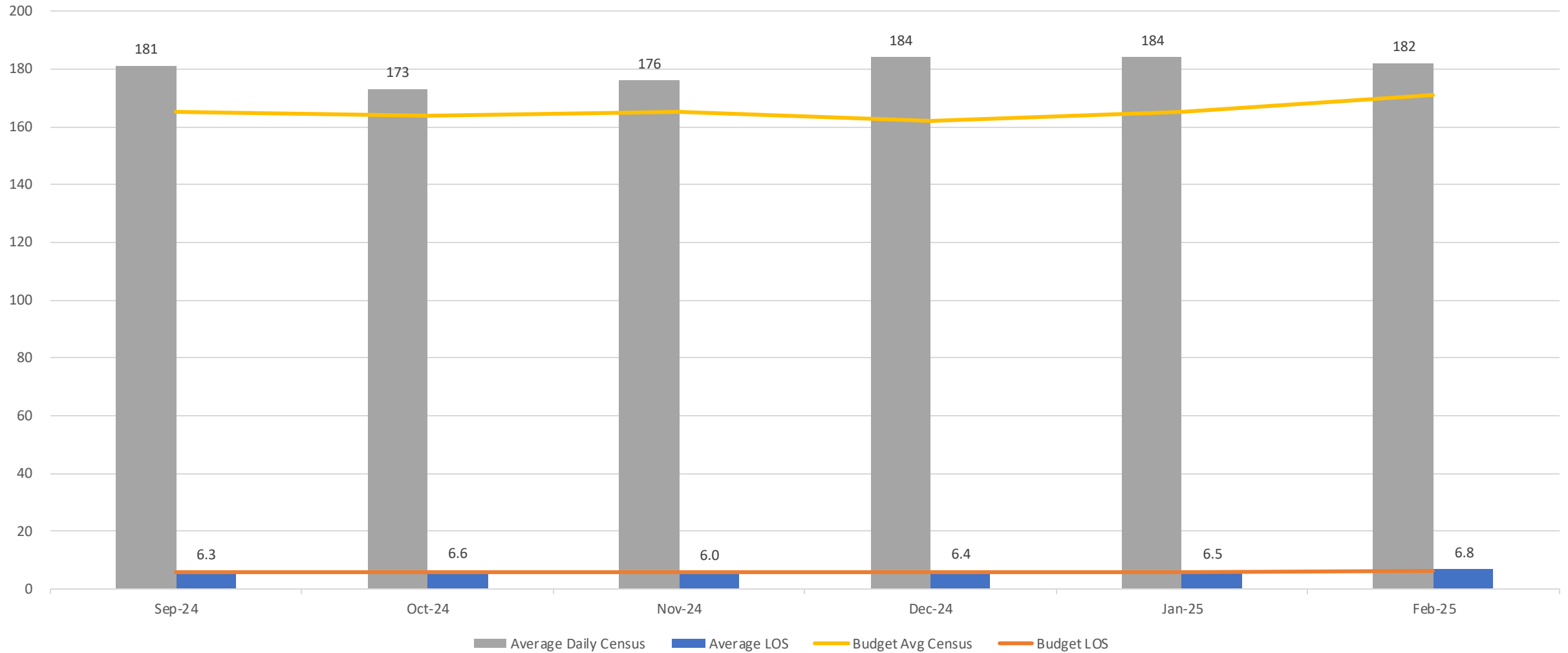




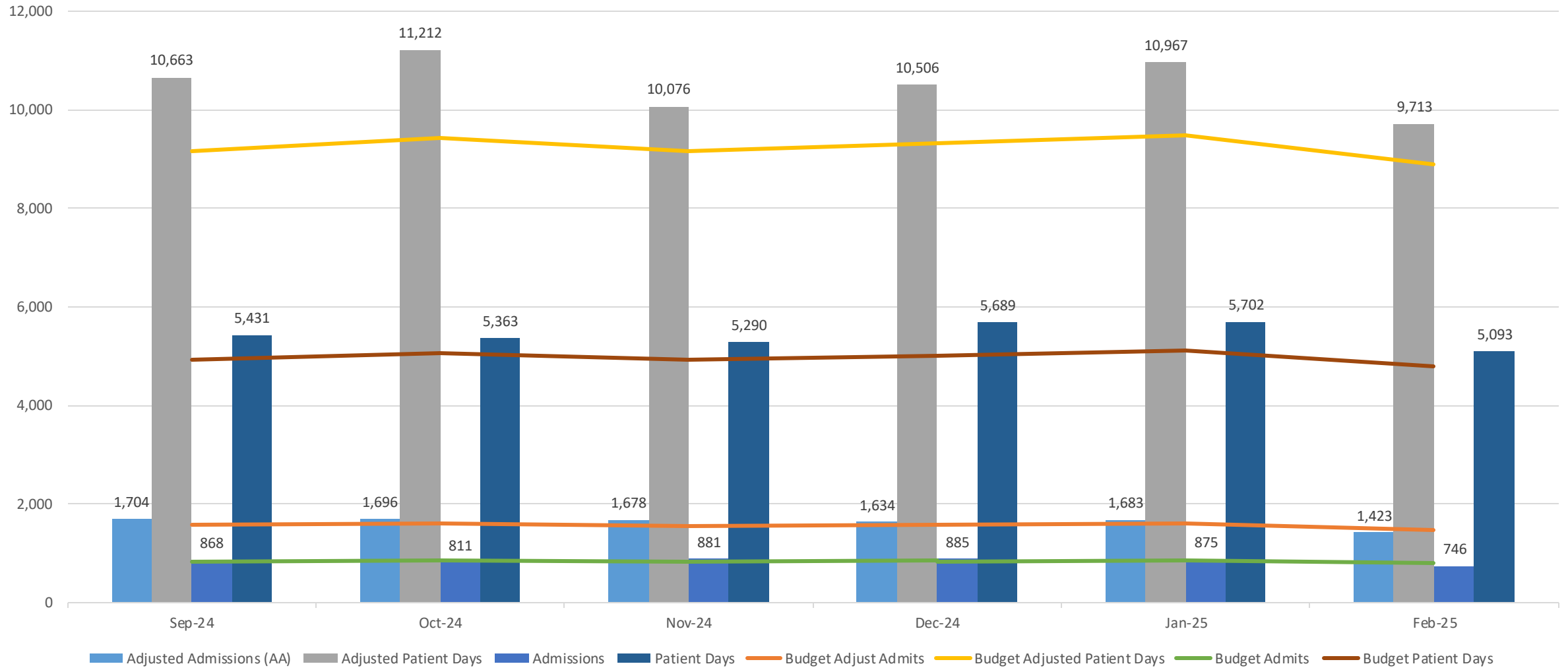
Board of Governors' Report

Kern Medical – February 2025

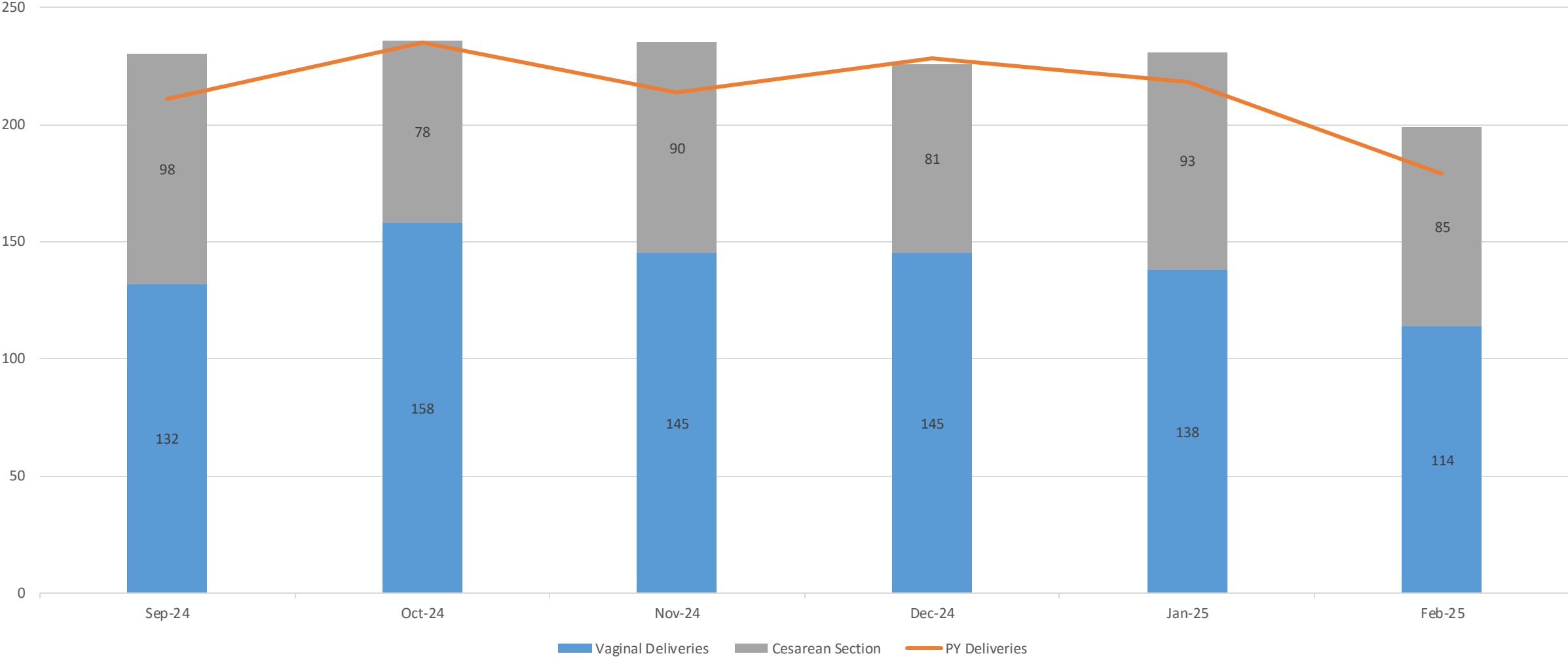
