

STATE OF NEW YORK
PUBLIC HEALTH AND HEALTH PLANNING COUNCIL

STANDING COMMITTEES

January 19, 2012
10:00 a.m.

90 Church Street
4th Floor, Room 4A & 4B
New York City

I. JOINT MEETING OF THE COMMITTEE ON PUBLIC HEALTH AND COMMITTEE ON HEALTH PLANNING

Jo Ivey Boufford, M.D., Chair, Committee on Public Health
John Rugge, M.D., Chair, Committee on Health Planning

II. COMMITTEE ON ESTABLISHMENT AND PROJECT REVIEW

Jeffrey Kraut, Chair

A. Applications for Construction of Health Care Facilities

Acute Care Services - Construction

Exhibit #1

	<u>Number</u>	<u>Applicant/Facility</u>
1.	112059 C	New York Presbyterian Hospital – New York Weill Medical Center (New York County)
2.	112074 C	University Hospital (Suffolk County)
3.	112259 C	North Shore University Hospital (Nassau County)

Diagnostic and Treatment Center - Construction

Exhibit #2

	<u>Number</u>	<u>Applicant/Facility</u>
1.	101018 C	Doctors United, Inc. (New York County)
2.	112250 C	Smile New York Outreach, LLC d/b/a Smile Program Mobile Dentists (Queens County)

	Long Term Home Health Care Program – Construction	Exhibit #3		
	<table border="0" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 20%;"><u>Number</u></td> <td><u>Applicant/Facility</u></td> </tr> </table>	<u>Number</u>	<u>Applicant/Facility</u>	
<u>Number</u>	<u>Applicant/Facility</u>			

- | | | |
|----|----------|---|
| 1. | 112116 C | Dominican Sisters Family Health Service, Inc.
(Westchester County) |
|----|----------|---|

	Residential Health Care Facilities Ventilator Beds – Construction	Exhibit #4
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<u>Number</u>	<u>Applicant/Facility</u>
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- | | | |
|----|----------|---|
| 1. | 111435 C | The Wartburg Home
(Westchester County) |
|----|----------|---|

	Transitional Care Units - Construction	Exhibit #5
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- | | | |
|----|----------|--|
| 1. | 112206 T | St. Mary’s Healthcare
(Montgomery County) |
|----|----------|--|

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

	Acute Care Services – Establish/Construct	Exhibit #6
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<u>Number</u>	<u>Applicant/Facility</u>
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- | | | |
|----|----------|--|
| 1. | 112185 E | Inter-Lakes Health, Inc.
(Essex County) |
|----|----------|--|

	Ambulatory Surgery Center - Establish/Construct	Exhibit #7
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<u>Number</u>	<u>Applicant/Facility</u>
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- | | | |
|----|----------|---|
| 1. | 111552 B | The Surgery Center of Bayside, LLC
(Queens County) |
| 2. | 112032 B | PBGS, LLC d/b/a Downtown Brooklyn Gynecology Center
(Kings County) |
| 3. | 112244 E | Unity Linden Oaks Surgery Center, LLC
(Monroe County) |

Diagnostic and Treatment Centers - Establish/Construct

Exhibit #8

	<u>Number</u>	<u>Applicant/Facility</u>
1.	101164 B	Mobile Health Services, LLC (New York County)
2.	112142 E	Primary Health Care Plus, Inc. (Nassau County)

Dialysis Services - Establish/Construct

Exhibit #9

	<u>Number</u>	<u>Applicant/Facility</u>
1.	111234 B	Dumont Care, LLC (Westchester County)

Residential Health Care Facilities - Establish/Construct

Exhibit #10

	<u>Number</u>	<u>Applicant/Facility</u>
1.	101068 E	Guilderland Center Rehabilitation and Extended Care Facility Operating Company, LLC d/b/a Guilderland Center Rehabilitation and Extended Care Facility (Albany County)
2.	112218 E	Waterfront Health Care Center, Inc. (Erie County)

Certified Home Health Agencies – Establish/Construct

Exhibit #11

	<u>Number</u>	<u>Applicant/Facility</u>
1.	102239 E	North Shore University Hospital, Inc., d/b/a North Shore Home Care (Nassau County)

C. Certificates

Certificate of Amendment of the Certificate of Incorporation

Exhibit #12

Applicant

1. BMA, Medical Foundation, Inc.

Certificate of Dissolution

Exhibit #13

Applicant

1. Mary McClellan Hospital, Inc.

D. Home Health Agency Licensures

Home Health Agency Licensures

Exhibit #14

<u>Number</u>	<u>Applicant/Facility</u>
1640 L	Acute Care Experts, Inc. (Bronx, Queens, Kings, Richmond, Nassau, and New York Counties)
1956 L	Advantage Management Associates, Inc. d/b/a Advantage Homecare Agency (New York, Westchester, Kings, Queens, Bronx, and Richmond Counties)
1678 L	Amazing Grace Home Care Services, LLC (New York, Bronx, Kings, Richmond, and Queens Counties)
1696 L	Diana's Angels, Inc. (Putnum, Bronx, Westchester and Dutchess Counties)
1957 L	Evergreen Choice, LLC (New York, Bronx, Kings, Richmond and Queens Counties)
1668 L	Five Borough Home Care, Inc. (Bronx, Kings, New York, Richmond, and Queens Counties)

- 1733 L Heritage Homecare Services, Inc.
(New York, Kings, Queens, Bronx, Nassau,
Suffolk and Richmond Counties)
- 1994 L Independent Living for Seniors, Inc.
(Monroe and Wayne Counties)
- 1835 L Longevity Care, LLC
(Westchester County)
- 1959 L Stat Staff Professionals, Inc.
(Saratoga, Warren, Albany, Greene, Franklin,
Washington, Rensselaer, Columbia, Clinton,
Fulton, Otsego, Ulster, Essex, Montgomery,
Schoharie, Hamilton, Schenectady, and Delaware
Counties)
- 2004 L Long Island Living Center, LLC d/b/a Long Island
Living Center
(Bronx, Kings, and Queens Counties)
- 2079 L Metrostar Home Care, LLC
(Kings, Bronx, Queens, Richmond, New York and
Nassau Counties)
- 1875 L ALJUD Licensed Home Care Services, LLC
(Nassau and Suffolk Counties)

STATE OF NEW YORK
PUBLIC HEALTH AND HEALTH PLANNING COUNCIL
COMMITTEES ON CODES REGULATIONS AND LEGISLATION

February 2, 2012
9:15 a.m.

90 Church Street
4th Floor, Room 4A & 4B
New York City

COMMITTEE ON CODES, REGULATIONS AND LEGISLATION

Angel Gutiérrez, M.D., Chair

For Emergency Adoption

11-27 Amendment of Section 401.2 of Part 401 of Title 10 NYCRR
(Amendment to Limitations of Operating Certificates)

For Adoption

11-27 Amendment of Section 401.2 of Part 401 of Title 10 NYCRR
(Amendment to Limitations of Operating Certificates)

For Discussion

11-24 Amendment of Parts 763 and 766 of Title 10 NYCRR
(Certified Home Health Agency (CHHA) and Licensed Home Care
Services Agency (LHCSA) Requirements)

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

January/February 2012

ATTACHMENTS

Acute Care Services - Construction

Exhibit #1

	<u>Number</u>	<u>Applicant/Facility</u>
1.	112059 C	New York Presbyterian Hospital – New York Weill Medical Center (New York County)
2.	112074 C	University Hospital (Suffolk County)
3.	112259 C	North Shore University Hospital (Nassau County)

The New York and Presbyterian Hospital

Statements of Financial Position

	December 31	
	2010	2009
	<i>(In Thousands)</i>	
Assets		
Current assets:		
Cash, cash equivalents and short-term investments		
Cash and cash equivalents	\$ 195,947	\$ 265,763
Short-term investments	287,348	66,330
Total cash, cash equivalents and short-term investments	<u>483,295</u>	<u>332,093</u>
Patient accounts receivable, less allowance for uncollectibles (2010 – \$189,417; 2009 – \$192,342)	394,553	421,427
Other current assets	54,041	55,192
Assets limited as to use – current portion	22,522	18,709
Due from related organizations – net	1,696	
Beneficial interest in net assets held by related organizations – current portion	54,340	54,950
Total current assets	<u>1,010,447</u>	<u>882,371</u>
Assets limited as to use – noncurrent		
Funded depreciation	624,686	515,485
Capital acquisition under mortgage agreement	–	34,164
Capital acquisition under lease agreements	70	1,442
Mortgage reserve funds under loan agreements	152,643	157,163
Total assets limited as to use – noncurrent	<u>777,399</u>	<u>708,254</u>
Property, buildings and equipment – net	1,761,111	1,736,209
Other noncurrent assets – net	85,227	27,813
Beneficial interest in net assets held by related organizations – noncurrent	1,283,597	1,244,441
Total assets	<u>\$ 4,917,781</u>	<u>\$ 4,599,088</u>

	December 31	
	2010	2009
	<i>(In Thousands)</i>	
Liabilities and net assets		
Current liabilities:		
Long-term debt – current portion	\$ 77,792	\$ 71,084
Accounts payable and accrued expenses	230,779	218,277
Accrued salaries and related liabilities	169,018	155,311
Due to related organizations – net	–	7,706
Pension and postretirement benefit liabilities – current portion	10,000	10,531
Other current liabilities	111,774	110,408
Total current liabilities	599,363	573,317
Long-term debt	751,262	801,145
Estimated self-insurance and other professional liabilities	143,217	136,708
Pension liability	141,113	143,605
Postretirement benefit liability	30,062	35,033
Deferred revenue	7,767	9,699
Other noncurrent liabilities	111,946	112,179
Total liabilities	1,784,730	1,811,686
Commitments and contingencies		
Net assets:		
Unrestricted	1,794,091	1,481,988
Temporarily restricted:		
Temporarily restricted – held by Hospital	1,023	6,023
Temporarily restricted – held by related organization	1,123,309	1,088,419
Total temporarily restricted	1,124,332	1,094,442
Permanently restricted – held by related organizations	214,628	210,972
Total net assets	3,133,051	2,787,402
Total liabilities and net assets	\$ 4,917,781	\$ 4,599,088

The New York and Presbyterian Hospital

Statements of Operations

	Year Ended December 31	
	2010	2009
	<i>(In Thousands)</i>	
Operating revenues		
Net patient service revenue	\$ 3,266,191	\$ 3,049,625
Other revenue	188,749	171,567
Total operating revenues	<u>3,454,940</u>	<u>3,221,192</u>
Operating expenses		
Salaries and wages	1,585,323	1,489,980
Employee benefits	413,772	373,155
Supplies and other expenses	1,079,796	1,048,087
Interest and amortization of deferred financing fees	51,416	35,939
Depreciation and amortization	209,800	191,997
Total operating expenses	<u>3,340,107</u>	<u>3,139,158</u>
Operating income	114,833	82,034
Investment return	83,211	92,780
Excess of revenues over expenses before accrual of net medical resident tax refund	198,044	174,814
Accrual of net medical resident tax refund	14,279	—
Excess of revenues over expenses	<u>212,323</u>	<u>174,814</u>
Other changes in unrestricted net assets:		
Distributions from New York-Presbyterian Fund, Inc. for the purchase of fixed assets	92,610	91,109
Change in pension and postretirement benefit liabilities to be recognized in future periods	7,170	33,800
Change in unrestricted net assets	<u>\$ 312,103</u>	<u>\$ 299,723</u>

NEW YORK-PRESBYTERIAN HOSPITAL
Statement of Financial Position
As of June 30, 2011 and December 31, 2010
(In Thousands)
UNAUDITED

Assets	Jun 30, 2011	December 31, 2010	Liabilities and net assets	Jun 30, 2011	December 31, 2010
Current assets:			Current liabilities:		
Cash and cash equivalents	\$223,439	\$195,947	Accounts payable and accrued expenses	\$264,428	\$230,779
Short-term investments	371,871	287,348	Accrued salaries and related liabilities	151,546	169,018
	\$595,310	483,295	Current portion of long-term obligations	79,527	77,792
			Due to related organizations	5,313	
Patient accounts receivable, net	419,667	394,553	Current portion of pension and postretirement liabilities	10,000	10,000
Other current assets	62,712	54,021	Other current liabilities	113,963	111,774
Assets limited as to use - current portion	22,207	22,522			
Beneficial interests in net assets held by related organizations - current	58,874	54,340			
Due from related organizations	-	1,696			
Total current assets	1,158,710	1,016,447	Total current liabilities	625,077	599,363
Assets whose use is limited:			Reserve for self-insurance liabilities	144,549	143,217
Under debt agreements	157,981	152,643	Postretirement benefit liabilities	29,221	30,062
Capital lease financing under lease agreement	998	70	Accrued pension liability	133,465	141,113
			Other long-term liabilities	142,180	111,946
Board designated depreciation fund	659,371	624,686	Deferred revenue	6,545	7,767
Total assets whose use is limited	798,350	777,399	Long-term obligations, less current portion	732,109	751,262
			Total liabilities	1,813,146	1,784,730
Other non-current assets	32,556	35,227	Net assets:		
Property, plant and equipment, net	1,774,983	1,761,111	Unrestricted	1,942,068	1,794,091
			Temporarily restricted - held by related	1,115,309	1,123,309
Assets held by related organization			Temporarily restricted - held by Hospital	511	1,023
Investments, less current portion	972,076	959,743	Permanently restricted - held by related	219,161	214,628
Receivables	393,520	323,555	Total net assets	3,277,049	3,133,051
Total assets held by related organization	1,275,596	1,283,297			
Total assets	\$5,090,195	\$4,917,781	Total liabilities and net assets	\$5,090,195	\$4,917,781

NEW YORK-PRESBYTERIAN HOSPITAL
STATEMENT OF CHANGES IN UNRESTRICTED NET ASSETS
June 30, 2011
(IN THOUSANDS)
UNAUDITED

	CURRENT MONTH					YEAR TO DATE				
	ACTUAL	BUDGET	VAR. FAVORABLE	PRIOR YEAR ACTUAL	PRIOR YEAR INC. (DEC.)	ACTUAL	BUDGET	VAR. FAVORABLE	PRIOR YEAR ACTUAL	PRIOR YEAR INC. (DEC.)
REVENUE										
Net hospital revenue	\$233,878	\$229,493	\$4,385	\$221,482	\$12,396	\$1,347,038	\$1,356,466	(\$9,428)	\$1,265,942	\$81,096
Net patient services	96,650	64,846	31,804	62,949	33,701	573,461	371,020	202,441	346,838	26,623
Other revenue	11,849	16,174	(4,325)	11,759	1,881	72,089	58,725	13,364	62,289	11,799
Total revenue	342,377	310,513	31,864	296,190	45,977	1,992,588	1,786,211	206,377	1,675,069	317,509
EXPENSES										
Salaries and benefits	171,641	179,923	(8,282)	168,258	12,383	1,038,645	1,057,405	18,760	919,244	59,401
Supplies and other expenses	87,717	61,194	26,523	84,223	3,494	523,641	544,052	(20,411)	508,806	14,835
Depreciation and amortization	18,232	18,232	-	17,905	327	116,078	116,034	44	107,189	8,889
Interest	1,041	1,285	(244)	1,691	(650)	25,105	26,071	966	24,002	1,103
Leases and rentals	5,717	5,136	581	5,025	692	29,785	31,075	(1,290)	29,095	890
Total expenses	284,347	265,770	18,577	277,102	8,205	1,723,614	1,774,639	(50,925)	1,639,238	84,376
OPERATING INCOME (LOSS)	58,030	44,743	13,287	19,088	37,772	276,974	111,572	165,402	37,771	133,133
Other gains (losses) and other items	206	-	206	1,137	(931)	3,087	-	3,087	6,890	(3,803)
ADJUSTED OPERATING INCOME (LOSS)	58,236	44,743	13,493	20,225	36,841	280,061	111,572	168,489	44,661	129,330
Non-stated income	(9,077)	2,365	(11,442)	(6,911)	(5,566)	35,195	16,218	18,977	(15,973)	5,222
NET GAIN (LOSS)	49,159	47,108	2,051	13,314	31,275	214,866	127,790	87,516	28,688	134,552
OTHER CHANGES IN UNRESTRICTED NET ASSETS										
Change in deferred compensation liability	(1,912)	-	(1,912)	(23,229)	17,317	6,731	-	6,731	(62,902)	79,633
Contributions from New York-Presbyterian Fund, Inc. to the purchase of U.S. Treasury	2,027	-	2,027	5,853	(3,826)	35,080	-	35,080	55,537	(20,457)
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	\$50,274	\$47,108	3,166	15,447	27,449	\$155,927	\$127,790	\$28,137	\$103,272	\$114,128

Note: Expenditures for donor specified purposes were \$5,382 for the month and \$29,487 year to date. For the same period last year the expenditures were \$5,473 for the month and \$25,015 year to date.

**STONY BROOK UNIVERSITY HOSPITAL,
STONY BROOK UNIVERSITY**

Balance Sheets

December 31, 2010 and 2009

(in thousands of dollars)

<u>Assets</u>	<u>2010</u>	<u>2009</u>
Current assets:		
Cash and cash held by the State	\$ 131,662	\$ 124,772
Accounts receivable, net of allowance for uncollectible accounts of approximately \$94,251 and \$110,108 in 2010 and 2009, respectively	140,556	145,854
Inventories	4,693	4,336
Prepaid expenses and other current assets	18,374	11,771
Due from third-party payors	25,464	23,476
Current portion of appropriations receivable - malpractice	10,000	10,000
Assets whose use is limited:		
Internally designated	34,000	-
Unexpended bond proceeds	10,997	-
Capitalized lease agreement	7,513	20,845
Due from Clinical Practice Management Plan ("CPMP")	638	-
Total current assets	<u>383,897</u>	<u>341,054</u>
Capital assets, net	364,995	349,916
Appropriations receivable - malpractice, net of current portion	151,635	173,978
Long-term patient receivables, net	8,900	9,300
Other assets	16,560	8,454
Due from third-party payors	574	5,677
Assets whose use is limited, net of current portion:		
Internally designated	<u>49,869</u>	<u>66,630</u>
Total non-current assets	<u>592,533</u>	<u>613,955</u>
 Total assets	 <u>\$ 976,430</u>	 <u>\$ 955,009</u>

<u>Liabilities and Net Assets</u>	<u>2010</u>	<u>2009</u>
Current liabilities:		
Current maturities of long-term debt and capital lease obligations	\$ 24,231	\$ 23,818
Accounts payable, accrued expenses and other	58,764	45,076
Accrued salaries and wages	27,821	25,658
Accrued employee benefits	29,269	27,315
Accrued interest payable	2,694	2,978
Current portion of estimated malpractice and general liability claims	10,000	10,000
Due to State of New York	24,567	11,024
Due to Clinical Practice Management Plan ("CPMP")	-	81
Due to third-party payors	10,723	11,744
	<u>188,069</u>	<u>157,694</u>
Total current liabilities		
Long-term debt:		
Obligation to Dormitory Authority of the State of New York	206,138	200,228
Capital lease obligations	16,275	29,587
	<u>222,413</u>	<u>229,815</u>
Accrued employee benefits, net of current portion		
Estimated malpractice and general liability claims, net of current portion	28,053	24,962
Due to third-party payors, net of current portion	151,635	173,978
Due to State of New York, net of current portion	21,961	23,830
	<u>16,417</u>	<u>28,057</u>
Total liabilities		
	<u>628,548</u>	<u>638,336</u>
Net assets:		
Invested in capital assets, net of related debt	186,729	182,349
Unrestricted	161,153	134,324
	<u>347,882</u>	<u>316,673</u>
Total net assets		
Commitments and contingencies (
Total liabilities and net assets	<u>\$ 976,430</u>	<u>\$ 955,009</u>

**STONY BROOK UNIVERSITY HOSPITAL,
STONY BROOK UNIVERSITY**

Statements of Revenues, Expenses and Changes in Net Assets

Years ended December 31, 2010 and 2009

(in thousands of dollars)

	<u>2010</u>	<u>2009</u>
Operating revenue:		
Net patient service revenue (net of provision for bad debts of approximately \$82,595 in 2010 and \$76,000 in 2009)	\$ 810,593	\$ 749,542
Other operating revenue	<u>21,962</u>	<u>17,622</u>
Total operating revenue	<u>832,555</u>	<u>767,164</u>
Operating expenses:		
Salaries and wages	388,106	365,725
Employee health and welfare benefits	140,181	118,047
Supplies and other expenses	261,840	241,482
Depreciation and amortization	<u>38,978</u>	<u>45,843</u>
Total operating expenses	<u>829,105</u>	<u>771,097</u>
Operating income (loss)	3,450	(3,933)
Non-operating revenue (expense):		
State of New York appropriations	36,587	48,085
Interest expense on capital-related debt	(10,362)	(10,530)
Interest income	<u>1,534</u>	<u>1,105</u>
Total non-operating revenue	<u>27,759</u>	<u>38,660</u>
Excess of revenues over expenses and increase in net assets	31,209	34,727
Net assets:		
Beginning of year	<u>316,673</u>	<u>281,946</u>
End of year	<u>\$ 347,882</u>	<u>\$ 316,673</u>

North Shore-Long Island Jewish Health System, Inc.

Combining Statement of Financial Position – Obligated Group Only

December 31, 2010
(In Thousands)

	Total Obligated Group	Eliminations	North Shore University Hospital	Long Island Jewish Medical Center	Glen Cove Hospital	Plainsview Hospital	Forest Hills Hospital	North Shore University Hospital Stern Family Center for Extended Care and Rehabilitation
Assets								
Current assets:								
Cash and cash equivalents	\$ 125,548	\$ --	\$ 105,829	\$ 80,401	\$ 40	\$ 76	\$ 109	\$ 73
Marketable securities and other investments	740,152	--	445,157	236,329	57,196	--	--	--
Accounts receivable for services to patients – hospital and nursing facilities, net of allowance for doubtful accounts	305,837	--	124,707	152,995	10,564	12,041	19,232	6,298
Accounts receivable for physician practice services, net	35,965	--	24,215	11,749	--	--	1	--
Assets limited as to use, current portion	67,815	--	49,897	10,090	2,842	1,365	2,768	853
Other current assets	55,574	--	23,585	25,204	3,119	2,304	1,628	74
Total current assets	1,391,921	--	774,190	496,265	73,551	16,586	23,738	7,258
Due from affiliates, net	55,267	(23,144)	811	4,965	38,615	27,117	--	6,642
Assets limited as to use, net of current portion	633,709	--	163,650	411,567	8,159	2,152	1,713	14,228
Property, plant and equipment, net	1,244,418	--	395,433	697,355	50,040	34,718	53,893	12,938
Other assets	159,236	--	58,038	99,426	335	507	1,133	197
Total assets	\$ 3,455,651	\$ (23,144)	\$ 1,395,322	\$ 1,709,583	\$ 171,310	\$ 81,180	\$ 79,477	\$ 41,303
Liabilities and net assets (deficit)								
Current liabilities:								
Short-term borrowings	\$ 15,540	\$ --	\$ 11,900	\$ 3,644	\$ --	\$ --	\$ --	\$ --
Accounts payable and accrued expenses	237,701	--	101,147	96,439	13,969	14,044	9,895	2,147
Accrued salaries and related benefits	232,186	--	86,073	78,207	10,746	10,639	14,029	2,492
Current portion of capital lease obligations	1,178	--	1,130	41	--	--	--	--
Current portion of long-term debt	78,594	--	14,871	6,576	2,707	1,778	2,481	781
Current portion of unapportioned and other insurance liabilities	23,322	--	9,638	10,844	287	530	1,426	--
Current portion of estimated payable to third-party payers	192,283	--	92,675	67,201	5,755	9,431	11,713	4,465
Total current liabilities	790,804	--	317,434	262,954	34,161	35,882	46,544	9,885
Due to affiliates, net	--	(23,144)	--	--	--	--	2,144	--
Accrued retirement benefits, net of current portion	190,375	--	77,679	71,021	13,043	16,555	1,521	3,950
Capital lease obligations, net of current portion	30,456	--	6,157	14,295	--	--	--	--
Long-term debt, net of current portion	9,4727	--	340,875	600,251	12,473	20,348	31,752	8,028
Malpractice and other insurance liabilities, net of current portion	238,755	--	103,979	102,056	9,721	7,293	15,698	--
Other long-term liabilities	234,351	--	83,386	94,635	12,477	17,231	15,765	857
Total liabilities	2,708,965	(23,144)	829,510	1,151,516	81,833	98,109	125,424	32,720
Net assets (deficit):								
Unrestricted	927,298	--	507,600	389,655	78,712	(17,339)	(45,124)	17,794
Temporarily restricted	210,165	--	40,550	160,054	8,121	410	177	789
Permanently restricted	28,680	--	17,662	8,358	2,560	--	--	--
Total net assets (deficit)	1,266,087	--	565,812	558,067	89,493	(16,929)	(45,947)	18,583
Total liabilities and net assets (deficit)	\$ 3,455,651	\$ (23,144)	\$ 1,395,322	\$ 1,709,583	\$ 171,310	\$ 81,180	\$ 79,477	\$ 41,303

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

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

Year ended December 31, 2010
 (In Thousands)

	Total Obligated Group	Eliminations	North Shore University Hospital	Long Island Jewish Medical Center	Glen Cove Hospital	Plainview Hospital	Forest Hills Hospital	North Shore University Hospital Stein Family Care for Extended Care and Rehabilitation
Operating revenue:								
Net patient service revenue – hospital and nursing facilities	\$ 2,584,343	\$ –	\$ 1,258,968	\$ 1,116,854	\$ 162,212	\$ 168,590	\$ 192,337	\$ 35,452
Physician practice revenue	409,143	–	212,068	156,913	17,403	22,529	19,238	–
Other operating revenue	66,899	(48,637)	96,561	33,121	2,953	1,412	955	516
Net assets released from restrictions used for operations	15,275	–	19,069	4,266	–	–	–	–
Total operating revenue	3,484,666	(48,637)	1,577,626	1,311,184	182,568	192,529	212,528	35,968
Operating expenses:								
Salaries	1,543,847	(21,927)	707,526	621,323	89,859	87,007	89,310	20,459
Employee benefits	446,285	–	185,975	169,360	25,272	24,320	29,993	6,165
Supplies and expenses	1,096,428	(26,700)	525,492	419,497	54,424	58,151	60,882	6,682
Bad debt expense	53,757	–	31,525	15,022	1,031	1,120	2,834	224
Depreciation and amortization	136,649	–	48,175	41,437	5,773	4,255	5,974	1,074
Interest	26,354	–	14,457	17,211	1,029	1,252	1,916	499
Total operating expenses	2,373,230	(48,637)	1,511,157	1,287,653	177,388	187,105	191,469	35,163
Excess of operating revenue over operating expenses	1,111,436	–	64,474	27,534	5,180	5,424	12,059	765
Non-operating gains and losses:								
Investment income	29,835	–	18,697	8,715	2,342	57	101	225
Change in net unrealized gains and losses and change in value of equity – method investments	33,287	–	34,719	24,960	3,521	1	2	84
Change in fair value of interest rate swap agreements designated as derivative instruments	(5,751)	–	–	(5,251)	–	–	–	–
Medical resident tax recovery	38,254	–	18,491	22,590	–	–	273	–
Other non-operating gains and losses	4,674	–	37	4,507	–	84	–	–
Total non-operating gains and losses	130,301	–	68,894	55,513	5,363	142	376	309
Excess of revenue and gains and losses over expenses	242,238	–	133,368	83,052	10,743	1,566	12,435	1,074
Net assets released from restrictions for capital asset acquisitions	15,952	–	1,373	29,459	1,349	–	3,201	–
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,498)	–	(505)	(893)	–	–	–	–
Recovery of fair value of endowment corpus	703	–	204	22	278	–	–	–
Transfers (to) from affiliates	(8,248)	–	17,501	6,034	–	–	(1,783)	–
Pension and other postretirement liability adjustments	1,025	–	4,542	(163)	(1,234)	(1,378)	(238)	(359)
Increase (decrease) in restricted net assets	\$ 239,265	\$ –	\$ 156,482	\$ 117,752	\$ 11,336	\$ 112	\$ (16,315)	\$ 715

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

North Shore-Long Island Jewish Health System, Inc.

Consolidated Statements of Financial Position
September 30, 2011 and December 31, 2010 (In Thousands)

	(Unaudited) September 30, 2011	(Audited) December 31, 2010
Assets		
Current assets:		
Cash and cash equivalents	\$ 418,103	\$ 410,253
Marketable securities and other investments	1,083,902	1,039,124
Accounts receivable for services to patients, net of allowance for doubtful accounts	584,075	570,360
Accounts receivable for physician activities, net	48,116	45,392
Assets limited as to use, current portion	100,514	96,774
Pledges receivable, current portion	41,024	41,316
Insurance claims receivable, current portion	108,430	-
Other current assets	139,559	123,261
Total current assets	<u>2,523,723</u>	<u>2,326,480</u>
Assets limited as to use, net of current portion	678,424	757,038
Pledges receivable, net of current portion	117,357	120,150
Property, plant and equipment, net	2,868,810	2,674,349
Insurance claims receivable, net of current portion	356,225	-
Other assets	234,777	233,273
Total assets	<u>\$ 6,779,316</u>	<u>\$ 6,111,290</u>
Liabilities and net assets		
Current liabilities:		
Short-term borrowings	\$ 75,540	\$ 15,540
Accounts payable and accrued expenses	498,519	508,288
Accrued salaries and related benefits	405,764	369,976
Current portion of capital lease obligations	4,820	5,008
Current portion of long-term debt	49,828	48,899
Current portion of malpractice and other insurance liabilities	39,352	39,352
Current portion of insurance claims liability	108,430	-
Current portion of third-party payer structured liabilities	4,657	6,724
Current portion of estimated payable to third-party payers	353,982	254,500
Total current liabilities	<u>1,540,892</u>	<u>1,248,287</u>
Accrued retirement benefits, net of current portion	360,719	442,298
Capital lease obligations, net of current portion	82,573	85,400
Long-term debt, net of current portion	1,248,601	1,283,339
Malpractice and other insurance liabilities, net of current portion	563,777	502,826
Insurance claims liability, net of current portion	356,225	-
Third-party payer structured liabilities, net of current portion	31,200	34,592
Other long-term liabilities	427,923	409,703
Total liabilities	<u>4,611,910</u>	<u>4,006,445</u>
Commitments and contingencies		
Net assets:		
Unrestricted	1,745,492	1,677,074
Temporarily restricted	297,589	306,053
Permanently restricted	124,325	121,718
Total net assets	<u>2,167,406</u>	<u>2,104,845</u>
Total liabilities and net assets	<u>\$ 6,779,316</u>	<u>\$ 6,111,290</u>

See accompanying notes.

North Shore-Long Island Jewish Health System, Inc.

Consolidated Statements of Operations

For the Nine Months Ended September 30, 2011 and 2010 (In Thousands)

	(Unaudited) 2011	(Unaudited) 2010 ⁽¹⁾
Operating revenue:		
Net patient service revenue	\$ 3,949,337	\$ 3,504,052
Physician practice revenue	454,989	358,669
Other operating revenue	246,218	185,426
Net assets released from restrictions used for operations	38,384	36,168
Total operating revenue	<u>4,688,928</u>	<u>4,084,315</u>
Operating expenses:		
Salaries	2,229,279	1,918,784
Employee benefits	651,563	540,520
Supplies and expenses	1,395,275	1,234,047
Bad debt expense	84,947	75,615
Depreciation and amortization	188,677	160,088
Interest	46,296	45,814
Total operating expenses	<u>4,595,982</u>	<u>3,974,868</u>
Excess of operating revenue over operating expenses	92,946	109,447
Non-operating gains and losses:		
Investment income	32,413	17,116
Change in net unrealized gains and losses and change in value of equity method investments	(61,355)	39,080
Change in fair value of interest rate swap agreements designated as derivative instruments	(14,533)	(16,682)
Contribution received in the acquisition of Lenox Hill Hospital and Subsidiaries	-	448,689
Other non-operating gains and losses	7,271	2,646
Total non-operating gains and losses	<u>(36,204)</u>	<u>490,849</u>
Excess of revenue and gains and losses over expenses	56,742	600,296
Net assets released from restrictions for capital asset acquisitions	13,507	9,681
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,059)	(2,733)
(Loss) recovery of fair value of endowment corpus	(772)	320
Increase in unrestricted net assets	<u>\$ 68,418</u>	<u>\$ 607,564</u>

See accompanying notes.

(1) On May 19, 2010, North Shore-Long Island Jewish Health System acquired Lenox Hill Hospital and Subsidiaries. The results of Lenox Hill Hospital and Subsidiaries' operations are included in the Consolidated Statement of Operations from this date.

North Shore-Long Island Jewish Health System, Inc.

