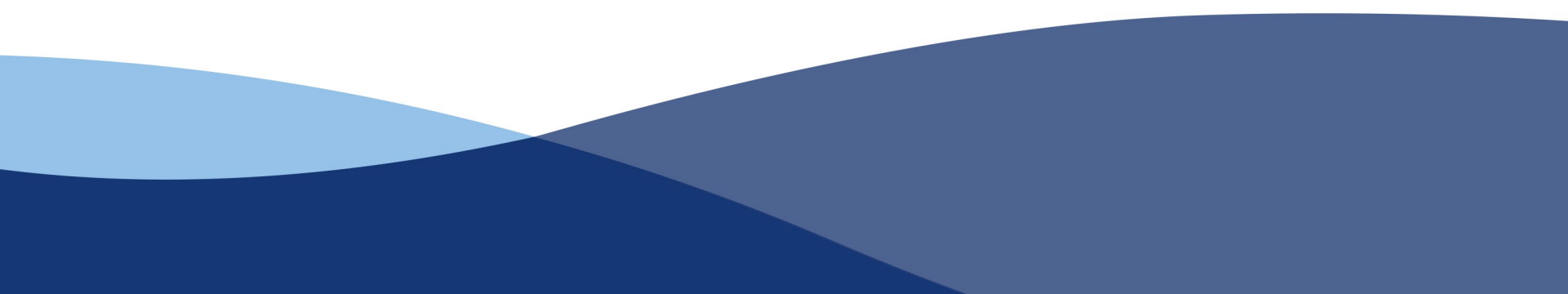
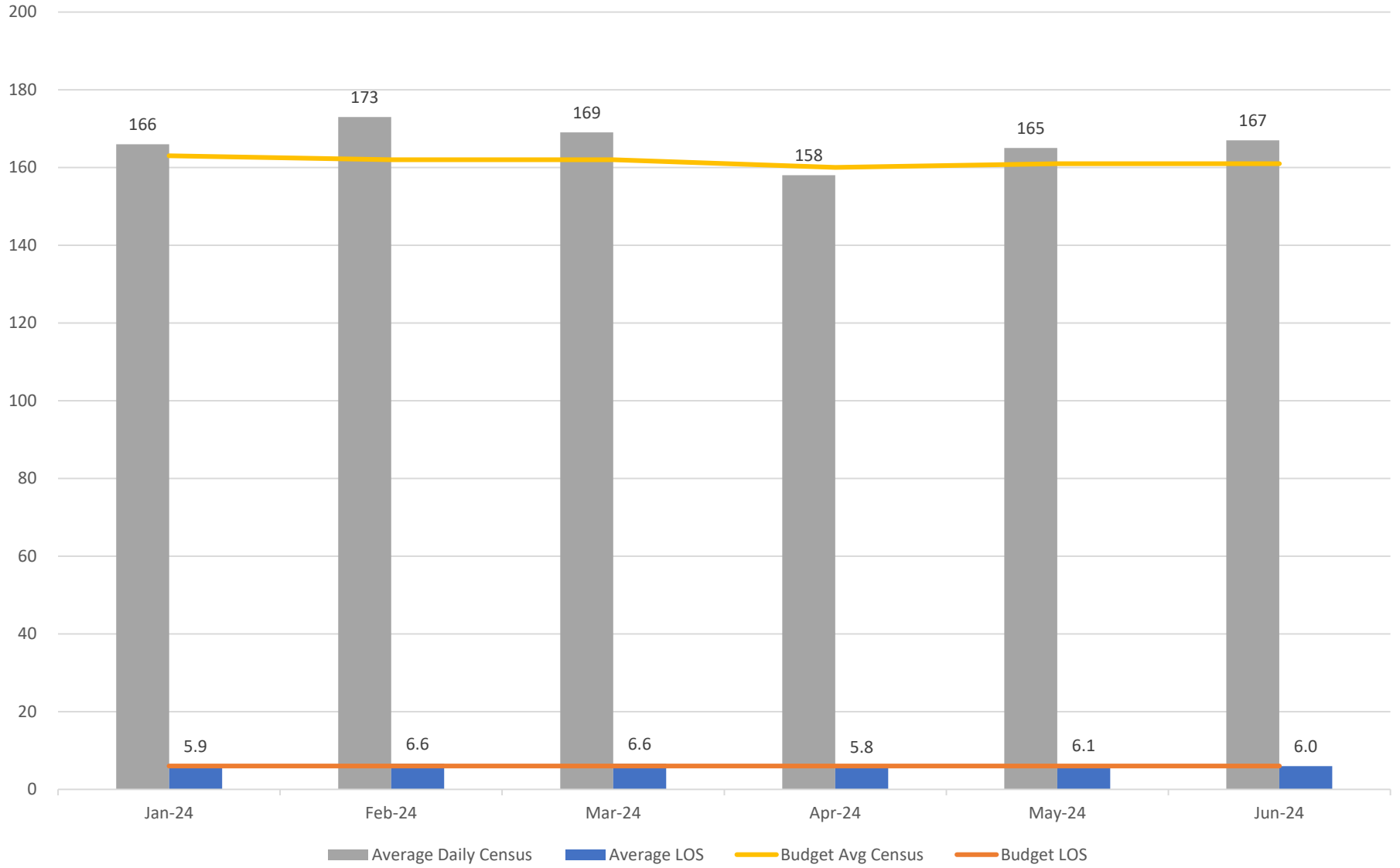




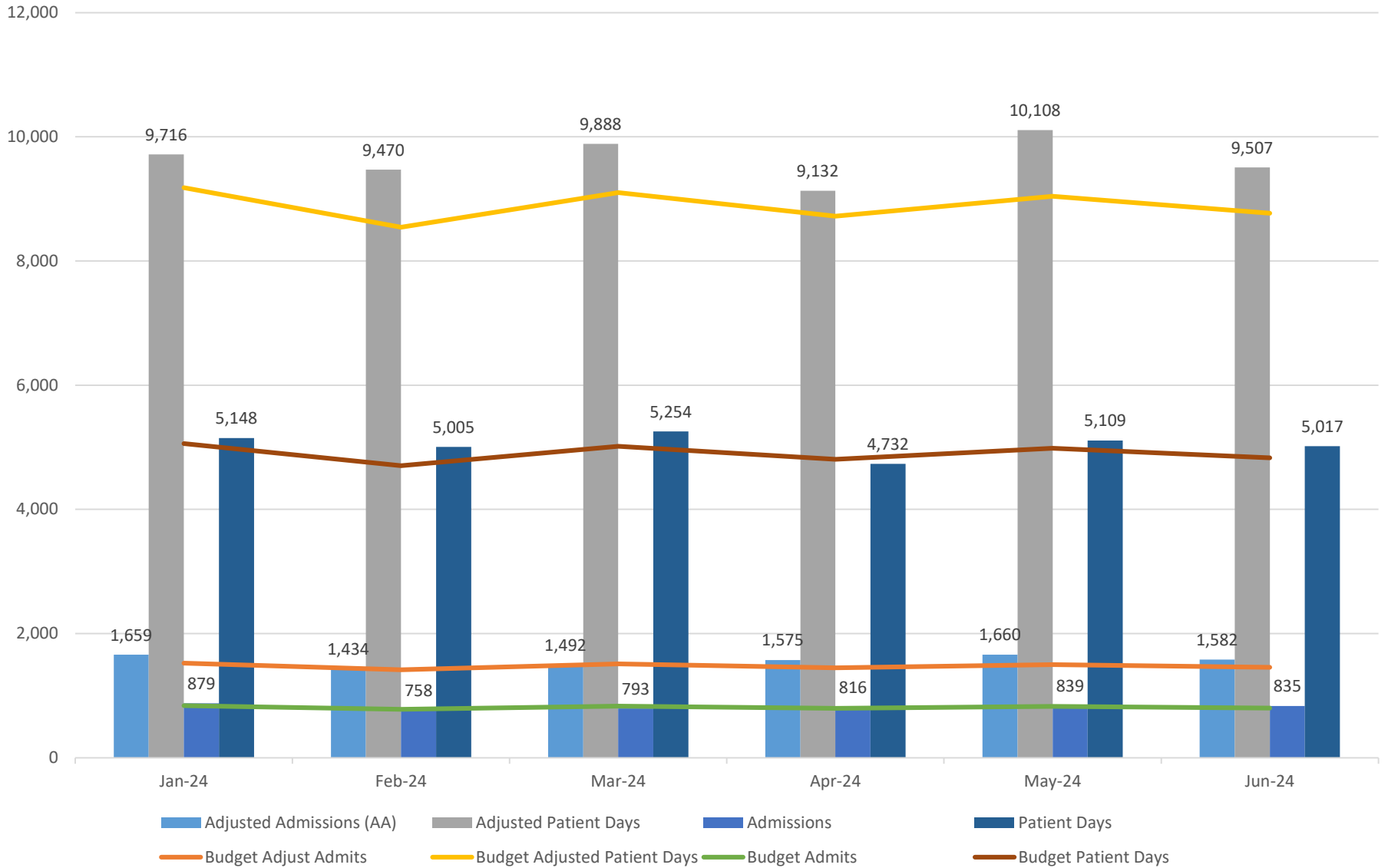
