

New Orleans Area	General Dentistry	Merger Purchaser
MERGER DATA SUMMARY FOR PRACTICE # 9526		
The following statistics are based on assumptions that the subject practice will continue to be operated as it has been in the past. Variation from past performance are 1) increase in fees for each year; 2) no production increase occurs; and 3) overhead expenses increase each year. Fee and overhead increases are based on estimates of inflation and can be adjusted.		
The purpose of this summary is to demonstrate the individual practice revenues and profitability of this particular practice.		
PRACTICE FINANCIAL SUMMARY		
AMOUNT OF INCOME PERSONALLY GENERATED BY PURCHASER	\$209,097	
PURCHASER COMPENSATION AT 35% FOR PRODUCTION.	\$73,184	
NOW CONSIDER THE PRACTICE PROFIT. THIS IS AN AMOUNT OVER AND ABOVE PURCHASER'S PRODUCTION COMPENSATION .		
THE PROFIT IS A BENEFIT OF OWNERSHIP OF THE PRACTICE. ONLY PRACTICE OWNERS REALIZE THIS PRACTICE PROFIT.		
IN THIS PRACTICE, THE PROFIT, AFTER ALL EXPENSES AND PURCHASER SALARY COMPENSATION HAVE BEEN PAID IS \$172,796		
THE PROFIT - NOT INCLUDING PURCHASER SALARY, DIVIDED BY THE TOTAL LOAN FOR THE PRACTICE PRICE AND WORKING CAPITAL, RESULTS IN A RATE OF 12%		
TO COMPARE THIS OPPORTUNITY TO OTHER OPPORTUNITIES, WHETHER THEY ARE ASSOCIATESHIPS OR OTHER PRACTICES TO PURCHASE, LOOK AT SEVERAL KEY DATA POINTS.		
		SUBJECT PRACTICE
1. HOW DOES THE ALTERNATIVE COMPARE WITH AFTER DEBT SERVICE AND BEFORE TAX NET INCOME	\$45,857	
2. WHAT IS PERCENT OF PERSONAL PRODUCTION OF PRACTICE NET INCOME	22%	
3. WHAT ARE EXPECTED TAX SAVINGS AND EQUITY INCREASES FOR THE PURCHASER	\$110,782	
4. TOTAL ECONOMIC BENEFIT - NET CASH FLOW (AFTER DEBT SERVICE), EQUITY, AND TAX SAVINGS	\$156,639	
5. WHAT IS PERCENT OF TOTAL ECONOMIC BENEFIT VERSUS PURCHASER PERSONAL PRODUCTION	58%	

New Orleans Area			General Dentistry		Merger Purchaser	
MERGER FINANCIAL DATA FOR PRACTICE # 9526						
The following summary illustrates a projected year's income and expenses for the subject practice which incorporates an increase in fees and overhead expense but no increase in production. This summary is not a representation or warranty of future practice performance. Purchasers should obtain qualified legal and accounting counsel prior to any purchase decisions. NOTE: Practice price does not include accounts receivable.						
PRACTICE INCOME						
EXPECTED GROSS COLLECTIONS					\$804,220	100.0%
	HYGIENE COMPONENT				\$209,097	26.0%
	DENTIST COMPONENT				\$595,123	74.0%
		RETAINED SELLER			\$386,025	48.0%
		ASSOCIATE				
		PURCHASER			\$209,097	26.0%
VARIABLE EXPENSES						
	WAGES, PAYROLL TAX, ETC.				\$250,059	31.1%
	LABORATORY				\$36,770	4.6%
	CLINICAL SUPPLIES				\$69,206	8.6%