Consolidating Statement of Financial Position
September 30, 2011 (Unaudited and in Thousands)

	North Shore- Long Island Jewish Health System, Inc.		North Shore- Long Island Jewish Obligated Group	Hospice Care Network, Inc.	The Feinstein Institute for Medical Research	Real Estate Companies	North Shore- Long Island Jewish Health System Foundation, Inc.	North Shore- Long Island Jewish Health System Laboratories	North Shore Health System Enterprises, Inc. (Combined)	Insurance Companies (Combined)	Other Health System Entities
	Total	Eliminations									
Assets											
Current assets:											
Cash and cash equivalents	\$418,193	\$-	\$336,730	\$13,535	\$-	\$586	\$21,924	\$-	\$1	\$20,350	\$25,227
Marketable securities and other investments	1,053,902	-	1,049,855	4,043	33	-	12,959	-	-	17,300	332
Accounts receivable for services to patients, net of allowance for doubtful accounts	564,075	-	566,210	5,058	-	-	-	7,306	5,016	-	453
Accounts receivable for physician activities, net	48,716	-	39,431	-	-	-	-	-	-	-	8,685
Assets limited as to use, current portion	100,514	-	100,514	-	-	-	-	-	-	-	-
Pledges receivable, current portion	41,324	-	1,614	102	-	-	37,859	-	-	-	1,449
Insurance claims receivable, current portion	178,430	(16,916)	124,713	194	125	4	19	81	208	-	2
Other current assets	139,559	-	117,162	150	13,950	1,087	68	1,978	915	555	3,492
Total current assets	2,524,723	(16,916)	2,334,359	24,652	14,168	1,777	72,869	9,359	6,140	38,405	39,640
Due from affiliates, net	-	(262,690)	135,544	-	-	-	-	-	299	126,484	365
Assets limited as to use, net of current portion	678,424	(186,502)	689,954	1,671	32,756	-	38,874	-	-	91,876	9,875
Pledges receivable, net of current portion	117,357	-	2,236	576	-	-	113,280	-	-	-	1,302
Property, plant and equipment, net	2,808,810	-	2,768,092	1,218	64,596	20,727	620	7,341	768	-	5,515
Insurance claims receivable, net of current portion	355,225	(85,315)	437,065	761	489	15	74	317	313	-	9
Other assets	234,777	(61,904)	256,753	225	-	471	-	-	-	41,978	254
Total assets	\$6,779,316	(\$614,330)	\$6,603,989	\$28,553	\$131,749	\$22,990	\$225,657	\$17,027	\$8,020	\$298,743	\$56,908
Liabilities and net assets (deficit)											
Current liabilities:											
Short-term borrowings	\$75,540	\$-	\$75,540	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Accounts payable and accrued expenses	498,519	1,085	463,298	3,529	7,514	3,663	165	11,266	3,147	1,632	3,070
Accrued salaries and related benefits	405,764	-	357,015	1,485	4,530	146	631	4,339	1,012	-	6,540
Current portion of capital lease obligations	4,320	-	4,320	-	-	-	-	-	-	-	45
Current portion of long-term debt	49,828	-	49,828	-	-	-	-	-	-	-	-
Current portion of malpractice and other insurance liabilities	39,357	(21,755)	35,467	-	-	-	-	-	-	3,700	-
Current portion of insurance claims liability	105,170	(15,916)	124,713	191	125	4	19	81	208	-	2
Current portion of third-party payer structured liabilities	4,657	-	4,657	-	-	-	-	-	-	-	-
Current portion of estimated payable to third-party payers	253,983	-	352,441	-	-	-	-	500	794	-	247
Total current liabilities	1,340,862	(43,386)	1,497,774	5,211	12,269	3,813	518	16,136	5,661	33,382	9,904
Due to affiliates	-	(124,629)	-	70	40,710	\$152	826	1,329	-	-	69,522
Accrued retirement benefits, net of current portion	360,719	-	350,719	-	-	-	-	-	-	-	-
Capital lease obligations, net of current portion	82,573	-	82,132	-	-	-	-	-	-	-	441
Long-term debt, net of current portion	1,248,601	(6,922)	1,248,601	-	-	-	-	-	-	-	6,922
Malpractice and other insurance liabilities, net of current portion	\$63,777	(111,483)	437,137	-	-	-	-	-	-	241,043	-
Insurance claims liability, net of current portion	355,225	(85,313)	437,065	761	489	15	74	317	313	-	9
Third-party payer structured liabilities, net of current portion	31,200	-	31,200	-	-	-	-	-	-	-	-
Other long-term liabilities	427,923	-	432,879	544	103	262	3,898	67	-	-	174
Total liabilities	4,611,910	(369,308)	4,513,517	6,546	57,601	12,247	5,646	17,895	5,674	275,425	86,972
Commitments and contingencies											
Net assets (deficit):											
Unrestricted	1,745,492	(55,201)	1,719,195	19,876	14,999	10,748	23,716	(868)	2,046	23,318	(41,497)
Temporarily restricted	797,589	(169,467)	286,701	1,795	23,234	-	158,295	-	-	-	7,034
Permanently restricted	134,225	(19,454)	54,585	378	25,415	-	48,000	-	-	-	4,200
Total net assets (deficit)	2,167,406	(214,122)	2,090,481	22,049	74,148	10,748	222,011	(868)	2,046	23,318	(30,263)
Total liabilities and net assets (deficit)	\$6,779,316	(\$614,330)	\$6,603,989	\$28,553	\$131,749	\$22,990	\$225,657	\$17,027	\$8,020	\$298,743	\$56,908

North Shore-Long Island Jewish Health System, Inc.

Consolidating Statement of Operations

For the Nine Months Ended September 30, 2011 (Unaudited and in Thousands)

	North Shore- Long Island Jewish Health System, Inc.		North Shore- Long Island Jewish Obligated Group	Hospice Care Network, Inc.	The Feinstein Institute for Medical Research	Real Estate Companies	North Shore- Long Island Jewish Health System Foundation, Inc.	North Shore- Long Island Jewish Health System Laboratories	North Shore Health System Enterprises, Inc. (Combined)	Insurance Companies (Combined)	Other Health System Entities
	Total	Eliminations									
Operating revenue:											
Net patient service revenue	\$3,949,337	(\$4,854)	\$3,891,007	\$35,312	\$316	\$-	\$-	\$-	\$23,385	\$-	\$2,974
Physician practice revenue	454,069	-	405,849	-	-	-	-	-	-	-	49,140
Other operating revenue	246,218	(121,854)	111,342	525	41,595	20,905	-	34,010	410	38,514	68,774
Net assets referred from restructurings used for operations	38,384	-	20,581	-	17,041	-	-	-	-	-	463
Total operating revenue	4,688,008	(126,728)	4,431,279	35,838	58,953	20,905	-	84,010	23,802	38,514	121,350
Operating expenses:											
Salaries	\$1,129,277	(\$6,179)	1,116,438	12,527	31,689	1,411	-	30,867	15,445	-	57,101
Employee benefits	651,563	(2,659)	618,178	2,774	9,622	483	-	8,556	3,479	-	11,150
Supplies and expenses	1,395,275	(89,475)	1,235,209	17,892	21,664	17,527	-	36,984	7,386	38,730	55,958
Bad debt expense	84,947	(3)	84,167	50	-	-	-	466	265	-	2
Depreciation and amortization	188,622	-	188,766	398	4,063	1,477	-	1,250	154	-	514
Interest	46,296	-	46,232	-	-	3	-	-	-	-	61
Total operating expenses	4,595,382	(120,316)	4,338,990	33,641	67,018	20,881	-	78,123	24,729	38,730	124,186
Excess (deficiency) of operating revenue over operating expenses	92,946	(6,407)	103,289	2,197	(8,065)	24	-	5,887	(927)	(216)	(2,836)
Non-operating gains and losses:											
Investment income	37,412	-	29,162	76	30	-	200	-	-	-	3,005
Change in net unrealized gains and losses and change in value of equity method investments	(61,355)	-	(59,613)	(242)	(24)	-	(1,132)	-	-	-	(343)
Change in fair value of interest rate swap agreements designated as derivative instrument	(14,533)	-	(14,533)	-	-	-	-	-	-	-	-
Other non-operating gains and losses	7,271	1,495	9,847	500	-	-	(4,625)	-	-	-	54
Total non-operating gains and losses	(36,204)	1,495	(35,107)	334	6	-	(5,552)	-	-	-	7,716
Excess (deficiency) of revenue and gains and losses over expenses	56,742	(4,912)	68,092	2,531	(8,059)	24	(5,552)	5,887	(927)	(216)	(120)
Net assets released from restrictions for capital asset acquisitions	13,507	-	9,561	-	3,945	-	-	-	-	-	-
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,053)	-	(1,054)	-	-	-	-	-	-	-	-
Loss of fair value of endowment assets	(770)	-	(632)	-	-	-	(140)	-	-	-	-
Transfers (to) from affiliates	-	5,370	(5,804)	-	1,897	(242)	-	(5,335)	-	2,001	1,907
Increase (decrease) in unrestricted net assets	\$68,418	(\$1,336)	\$70,159	\$2,531	(\$217)	(\$218)	(\$5,098)	\$553	(\$927)	\$1,785	\$1,787

BFA Attachment B (cont.)

North Shore-Long Island Jewish Health System Inc.

Combining Statement of Operations - Obligated Group Only
For the Nine Months Ended September 30, 2011 (Unaudited and In Thousands)

	Total Obligated Group	Eliminations	North Shore-Long Island Jewish Health Care, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Glen Cove Hospital	Plainview Hospital	Forest Hills Hospital	North Shore University Hospital Stern Family Center for Extended Care and Rehabilitation	Huntington Hospital Association	Franklin Hospital	Southside Hospital	Staten Island University Hospital	Lenox Hill Hospital
Operating revenue														
Net patient service revenue - hospital and nursing facilities	\$3,892,707	\$-	\$-	\$989,609	\$894,935	\$122,051	\$122,268	\$148,210	\$35,571	\$201,795	\$125,620	\$212,163	\$552,012	\$479,454
Physician practice revenue	425,848	-	-	190,268	143,691	14,064	9,637	9,445	-	10,055	8,125	20,264	-	-
Other operating revenue	111,341	(405,623)	366,579	63,189	36,332	2,484	1,108	737	380	1,627	1,636	11,705	34,327	8,561
Net assets released from restrictions used for operations	20,581	-	-	(11,113)	5,323	-	-	-	-	226	-	5	306	2,407
Total operating revenue	4,432,276	(405,623)	366,579	1,254,199	1,068,282	159,599	140,013	158,392	35,951	213,203	139,381	243,957	587,345	491,421
Operating expenses														
Salaries	\$ 110,438	(174,451)	129,598	581,807	502,541	69,858	69,015	71,117	18,180	96,711	65,016	119,822	289,980	233,213
Employee benefits	618,178	(31,602)	33,518	161,824	142,138	20,283	22,701	23,079	5,642	33,579	20,421	40,119	86,630	89,246
Supplies and expenses	1,289,209	(230,466)	163,422	390,169	329,914	49,911	42,657	43,350	6,199	59,366	41,219	69,740	162,761	175,947
Bad debt expense	84,167	(5,922)	-	31,501	39,442	3,129	1,617	4,304	170	4,438	6,195	4,870	4,150	9,372
Depreciation and amortization	180,766	-	21,904	39,597	31,251	4,283	3,291	5,072	859	9,583	3,527	8,653	17,499	21,192
Interest	(5,232)	(1,448)	4,267	10,628	10,717	682	904	1,398	376	1,667	846	2,310	6,859	6,853
Total operating expenses	4,328,990	(432,958)	269,709	1,215,490	1,027,143	138,187	135,181	148,315	31,476	205,362	137,225	245,514	568,119	407,354
Excess (deficiency) of operating revenue over operating expenses	103,286	(2,684)	(2,750)	38,739	41,339	1,412	1,832	10,077	4,531	7,841	1,156	(1,577)	(9,226)	(15,933)
Non-operating gains and losses:														
Investment income	29,102	(27)	-	12,994	7,432	1,486	68	142	225	1,255	103	508	1,562	3,274
Change in net unrealized gains and losses and change in value of equity method investments	(39,613)	-	-	(34,710)	(9,987)	(3,568)	(71)	(175)	(49)	(2,629)	(104)	(275)	(706)	(7,338)
Change in fair value of interest rate swap agreements designated as derivative instruments	(14,531)	-	-	-	(3,105)	-	-	-	-	-	-	-	(1,408)	-
Other non-operating gains and losses	9,847	-	-	9	15	-	54	-	-	371	-	8,177	-	1,290
Total non-operating gains and losses	(25,197)	(27)	-	(21,706)	(35,645)	(2,082)	57	(33)	(24)	(903)	(1)	8,411	(532)	(2,841)
Excess (deficiency) of revenue and gains and losses over expenses	68,089	(2,681)	(2,750)	17,033	25,626	(770)	1,832	10,044	4,207	6,938	1,155	6,834	18,694	(18,777)
Net asset released from restrictions for capital asset requisitions	9,362	-	-	195	2,345	3,798	-	-	1	-	834	752	1,247	190
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,059)	-	-	(432)	(629)	-	-	-	-	-	-	-	-	-
Loss of fair value of endowment corpus	(652)	-	-	(355)	(117)	(162)	-	-	-	-	-	-	-	-
Transfers (to) from affiliates	(5,891)	2,651	(1,271)	(7,671)	(741)	-	-	-	-	1,300	-	-	-	-
Excess (deficiency) of unaudited net assets	\$70,149	\$	(\$4,011)	\$8,764	\$27,368	\$2,906	\$1,593	\$10,011	\$4,708	\$8,138	\$1,989	\$7,166	\$20,041	(\$18,587)

BPA Attachment B (cont.)

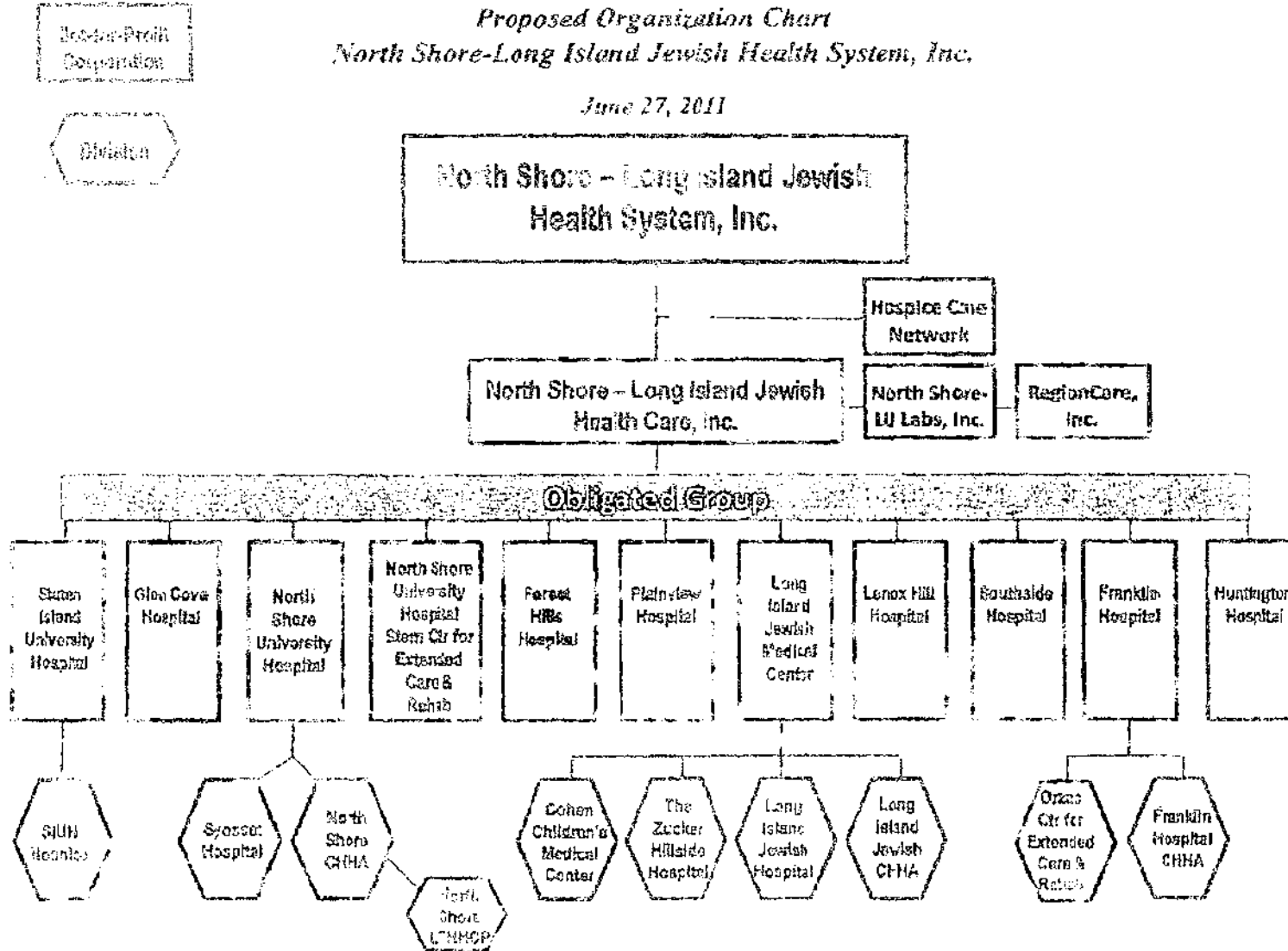
BFA Attachment C

North Shore University Hospital Maternity/OB Renovations-Expenses- CON 112259

Current Year	<u>Inpatient</u>	<u>Discharges</u>	<u>Cost per Discharge</u>
Operating	\$43,348,000		
Capital	<u>\$5,253,500</u>		
Total	\$48,601,500	6,542	\$7,429
First Year Budgets-Incremental			
Operating	\$45,846,000		
Capital	<u>\$11,240,000</u>		
Total	\$57,086,000	6,810	\$8,383
Third Year Budgets-Incremental			
Operating	\$46,489,700		
Capital	<u>\$11,153,100</u>		
Total	\$57,642,800	7,000	\$8,235

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

June 27, 2011



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

January/February 2012

ATTACHMENTS

Diagnostic and Treatment Center - Construction

Exhibit #2

	<u>Number</u>	<u>Applicant/Facility</u>
1.	101018 C	Doctors United, Inc. (New York County)
2.	112250 C	Smile New York Outreach, LLC d/b/a Smile Program Mobile Dentists (Queens County)

101018 C

Doctors United, Inc.
(New York County)

There are no attachments for this project.

Smile New York Outreach, LLC

Pro-Forma Balance Sheet

	Beginning of Year One
ASSETS	
CURRENT ASSETS	
Cash Balances	\$ 944,182
Accounts Receivable - Net	\$ -
TOTAL CURRENT ASSETS	\$ 944,182
OTHER ASSETS	
CON Fees	\$ 6,673
Equipment (net of depreciation)	\$ 849,657
TOTAL OTHER ASSETS	\$ 856,330
TOTAL ASSETS	\$ 1,800,512
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
	\$ -
TOTAL CURRENT LIABILITIES	\$ -
LONG-TERM LIABILITIES	
Capital Leases	\$ 770,697
Working Capital Loan	\$ 429,274
TOTAL LONG-TERM LIABILITIES	\$ 1,199,971
TOTAL LIABILITIES	\$ 1,199,971
LLC CAPITAL	\$ 600,540
TOTAL LIABILITIES AND LLC CAPITAL	\$ 1,800,512

ReachOut Healthcare Holdings Inc. and Subsidiary and Consolidated Affiliates

Consolidated Balance Sheet
December 31, 2010**ASSETS****CURRENT ASSETS**

Cash and cash equivalents	\$ 4,840,433
Patient accounts receivable, net:	6,828,662
Inventory	1,897,288
Prepaid expenses and other current assets	3,234,148
Total current assets	<u>16,800,531</u>

PROPERTY AND EQUIPMENT

Dental equipment	3,187,064
Other equipment and fixtures	1,692,416
Vehicles	1,195,306
Property and equipment	<u>6,074,786</u>

OTHER ASSETS

Deposits	41,370
Deferred financing costs:	3,574,545
Identified intangible assets:	49,546,495
Goodwill	114,634,234
Total other assets	<u>167,796,644</u>

Total assets	<u>\$ 190,671,961</u>
---------------------	-----------------------

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES	
Accounts payable	\$ 1,339,785
Accrued payroll and other ;	6,742,686
Current portion of long-term debt	1,500,000
Deferred tax liabilities	62,000
Total current liabilities	<u>9,644,471</u>
DEFERRED TAX LIABILITIES ;	12,115,000
REVOLVING CREDIT FACILITY ;	1,400,000
LONG-TERM DEBT, less current portion .	58,500,000
STOCK APPRECIATION RIGHTS	300,000
Total liabilities	<u>81,959,471</u>
COMMITMENTS AND CONTINGENCIES .	
STOCKHOLDERS' EQUITY .	
Common stock, \$0.01 par value; authorized 7,500,000 shares; issued and outstanding, 5,841,126 shares	58,411
Additional paid-in capital	111,046,327
Retained deficit	(2,425,455)
Total ReachOut Healthcare Holdings Inc. equity	<u>108,679,283</u>
Noncontrolling interest in Consolidated Affiliates	33,207
Total stockholders' equity	<u>108,712,490</u>
	<u>\$ 190,671,961</u>

ReachOut Healthcare Holdings Inc. and Subsidiary and Consolidated Affiliates

Consolidated Statement of Income
Year Ended December 31, 2010

Predecessor	
Net operating revenues	<u>\$ 68,312,726</u>
Operating expenses:	
Salaries, benefits and contracted services	38,755,880
Dental supplies	2,623,650
General and administrative	18,733,205
Provision for doubtful accounts	4,024,965
Amortization :	2,766,947
Depreciation	1,772,485
Total operating expenses	<u>68,677,132</u>
Operating loss	(364,406)
Nonoperating expense:	
Interest expense	(5,859,264)
Amortization and write-off of deferred financing costs	(2,180,199)
Loss before income taxes	<u>(8,403,869)</u>
Income tax benefit	(1,196,365)
Net loss	<u>(7,207,504)</u>
Less net income attributable to the noncontrolling interest in Consolidated Affiliates	<u>(278,700)</u>
Net loss attributable to ReachOut Healthcare Holdings Inc. and Subsidiary	<u><u>\$ (7,486,204)</u></u>
Successor	
Operating expenses:	
Professional fees and transaction costs	\$ (2,425,455)
Income tax benefit	-
Net loss	<u><u>\$ (2,425,455)</u></u>

ReachOut Healthcare Holdings Inc. and Subsidiary and Consolidated Affiliates

Consolidated Statement of Stockholders' Equity
Year Ended December 31, 2010

	Stock Issued		Additional Paid-In Capital	Retained Earnings (Deficit)	Noncontrolling Interest in Affiliates	Total Stockholders' Equity
	Preferred	Common				
Balance, December 31, 2009	\$ 276	\$ 31,209	\$ 35,010,710	\$ 1,754,677	\$ 247,268	\$ 37,044,140
Stock based compensation to fully vest outstanding stock options	-	-	368,346	-	-	368,346
Sale of 120,110 shares of common stock from stock option exercise	-	1,201	482,186	-	-	483,387
Redemption of 3,241,072 shares of common stock	-	(32,410)	(8,255,627)	(64,431,229)	-	(72,719,266)
Redemption of 27,606 shares of preferred stock	(276)	-	(27,605,815)	(6,926,996)	-	(34,532,887)
Sale of 5,841,126 shares of common stock	-	58,411	106,171,143	-	-	106,229,554
Fair value of retained stock options related to the stock purchase	-	-	4,875,184	-	-	4,875,184
Push down accounting adjustment	-	-	-	77,089,752	-	77,089,752
Beginning deficit of Affiliates at time of consolidation	-	-	-	-	(151,761)	(151,761)
Distributions to noncontrolling interests	-	-	-	-	(341,000)	(341,000)
Net (loss) income from predecessor	-	-	-	(7,486,204)	278,700	(7,207,504)
Net loss from successor	-	-	-	(2,425,455)	-	(2,425,455)
Balance, December 31, 2010	\$ -	\$ 58,411	\$ 111,046,327	\$ (2,425,455)	\$ 33,207	\$ 108,712,490

ReachOut Holdings Inc. and Subsidiary and Consolidated Affiliates

Consolidated Balance Sheet
October 31, 2011

Assets	October 31, 2011	December 31, 2010
Current Assets		
Cash and cash equivalents	\$ 3,327,174	\$ 4,810,433
Patient accounts receivable, net	8,479,918	5,379,485
Military accounts receivable	625,136	1,156,951
Other receivables	2,719,170	3,210,373
Inventory	1,743,716	1,897,287
Prepaid expenses and other	602,078	319,700
Total current assets	\$ 17,495,193	\$ 16,804,229
Property and Equipment		
Dental Equipment	\$ 4,753,467	\$ 3,535,826
Other Equipment and Fixtures	1,683,110	1,734,947
Vehicles	2,650,709	1,526,430
	9,087,286	6,797,202
Less accumulated depreciation	2,215,332	722,418
	\$ 6,871,954	\$ 6,074,785
Financing Fees, net	\$ 2,993,489	\$ 3,574,545
Intangible Assets, net	46,625,059	49,546,496
Goodwill	114,148,032	114,634,235
Deferred Tax Asset	856,548	-
Other Assets	43,682	37,667
Total assets	\$ 189,031,957	\$ 190,671,957
Liabilities and Shareholders' Equity		
Current Liabilities		
Current portion of long-term debt	\$ 1,531,677	\$ 1,536,923
Accounts payable	3,241,467	5,987,239
Accrued Income Taxes	861,203	62,000
Accrued payroll and other	2,665,457	1,694,670
Total current liabilities	8,299,804	9,280,832
Deferred Income Liabilities	12,170,632	12,115,000
Revolving Credit Facility	2,600,000	1,400,000
Long-Term Debt, less current portion	57,415,977	58,579,461
Stock Appreciation Rights	300,000	300,000
Other Long Term Liabilities	278,240	284,173
Total liabilities	81,064,653	81,559,466
Shareholders' Equity		
Common Stock	58,356	58,411
Additional paid-in capital	110,946,382	111,646,327
Non-Controlled Interest	(655,400)	33,208
Retained earnings (deficit)	(2,382,033)	(2,425,455)
Total shareholders' equity	\$ 107,967,304	\$ 108,712,491
Total liabilities and shareholders' equity	\$ 189,031,957	\$ 190,671,957

*These financial statements are unaudited.

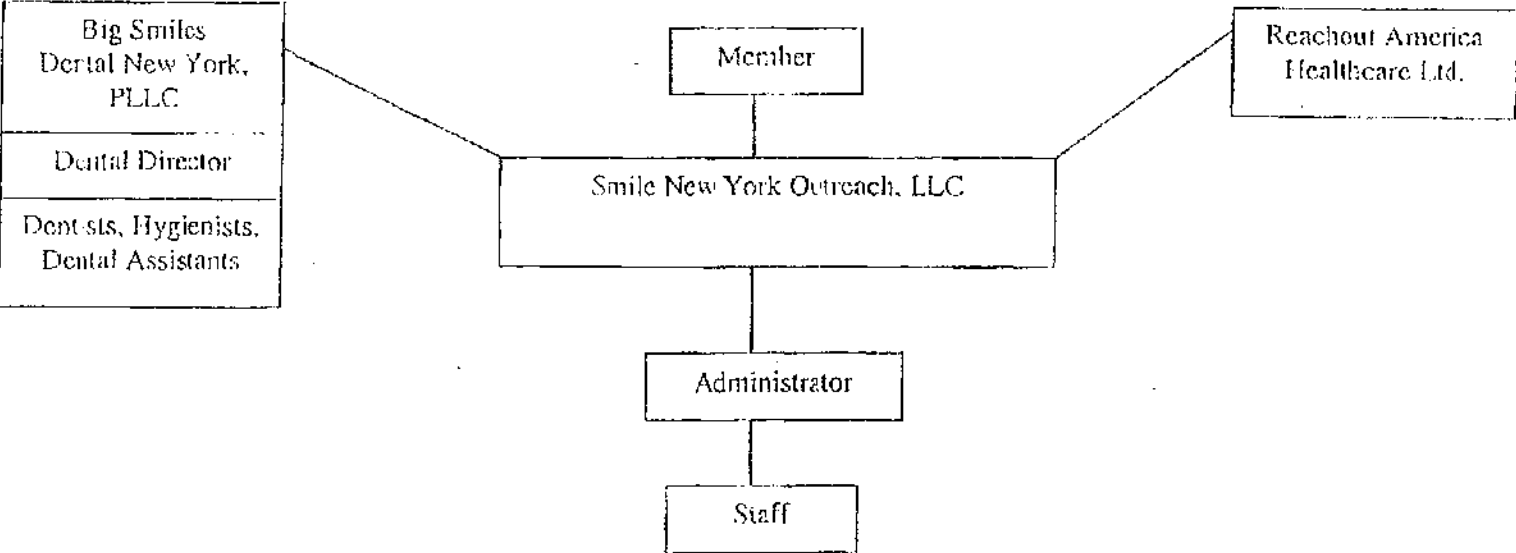
ReachOut Holdings Inc. and Subsidiary and Consolidated Affiliates

Consolidated Statements of Income
For YTD Ended October 2011

	October		
	Current	Last Year	Change
Production			
Dental Services Revenue	\$ 100,029,020	\$ 99,735,213	\$ 293,807
Nursing Home Revenue	1,127,358	665,305	462,063
Military Revenue	3,457,590	2,429,162	1,028,428
Other Revenue	257,500	0	257,500
Contract Allowances and Other Adjustments	(48,650,530)	(50,574,242)	1,923,712
Net Revenue	\$ 56,220,948	\$ 52,255,437	\$ 3,965,511
Direct Expenses			
Salaries and Benefits	\$ 22,870,063	\$ 19,801,893	\$ 3,068,170
Dental Supplies	2,531,802	2,231,386	300,417
Other Direct Expenses	1,482,314	1,219,149	263,166
	\$ 26,884,179	\$ 23,252,427	\$ 3,631,752
Gross Contribution	\$ 29,336,769	\$ 29,003,010	\$ 333,759
Overhead Expense			
Salaries and Benefits	10,822,131	9,031,303	1,790,828
Other G&A Expenses	9,163,631	7,644,291	1,519,340
Depreciation	1,584,939	1,449,284	135,655
	\$ 21,570,701	\$ 18,124,879	\$ 3,445,822
Net Contribution	\$ 7,766,068	\$ 10,878,131	\$ (3,112,063)
Other (Income)/Expense			
Net Interest Expense	\$ 4,114,188	\$ 4,599,232	\$ (485,044)
Loss (Gain) on Sale of Assets	(28,713)	(23,638)	(5,075)
Management Fees and Board Expenses	91,036	398,182	(307,146)
Other Expense	29,662	391,075	(361,413)
Amortization of Intangibles	3,489,381	2,501,806	987,575
Provision for Income Tax	27,093	1,099,527	(1,072,434)
Non-Controlled Interest	-	(125,499)	125,499
Net Income (Loss)	\$ 43,422	\$ 2,037,447	\$ (1,743,026)

*These financial statements are unaudited.

Smile New York Outreach, LLC



ESTABLISHMENT CHECKLIST FOR DIAGNOSTIC AND TREATMENT CENTER

APPLICATION: CON 112250 Smile New York Outreach, LLC

NATURE OF APPLICATION: PRIMARY CARE
XX Mobile Dental Program

AUSPICE: NON PROFIT
XX PROPRIETARY
 PUBLIC
- Limited Liability Company

AFFILIATIONS: None

UNIT COST:	<u>YEAR ONE</u>	<u>YEAR THREE</u>
OPERATING	\$ 125.67	\$ 117.64
CAPITAL	<u>\$ 12.74</u>	<u>\$ 6.77</u>
TOTAL	\$ 138.41	\$ 124.41

PAYOR SOURCE:	<u>YEAR ONE</u>
MEDICAID-FFS	55.0%
MEDICAID-MC	20.0%
COMMERCIAL-FFS	15.0%
CHARITY	10.0%

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

January/December 2012

ATTACHMENTS

Long Term Home Health Care Program – Construction

Exhibit #3

<u>Number</u>	<u>Applicant/Facility</u>
1. 112116 C	Dominican Sisters Family Health Service, Inc. (Westchester County)

DOMINICAN SISTERS FAMILY HEALTH SERVICE, INC.

Balance Sheets
December 31, 2010 and 2009

	<u>Assets</u>	
	<u>2010</u>	<u>2009</u>
Current assets		
Cash and cash equivalents	\$ 277,682	\$ 614,244
Investments	1,400,397	1,995,883
Accounts receivable, net	2,780,337	2,651,454
Grants receivable	441,740	166,953
Promises to give	6,615	17,865
Other receivables	155,785	206,374
Prepays	<u>136,889</u>	<u>159,637</u>
Total current assets	<u>5,199,445</u>	<u>5,812,410</u>
Assets whose use is limited	<u>2,412,185</u>	<u>2,373,248</u>
Fixed assets, net	<u>689,976</u>	<u>628,376</u>
Other assets		
Deposits	36,013	36,709
Advance receivable	<u>247,613</u>	<u>268,885</u>
Total other assets	<u>283,626</u>	<u>305,594</u>
Total assets	<u>\$ 8,585,232</u>	<u>\$ 9,119,628</u>

Liabilities and Net Assets

	<u>2010</u>	<u>2009</u>
Current liabilities		
Accounts payable	\$ 1,468,079	\$ 1,324,310
Accrued salaries and expenses	1,501,662	1,565,386
Due third party payors	1,230,492	2,063,419
Current portion of loan payable	252,698	238,901
Current portion of obligation under capital lease	<u>109,521</u>	<u>56,422</u>
Total current liabilities	<u>4,562,452</u>	<u>5,248,438</u>
Long term liabilities		
Loan payable, net of current portion	550,017	802,715
Obligation under capital lease, net of current portion	<u>119,966</u>	<u>109,060</u>
Total liabilities	<u>5,232,435</u>	<u>6,160,213</u>
Net assets		
Unrestricted	2,988,397	2,511,808
Temporarily restricted	<u>364,400</u>	<u>447,607</u>
Total net assets	<u>3,352,797</u>	<u>2,959,415</u>
Total liabilities and net assets	<u>\$ 8,585,232</u>	<u>\$ 9,119,628</u>

DOMINICAN SISTERS FAMILY HEALTH SERVICE, INC.