Census & ALOS



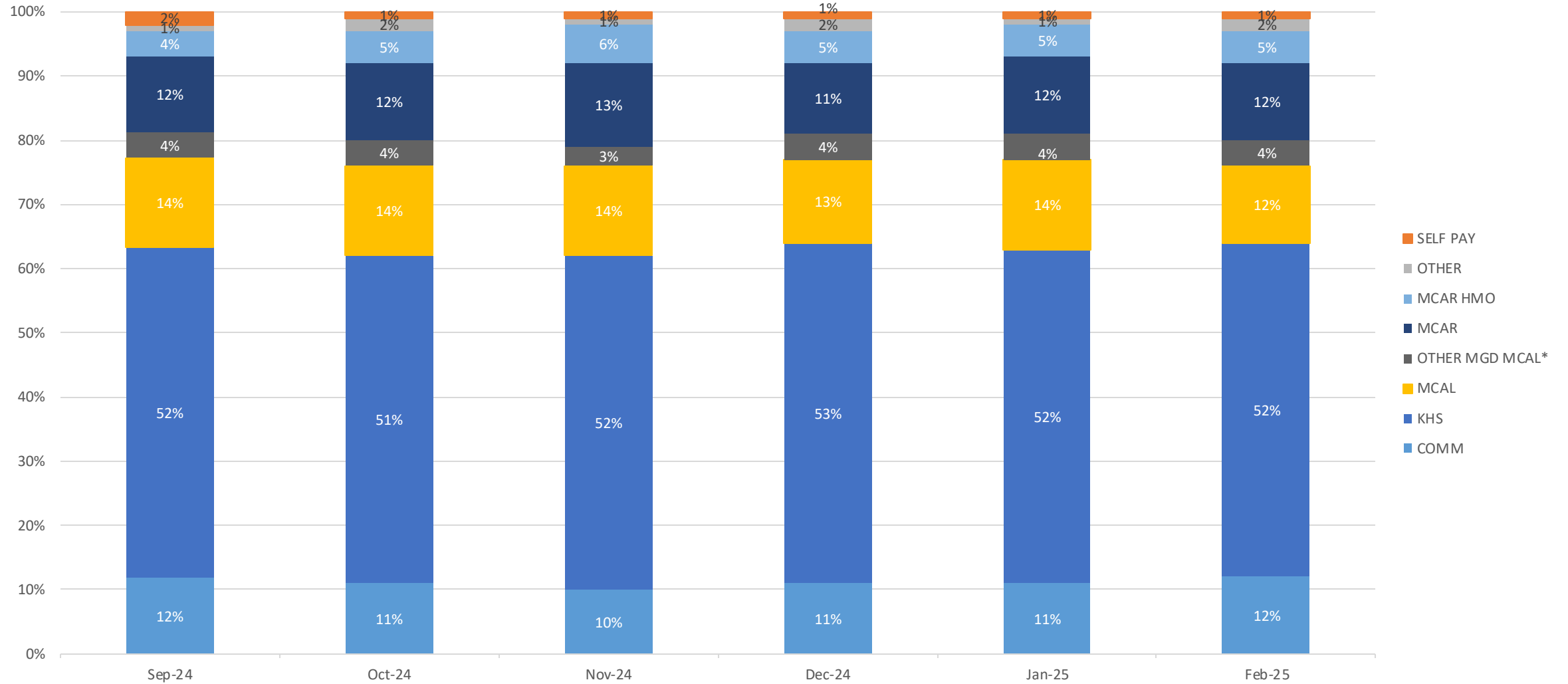
Hospital Volumes



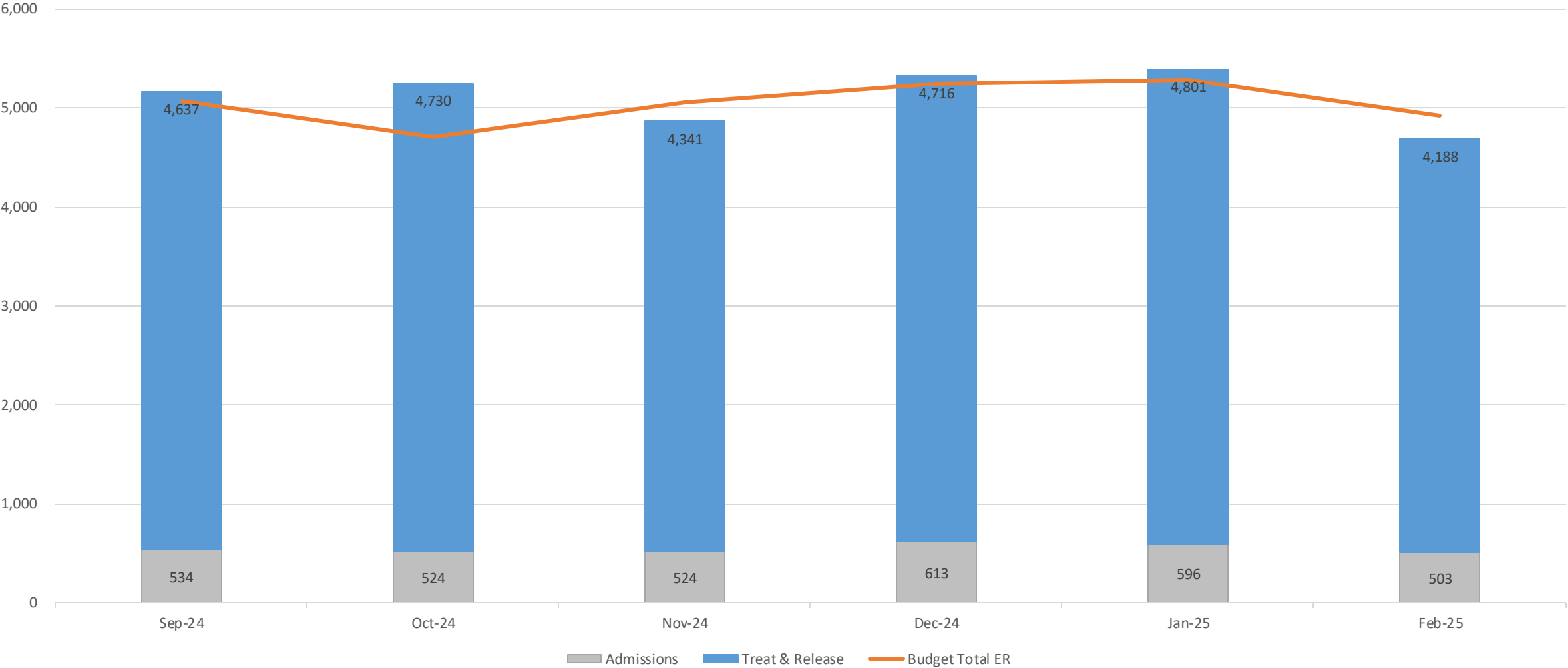
Deliveries



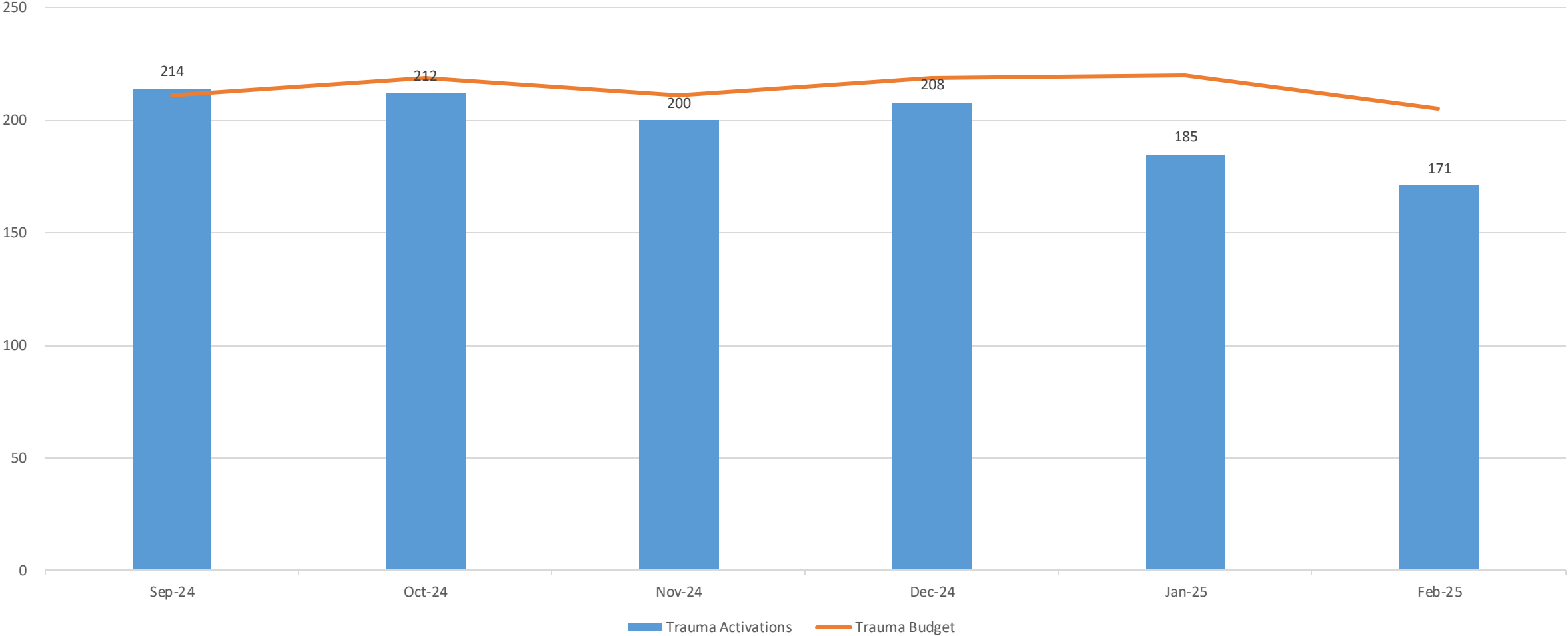