	OTHER VARIABLE EXPENSE				\$142,889	17.8%
				TOTAL VARIABLE EXPENSE	\$498,925	62.0%
FIXED EXPENSES						
					\$59,396	7.4%
	PHONE, UTILITIES				\$3,000	0.4%
	LEGAL & ACCOUNTING				\$3,500	0.4%
	INSURANCE				\$1,500	0.2%
	OTHER FIXED EXPENSE				\$51,315	6.4%
				TOTAL FIXED EXPENSE	\$118,711	14.8%
DEBT SERVICE FOR PRACTICE AND BULDING						
	INTEREST				\$66,114	8.2%
	PRINCIPAL				\$74,613	9.3%
				TOTAL DEBT SERVICE	\$140,727	17.5%
SUMMARY						
EXPECTED COLLECTIONS					\$804,220	100.0%
EXPECTED EXPENSES					\$617,635	76.8%
PRACTICE DEBT SERVICE					\$140,727	17.5%
EXPCTD NET INCOME AFTER EXPENSES AND DEBT & PERCENT OF PERSONAL PROD.					\$45,857	22%
THIS CASH FLOW EXAMPLE IS BASED ON THE FOLLOWING ASSUMPTIONS:						
PRACTICE SALES PRICE & PERCENT OF GROSS					\$600,000	78%
WORKING CAPITAL					\$39,000	
TOTAL PRACTICE LOAN					\$639,000	
PRACTICE LOAN INTEREST RATE					5.00%	
PRACTICE LOAN TERM (MONTHS)					120	
MONTHLY PRACTICE PAYMENT					\$6,778	10%
BUILDING PRICE					\$750,000	
MONTHLY BUILDING MORTGAGE PAYMENTS					\$4,950	7%
MONTHLY PRACTICE AND BUILDING PAYMENTS					\$11,727	17%
ESTIMATED MONTHLY HYGIENE AND ASSOCIATE PROFIT					\$13,481	20%
PURCHASER SALARY BASED ON 35% OF PERSONAL PRODUCTION					\$73,184	
PRACTICE PROFIT - IN ADDITION TO PURCHASER SALARY					\$78,070	12%
PURCHASER TAX SAVINGS AND 1ST YEAR EQUITY INCREASE					\$110,782	
LESS DEBT SERVICE FOR PRACTICE AND BULDING					(\$140,727)	
SALARY + PROFIT +TAX SAVINGS - DEBT SERVICE / % OF PERSONAL PRODUCTION					\$121,308	58%

New Orleans Area	
MERGER DATA	FOR PRACTICE NUMBER 9526
The following data is provided by the owner of the practice. It is believed to the best of the owner's knowledge to be a true and accurate representation of the facts of the practice. It is the responsibility of any purchaser to verify all information contained herein and to seek qualified counsel in the interpretation and verification thereof.	
OFFICE DATA	
SQUARE FOOTAGE OF OFFICE	4,000
EXPANDABLE FOOTAGE	
CURRENT MONTHLY RENTAL i.e. "1200"	\$6,100
PRICE PER SQUARE FOOT	\$18.30
IS OFFICE HANDICAPPED ACCESSIBLE?	Yes
NUMBER OF PARKING SPACES	20
PROXIMITY OF PARKING PLACES	On the property
# EQUIPPED OPS	6
NUMBER OF PLUMBED BUT UNEQUIPPED OPERATORIES	4
NUMBER OF OPERATORIES USED PRIMARILY BY DENTIST(S)	4
NUMBER OF OPERATORIES USED PRIMARILY BY HYGIENIST(S)	2
NUMBER OF UNPLUMBED AND EMPTY OPERATORIES	
DO YOU OWN YOUR BUILDING? YES OR NO	YES
DO YOU WISH TO SELL THE BUILDING? YES OR NO	YES
	750,000
IF NOT APPRAISED, ESTIMATED BUILDING PRICE	
IF NOT SOLD, MONTHLY RENTAL AMOUNT	\$7,500
ANNUAL REAL ESTATE TAXES	\$9,074
ANNUAL REAL ESTATE INSURANCE COST	\$22,500
DATE OF LEASE i.e. "6/1/2016"	
DATE LEASE ENDS - i.e. "1/1/2020"	
IS THERE AN OPTION TO PURCHASE?	