Statements of Activity
for the years ended December 31, 2010 and 2009

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2010 Total</u>
Revenue, gains and other support			
Net patient service revenue	\$ 29,933,374	\$ -	\$ 29,933,374
Contributions	430,800	413,608	\$ 844,408
Net assets released from restrictions	496,815	(496,815)	-
Investment income	173,866	-	173,866
Other revenues	<u>13,131</u>	<u>-</u>	<u>13,131</u>
 Total revenue, gains and other support	 <u>31,047,986</u>	 <u>(83,207)</u>	 <u>30,964,779</u>
Expenses and nonrecurring item			
Professional care of patients	26,383,160	-	26,383,160
Administrative and general	3,422,354	-	3,422,354
Occupancy	569,070	-	569,070
Depreciation	<u>172,355</u>	<u>-</u>	<u>172,355</u>
 Total expenses	 <u>30,546,939</u>	 <u>-</u>	 <u>30,546,939</u>
 Excess (deficiency) of revenue over expenses	 501,047	 (83,207)	 417,840
Other changes			
Change in net unrealized (losses) on securities	<u>(24,458)</u>	<u>-</u>	<u>(24,458)</u>
 Change in net assets	 476,589	 (83,207)	 393,382
 Net assets, beginning of year	 <u>2,511,808</u>	 <u>447,607</u>	 <u>2,959,415</u>
 Net assets, end of year	 <u>\$ 2,988,397</u>	 <u>\$ 364,400</u>	 <u>\$ 3,352,797</u>

BFA Attachment A (cont.)

<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2009 Total</u>
\$ 28,756,553	\$ -	\$ 28,756,553
437,054	566,615	1,003,669
483,070	(483,070)	-
130,932	-	130,932
<u>27,188</u>	<u>-</u>	<u>27,188</u>
<u>29,834,797</u>	<u>83,545</u>	<u>29,918,342</u>
25,955,927	-	25,955,927
3,254,123	-	3,254,123
548,799	-	548,799
<u>221,698</u>	<u>-</u>	<u>221,698</u>
<u>29,980,547</u>	<u>-</u>	<u>29,980,547</u>
(145,750)	83,545	(62,205)
<u>(10,256)</u>	<u>-</u>	<u>(10,256)</u>
(156,006)	83,545	(72,461)
<u>2,667,814</u>	<u>364,062</u>	<u>3,031,876</u>
<u>\$ 2,511,808</u>	<u>\$ 447,607</u>	<u>\$ 2,959,415</u>

DOMINICAN SISTERS FAMILY HEALTH SERVICES, INC.
BALANCE SHEETS
OCTOBER 31, 2011 AND DECEMBER 31, 2010

<u>ASSETS</u>	<u>10/31/11</u>	<u>12/31/10</u>
GENERAL FUND		
Current assets		
Cash and cash equivalents	\$380,151	\$277,682
Unrestricted investment	684,114	1,390,897
Accounts receivable - net	3,537,908	2,750,237
Pledge receivables	1,105	17,865
Grants receivable	234,420	730,487
Other receivables	169,031	155,785
Deposits and advances	<u>129,192</u>	<u>136,869</u>
Total current assets	5,145,432	5,199,442
Assets whose use is limited		
Board Designated Funds:		
Cash - Development Program Fund	0	0
Cash - Dominican Memorial Fund	486	486
Cash - Family 2000	0	0
Cash - Mary Walsh	0	0
Cash - Plant Replacement Fund	0	0
Investments - Development Program Fund	783,737	916,200
Investments - Dominican Program Fund	193,492	324,361
Investments - Family 2000	437,686	634,362
Investments - Mary Walsh	11,238	11,338
Investments - Plant Replacement Fund	<u>731,536</u>	<u>928,648</u>
Total assets whose use is limited	2,175,073	2,412,185
Fixed assets		
Leasehold improvements	585,073	576,473
Furniture and fixtures	344,032	307,043
Computerization	2,502,521	2,433,064
Property and Building	<u>269,359</u>	<u>269,359</u>
Total assets	3,699,185	3,613,929
Less accumulated depreciation	<u>3,015,079</u>	<u>2,000,952</u>
Net fixed assets	<u>684,106</u>	<u>612,977</u>
Other Assets		
Deposits	293,513	36,012
Advances receivable	<u>230,065</u>	<u>247,513</u>
Total Other Assets	523,578	383,525
Total general fund assets	<u>\$8,478,787</u>	<u>\$8,885,230</u>

<u>LIABILITIES AND FUND BALANCE</u>	<u>10/31/11</u>	<u>12/31/10</u>
GENERAL FUND		
Current liabilities		
Accounts payable	\$2,089,145	\$1,768,071
Accrued salaries and expenses	1,980,893	1,591,561
Current portion of Pension Loan Payable	261,801	752,698
Current portion of Equipment Lease Payable	37,003	33,013
Current portion of Computer Lease Payable	48,314	16,508
Due to third party payee's	<u>906,515</u>	<u>1,230,492</u>
Total current liabilities	5,285,706	4,868,443
Noncurrent liabilities		
Pension Loan Payable, net of current portion	339,333	650,012
Computer Lease Payable, net of current portion	-	36,347
Equipment Lease Payable, net of current portion	<u>33,486</u>	<u>70,919</u>
Total Noncurrent liabilities	361,809	669,989
Net Assets:		
Unrestricted	1,638,225	2,988,499
Temporarily Restricted	<u>142,047</u>	<u>354,353</u>
Total Net Assets	2,530,272	3,352,804
Total general fund liabilities and fund balance	<u>\$8,478,787</u>	<u>\$8,535,230</u>

DOMINICAN SISTERS FAMILY HEALTH SERVICES, INC.
STATEMENT OF ACTIVITY
YTD October 2011

	CHHA					LTPHC					TOTAL CHHA & LTPHC				
	2010 ACTUAL	2011 ACTUAL	2011 BUDGET	2011 (UNDER) BUDGET	VAR (%)	2010 ACTUAL	2011 ACTUAL	2011 BUDGET	2011 (UNDER) BUDGET	VAR (%)	2010 ACTUAL	2011 ACTUAL	2011 BUDGET	2011 (UNDER) BUDGET	VAR (%)
REVENUE															
PATIENT SERVICE REVENUE:															
Nursing	\$9,739,279	\$8,707,758	\$8,629,595	\$78,163	1%	\$2,184,354	\$2,153,424	\$2,133,374	\$20,050	1%	\$11,923,633	\$10,861,182	\$10,762,969	\$99,213	1%
Physical therapy	4,791,423	4,214,525	4,355,313	(140,788)	-3%	462,900	446,477	417,651	28,825	7%	5,254,553	4,707,659	4,773,470	(66,811)	-2%
Home health aides	3,523,696	3,524,243	3,345,922	178,321	6%	3,330,540	3,341,327	3,639,524	(198,197)	-5%	7,149,436	5,268,570	5,356,416	(87,846)	-2%
Social work	485,633	421,089	413,673	7,416	2%	552,610	532,901	514,751	18,150	4%	1,038,243	953,070	928,424	24,646	3%
Speech therapy	132,255	34,553	110,554	(21,001)	-16%	4,185	3,433	4,054	(621)	-15%	136,440	38,041	114,617	(23,616)	-21%
Occupational therapy	422,051	355,319	343,631	11,688	3%	24,480	29,345	24,012	5,333	22%	446,531	384,664	407,649	(22,985)	-6%
Personal Care	0	0	0	0	0%	3,182,731	3,722,436	3,603,150	119,286	3%	3,182,731	3,722,436	3,603,150	119,286	3%
Wound Services	0	0	0	0	0%	780,645	836,819	618,047	218,772	35%	780,645	836,819	618,047	218,772	35%
Medical supplies	305,517	244,370	233,633	10,737	5%	22,604	14,450	24,079	(9,629)	-40%	328,121	258,820	257,712	1,108	0%
TOTAL PATIENT SERV. REVENUE:	\$19,721,344	\$17,553,317	\$17,475,806	\$77,511	1%	\$10,442,679	\$10,332,457	\$9,723,181	\$609,275	7%	\$20,164,023	\$17,885,784	\$17,191,387	\$694,397	4%
LESS: ALLOWANCES:															
Contractual	1,392,563	1,075,953	775,950	1,368,953	144%	3,133,124	3,213,348	2,474,131	739,217	24%	4,525,687	4,291,301	3,250,122	1,041,179	32%
Free care	115,632	115,027	130,803	(15,775)	-14%	0	0	0	0	0%	115,632	115,027	130,803	(15,775)	-14%
TOTAL ALLOWANCES:	\$1,508,195	\$1,190,980	\$906,753	\$1,383,178	105%	\$3,133,124	\$3,213,348	\$2,474,131	\$739,217	24%	\$4,641,319	\$4,406,328	\$3,380,925	\$1,025,403	30%
NET OPERATING REVENUE:	\$18,213,149	\$16,362,337	\$16,569,053	(\$498,716)	-3%	\$7,309,555	\$7,119,109	\$7,249,050	(\$129,941)	-2%	\$15,522,704	\$13,479,456	\$13,810,462	(\$330,906)	-2%
OPERATING EXPENSES:															
Expenses (Deficit) of Operating	\$44,933	(\$740,757)	\$99,219	(\$829,975)		(\$23,508)	\$258,366	(\$23,562)	\$281,928		\$47,477	(\$682,391)	\$73,657	(\$756,048)	
OTHER NON-OPERATING REVENUE															
Contributions											29,695	40,334	20,132	20,202	101%
Fund Raising											113,637	51,372	72,312	(11,640)	-16%
United Way											36	461	5,573	(5,212)	-12%
Other Revenues											0	25,175	20,937	4,238	20%
Investment Income											154,246	74,071	35,137	(119,115)	-77%
NON-OPERATING REVENUE											\$29,974	\$195,953	\$234,091	(\$138,085)	-58%
EXCESS OF REVENUE OVER EXPENSES INCLUDING TEMPORARILY RESTRICTED INCOME															
Assets released from restrictions											(224,976)	(353,149)	(374,955)	21,848	-6%
Temporarily Restricted Income											341,361	30,803	374,955	(244,152)	-65%
CHANGE IN NET ASSETS											\$60,955	(\$127,441)	\$33,131	(\$164,309)	-49%
ADJUSTMENTS:															
Change in unrealized gains/(loss) on securities											(11,941)	(11,435)	0	(11,435)	
CHANGE IN NET ASSETS											\$49,014	(\$138,876)	\$33,131	(\$175,744)	-52%
INITIAL															
											\$1,138,889	(\$1,172,727)	(\$1,058,658)	(\$12,069)	-1%
TOTAL											\$476,032	(\$22,530)	\$162,552	(\$64,868)	-40%

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

January/February 2012

ATTACHMENT

Residential Health Care Facilities Ventilator Beds – Construction

Exhibit #4

<u>Number</u>	<u>Applicant/Facility</u>
1. 111435 C	The Wartburg Home (Westchester County)

THE WARTBURG HOME OF THE EVANGELICAL LUTHERAN CHURCH

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2009

(With Comparative Totals for 2008)

ASSETS	2009	2008 (Restated)
CURRENT ASSETS:		
Cash and cash equivalents	\$ 5,541,096	\$ 3,084,436
Cash - Resident funds	102,181	159,881
Investments	1,912,895	1,609,983
Accounts receivable, net of allowance for doubtful accounts	0,271,900	10,784,842
Current portion of mortgage receivable	13,248	30,625
Prepaid expenses and other current assets	1,671,276	817,831
Current portion of due from affiliated companies	1,525,000	2,695,099
Total current assets	19,037,656	19,182,497
PROPERTY AND EQUIPMENT, net	8,993,966	9,084,017
OTHER ASSETS:		
Cash whose use is limited	6,022,839	6,431,381
Assets of pooled income fund	190,506	200,414
Mortgage receivable, net of current portion	-	15,280
Due from affiliated companies, net of current portion	2,069,156	3,920,665
Beneficial interest in trusts held by third parties	211,067	176,104
Total other assets	8,493,588	10,744,144
	\$ 36,525,210	\$ 39,910,658
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Current portion of long-term debt	\$ 367,537	\$ 349,954
Current portion of capital lease obligations	27,233	99,033
Accounts payable and accrued expenses	3,415,468	4,303,194
Accrued payroll and related benefits	1,670,081	1,625,368
Resident funds and deposits	516,539	545,455
Current portion of due to third-party payors	1,062,139	743,834
Deferred income	613,673	552,228
Total current liabilities	7,672,670	8,279,006
LONG-TERM DEBT, net of current portion	12,967,603	13,305,257
CAPITAL LEASE OBLIGATIONS, net of current portion	-	42,789
DUE TO THIRD-PARTY PAYORS, net of current portion	406,147	397,622
Total liabilities	21,046,420	21,964,734
NET ASSETS:		
Unrestricted, undesignated	9,508,376	12,715,524
Board designated	4,292,442	3,603,579
Total unrestricted	13,800,818	16,319,103
Temporarily restricted	1,473,930	1,456,388
Permanently restricted	203,992	170,433
Total net assets	15,478,790	17,945,924
	\$ 36,525,210	\$ 39,910,658

THE WARTBURG HOME OF THE EVANGELICAL LUTHERAN CHURCH

STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2009
 (With Comparative Totals for 2008)

	2009			2008
	Unrestricted	Temporarily Restricted	Permanently Restricted	(Restated)
OPERATING REVENUE:				
Net resident service revenue	\$ 39,643,039	\$ -	\$ -	\$ 38,227,252
Purchased services agreement	453,654	-	-	568,488
Miscellaneous	1,348	-	-	625
Total operating revenue	40,098,041	-	-	38,796,365
OPERATING EXPENSES:				
Direct care of residents	19,576,258	-	-	18,146,568
Service departments	5,758,740	-	-	5,947,703
Administrative	5,203,003	-	-	4,491,984
Non-departmental	13,049,223	-	-	11,289,582
Total operating expenses	43,587,234	-	-	39,775,837
LOSS FROM OPERATIONS	(3,489,193)	-	-	(379,472)
NON-OPERATING REVENUE (EXPENSE):				
Contributions and other revenue	782,038	27,500	-	655,598
Investment income, net	198,899	-	-	(76,560)
Change in value of trusts held by third parties	1,124	(9,903)	33,559	(82,207)
Loss on disposal of property and equipment	(11,233)	-	-	-
Total non-operating revenue, net	970,938	17,592	33,559	496,831
CHANGE IN NET ASSETS	(2,518,255)	17,592	33,559	(482,641)
NET ASSETS - beginning of year, as previously reported	16,319,103	1,456,383	170,433	18,610,565
PRIOR PERIOD ADJUSTMENTS	-	-	-	(182,000)
NET ASSETS - beginning of year, as restated	16,319,103	1,456,383	170,433	18,428,565
NET ASSETS - end of year	\$ 13,800,818	\$ 1,473,980	\$ 203,992	\$ 17,945,924

RFA Attachment A (cont.)

The Wartburg Home of the Evangelical Lutheran Church

Statement of Financial Position

December 31, 2010

ASSETS

Current Assets

Cash and cash equivalents	\$ 5,494,421
Investments	1,949,155
Accounts receivable, net	6,367,098
Prepaid expenses and other current assets	753,274
Due from affiliated companies	1,142,826
Restricted cash - residents' funds	<u>167,072</u>

Total Current Assets	15,873,846
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Due from affiliated companies	1,881,398
Assets limited as to use	8,319,721
Land, building and equipment, net	7,814,962
Assets of pooled income fund	201,410
Beneficial interest in trusts held by third parties	<u>288,095</u>

	<u>\$ 34,379,432</u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Current portion of long-term debt	\$ 387,729
Accounts payable and accrued expenses	2,571,121
Accrued salaries and related benefits	1,722,193
Due to third party payors	2,443,111
Due to The Wartburg Foundation, Inc.	82,826
Deferred income	1,071,145
Resident funds and deposits	<u>167,072</u>

Total Current Liabilities	8,445,197
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Long-term debt, net of current portion	12,579,873
Due to third party payors	406,147
Note payable to The Wartburg Foundation, Inc.	<u>750,786</u>

Total Liabilities	<u>22,182,003</u>
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Net Assets

Unrestricted, undesignated	8,843,209
Unrestricted, board designated	<u>2,635,251</u>
Total Unrestricted Net Assets	11,478,460
Temporarily restricted	556,492
Permanently restricted	<u>162,477</u>

Total Net Assets	<u>12,197,429</u>
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	<u>\$ 34,379,432</u>
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BFA Attachment A (cont.)

The Wartburg Home of the Evangelical Lutheran Church
 Statement of Operations and Changes in Net Assets
 Year Ended December 31, 2010

UNRESTRICTED NET ASSETS	
Operating Revenue	
Net patient service revenue	\$ 37,893,270
Investment income, net	123,837
Purchased services agreement	391,408
Other revenue	362,667
Net assets released from restrictions	<u>135,261</u>
Total Operating Revenue	<u>38,906,443</u>
Operating Expenses	
Salaries	17,687,664
Employee benefits	6,280,651
Fees, supplies and other expenses	13,879,843
Depreciation and amortization	2,074,396
Interest	704,966
Provision for bad debts	1,009,211
New York State cash receipts assessment	<u>1,368,252</u>
Total Operating Expenses	<u>43,004,983</u>
Deficiency of Operating Revenue Over Operating Expenses	<u>(4,098,540)</u>
Non-operating Revenue	
General contributions	588,612
Unrealized gain on investments	<u>46,409</u>
Total Non-operating Revenue	<u>635,021</u>
Reclassification of net assets	1,141,161
Change in Unrestricted Net Assets	<u>(2,322,358)</u>
UNRESTRICTED NET ASSETS	
Beginning of year	<u>13,800,918</u>
End of year	<u>\$ 11,478,460</u>
TEMPORARILY RESTRICTED NET ASSETS	
Contributions	\$ 171,087
Change in value of trusts held by third parties and pooled income deferred contribution	133,326
Reclassification of net assets	(1,086,640)
Net assets released from restrictions	<u>(135,261)</u>
Change in temporarily restricted net assets	(917,488)
Temporarily Restricted Net Assets	
Beginning of year	<u>1,473,960</u>
End of year	<u>\$ 556,472</u>
PERMANENTLY RESTRICTED NET ASSETS	
Change in value of trusts held by third parties	\$ 13,006
Reclassification of net assets	<u>(54,521)</u>
Change in permanently restricted net assets	(41,515)
Permanently Restricted Net Assets	
Beginning of year	<u>203,992</u>
End of year	<u>\$ 162,477</u>
Change in Net Assets	<u>\$ (3,281,361)</u>
NET ASSETS	
Beginning of year	<u>15,478,790</u>
End of year	<u>\$ 12,197,429</u>

THE WARTBURG FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION

ASSETS

	December 31,	
	2010	2009
Cash and cash equivalents	\$ 43,129 ✓	\$ 125,760
Prepaid expenses	21,801	17,122
Gift annuities receivable	157,547	209,908
Miscellaneous receivables		331,377
Notes receivable	750,785	
Due from Wartburg Home	82,827	
Due from Wartburg Lutheran Foundation	15,903	15,000
Investments	25,056,879	22,560,295
Cash surrender value of life insurance policies	217,993	248,431
Beneficial interest in perpetual trust	836,442	784,342
Property and equipment, net	13,280	9,020
	<u>\$ 27,196,586</u>	<u>\$ 24,301,255</u>

LIABILITIES AND NET ASSETS

Accounts payable and accrued expenses	\$ 108,457	\$ 118,610
Due to Wartburg Home		4,495
Due to Wartburg Senior Housing	10,008	
	<u>118,465</u>	<u>123,105</u>
Net assets:		
Unrestricted	16,251,317	15,432,250
Unrestricted - board designated	6,830,296	6,204,692
Total unrestricted	23,081,613	21,636,942
Temporarily restricted	1,820,564	417,364
Permanently restricted	2,175,944	2,123,844
	<u>27,078,121</u>	<u>24,178,150</u>
	<u>\$ 27,196,586</u>	<u>\$ 24,301,255</u>

THE WARTBURG FOUNDATION, INC.

STATEMENTS OF ACTIVITIES

	Year ended December 31, 2010				Year ended December 31, 2009			
	Unrestricted	Temporarily restricted	Permanently restricted	Total	Unrestricted	Temporarily restricted	Permanently restricted	Total
Support:								
Private support:								
Contributions	\$ 115,034	\$ 62,008	\$	\$ 177,042	\$ 435,022	\$ 9,181	\$ 9,239	\$ 453,442
Legacies and bequests	160,217	1,573,203		1,736,525	90,570			90,570
Total private support	275,251	1,635,316		1,913,567	525,592	9,181	9,239	544,012
Revenues and gains:								
Dividend and interest income	683,054	13,822		696,876	628,304	41,152		669,456
Realized and unrealized gains	2,075,722	105,462	52,100	2,233,284	2,403,507	196,525	72,711	2,672,843
Management contract revenue	30,000			30,000	70,000			70,000
Total revenues and gains	2,788,776	119,284	52,100	2,960,160	3,101,811	237,777	72,711	3,412,299
Net assets released from restrictions	354,400	(354,400)			12,112	(12,112)		
Total support, revenues and gains	3,418,427	1,403,200	52,100	4,873,727	3,639,515	234,846	81,950	3,956,311
Expenses:								
Program services	759,563			759,563	878,217			878,217
Supporting services:								
Management and general	887,247			887,247	777,632			777,682
Fundraising	326,946			326,946	301,631			301,631
Total supporting services	1,214,193			1,214,193	1,079,313			1,079,313
Total expenses	1,973,756			1,973,756	1,957,530			1,957,530
Change in net assets	1,444,671	1,403,200	52,100	2,899,971	1,681,985	234,846	81,950	1,998,781
Net assets, January 1, as previously stated	21,859,741	184,565	2,123,844	24,178,150	19,954,957	182,518	2,041,894	22,179,369
Reclassification of net assets	(232,799)	232,799						
Net assets, January 1, as restated	21,636,942	417,364	2,123,844	24,178,150	19,954,957	182,518	2,041,894	22,179,369
Net assets, December 31	\$ 23,081,613	\$ 1,820,564	\$ 2,175,944	\$ 27,078,121	\$ 21,636,942	\$ 417,364	\$ 2,123,844	\$ 24,178,150

Financial Summary

The Wartburg Home of the Evangelical Lutheran Church

	FISCAL PERIOD ENDED		
	<i>draft</i> <u>8/31/11</u>	<u>12/31/10</u>	<u>12/31/09</u>
ASSETS - CURRENT	\$18,742,284	\$15,873,846	\$19,037,656
ASSETS - FIXED AND OTHER	17,559,499	18,505,586	17,487,554
LIABILITIES - CURRENT	8,013,658	8,445,197	7,672,670
LIABILITIES - LONG-TERM	13,758,027	13,736,806	13,373,750
EQUITY	14,530,098	12,197,420	15,478,790
<hr/>			
INCOME	\$25,559,508	\$38,906,443	\$40,098,041
EXPENSE	26,903,916	43,004,983	43,587,234
NET INCOME/LOSS	(1,344,408)	(4,098,540)	(3,489,193)
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$0	\$0
<hr/>			
NUMBER OF BEDS	240	240	240
PERCENT OF OCCUPANCY (DAYS)	95.0%	95.0%	96.0%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	71.7%	70.9%	70.3%
MEDICARE	13.4%	15.8%	17.3%
PRIVATE/OTHER	14.9%	13.3%	12.4%
<hr/>			
MEDICAID RATE BREAKDOWN:			
	<u>2011</u>	<u>2010</u>	<u>2009</u>
OPERATING	\$221.23	\$219.28	\$221.37
CAPITAL	<u>31.47</u>	<u>31.47</u>	<u>28.86</u>
TOTAL	\$252.70	\$250.75	\$250.23

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

January/February 2012

ATTACHMENT

Transitional Care Units - Construction

Exhibit #5

1. 112206 T St. Mary's Healthcare
(Montgomery County)

St. Mary's Hospital at Amsterdam

Consolidated Balance Sheets

(Dollars in Thousands)

	December 31	
	2010	2009
Assets		
Current assets:		
Cash and cash equivalents	\$ 5,164	\$ 5,959
Accounts receivable, less allowances for uncollectible accounts (\$5,851 and \$5,491 in 2010 and 2009, respectively)	14,506	19,487
Inventories	1,131	1,189
Estimated third-party payor settlements	1,393	264
Other	2,405	2,020
Total current assets	24,599	28,919
Board-designated investments	36,617	31,973
Other long-term investments	21,968	8,538
Property and equipment:		
Land and improvements	8,767	8,762
Building and equipment	65,636	63,541
Construction in progress	545	670
Less accumulated depreciation	(24,503)	(19,587)
Total property and equipment, net	50,445	53,386
Other assets:		
Interest in net assets of Foundation	8,947	2,107
Other	565	405
Total other assets	9,512	2,512
Total assets	<u>\$ 143,141</u>	<u>\$ 125,328</u>

St. Mary's Hospital at Amsterdam

Consolidated Balance Sheets (continued)

(Dollars in Thousands)

	December 31	
	2010	2009
Liabilities and net assets		
Current liabilities:		
Current portion of long-term debt	\$ 62	\$ 121
Accounts payable and accrued liabilities	4,076	3,638
Salaries, wages, and related items	6,292	5,306
Estimated third-party payor settlements	6,860	4,705
Other	242	213
Total current liabilities	<u>17,532</u>	<u>13,983</u>
Noncurrent liabilities:		
Long-term debt	8,870	8,859
Pension	9,920	11,886
Asset retirement obligation	1,500	1,500
Self-insurance	305	280
Other	1,731	1,544
Total noncurrent liabilities	<u>22,326</u>	<u>24,069</u>
Total liabilities	<u>39,858</u>	<u>38,052</u>
Net assets:		
Unrestricted	94,336	85,169
Temporarily restricted	2,480	1,444
Permanently restricted	6,467	663
Total net assets	<u>103,283</u>	<u>87,276</u>
Total liabilities and net assets	<u>\$ 143,141</u>	<u>\$ 125,328</u>

St. Mary's Hospital at Amsterdam
 Consolidated Statements of Operations
 and Changes in Net Assets
(Dollars in Thousands)

	Years Ended December 31.	
	2010	2009
Operating revenue:		
Net patient service revenue	\$ 127,895	\$ 114,244
Other revenue	4,430	5,553
Total operating revenue	<u>132,325</u>	<u>119,797</u>
Operating expenses:		
Salaries and wages	65,635	57,608
Employee benefits	15,934	13,080
Purchased services	10,214	9,377
Professional fees	2,486	2,997
Supplies	15,189	15,299
Insurance	923	1,052
Bad debts	6,149	5,582
Interest	318	273
Depreciation	5,071	5,022
NYS Assessment	1,095	690
Other	7,833	6,786
Total operating expenses	<u>130,847</u>	<u>117,766</u>
Income from operations before nonrecurring items	1,478	2,031
Nonrecurring items:		
Impairment	180	-
Income from operations	<u>1,298</u>	<u>2,031</u>
Nonoperating gains (losses):		
Investment income	7,165	7,349
Other	(69)	(104)
Total nonoperating gains, net	<u>7,096</u>	<u>7,245</u>
Excess of revenue over expenses	<u>\$ 8,394</u>	<u>\$ 9,276</u>

BFA Attachment B

ST. MARY'S HOSPITAL AT AMSTERDAM
STATEMENT OF OPERATIONS-CALENDAR YEAR
September-11

	Sep-11 ACTUAL	Sep-11 VARIANCE	Y-T-D ACTUAL	Y-T-D VARIANCE	PRIOR YEAR VARIANCE	Y-T-D% VAR	PY% VAR
PATIENT SERVICE REVENUE:							
INPATIENT ROUTINE	2,593,067	(301,181)	24,621,405	(2,314,155)	2,389,302	-8.6%	3.3%
INPATIENT ANCILLARY	4,695,031	(162,361)	44,352,423	(1,833,483)	1,302,637	3.6%	4.2%
OUTPATIENT ANCILLARY	17,150,983	(524,218)	150,796,235	4,933,620	13,955,152	3.4%	10.2%
SKILLED NURSING FACILITY REVENUE	1,355,967	(2,354)	11,374,032	85,703	449,787	0.6%	4.0%
GROSS REVENUE	25,795,048	(990,114)	211,444,095	1,048,083	18,107,784	0.5%	8.8%
DEDUCTIONS							
MEDICARE	6,776,620	(661,303)	63,418,430	1,652,304	3,425,934	2.6%	15.4%
MEDICAID	3,839,722	(124,179)	31,653,446	1,416,378	4,843,466	4.7%	18.1%
CHARITY	199,370	(25,094)	1,207,439	(212,895)	(338,459)	-14.0%	-21.2%
UNINSURED DISCOUNT	130,258	(9,472)	1,361,716	(141,761)	49,875	-8.2%	3.3%
OTHER	4,151,289	52,359	35,454,172	(539,805)	2,758,481	-1.5%	6.4%
TOTAL DEDUCTIONS	15,097,362	(791,479)	133,405,293	2,154,260	15,799,367	1.6%	13.4%
NET PATIENT SERVICE REVENUE	10,697,686	(198,635)	98,038,802	(1,106,179)	2,508,417	-1.1%	2.5%
OTHER OPERATING REVENUE							
GRANT REVENUE	108,153	(2,775)	1,121,691	72,354	35,420	5.6%	3.3%
TOTAL OTHER OPERATING REVENUE	2,693,697	(42,459)	5,486,808	69,336	2,409,623	1.7%	78.2%
TOTAL OPERATING REVENUE	13,391,383	(241,094)	103,525,610	(1,036,843)	4,918,040	1.0%	5.0%
OPERATING EXPENSES:							
SALARIES AND WAGES	5,341,721	(253,910)	50,585,130	16,805	1,580,113	0.0%	3.9%
CONTRACT LABOR	54,065	46,118	414,458	330,385	(346,575)	1124.2%	45.5%
EMPLOYEE BENEFITS	1,276,710	(91,977)	11,308,775	(1,154,574)	(974,107)	-8.9%	-5.6%
MEDICAL AND OTHER PROFESSIONAL FEES	226,802	25,211	2,052,686	500,561	262,056	32.0%	15.6%
SUPPLIES	1,100,380	50,091	13,316,200	866,270	1,005,745	5.7%	8.9%
PURCHASED SERVICES	518,750	(211)	7,320,929	10,457	415,444	0.1%	8.0%
PROVISION FOR DOUBTFUL ACCOUNTS	574,039	(30,093)	4,492,523	(381,680)	(204,336)	-10.6%	-4.4%
INTEREST	27,844	(1,893)	260,781	(3,534)	32,090	-1.3%	14.3%
DEPRECIATION AND AMORTIZATION	430,281	262	3,580,600	(46,656)	(215,218)	-1.3%	-5.7%
OTHER EXPENSES	742,508	31,100	6,139,642	(153,093)	(280,801)	-3.0%	-4.5%
NY STATE FEE ASSESSMENT	12,428	(24,582)	735,905	(264,341)	(72,150)	-9.7%	-3.9%
TOTAL OPERATING EXPENSES	10,620,700	(258,225)	99,278,951	(801,256)	1,810,078	-0.9%	1.9%
OPERATING INCOME(LOSS)	2,770,683	(242,629)	4,246,659	(1,037,694)	3,107,962	0.5%	-271.9%
BEFORE NON-RECURRING CHARGES	2,508,685	(198,635)	4,047,964	(1,077,129)	3,143,382	0.5%	-271.9%
IMPAIRMENT CHARGES							
NON-RECURRING ITEMS	48,703	49,700	710,369	210,969	210,969		
NET OPERATING INCOME(LOSS)	2,556,982	(148,935)	3,337,595	(866,160)	2,932,413	-5.1%	-350.4%
NONOPERATING GAINS (LOSSES):							
INVESTMENT INCOME	40,000	(94,133)	2,597,194	1,396,702	344,603	115.7%	26.5%
UNREALIZED GAIN/LOSS	(3,327,652)	(3,481,100)	(3,980,077)	(5,042,133)	(5,907,050)	461.7%	-301.6%
OTHER NON-OPERATING INCOME	551	551	3,184	3,184	17,207	#DIV/0!	10.6%
NET RENTAL INCOME/LOSS	(5,032)	(3,739)	64,139	8,317	7,869	-10.6%	-9.4%
TOTAL NONOPERATING REVENUE	(3,292,133)	(3,555,421)	(1,415,650)	(3,635,922)	(5,361,991)	-184.0%	-138.3%
EXCESS OF REVENUE OVER EXPENSES	(735,151)	(596,888)	1,921,945	(4,501,887)	(2,429,578)	-100.0%	-49.2%

ST. MARY'S HOSPITAL AT AMSTERDAM
BALANCE SHEET
SEPTEMBER 2011 AND DECEMBER 2010

ASSETS	SEPTEMBER 2011	DECEMBER 2010	LIABILITIES AND NET ASSETS	SEPTEMBER 2011	DECEMBER 2010
CURRENT:			CURRENT:		
CASH AND CASH EQUIVALENTS	5,474,327	5,028,812	CURRENT MATURITIES OF LONG TERM DEBT	64,283	62,302
PATIENT RECEIVABLES (LESS ALLOWANCES FOR DOUBTFUL ACCOUNTS)	16,343,717	14,508,192	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	4,567,732	4,138,292
OTHER RECEIVABLES	4,162,766	1,115,883	SALARIES, WAGES AND RELATED LIABILITIES	7,286,277	6,291,574
INVENTORIES	1,080,815	1,130,321	ESTIMATED PAYABLES TO THIRD-PARTY PAYORS	6,447,900	6,659,567
OTHER CURRENT ASSETS	1,060,103	1,251,869	OTHER LIABILITIES	91,767	242,193
ESTIMATED EMPLOYEE SETTLEMENT	478,443	1,358,392			
TOTAL CURRENT ASSETS	28,805,181	24,626,367	TOTAL CURRENT LIABILITIES	18,457,946	17,694,329
ASSETS LIMITED AS TO USE:			NON-CURRENT:		
INTERNALLY DESIGNATED BY BOARD FOR CAPITAL REPLACEMENT	2,147,025	38,544,901	SELF-INSURANCE LIABILITY	313,172	304,847
INTERNALLY DESIGNATED FOR COMMUNITY SERVICE	263,466	292,646	LONG-TERM DEBT LESS CURRENT MATURITIES	8,863,509	8,870,469
OTHER INVESTMENTS	<u>59,642,462</u>	<u>21,361,584</u>	ACCRUED PENSION COST	9,769,469	9919,853
TOTAL ASSETS LIMITED AS TO USE	62,052,973	60,222,130	ASSET RETIREMENT LIABILITY	1,500,000	1,500,000
PROPERTY, PLANT & EQUIPMENT			OTHER	1,874,612	1,730,497
LAND AND IMPROVEMENTS	8,787,378	8,787,378	TOTAL NON-CURRENT LIABILITIES	22,325,163	22,325,766
BUILDINGS	48,099,450	47,871,180			
EQUIPMENT	33,298,523	18,460,654	NET ASSETS		
ACCUMULATED DEPRECIATION	<u>(23,469,855)</u>	<u>(22,113,514)</u>	UNRESTRICTED	66,685,515	64,913,840
	46,693,560	48,975,227	TEMPORARILY RESTRICTED INTEREST IN FOUNDATION	1,779,357	2,480,010
CONSTRUCTION IN PROGRESS	42,890	-	PERMANENTLY RESTRICTED INTEREST IN FOUNDATION	6,472,807	6,467,413
NET PROPERTY, PLANT & EQUIPMENT	46,736,450	48,975,227	TOTAL NET ASSETS	104,938,679	103,861,263
OTHER ASSETS:					
INTEREST IN NET ASSETS OF FOUNDATION	8,243,107	8,947,424			
CAPITALIZED COMPUTER SOFTWARE, NET	951,961	-			
SOFTWARE IN PROGRESS	145,042	544,964			
INTANGIBLE PENSION ASSET	154,809	341,939			
OTHER	<u>662,063</u>	<u>222,237</u>			
TOTAL ASSETS	146,721,803	145,781,356	TOTAL LIABILITIES AND NET ASSETS	146,721,806	143,781,356

BFA Attachment B (cont.)