PAYER MIX



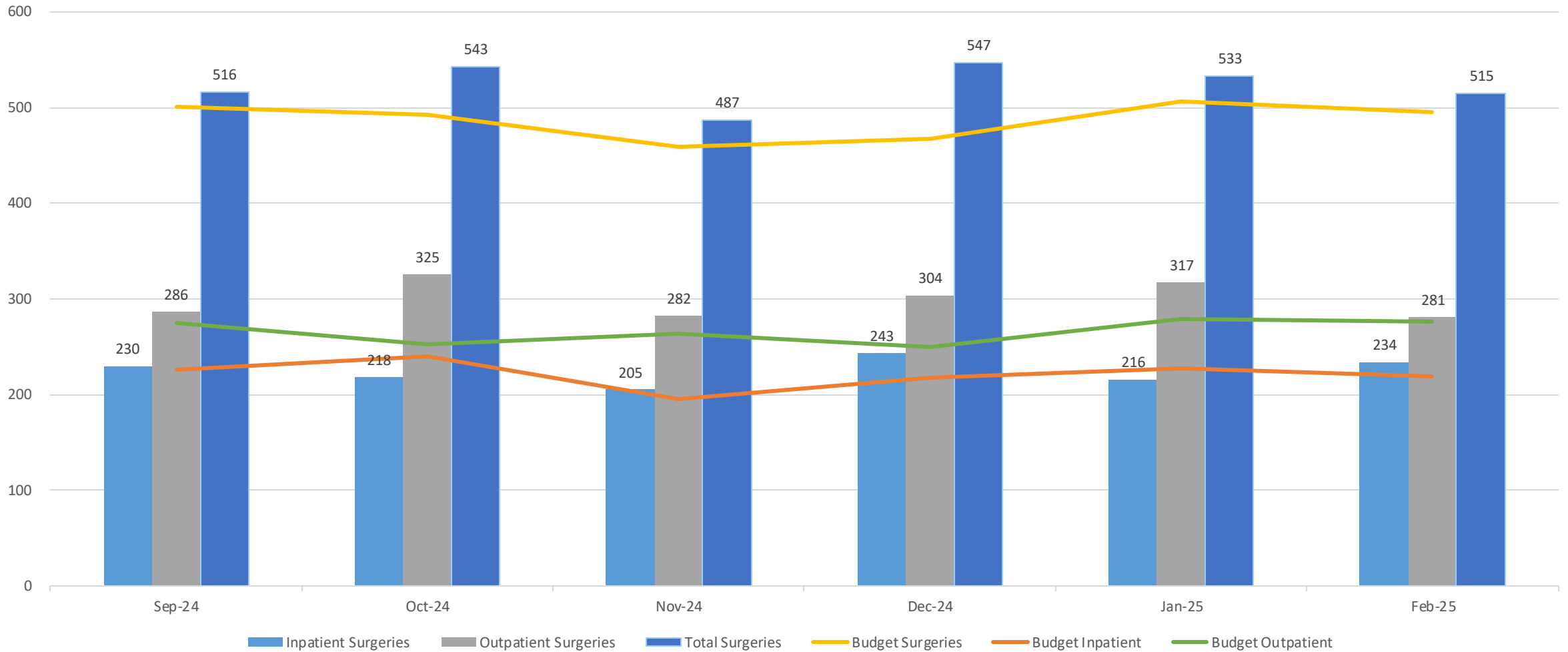
Emergency Room Volume



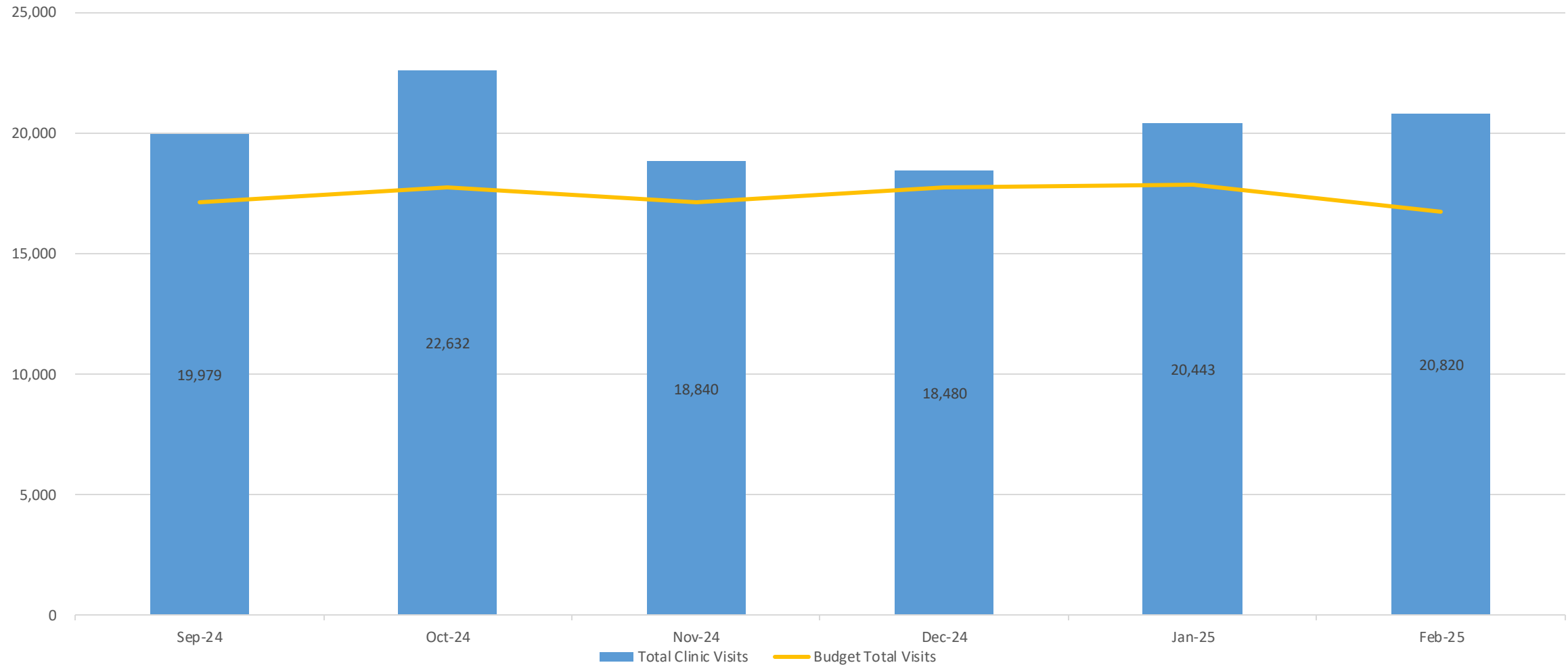
Trauma Activations



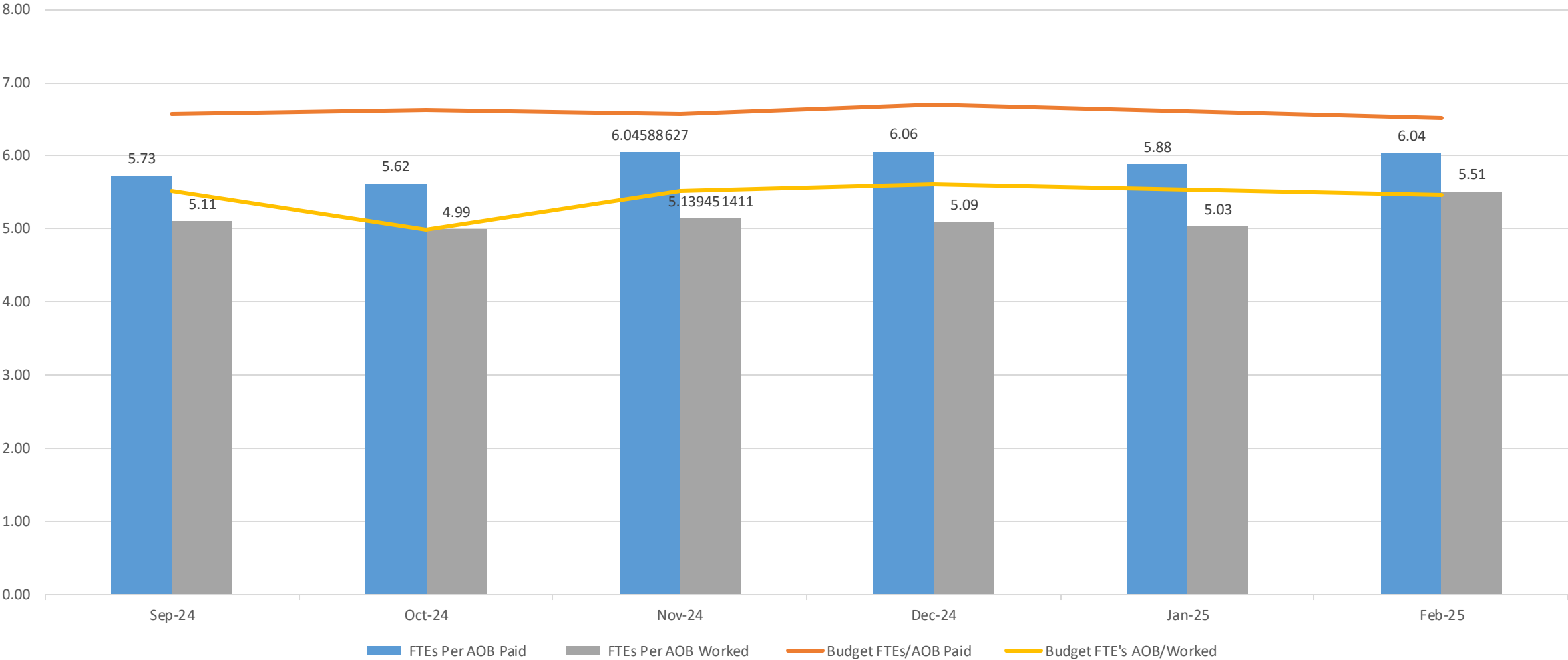
