

Hudson Regional Health
IJKG Opco LLC
dba Bayonne University Hospital

FINANCIAL STATEMENTS
For the period ending: March 31, 2026
DRAFT

IJKG Opco LLC
 dba Bayonne University Hospital
 Balance Sheets
 (in thousands)

	Current Year		Prior Year
	Mar-26	Feb-26	Dec-25
	(Unaudited)	(Unaudited)	(Unaudited)
Assets			
Current Assets:			
Cash and cash equivalents	\$ 597	\$ 12	\$ 623
Restricted cash and cash equivalents	\$ 2	\$ 2	\$ 2
Net patient accounts receivable, current portion	\$ 46,569	\$ 45,455	\$ 38,144
Investments	\$ -	\$ -	\$ -
Due from related parties	\$ -	\$ -	\$ -
Other receivables	\$ 233	\$ 233	\$ 233
Prepaid expenses	\$ 815	\$ 597	\$ 2,219
Loan Receivable	\$ -	\$ -	\$ -
Inventory	\$ 4,889	\$ 4,875	\$ 4,883
Total Current Assets	\$ 53,106	\$ 51,174	\$ 46,105
Non-Current Assets:			
Net patient accounts receivable, long term portion	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -
Intangible Assets	\$ -	\$ -	\$ -
Right of use assets	\$ 68,619	\$ 69,200	\$ 571
Property and equipment, net	\$ 7,781	\$ 7,737	\$ 7,772
Total Assets, Deferred Cost & Equipment	\$ 76,400	\$ 76,938	\$ 8,343
Total Assets	\$ 129,506	\$ 128,112	\$ 54,447
Liabilities and Member's Equity			
Current Liabilities:			
Lease liability, current portion	\$ 4,566	\$ 4,566	\$ 786
Accounts payable (Post Petition)	\$ 19,508	\$ 16,319	\$ 13,471
Accrued expenses payable	\$ 44,839	\$ 46,232	\$ 47,846
Accrued compensation	\$ 23,361	\$ 21,193	\$ 17,648
Due to related party	\$ 33,087	\$ 31,909	\$ 29,769
Deferred revenue	\$ -	\$ 98	\$ 3
Accrued interest payable	\$ 5,457	\$ 5,521	\$ 2,464
Loan payable	\$ 26,582	\$ 26,582	\$ 26,582
Due to third party, current portion	\$ 416	\$ 416	\$ 416
Total Current Liabilities	\$ 157,816	\$ 152,836	\$ 138,985
Long Term Liabilities:			
Lease liability less current portion	\$ 64,645	\$ 65,033	\$ -
Accrued compensation (Pre-Petition)	\$ 6,940	\$ 6,940	\$ 6,940
Accounts payable (Pre-Petition)	\$ 38,287	\$ 38,314	\$ 38,368
Accrued Expense (Pre-Petition)	\$ 4,394	\$ 4,394	\$ 1,838
Accrued interest payable (Pre-Petition)	\$ 586	\$ 586	\$ 586
Loan payable (Pre-Petition)	\$ 25,265	\$ 25,265	\$ 25,265
Due to third party less current portion	\$ 4,684	\$ 4,522	\$ 4,546
Benefits payable	\$ -	\$ -	\$ -
Total Liabilities	\$ 302,615	\$ 297,890	\$ 216,528
Member's Equity:			
Member's Equity (Net)	\$ (173,109)	\$ (169,778)	\$ (162,080)
Total Member's Equity	\$ (173,109)	\$ (169,778)	\$ (162,080)
Total Liabilities and Member's Equity	\$ 129,506	\$ 128,112	\$ 54,447

IJKG Opco LLC
 dba Bayonne University Hospital
 Statement of Operations
 DRAFT
 (unaudited) (in thousands)