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

January/February 2012

ATTACHMENTS

Acute Care Services – Establish/Construct

Exhibit #6

<u>Number</u>	<u>Applicant/Facility</u>
1. 112185 E	Inter-Lakes Health, Inc. (Essex County)

INTER-LAKES HEALTH, INC. AND SUBSIDIARIES

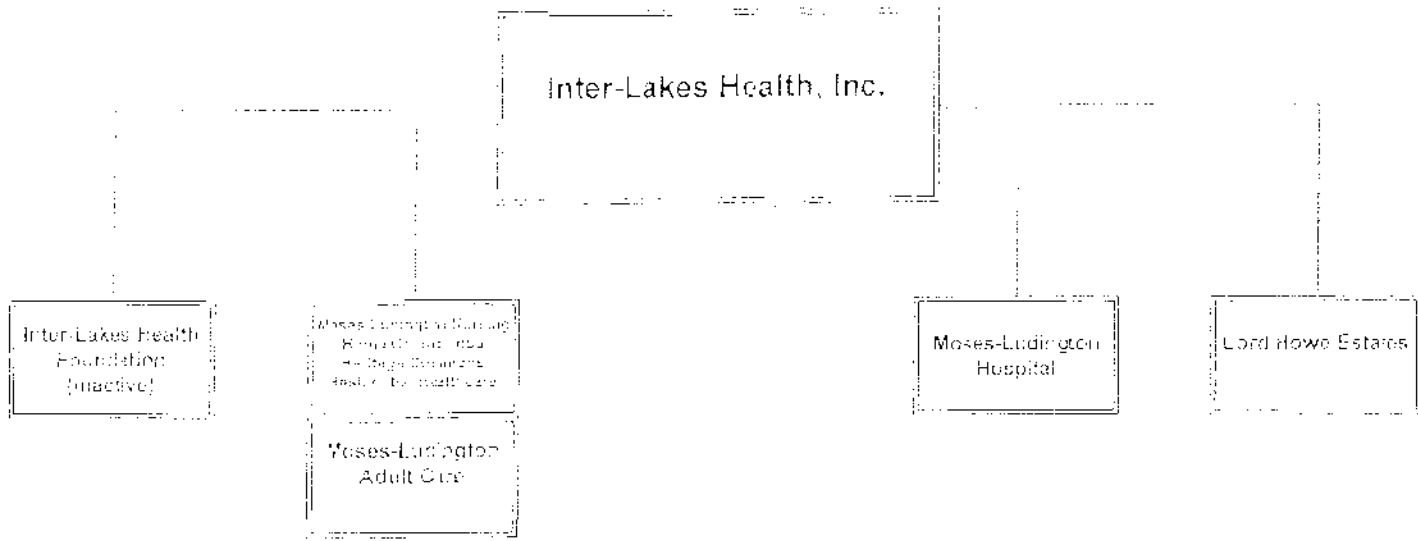
Combined Balance Sheets

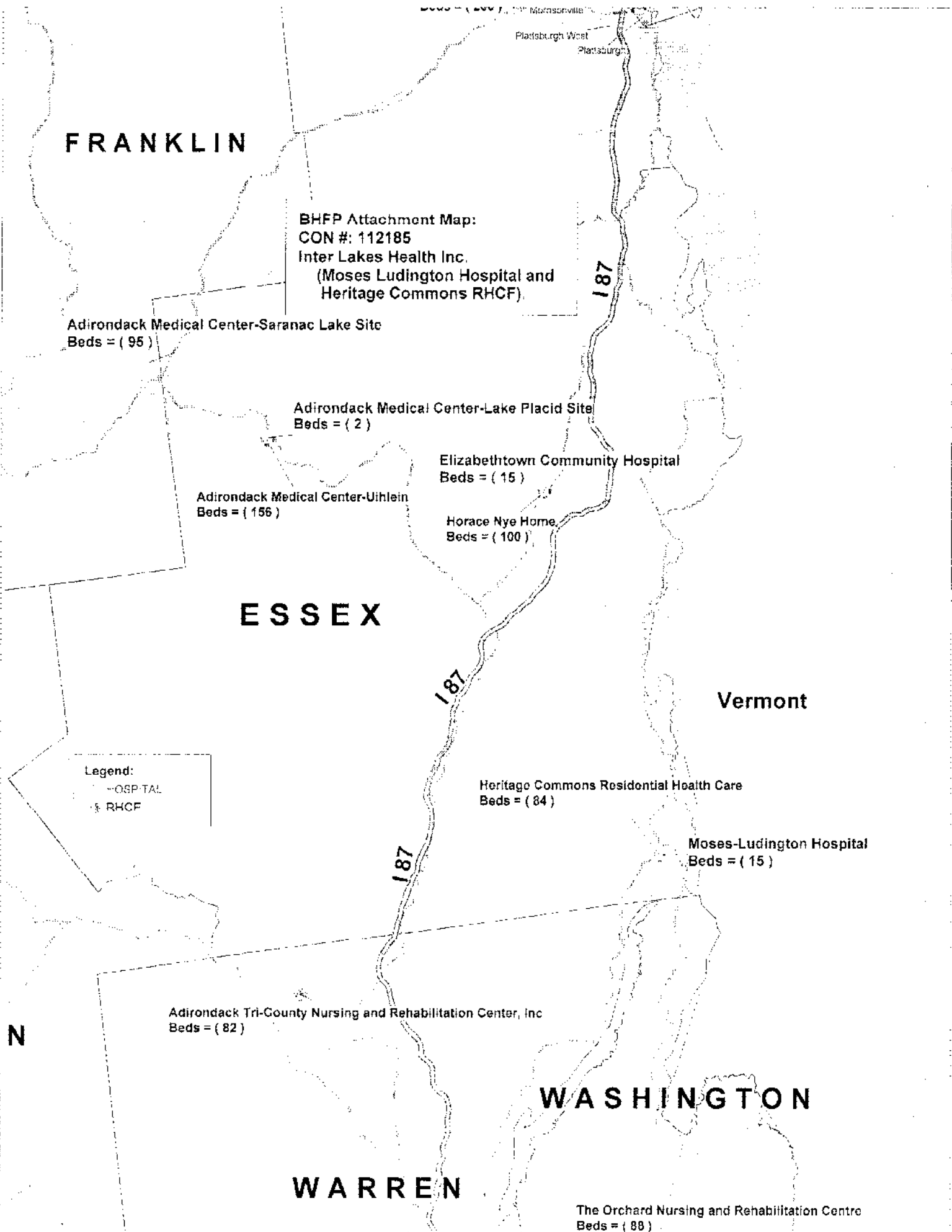
December 31,	2010	2009
Assets		
Current assets:		
Cash and cash equivalents	\$ 1,855,291	\$ 910,797
Short-term investments	1,054,318	2,610,825
Accounts receivable, net of estimated uncollectibles of \$1,517,000 and \$1,150,000	1,867,335	1,775,149
Grants and other receivables	49,102	63,566
Supplies	369,295	359,226
Prepaid expenses	303,740	171,677
	<u>5,499,081</u>	<u>5,891,240</u>
Property and equipment, net	8,966,680	9,071,050
Assets limited as to use	6,236,683	5,953,698
Deferred financing costs	637,807	537,789
Other assets	88,920	130,108
	<u>\$ 21,429,171</u>	<u>\$ 21,583,885</u>
Liabilities and Net Assets		
Current liabilities:		
Current portion of long-term debt	\$ 259,393	\$ 353,752
Accounts payable	1,209,717	924,137
Accrued payroll and related liabilities	721,630	768,475
Other accrued expenses	429,120	310,628
Estimated third-party payor settlements	1,397,361	1,863,957
	<u>4,017,221</u>	<u>4,220,949</u>
Long-term debt	23,394,092	23,031,494
Other liabilities	88,920	130,108
Net assets:		
Unrestricted:		
Board designated for capital	394,853	391,028
Other	(6,838,306)	(6,557,533)
Temporarily restricted	43,325	38,773
Permanently restricted	329,066	329,066
	<u>(6,071,062)</u>	<u>(5,798,666)</u>
	<u>\$ 21,429,171</u>	<u>\$ 21,583,885</u>

INTER LAKES HEALTH, INC. AND SUBSIDIARIES

Combined Statements of Operations and Changes in Net Assets

For the years ended December 31,	2010	2009
Unrestricted net assets:		
Revenue:		
Net patient service revenue	\$ 19,468,971	\$ 19,353,077
Other revenue	721,596	844,372
Total revenue	<u>20,190,567</u>	<u>20,197,449</u>
Expenses:		
Salaries and wages	9,095,232	8,814,021
Employee benefits	2,317,267	2,489,488
Purchased services	2,176,594	1,977,538
Supplies and other expenses	3,555,461	3,680,693
Medical malpractice costs	210,349	224,215
Depreciation and amortization	1,201,314	1,282,142
Interest	821,841	846,420
Provision for bad debts	1,179,373	1,150,373
Total expenses	<u>20,557,431</u>	<u>20,464,890</u>
Loss from operations	(366,864)	(267,441)
Nonoperating gains:		
Interest income	73,287	91,772
Contributions and other, net	16,629	152,253
	<u>89,916</u>	<u>244,025</u>
Excess of expenses over revenue	<u>(276,948)</u>	<u>(23,416)</u>
Temporarily restricted net assets:		
Investment income (loss)	4,552	(4,009)
Change in net assets	(272,396)	(27,425)
Net assets - beginning	<u>(5,798,666)</u>	<u>(5,771,241)</u>
Net assets - ending	<u>\$ (6,071,062)</u>	<u>\$ (5,798,666)</u>





FRANKLIN

BHFP Attachment Map:
CON #: 112185
Inter Lakes Health Inc.
(Moses Ludington Hospital and
Heritage Commons RHCF)

Adirondack Medical Center-Saranac Lake Site
Beds = (95)

Adirondack Medical Center-Lake Placid Site
Beds = (2)

Adirondack Medical Center-Uihlein
Beds = (156)

Elizabethtown Community Hospital
Beds = (15)

Horace Nye Home
Beds = (100)

ESSEX

Vermont

Legend:

- HOSPITAL
- ⊞ RHCF

Heritage Commons Residential Health Care
Beds = (84)

Moses-Ludington Hospital
Beds = (15)

Adirondack Tri-County Nursing and Rehabilitation Center, Inc
Beds = (82)

WASHINGTON

WARREN

The Orchard Nursing and Rehabilitation Centre
Beds = (88)

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

January/February 2012

ATTACHMENT

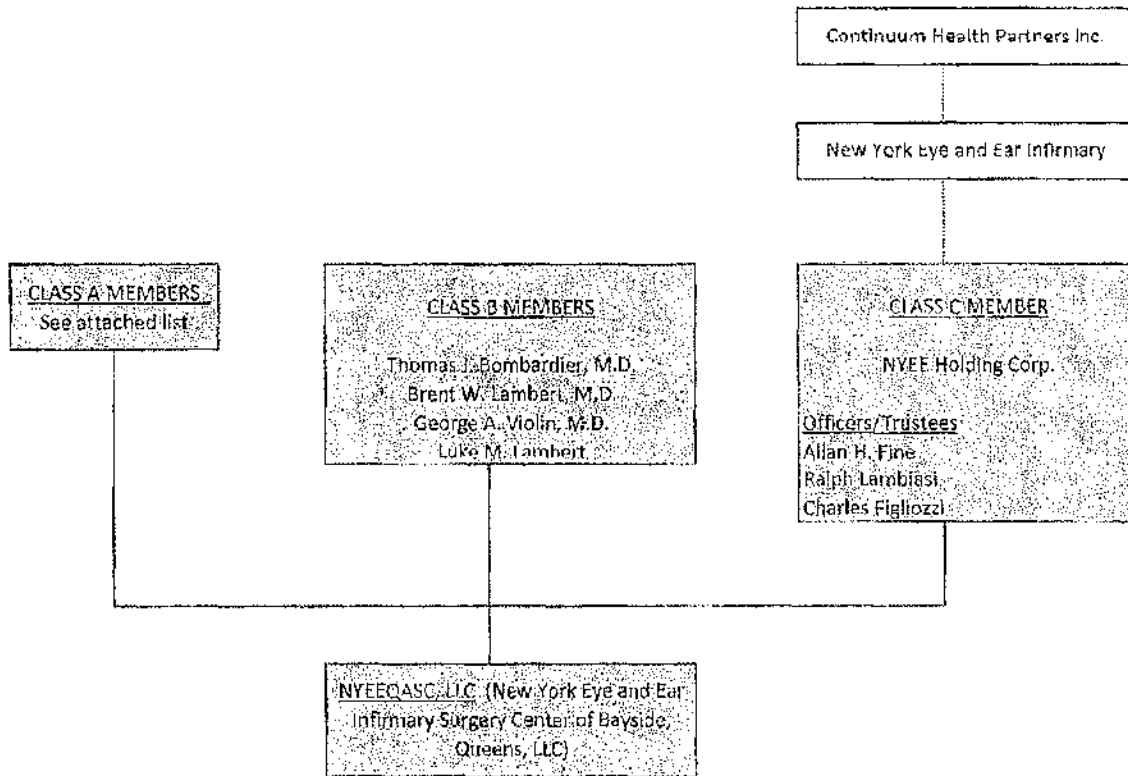
Ambulatory Surgery Center - Establish/Construct

Exhibit #7

	<u>Number</u>	<u>Applicant/Facility</u>
1.	111552 B	The Surgery Center of Bayside, LLC (Queens County)
2.	112032 B	PBGS, LLC d/b/a Downtown Brooklyn Gynecology Center (Kings County)
3.	112244 E	Unity Linden Oaks Surgery Center, LLC (Monroe County)

NYEQASC, LLC

Organizational Chart and List of Members



Class A Managers

See Attached List

Class B Manager

Thomas J. Bombardier, M.D.

Class C Managers

Allan H. Fine
Charles Figliozzi

Members of NYEEQASC, LLC
(New York Eye and Ear Infirmary Surgery Center
of Bayside, Queens, LLC)

Class A Members*			
Last Name	First Name	Units	% Own.
Blank	Andrew	1.0000	2.4500%
Chan	Ed	1.0000	2.4500%
Draga	Aspasia	0.5000	1.2250%
Draga	Irene	0.5000	1.2250%
Edelstein	David	0.5000	1.2250%
Fox	Donald	1.0000	2.4500%
Friedman	Mark	1.0000	2.4500%
Gordon	Gregg	1.0000	2.4500%
Hirshfield	Gary	1.0000	2.4500%
Kaufmann	Cheryl	1.0000	2.4500%
Kim	Yong	1.0000	2.4500%
Laroche	Daniel	1.0000	2.4500%
Lichtenstein	Eric	1.4082	3.4500%
Mashkevich	Greg	0.5000	1.2250%
Menger	Peter	1.0000	2.4500%
Nyquist	Gurston	1.0000	2.4500%
Patel	Nilesh	1.0000	2.4500%
Perrone	Stephen	1.0000	2.4500%
Silberman	Deborah	0.5000	1.2250%
Suh	Gerald	1.0000	2.4500%
Ukrainsky	Gene	1.0000	2.4500%
Wald	Ken	0.5000	1.2250%
Wu	(Zhengqing) Brett	1.0000	2.4500%
Class A Total		20.4082	50.0000%
Class B Members			
Last Name	First Name	Units	% Own.
Bombardier**	Thomas	2.4490	6.0000%
Lambert	Brent	2.4490	6.0000%
Lambert	Luke	0.8163	2.0000%
Violin	George	2.4490	6.0000%
Class B Total		8.1633	20.0000%
Class C Member***			
		Units	% Own.
NYEEI Holding Corp.		12.2449	30.0000%
TOTAL		40.8163	100.0000%
*All Class A members are Class A Managers			
**Class B Manager			
***Class C Managers are Allan Fine and Charles Figliozzi			

The New York Eye and Ear Infirmary and Affiliates
Consolidated Balance Sheets
December 31, 2010 and 2009

(in thousands of dollars)

	2010	2009
Assets		
Current assets		
Cash and cash equivalents	\$ 23,537	\$ 10,097
Investments	12,276	10,228
Patient accounts receivable, less allowance for doubtful accounts of \$14,589 in 2010 and \$10,968 in 2009	11,708	11,699
Estimated third-party payor settlements	1,838	947
Supplies, prepaid expenses and other current assets	5,292	4,716
Total current assets	<u>54,651</u>	<u>37,687</u>
Investments, net of current portion	5,884	5,104
Property and equipment, net	43,466	44,082
Other assets	967	952
Total assets	<u>\$ 104,968</u>	<u>\$ 87,825</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 16,835	\$ 13,623
Accrued salaries and vacation accrual	3,432	3,185
Estimated third-party payor settlements	3,142	590
Total current liabilities	<u>23,409</u>	<u>17,398</u>
Accrued pension liability	22,577	23,118
Estimated third-party payor settlements	9,020	2,807
Other liabilities	1,662	1,624
Total liabilities	<u>56,668</u>	<u>44,947</u>
Net assets		
Unrestricted	31,739	27,433
Temporarily restricted	10,315	9,429
Permanently restricted	6,246	6,016
Total net assets	<u>48,300</u>	<u>42,878</u>
Total liabilities and net assets	<u>\$ 104,968</u>	<u>\$ 87,825</u>

The New York Eye and Ear Infirmary and Affiliates
Consolidated Statements of Operations
Years Ended December 31, 2010 and 2009

(in thousands of dollars)

	2010	2009
Revenue		
Net patient service revenue	\$ 110,544	\$ 104,562
Other operating revenue	12,324	12,047
Investment income	1,706	1,980
Net assets released from restriction - operations	5,513	5,022
Total revenue	<u>130,087</u>	<u>123,611</u>
Expenses		
Salaries and wages	52,299	49,917
Employee benefits	17,445	16,211
Supplies and other expenses	45,489	44,471
Provision for bad debts	3,346	3,885
Depreciation	6,471	6,437
Total expenses	<u>125,050</u>	<u>120,921</u>
Operating income	5,037	2,690
Other Income		
Unrestricted Contributions	173	526
Excess of revenue over expenses	5,210	3,216
Net assets released from restriction - capital	425	1,000
Pension-related changes other than net periodic pension costs	(1,329)	11,147
Increase in unrestricted net assets	<u>\$ 4,306</u>	<u>\$ 15,363</u>

NYEEQASC, LLC

ESTABLISH & CONSTRUCT A MULTI-SPECIALTY FASC

PRO FORMA BALANCE SHEET

ASSETS

Cash	\$893,843
Leasehold improvements	\$4,864,104
Equipment	<u>\$2,524,000</u>
TOTAL ASSETS	\$8,281,947

LIABILITIES AND MEMBER EQUITY

LIABILITIES

Capital Loan	<u>\$6,649,294</u>
TOTAL LIABILITIES	\$6,649,294

MEMBER EQUITY	<u>\$1,632,653</u>
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TOTAL LIABILITIES AND MEMBER EQUITY	\$8,281,947
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Note: As a newly formed entity, the corporation has no assets and liabilities.

SPECIALTY SURGERY CENTER OF CENTRAL NEW YORK
Consolidated Balance Sheets
December 31, 2010 and 2009

	2010	2009
Current assets:		
Cash	\$ 422,013	\$ 273,745
Accounts receivable, net	821,000	912,000
Inventory	172,551	119,424
Prepaid expenses	54,779	42,534
Total current assets	<u>1,470,343</u>	<u>1,347,703</u>
Equipment and improvements:		
Equipment	1,994,122	1,973,252
Furniture and fixtures	524,610	517,800
Leasehold improvements	1,789,652	1,789,652
	<u>4,308,384</u>	<u>4,280,704</u>
Less: accumulated depreciation	<u>(2,274,040)</u>	<u>(1,939,456)</u>
Equipment and improvements, net	<u>2,034,344</u>	<u>2,341,248</u>
Total assets	<u>\$ 3,504,687</u>	<u>\$ 3,688,951</u>
LIABILITIES AND MEMBERS' EQUITY		
Current liabilities:		
Accounts payable and accrued expenses	\$ 565,634	\$ 464,663
Current portion of long-term debt	303,744	303,744
Total current liabilities	<u>869,378</u>	<u>768,407</u>
Non-current liabilities:		
Long-term debt, net of current portion	683,446	987,197
Total liabilities	<u>1,552,824</u>	<u>1,755,604</u>
Members' equity	<u>1,951,863</u>	<u>1,933,347</u>
Total liabilities and members' equity	<u>\$ 3,504,687</u>	<u>\$ 3,688,951</u>

SPECIALTY SURGERY CENTER OF CENTRAL NEW YORK
Consolidated Statements of Income
Years Ended December 31, 2010 and 2009

	2010	2009
Net patient service revenue	\$ 9,847,482	\$ 9,289,862
Operating expenses:		
Accounting	36,364	56,837
Advertising and promotion	5,581	16,219
Bad debt expense	12,448	18,174
Billing charges and credit card fees	17,730	15,189
Cleaning services	32,551	32,216
Consultants	19,908	16,070
Charitable contributions	8,500	20,800
Contract labor	60,429	65,582
Depreciation	334,584	301,003
Dues and subscriptions	5,158	5,063
Education/seminars	5,110	2,588
Employee benefits	1,636	2,167
Entertainment and meals	10,006	7,423
Equipment repairs, maintenance and rental	76,861	45,659
Insurance	188,058	148,400
Lab fees	2,502	2,618
Laundry	23,723	24,629
Legal and professional	122,339	114,592
Licenses, permits, and fees	3,009	4,025
Management fee	20,000	20,000
Medical supplies and lab fees	2,202,737	2,018,005
Medical waste disposal	7,175	4,446
401(k) plan contribution	40,800	36,868
Office supply and expense	66,917	74,536
Partnership filing fees	1,509	1,500
Payroll	2,176,276	1,876,665
Payroll processing	8,003	6,274
Payroll taxes	156,366	138,203
Postage and delivery	16,036	15,613
Rent	271,236	240,721
Sales tax	4,214	5,735
Service contracts	99,017	65,807
Taxes other	166,673	130,412
Telephone	8,680	9,364
Transportation	11,459	14,953
Travel	7,520	6,192
Uniform	21,551	16,453
Total operating expenses	<u>6,252,666</u>	<u>5,581,001</u>
Income from operations	3,594,816	3,708,861
Other income (expense):		
Interest income	764	439
Interest expense	(43,894)	(35,215)
Other income	980	5,507
Net income	\$ 3,552,666	\$ 3,679,592

Melville SC, LLC
Balance Sheets
December 31,

	2010	2009
Current Assets		
Cash and cash equivalents	\$ 46,677	\$ 96,498
Accounts receivable, net of allowance for contractual adjustments and uncollectible accounts: 2010 - \$5,708,000; 2009 - \$5,520,000	1,044,018	899,427
Prepaid expenses	23,870	27,299
Supplies	279,780	158,387
Total Current Assets	1,394,345	1,181,611
Equipment and Improvements		
Equipment	1,689,220	1,464,314
Furniture and fixtures	57,614	57,614
Leasehold improvements	1,391,260	1,385,162
Total	3,138,094	2,907,090
Accumulated depreciation	(1,169,898)	(739,793)
Net Equipment and Improvements	1,968,196	2,167,297
Other Assets		
Loan costs, net of accumulated amortization: 2010 - \$3,618; 2009 - \$2,689	16,394	15,757
Certificate of need	150,000	150,000
Security deposits	35,184	35,184
Total Other Assets	201,578	200,941
Total Assets	\$ 3,564,119	\$ 3,549,849

	2010	2009
Liabilities and Members' Equity		
Current Liabilities		
Line of credit	\$ -	\$ 100,517
Current portion of long-term debt	633,553	633,553
Accounts payable	221,861	141,235
Accrued expenses	35,743	24,960
Total Current Liabilities	891,157	900,265
Long-Term Debt, Net of Current Portion	1,039,518	1,673,077
Commitments and Contingencies (Note E)	-	-
Total Liabilities	1,930,675	2,573,342
Members' Equity	1,633,444	976,507
Total Liabilities and Members' Equity	\$ 3,564,119	\$ 3,549,849

Melville SC, LLC
Statements of Operations and Members' Equity
For the Years Ended December 31,

	2010	2009
Net Patient Service Revenue	\$ 10,379,298	\$ 9,156,574
Operating Expenses	6,236,078	5,732,197
Income from Operations	4,143,220	3,424,377
Other Income (Expense)		
Interest expense	(74,363)	(89,772)
Other income (expense)	3,104	(52,922)
Total Other Expense	(71,259)	(142,694)
Net Income	4,071,961	3,281,683
Members' equity, beginning of year	976,507	854,457
Members' contributions	154,354	258,432
Members' distributions	(3,569,378)	(3,418,065)
Members' Equity, End of Year	\$ 1,633,444	\$ 976,507

ESTABLISHMENT CHECKLIST FOR AMBULATORY CARE SITES

APPLICATION: 111552 NYEEQASC, LLC d/b/a New York Eye & Ear Infirmary
Surgery Center Bayside Queens, LLC (Queens County)

NATURE OF APPLICATION: PRIMARY CARE
 MULTI - SPECIALTY
IF SPECIALTY – TYPE
Otolaryngology, orthopedics
and ophthalmology

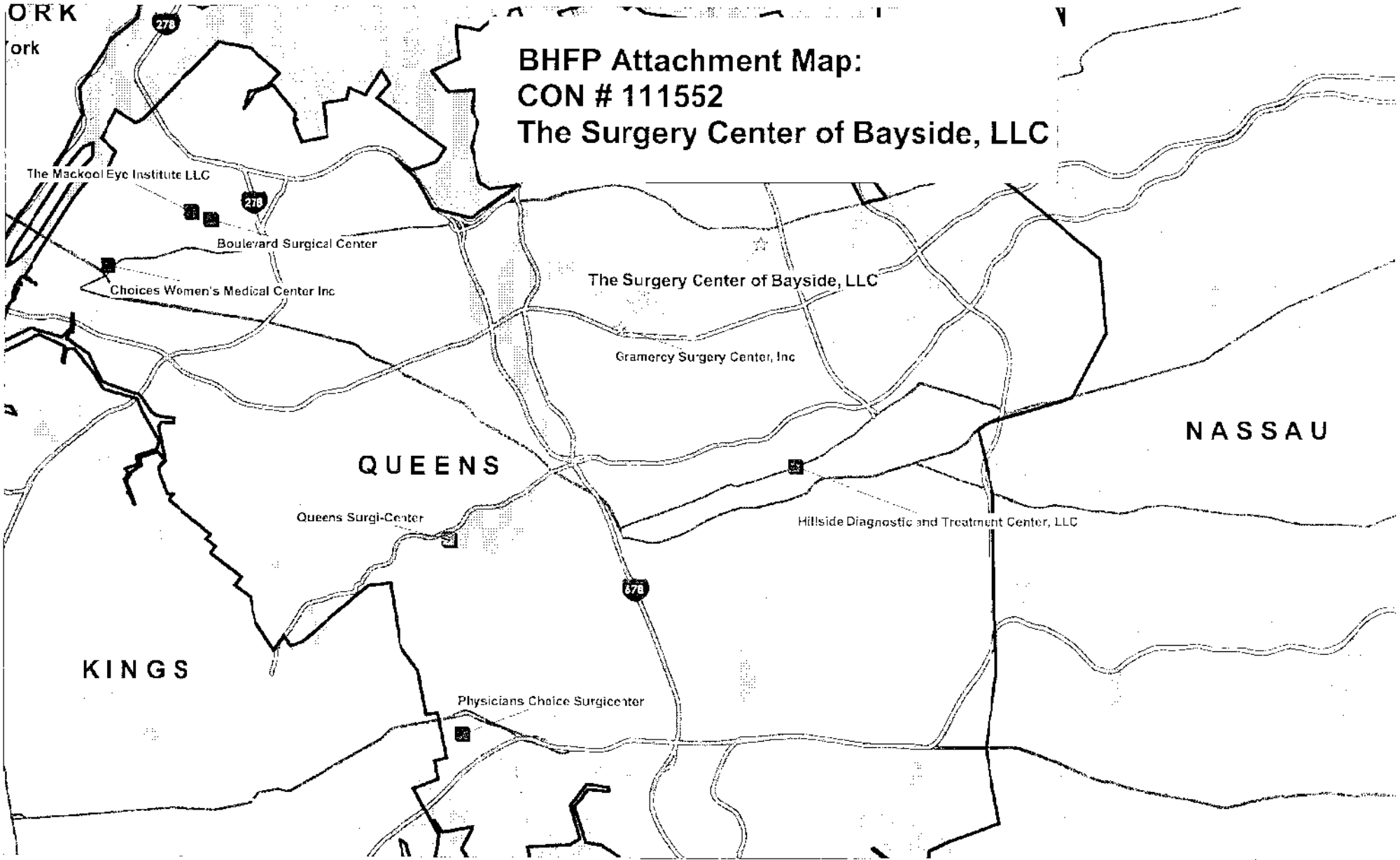
AUSPICE: NON PROFIT
 PROPRIETARY
 PUBLIC

AFFILIATIONS: Queens Hospital Center

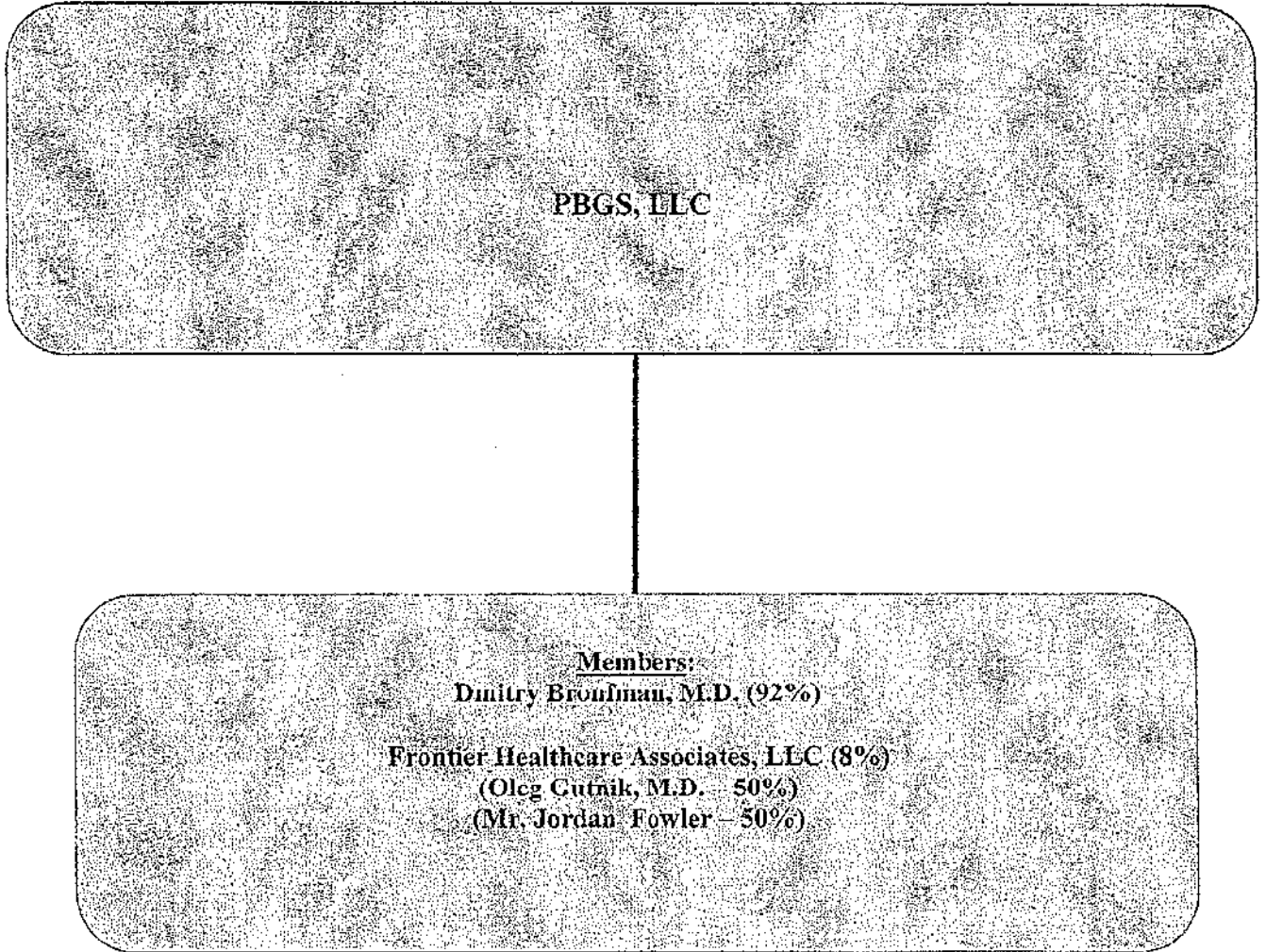
UNIT COST:	<u>YEAR ONE</u>	<u>YEAR THREE</u>
OPERATING	\$530.74	\$522.81
CAPITAL	<u>226.20</u>	<u>199.39</u>
TOTAL	\$756.94	\$722.20

PAYOR SOURCE:	<u>YEAR ONE AND THREE</u>
Commercial Fee for Service	15%
Commercial Managed Care	50%
Medicare Fee for Service	25%
Medicare Managed Care	2%
Medicaid Fee for Service	2%
Medicaid Managed Care	3%
Private Pay	1%
Charity Care	2%

**BHFP Attachment Map:
CON # 111552
The Surgery Center of Bayside, LLC**



ORGANIZATIONAL CHART



PBGS, LLC**AMBULATORY SURGERY CENTER****PRO FORMA BALANCE SHEET****ASSETS**

Cash	\$431,906
Capitalized Project Costs	\$2,467,937
Equipment	<u>\$403,962</u>
TOTAL ASSETS	<u>\$3,303,805</u>

LIABILITIES AND MEMBER EQUITY**LIABILITIES**

Capital Loan (Construction)	\$2,575,000
Working Capital Loan	<u>\$215,953</u>
TOTAL LIABILITIES	\$2,790,953
MEMBER EQUITY	<u>\$512,853</u>

TOTAL LIABILITIES AND MEMBER EQUITY	<u>\$3,303,805</u>
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ESTABLISHMENT CHECKLIST FOR AMBULATORY CARE SITES

APPLICATION: CON 112032 PBGS, LLC d/b/a Downtown Brooklyn Gynecology Center

NATURE OF APPLICATION:

PRIMARY CARE
 SPECIALTY:
 Gynecology/Abortion

AUSPICE:

NON PROFIT
 PROPRIETARY
 PUBLIC

UNIT COST:

	<u>YEAR ONE</u>	<u>YEAR THREE</u>
OPERATING	\$463.33	\$452.57
CAPITAL	<u>98.13</u>	<u>83.07</u>
TOTAL	\$561.46	\$535.64

PAYOR SOURCE:

	<u>YEAR ONE</u>	<u>YEAR THREE</u>
Commercial-FFS	12.1%	11.7%
Commercial- M/C	22.5%	22.5%
MEDICARE-FFS	0.3%	0.3%
MEDICAID-FFS	9.6%	9.6%
MEDICAID-M/C	45.5%	45.9%
SELF PAY	8.0%	8.0%
Charity Care	2.0%	2.0%

**BHFP Attachment Map:
CON # 112032
Kings County Ambulatory Surgery Centers**

KINGS

Downtown Brooklyn Amb/Surg

Ambulatory Surgery Center of Brooklyn

Endoscopic Ambulatory Specialty Center of Bay Ridge, Inc.