Surgical Volume



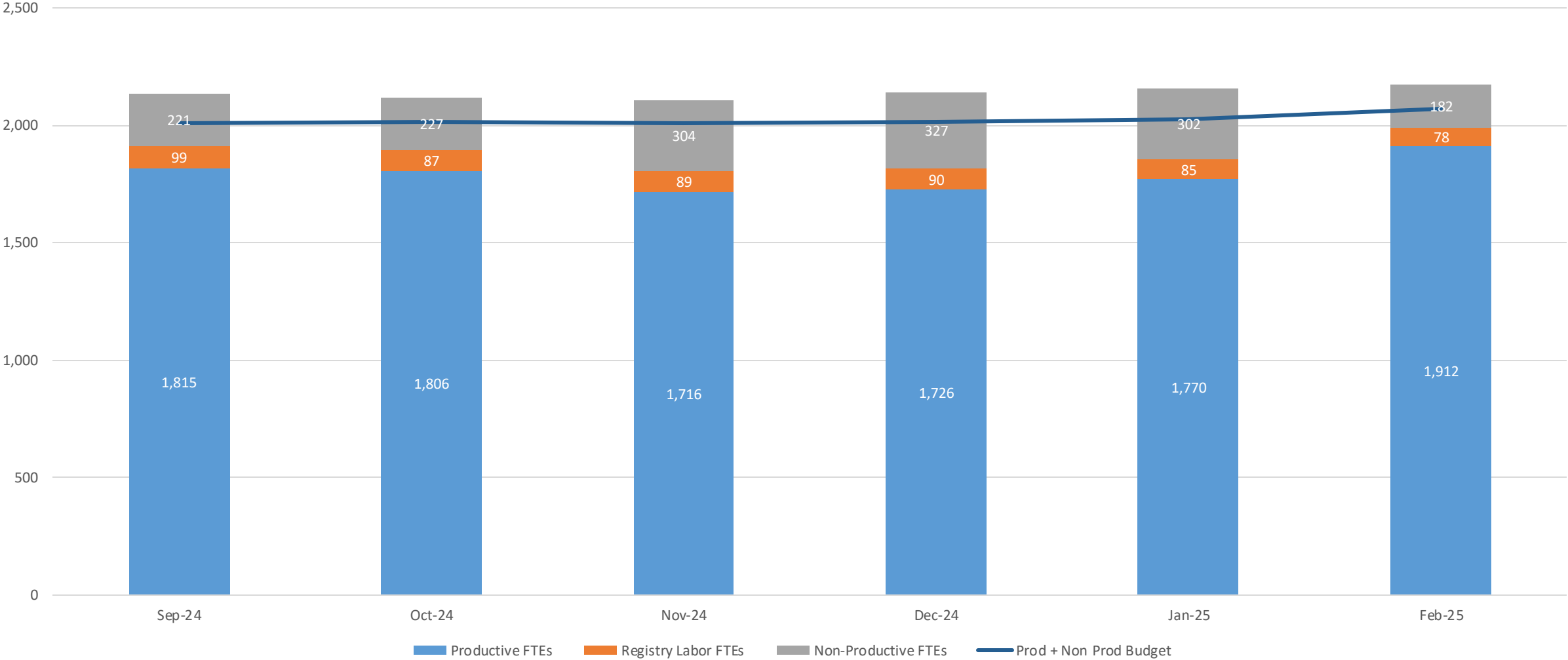
Clinic Visits

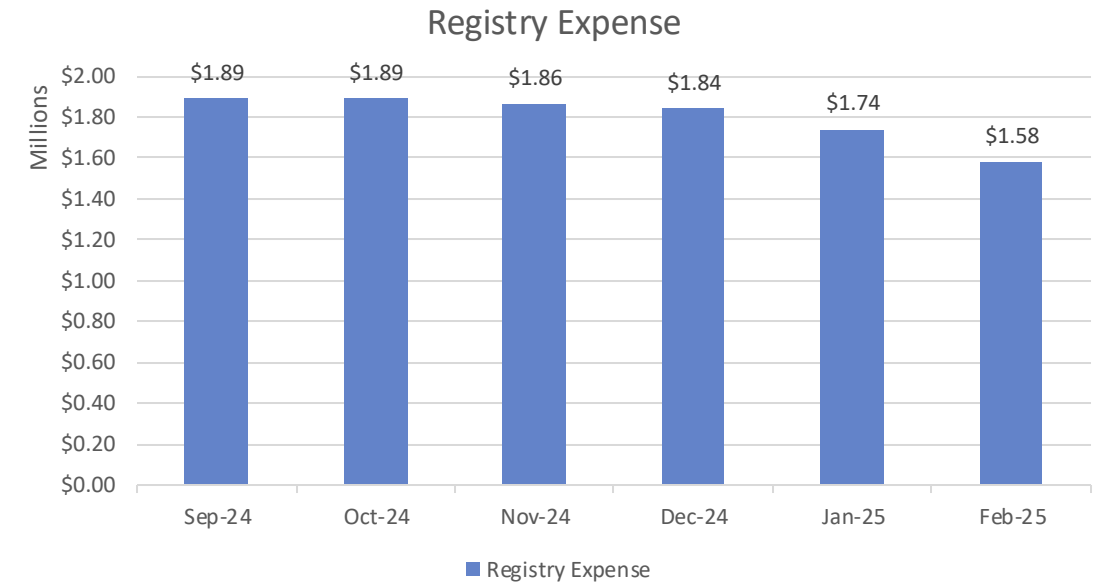
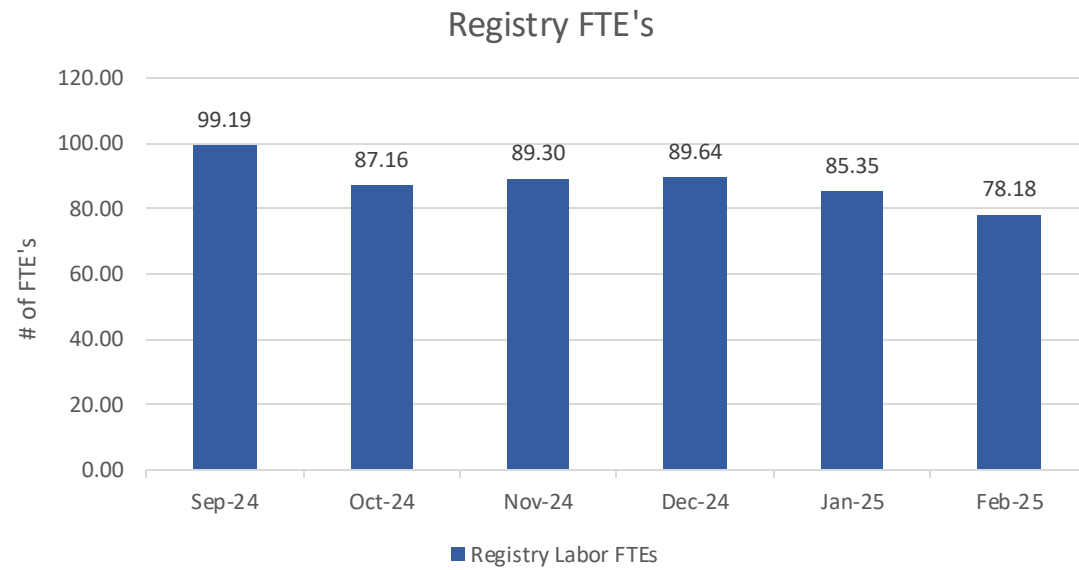


