	<u>4,821,259</u>
Excess of Revenue Over Expenses	476,116	148,490
Pension liability adjustment	<u>5,515</u>	<u>(22,078)</u>
Change in Net Assets	481,631	126,412
NET ASSETS		
Beginning of year	<u>360,330</u>	<u>233,918</u>
End of year	<u>\$ 841,961</u>	<u>\$ 360,330</u>

Elant Choice, Inc.
 Statements of Cash Flows

	Year Ended December 31,	
	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 481,631	\$ 126,412
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation and amortization	75,623	86,980
Pension benefit costs	(12,918)	32,333
Net changes in operating assets and liabilities		
Accounts receivable	(96,251)	2,222
Prepaid expenses and other current assets	(2,474)	9,205
Due to/from affiliates, net	116,256	54,301
Due from third party payors	(248,121)	1,802
Other assets	-	(2,700)
Accounts payable and accrued expenses	<u>35,635</u>	<u>(229,585)</u>
Net Cash from Operating Activities	<u>349,381</u>	<u>80,970</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net change in assets limited as to use	(10,298)	(2,129)
Sale of property, plant, and equipment	-	1,086
Acquisition of property, plant, and equipment	<u>(3,307)</u>	<u>(691)</u>
Net Cash from Investing Activities	<u>(13,605)</u>	<u>(1,734)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on mortgage payable	<u>(31,272)</u>	<u>(29,135)</u>
Net Change in Cash and Cash Equivalents	304,504	50,101
CASH AND CASH EQUIVALENTS		
Beginning of year	<u>120,414</u>	<u>70,313</u>
End of year	<u>\$ 424,918</u>	<u>\$ 120,414</u>
SUPPLEMENTAL CASH FLOW INFORMATION		
Cash paid during the year for interest	\$ 92,149	\$ 94,285

**ELANT CHOICE, INC.
BALANCE SHEET
DECEMBER 31, 2012**

**DECEMBER
2012**

ASSETS

CASH	761,202
CASH - SECURITIES	400,069
CASH - NYS CONTINGENCY RESERVE	228,085
ACCOUNTS RECEIVABLE	267,290
PREPAID EXPENSE	17,989
TOTAL CURRENT ASSETS	1,674,635
PROPERTY, PLANT, EQUIPMENT, NET	1,514,885
FINANCING FEES, NET	41,909
DUE FROM ELANT ORGANIZATIONS	429,434
DEPOSITS	2,000
TOTAL LONG TERM ASSETS	1,988,228
TOTAL ASSETS	3,662,863

LIABILITIES & FUND BALANCE

ACCOUNTS PAYABLE	217,576
ACCRUED EXPENSES PAYABLE	389,676
INCURRED BUT NOT RECEIVED (IBNR)	113,394
DUE TO THIRD PARTIES	(36,553)
TOTAL CURRENT LIABILITIES	684,093
MORTGAGE PAYABLE	1,247,931
MINIMUM PENSION LIABILITY	102,668
TOTAL LONG TERM LIABILITIES	1,350,599
FUND BALANCE	779,549
FUND BALANCE - NYS CONTINGENCY RESERVE	33,000
CURRENT YEAR OPERATING SURPLUS(DEFICIT)	815,621
TOTAL LIABILITIES AND FUND BALANCE	3,662,863

ELANT CHOICE, INC.
STATEMENT OF OPERATIONS
PERIOD ENDING DECEMBER 31, 2012

YEAR TO DATE
ACTUAL

OPERATING REVENUES:

CLIENT SERVICES	7,806,003
NET CLIENT SERVICES	<u>7,806,003</u>
OTHER OPERATING REVENUE	50
NET OPERATING REVENUE	<u>7,806,053</u>

OPERATING EXPENSES:

SALARIES & WAGES	782,048
FRINGE BENEFITS	154,385
SUPPLIES / PURCHASED SERVICES	4,669,708
DEPRECIATION/AMORTIZATION	75,031
INTEREST	90,088
UTILITIES & OTHER CAPITAL COSTS	77,353
TOTAL OPERATING COSTS	<u>5,848,613</u>

GAIN/(LOSS) FROM OPERATIONS BEFORE FEE 1,957,440

ADMINISTRATIVE COSTS 752,652

GAIN/(LOSS) FROM OPERATIONS 1,204,788

NON-OPERATING EXPENSES (392,000)

MARKET TO MARKET 2,833

NET GAIN 815,621