Endoscopic Diagnostic and Treatment Center, LLC

Digestive Diseases Diagnostic and Treatment Center

Gastroenterology Care, Inc.

Greater New York Endoscopy Surgical Center

Millenium Ambulatory Surgery Center

Brook Plaza Ambulatory Surgical Center Inc

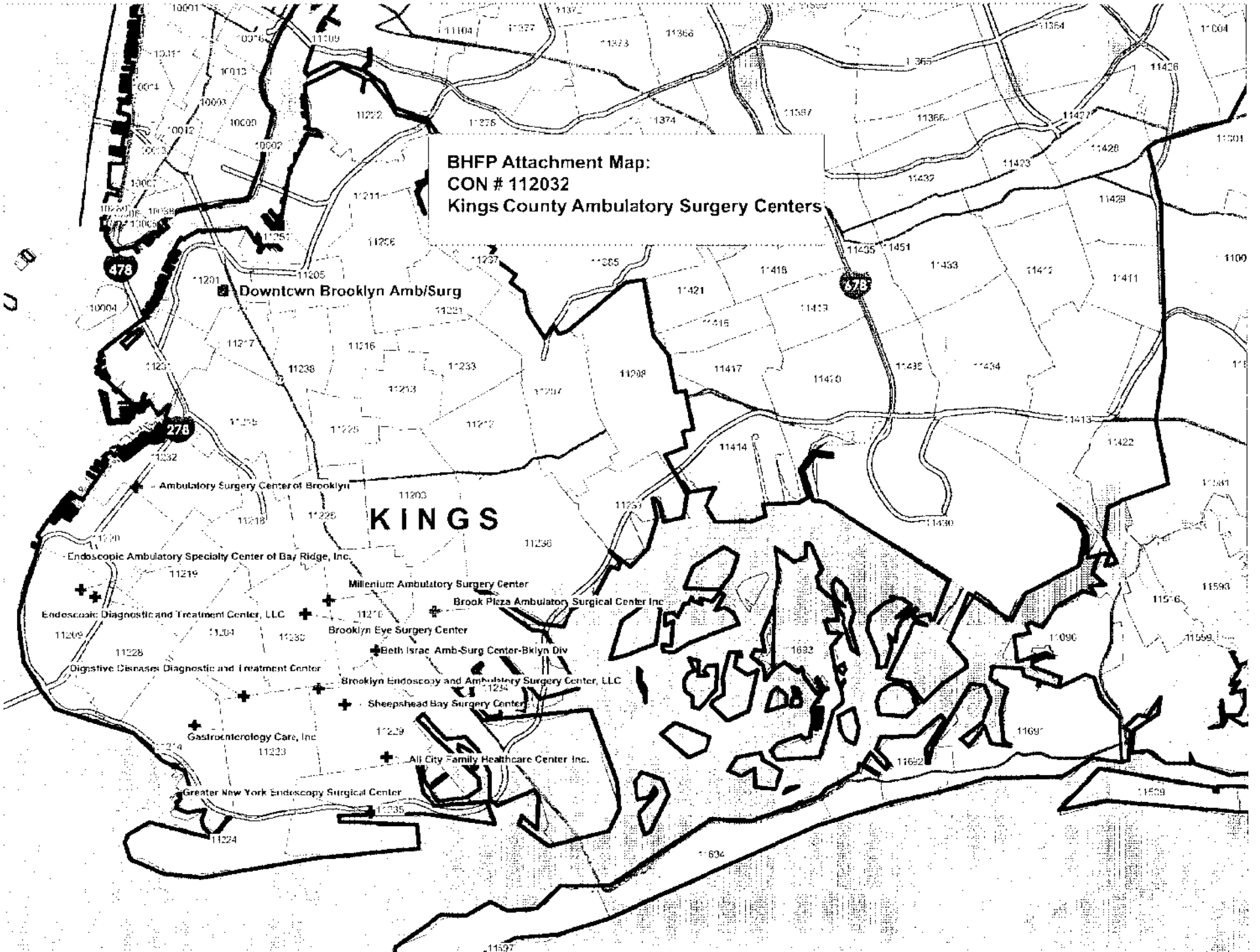
Brooklyn Eye Surgery Center

Beth Israel Amb-Surg Center-Bklyn Div

Brooklyn Endoscopy and Ambulatory Surgery Center, LLC

Sheepshead Bay Surgery Center

All City Family Healthcare Center Inc.



Unity Health System, Inc. and Subsidiaries

Consolidated Balance Sheets

	December 31	
	2010	2009
	<i>(In Thousands)</i>	
Assets		
Current assets:		
Cash and cash equivalents	\$ 34,024	\$ 40,875
Current portion of assets limited as to use	8,767	39,509
Accounts receivable, less allowance for uncollectible accounts (2010, \$12,022 ; 2009, \$10,817)	46,368	50,022
Other current assets	14,197	14,896
Total current assets	<u>103,356</u>	<u>145,302</u>
Assets limited as to use:		
Under bond indenture and mortgage agreements	181,459	40,253
Under regulatory agreements	2,806	2,639
Under regulations for workers' compensation	84	101
By Board designation for capital projects	2,201	4,563
By Board designation for professional liability	6,453	5,423
By Board designation for deferred compensation	9,323	6,654
Restricted by donor	18,801	9,757
Total assets limited as to use	<u>221,127</u>	<u>69,390</u>
Amounts classified as current	<u>(8,767)</u>	<u>(39,509)</u>
Assets limited as to use, less current portion	212,360	29,881
Property and equipment, net	199,312	157,769
Other assets:		
Deferred financing costs, net	13,043	5,139
Goodwill	19,961	20,485
Intangible assets, net	759	1,452
Other	1,556	1,656
Total other assets	<u>35,319</u>	<u>28,732</u>
Total assets	<u>\$ 550,347</u>	<u>\$ 361,684</u>

Unity Health System, Inc. and Subsidiaries

Consolidated Balance Sheets (Continued)

	December 31	
	2010	2009
	<i>(In Thousands)</i>	
Liabilities and Net Assets		
Current liabilities:		
Current maturities of long-term debt	\$ 6,441	\$ 22,224
Current portion of obligations under capital leases	2,703	2,452
Accrued liabilities, including accounts payable	54,253	59,061
Estimated third-party payor settlements, net	14,020	8,486
Total current liabilities	<u>77,417</u>	<u>92,223</u>
Noncurrent liabilities:		
Long-term debt, net of current portion	314,656	150,860
Obligations under capital leases, net of current portion	26,816	6,176
Interest rate swap contracts	165	2,567
Accrued pension liability	30,351	31,329
Deferred compensation	8,565	4,386
Other	1,281	1,351
Total noncurrent liabilities	<u>381,834</u>	<u>196,669</u>
Net assets:		
Unrestricted	71,266	60,410
Temporarily restricted	11,496	4,143
Permanently restricted	6,062	5,614
Total net assets of Unity Health System, Inc.	<u>88,824</u>	<u>70,167</u>
Noncontrolling interest in net assets of subsidiaries	2,272	2,625
Total net assets	<u>91,096</u>	<u>72,792</u>
Total liabilities and net assets	<u>\$ 550,347</u>	<u>\$ 361,684</u>

Unity Health System, Inc. and Subsidiaries

Consolidated Statements of Operations and Changes in Net Assets

	Years Ended December 31	
	2010	2009
	<i>(in Thousands)</i>	
Operating revenues		
Net patient service revenue	\$ 446,127	\$ 430,398
Other revenue	48,743	49,057
Total operating revenues	<u>494,870</u>	<u>479,455</u>
Operating expenses		
Salaries and wages	224,414	219,253
Employee benefits	48,463	48,732
Professional fees	27,636	29,718
Supplies	94,777	92,212
Insurance	4,338	4,482
Provision for bad debts	11,076	11,637
Interest and fees	10,820	8,678
Depreciation and amortization	17,802	16,503
Other	30,543	26,426
Total operating expenses	<u>469,869</u>	<u>457,641</u>
Income from operations	25,001	21,814
Nonoperating gains (losses)		
Investment income	39	33
Noncontrolling interest in net losses of subsidiaries	353	385
Other	(6,808)	(6,142)
Total net nonoperating gains (losses), net	<u>(6,416)</u>	<u>(5,724)</u>
Excess of revenues over expenses before adjustment of financing costs	18,585	16,090
Write-off of deferred financing costs and swap settlement	(2,637)	-
Excess of revenues over expenses	<u>\$ 15,948</u>	<u>\$ 16,090</u>

Unity Health System, Inc. and Subsidiaries

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

	Years Ended December 31	
	2010	2009
	<i>(In Thousands)</i>	
Unrestricted net assets		
Excess of revenues over expenses	\$ 15,948	\$ 16,090
Donations for capital acquisitions	3,935	1,626
Change in fair value of investments	481	664
Change in funded status of pension and postretirement plans	(8,023)	9,354
Change in fair value of interest rate swaps	(2,053)	1,925
Change in noncontrolling interest in subsidiaries	(353)	(380)
Other	568	1,453
Change in unrestricted net assets	10,503	30,732
Temporarily restricted net assets		
Contributions	10,762	2,214
Change in fair value of charitable gift annuities and remainder trusts	26	42
Investment income	62	41
Change in fair value of investments	(5)	55
Net assets released from restrictions	(3,492)	(1,699)
Change in temporarily restricted net assets	7,353	653
Permanently restricted net assets		
Contributions	10	277
Change in fair value of charitable remainder trusts	3	8
Change in fair value of investments	435	873
Change in permanently restricted net assets	448	1,158
Change in net assets	18,304	32,543
Net assets at beginning of year	72,792	40,249
Net assets at end of year	\$ 91,096	\$ 72,792

Unity Health System, Inc. and Subsidiaries

Details of Consolidated Balance Sheet

September 30, 2011

(In Thousands)

	Unity Health System, Inc.	Unity Health Care Group	Unity Housing Group	PRH, Inc. and Subsidiaries	Park Ridge Child Care Center, Inc.	Unity Health System Foundation	Total Prior to Eliminations	Eliminations	2011 Consolidated
Assets									
Current assets:									
Cash and cash equivalents	\$ -	\$ 25,062	\$ 2,940	\$ 4,717	\$ 23	\$ 136	\$ 32,878	\$ -	\$ 32,878
Current portion of assets limited as to use	-	21,238	-	-	-	-	21,238	-	21,238
Accounts receivable, net	-	41,060	178	13,914	-	-	55,152	-	55,152
Other current assets	1,180	16,838	404	3,521	38	25	16,006	-	16,006
Total current assets	1,180	92,198	3,522	22,152	61	161	125,274	-	125,274
Assets limited as to use:									
Under bond indenture and mortgage agreements	295	147,660	17,753	-	-	-	165,708	-	165,708
Under regulatory agreements	-	2,329	543	-	-	-	2,872	-	2,872
Under regulations for workers' compensation	-	1,487	-	-	-	-	1,487	-	1,487
By Board designation for capital projects	-	-	-	-	-	-	-	-	-
By Board designation for professional liability	-	6,716	-	-	-	-	6,716	-	6,716
By Board designation for deferred compensation	-	1,928	-	106	-	-	9,034	-	9,034
Restricted by donor	-	-	-	-	-	17,216	17,216	-	17,216
Total assets limited as to use	295	167,120	18,296	106	-	17,216	203,033	-	203,033
Amounts classified as current	-	(21,238)	-	-	-	-	(21,238)	-	(21,238)
Assets limited as to use, less current portion	295	145,882	18,296	106	-	17,216	181,795	-	181,795
Property and equipment:									
Land and improvements	-	1,525	4,482	213	262	589	14,071	-	14,971
Buildings and equipment	22,220	291,059	49,495	22,515	1,207	1,741	389,337	-	389,337
Construction-in-progress	-	34,005	4,870	-	343	-	59,518	-	59,518
	22,220	334,889	58,947	22,728	1,812	2,330	462,926	-	462,926
Accumulated depreciation	(1,385)	(187,203)	(22,208)	(14,202)	(986)	(1,737)	(227,745)	-	(227,745)
Total property and equipment, net	20,835	167,686	36,739	8,526	826	573	235,181	-	235,181
Other assets:									
Due (to) from affiliates	(1,967)	1,652	131	(263)	(24)	471	-	-	-
Deferred financing costs, net	-	11,277	1,480	183	-	-	12,940	-	12,940
Goodwill	-	-	-	20,164	-	-	20,164	-	20,164
Intangible asset	-	-	-	371	-	-	371	-	371
Other	24,555	1,100	170	1,763	-	-	27,592	(24,559)	3,033
Total other assets	22,592	14,029	1,781	22,218	(24)	471	61,067	(24,559)	36,508
Total assets	\$ 44,898	\$ 425,795	\$ 60,338	\$ 53,882	\$ 863	\$ 18,421	\$ 603,317	\$ (24,559)	\$ 578,758

Unaudited

Unity Health System, Inc. and Subsidiaries

Details of Consolidated Balance Sheet (continued)

September 30, 2011

(In thousands)

	Unity Health System, Inc.	Unity Health Care Group	Unity Housing Group	PRH, Inc. and Subsidiaries	Park Ridge Child Care Center, Inc.	Unity Health System Foundation	Total Prior to Eliminations	Eliminations	2011 Consolidated
Liabilities and net assets									
Current liabilities:									
Current maturities of long-term debt	\$ -	\$ 1,677	\$ 536	\$ 2,835	\$ -	\$ 216	\$ 5,364	\$ -	\$ 5,364
Current portion of obligations under capital leases	229	2,072	-	-	-	-	2,301	-	2,301
Accrued liabilities, including accounts payable	717	50,520	1,496	11,415	72	1	64,211	-	64,211
Estimated third-party payor settlements, net	-	15,740	-	-	-	-	15,740	-	15,740
Total current liabilities	946	70,009	2,032	14,250	72	217	87,616	-	87,616
Noncurrent liabilities:									
Long-term debt, net of current portion	-	260,075	60,506	5,543	-	-	326,226	-	326,226
Obligations under capital leases, net of current portion	22,982	2,179	-	-	-	103	25,264	-	25,264
Interest rate swap contract	-	477	-	-	-	-	477	-	477
Accrued pension liability	1,569	24,327	325	2,117	86	-	28,424	-	28,424
Deferred compensation	-	7,252	-	-	-	-	7,252	-	7,252
Other	(1,967)	1,098	104	-	-	-	(765)	-	(765)
Total noncurrent liabilities	22,584	295,708	61,037	7,660	86	103	387,274	-	387,178
Net assets:									
Unrestricted	21,368	60,078	(4,831)	31,092	705	2,302	110,713	(24,559)	116,154
Temporarily restricted	-	-	-	-	-	10,047	10,047	-	10,047
Permanently restricted	-	-	-	-	-	5,752	5,752	-	5,752
Total net assets of Unity Health System	21,368	60,078	(4,831)	31,092	705	18,101	126,512	(24,559)	101,954
Noncontrolling interest in net assets of subsidiaries	-	-	2,010	-	-	-	2,010	-	2,010
Total net assets	21,368	60,078	(2,821)	31,092	705	18,101	128,522	(24,559)	103,964
Total liabilities and net assets	\$ 44,898	\$ 425,795	\$ 60,338	\$ 53,002	\$ 863	\$ 18,421	\$ 603,317	\$ (24,559)	\$ 578,758

BFA Attachment B (cont.)

Unaudited

Unity Health System, Inc. and Subsidiaries

Details of Consolidated Statement of Operations and Changes in Unrestricted Net Assets

For the Period Ended September 30, 2011

(In Thousands)

	Unity Health System, Inc.	Unity Health Care Group	Unity Housing Group	PHH, Inc. and Subsidiaries	Park Ridge Child Care Center, Inc.	Unity Health System Foundation	Total Prior to Eliminations	Eliminations	2011 Consolidated
Operating revenues									
Net patient service revenue	\$ -	\$ 310,478	\$ 8,503	\$ 12,282	\$ -	\$ -	\$ 351,263	\$ -	\$ 351,263
Other revenue	5,536	8,443	583	32,627	819	4,996	53,034	(11,392)	41,642
Total operating revenues	5,536	318,921	9,086	44,909	819	4,996	404,297	(11,392)	392,905
Operating expenses									
Salaries and wages	1,783	151,102	3,096	11,138	543	482	178,144	-	178,144
Employee benefits	411	35,494	755	3,314	119	127	40,220	-	40,220
Professional fees	634	23,041	57	-	-	11	23,743	-	23,743
Supplies	6	49,401	604	30,633	22	538	81,204	-	81,204
Insurance	-	3,011	25	-	1	4	3,051	-	3,051
Provision for bad debts	-	7,635	5	-	-	4	7,644	-	7,644
Interest and fees	1,626	5,311	1,740	189	-	-	8,866	(199)	8,667
Depreciation and amortization	832	11,293	1,378	1,289	42	18	14,852	-	14,852
Other	956	27,439	1,379	1,690	106	3,745	35,215	(11,193)	24,122
Total operating expenses	6,248	313,737	9,039	48,233	833	4,929	393,019	(11,392)	381,627
Income from operations	(712)	5,184	47	6,676	(14)	67	11,278	-	11,268
Nonoperating gains (losses)									
Investment income	-	(4)	128	3	-	-	127	-	127
Noncontrolling interest in net losses of combined subsidiaries	-	-	264	-	-	-	264	-	264
Other	-	-	(498)	-	-	-	(498)	-	(498)
Total nonoperating gains (losses)	-	(4)	(106)	3	-	-	(107)	-	(107)
Excess of revenues over expenses before adjustment of financing costs	(712)	5,180	(59)	6,689	(14)	67	11,171	-	11,151
Write-off of deferred financing costs and swap settlement	-	-	-	-	-	-	-	-	-
Excess of revenues over expenses	(712)	5,180	(59)	6,689	(14)	67	11,171	-	11,151
Other changes in unrestricted net assets									
Donations for capital acquisitions	-	4,305	680	-	100	-	5,185	-	5,185
Change in fair value of investments	-	(113)	-	-	-	35	(78)	-	(78)
Change in funded status of pension and postretirement plans	-	-	-	(141)	-	-	(141)	-	(141)
Change in fair value of interest rate swaps	-	(312)	-	-	-	-	(312)	-	(312)
Change in noncontrolling interest	(702)	-	(594)	-	-	-	(1,296)	700	(596)
Other	-	-	-	(282)	-	-	(282)	(300)	(582)
Change in unrestricted net assets	(1,414)	9,060	27	6,266	186	102	14,227	400	14,627
Unrestricted net assets at beginning of year	22,782	51,018	(1,048)	24,826	519	2,208	98,495	(24,959)	73,527
Unrestricted net assets at end of year:	\$ 21,368	\$ 60,078	\$ (2,821)	\$ 31,092	\$ 705	\$ 2,310	\$ 112,722	\$ (24,559)	\$ 88,163

BFA Attachment B (cont.)

LINDEN OAKS SURGERY CENTER, INC.**BALANCE SHEETS
DECEMBER 31, 2010 AND 2009****ASSETS**

	<u>2010</u>	<u>2009</u>
Current assets		
Cash and cash equivalents	\$ 56,901	\$ 41,396
Accounts receivable, net of allowance for doubtful accounts of \$379,696 in 2010 and \$360,653 in 2009	633,737	751,342
Inventories	198,670	265,302
Prepaid expenses	41,156	56,248
	<u>930,464</u>	<u>1,114,288</u>
Total current assets		
Property and equipment, net	<u>467,183</u>	<u>493,842</u>
Other assets		
Loan to stockholder	1,227,790	1,807,790
Due from affiliates	0	385,987
	<u>1,227,790</u>	<u>2,193,777</u>
	<u>\$ 2,625,437</u>	<u>\$ 3,801,907</u>

LIABILITIES AND STOCKHOLDER'S EQUITY (DEFICIT)

	<u>2010</u>	<u>2009</u>
Current liabilities		
Line of credit	\$ 325,000	\$ 297,003
Current portion of debt	576,300	1,408,580
Current portion of capital lease obligations	16,124	16,124
Accounts payable	942,705	691,553
Accrued expenses	<u>142,180</u>	<u>195,438</u>
Total current liabilities	<u>2,002,309</u>	<u>2,608,698</u>
Long-term liabilities		
Non-current portion of capital lease obligations	27,123	38,051
Due to affiliates	<u>677,485</u>	<u>707,458</u>
Total long-term liabilities	<u>704,608</u>	<u>745,509</u>
Stockholder's equity (deficit)		
Common stock, no par value; 200 shares authorized, issued and outstanding	80,225	80,225
Retained earnings (deficit)	<u>(161,705)</u>	<u>367,475</u>
Total stockholder's equity (deficit)	<u>(81,480)</u>	<u>447,700</u>
	<u>\$ 2,625,437</u>	<u>\$ 3,801,907</u>

LINDEN OAKS SURGERY CENTER, INC.**STATEMENTS OF OPERATIONS AND RETAINED EARNINGS (DEFICIT)
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
Sales, net	\$ 8,653,529	\$ 11,153,002
Cost of sales	<u>6,459,342</u>	<u>6,784,981</u>
Gross profit	2,194,187	4,368,021
Selling, general and administrative expenses	<u>1,731,396</u>	<u>1,420,280</u>
Income from operations	<u>462,791</u>	<u>2,947,741</u>
Other income (expense)		
Interest income	924	17
Other income	0	197
Interest expense	<u>(67,794)</u>	<u>(83,216)</u>
Total other income (expense)	<u>(66,870)</u>	<u>(82,702)</u>
Net income before provision for income taxes	395,921	2,865,039
Provision for income taxes	<u>3,000</u>	<u>6,020</u>
Net income	392,921	2,859,019
Retained earnings - beginning	367,475	173,711
Stockholder distributions	<u>(922,101)</u>	<u>(2,665,255)</u>
Retained earnings (deficit) - ending	<u>\$ (161,705)</u>	<u>\$ 367,475</u>

Linden Oaks Surgery Center, Inc.

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Balance Sheet

07/26/2011

As of June 30, 2011

Accrual Basis

Jun 30, 11

ASSETS

Current Assets

Checking/Savings

M&T LOSC Checking

67,767.76

Petty Cash

400.00

Total Checking/Savings

68,167.76

Other Current Assets

Accounts/Receivable

Accounts Receivable

1,153,128.93

Allowance for Doubtful Accounts

(392,063.83)

Total Accounts/Receivable

761,065.10

Inventory Regen Drive

214,220.31

Inventory Pharmacy

27,236.83

Prepaid Expense

42,413.82

Total Other Current Assets

1,044,944.16

Total Current Assets

1,113,111.92

Fixed Assets

Architectural Fees

22,699.77

Computers

35,399.07

Equipment

2,112,040.17

Furniture and Fixtures

50,910.12

Accumulated Depreciation

(1,654,942.07)

Software

79,181.78

Accumulated Amortization

(78,909.91)

Total Fixed Assets

566,384.93

TOTAL ASSETS

1,679,496.85

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

Accounts Payable

1,057,632.21

Total Accounts Payable

1,057,632.21

Other Current Liabilities

N/P AHS, LLC

5,212.50

N/P LOSC Mgmt LLC

10,957.70

M&T Line of Credit

(400,000.00)

Accrued Expenses

20,432.97

Accrued Payroll & Expenses

85,767.33

Accrued Pension Plan Benefit

55,193.70

N/P Mgmt fee PLLC

0.00

BFA Attachment D (cont.)

	<u>Jun 30, 11</u>
N/P Quatela (PLLC)	629,635.74
Pool Tax Payable	1,930.00
Sales & Use Tax Payable	<u>683.33</u>
Total Other Current Liabilities	<u>1,209,613.27</u>
Total Current Liabilities	2,267,445.48
Long Term Liabilities	
M&T C-Arm Loan	89,833.32
M&T Equip Loan 1-2011	243,039.56
Capital Lease Obligation-Mini C	29,719.21
M&T Loan	<u>163,869.00</u>
Total Long Term Liabilities	<u>531,481.09</u>
Total Liabilities	2,798,926.57
Equity	
Capital	60,224.50
Draw	-2,149,890.52
Retained Earnings	839,746.11
Net Income	<u>110,490.19</u>
Total Equity	<u>-1,119,429.72</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,679,496.85</u></u>

BFA Attachment D (cont.)

Linden Oaks Surgery Center, Inc.
 Profit & Loss Prev Year Comparison
 January through June 2011

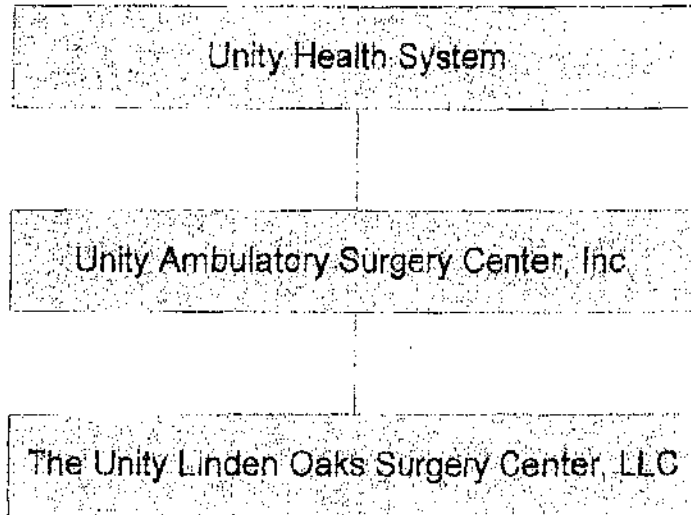
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 07/26/2011
 Annual Basis

Primary Source of Expense	TOTAL					
	Jan-Jun 11	Jan-Jun 10	\$ Change	Jan-Jun 11	Jan-Jun 10	\$ Change
Operating Income of Expenses						
Income						
Fees	62,833.84	72,876.32	-9,995.58	4,130,155.85	4,588,318.75	-418,794.97
Medical Records	73.50	248.25	-173.50	695.00	1,379.18	684.14
Fuel Tax	-9,844.30	495.00	-10,344.30	-12,028.00	9,811.00	-21,785.50
Retain	-1,976.83	-1,745.15	-231.67	-10,748.50	-9,183.30	-1,565.50
Total Income	56,156.81	72,074.32	-15,917.51	4,128,670.25	4,589,725.64	-461,055.39
Cost of Goods Sold						
Benefits						
HSA/ER Contribution	179.12	217.82	-144.76	1,168.18	2,523.30	-1,509.20
Dental Insurance	1,067.55	1,085.79	226.24	5,714.21	5,172.17	-518.16
Disability Insurance	-82.48	-1.86	-81.02	1,988.82	2,708.28	-759.87
Medical Insurance	5,844.54	3,135.42	2,709.12	30,938.21	30,306.50	-631.71
Pension Plan	3,713.29	3,900.00	-186.71	15,610.74	21,400.00	-5,789.26
Work Comp	1,092.21	3,742.17	-2,650.78	7,648.43	18,187.12	-11,139.23
Total Benefits	14,017.57	17,661.28	-3,643.71	65,266.72	121,298.31	-55,701.60
Equipment Rental	0.00	931.80	-931.80	0.00	10,402.03	-10,402.03
Equipment Repair	5,245.27	9,771.93	-4,445.64	15,284.27	52,771.81	-37,487.54
Malpractice Insurance	2,466.06	3,504.50	-1,038.42	15,834.50	20,253.75	-4,424.69
Payroll						
Hours	24,400.02	128,745.75	-14,435.73	841,821.67	685,639.25	-155,017.38
Payroll Taxes	4,950.57	12,935.28	-7,984.81	71,070.63	96,499.21	-25,428.58
Service	350.00	330.24	21.89	2,505.25	2,422.63	82.62
Tech	29,214.54	26,340.64	2,873.90	185,160.05	222,912.10	-37,752.05
Tuition Reimbursement	0.00	404.00	-404.00	0.00	1,270.00	-1,270.00
Total Payroll	128,711.13	188,716.29	-60,005.16	1,038,557.55	1,006,994.15	31,563.40
Supplies						
Implants	86,476.83	125,108.32	-37,631.47	725,864.42	587,455.62	138,408.80
Linens & Soaps	4,767.57	4,451.12	316.25	23,859.42	31,839.82	-7,980.40
Pharmacy Supplies	4,470.74	7,922.59	-3,452.31	79,950.49	71,505.41	8,445.08
Surgical Supplies	140,333.19	166,321.95	-25,988.76	720,186.39	900,619.85	-180,433.47
Total Supplies	236,048.33	303,804.98	-67,756.65	1,625,460.72	1,590,420.70	35,040.02
Total COGS	406,675.25	395,301.54	113,656.49	2,561,327.42	2,228,261.54	333,065.88
Gross Profit	15,481.56	32,772.78	-17,291.22	1,567,342.83	1,361,464.10	205,878.73
Expense						
Bad Debt Expense	0.00	0.00	0.00	0.00	76,341.74	-76,341.74
Administrative						
Disposal - Medical Waste	1,060.01	644.75	1,335.26	10,742.63	7,409.26	3,333.37
Lease and Subscriptions	200.00	118.7	-91.57	4,011.07	2,994.77	1,016.30
Licenses and Permits	1,597.46	846.92	750.54	7,525.36	3,810.35	3,715.01
Miscellaneous	0.00	0.00	0.00	124.17	0.00	124.17
Office Supplies	7,406.02	4,052.70	3,353.32	26,427.50	47,244.95	-20,817.45
Postage and Delivery	1,190.61	764.25	426.35	4,968.94	4,228.55	740.39
Professional Development	249.44	918.70	-669.26	5,177.04	2,108.00	2,969.04
Telephone	1,807.41	1,266.58	540.83	7,957.89	9,933.70	-1,975.81
Total Administrative	14,514.95	6,553.59	7,961.36	55,115.41	73,640.77	-18,525.36
Bank Charges						
Bank Service Charges	184.56	-104.42	289.08	1,807.01	1,552.40	254.61
Merchant Card Fees	918.91	859.46	59.45	4,246.01	4,321.67	-75.66
Total Bank Charges	1,103.47	755.06	343.63	6,053.02	5,874.07	178.95
Donations						
Equipment Expense	0.00	0.00	0.00	1,507.07	3,400.00	-1,892.93
Insurance						
Hazard Insurance	7,403.56	510.91	1,492.24	5,158.72	7,694.46	-2,535.74
Liability Insurance	0.00	455.83	-455.83	455.83	2,740.56	-2,284.73
Life Insurance	360.41	260.41	99.00	2,182.46	2,182.46	0.00
Total Insurance	7,764.27	1,227.15	6,537.12	7,797.01	10,617.48	-2,820.47
Laboratory Fees						
Management	25.00	37.60	-12.60	142.70	740.31	-597.61
Fee to AHS - LLC	17,405.00	10,453.46	6,951.54	68,295.00	64,886.82	3,408.18
Administrative Payroll	7,963.89	6,980.77	983.12	47,685.34	81,895.29	-34,209.95
Management Fee	126,849.54	112,524.99	14,324.55	665,453.29	448,190.85	217,262.44
Total Management	127,238.54	123,996.82	3,241.72	716,573.33	595,113.97	121,459.36
Marketing						
Advertising	0.00	0.00	0.00	1.70	3,229.02	-3,229.02
Total Marketing	0.00	0.00	0.00	1.70	3,229.02	-3,229.02
Miscellaneous						
Meals & Entertainment	727.77	936	-208.23	1,667.47	1,620.89	46.58
Meals - LE's Included	804.17	576.81	227.36	5,118.43	8,954.38	-3,835.95
Meals - LE's not Included	95.60	364.52	-268.92	151.53	434.29	-282.76
Taxes	454.81	0.00	454.81	652.46	92.57	560.24
Meals & Entertainment - Other	602.18	0.00	602.18	1,134.66	101.75	1,032.91
Total Meals & Entertainment	2,684.53	1,941.33	743.20	7,704.15	10,103.88	-2,399.73
Utilities						
Cable TV	191.48	115.96	75.52	700.00	669.00	31.00
Gas and Electric	2,786.38	7,215.23	-4,428.85	31,213.62	36,531.00	-5,317.38
Total Utilities	2,977.86	7,331.19	-4,353.33	31,913.62	37,200.00	-5,286.38
Miscellaneous - Other						
Total Miscellaneous	0.00	0.00	0.00	0.00	0.00	0.00
Professional Fees						
Accounting	4,650.00	567.00	4,083.00	11,140.00	10,041.00	1,099.00
Consulting	541.00	2,177.15	-1,636.15	10,740.00	14,271.50	-3,531.50
Transaction	3,941.56	4,618.77	-677.21	10,710.00	11,000.00	-289.00
Professional Fees - Other	0.00	0.00	0.00	40.00	0.00	40.00

BFA Attachment D (cont.)