RENEWAL OPTIONS	
BUILDING VALUE TO BE USED	\$750,000
PURCHASER MORTGAGE INTEREST RATE	5.00%
PURCHASER MORTGAGE TERM - YEARS	20
PURCHASER MONTHLY PAYMENT	\$4,950
PURCHASER CURRENT MONTHLY RENT	
PRICE PER SQUARE FOOT	\$14.85
WORK SCHEDULE	
PLANS AFTER SALE OF PRACTICE	Relocation out of the area
DAYS/WEEK CURRENTLY WORKED	6.0
HOW MANY DAYS WOULD YOU PREFER TO WORK FOR BUYER	
DESIRED WORK DAYS/WEEK 1ST YR	
DESIRED WORK DAYS/WEEK 2ND YR	
DESIRED WORK DAYS/WEEK 3RD YR	
DESIRED WORK DAYS/WEEK 4TH YR	
DESIRED WORK DAYS/WEEK 5TH YR	
DESIRED WORK DAYS/WEEK 6TH YR	

PRACTICE DATA	
MANAGEMENT CONSULTANT IN LAST 5 YRS? IF SO WHO?	No
RESULTS	
DESCRIBE INTERNAL MARKETING	Contacting patients by phone to reactivate
DESCRIBE EXTERNAL MARKETING	Mailers, Website, Ads with local newspapers
HAS GROSS CHANGED SIGNIFICANTLY? WHY?	Yes COVID and Hurricane Ida
LIST SEDATIONS USED - NITROUS, DOCS, IV SEDATION	Nitrous Oxide, DOCS
IS YOUR PRACTICE MERCURY FREE - NO AMALGAM?	Yes
WHAT TYPE RECALL SYSTEM	Recalls set at time of a hygiene appointment
WHAT TYPE COMPUTER SYSTEM	Dentrix
PURCHASER MUST PERSONALLY VERIFY PATIENT POPULATION DATA & REDUCED FEE PLANS	
ESTIMATE NUMBER OF PTS LAST 18 MONTHS	2,552
AVERAGE NUMBER OF NEW PATIENTS PER MONTH	25
AVERAGE NUMBER PTS TREATED PER DAY BY DENTIST(S)	20
AVERAGE NUMBER PTS TREATED PER DAY BY HYGIENIST(S)	10
HOW FAR AHEAD IS DENTIST SCHEDULED?	2-3 weeks
HOW FAR AHEAD IS HYGIENIST SCHEDULED?	6 months
PRACTICE DATA	
% INCOME FROM CASH	0%
% OF PATIENTS PAYING CASH	0%
% INCOME FROM INSURANCE	70%
% OF PATIENTS WITH INSURANCE	70%
% PRACTICE INCOME FROM CAPTITATION	
% OF PATIENTS WITH CAPITATION	
% PRACTICE INCOME FROM MEDICAID	30%
% OF PATIENTS WITH MEDICAID	30%
% PRACTICE INCOME FROM REDUCED FEE PLANS	30%
% OF PATIENTS WITH REDUCED FEE PLANS	30%
SCHEDULING DATA	
MONDAY	12:00 PM - 7:00 PM
TUESDAY	9:00 AM - 5:00 PM
WEDNESDAY	9:00 AM - 5:00 PM
THURSDAY	12:00 PM - 7:00 PM
FRIDAY	8:00 AM - 1:00 PM
SATURDAY	8:00 AM - 12:00 PM
OWNER HOURS WORKED PER WEEK	32
ASSOCIATE HOURS WORKED PER WEEK	
HYGIENIST HOURS WORKED PER WEEK	32
DENTIST PATIENT VISITS PER YEAR	2,719
HYGIENE PATIENT VISITS PER YEAR	
NUMBER OF DAYS WORKED PER YEAR	180
NUMBER OF WEEKS WORKED PER YEAR	48
COLLECTION DATA	
WHAT IS YOUR COLLECTION PERCENTAGE	90%
ACTUAL ACCOUNTS RECEIVABLE BALANCE	
WHAT IS YOUR PATIENT CREDIT BALANCE	
ACCOUNTS RECEIVABLES - CURRENT	\$51,381
ACCOUNTS RECEIVABLES - 31-60 DAYS	
ACCOUNTS RECEIVABLE - 61-90 DAYS	\$5,378
ACCOUNTS RECEIVABLE >90 DAYS	\$11,339

WHAT PERCENTAGE OF THE PRACTICE INCOME IS:	
HYGIENIST PRODUCTION	23%
OPERATIVE	27%
PEDODONTICS	1%
ORTHODONTICS	1%
IMPLANTS	2%
REMOVABLE PROSTHETICS	23%
FIXED PROSTHETICS	3%
ENDODONTICS	1%
PERIODONTICS	6%
ORAL SURGERY	9%
COSMETIC	1%
TMJ TREATMENT	1%
DIAGNOSTIC	
OTHER	2%
TOTAL	100%
WHAT SERVICES ARE REFERRED OUT?	Complex impacted third molars, Endodontics
REVENUES SOURCES	
IS ANY OF YOUR REPORTED INCOME FROM ANY OTHER	
SOURCE THAN PATIENT TREATMENT FROM THIS PRACTICE?	No
IF SO HOW MUCH IN CURRENT PERIOD?	