Labor Metrics

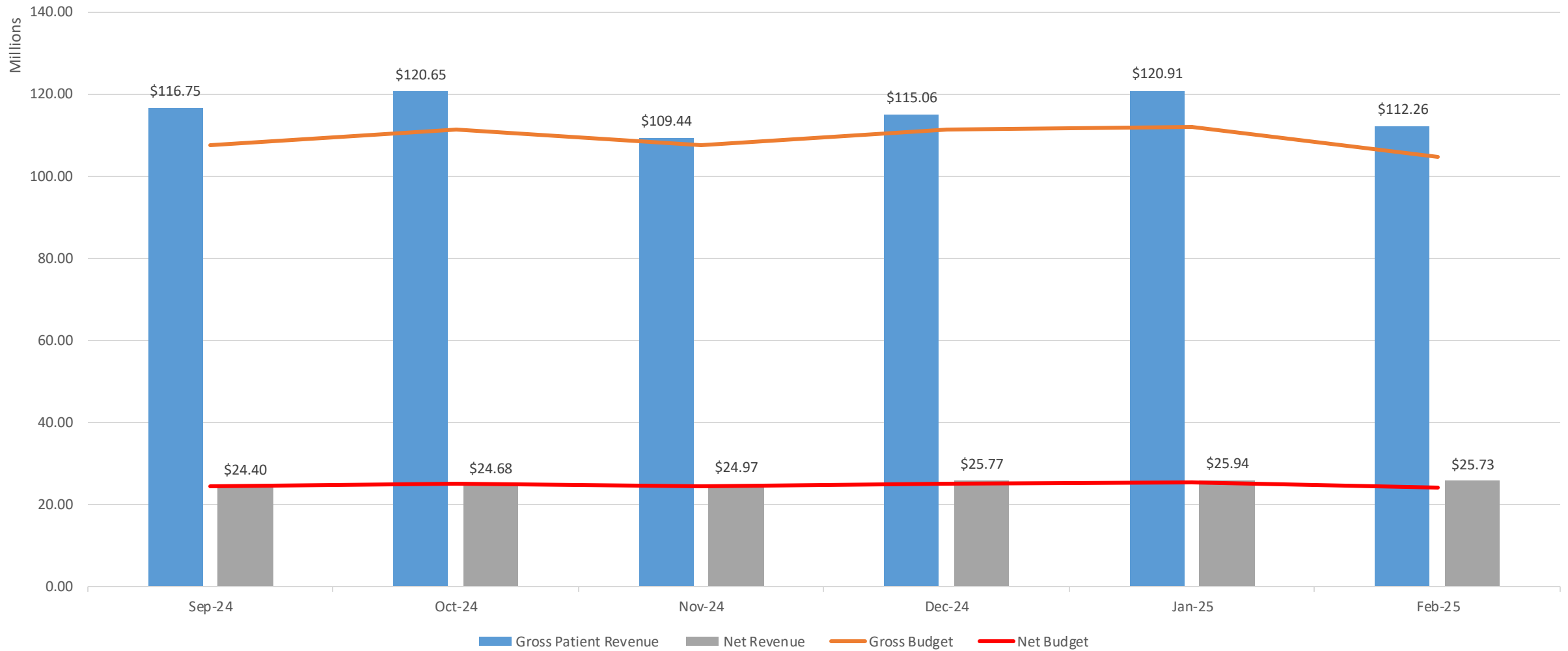


Productivity

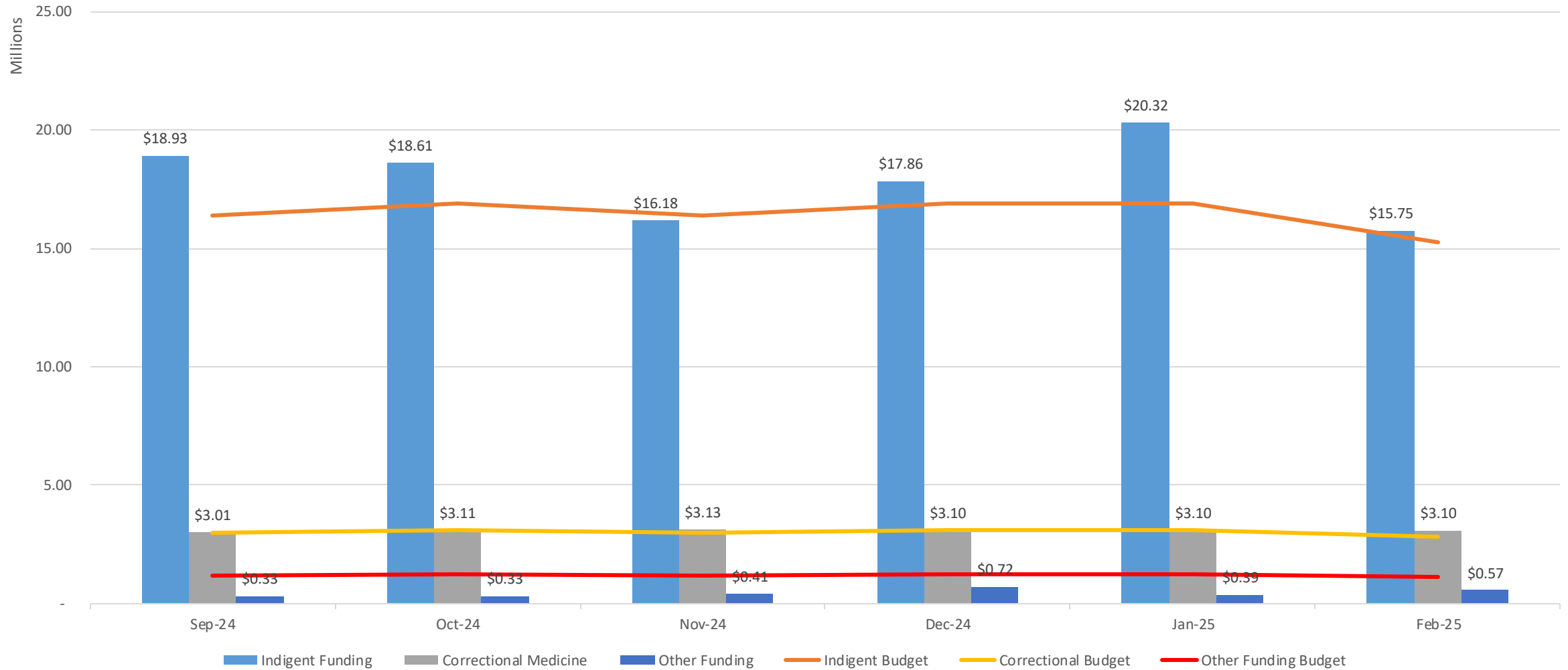


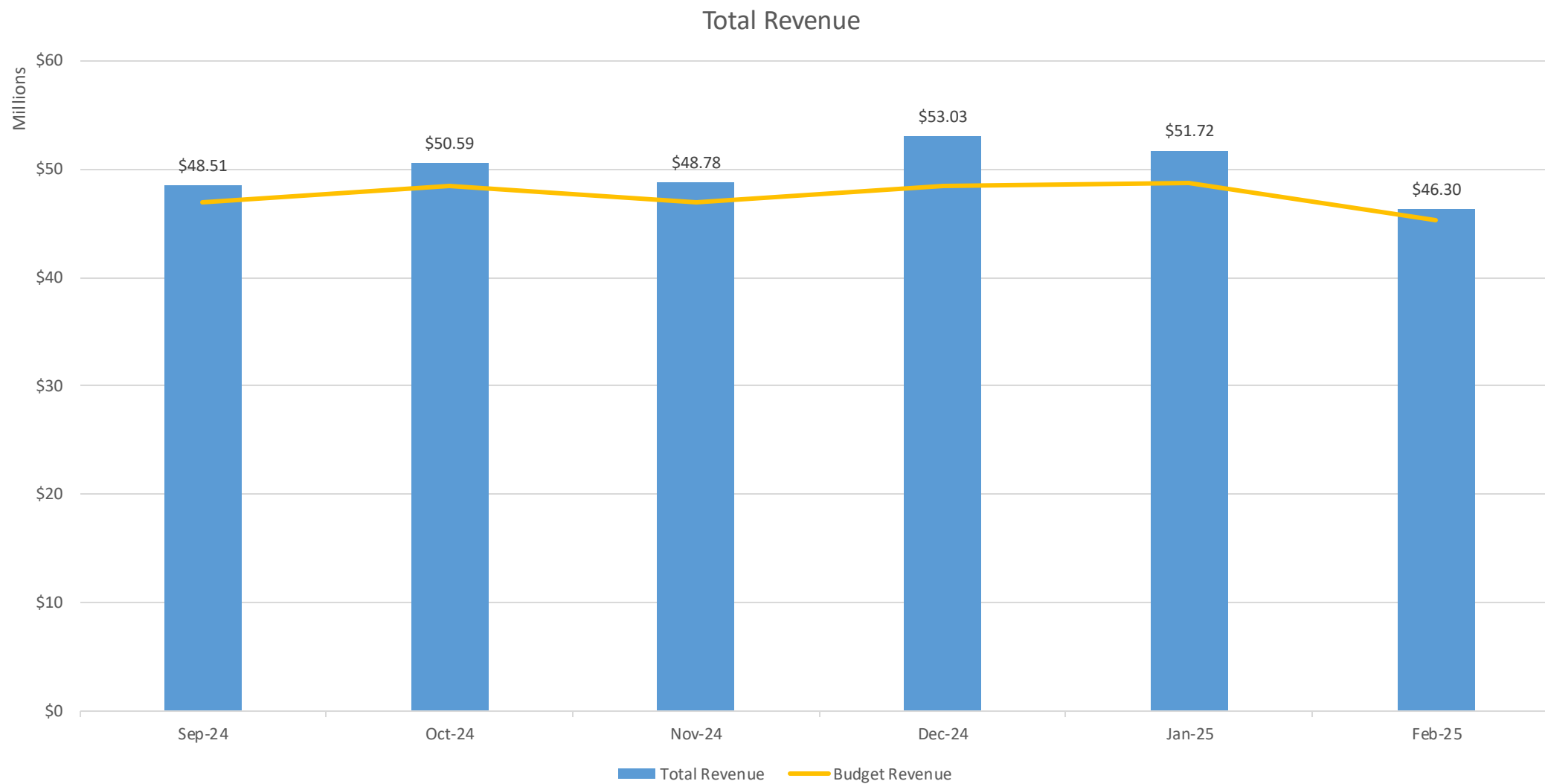


Patient Revenue

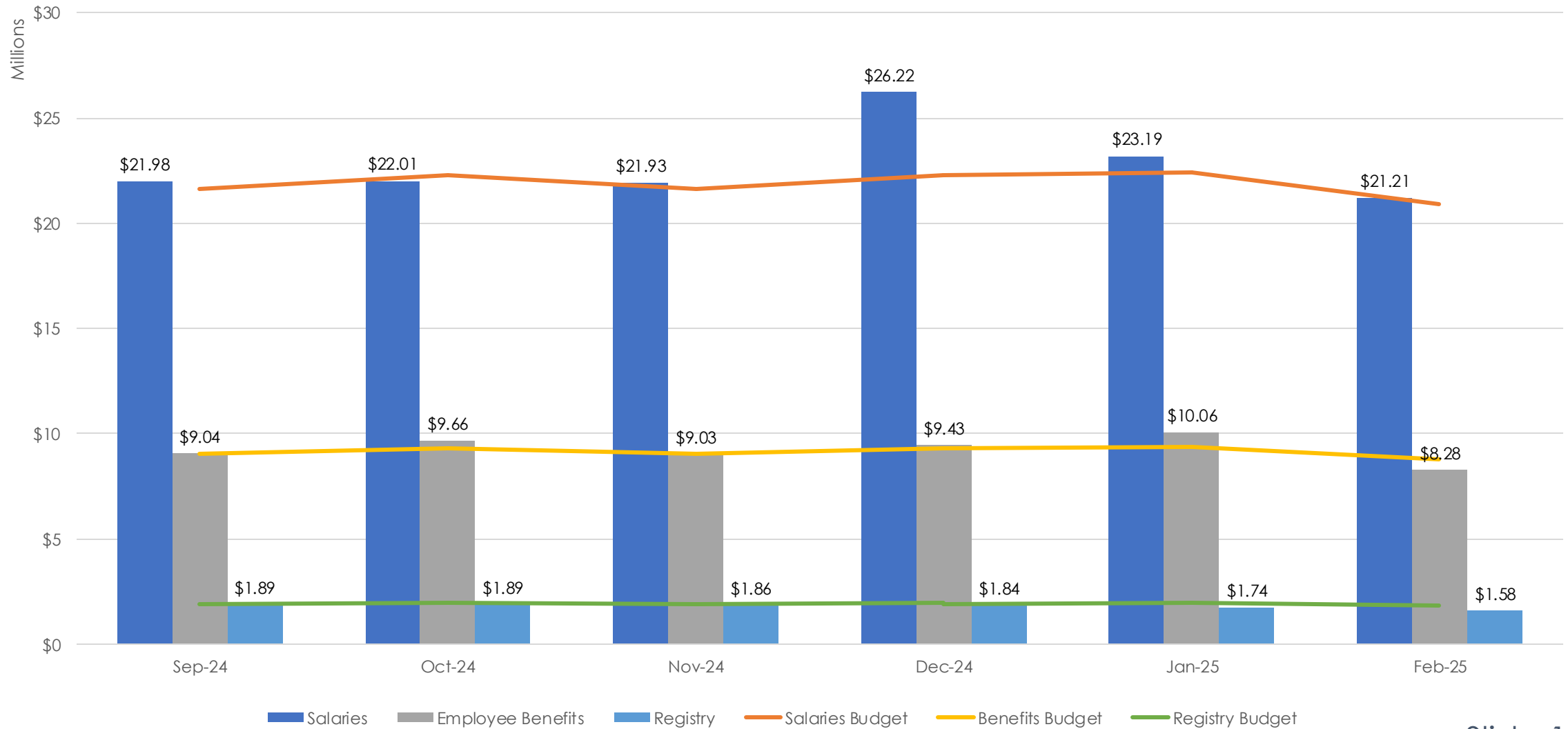


Indigent & Correctional Revenue

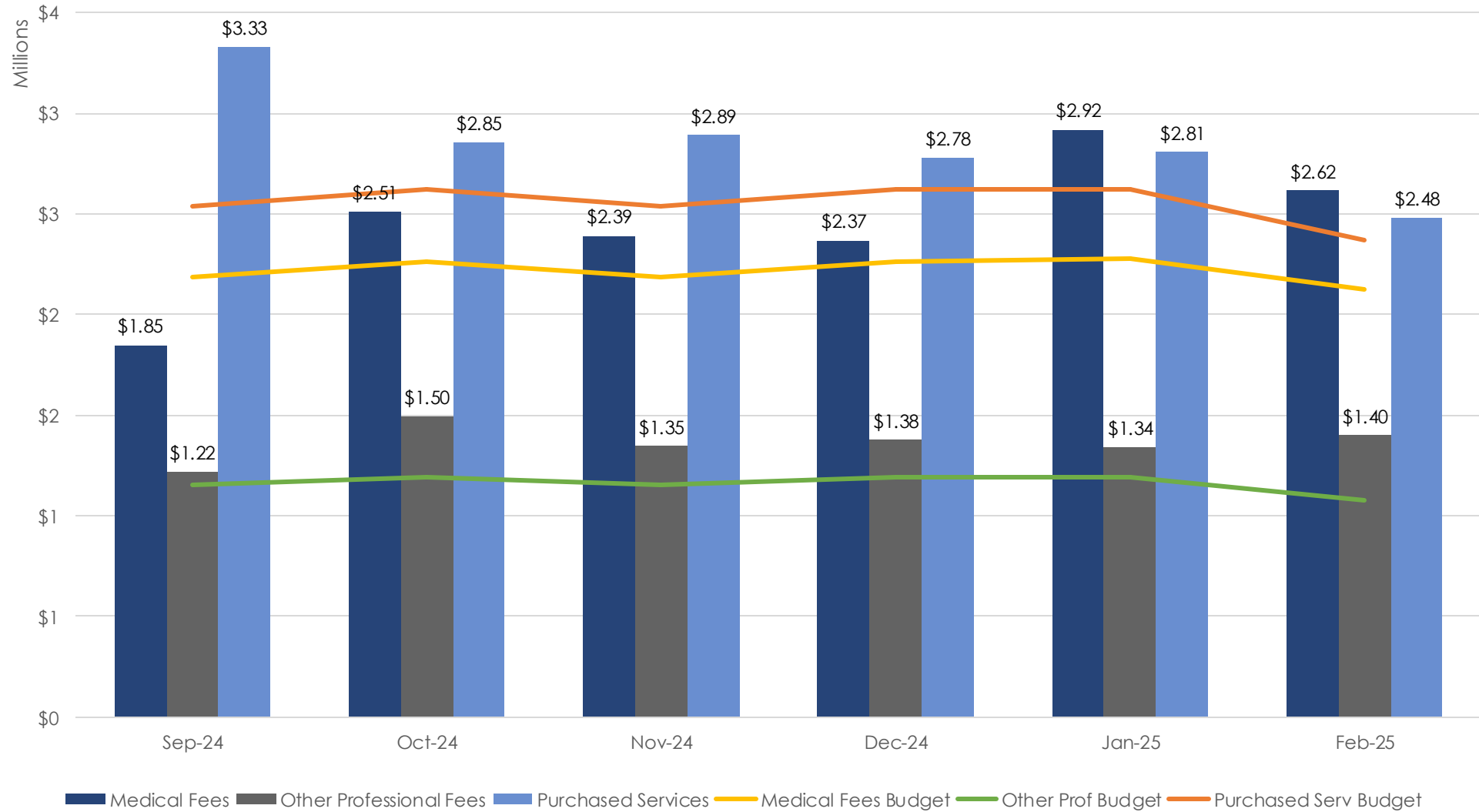




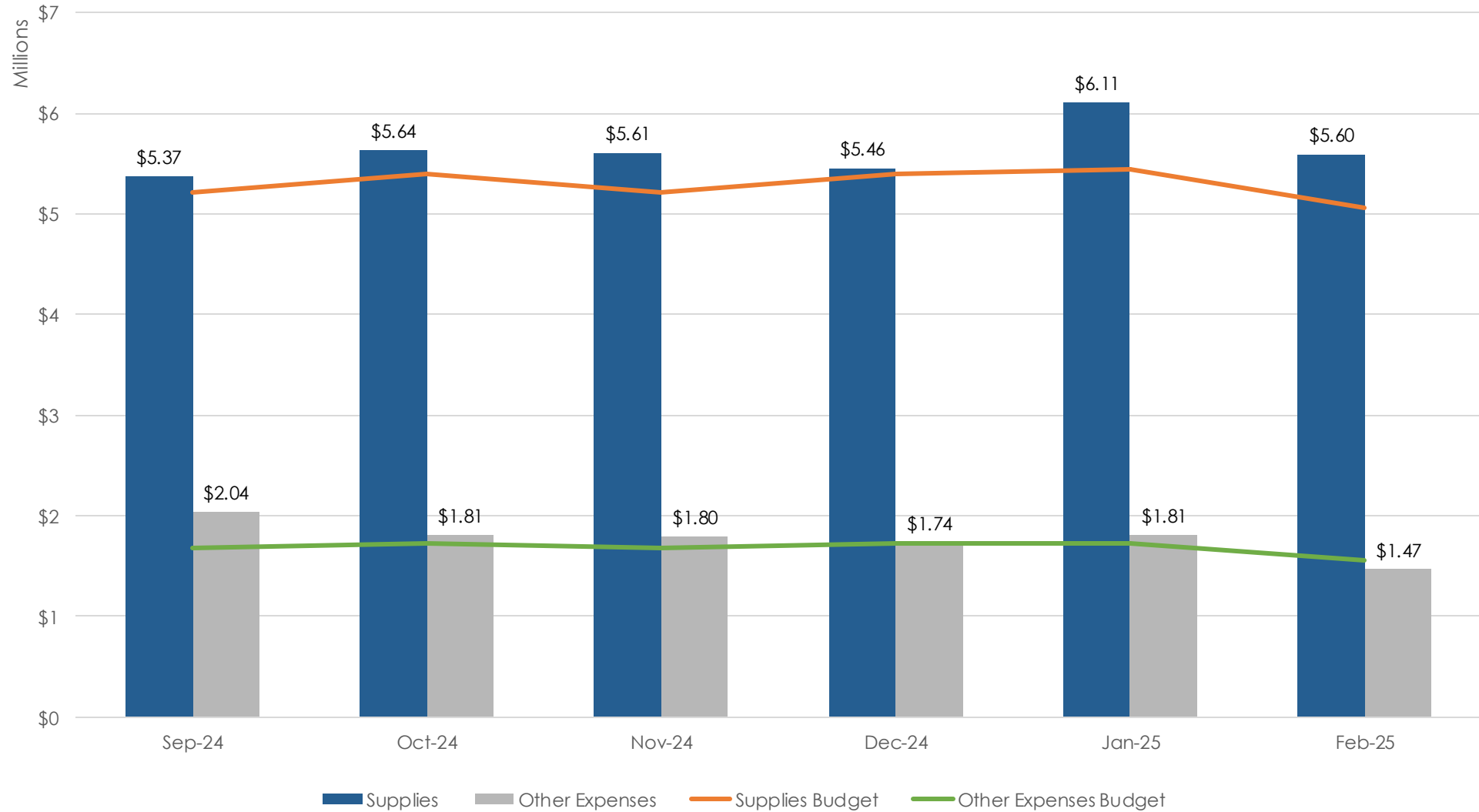
Expenses



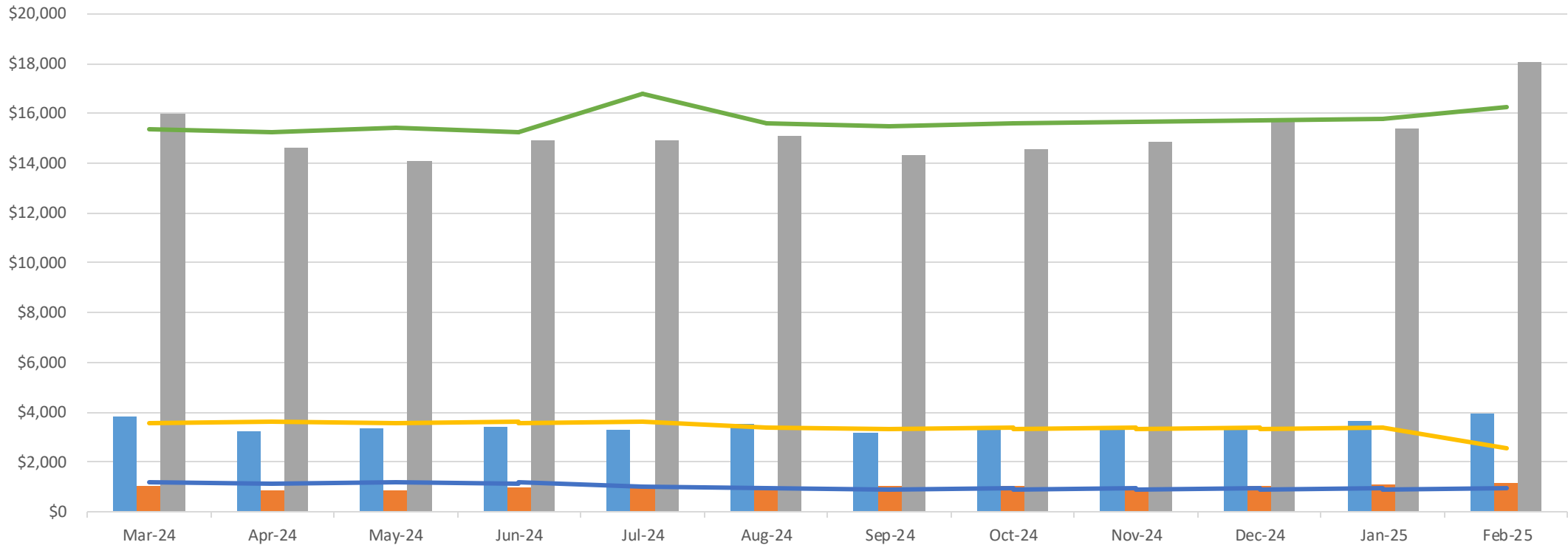
Expenses



Expenses