	TOTAL					
	2010			2011		
	Jan 11	Jun 10	\$ Change	Jan - Jun 11	Jan - Jun 10	\$ Change
Total Professional Fees	7,704.26	4,385.45	3,318.81	41,185.22	47,529.88	-6,344.66
Total	47,735.53	42,161.52	5,574.01	245,203.13	292,187.81	-46,984.68
Repairs						
Dishwashing Repairs	1.00	491.12	-490.12	3,149.52	3,691.52	-542.00
Computer Repairs						
Security	0.00	479.52	-479.52	0.00	479.52	-479.52
Computer Repairs - Other	0.00	0.00	0.00	376.55	418.96	-42.41
Total Computer Repairs	0.00	479.52	-479.52	376.55	898.48	-521.93
Preventive Maintenance/Excess	5,264.00	8,401.34	-3,137.34	48,788.11	44,378.58	4,409.53
Repairs - Other	0.00	0.00	0.00	-4,320.20	0.00	-4,320.20
Total Repairs	5,264.00	9,450.15	-4,186.15	44,652.27	50,325.53	-5,673.26
Surgical Instruments	3,378.28	3,117.69	260.59	22,282.82	43,541.38	-21,258.56
Taxes						
New York State Sales Tax	583.33	621.38	-38.05	4,138.41	3,807.86	330.55
Property	577.50	561.76	15.74	4,312.72	4,024.16	288.56
State	750.00	0.00	750.00	1,500.00	750.00	750.00
Total Taxes	1,910.83	1,183.14	727.69	10,151.13	8,581.94	1,569.19
Total Expenses	223,956.13	218,599.74	5,356.39	1,339,800.64	1,114,261.85	225,538.79
Net Ordinary Income	55,628.42	2,164.83	53,463.59	297,452.00	493,141.02	-195,689.02
Other Income/Expense						
Other Income						
Interest Income	0.00	0.00	0.00	112.63	822.43	-709.80
Other Income - Other	0.00	0.01	-0.01	6,306.13	0.00	6,306.13
Total Other Income	0.00	0.01	-0.01	6,418.76	822.43	5,596.33
Sale of Fixed Assets	0.00	0.00	0.00	25,158.58	0.00	25,158.58
Total Other Income	0.00	0.01	-0.01	31,577.34	822.43	30,754.91
Other Expenses						
Other Expenses						
Accreditation Fees	267.93	452.57	-184.64	1,662.58	5,115.32	-3,452.74
Amortization Expense	79.82	28.82	51.00	124.80	566.76	-441.94
Depreciation Expense	16,996.50	16,995.50	1.00	101,979.00	77,305.00	24,674.00
Legal Fees	2,498.75	2,602.09	-103.34	2,724.33	14,000.00	-11,275.67
Loan Interest	2,837.03	5,283.95	-2,446.92	16,789.62	35,988.39	-19,198.77
Other Expenses - Other	0.00	0.00	0.00	331.75	10.94	320.81
Total Other Expenses	22,679.98	25,153.77	-2,473.79	128,611.18	150,465.17	-21,853.99
Total Other Expense	22,679.98	25,153.77	-2,473.79	128,611.18	150,465.17	-21,853.99
Net Other Income	-22,679.98	-25,153.77	2,473.79	-96,991.54	-121,542.74	24,551.20
Net Income	32,948.44	-22,988.94	55,937.38	190,460.46	371,598.28	-181,137.82

Applicants' Organizational Chart



ESTABLISHMENT CHECKLIST FOR AMBULATORY CARE SITE

APPLICATION: CON 112244 Unity Linden Oaks Surgery Center, LLC

NATURE OF APPLICATION: PRIMARY CARE
 xx SPECIALTY
Multi-Specialty

AUSPICE: xx NON PROFIT
 PROPRIETARY
 PUBLIC
- Limited Liability Company

AFFILIATIONS: None

UNIT COST:	<u>YEAR ONE</u>	<u>YEAR THREE</u>
OPERATING	\$ 1,101.47	\$ 1,145.67
CAPITAL	<u>\$ 170.74</u>	<u>\$ 123.46</u>
TOTAL	\$ 1,272.21	\$ 1,269.13

PAYOR SOURCE:	<u>YEAR THREE</u>
MEDICAID-FFS	1.3%
MEDICAID-MC	8.1%
MEDICARE-FFS	8.8%
MEDICARE-MC	22.6%
COMMERCIAL-FFS	24.7%
COMMERCIAL-MC	26.0%
ALL OTHER	5.7%
CHARITY	2.8%

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

January/February 2012

ATTACHMENTS

Diagnostic and Treatment Centers - Establish/Construct

Exhibit #8

	<u>Number</u>	<u>Applicant/Facility</u>
1.	101164 B	Mobile Health Services, LLC (New York County)
2.	112142 E	Primary Health Care Plus, Inc. (Nassau County)

Pro Forma Balance Sheet of Mobile Health Services, LLC

ASSETS:	
Cash	\$1,630,153
Prepaid Expenses	85,209
Receivables- related parties	144,000
Other receivables	<u>3,090,735</u>
TOTAL CURRENT ASSETS	\$4,950,097
Property and Equipment	\$2,800,585
Security Deposits	19,397
Other	89,055
Deferred Taxes	<u>(231,352)</u>
TOTAL ASSETS	\$7,627,782
LIABILITIES:	
Current Portion of Loans Payable	\$264,307
Accounts Payable	2,301,782
Accrued Expenses	<u>223,943</u>
TOTAL CURRENT LIABILITIES	\$2,790,032
Noted Payable	<u>\$1,817,601</u>
TOTAL LIABILITIES	\$4,607,633
TOTAL CAPITAL	\$3,020,149

MOBILE HEALTH MANAGEMENT SERVICES, INC.**BALANCE SHEETS****DECEMBER 31, 2009 AND 2008 (RESTATED)**

	2009	2008
Assets		
Current Assets		
Cash	\$ 1,579	\$ 71,239
Accounts receivable	2,815,985	2,280,312
Due from related parties	25,788	3,048
Prepaid expenses and other current assets	144,667	13,180
Notes receivable - related parties, including interest of \$172,743 and \$26,610	<u>2,467,425</u>	<u>2,599,577</u>
Total Current Assets	5,455,444	4,967,356
Property and Equipment, Net	1,247,163	528,622
Other Assets		
Deferred tax asset	9,224	10,297
Security deposits	<u>19,397</u>	<u>20,022</u>
Total Assets	<u>\$ 6,731,228</u>	<u>\$ 5,526,297</u>

MOBILE HEALTH MANAGEMENT SERVICES, INC.

BALANCE SHEETS

DECEMBER 31, 2009 AND 2008 (RESTATED)

	2009	2008
Liabilities and Stockholders' Equity		
Current Liabilities		
Accounts payable	\$ 41,169	\$ 26,958
Accrued expenses and other current liabilities	111,098	130,733
Due to affiliates	634,482	54,307
Loan from MHMS P.C.	1,067,902	—
Deferred tax liabilities	240,576	192,183
Current maturities of long-term debt	500,000	500,000
Total Current Liabilities	2,595,227	904,181
Other Liabilities		
Deferred rent payable	102,415	114,414
Long-term debt, less current maturities	1,458,333	1,958,333
Total Liabilities	4,155,975	2,976,928
Commitments and Contingencies		
Stockholders' Equity		
Common stock, no par value; 200 shares authorized; 100 shares issued and outstanding	2,000	2,000
Additional paid in capital	117,142	117,142
Retained earnings	2,456,111	2,430,227
Total Stockholders' Equity	2,575,253	2,549,369
Total Liabilities and Stockholders' Equity	\$ 6,731,228	\$ 5,526,297

Balance Sheet
As of 12/31/2009

MOBILE HEALTH MEDICAL SERVICES, P.C (MPC)

ASSETS

CASH IN BANK-CHASE	\$	33,434.98
CASH - CHASE MMKT		1,006.27
ACCOUNTS RECEIVABLE-CONTROL		427,036.83
DUE FROM MOBILE HEALTH MGMT		1,087,902.34
L/R BERT BRODSKY		1,000,000.00
L/R PARC PLACE DEVELOPMENT		250,000.00
L/R CHABAD		100,000.00
L/R JUST AROUND THE CORNER		300,000.00
L/R MAOS		5,000.00
PREPAID INSURANCE		10,250.19
PREPAID BOP INSURANCE		3,134.96
PREPAID EMPLOYMENT LIAB INS.		442.50
PREPAID WKSCOMP INSURANCE		1,392.48
PREPAID AUTO INSURANCE		2,663.31
PREPAID EXPENSE		57,051.02

Total ASSETS:

\$ 3,259,314.68

LIABILITIES

ACCOUNTS PAYABLE-CONTROL	276,402.42
ACCRUED LIABILITY	214,205.95
A/P - MOBILE HEALTH MGMT	2,815,985.07

Total LIABILITIES:

3,305,593.44

EQUITY

COMMON STOCK	100.00
RETAINED EARNINGS - PRIOR	(57,253.29)
Retained Earnings Current Year	10,874.53

Total EQUITY:

(46,278.76)

Total LIABILITIES & EQUITY:

\$ 3,259,314.68

MOBILE HEALTH MEDICAL SERVICES, P.C.

MOBILE HEALTH MGT SERVICES, INC.

COMBINED INCOME STATEMENT

FOR THE TWELVE MONTHS ENDED 12/31/2009

													12 MONTHS ENDED	
	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	12/31/2009	12/31/2008
Revenue														
Revenue - Medical Exempt	\$ 462,768	\$ 458,230	\$ 567,970	\$ 486,722	\$ 478,726	\$ 537,255	\$ 518,111	\$ 470,489	\$ 487,265	\$ 540,644	\$ 424,324	\$ 411,582	\$ 5,840,071	\$ 5,482,481
Revenue - On Site Payments	\$ 59,493	\$ 68,416	\$ 81,874	\$ 78,299	\$ 70,884	\$ 84,307	\$ 78,040	\$ 83,001	\$ 71,863	\$ 74,455	\$ 95,404	\$ 70,842	\$ 913,066	\$ 844,237
Revenue - Miscellaneous	\$ -	\$ -	\$ 212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 212	\$ 599
Total Revenue	\$ 522,261	\$ 525,652	\$ 650,056	\$ 565,021	\$ 549,610	\$ 621,562	\$ 592,160	\$ 553,470	\$ 559,128	\$ 615,099	\$ 519,728	\$ 482,524	\$ 6,764,269	\$ 6,127,304
Operating Expenses														
Medical Directors & Physicians	\$ 5,528	\$ 5,130	\$ 5,528	\$ 5,528	\$ 5,054	\$ 7,259	\$ 5,309	\$ 5,309	\$ 5,309	\$ 5,309	\$ 5,309	\$ 7,259	\$ 67,831	\$ 168,604
Technical & Non Physician	\$ 100,459	\$ 87,807	\$ 110,856	\$ 122,561	\$ 118,392	\$ 120,058	\$ 107,772	\$ 112,684	\$ 111,881	\$ 100,998	\$ 109,028	\$ 120,125	\$ 1,328,348	\$ 1,086,777
Management Fees	\$ 98,325	\$ 92,920	\$ 116,517	\$ 120,058	\$ 139,093	\$ 133,726	\$ 121,309	\$ 132,004	\$ 125,733	\$ 109,447	\$ 130,157	\$ 125,109	\$ 1,442,408	\$ 1,228,754
ADP Charges	\$ 1,261	\$ 1,269	\$ 1,480	\$ 1,535	\$ 1,526	\$ 1,539	\$ 1,600	\$ 1,626	\$ 1,641	\$ 1,645	\$ 1,600	\$ 1,623	\$ 1,642	\$ 13,758
Bookkeeping Services	\$ 2,254	\$ 2,451	\$ 2,318	\$ 2,357	\$ 2,205	\$ 2,872	\$ 2,284	\$ 2,154	\$ 1,787	\$ 2,151	\$ 3,178	\$ 1,980	\$ 27,971	\$ 31,188
Fringes	\$ 7,941	\$ 278	\$ 583	\$ 1,125	\$ 374	\$ 823	\$ 522	\$ 526	\$ 502	\$ 553	\$ 549	\$ 637	\$ 14,182	\$ 27,094
IT - Interface	\$ 800	\$ 840	\$ 300	\$ 840	\$ 840	\$ 840	\$ 800	\$ 840	\$ 800	\$ 640	\$ 640	\$ 800	\$ 800	\$ 8,320
IT - Programming/Software	\$ 324	\$ 774	\$ 399	\$ 1,874	\$ 825	\$ 525	\$ 4,881	\$ 3,011	\$ 12,188	\$ 679	\$ 2,888	\$ 3,762	\$ 32,327	\$ 108,450
IT - Hardware/Network	\$ 5,642	\$ 6,138	\$ 5,957	\$ 6,157	\$ 5,642	\$ 6,053	\$ 5,642	\$ 6,874	\$ 7,785	\$ 6,178	\$ 5,728	\$ 6,819	\$ 74,721	\$ 80,554
IT - Website	\$ -	\$ -	\$ -	\$ 198	\$ -	\$ -	\$ -	\$ 207	\$ -	\$ -	\$ -	\$ 2,423	\$ 2,629	\$ 2,133
Professsiona Fees - Consulting	\$ 4,500	\$ 5,902	\$ 6,544	\$ 8,488	\$ 5,647	\$ 6,480	\$ 15,635	\$ 6,443	\$ 4,676	\$ 5,775	\$ 10,363	\$ 46,132	\$ 125,586	\$ 86,463
Professsiona Fees - Consulting-MAOS	\$ 438	\$ -	\$ 2,925	\$ 313	\$ 1,938	\$ 1,375	\$ 5,025	\$ 938	\$ 1,688	\$ 313	\$ 188	\$ 250	\$ 15,390	\$ 2,436
Professsiona Fees - Consulting-Mgt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,583	\$ 4,583	\$ 4,683	\$ 13,749	\$ 18,298
Professsiona Fees - Consulting-PW Cap	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,800	\$ 1,200	\$ 1,200	\$ 7,200	\$ -
Professsiona Fees - Accounting	\$ 3,833	\$ 3,333	\$ 3,833	\$ 3,833	\$ 18,833	\$ 3,075	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 55,240	\$ 45,998
Professsiona Fees - Lega	\$ 398	\$ 27,343	\$ 13,392	\$ 11,831	\$ 3,451	\$ 822	\$ 21,604	\$ 2,504	\$ 21,415	\$ 5,651	\$ 991	\$ 3,932	\$ 115,363	\$ 82,724
Outside Independent Contractors	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,000	\$ 3,000	\$ 3,730	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 21,730	\$ -
Medical Supplies	\$ 34,311	\$ 18,889	\$ 56,883	\$ 18,421	\$ 43,031	\$ 27,839	\$ 39,392	\$ 35,888	\$ 71,853	\$ 43,976	\$ 28,134	\$ 21,327	\$ 444,557	\$ 325,331
Laboratory Fees	\$ 81,172	\$ 92,972	\$ 113,094	\$ 81,598	\$ 90,193	\$ 101,690	\$ 90,045	\$ 87,611	\$ 84,925	\$ 85,657	\$ 75,035	\$ 68,280	\$ 1,053,271	\$ 1,001,272
Waste Disposal	\$ 474	\$ 807	\$ 246	\$ 862	\$ 331	\$ 142	\$ 1,557	\$ 189	\$ 497	\$ 792	\$ 867	\$ 921	\$ 7,105	\$ 4,324
Postage	\$ 4,359	\$ 2,028	\$ 4,200	\$ 2,043	\$ 4,069	\$ 4,000	\$ 3,167	\$ 3,093	\$ 4,000	\$ 3,112	\$ 4,588	\$ 1,540	\$ 40,203	\$ 31,774
Office Supplies & Expense	\$ 11,228	\$ 18,852	\$ 17,236	\$ 9,272	\$ 13,109	\$ 10,709	\$ 31,227	\$ 25,300	\$ 10,174	\$ 8,544	\$ 15,488	\$ 18,398	\$ 189,638	\$ 162,412
Fees & Licenses	\$ -	\$ 1,370	\$ 420	\$ -	\$ -	\$ 9	\$ 600	\$ -	\$ -	\$ -	\$ -	\$ 451	\$ 2,850	\$ 1,667
Auto Rental & Expense	\$ 64	\$ 737	\$ 97	\$ 89	\$ 126	\$ 221	\$ 1,111	\$ 717	\$ 5,112	\$ 375	\$ 932	\$ 952	\$ 10,513	\$ 3,764
Auto Leasing Expense	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 3,591	\$ 59,880	\$ 43,064
Equipment Leasing-HW/SW	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 108,667
Tvlodging all others	\$ 4,463	\$ 3,070	\$ 3,233	\$ 5,550	\$ (2,858)	\$ 12,880	\$ 2,943	\$ 11,559	\$ (2,048)	\$ 8,863	\$ (294)	\$ (795)	\$ 47,735	\$ 22,128
Business Meals / Lunches	\$ 388	\$ 695	\$ 529	\$ 1,480	\$ 35	\$ 1,443	\$ 80	\$ 2,413	\$ 454	\$ 127	\$ 488	\$ 3,477	\$ 11,458	\$ 3,132
Medical Liability Insurance	\$ 1,815	\$ 1,780	\$ 1,780	\$ 1,780	\$ 2,292	\$ 2,509	\$ 2,509	\$ 2,509	\$ 2,509	\$ 2,509	\$ 2,509	\$ 2,509	\$ 26,948	\$ 23,848
Employment Liab Insurance	\$ 457	\$ 457	\$ 434	\$ 434	\$ 434	\$ 434	\$ 434	\$ 434	\$ 434	\$ 434	\$ 434	\$ 434	\$ 5,255	\$ 5,715
Workmen's Comp Insurance	\$ 1,077	\$ 1,077	\$ 1,077	\$ 1,077	\$ 1,735	\$ 1,077	\$ 1,309	\$ 1,309	\$ 1,883	\$ 1,016	\$ 2,499	\$ 1,477	\$ 16,414	\$ 13,755
B.O.P./Umbrella Insurance	\$ 678	\$ 717	\$ 717	\$ 717	\$ 918	\$ 918	\$ 1,041	\$ 1,231	\$ 1,983	\$ 999	\$ 1,913	\$ 1,341	\$ 22,078	\$ 10,387
Rent - Office	\$ 56,740	\$ 84,708	\$ 55,100	\$ 54,851	\$ 54,851	\$ 54,851	\$ 55,576	\$ 58,586	\$ 59,024	\$ 81,418	\$ 55,899	\$ 55,899	\$ 674,404	\$ 535,580
Utilities	\$ 8,779	\$ 2,370	\$ 4,068	\$ 3,387	\$ 3,560	\$ 3,236	\$ 4,298	\$ 3,488	\$ 5,503	\$ 19,820	\$ 5,438	\$ 6,333	\$ 72,089	\$ 36,494
Real Estate Taxes	\$ 1,968	\$ 237	\$ -	\$ -	\$ -	\$ 7,034	\$ 4,923	\$ -	\$ -	\$ 15,930	\$ -	\$ 15,352	\$ 45,442	\$ 9,397
Insurance - Premiums	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,440
Security Service	\$ 448	\$ 448	\$ 446	\$ 446	\$ 448	\$ 448	\$ 590	\$ 448	\$ 446	\$ 448	\$ 448	\$ 448	\$ 5,497	\$ 5,355
Rep & Maint Office	\$ 1,140	\$ 1,180	\$ 5,627	\$ 2,529	\$ 2,634	\$ 2,117	\$ 3,103	\$ 1,449	\$ 2,589	\$ 852	\$ 3,231	\$ 928	\$ 27,183	\$ 23,772
Sanitation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 130	\$ 130	\$ -

BFA Attachment C (cont.)

MOBILE HEALTH MEDICAL SERVICES, P.C.
MOBILE HEALTH MGT SERVICES, INC.
COMBINED INCOME STATEMENT
FOR THE TWELVE MONTHS ENDED 12/31/2009

													12 MONTHS ENDED	
	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	12/31/2009 TOTAL	12/31/2008 TOTAL
Telephone	\$ 3,510	\$ 3,915	\$ 3,285	\$ 3,471	\$ 3,248	\$ 4,099	\$ 4,254	\$ 3,529	\$ 2,944	\$ 3,110	\$ 9,786	\$ 5,181	\$ 50,330	\$ 38,764
Equipment Rental	\$ 4,154	\$ 2,174	\$ 2,272	\$ 2,217	\$ 2,318	\$ 2,438	\$ 2,207	\$ 2,350	\$ 2,455	\$ 2,350	\$ 2,111	\$ 2,455	\$ 29,500	\$ 25,699
Equipment Maint.	\$ 363	\$ 363	\$ 363	\$ 363	\$ 363	\$ 363	\$ 237	\$ -	\$ 125	\$ 125	\$ 125	\$ 125	\$ 2,551	\$ 5,485
Equipment Leasing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,127	\$ 12,127
Messenger & Delivery	\$ 2,244	\$ 2,798	\$ 4,709	\$ 113	\$ 2,378	\$ 4,522	\$ 24	\$ 4,938	\$ 2,464	\$ 38	\$ 2,571	\$ 2,522	\$ 29,318	\$ 28,924
Auto Insurance	\$ 94	\$ 94	\$ 94	\$ 94	\$ 94	\$ 83	\$ 83	\$ 83	\$ 83	\$ 83	\$ 83	\$ 833	\$ 1,800	\$ 1,125
Auto Insurance - Mobile Van	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,838	\$ 139	\$ 2,081	\$ 3,220	\$ -	\$ 1,610	\$ -	\$ 1,910	\$ 12,489
Auto Expense - Mobile Van	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 815	\$ -	\$ 1,545	\$ 2,339
Dues & Subscription	\$ -	\$ -	\$ 1,473	\$ -	\$ 100	\$ -	\$ 294	\$ -	\$ 200	\$ 785	\$ -	\$ -	\$ 450	\$ 3,312
Contribution	\$ 500	\$ -	\$ -	\$ 8,500	\$ 1,200	\$ 1,000	\$ (2,300)	\$ 3,750	\$ 1,500	\$ 1,700	\$ 795	\$ 980	\$ 15,845	\$ 34,435
Advertising & Marketing	\$ -	\$ 2,491	\$ 1,922	\$ 1,750	\$ 1,471	\$ 400	\$ 2,829	\$ 100	\$ 2,785	\$ 4,263	\$ 4,829	\$ 1,418	\$ 24,035	\$ 16,160
Shows & Exhibits	\$ -	\$ 1,015	\$ -	\$ 886	\$ 1,310	\$ 1,820	\$ -	\$ 500	\$ 945	\$ 185	\$ 225	\$ 470	\$ 7,338	\$ 3,554
Recruitment/Empl Agency fees	\$ 1,873	\$ 325	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,998	\$ 28,768
Uniform	\$ 48	\$ 95	\$ 228	\$ 50	\$ 200	\$ 100	\$ 50	\$ 150	\$ 130	\$ -	\$ -	\$ 90	\$ 1,141	\$ 399
Moving Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 631	\$ 2,000	\$ -	\$ 2,553	\$ 2,440	\$ 7,624	\$ -
Training/Seminars/PI	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 635	\$ 635	\$ 1,924
Bank Charge	\$ 704	\$ 647	\$ 1,265	\$ 2,348	\$ 577	\$ 140	\$ 603	\$ 210	\$ 3,074	\$ 1,840	\$ 2,475	\$ 585	\$ 17,068	\$ 8,071
NYS Corporate Income Tax	\$ -	\$ -	\$ 6,122	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,122	\$ 217
NYC Corporate Income Tax	\$ -	\$ -	\$ 17,700	\$ -	\$ -	\$ 8,291	\$ -	\$ 8,513	\$ -	\$ -	\$ -	\$ -	\$ 33,504	\$ 3,360
Interest Expense	\$ 8,823	\$ 8,908	\$ 7,939	\$ 8,554	\$ 8,118	\$ 8,234	\$ 5,217	\$ 4,304	\$ 4,178	\$ 3,923	\$ 3,950	\$ 3,737	\$ 76,883	\$ 17,115
Commission Expense	\$ -	\$ -	\$ -	\$ -	\$ 8,000	\$ -	\$ 8,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,000	\$ -
Amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 870	\$ 870	\$ -
Depreciation	\$ 5,840	\$ 5,627	\$ 6,876	\$ 5,980	\$ 7,782	\$ 39,863	\$ 17,939	\$ 17,939	\$ 17,986	\$ 17,988	\$ 26,183	\$ 25,241	\$ 185,868	\$ 145,220
Total Operating Expenses	\$ 471,805	\$ 488,712	\$ 583,348	\$ 508,550	\$ 555,696	\$ 597,917	\$ 586,915	\$ 575,651	\$ 611,023	\$ 602,309	\$ 647,044	\$ 681,302	\$ 4,879,181	\$ 5,712,263
Net Operating Income(Loss)	\$ 58,458	\$ 56,940	\$ 58,710	\$ 54,471	\$ (5,888)	\$ 23,845	\$ 5,245	\$ (22,181)	\$ (53,895)	\$ 52,780	\$ (27,338)	\$ (118,779)	\$ 75,078	\$ 415,101
Other Income & Expense														
Rent Expense - NYC Facility	\$ (16,000)	\$ (15,000)	\$ (16,000)	\$ (16,000)	\$ (16,000)	\$ (16,000)	\$ (15,000)	\$ (15,000)	\$ (15,000)	\$ (15,000)	\$ (15,000)	\$ (15,000)	\$ (180,000)	\$ (90,000)
Consulting Expense - H. Freund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (17,201)	\$ (17,201)	\$ (7,188)	\$ (17,188)	\$ (68,738)	\$ -
Consulting Referrals	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (30,000)	\$ (30,000)	\$ (30,000)	\$ (30,000)	\$ (120,000)	\$ -
Consulting Income - BMRI	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 225,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 325,000	\$ 300,000
Interest Income	\$ 119	\$ 119	\$ 119	\$ 119	\$ 119	\$ 98	\$ 119	\$ 118	\$ 116	\$ 116	\$ 111	\$ 115	\$ 1,388	\$ 30,597
Interest Income on Security Dep	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65
Total Other Income & Expense	\$ 10,119	\$ 10,119	\$ 10,119	\$ 10,119	\$ 210,119	\$ (14,904)	\$ (14,881)	\$ (14,881)	\$ (82,085)	\$ (82,085)	\$ (82,057)	\$ (82,853)	\$ (42,350)	\$ 248,694
Net Income (Loss)	\$ 68,577	\$ 67,059	\$ 68,829	\$ 64,590	\$ 204,133	\$ 8,741	\$ (9,636)	\$ (37,082)	\$ (112,981)	\$ (29,296)	\$ (89,393)	\$ (180,832)	\$ 32,728	\$ 663,795

BFA Attachment C (cont.)

MOBILE HEALTH MEDICAL SERVICES, P.C (MPC)

ASSETS

CASH IN BANK-CHASE	\$	126,670.15
CASH - CHASE MMKT		1,007.71
ACCOUNTS RECEIVABLE-CONTROL		517,814.86
DUE FROM MOBILE HEALTH MGMT		1,412,495.31
L/R BERT BRODSKY		1,000,000.00
L/R PARC PLACE DEVELOPMENT		250,000.00
L/R CHABAD		100,000.00
L/R JUST AROUND THE CORNER		300,000.00
L/R MAOS		5,000.00
PREPAID INSURANCE		18,554.25
PREPAID MEDICAL SUPPLIES		32,794.84

Total ASSETS: \$ 3,764,337.12

LIABILITIES

ACCOUNTS PAYABLE-CONTROL	444,509.69
ACCRUED LIABILITY	114,459.25
A/P - MOBILE HEALTH MGMT	3,245,767.68

Total LIABILITIES: 3,804,736.62

EQUITY

COMMON STOCK	100.00
RETAINED EARNINGS - PRIOR	(46,378.76)
Retained Earnings-Current Year	5,879.26

Total EQUITY: (40,399.50)

Total LIABILITIES & EQUITY: \$ 3,764,337.12

MOBILE HEALTH MEDICAL SERVICES, P.C (MPC)

	Year to Date	% of Revenue	Prior Year to Date	% of Revenue
REVENUE				
REVENUE- MEDICAL EXAMS	\$ 5,800,394.34	85.8 %	\$ 5,840,068.34	86.5 %
REVENUE- ON SITE PAYMENTS	957,567.38	14.2	913,985.21	13.5
REVENUE-MISCELLANEOUS	0.00	0.0	212.30	0.0
INTEREST INCOME	0.00	0.0	1.37	0.0
Total REVENUE:	6,760,061.72	100.0	6,754,267.22	100.0
GROSS PROFIT:	6,760,961.72	100.0	6,754,267.22	100.0
EXPENSES				
MANAGEMENT SVCS EXP-MOBILE	3,470,829.00	51.3	3,730,700.00	55.2
MEDICAL DIRECTORS & PHYSICIANS	82,468.38	1.2	67,830.74	1.0
TECHNICAL & NON PHYSICIAN	1,697,222.73	25.1	1,324,567.58	19.6
FRINGES	3,615.18	0.1	7,507.20	0.1
MEDICAL SUPPLIES	331,061.66	4.9	444,555.88	6.6
LABORATORY FEES	984,642.01	14.6	1,053,269.89	15.6
X- RAY FEES	27,895.00	0.4	0.00	0.0
OFFICE EXPENSE	35.60	0.0	0.00	0.0
TELEPHONE	(150.00)	0.0	0.00	0.0
FEES & LICENSES	150.00	0.0	159.00	0.0
AUTO LEASING EXPENSE	0.00	0.0	5,290.00	0.1
AUTO EXPENSE	(400.00)	0.0	955.79	0.0
MEDICAL LIABILITY INSURANCE	33,658.93	0.5	26,948.00	0.4
BOP INSURANCE	7,415.38	0.1	8,377.37	0.1
EMPLOYMENT LIAB INSURANCE	442.60	0.0	2,859.30	0.0
WORKMENS COMP INSURANCE	5,969.98	0.1	9,338.13	0.1
AUTO INSURANCE	2,727.31	0.0	1,797.00	0.0
PROFESSIONAL FEES- CONSULTING	14,100.00	0.2	6,575.00	0.1
PROFESSIONAL FEES-ACCOUNTING	18,000.00	0.3	20,015.00	0.3
PROFESSIONAL FEES-LEGAL	17,582.50	0.3	898.75	0.0
BANK CHARGES	5,904.91	0.1	3,896.18	0.1
OUTSIDE INDEPENDENT CONTRACTORS	36,510.00	0.5	21,730.00	0.3
NYS CORPORATION TAX-(CT-3)	7,688.14	0.1	5,122.00	0.1
NYS CORPORATION TAX-(CT 3M/4M)	595.00	0.0	0.00	0.0
NYC CORPORATION TAX-(4S)	7,121.69	0.1	300.00	0.0
Total EXPENSES:	6,755,083.90	99.9	6,743,392.81	99.8
NET INCOME FROM OPERATIONS:	5,877.82	0.1	10,874.41	0.2
OTHER INCOME AND EXPENSE				
INTEREST INCOME	1.44	0.0	0.12	0.0
Total OTHER INCOME AND EXPENSE:	1.44	0.0	0.12	0.0
EARNINGS BEFORE INCOME TAX:	5,879.26	0.1	10,874.53	0.2
Net Income (Loss):	\$ 5,879.26	0.1 %	\$ 10,874.53	0.2 %

MOBILE HEALTH MANAGEMENT SERVICES, INC.

BALANCE SHEET

DECEMBER 31, 2010

Assets**Current Assets**

Cash	\$	25,050
Accounts receivable		3,596,749
Due from related parties		33,044
Prepaid expenses and other current assets		40,902
Notes receivable - related parties, including interest of \$271,578		<u>652,965</u>

Total Current Assets		\$	4,348,710
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Property and Equipment, Net			1,634,853
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Goodwill			918,700
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Intangible Assets, Net			250,000
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Other Assets

Deferred tax asset		224,716
Security deposits		<u>36,767</u>

Total Other Assets			<u>261,483</u>
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Total Assets		\$	<u>7,413,746</u>
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MOBILE HEALTH MANAGEMENT SERVICES, INC.