**BOARD OF GOVERNORS' REPORT
KERN MEDICAL – JUNE 2024**



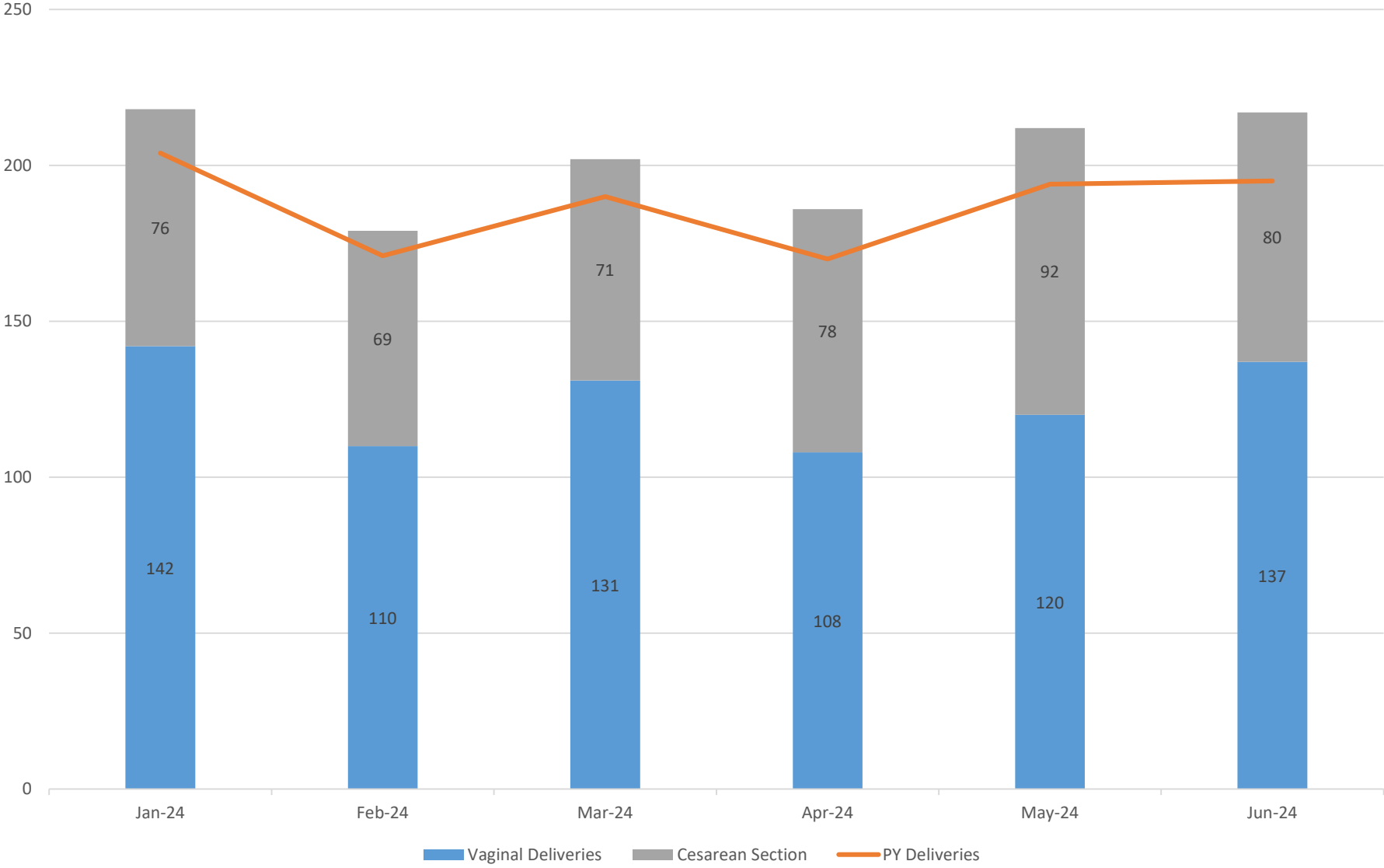
Census & ALOS