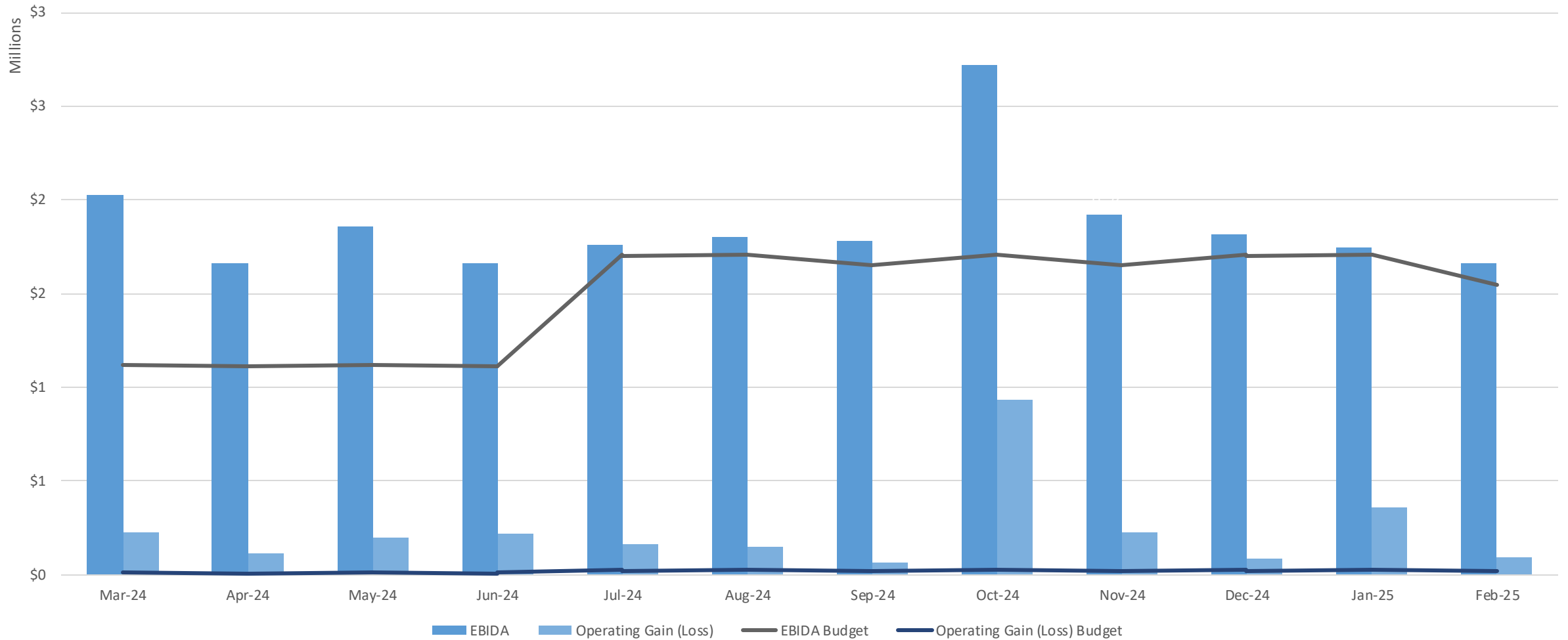


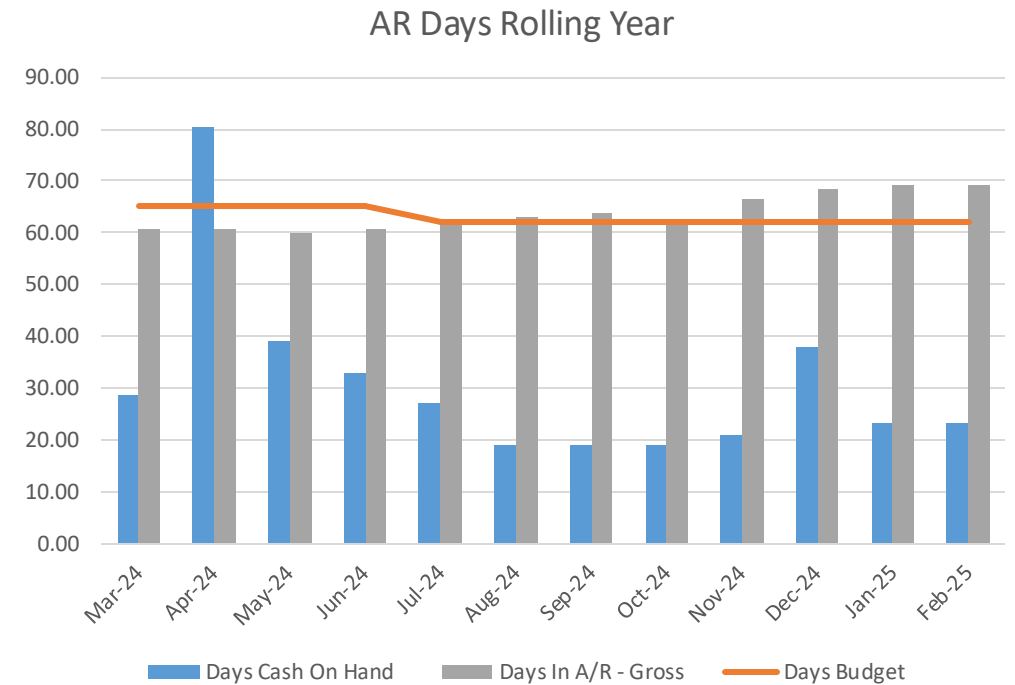
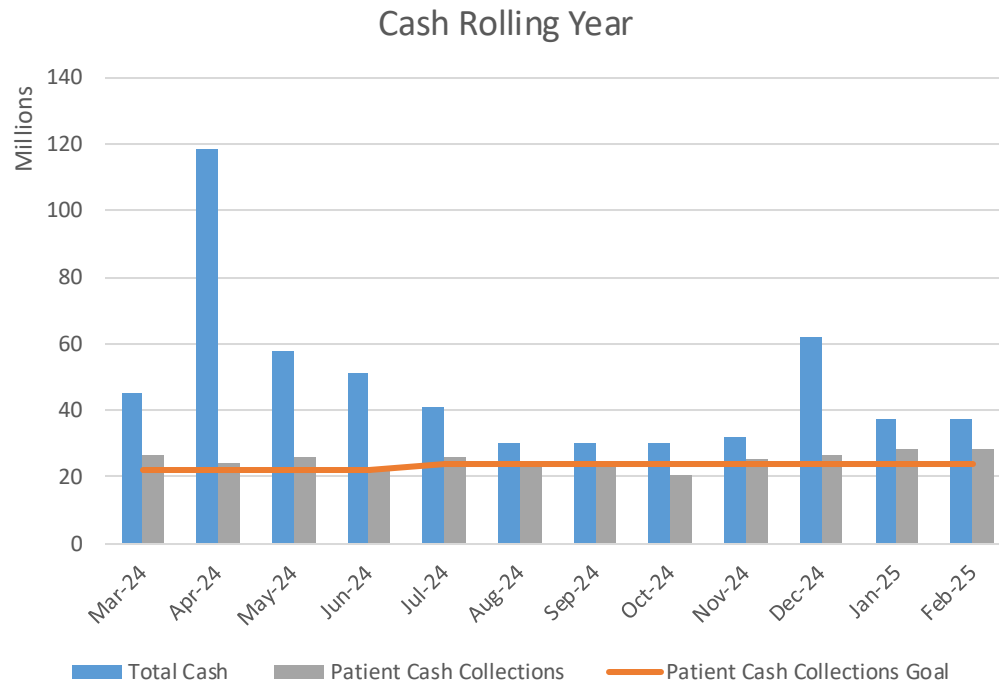
Operating Metrics



	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25
Supply Expense per AA	\$3,803	\$3,223	\$3,327	\$3,394	\$3,284	\$3,506	\$3,152	\$3,323	\$3,342	\$3,339	\$3,629	\$3,933
Pharm Cost per AA	\$1,023	\$877	\$885	\$986	\$1,006	\$982	\$1,023	\$1,057	\$980	\$1,070	\$1,125	\$1,161
Net Revenue Per AA	\$15,992	\$14,649	\$14,086	\$14,898	\$14,906	\$15,102	\$14,315	\$14,556	\$14,878	\$15,768	\$15,411	\$18,087
Budget Supp/AA	\$3,590	\$3,610	\$3,596	\$3,608	\$3,630	\$3,369	\$3,331	\$3,369	\$3,371	\$3,401	\$3,407	\$2,546
Budget Pharm/AA	\$1,210	\$1,210	\$1,211	\$1,210	\$1,027	\$953	\$942	\$953	\$953	\$962	\$964	\$966
Budget Net Rev/AA	\$15,368	\$15,272	\$15,407	\$15,252	\$16,780	\$15,593	\$15,495	\$15,601	\$15,681	\$15,748	\$15,811	\$16,229