	Month to Date				Year to Date			
	Mar. 2026	2026 BUDGET	CYMTD vs BUDG	Mar. 2025	Mar. 2026	2026 BUDGET	CYTD vs BUDG	Mar. 2025
Operating Revenues								
Net Patient Service Revenue	\$ 13,628	\$ 14,847	\$ (1,218)	\$ 8,907	\$ 41,360	\$ 43,104	\$ (1,743)	\$ 25,751
Other Operating Revenue	\$ 278	\$ 527	\$ (249)	\$ 270	\$ 619	\$ 1,531	\$ (913)	\$ 904
Charity Care Subsidy	\$ 336	\$ 540	\$ (205)	\$ 128	\$ 1,103	\$ 1,568	\$ (465)	\$ 384
Total Operating Revenues	\$ 14,242	\$ 15,914	\$ (1,672)	\$ 9,305	\$ 43,082	\$ 46,203	\$ (3,121)	\$ 27,039
Operating Expenses								
Salaries and Wages	\$ 6,289	\$ 6,323	\$ (34)	\$ 4,973	\$ 18,948	\$ 18,357	\$ 591	\$ 14,951
Fringe Benefits	\$ 1,462	\$ 1,497	\$ (35)	\$ 839	\$ 4,526	\$ 4,347	\$ 180	\$ 2,437
Physician Fees	\$ 1,554	\$ 1,337	\$ 217	\$ 1,270	\$ 4,108	\$ 3,881	\$ 228	\$ 4,879
Supplies and other Expenses	\$ 6,850	\$ 7,576	\$ (726)	\$ 7,088	\$ 22,181	\$ 21,996	\$ 185	\$ 20,460
Interest	\$ 649	\$ 760	\$ (111)	\$ 691	\$ 2,374	\$ 2,206	\$ 168	\$ 1,812
Depreciation	\$ 770	\$ 578	\$ 192	\$ 476	\$ 1,973	\$ 1,678	\$ 295	\$ 1,451
Total Operating Expenses	\$ 17,573	\$ 18,071	\$ (498)	\$ 15,336	\$ 54,111	\$ 52,464	\$ 1,647	\$ 45,990
Net Income/Loss from Operation	\$ (3,331)	\$ (2,157)	\$ (1,175)	\$ (6,031)	\$ (11,029)	\$ (6,261)	\$ (4,768)	\$ (18,951)
Income/Loss of Non-Recurring								
Income (Loss) of Non-Recurring Reserve	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Non-Operating Income/Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Income/Loss	\$ (3,331)	\$ (2,157)	\$ (1,175)	\$ (6,031)	\$ (11,029)	\$ (6,261)	\$ (4,768)	\$ (18,951)

IJKG Opco LLC
dba Bayonne University Hospital
Statement of Cash Flows
DRAFT
(unaudited) (in thousands)

	MTD	YTD
	Mar-26	Mar-26
From Operating Activities:		
Income/(loss) from operations	\$ (3,331)	\$ (11,029)
Adjustments to reconcile increase in net assets to cash provided by operating activities:		
Depreciation & Amortization	\$ 770	\$ 1,973
Affiliated Company	\$ -	\$ -
Gain on Sales	\$ -	\$ -
Change in operating assets and liabilities:		
(Increase)/decrease in patient accounts receivable	\$ (1,114)	\$ (8,425)
(Increase)/decrease in other receivables	\$ -	\$ -
(Increase)/decrease in loan receivables	\$ -	\$ -
(Increase)/decrease in prepaid expenses and deposits	\$ (232)	\$ 1,398
(Increase)/decrease in due from related party	\$ -	\$ -
(Increase)/decrease in supplies	\$ -	\$ -
(Increase)/decrease in deferred charges	\$ -	\$ -
Increase/(decrease) in accounts payable, and other accrued expenses	\$ 1,768	\$ 5,505
Increase/(decrease) in due to related party	\$ 1,179	\$ 3,318
Increase/(decrease) in deferred revenue	\$ (98)	\$ (3)
Increase/(decrease) in accrued compensation	\$ 2,168	\$ 5,712
Increase/(decrease) in benefit payable	\$ 162	\$ 137
Increase/(decrease) in accrued interest payable	\$ (64)	\$ 2,993
Increase/(decrease) in loan payable	\$ -	\$ -
Increase/(decrease) in other liabilities	\$ -	\$ -
Net cash provided by/(used in) operating activities	\$ 1,206	\$ 1,581
From Investing Activities:		
Investments	\$ -	\$ -
Gain on Sales	\$ -	\$ -
Acquisitions of property, plant, and equipment	\$ (232)	\$ (70,031)
Net cash provided by/(used in) investing activities	\$ (232)	\$ (70,031)
Flows From Financing Activities:		
Capital Contributions	\$ -	\$ -
Proceeds from line of credit, net of payments	\$ -	\$ -
Proceeds from long-term debt	\$ (388)	\$ 68,424
Proceeds from/(repayment of) short-term debt	\$ -	\$ -
Principal payments of long-term debt	\$ -	\$ -
Payment of Dividends/Distributions	\$ -	\$ -
Reclass Tax Distrib Payable to Equity	\$ -	\$ -
Repayment of capital lease obligation	\$ -	\$ -
Net cash provided by/(used in) financing activities	\$ (388)	\$ 68,424
Net increase/(decrease) in cash and cash equivalents	\$ 586	\$ (26)
Cash and cash equivalents at beginning of period	\$ 14	\$ 626
Cash and cash equivalents at end of period	\$ 600	\$ 600