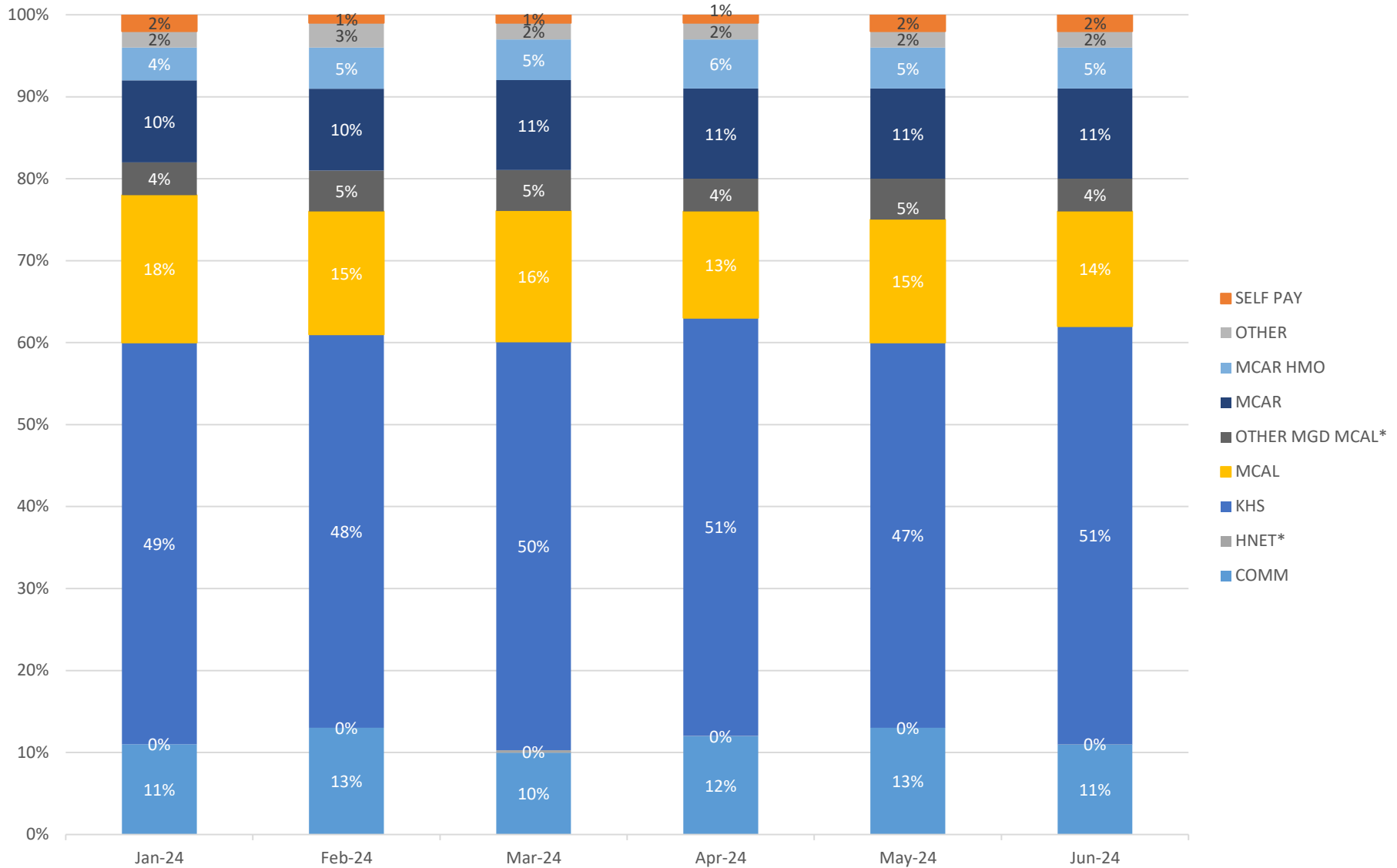
Hospital Volumes



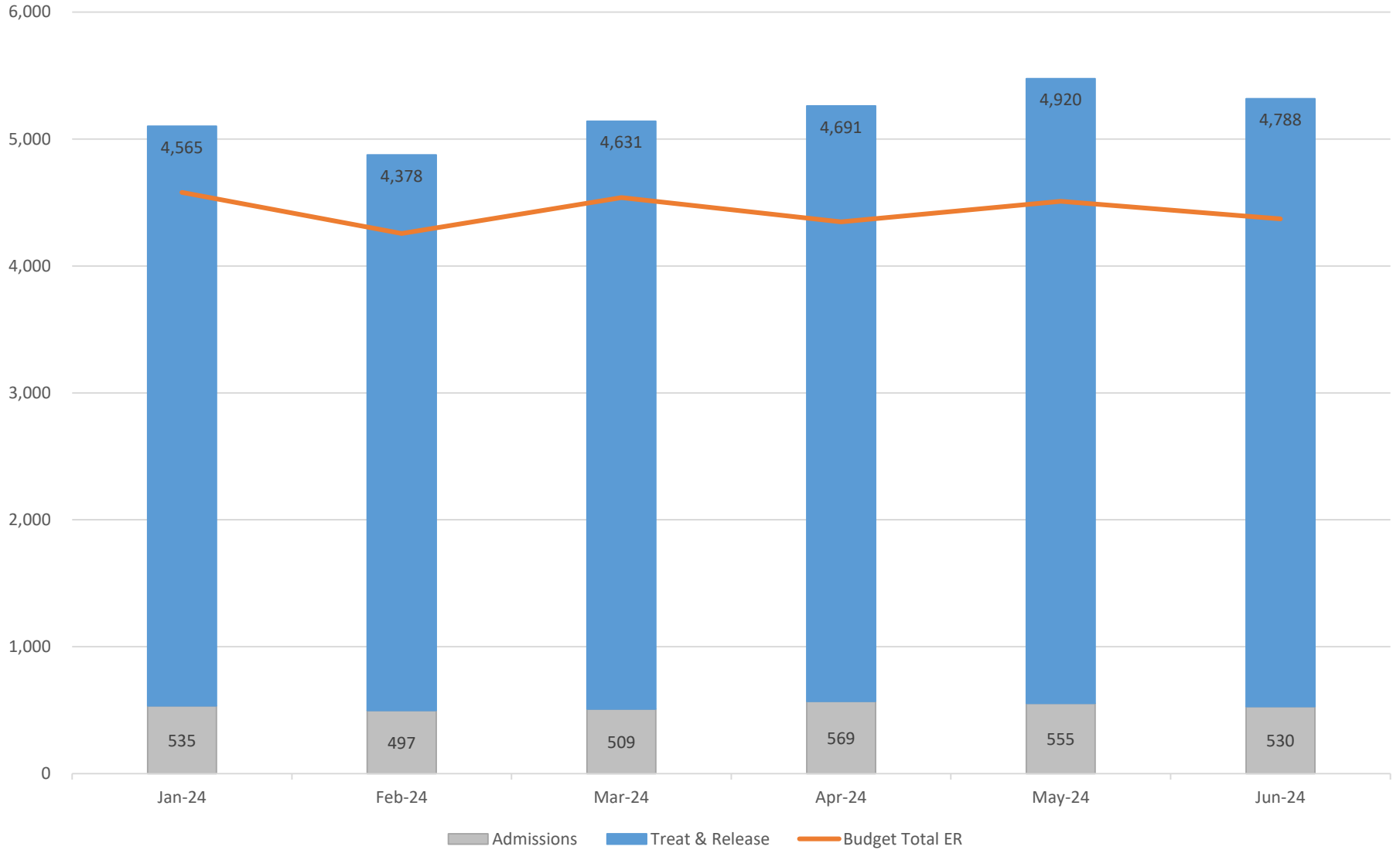
Deliveries



