

MEDFORD CONVALESCENT AND NURSING CENTER

BALANCE SHEET

DECEMBER 31, 2021

ASSETS

Current assets:

Cash and cash equivalents	\$ 285,413
Cash, patient funds	91,293
Patient accounts receivable, net of allowance of \$0	1,128,242
Medicaid pending	139,318
Escrow deposits	205,987
Miscellaneous prepaid expenses	443,591
Total current assets	<u>\$ 2,293,844</u>

Property and equipment:

Land	\$ 512,633
Building and improvements	5,317,844
Furniture, fixtures and equipment	2,835,517
Vehicles	75,701
Computers	220,921
	<u>8,962,616</u>
Less: accumulated depreciation	<u>8,272,733</u>
Total property and equipment	<u>\$ 689,883</u>

Other assets:

Reserve for replacements	<u>\$ 761,918</u>
Total other assets	<u>\$ 761,918</u>
Total	<u>\$ 3,745,645</u>

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LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities:

Mortgage payable, current portion	\$ 181,877
Accounts payable, operations	832,885
Accounts payable, related entities	1,591,151
Accrued interest payable	23,222
Accrued wages and payroll taxes	316,435
Due to Medicaid/Medicare	23,955
Provider taxes payable	134,231
Patient funds payable	<u>91,293</u>
Total current liabilities	<u>\$ 3,195,049</u>

Long-term liabilities:

Mortgage payable, non-current portion	\$ 4,586,229
Loans payable, related party	2,791,710
Loans payable, shareholders	<u>2,185,179</u>
Total long-term liabilities	<u>\$ 9,563,118</u>

Total liabilities \$ 12,758,167

Shareholders' Equity (Deficit)

Common stock, stated value, \$10 per share, 100 shares authorized, issued and outstanding	\$ 1,000
Additional paid in capital	191,294
Accumulated deficit	(8,704,816)
Treasury stock, 50 shares at cost	<u>(500,000)</u>
Total shareholders' deficit	<u>\$ (9,012,522)</u>

Total \$ 3,745,645

MEDFORD CONVALESCENT AND NURSING CENTER

STATEMENT OF OPERATIONS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2021

Net patient service revenues:	
Private	\$ 1,914,001
Medicare	2,997,243
Medicaid	<u>6,742,339</u>
Total net patient service revenues	<u>\$ 11,653,583</u>
Operating expenses:	
Administrative	\$ 1,257,966
Utilities	253,698
Maintenance and repairs	342,295
Real estate taxes	242,400
Payroll taxes	548,995
Provider tax	510,223
Insurance	1,266,492
Interest and financial	366,365
Patient Care:	
Dietary	1,053,260
Nursing	3,717,414
Housekeeping	388,935
Drugs and medical	645,730
Laundry	125,727
Recreation	275,340
Rehabilitation	502,274
Beauty and barbershop	7,513
Transportation and auto	8,058
Depreciation	<u>66,402</u>
Total operating expenses	<u>\$ 11,579,087</u>
Income (loss) from operations	<u>\$ 74,496</u>

MEDFORD CONVALESCENT AND NURSING CENTER

STATEMENT OF OPERATIONS

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2021

Other income:	
Interest income	\$ 2,688
Grant income	164,200
Gain on debt forgiveness - Paycheck Protection Program loan	1,283,118
Miscellaneous income, net	<u>60,121</u>
Total other income	<u>\$ 1,510,127</u>
Income (loss) before provision for state income taxes	<u>\$ 1,584,623</u>
Provision for state income taxes:	
Current	\$ 2,000
Deferred	-
Total provision for state income taxes	<u>\$ 2,000</u>
Net income (loss)	<u>\$ 1,582,623</u>

Financial Statement Certification

I do hereby certify that the figures and statements attached hereto are true and correct to the best of my knowledge, information and belief; further, I understand that in the event that I have knowingly and willfully provided any false information, I will be liable for punishment in accordance with all applicable laws and statutes.

Executed this 3rd day of OCTOBER, 2022.

By: Medford Convalescent & Nursing Center



Signature

RICHARD PINELIS, PRESIDENT

(Printed Name & Title)