BALANCE SHEET

DECEMBER 31, 2010

Liabilities and Stockholders' Equity**Current Liabilities**

Accounts payable	\$	38,352
Accrued expenses and other current liabilities		57,224
Due to affiliates		2,104,424
Loan from MHMS P.C.		1,412,495
Deferred tax liabilities		337,508
Current maturities of long-term debt		<u>551,487</u>

Total Current Liabilities \$ 4,501,490

Long-Term Liabilities

Deferred rent payable	356,702
Long-term debt, less current maturities	<u>1,174,589</u>

Total Long-Term Liabilities 1,531,291

Total Liabilities 6,032,781

Commitments and Contingencies**Stockholders' Equity**

Common stock, no par value; 200 shares authorized; 100 shares issued and outstanding	2,000
Additional paid in capital	117,142
Retained earnings	<u>1,261,823</u>

Total Stockholders' Equity 1,380,965

Total Liabilities and Stockholders' Equity \$ 7,413,746

MOBILE HEALTH MANAGEMENT SERVICES, INC.

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2010

Revenues		\$ 3,854,861
Costs and Expenses		
Operating	\$ 2,235,386	
Selling, general and administrative	<u>2,995,310</u>	
Total Costs and Expenses		<u>5,230,696</u>
Loss From Operations		(1,375,835)
Other Income (Expense)		
Interest income	99,956	
Interest expense	<u>(50,098)</u>	
Total Other Income		<u>49,858</u>
Loss Before Income Tax Benefit		(1,325,977)
Income Tax Benefit		<u>131,689</u>
Net Loss		<u>\$ (1,194,288)</u>

Attachment E

CON# 101164
Mobile Health Services

Detailed Budget

Year 1

	<u>Expenses</u>	<u>Visits</u>	<u>Cost Per Visit</u>
Operating	\$692,126	8,998	\$76.92
Capital	<u>12,837</u>	8,998	<u>1.43</u>
Total Year 1 Expenses	\$704,963	8,998	\$78.35

Year 3

	<u>Expenses</u>	<u>Visits</u>	<u>Cost Per Visit</u>
Operating	\$779,738	10,649	\$73.22
Capital	<u>12,837</u>	10,649	<u>1.21</u>
Total Expenses	\$792,575	10,649	\$74.43

BHFP ATTACHMENT MAP:
CON # 101164
MOBILE HEALTH SERVICES

NEW YORK

New Jersey

Mobile Health Services, LLC

Queens Extension Clinic

Hempstead Extension Clin

Brooklyn Extension Clinic

NASSAU

QUEENS

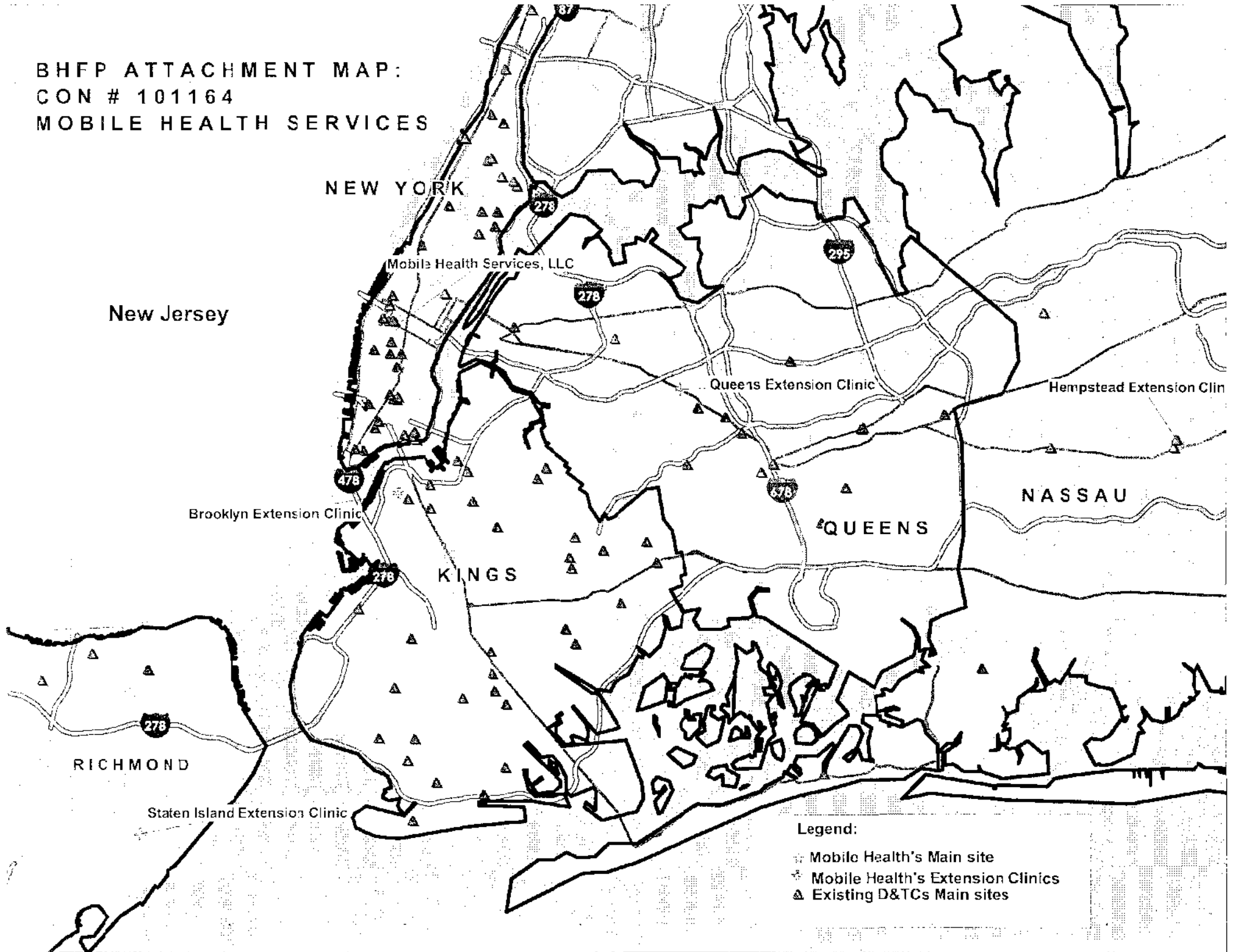
KINGS

RICHMOND

Staten Island Extension Clinic

Legend:

- ☆ Mobile Health's Main site
- ✱ Mobile Health's Extension Clinics
- △ Existing D&TCs Main sites



PRIMARY HEALTH CARE PLUS, PC
(A Corporation)

BALANCE SHEETS

December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash (Overdraft)	\$ 34,645	\$ (17,490)
Accounts Receivable	140,107	166,592
Loans and Exchanges	10,587	3,517
Prepaid Expenses	10,543	1,695
TOTAL CURRENT ASSETS	<u>195,882</u>	<u>169,314</u>
MAJOR MOVABLE EQUIPMENT - NET	<u>241,600</u>	<u>263,763</u>
OTHER ASSETS		
Organization Cost - Net	96,806	108,306
Employee Loan Receivable	-	900
TOTAL OTHER ASSETS	<u>96,806</u>	<u>109,206</u>
TOTAL ASSETS	<u>\$ 534,288</u>	<u>\$ 542,283</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
CURRENT LIABILITIES		
Accrued Payroll	\$ 22,137	\$ 13,589
Accrued Expenses	23,424	40,362
Overdraft Line of Credit	4,417	7,952
Leases Payable - Current Portion	9,532	19,578
TOTAL CURRENT LIABILITIES	<u>59,510</u>	<u>81,481</u>
LONG TERM LIABILITIES		
Lease Payable - Less Current Portion	11,773	21,864
Due to Related Parties	170,000	153,000
Credit Line Payable	23,969	48,639
TOTAL LONG TERM LIABILITIES	<u>205,742</u>	<u>223,503</u>
TOTAL LIABILITIES	<u>265,252</u>	<u>305,184</u>
STOCKHOLDERS' EQUITY		
Retained Earnings	269,036	234,099
TOTAL STOCKHOLDERS' EQUITY	<u>269,036</u>	<u>234,099</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 534,288</u>	<u>\$ 542,283</u>

PRIMARY HEALTH CARE PLUS, PC
(A Corporation)

STATEMENTS OF INCOME AND RETAINED EARNINGS

For the Years Ended December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
REVENUES		
Medical Income	<u>\$ 1,261,840</u>	<u>\$1,201,755</u>
TOTAL REVENUES	<u>1,261,840</u>	<u>1,201,755</u>
OPERATING EXPENSES		
Salaries	609,624	645,081
Physician Fees	49,246	71,673
Employee Benefits (Schedule I)	55,557	77,419
Property Costs (Schedule II)	149,324	113,521
Administrative and General (Schedule III)	<u>363,152</u>	<u>446,352</u>
TOTAL OPERATING EXPENSES	<u>1,226,903</u>	<u>1,354,051</u>
NET INCOME (LOSS)	34,937	(152,296)
RETAINED EARNINGS - BEGINNING OF YEAR	234,099	407,893
STOCKHOLDER WITHDRAWALS	<u>-</u>	<u>(21,498)</u>
RETAINED EARNINGS - END OF YEAR	<u>\$ 269,036</u>	<u>\$ 234,099</u>

BFA Attachment B
PRIMARY HEALTH CARE PLUS, INC.

Summary Balance Sheet

~~As of November~~ ^{Nov 30, 11} 30, 2011

ASSETS

Current Assets

Checking/Savings 27,904.84

Other Current Assets 21,130.35

Total Current Assets 49,035.19

Fixed Assets 247,406.81

Other Assets 110,666.00

TOTAL ASSETS 407,108.00

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities 282,629.82

Total Current Liabilities 282,629.82

Long Term Liabilities 76,567.40

Total Liabilities 359,197.22

Equity 47,910.78

TOTAL LIABILITIES & EQUITY 407,108.00

PRIMARY HEALTH CARE PLUS, INC.

Profit & Loss

January through ~~November 2011~~ ^{Jan - Nov 11}

Ordinary Income/Expense

Income

Fees

Patient Fees 1,348,642.68

Total Fees 1,348,642.68

Refunds & Returned Checks (7,253.72)

Total Income 1,341,388.96

Expense

Wages - Physicians 145,200.00

Wages - Physicians Assistants 70,400.00

Wages - Physical Therapist 17,826.00

Wages - Medical Staff 140,242.00

Wages - Office Manager 69,316.40

Wages - Office 90,937.00

Advertising 4,980.00

Auto Expense 1,866.38

Auto Lease 9,670.23

Bank Service Charges 1,358.19

Cleaning & Sanitation 19,071.15

Computer Expense

Service Contracts & Support 5,346.59

Website 26.97

Computer Expense - Other 1,039.00

Total Computer Expense 6,412.56

Conferences & Education 13,465.55

Credit Card Processing Fees 1,664.72

Dues and Subscriptions 6,941.46

Equipment Rental 4,355.86

Equipment Repairs & Maintenance 3,944.50

Hazardous Waste Removal 930.73

Holiday Expense 2,234.94

Insurance

Life (61.84)

Health 9,578.74

Malpractice Insurance 65,289.00

Other 574.82

Total Insurance 75,380.72

PRIMARY HEALTH CARE PLUS, INC.

Profit & Loss

January through ~~November 2011~~ ^{Jan 7, Nov 11} 2011

Interest Expense	
Loan Interest	616.12
Total Interest Expense	<u>616.12</u>
Laboratory Fees	977.00
Licenses and Permits	3,276.00
Medicaid Pool Surcharge	5,938.00
Medical Supplies	93,695.42
Miscellaneous	1,953.64
NY State Corporate Tax	1,000.00
Office Expense	6,412.26
Office Supplies	10,770.66
Outside Billing Service	2,669.79
Outside Labor	
Cicero Consulting Associates, V	14,822.77
New York Cardiology, P.C.	20,182.80
Paola Puig	2,700.00
Steven Adler, M.D., LLC	39,553.50
Total Outside Labor	<u>77,259.07</u>
Payroll Expenses	
Fica Medicare Expense	40,460.45
NY State Unemployment Insurance	3,175.97
Federal Unemployment Insurance	1,219.15
NY MGT Tax	2,135.60
Total Payroll Expenses	<u>46,991.17</u>
Payroll Processing Fees	2,997.93
Printing & Reproduction	21.73
Postage & Delivery	3,683.50
Professional Fees	
Accounting	37,535.35
Consultants	
Consultant Fees	5,625.00
Doreen Tansi, RN	1,875.00
Joann Pannell, RN	1,875.00
PCDC	750.00
Other	1,951.66
Consultants - Other	1,375.00
Total Consultants	<u>13,451.66</u>

BFA Attachment B (cont.)
PRIMARY HEALTH CARE PLUS, INC.

Profit & Loss

January through ~~November 2011~~ ^{Jan - Nov 11}

Total Professional Fees	50,987.01
Rent	111,000.00
Repairs & Maintenance	12,404.99
Security	693.82
Telephone	
Answering Service & Baeper	4,915.30
Telephone - Other	10,587.85
Total Telephone	<u>15,503.15</u>
Transcription Services	3,704.42
Travel & Ent	
Entertainment	1,429.60
Meals	3,357.03
Travel	5,351.14
Travel & Ent - Other	940.18
Total Travel & Ent	<u>11,077.95</u>
Uniforms & Laundry	1,587.46
Utilities	
Electric	13,657.94
Cable	845.01
Gas and Electric	2,574.88
Water	375.52
Utilities - Other	2,806.65
Total Utilities	<u>20,260.00</u>
Void Checks	0.00
Total Expense	<u>1,171,679.48</u>
Net Ordinary Income	<u>169,709.48</u>
Net Income	<u>169,709.48</u>

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

January/February 2012

ATTACHMENTS

Dialysis Services - Establish/Construct

Exhibit #9

	<u>Number</u>	<u>Applicant/Facility</u>
1.	111234 B	Dumont Care, LLC (Westchester County)

111234 B
Dumont Care, LLC
(Westchester County)

There are no attachments for the project.

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

January/February 2012

ATTACHMENTS

Residential Health Care Facilities - Establish/Construct

Exhibit #10

	<u>Number</u>	<u>Applicant/Facility</u>
1.	101068 E	Guiderland Center Rehabilitation and Extended Care Facility Operating Company, LLC d/b/a Guiderland Center Rehabilitation and Extended Care Facility (Albany County)
2.	112218 E	Waterfront Health Care Center, Inc. (Erie County)

Financial Summary

BFA Attachment B

Guilderland Center Nursing Home

FISCAL PERIOD ENDED

	<u>2010</u>	<u>2009</u>	<u>2008</u>
ASSETS - CURRENT	\$1,613,743	\$3,216,334	\$3,307,105
ASSETS - FIXED AND OTHER	5,876,054	5,950,025	5,966,132
LIABILITIES - CURRENT	1,177,190	804,476	559,166
LIABILITIES - LONG-TERM	7,817,798	7,681,703	7,769,790
EQUITY	(\$1,505,191)	\$680,180	\$944,281
<hr/>			
INCOME	\$8,581,447	\$8,432,098	\$6,701,474
EXPENSE	8,722,306	8,696,199	8,314,997
NET INCOME	(\$140,859)	(\$264,101)	(\$1,613,523)
<hr/>			
OPERATOR/RELATIVE SALARIES	\$152,803	\$159,330	\$89,341
<hr/>			
NUMBER OF BEDS	127	127	127
PERCENT OF OCCUPANCY (DAYS)	94.06%	89.42%	94.59%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	82.31%	82.79%	79.89%
MEDICARE	6.33%	8.02%	5.88%
PRIVATE/OTHER	11.37%	9.19%	14.24%
<hr/>			
	<u>2011</u>		
OPERATING	\$131.05		
CAPITAL	<u>9.73</u>		
TOTAL	\$140.78		

Pro Forma Balance Sheet

ASSETS

Cash	\$1,518,516
Accounts Receivable	975,000
Equipment	<u>174,208</u>
TOTAL ASSETS	\$2,667,724

LIABILITIES

Payments to State of New York	<u>\$1,406,000</u>
TOTAL LIABILITIES	\$1,406,000

MEMBERS EQUITY	\$1,261,724
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Financial Summary

BFA Attachment D

Nyack Manor Nursing Home

FISCAL PERIOD ENDED

	<u>2010</u>	<u>2009</u>	<u>2008</u>
ASSETS - CURRENT	\$3,273,468	\$3,266,013	\$3,239,960
ASSETS - FIXED AND OTHER	785,624	685,161	686,591
LIABILITIES - CURRENT	2,702,299	2,195,517	1,663,808
LIABILITIES - LONG-TERM	35,475	0	6,896
EQUITY	\$1,321,318	\$1,755,657	\$2,255,847
<hr/>			
INCOME	\$13,253,613	\$13,589,676	\$14,175,029
EXPENSE	13,272,813	13,571,178	14,235,363
NET INCOME	(\$19,200)	\$18,498	(\$60,334)
<hr/>			
OPERATOR/RELATIVE SALARIES	\$0	\$264,246	\$103,461
<hr/>			
NUMBER OF BEDS	160	160	160
PERCENT OF OCCUPANCY (DAYS)	82.53%	83.77%	85.84%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	61.41%	64.96%	67.33%
MEDICARE	16.96%	19.84%	17.44%
PRIVATE/OTHER	21.63%	15.21%	15.23%
<hr/>			
MEDICAID RATE BREAKDOWN:			
	<u>2011</u>		
OPERATING	\$165.97		
CAPITAL	<u>12.55</u>		
TOTAL	\$178.52		

BFA Attachment E
ESTABLISHMENT CHECKLIST FOR NURSING HOMES

APPLICATION: CON 101068 Guilderland Center Rehabilitation and Extended Care Facility Operating Company, LLC

NATURE OF PROPOSAL: Change in ownership of Guilderland Center Nursing Home.

EFFECT ON OPERATIONAL OWNERSHIP: Proposed members are: Aaron Seligson 33.33%, Martin Rothman 33.33% and Patricia Bruder 33.33%.

EFFECT ON REAL ESTATE OWNERSHIP: NA

FIXED ASSET PURCHASE PRICE: NA

FIXED ASSET MEDICAID VALUE: NA
CAPITAL REIMBURSEMENT:

Arms Length Lease
X _____ Historic Cost Method
Shortfall; Average Annual Amount \$400,133

BUSINESS PURCHASE PRICE: \$1,425,000

WATERFRONT OPERATIONS ASSOCIATES LLC
Doing Business As
WATERFRONT CENTER FOR REHABILITATION AND HEALTHCARE

PRO FORMA BALANCE SHEET

ASSETS

Working Capital	\$1,748,234
Accounts Receivable (Net of Acquisition)	\$778,525
Goodwill	\$100,000
Inventories	\$37,514
Prepaid Expenses	\$94,992
Resident Funds	\$77,053
TOTAL ASSETS	\$2,836,318

LIABILITIES AND EQUITY

LIABILITIES

Accounts Payable	\$868,741
Working Capital Loan	\$874,117
Resident Funds	\$77,053
TOTAL LIABILITIES	\$1,819,911

MEMBER EQUITY **\$1,016,407**

**TOTAL LIABILITIES AND
MEMBER EQUITY** **\$2,836,318**

Financial Summary
Waterfront Health Care Center

	FISCAL PERIOD ENDED		
	<u>12/31/2010</u>	<u>12/31/2009</u>	<u>12/31/2008</u>
ASSETS - CURRENT	\$2,229,679	\$2,411,207	\$2,481,346
ASSETS - FIXED AND OTHER	4,600,219	8,064,596	7,972,273
LIABILITIES - CURRENT	5,493,968	3,812,325	2,639,224
LIABILITIES - LONG-TERM	<u>7,448,810</u>	<u>7,541,836</u>	<u>7,330,138</u>
EQUITY	(\$6,112,880)	(\$888,358)	\$484,257
<hr/>			
INCOME	\$10,552,656	\$10,886,137	\$11,084,842
EXPENSE	<u>15,777,178</u>	<u>12,258,752</u>	<u>11,831,210</u>
NET INCOME	(\$5,224,522)	(\$1,372,615)	(\$746,368)
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	100	100	100
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	58,400	58,400	58,560
MEDICAID PATIENT DAYS REPORTED	47,549	49,801	49,743
MEDICARE PATIENT DAYS REPORTED	5,543	5,548	5,703
PRIVATE/OTHER PATIENT DAYS REPORTED	2,871	2,206	2,330
TOTAL PATIENT DAYS REPORTED	55,963	57,555	57,776
PERCENT OF OCCUPANCY (DAYS)	95.83%	98.55%	98.66%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	84.97%	86.53%	86.10%
MEDICARE	9.90%	9.64%	9.87%
PRIVATE/OTHER	5.13%	3.83%	4.03%
<hr/>			

Financial Summary
Dutchess Center for Rehabilitation and HealthCare

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$2,597,547	\$2,656,285	\$2,592,567
ASSETS - FIXED AND OTHER	6,903,061	7,213,966	7,704,183
LIABILITIES - CURRENT	4,094,458	4,399,295	5,066,383
LIABILITIES - LONG-TERM	<u>3,908,329</u>	<u>4,023,225</u>	<u>4,374,598</u>
EQUITY	\$1,497,821	\$1,447,731	\$855,769
<hr/>			
INCOME	\$11,315,724	\$10,372,091	\$10,701,744
EXPENSE	<u>10,591,187</u>	<u>9,930,128</u>	<u>10,546,300</u>
NET INCOME	\$724,537	\$441,963	\$155,444
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	122	122	122
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	44,530	44,530	44,652
MEDICAID PATIENT DAYS REPORTED	33,745	32,344	32,679
MEDICARE PATIENT DAYS REPORTED	6,033	7,384	6,635
PRIVATE/OTHER PATIENT DAYS REPORTED	2,840	3,343	3,180
TOTAL PATIENT DAYS REPORTED	42,618	43,071	42,494
PERCENT OF OCCUPANCY (DAYS)	95.71%	96.72%	95.17%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	79.18%	75.09%	76.90%
MEDICARE	14.16%	17.14%	15.61%
PRIVATE/OTHER	6.66%	7.76%	7.48%
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Financial Summary
University Nursing Home

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$1,122,518	\$1,401,553	\$1,354,621
ASSETS - FIXED AND OTHER	3,203,109	2,628,235	2,568,663
LIABILITIES - CURRENT	1,340,874	789,780	1,176,480
LIABILITIES - LONG-TERM	<u>587,089</u>	<u>106,396</u>	<u>73,992</u>
EQUITY	\$2,397,664	\$3,133,612	\$2,672,812
<hr/>			
INCOME	\$4,179,106	\$4,330,700	\$4,360,748
EXPENSE	<u>3,915,054</u>	<u>3,869,901</u>	<u>3,838,663</u>
NET INCOME	\$264,052	\$460,799	\$522,085
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	46	46	46
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	16,790	16,790	16,836
MEDICAID PATIENT DAYS REPORTED	14,517	13,275	12,802
MEDICARE PATIENT DAYS REPORTED	1,175	2,287	2,480
PRIVATE/OTHER PATIENT DAYS REPORTED	692	839	1,241
TOTAL PATIENT DAYS REPORTED	16,384	16,401	16,523
PERCENT OF OCCUPANCY (DAYS)	97.58%	97.68%	98.14%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	88.60%	80.94%	77.48%
MEDICARE	7.17%	13.94%	15.01%
PRIVATE/OTHER	4.22%	5.12%	7.51%
<hr/>			

Financial Summary
Holliswood Care Center, Inc

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$4,647,463	\$4,820,179	\$3,394,297
ASSETS - FIXED AND OTHER	1,255,377	1,124,585	1,351,146
LIABILITIES - CURRENT	4,084,775	2,463,564	1,782,883
LIABILITIES - LONG-TERM	<u>218,471</u>	<u>248,422</u>	<u>222,155</u>
EQUITY	\$1,599,594	\$3,232,778	\$2,740,405
<hr/>			
INCOME	\$20,087,725	\$19,828,350	\$20,005,245
EXPENSE	<u>19,953,006</u>	<u>18,981,971</u>	<u>19,371,042</u>
NET INCOME	\$134,719	\$846,379	\$634,203
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	314	314	314
NUMBER OF DAYS IN YR	365	365	365
MAX PATIENT BED DAYS	114,610	114,610	114,924
MEDICAID PATIENT DAYS REPORTED	79,674	79,534	80,225
MEDICARE PATIENT DAYS REPORTED	2,766	2,591	3,301
PRIVATE/OTHER PATIENT DAYS REPORTED	3,599	4,743	3,809
TOTAL PATIENT DAYS REPORTED	86,039	86,868	87,335
PERCENT OF OCCUPANCY (DAYS)	75.07%	75.79%	75.99%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	92.60%	91.56%	91.86%
MEDICARE	3.21%	2.98%	3.78%
PRIVATE/OTHER	4.18%	5.46%	4.36%
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Financial Summary
Queens Center for Rehabilitation and Residential Health Care

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$4,655,534	\$4,509,254	\$4,871,412
ASSETS - FIXED AND OTHER	14,223,047	14,786,922	15,319,251
LIABILITIES - CURRENT	5,626,100	5,402,909	5,444,580
LIABILITIES - LONG-TERM	<u>9,457,374</u>	<u>9,222,379</u>	<u>10,201,762</u>
EQUITY	\$3,795,107	\$4,670,888	\$4,544,321
<hr/>			
INCOME	\$21,578,591	\$21,828,556	\$21,101,778
EXPENSE	<u>21,036,667</u>	<u>21,301,987</u>	<u>20,472,215</u>
NET INCOME	\$541,924	\$526,569	\$629,563
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	179	179	179
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	65,335	65,335	65,514
MEDICAID PATIENT DAYS REPORTED	38,903	39,168	39,107
MEDICARE PATIENT DAYS REPORTED	15,108	18,295	11,219
PRIVATE/OTHER PATIENT DAYS REPORTED	8,366	5,930	12,893
TOTAL PATIENT DAYS REPORTED	62,377	63,393	63,219
PERCENT OF OCCUPANCY (DAYS)	95.47%	97.03%	96.50%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	62.37%	61.79%	61.86%
MEDICARE	24.22%	28.86%	17.75%
PRIVATE/OTHER	13.41%	9.35%	20.39%
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Financial Summary
Brooklyn Center for Rehabilitation and Residential Health

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$6,872,411	\$5,206,901	\$5,195,205
ASSETS - FIXED AND OTHER	9,247,898	9,320,437	8,573,205
LIABILITIES - CURRENT	5,922,623	6,029,843	5,761,554
LIABILITIES - LONG-TERM	<u>8,063,432</u>	<u>7,333,246</u>	<u>7,383,495</u>
EQUITY	\$2,134,254	\$1,164,249	\$923,361
<hr/>			
INCOME	\$21,447,040	\$19,414,322	\$19,361,884
EXPENSE	<u>20,193,034</u>	<u>18,948,435</u>	<u>20,269,367</u>
NET INCOME	\$1,254,006	\$465,887	(\$907,483)
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	215	215	215
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	78,475	78,475	78,690
MEDICAID PATIENT DAYS REPORTED	65,953	66,308	65,009
MEDICARE PATIENT DAYS REPORTED	7,679	8,739	8,008
PRIVATE/OTHER PATIENT DAYS REPORTED	2,353	1,991	3,949
TOTAL PATIENT DAYS REPORTED	75,985	77,038	76,966
PERCENT OF OCCUPANCY (DAYS)	96.83%	98.17%	97.81%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	86.80%	86.07%	84.46%
MEDICARE	10.11%	11.34%	10.40%
PRIVATE/OTHER	3.10%	2.58%	5.13%
<hr/>			

Financial Summary
Suffolk Center for Rehabilitation and Nursing

FISCAL PERIOD ENDED

	<u>12/31/2010</u>	<u>12/31/2009</u>	<u>12/31/2008</u>
ASSETS - CURRENT	\$6,211,672	\$3,665,873	\$3,123,232
ASSETS - FIXED AND OTHER	11,139,056	11,143,141	6,163,117
LIABILITIES - CURRENT	8,408,960	6,681,942	6,723,217
LIABILITIES - LONG-TERM	<u>8,631,073</u>	<u>8,933,908</u>	<u>3,427,586</u>
EQUITY	\$310,695	(\$806,836)	(\$864,454)
<hr/>			
INCOME	\$14,167,394	\$12,433,372	\$11,320,327
EXPENSE	<u>13,049,866</u>	<u>12,275,756</u>	<u>12,226,935</u>
NET INCOME	\$1,117,528	\$157,616	(\$906,608)
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	120	120	120
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	43,800	43,800	43,920
MEDICAID PATIENT DAYS REPORTED	34,433	32,623	35,992
MEDICARE PATIENT DAYS REPORTED	5,564	7,688	5,090
PRIVATE/OTHER PATIENT DAYS REPORTED	2,415	2,287	1,826
TOTAL PATIENT DAYS REPORTED	42,412	42,598	42,908
PERCENT OF OCCUPANCY (DAYS)	96.83%	97.26%	97.70%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	81.19%	76.58%	83.88%
MEDICARE	13.12%	18.05%	11.86%
PRIVATE/OTHER	5.69%	5.37%	4.26%
<hr/>			

Financial Summary
Metropolitan Jewish Geriatric Center

FISCAL PERIOD ENDED

	<u>12/31/2010</u>	<u>12/31/2009</u>	<u>12/31/2008</u>
ASSETS - CURRENT	\$20,314,489	\$21,471,402	\$22,563,756
ASSETS - FIXED AND OTHER	24,190,403	26,011,313	25,840,981
LIABILITIES - CURRENT	20,542,191	26,942,953	25,623,983
LIABILITIES - LONG-TERM	<u>2,850,449</u>	<u>3,855,449</u>	<u>5,200,449</u>
EQUITY	\$21,112,252	\$16,684,313	\$17,580,305
<hr/>			
INCOME	\$98,563,281	\$117,169,950	\$113,614,369
EXPENSE	<u>94,135,342</u>	<u>118,065,942</u>	<u>112,127,847</u>
NET INCOME	\$4,427,939	(\$895,992)	\$1,486,522
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	354	354	354
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	129,210	129,210	129,564
MEDICAID PATIENT DAYS REPORTED	86,903	87,221	87,432
MEDICARE PATIENT DAYS REPORTED	22,239	25,042	26,383
PRIVATE/OTHER PATIENT DAYS REPORTED	16,866	14,032	13,143
TOTAL PATIENT DAYS REPORTED	126,008	126,295	126,958
PERCENT OF OCCUPANCY (DAYS)	97.52%	97.74%	97.99%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	68.97%	69.06%	68.87%
MEDICARE	17.65%	19.83%	20.78%
PRIVATE/OTHER	13.38%	11.11%	10.35%

Financial Summary
Stonehedge Health and Rehabilitation Center Rome

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$2,306,684	\$3,118,216	\$3,034,988
ASSETS - FIXED AND OTHER	1,293,318	718,421	587,220
LIABILITIES - CURRENT	2,535,370	4,509,489	4,222,615
LIABILITIES - LONG-TERM	<u>105,177</u>	<u>81,263</u>	<u>70,079</u>
EQUITY	\$959,455	(\$754,115)	(\$670,486)
<hr/>			
INCOME	\$12,312,486	\$11,502,831	\$11,156,073
EXPENSE	<u>12,185,653</u>	<u>11,248,265</u>	<u>10,705,657</u>
NET INCOME	\$126,833	\$254,566	\$450,416
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	160	160	160
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	58,400	58,400	58,560
MEDICAID PATIENT DAYS REPORTED	42,703	45,453	43,922
MEDICARE PATIENT DAYS REPORTED	8,894	8,591	6,884
PRIVATE/OTHER PATIENT DAYS REPORTED	5,658	3,402	5,231
TOTAL PATIENT DAYS REPORTED	57,255	57,446	56,037
PERCENT OF OCCUPANCY (DAYS)	98.04%	98.37%	95.69%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	74.58%	79.12%	78.38%
MEDICARE	15.53%	14.95%	12.28%
PRIVATE/OTHER	9.88%	5.92%	9.33%
<hr/>			

Financial Summary
Stonehedge Health and Rehabilitation Center Chittenango

FISCAL PERIOD ENDED

	<u>12/31/2010</u>	<u>12/31/2009</u>	<u>12/31/2008</u>
ASSETS - CURRENT	\$1,465,951	\$2,151,920	\$1,873,285
ASSETS - FIXED AND OTHER	569,864	553,953	433,323
LIABILITIES - CURRENT	1,335,865	2,927,696	2,390,663
LIABILITIES - LONG-TERM	<u>22,622</u>	<u>81,263</u>	<u>18,767</u>
EQUITY	\$677,328	(\$303,086)	(\$102,822)
<hr/>			
INCOME	\$6,730,591	\$6,325,412	\$6,767,031
EXPENSE	<u>6,232,342</u>	<u>6,092,725</u>	<u>6,130,799</u>
NET INCOME	\$498,249	\$232,687	\$636,232
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	80	80	80
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	29,200	29,200	29,280
MEDICAID PATIENT DAYS REPORTED	19,512	19,795	18,818
MEDICARE PATIENT DAYS REPORTED	3,921	4,840	4,528
PRIVATE/OTHER PATIENT DAYS REPORTED	5,164	3,774	4,706
TOTAL PATIENT DAYS REPORTED	28,597	28,409	28,052
PERCENT OF OCCUPANCY (DAYS)	97.93%	97.29%	95.81%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	68.23%	69.68%	67.08%
MEDICARE	13.71%	17.04%	16.14%
PRIVATE/OTHER	18.06%	13.28%	16.78%
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Financial Summary
Williamsbridge Manor Nursing Home