EBIDA Rolling Year





KERN MEDICAL
3-Month Trend Analysis: Revenues & Expenses
February 28, 2025

				BUDGET	VARIANCE	PY
	DECEMBER	JANUARY	FEBRUARY	FEBRUARY	POS (NEG)	FEBRUARY
Gross Patient Revenue	\$ 115,064,775	\$ 120,905,961	\$ 112,256,882	\$ 104,604,498	7%	\$ 106,581,614
Contractual Deductions	(89,294,475)	(94,969,841)	(86,523,341)	(80,533,285)	7%	(84,027,339)
Net Revenue	25,770,300	25,936,120	25,733,541	24,071,213	7%	22,554,275
Indigent Funding	17,855,210	20,318,527	15,754,822	15,296,581	3%	12,881,016
Correctional Medicine	3,097,714	3,097,714	3,097,714	2,813,238	10%	2,847,714
County Contribution	574,550	285,210	469,110	262,550	79%	285,211
Incentive Funding	142,625	101,384	96,574	843,836	(89%)	0
Net Patient Revenue	47,440,398	49,738,954	45,151,760	43,287,417	4%	38,568,216
Other Operating Revenue	5,574,663	1,973,575	1,137,542	1,927,034	(41%)	1,132,927
Other Non-Operating Revenue	13,608	10,830	11,876	17,159	(31%)	11,379
Total Revenue	53,028,669	51,723,359	46,301,179	45,231,610	2%	39,712,521
Expenses						
Salaries	26,217,896	23,186,713	21,211,902	20,907,384	1%	19,206,271
Employee Benefits	9,434,091	10,060,738	8,282,548	8,743,126	(5%)	(1,686,719)
Registry	1,842,771	1,740,893	1,581,610	1,841,765	(5%)	2,701,171
Medical Fees	2,368,950	2,918,625	2,615,078	2,122,312	23%	2,333,226
Other Professional Fees	1,376,560	1,342,129	1,398,802	1,077,279	30%	1,206,164
Supplies	5,457,749	6,107,943	5,595,967	5,065,376	10%	4,877,035
Purchased Services	2,778,587	2,806,856	2,481,956	2,367,404	5%	2,427,324
Other Expenses	1,738,131	1,812,912	1,472,430	1,562,924	(6%)	2,113,326
Operating Expenses	51,214,735	49,976,809	44,640,293	43,687,571	2%	33,177,798
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 1,813,934	\$ 1,746,550	\$ 1,660,886	\$ 1,544,039	8%	\$ 6,534,723
EBIDA Margin	3%	3%	4%	3%	5%	16%
Interest	389,440	348,169	313,612	234,519	34%	418,423
Depreciation	753,057	454,840	670,818	666,661	1%	725,583
Amortization	588,661	585,896	585,896	617,909	(5%)	689,474
Total Expenses	52,945,892	51,365,715	46,210,619	45,206,660	2%	35,011,277
Operating Gain (Loss)	\$ 82,777	\$ 357,644	\$ 90,559	\$ 24,950	263%	\$ 4,701,244
Operating Margin	0.16%	0.69%	0.20%	0.06%	254.6%	11.8%

KERN MEDICAL
Year to Date Analysis: Revenues & Expenses
February 28, 2025

	ACTUAL	BUDGET	VARIANCE	PY	PY VARIANCE
	FYTD	FYTD	POS (NEG)	FYTD	POS (NEG)
Gross Patient Revenue	\$ 926,771,620	\$ 876,238,318	6%	\$ 842,036,832	10%
Contractual Deductions	(725,709,088)	(678,576,988)	7%	(648,442,130)	12%
Net Revenue	201,062,532	197,661,329	2%	193,594,702	
Indigent Funding	145,828,335	132,752,468	10%	123,661,573	18%
Correctional Medicine	24,781,709	24,414,885	2%	22,781,709	9%
County Contribution	2,754,924	2,278,562	21%	2,281,687	20.74%
Incentive Funding	665,782	7,323,288	(91%)	0	0.0%
Net Patient Revenue	375,093,282	364,430,532	3%	342,319,672	10%
Other Operating Revenue	22,397,942	16,723,905	34%	13,961,146	60%
Other Non-Operating Revenue	98,658	148,912	(34%)	157,424	(37%)
Total Revenue	397,589,883	381,303,349	4%	356,438,241	12%
Expenses					
Salaries	179,474,946	175,373,675	2.3%	158,872,261	13%
Employee Benefits	74,070,678	73,317,046	1.0%	56,342,018	31%
Registry	15,258,201	15,459,916	(1%)	20,194,263	(24%)
Medical Fees	19,544,135	17,796,114	10%	17,571,094	11%
Other Professional Fees	11,276,005	9,349,243	21%	12,046,395	(6%)
Supplies	44,969,462	42,504,577	6%	39,485,009	14%
Purchased Services	22,970,488	20,545,681	12%	20,905,858	10%
Other Expenses	14,547,811	13,563,943	7%	13,961,468	4%
Operating Expenses	382,111,726	367,910,195	4%	339,378,365	13%
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 15,478,156	\$ 13,393,154	16%	\$ 17,059,876	(9%)
EBIDA Margin	4%	4%	11%	5%	(19%)
Interest	2,841,130	2,035,291	40%	1,966,824	44%
Depreciation	5,409,400	5,785,668	(7%)	5,647,556	(4%)
Amortization	4,895,960	5,362,565	(9%)	4,321,831	13%
Total Expenses	395,258,216	381,093,719	4%	351,314,576	13%
Operating Gain (Loss)	\$ 2,331,667	\$ 209,630	1,012%	\$ 5,123,665	(54%)
Operating Margin	0.6%	0.1%	966.7%	1.4%	(59%)

KERN MEDICAL BALANCE SHEET

	FEBRUARY 2025	FEBRUARY 2024
ASSETS:		
<i>Total Cash</i>	\$ 24,162,892	\$ 32,581,160
Patient Receivables Subtotal	276,472,653	239,730,471
Contractual Subtotal	(236,281,788)	(186,131,122)
<i>Net Patient Receivable</i>	40,190,865	53,599,348
Total Indigent Receivable	273,448,811	262,297,647
Total Other Receivable	13,966,826	14,996,514
Total Prepaid Expenses	5,658,036	6,853,069
Total Inventory	4,784,791	5,618,750
<i>Total Current Assets</i>	362,212,220	375,946,488
Deferred Outflows of Resources	124,532,718	112,536,013
Total Land, Equipment, Buildings and Intangibles	270,274,566	266,756,718
Total Construction in Progress	13,103,672	7,724,789
<i>Total Property, Plant & Equipment</i>	283,378,238	274,481,507
Total Accumulated Depr & Amortization	(178,293,722)	(164,427,859)
<i>Net Property, Plant, and Equipment</i>	105,084,516	110,053,648
<i>Total Long Term Assets</i>	124,532,718	112,536,013
<i>Total Assets</i>	\$ 591,829,453	\$ 598,536,149

KERN MEDICAL BALANCE SHEET

	FEBRUARY 2025	FEBRUARY 2024
LIABILITIES & EQUITY:		
Total Accounts Payable	\$ 6,709,861	\$ 18,142,570
Total Accrued Compensation	33,395,373	30,827,444
Total Due Government Agencies	5,436,281	3,386,308
Total Other Accrued Liabilities	45,931,052	51,758,112
<i>Total Current Liabilities</i>	91,472,566	104,114,434
Unfunded Pension Liability	344,447,058	345,399,109
Other Long-Term Liabilities	81,032,204	81,830,738
<i>Total Long-Term Liabilities</i>	425,479,262	427,229,847
<i>Total Liabilities</i>	516,951,828	531,344,281
<i>Total Net Position</i>	74,877,625	67,191,868
<i>Total Liabilities and Net Position</i>	\$ 591,829,453	\$ 598,536,149

**KERN MEDICAL
STATEMENT OF CASH FLOWS**

	Fiscal Year-to-Date February 2025	Fiscal Year-End June 2024	Fiscal Year-to-Date February 2024	Fiscal Year-End June 2023
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for patient/current services	\$ 209,747,697	\$ 292,533,084	\$ 193,908,400	\$ 264,388,064
Cash received for other operations	139,408,227	233,602,712	92,062,101	236,708,950
Cash paid for salaries and benefits	(246,133,565)	(339,411,493)	(215,635,602)	(202,912,375)
Cash paid for services and supplies	(131,143,630)	(186,981,598)	(113,820,011)	(292,069,170)
Net cash (used in) provided by operating activities	(28,121,270)	(257,296)	(43,485,113)	6,115,469
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash (provided to) received from various County funds	-	-	-	2,070,094
Interest paid - pension obligation bond	-	420,331	-	(365,334)
Principal paid - pension obligation bond	-	(1,062,281)	-	(2,938,587)
Interest paid - line of credit	-	-	-	(262,368)
Line of credit payment	10,000,000	-	20,000,000	-
Net cash provided by (used in) noncapital financing activities	10,000,000	(641,950)	20,000,000	(1,496,195)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition or construction of capital assets	(5,544,860)	(18,896,864)	(15,519,506)	(12,141,601)
Payments on right-of-usage lease liability	(1,961,709)	3,896,089	4,878,594	(3,034,901)
Interest paid - right-of-usage lease liability	(5,675)	31,211	34,177	
Payments on SBITA liability	(505,554)	(752,150)	(250,717)	(782,410)
Interest paid - SBITA	(397)	2,013	2,422	-
Net cash used by capital and related financing activities	(8,018,195)	(15,719,700)	(10,855,030)	(15,958,912)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on bank deposits and investments	-	-	-	181,109
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(26,139,465)	(16,618,946)	(34,340,143)	(11,158,529)
CASH AND CASH EQUIVALENTS, beginning of year	50,302,358	66,921,303	66,921,303	78,079,832
CASH AND CASH EQUIVALENTS, year-to-date	\$ 24,162,892	\$ 50,302,358	\$ 32,581,160	\$ 66,921,303