IF SO , HOW MUCH FOR LAST YEAR?	
IF SO HOW MUCH FOR THE PREVIOUS YEAR?	
WHAT IS THE SOURCE OF THIS OTHER INCOME?	
FEE SCHEDULE	
ADULT PROPHY 01110	\$106
TWO SURFACE ANTERIOR COMPOSITE 02331	\$222
CORE BUILD-UP 02950	\$295
CROWN - GOLD/PORCELAIN 02750	\$1,173
ANTERIOR CANAL ROOT CANAL 03310	\$769
PANORAMIC X-RAY 00330	\$126
TWO SURFACE POSTERIOR COMPOSITE 02392	\$232
CROWN - PORCELAIN CERAMIC 02740	\$1,264
LABIAL PORCELAIN VENEER 02962	\$1,256
BICUSPID ROOT CANAL 03320	\$887
AVERAGE OF FEES	\$633
PERCENT OF FEE PARITY	116%
DEMOGRAPHIC DATA	
WHAT IS APPROX. POPULATION OF YOUR CITY OR TOWN	7,700
WHAT IS APPROX. POPULATION OF YOUR DRAWING AREA	135,000
APPROXIMATE NUMBER OF GENERAL DENTAL PRACTICES	
WITHIN	
MAJOR EMPLOYERS IN AREA	Shell Oil, Bayer, Glazer, Bunge, Entergy, St. Charles Parish
City Government, St. Charles Parish Schools, Sewerage and Water Board Orleans. Jefferson Parish Schools, Louis Armstrong	
International Airport	
DESCRIBE ANY MAJOR ECONOMIC CHANGES IN DRAWING AREA	
PRACTICE HISTORY	
YEAR GRADUATED	2001
YEAR BEGINNING PRACTICE IN CITY	2001
YEAR BEGINNING PRACTICE IN CURRENT LOCATION	2013
RIGHT OR LEFT HANDED	Left
DO YOU OWN OTHER PRACTICES? HOW FAR AWAY?	No

STAFF DATA						
POSITION	YEAR HIRED	STAY		ANNUAL SALARY	HOURLY SALARY	ANNUAL COST OF BENEFITS
FRONT OFFICE	2022	?		\$13,901		
FRONT OFFICE/DA				\$1,388		
FRONT OFFICE/DA				\$19,950		
FRONT OFFICE				\$2,810		
FRONT OFFICE				\$35,338		
ASSISTANT/FD	2022	?		\$1,388		
ASSISTANT	2022	?		\$1,245		
ASSISTANT				\$25,319		
ASSISTANT/FD				\$19,950		
ASSISTANT				\$31,196		
HYGIENIST				\$5,130		
HYGIENIST						
HYGIENIST						
HYGIENIST						
JANITOR						
LAB TECHNICIAN						
ASSOCIATE						
ASSOCIATE						
ASSOCIATE						
WHAT BENEFITS DO YOU PROVIDE FOR THE STAFF?						
NOTES				Office manager manages social media accounts for both offices and		
cleans the office weekly. Lead assistant works one day per week in second office and after sale would work four days per week for new owner.						
Hygienists start at commission of 35% and annual 1% increase until 41%. Hygienist hired June 2023 available to work four days per week.						
Associate dentist will stay for four weeks after sale to complete cases and assist with transition.						
ARE THERE ANY EMPLOYEES WHO ARE PAID MORE OR LESS						
THAN THE NORMAL SALARY FOR THEIR POSITION?						
WHAT POSITIONS AND WHAT IS AMOUNT OF OVER/UNDER						
COMPENSATION FOR EACH						
COLLECTION CENTERS						
	1/1/2024 - 3/10/2024	2023	2022			
GROSS COLLECTIONS	\$178,583	\$758,536	\$742,665			
OWNER COLLECTIONS	\$132,063	\$635,890	\$439,441			
HYGIENIST COLLECTIONS	\$46,520	\$122,646	\$119,241			
ASSOCIATE COLLECTIONS			\$178,959			
ASSOCIATE COLLECTIONS			\$5,014			
ASSOCIATE COLLECTIONS						
ASSOCIATE COLLECTIONS						
ASSOCIATE - SALARY IN DOLLARS / COMMISSION PERCENT	\$0	0%				
HYGIENIST - SALARY IN DOLLARS / COMMISSION PERCENT	\$0	0%				