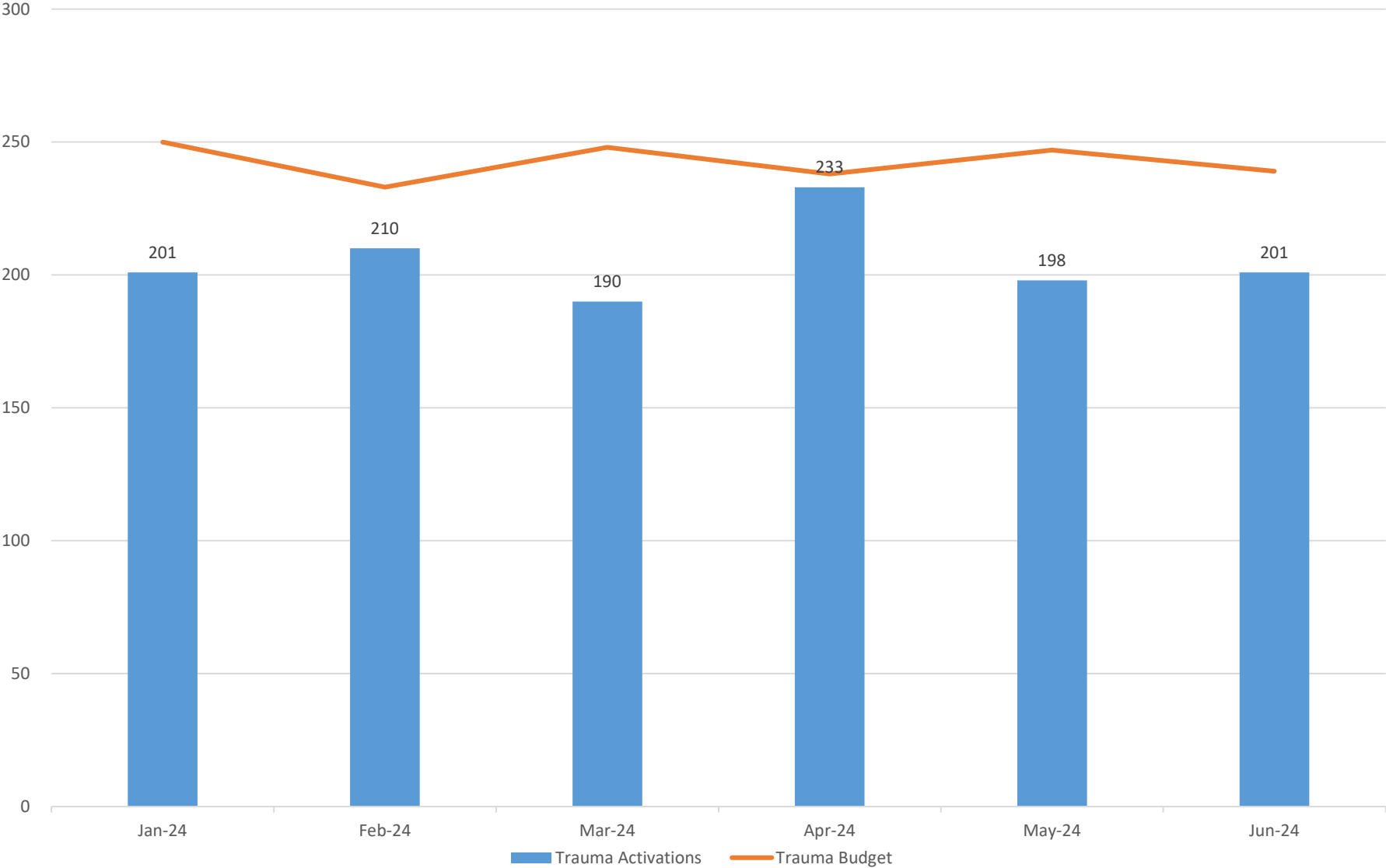
PAYER MIX



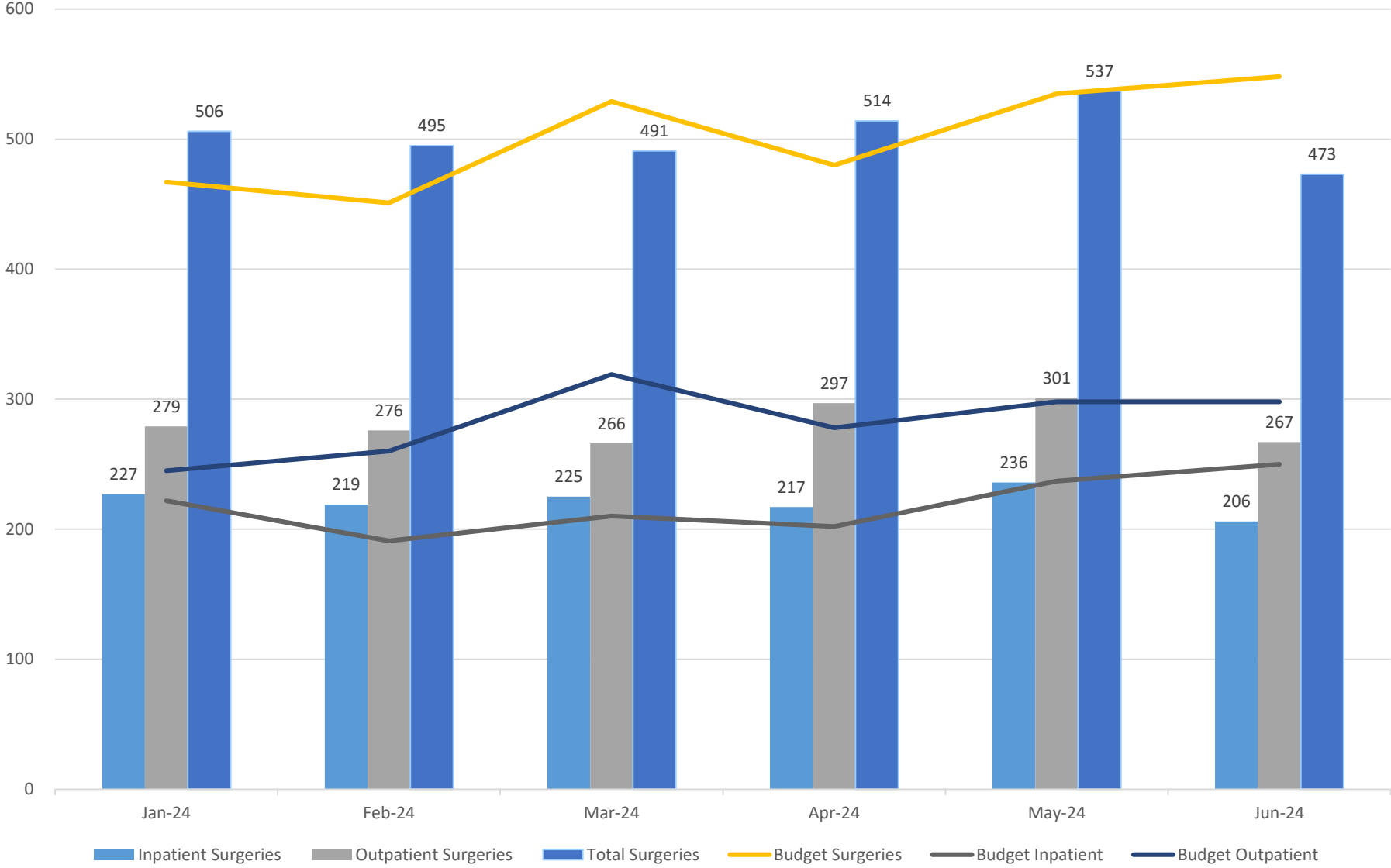
Emergency Room Volume