IJGG Opco LLC
 dba Bayonne University Hospital
 Statistics by Service and Payor
 DRAFT
 (unaudited)

	Month		YTD		Budget		Comparison			
	Mar-25	Mar-26	Mar-25	Mar-26	Current Mo	Current YTD	CM vs PYM	CYTD vs PYTD	CM vs CMB	CYTD vs YTD
Discharges by Service										
Medical-Surgical	251	326	844	1,047	352	1,021	75	203	(26)	26
Pediatrics	-	-	-	-	-	-	-	-	-	-
OB/GYN	-	-	-	-	-	-	-	-	-	-
Newborn	0	-	0	-	-	-	-	-	-	-
Acute Subtotal	251	326	844	1,047	352	1,021	75	203	(26)	26
Psychiatric	31	33	79	94	33	97	2	15	-	(3)
TCU	22	42	22	118	38	111	20	96	4	7
Total Inpatient	304	401	945	1,259	423	1,229	97	314	(22)	30
Patient Days by Service										
Medical-Surgical	1,307	1,356	4,876	4,547	1,631	4,734	49	(329)	(275)	(187)
Pediatrics	-	-	-	-	-	-	-	-	-	-
OB/GYN	-	-	-	-	-	-	-	-	-	-
Newborn	0	-	0	-	-	-	-	-	-	-
Acute Subtotal	1,307	1,356	4,876	4,547	1,631	4,734	49	(329)	(275)	(187)
Psychiatric	296	447	754	1,218	479	1,390	151	464	(32)	(172)
TCU	182	372	182	1,046	353	1,025	190	864	19	21
Total Inpatient	1,785	2,175	5,812	6,811	2,463	7,149	390	999	(288)	(338)
ALOS by Service										
Medical-Surgical	5.21	4.16	5.78	4.34	4.63	4.64	(1.05)	0.47	(0.48)	(0.29)
Pediatrics	-	-	-	-	-	-	-	-	-	-
OB/GYN	-	-	-	-	-	-	-	-	-	-
Newborn	-	-	-	-	-	-	-	-	-	-
Acute Subtotal	5.21	4.16	5.78	4.34	4.63	4.64	(1.05)	0.47	(0.48)	(0.29)
Psychiatric	9.55	13.55	9.54	12.96	14.52	14.33	4.00	0.97	(0.78)	(1.37)
TCU	8.27	8.86	8.27	8.86	9.29	9.23	0.58	0.43	(0.38)	(0.37)
Total Inpatient	5.87	5.42	6.15	5.41	5.82	5.82	(0.45)	0.40	(0.39)	(0.41)
Discharges by Payor										
Medicare	88	113	295	348	120	348	25	53	(7)	(0)
Medicare HMO	103	140	305	388	126	365	37	83	14	23
Horizon/Blue Cross	29	20	83	70	25	74	(9)	(13)	(5)	(4)
Aetna	9	2	20	14	7	20	(7)	(6)	(5)	(6)
Cigna	2	9	8	26	6	19	7	18	3	7
United Healthcare	3	7	13	20	7	22	4	7	-	(2)
Commercial/Managed Care	12	46	36	168	50	146	34	132	(4)	22
Medicaid	8	13	29	44	17	50	5	15	(4)	(6)
Medicaid HMO	41	47	122	163	57	167	6	41	(10)	(4)
Self Pay/Charity	9	4	34	18	6	19	(5)	(16)	(2)	(1)
Total Inpatient Discharges	304	401	945	1,259	423	1,229	97	314	(22)	30