FISCAL PERIOD ENDED
12/31/2010 12/31/2009 12/31/2008

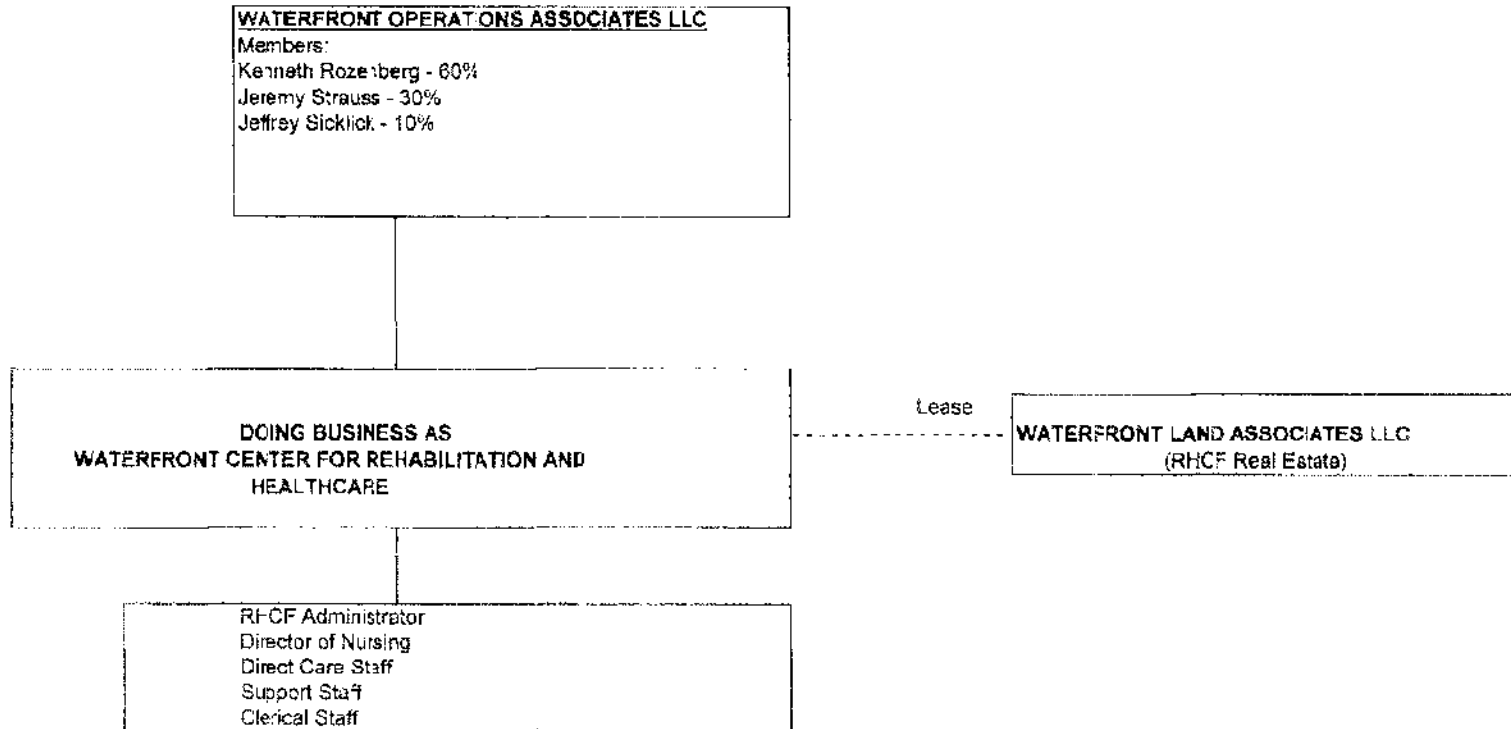
ASSETS - CURRENT	\$1,870,747	\$1,861,229	\$1,071,364
ASSETS - FIXED AND OTHER	2,269,700	962,622	964,545
LIABILITIES - CURRENT	1,734,511	1,795,170	1,416,674
LIABILITIES - LONG-TERM	<u>2,104,478</u>	<u>819,533</u>	<u>786,429</u>
EQUITY	\$301,458	\$209,148	(\$167,194)
<hr/>			
INCOME	\$7,971,179	\$7,646,510	\$7,308,347
EXPENSE	<u>7,878,867</u>	<u>7,270,168</u>	<u>7,024,564</u>
NET INCOME	\$92,312	\$376,342	\$283,783
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	77	77	77
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	28,105	28,105	28,182
MEDICAID PATIENT DAYS REPORTED	23,189	22,406	21,991
MEDICARE PATIENT DAYS REPORTED	3,130	3,959	4,165
PRIVATE/OTHER PATIENT DAYS REPORTED	499	856	1,445
TOTAL PATIENT DAYS REPORTED	26,818	27,221	27,601
PERCENT OF OCCUPANCY (DAYS)	95.42%	96.85%	97.94%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	86.47%	82.31%	79.67%
MEDICARE	11.67%	14.54%	15.09%
PRIVATE/OTHER	1.86%	3.14%	5.24%
<hr/>			

Financial Summary
Bronx Center for Rehabilitation and Health

	FISCAL PERIOD ENDED		
	12/31/2010	12/31/2009	12/31/2008
ASSETS - CURRENT	\$6,327,711	\$6,352,371	\$4,648,005
ASSETS - FIXED AND OTHER	9,637,320	9,940,011	10,740,742
LIABILITIES - CURRENT	5,820,823	5,487,214	5,142,604
LIABILITIES - LONG-TERM	<u>6,130,265</u>	<u>6,395,815</u>	<u>6,600,864</u>
EQUITY	\$4,013,943	\$4,409,353	\$3,645,279
<hr/>			
INCOME	\$23,000,073	\$21,934,099	\$21,279,712
EXPENSE	<u>21,736,085</u>	<u>20,865,071</u>	<u>20,221,917</u>
NET INCOME	\$1,263,988	\$1,069,028	\$1,057,795
<hr/>			
DEPRECIATION			
<hr/>			
NUMBER OF BEDS	200	200	200
NUMBER OF DAYS IN YR	365	365	366
MAX PATIENT BED DAYS	73,000	73,000	73,200
MEDICAID PATIENT DAYS REPORTED	60,710	60,545	61,572
MEDICARE PATIENT DAYS REPORTED	9,014	9,466	6,628
PRIVATE/OTHER PATIENT DAYS REPORTED	1,913	1,910	4,233
TOTAL PATIENT DAYS REPORTED	71,637	71,921	72,433
PERCENT OF OCCUPANCY (DAYS)	98.13%	98.52%	98.95%
<hr/>			
PERCENT OCCUPANCY (DAYS):			
MEDICAID	84.75%	84.18%	85.01%
MEDICARE	12.58%	13.16%	9.15%
PRIVATE/OTHER	2.67%	2.66%	5.84%

WATERFRONT OPERATIONS ASSOCIATES LLC
Doing Business As
WATERFRONT CENTER FOR REHABILITATION AND HEALTHCARE

ORGANIZATIONAL CHART



ESTABLISHMENT CHECKLIST FOR NURSING HOMES

APPLICATION 112218 Waterfront Operations Associates, LLC d/b/a Waterfront Center for Rehabilitation and Health Care (the Center) (Erie County)

NATURE OF PROPOSAL: Change in operational ownership

EFFECT ON OPERATIONAL OWNERSHIP: 100% transfer of membership interest. New Owners: Kenneth Rozenberg 60%, Jeremy Strauss 30% and Jeffrey Sicklick 10%

EFFECT ON REAL ESTATE OWNERSHIP: N/A

FIXED ASSET PURCHASE PRICE: N/A

FIXED ASSET MEDICAID VALUE: N/A

CAPITAL REIMBURSEMENT:

Capitalized Lease
XHistoric Cost Method
Shortfall; \$ Amount

BUSINESS PURCHASE PRICE: \$806,718

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

January/February 2012

ATTACHMENT

Certified Home Health Agencies – Establish/Construct

Exhibit #11

<u>Number</u>	<u>Applicant/Facility</u>
1. 102239 E	North Shore University Hospital, Inc., d/b/a North Shore Home Care (Nassau County)

Not-for-Profit Corporation

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

February 8, 2011

Division

North Shore – Long Island Jewish Health System, Inc.

Hospice Care Network

North Shore – Long Island Jewish Health Care, Inc.

Obligated Group

Staten Island University Hospital

Glen Cove Hospital

North Shore University Hospital

North Shore University Hospital Stern Ctr for Extended Care & Rehab

Forest Hills Hospital

Plainew Hospital

Long Island Jewish Medical Center

Lenox Hill Hospital

Southside Hospital

Franklin Hospital

Huntington Hospital

Syosset Hospital

North Shore CHHA

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

Franklin Hospital LTHHCP

North Shore-Long Island Jewish Health System, Inc.

Consolidated Statements of Financial Position
September 30, 2011 and December 31, 2010 (In Thousands)

	(Unaudited) September 30, 2011	(Audited) December 31, 2010
Assets		
Current assets:		
Cash and cash equivalents	\$ 418,103	\$ 410,253
Marketable securities and other investments	1,083,902	1,039,124
Accounts receivable for services to patients, net of allowance for doubtful accounts	584,075	570,360
Accounts receivable for physician activities, net	48,116	45,392
Assets limited as to use, current portion	100,514	96,774
Pledges receivable, current portion	41,024	41,316
Insurance claims receivable, current portion	108,430	-
Other current assets	139,559	123,261
Total current assets	<u>2,523,723</u>	<u>2,326,480</u>
Assets limited as to use, net of current portion	678,424	757,038
Pledges receivable, net of current portion	117,357	120,150
Property, plant and equipment, net	2,868,810	2,674,349
Insurance claims receivable, net of current portion	356,225	-
Other assets	234,777	233,273
Total assets	<u>\$ 6,779,316</u>	<u>\$ 6,111,290</u>
Liabilities and net assets		
Current liabilities:		
Short-term borrowings	\$ 75,540	\$ 15,540
Accounts payable and accrued expenses	498,519	508,788
Accrued salaries and related benefits	405,764	369,976
Current portion of capital lease obligations	4,820	5,008
Current portion of long-term debt	49,828	48,899
Current portion of malpractice and other insurance liabilities	39,352	39,352
Current portion of insurance claims liability	108,430	-
Current portion of third-party payer structured liabilities	4,657	6,724
Current portion of estimated payable to third-party payers	353,982	254,500
Total current liabilities	<u>1,540,892</u>	<u>1,248,287</u>
Accrued retirement benefits, net of current portion	360,719	442,298
Capital lease obligations, net of current portion	87,573	85,400
Long-term debt, net of current portion	1,248,601	1,283,339
Malpractice and other insurance liabilities, net of current portion	563,777	502,826
Insurance claims liability, net of current portion	356,225	-
Third-party payer structured liabilities, net of current portion	31,200	34,592
Other long-term liabilities	427,923	409,703
Total liabilities	<u>4,611,910</u>	<u>4,006,445</u>
Commitments and contingencies		
Net assets:		
Unrestricted	1,745,497	1,677,074
Temporarily restricted	297,589	306,053
Permanently restricted	124,325	121,718
Total net assets	<u>2,167,406</u>	<u>2,104,845</u>
Total liabilities and net assets	<u>\$ 6,779,316</u>	<u>\$ 6,111,290</u>

See accompanying notes.

North Shore-Long Island Jewish Health System, Inc.

Consolidated Statements of Operations

For the Nine Months Ended September 30, 2011 and 2010 (In Thousands)

	(Unaudited) 2011	(Unaudited) 2010 ⁽¹⁾
Operating revenue:		
Net patient service revenue	\$ 3,949,337	\$ 3,504,052
Physician practice revenue	454,989	358,669
Other operating revenue	246,218	185,426
Net assets released from restrictions used for operations	38,384	36,168
Total operating revenue	<u>4,688,928</u>	<u>4,084,315</u>
Operating expenses:		
Salaries	2,229,279	1,918,784
Employee benefits	651,563	540,520
Supplies and expenses	1,395,275	1,234,047
Bad debt expense	84,947	75,615
Depreciation and amortization	188,622	160,088
Interest	46,296	45,814
Total operating expenses	<u>4,595,982</u>	<u>3,974,868</u>
Excess of operating revenue over operating expenses	92,946	109,447
Non-operating gains and losses:		
Investment income	32,413	17,116
Change in net unrealized gains and losses and change in value of equity method investments	(61,355)	39,080
Change in fair value of interest rate swap agreements designated as derivative instruments	(14,533)	(16,682)
Contribution received in the acquisition of Lenox Hill Hospital and Subsidiaries	-	448,689
Other non-operating gains and losses	7,271	2,646
Total non-operating gains and losses	<u>(36,204)</u>	<u>490,849</u>
Excess of revenue and gains and losses over expenses	56,742	600,296
Net assets released from restrictions for capital asset acquisitions	13,507	9,681
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,059)	(2,733)
(Loss) recovery of fair value of endowment corpus	(772)	320
Increase in unrestricted net assets	<u>\$ 68,418</u>	<u>\$ 607,564</u>

(1) On May 19, 2010, North Shore-Long Island Jewish Health System acquired Lenox Hill Hospital and Subsidiaries. The results of Lenox Hill Hospital and Subsidiaries' operations are included in the Consolidated Statement of Operations from this date.

North Shore-Long Island Jewish Health System, Inc.

Consolidating Statement of Financial Position
September 30, 2013 (Unaudited and in Thousands)

	North Shore- Long Island Jewish Health System, Inc.		North Shore- Long Island Jewish Obligated Group	Hospice Care Network, Inc.	The Feinstein Institute for Medical Research	Real Estate Companies	North Shore- Long Island Jewish Health System Foundation, Inc.	North Shore- Long Island Jewish Health System Laboratories	North Shore Health System Enterprises, Inc. (Combined)	Insurance Companies (Combined)	Other Health System Entities
	Total	Eliminations									
Assets											
Current assets:											
Cash and cash equivalents	\$418,103	\$-	\$335,780	\$13,935	\$-	\$686	\$21,924	\$-	\$1	\$20,550	\$25,227
Marketable securities and other investments	1,083,902	-	1,048,887	4,433	33	-	17,939	-	-	17,360	332
Accounts receivable for services to patients, net of allowance for doubtful accounts	584,015	-	565,239	5,058	-	-	-	7,309	5,016	-	453
Accounts receivable for physician activities, net	48,116	-	39,431	-	-	-	-	-	-	-	8,685
Assets limited as to use, current portion	100,514	-	100,514	-	-	-	-	-	-	-	-
Pledges receivable, current portion	41,024	-	1,621	102	-	-	37,559	-	-	-	1,449
Insurance claims receivable, current portion	108,430	(16,316)	124,713	194	125	4	19	81	208	-	2
Other current assets	138,559	-	117,164	350	13,350	1,087	68	1,979	915	555	3,497
Total current assets	2,523,723	(16,916)	2,334,359	24,057	14,168	1,777	72,809	9,369	6,140	48,405	39,610
Due from affiliates, net	-	(262,699)	135,584	-	-	-	-	-	239	125,484	363
Assets limited as to use, net of current portion	678,424	(386,503)	669,054	1,621	52,256	-	38,874	-	-	91,876	9,825
Pledges receivable, net of current portion	117,537	-	2,139	516	-	-	113,280	-	-	-	1,302
Property, plant and equipment, net	2,868,810	-	2,768,093	1,343	64,396	23,727	620	7,341	788	-	5,517
Insurance claims receivable, net of current portion	356,225	(83,315)	437,066	761	489	15	74	317	813	-	9
Other assets	254,777	(62,304)	256,253	225	-	471	-	-	-	41,978	254
Total assets	\$6,779,316	(\$614,330)	\$6,603,999	\$28,553	\$131,749	\$27,990	\$225,657	\$17,027	\$8,050	\$298,743	\$56,908
Liabilities and net assets (deficit)											
Current liabilities:											
Short-term borrowings	\$75,548	\$-	\$75,540	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Accounts payable and accrued expenses	498,519	1,085	483,298	3,529	7,614	1,663	165	11,266	3,247	1,682	1,070
Accrued salaries and related benefits	405,764	-	387,075	1,488	4,330	746	634	4,339	1,022	-	6,540
Current portion of capital lease obligations	4,820	-	4,770	-	-	-	-	-	-	-	45
Current portion of long-term debt	49,828	-	49,823	-	-	-	-	-	-	-	-
Current portion of malpractice and other insurance liabilities	39,352	(27,755)	35,497	-	-	-	-	-	-	31,700	-
Current portion of insurance claims liability	108,430	(16,936)	124,713	194	125	4	19	81	208	-	2
Current portion of third-party payer structured liabilities	4,657	-	4,657	-	-	-	-	-	-	-	-
Current portion of estimated payable to third-party payers	353,983	-	353,431	-	-	-	-	500	794	-	247
Total current liabilities	2,040,892	(43,586)	1,997,734	5,211	12,269	3,813	818	16,186	5,164	33,382	9,904
Due to affiliates	-	(124,699)	-	30	44,740	8,152	856	1,309	-	-	69,527
Accrued retirement benefits, net of current portion	360,719	-	360,719	-	-	-	-	-	-	-	-
Capital lease obligations, net of current portion	82,573	-	82,132	-	-	-	-	-	-	-	441
Long-term debt, net of current portion	1,248,691	(6,923)	1,248,601	-	-	-	-	-	-	-	6,922
Malpractice and other insurance liabilities, net of current portion	563,777	(111,453)	433,185	-	-	-	-	-	-	242,043	-
Insurance claims liability, net of current portion	356,225	(83,315)	437,066	761	489	15	74	317	813	-	9
Third-party payer structured liabilities, net of current portion	31,220	-	41,200	-	-	-	-	-	-	-	-
Other long-term liabilities	427,973	-	422,875	544	103	262	3,898	63	-	-	174
Total liabilities	4,611,910	(389,908)	4,513,517	6,546	57,501	12,242	5,646	17,895	5,974	275,425	86,972
Commitments and contingencies											
Net assets (deficit):											
Unrestricted	1,745,492	(\$5,501)	1,749,190	19,836	14,499	16,748	23,716	(868)	2,046	23,318	(41,497)
Temporarily restricted	297,589	(169,167)	288,701	1,795	23,334	-	148,295	-	-	-	7,033
Permanently restricted	124,325	(18,454)	51,585	378	36,315	-	48,000	-	-	-	4,400
Total net assets (deficit)	2,167,406	(214,122)	2,029,487	22,009	74,148	16,748	220,011	(868)	2,046	23,318	(30,064)
Total liabilities and net assets (deficit)	\$6,779,316	(\$614,330)	\$6,603,999	\$28,553	\$131,749	\$27,990	\$225,657	\$17,027	\$8,050	\$298,743	\$56,908

Combining Statement of Financial Position - Obligated Group Only
September 30, 2011 (Unaudited and in Thousands)

	Total Obligated Group	Eliminations	North Shore Long Island Jewish Health Care, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Glen Cove Hospital	Plainsboro Hospital	Forest Hills Hospital	North Shore University Hospital Stern Family Center for Extended Care and Rehabilitation	Huntington Hospital Assurafarm	Franklin Hospital	Southside Hospital	Staten Island University Hospital	Lenny Hill Hospital
Assets														
Current assets:														
Cash and cash equivalents	\$385,780	\$-	\$0	\$123,165	\$177,878	\$178	\$266	\$55	\$764	\$1,291	\$489	\$724	\$59,364	\$2,449
Marketable securities and other investments	1,978,885	-	-	458,031	223,174	54,717	-	-	-	111,751	-	1,961	54,530	164,739
Accounts receivable for services to patients - hospital and ambulatory facilities, net of allowance for doubtful accounts	586,359	-	146,944	148,511	19,987	14,526	26,074	9,065	25,739	8,723	76,268	85,121	69,307	-
Accounts receivable for physician practice services, net	39,421	-	-	10,324	17,451	1,047	1,491	2,192	-	492	6,271	-	-	-
Assets limited in use, current portion	100,514	-	-	53,581	16,982	2,970	1,590	3,148	943	4,044	1,166	3,132	6,863	7,687
Pledges receivable, current portion	1,614	-	-	-	-	-	-	-	-	-	-	-	-	1,614
Insurance claims receivable, current portion	124,713	-	417	15,673	29,567	3,681	3,924	4,251	155	4,235	4,519	8,281	13,000	12,590
Other current assets	117,162	(3,000)	7,948	31,825	75,023	1,367	2,795	1,523	88	4,926	3,015	8,256	10,422	20,031
Total current assets	2,374,649	(3,000)	144,932	\$1,618,608	\$1,953,438	\$189,558	\$102,281	\$99,920	\$45,974	\$208,901	\$77,826	\$212,929	\$623,608	\$1,138,021
Non-current assets, net														
Assets limited in use, net of current portion	669,961	(5,170)	-	197,976	362,727	5,541	2,921	5,192	14,907	11,915	1,793	24,464	48,541	38,592
Pledges receivable, net of current portion	2,239	-	-	-	-	-	-	-	-	767	-	-	675	797
Property, plant and equipment, net	2,768,095	-	187,116	457,099	812,191	49,191	14,317	47,381	12,827	114,241	39,372	100,976	128,933	734,677
Insurance claims receivable, net of current portion	437,065	-	1,644	123,195	102,193	12,808	12,677	14,809	609	14,842	5,692	28,593	62,627	45,200
Other assets	256,753	(542,719)	597,137	57,318	98,361	281	624	1,022	182	595	865	2,754	6,955	13,811
Total non-current assets	\$6,623,699	(\$550,784)	\$791,124	\$1,618,608	\$1,953,438	\$189,558	\$102,281	\$99,920	\$45,974	\$208,901	\$77,826	\$212,929	\$623,608	\$1,138,021
Liabilities and net assets (deficit)														
Current liabilities:														
Accounts payables	\$73,540	\$-	\$-	\$9,500	\$58,040	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Accounts payable and accrued expenses	463,298	-	73,674	110,590	96,773	12,343	12,874	9,473	2,646	18,512	17,574	22,854	47,428	58,148
Accrued salaries and related benefits	381,075	-	38,724	166,251	81,605	12,216	10,755	16,113	2,254	18,228	14,329	11,646	18,178	27,347
Current portion of capital lease obligations	4,772	(67)	1,413	1,130	48	-	-	-	-	-	-	-	1,533	898
Current portion of long-term debt	49,825	-	-	15,829	7,612	2,570	1,166	2,484	781	2,180	995	2,535	9,548	10,935
Current portion of multiple and other insurance liabilities	25,469	-	-	9,638	10,841	887	550	1,426	-	1,115	1,045	1,535	3,928	4,454
Current portion of insurance claims liabilities	124,713	-	417	35,673	29,567	3,681	3,924	4,751	155	4,235	4,519	8,281	13,000	12,590
Current portion of net of party payor uninsured liabilities	4,687	-	-	-	-	-	-	-	-	-	-	-	-	4,687
Current portion of estimated payable to third-party payors	752,441	-	-	122,255	99,351	7,618	15,849	21,682	4,461	11,142	10,208	10,755	75,951	15,747
Total current liabilities	2,057,734	(67)	114,124	400,778	366,540	12,216	48,248	51,978	10,197	53,335	41,585	73,916	349,243	372,902
Due to affiliates:														
Accrued retirement benefits, net of current portion	360,748	(1,316,672)	60,672	-	-	-	-	7,076	-	-	30,749	10,689	1,141	-
Capital lease obligations, net of current portion	82,134	(15,989)	74,142	5,274	14,261	-	-	-	-	-	-	-	4,037	4,395
Long-term debt, net of current portion	1,243,591	-	-	236,430	594,539	12,477	29,840	31,673	8,025	39,095	14,395	6,495	25,479	148,663
Multi-practice and other insurance liabilities, net of current portion	453,187	-	-	115,601	105,043	10,170	7,571	12,614	-	11,119	11,641	8,152	52,000	56,317
Insurance claims liability, net of current portion	127,955	-	1,634	121,165	102,593	12,808	13,677	14,809	609	14,842	15,692	19,593	52,522	45,750
Third-party payor contracts liabilities, net of current portion	41,200	-	-	-	-	-	-	-	-	-	-	-	41,200	-
Other long-term liabilities	423,874	-	4,821	81,475	103,819	17,513	17,229	18,277	857	15,734	17,566	19,779	42,615	88,784
Total liabilities	4,511,512	(151,673)	791,327	1,944,171	1,366,314	160,307	115,327	138,823	22,738	209,661	30,206	24,740	442,065	591,332
Commitments and contingencies														
Net assets (deficit):														
Unrestricted	1,949,195	(330,332)	481,283	\$16,364	416,743	81,618	(15,456)	(39,380)	72,302	103,782	(63,730)	(47,151)	170,594	461,870
Temporarily restricted	286,201	(12,602)	45,605	50,169	161,833	4,971	419	177	724	2,255	1,337	15,242	9,254	35,119
Permanently restricted	54,335	(22,358)	23,929	17,901	8,328	2,667	-	-	-	1,203	33	-	1,184	21,000
Joint net assets (deficit)	2,090,821	(398,116)	529,847	\$74,474	\$86,931	\$9,256	(\$1,048)	(\$8,934)	73,256	108,369	61,350	(21,811)	180,942	51,689
Total liabilities and net assets (deficit)	\$6,503,649	(\$550,784)	\$791,124	\$1,618,608	\$1,953,438	\$189,558	\$102,281	\$99,920	\$45,974	\$208,901	\$77,826	\$212,929	\$623,608	\$1,138,021

North Shore-Long Island Jewish Health System, Inc.

Consolidating Statement of Operations

For the Nine Months Ended September 30, 2011 (Unaudited and in Thousands)

	North Shore- Long Island Jewish Health System, Inc.	Eliminations	North Shore- Long Island Jewish Obligated Group	Hospice Care Network, Inc.	The Feinstein Institute for Medical Research	Real Estate Companies	North Shore- Long Island Jewish Health System Foundation, Inc.	North Shore- Long Island Jewish Health System Laboratories	North Shore Health System Enterprises, Inc. (Combined)	Insurance Companies (Combined)	Other Health System Entities
Operating revenue:											
Net patient service revenue	\$3,949,337	(\$4,859)	\$3,892,207	\$35,313	\$316	\$-	\$-	\$-	\$23,386	\$-	\$2,974
Physician practice revenue	454,989	-	405,849	-	-	-	-	-	-	-	49,140
Other operating revenue	246,218	(121,864)	115,642	525	41,596	20,905	-	84,010	416	38,514	68,774
Net assets released from restrictions used for operations	38,384	-	20,681	-	17,041	-	-	-	-	-	462
Total operating revenue	4,688,928	(126,723)	4,432,279	35,838	58,953	20,905	-	84,010	23,802	38,514	121,350
Operating expenses:											
Salaries	2,229,279	(28,179)	2,110,333	11,577	31,669	1,411	-	30,867	3,445	-	57,101
Employee benefits	651,563	(2,659)	618,178	2,774	9,622	463	-	8,556	3,479	-	11,150
Supplies and expenses	1,395,275	(89,475)	1,289,209	17,892	21,657	17,527	-	36,984	7,386	18,730	55,358
Bid debt expense	84,917	(3)	84,167	50	-	-	-	456	265	-	2
Depreciation and amortization	188,622	-	180,766	398	4,063	1,477	-	1,230	154	-	514
Interest	46,296	-	46,232	-	-	3	-	-	-	-	51
Total operating expenses	4,595,982	(120,316)	4,428,990	35,641	67,016	20,881	-	78,123	14,779	38,730	124,186
Excess (deficiency) of operating revenue over operating expenses	92,946	(6,407)	103,289	2,197	(8,063)	24	-	5,887	(927)	(216)	(2,836)
Non-operating gains and losses:											
Investment income	32,413	-	29,102	76	30	-	200	-	-	-	3,005
Change in net unrealized gains and losses and change in value of equity method investments	(61,355)	-	(59,613)	(212)	(34)	-	(1,133)	-	-	-	(343)
Change in fair value of interest rate swap agreements designated as derivative instruments	(14,533)	-	(14,533)	-	-	-	-	-	-	-	-
Other non-operating gains and losses	7,271	1,495	9,817	500	-	-	(4,625)	-	-	-	54
Total non-operating gains and losses	(36,204)	1,495	(35,177)	334	6	-	(5,558)	-	-	-	2,716
Excess (deficiency) of revenue and gains and losses over expenses	56,742	(4,912)	68,092	2,531	(8,059)	24	(5,558)	5,887	(927)	(216)	(120)
Net assets released from restrictions for capital asset acquisitions	13,507	-	9,552	-	3,915	-	-	-	-	-	-
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,059)	-	(1,039)	-	-	-	-	-	-	-	-
Loss of fair value of endowment corpus	(772)	-	(632)	-	-	-	(140)	-	-	-	-
Transfers (to) from affiliates	-	3,526	(5,364)	-	3,897	(242)	-	(5,333)	-	2,001	1,907
Increase (decrease) in unrestricted net assets	\$68,418	(\$1,316)	\$70,139	\$2,571	(\$217)	(\$218)	(\$5,698)	\$552	(\$927)	\$1,785	\$1,787

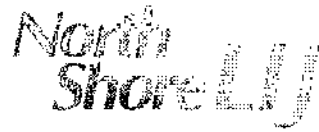
BPA Attachment B (cont.)

North Shore-Long Island Jewish Health System, Inc.

Combining Statement of Operations - Obligated Group Only
For the Nine Months Ended September 30, 2011 (Unaudited and in Thousands)

	Total Obligated Group	Eliminations	North Shore-Long Island Jewish Health Care, Inc.	North Shore University Hospital	Long Island Jewish Medical Center	Glen Cove Hospital	Plainview Hospital	Forest Hills Hospital	North Shore University Hospital Stern Family Center or Extended Care and Rehabilitation	Huntington Hospital Association	Franklin Hospital	Southside Hospital	Saten Island University Hospital	Lenox Hill Hospital
Operating revenue:														
Net patient service revenue - hospital and nursing facilities	\$3,393,267	\$-	\$-	\$989,628	\$592,935	\$123,051	\$129,268	\$148,210	\$35,571	\$201,295	\$128,620	\$212,163	\$582,912	\$449,453
Physician practice revenue	405,549	-	-	190,268	143,691	14,064	9,637	9,445	-	19,055	8,125	30,564	-	-
Other operating revenue	113,342	(405,623)	360,979	63,159	26,532	2,484	1,108	737	380	1,627	1,636	1,265	34,527	8,567
Net assets released from restrictions used for operations	20,881	-	-	11,713	5,324	-	-	-	-	226	-	5	896	2,407
Total operating revenue	4,432,379	(405,623)	360,979	1,254,399	1,068,482	139,599	140,013	158,392	35,951	213,203	138,381	243,937	587,345	491,421
Operating expenses:														
Salaries	2,119,438	(124,425)	125,595	581,807	502,541	69,858	67,013	71,112	18,150	96,711	65,016	119,822	289,980	233,353
Employee benefit	618,178	(21,604)	35,518	161,824	142,148	20,283	22,791	23,079	5,642	33,579	20,423	40,119	86,610	59,246
Supplies and expenses	1,289,209	(230,466)	167,422	390,169	320,914	39,911	42,657	43,350	6,199	59,386	41,219	69,740	162,761	175,947
Tad debt expense	81,167	(5,772)	-	31,501	19,442	3,129	1,617	4,304	179	4,438	6,196	4,870	4,340	9,872
Depreciation and amortization	180,766	-	34,604	29,592	31,391	4,293	3,291	5,072	859	9,583	3,527	8,653	17,499	22,193
Interest	46,232	(1,344)	4,267	10,658	10,717	683	909	1,398	370	1,665	846	2,310	6,899	6,861
Total operating expenses	4,328,998	(402,959)	369,769	1,215,460	1,027,143	138,157	138,181	138,315	31,420	205,362	137,225	245,514	568,119	507,354
Excess (deficiency) of operating revenue over operating expenses	103,381	(2,664)	(8,790)	38,939	41,339	1,442	1,832	20,077	4,531	7,841	1,156	(1,577)	19,226	(16,933)
Net operating gains and losses:														
Investment income	39,162	(27)	-	12,994	7,432	1,496	68	142	225	1,255	303	508	1,582	3,274
Change in net unrealized gains and losses and change in value of equity method investments	(59,613)	-	-	(34,712)	(9,987)	(3,658)	(71)	(175)	(49)	(2,579)	(104)	(271)	(766)	(7,318)
Change in fair value of interest rate swap agreements designated as derivative instruments	(14,533)	-	-	-	(13,125)	-	-	-	-	-	-	-	(1,408)	-
Other non-operating gains and losses	9,817	-	-	9	16	-	54	-	-	371	-	8,127	-	1,220
Total non-operating gains and losses	(29,197)	(27)	-	(21,709)	(15,614)	(2,162)	53	(133)	176	(903)	(4)	8,414	(552)	(2,844)
Excess (deficiency) of revenue and gains and losses over expenses	68,092	(2,691)	(2,790)	17,230	25,725	(730)	1,885	10,044	4,707	6,938	1,152	6,834	18,674	(4,777)
Net assets released from restrictions for capital asset acquisitions	9,562	-	-	195	2,845	3,798	-	-	-	-	834	352	1,347	190
Change in fair value of interest rate swap agreements designated as cash flow hedges	(1,059)	-	-	(432)	(637)	-	-	-	-	-	-	-	-	-
Loss of fair value of endowment corpus	(632)	-	-	(328)	(112)	(162)	-	-	-	-	-	-	-	-
Transfers (to) from affiliates	(5,801)	2,691	(1,271)	(7,671)	(243)	-	-	-	-	1,400	-	-	-	-
Increase (decrease) in unrestricted net assets	\$70,159	\$-	(\$1,011)	\$8,764	\$27,058	\$2,906	\$1,683	\$10,044	\$4,708	\$8,138	\$1,989	\$7,186	\$20,041	(\$18,587)

BPA Attachment B (cont.)



North Shore LIJ Long Island Jewish Health System

Attachment # 8

Medicaid Affidavit

Not-for-Profit Corporation

Division

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

June 27, 2017

**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