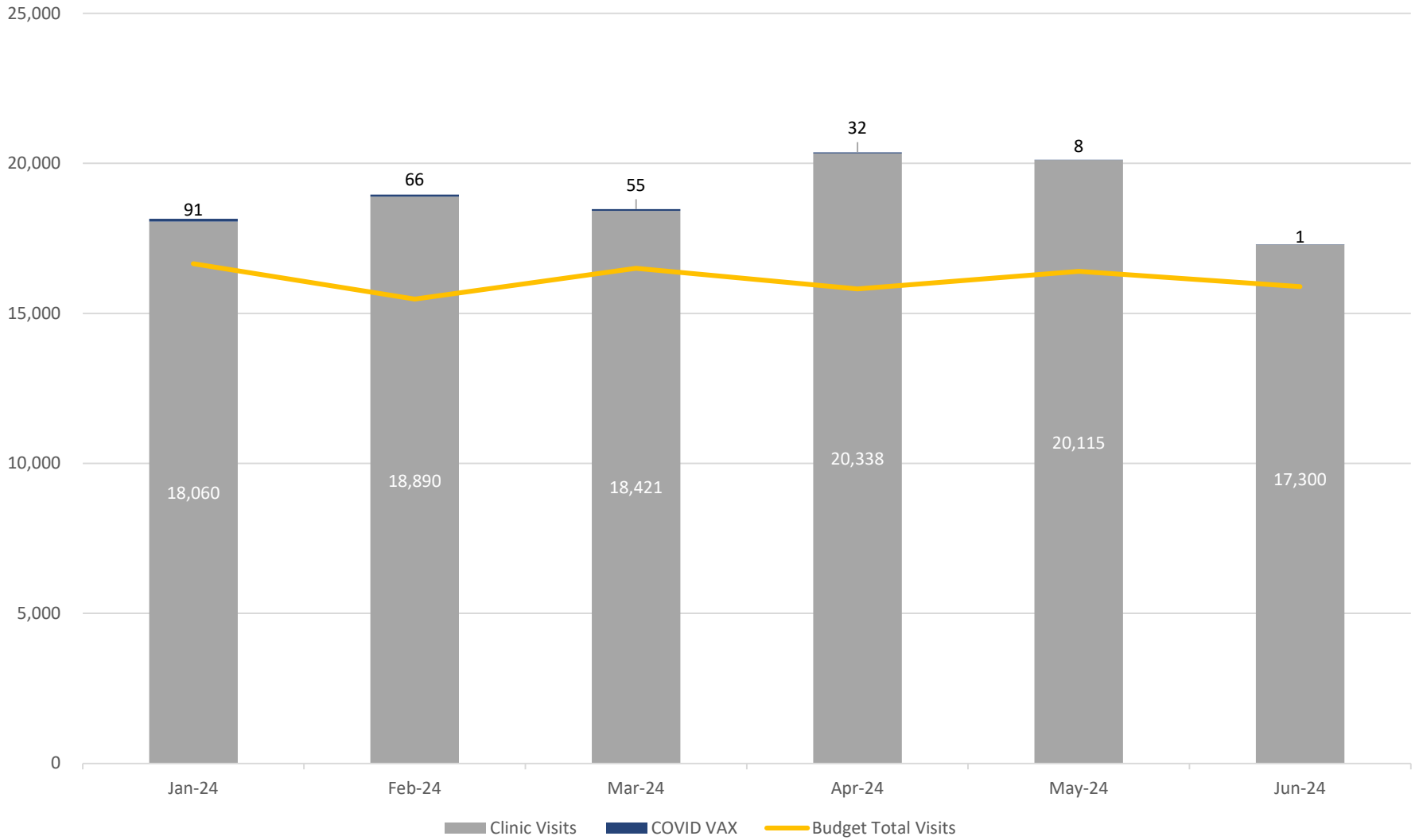
Trauma Activations



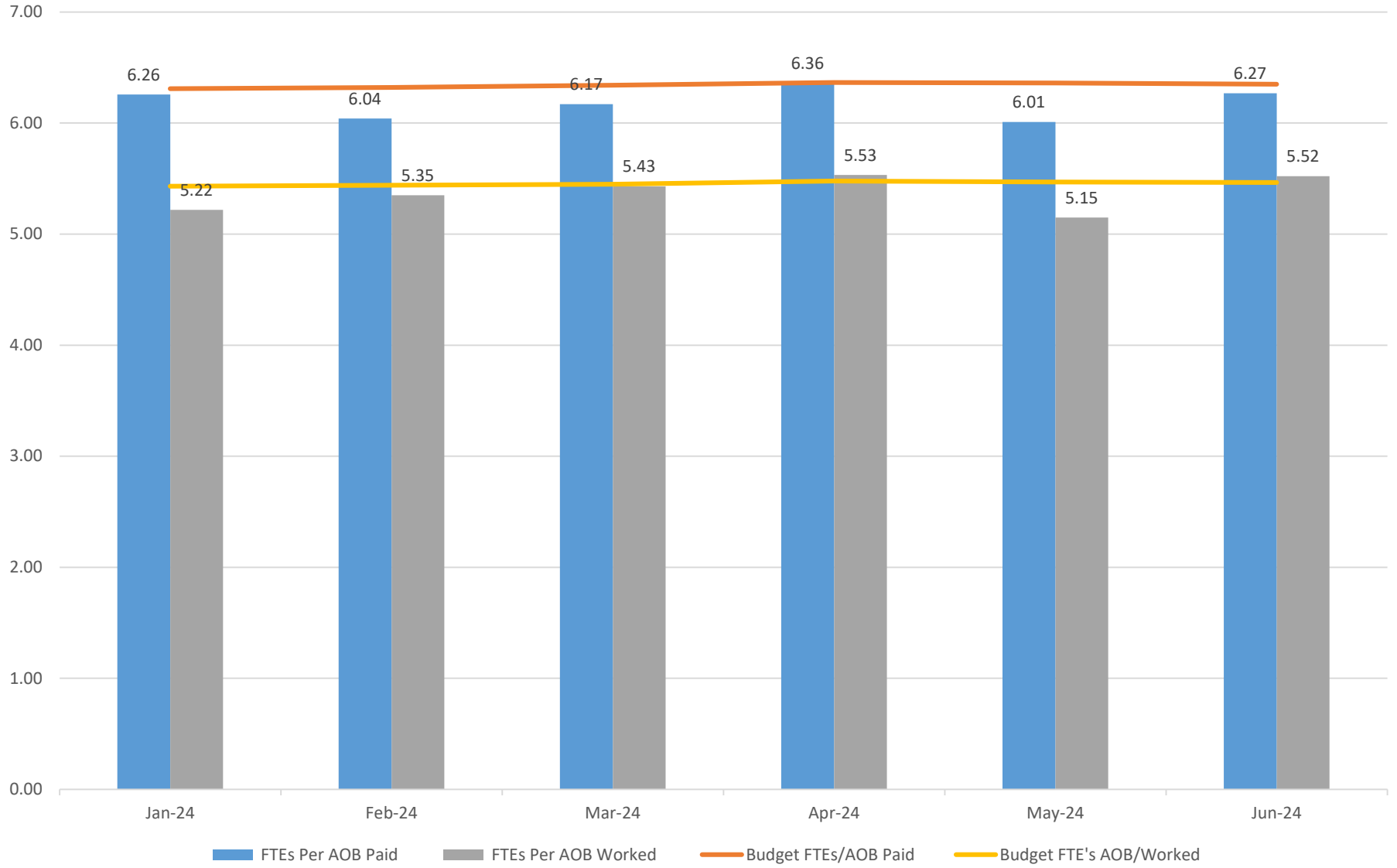
Surgical Volume