% of Discharges (Excl.Sp/Charity)	97%	99%	96%	99%	98%	98%				
% of Discharges (Medicare/Medicare HMO)	63%	63%	63%	58%	58%	58%				
% of Discharges (Horizon/Comm/Man Care)	18%	21%	17%	24%	23%	23%				
% of Discharges (SP/Charity)	3%	1%	4%	1%	2%	2%				
% of Discharges (Medicaid/Medicaid HMO)	16%	15%	16%	16%	18%	18%				
Patient Days by Payor										
Medicare	513	589	1,894	1,956	697	2,023	76	62	(108)	(67)
Medicare HMO	607	910	1,950	2,287	766	2,223	303	337	144	64
Horizon/Blue Cross	164	110	463	336	139	402	(54)	(127)	(29)	(66)
Aetna	47	13	128	57	33	95	(34)	(71)	(20)	(38)
Cigna	4	16	46	94	24	71	12	48	(8)	23
United Healthcare	26	31	90	73	26	75	5	(17)	5	(2)
Commercial/Managed Care	83	96	204	324	101	292	13	120	(5)	32
Medicaid	42	87	144	246	88	256	45	102	(1)	(10)
Medicaid HMO	270	314	735	1,205	493	1,430	44	470	(179)	(225)
Self Pay/Charity	29	9	158	233	96	281	(20)	75	(87)	(48)
Total Inpatient Days	1,785	2,175	5,812	6,811	2,462	7,149	390	999	(287)	(338)
% of Days (Excl.Sp/Charity)	98%	100%	97%	97%	96%	96%				
% of Days (Medicare/Medicare HMO)	63%	69%	66%	62%	59%	59%				
% of Days (Horizon/Comm/Man Care)	18%	12%	16%	13%	13%	13%				
% of Days (SP/Charity)	2%	0%	3%	3%	4%	4%				
% of Discharges (Medicaid/Medicaid HMO)	17%	18%	15%	21%	24%	24%				
ER Visits	1,549	1,528	4,805	4,503	1,570	4,559	(21)	(302)	(42)	(56)
ER Admits	259	306	864	925	310	900	47	61	(4)	25
ER Admits Acute(ICU)	16	19	50	46	19	46	3	(4)	-	-
ER Admits Psych	26	29	73	91	29	91	3	18	-	-
Observation	125	42	291	167	70	204	(83)	(124)	(28)	(37)
SDS	198	364	483	927	293	850	166	444	71	77
Endoscopy	108	120	340	308	120	308	12	(32)	-	-
Op Visits	1,355	2,164	3,499	5,778	2,164	5,778	809	2,279	-	-
Interventional Radiology Procedures	198	380	494	1,076	380	1,076	182	582	-	-
FTE	646	756	650	737	766	766	110	87	(10)	(29)
Acute Admissions	281	370	857	1,159	370	1,159	89	302	-	-
Psych Admissions	30	33	84	100	33	100	3	16	-	-
Inpatient Surgical Volume	56	21	161	48	21	48	(35)	(113)	-	-
Outpatient Surgical Volume	165	170	435	417	170	417	5	(18)	-	-