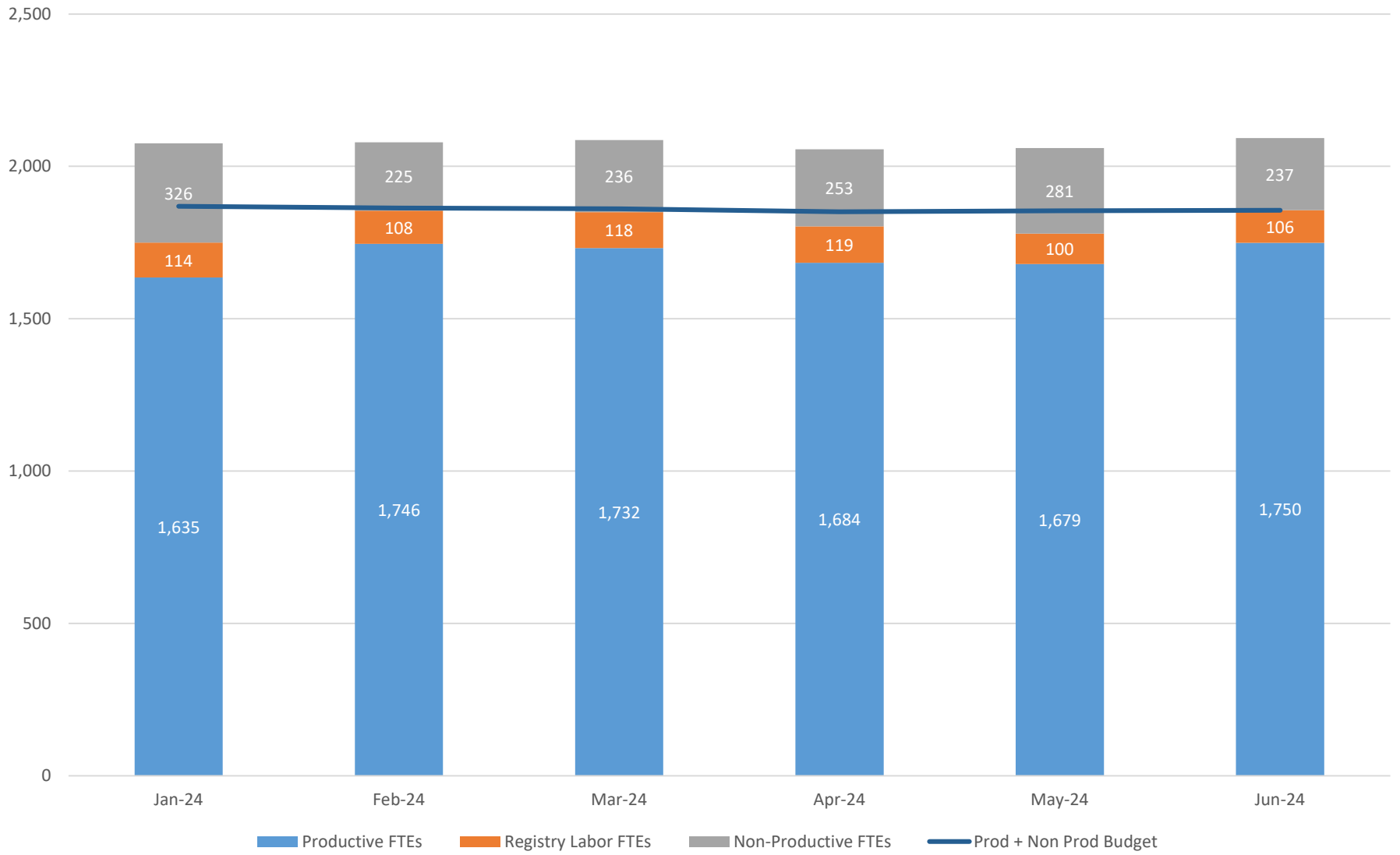
Clinic Visits



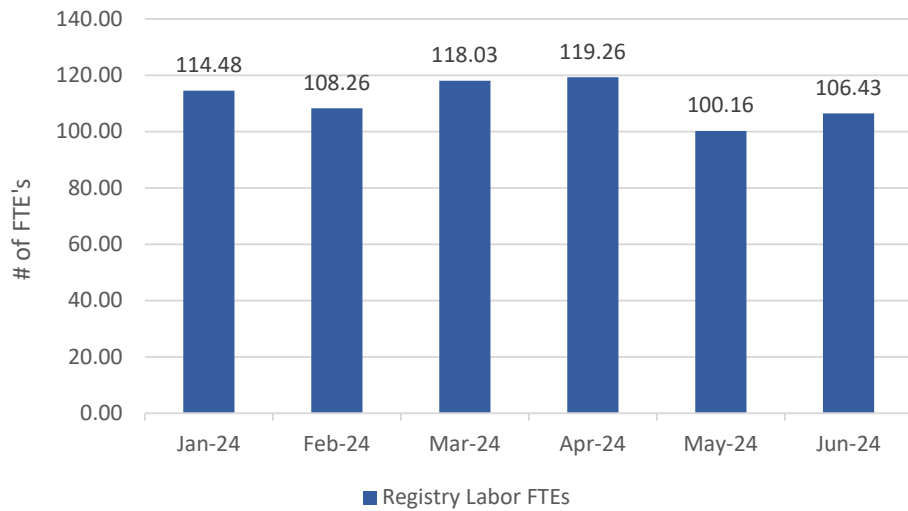
Labor Metrics



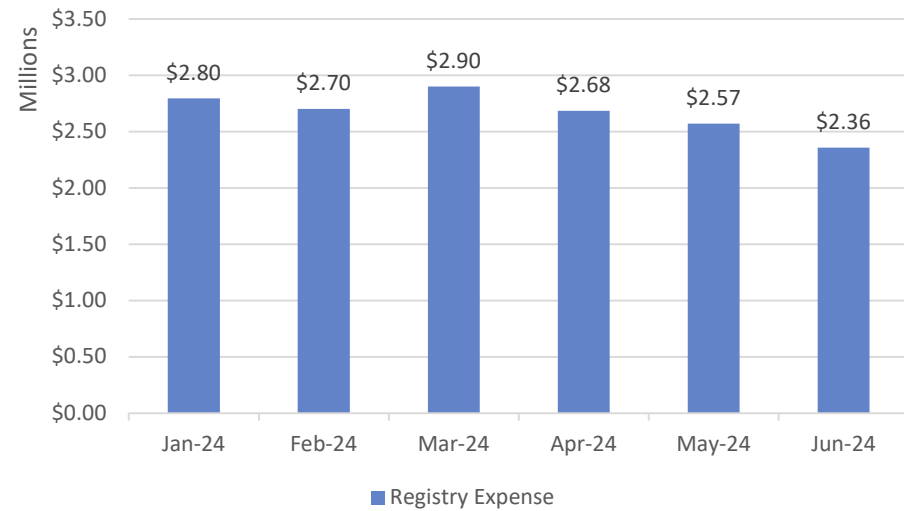
Productivity



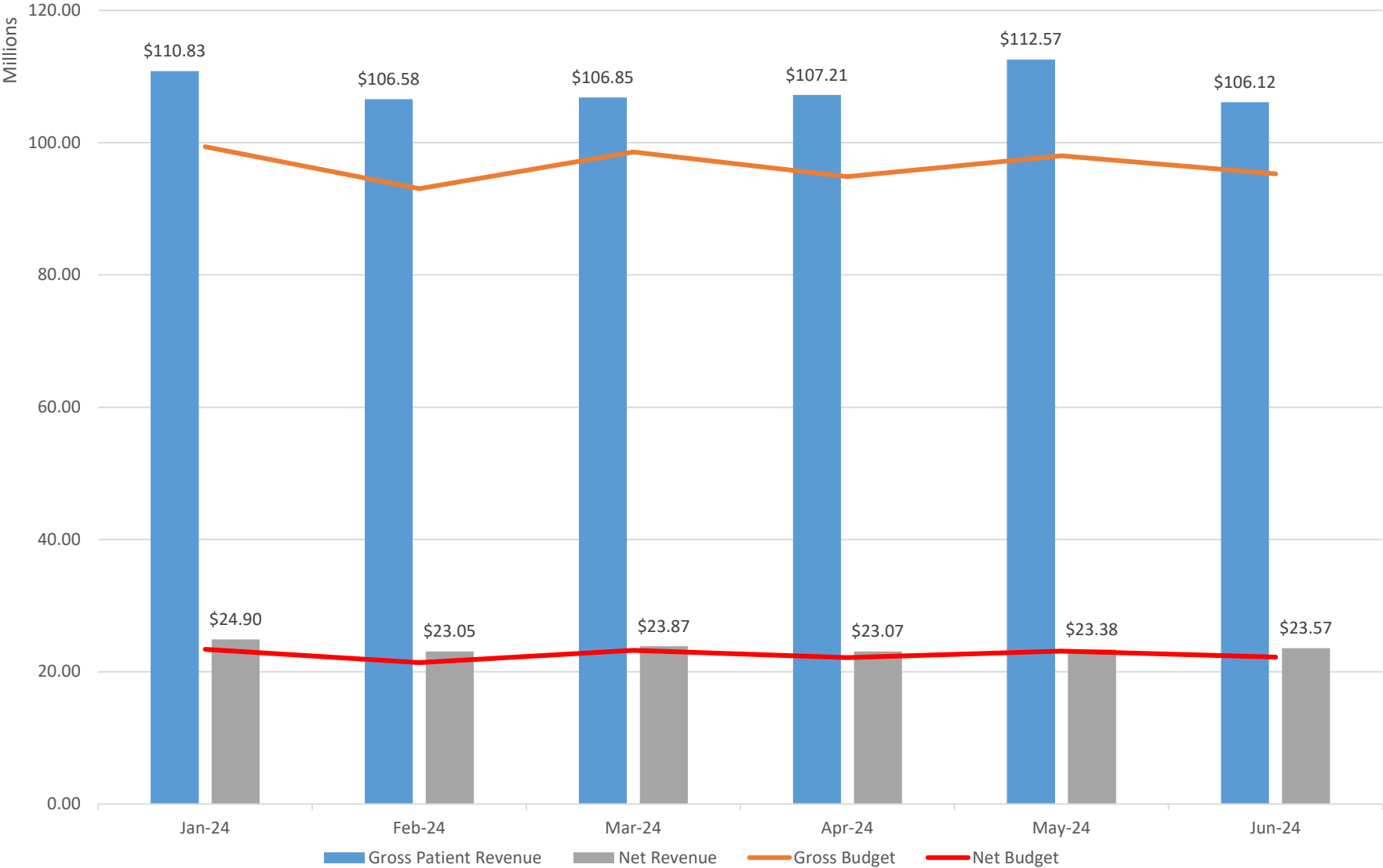
Registry FTE's