IJKG OPCO LLC
March 2026 Expense Comparison
March 2026 vs. March 2026 Budget

Type	Mar-26	Mar-26	Mar-26	Mar-26	Mar-26	Mar-26
	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE</u>	<u>YTD ACTUAL</u>	<u>YTD BUDGET</u>	<u>YTD VARIANCE</u>
Salaries and Wages	5,990,525	6,069,295	(78,770)	18,115,153	17,620,535	494,618
Contract Labor	298,327	253,690	44,637	833,104	736,519	96,585
Salaries, Wages and Contract Labor	6,288,852	6,322,985	(34,133)	18,948,257	18,357,054	591,203
Policy Fringe Benefits	980,096	849,561	130,535	3,037,070	2,466,467	570,602
Taxes	482,167	647,600	(165,433)	1,489,156	1,880,129	(390,973)
Total Fringe Benefits	1,462,263	1,497,161	(34,898)	4,526,226	4,346,597	179,629
Purch Services	2,116,191	2,341,150	(224,959)	7,006,606	6,796,887	209,719
Billing Fees	-	-	-	-	-	-
Physician Related	230,978	217,224	13,754	622,284	630,650	(8,367)
Physician Related-Quality	1,322,922	1,119,441	203,480	3,486,204	3,249,991	236,213
Property Taxes	70,073	71,342	(1,269)	210,073	207,123	2,950
Medical Surgical Supplies	3,094,175	3,090,424	3,752	9,432,239	8,972,198	460,041
Liability and W/C Insurance	342,065	434,802	(92,737)	1,154,135	1,262,330	(108,194)
Rent, Maintenance, Repairs	43,218	136,267	(93,048)	366,651	395,613	(28,962)
Utilities	243,796	281,419	(37,623)	757,053	817,024	(59,972)
Pharmaceuticals	200,555	175,096	25,459	549,676	508,344	41,332
Management Fee	541,759	608,044	(66,285)	1,651,242	1,765,289	(114,047)
All Other Supply	198,268	437,791	(239,523)	1,053,003	1,271,005	(218,002)
Total Supplies and Other	8,404,002	8,913,001	(508,999)	26,289,166	25,876,454	412,712
Affiliated Interest (Income) Expense	-	-	-	-	-	-
Interest	648,695	759,815	(111,119)	2,374,390	2,205,914	168,476
Depreciation	769,632	577,994	191,638	1,973,063	1,678,047	295,016
Lease, Interest, Depreciation	1,418,327	1,337,809	80,519	4,347,453	3,883,961	463,492
Grand Total	17,573,444	18,070,955	(497,511)	54,111,101	52,464,065	1,647,036

March 2026 Actual vs. March 2025 Actual

Variance-Type	Mar-26	Mar-25	2025 vs 2024	Mar-26	Mar-25	2025 vs 2024
	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>YTD ACTUAL</u>	<u>YTD ACTUAL</u>	<u>Variance</u>
Salaries and Wages	5,990,525	4,695,379	1,295,146	18,115,153	14,294,606	3,820,547
Contract Labor	298,327	277,261	21,066	833,104	655,999	177,104
Salaries, Wages and Contract Labor	6,288,852	4,972,640	1,316,212	18,948,257	14,950,605	3,997,652
Policy Fringe Benefits	980,096	326,052	654,044	3,037,070	1,016,990	2,020,080
Taxes	482,167	512,772	(30,606)	1,489,156	1,420,233	68,923
Total Fringe Benefits	1,462,263	838,825	623,438	4,526,226	2,437,223	2,089,003
Purch Services	2,116,191	2,020,342	95,849	7,006,606	6,223,426	783,180
Billing Fees	-	-	-	-	-	-
Physician Related	230,978	259,801	(28,823)	622,284	525,323	96,961
Physician Related-Quality	1,322,922	1,010,130	312,792	3,486,204	4,353,304	(867,099)
Property Taxes	70,073	69,900	173	210,073	199,000	11,073
Medical Surgical Supplies	3,094,175	2,078,998	1,015,177	9,432,239	6,018,442	3,413,797
Liability and W/C Insurance	342,065	422,273	(80,208)	1,154,135	948,886	205,249
Rent, Maintenance, Repairs	43,218	1,081	42,137	366,651	301,240	65,411
Utilities	243,796	313,160	(69,364)	757,053	738,025	19,027
Pharmaceuticals	200,555	544,236	(343,680)	549,676	808,125	(258,449)
Management Fee	541,759	1,200,387	(658,628)	1,651,242	4,050,291	(2,399,049)
All Other Supply	198,268	301,497	(103,229)	1,053,003	1,036,496	16,507
Total Supplies and Other	8,404,002	8,221,806	182,196	26,289,166	25,202,558	1,086,608
Affiliated Interest (Income) Expense	-	-	-	-	-	-
Interest	648,695	690,739	(42,043)	2,374,390	1,811,853	562,537
Depreciation	769,632	475,549	294,083	1,973,063	1,451,155	521,907
Lease, Interest, Depreciation	1,418,327	1,166,287	252,040	4,347,453	3,263,009	1,084,444
Grand Total	17,573,444	15,199,558	2,373,886	54,111,101	45,853,395	8,257,706