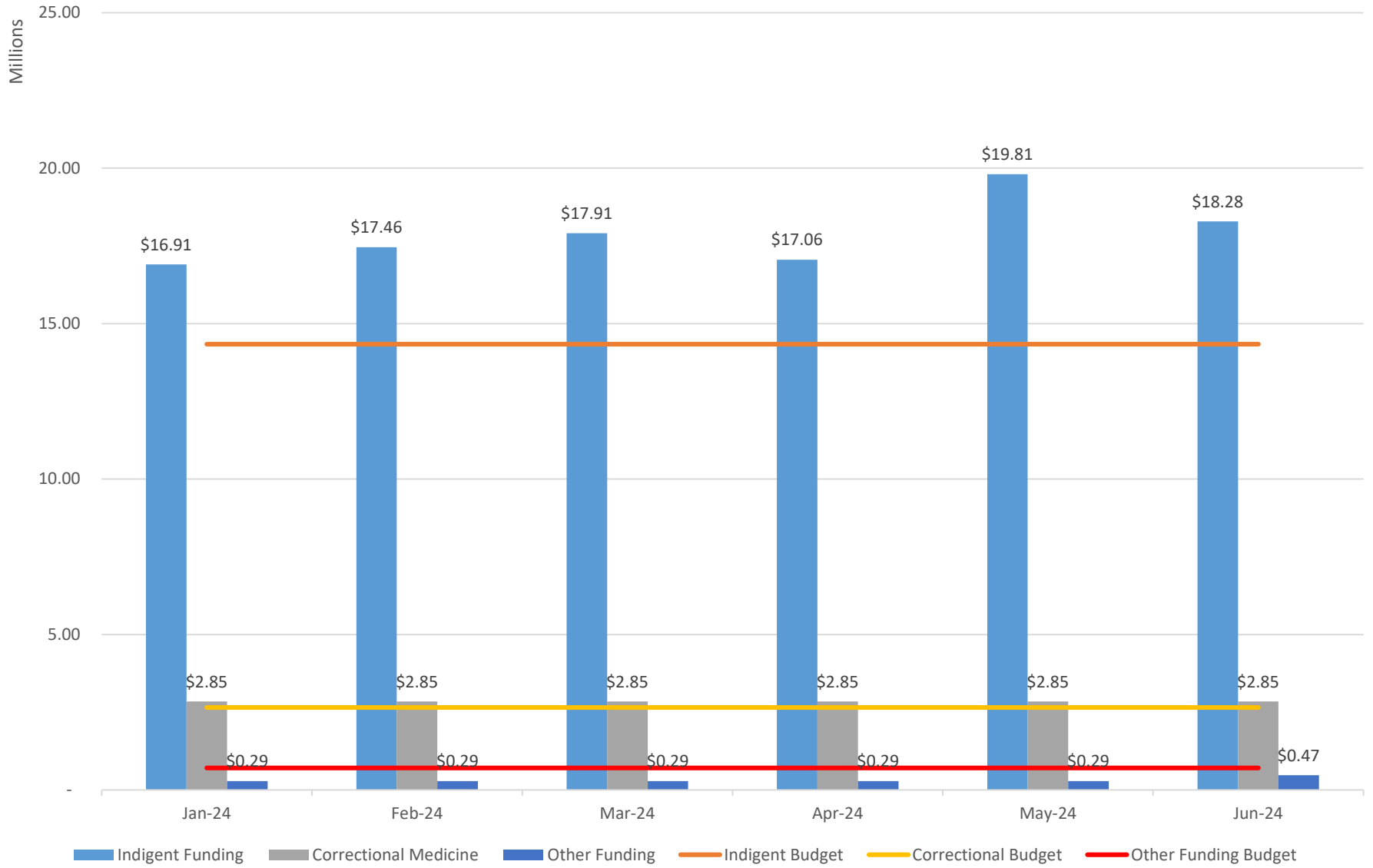
Registry Expense



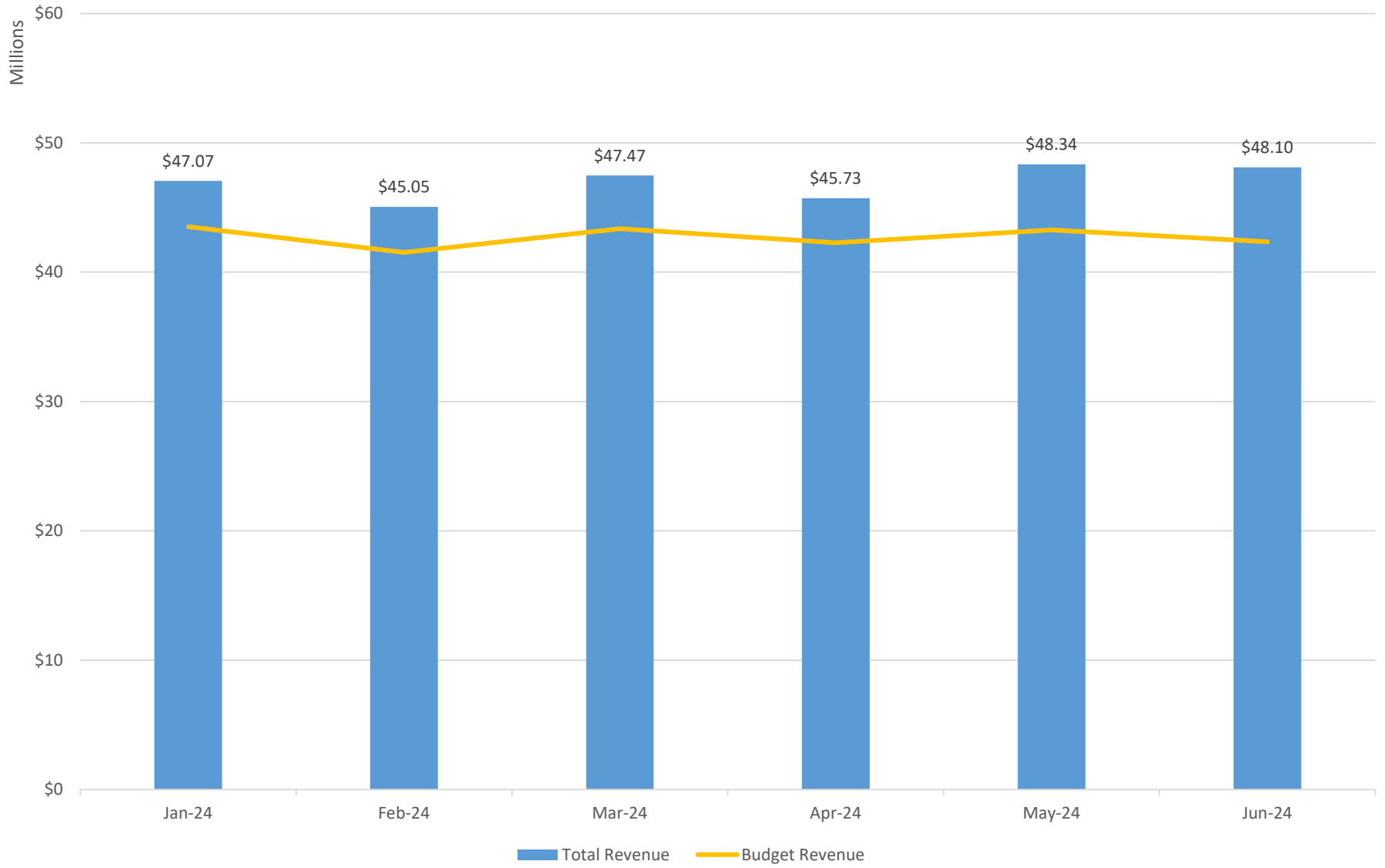
Patient Revenue



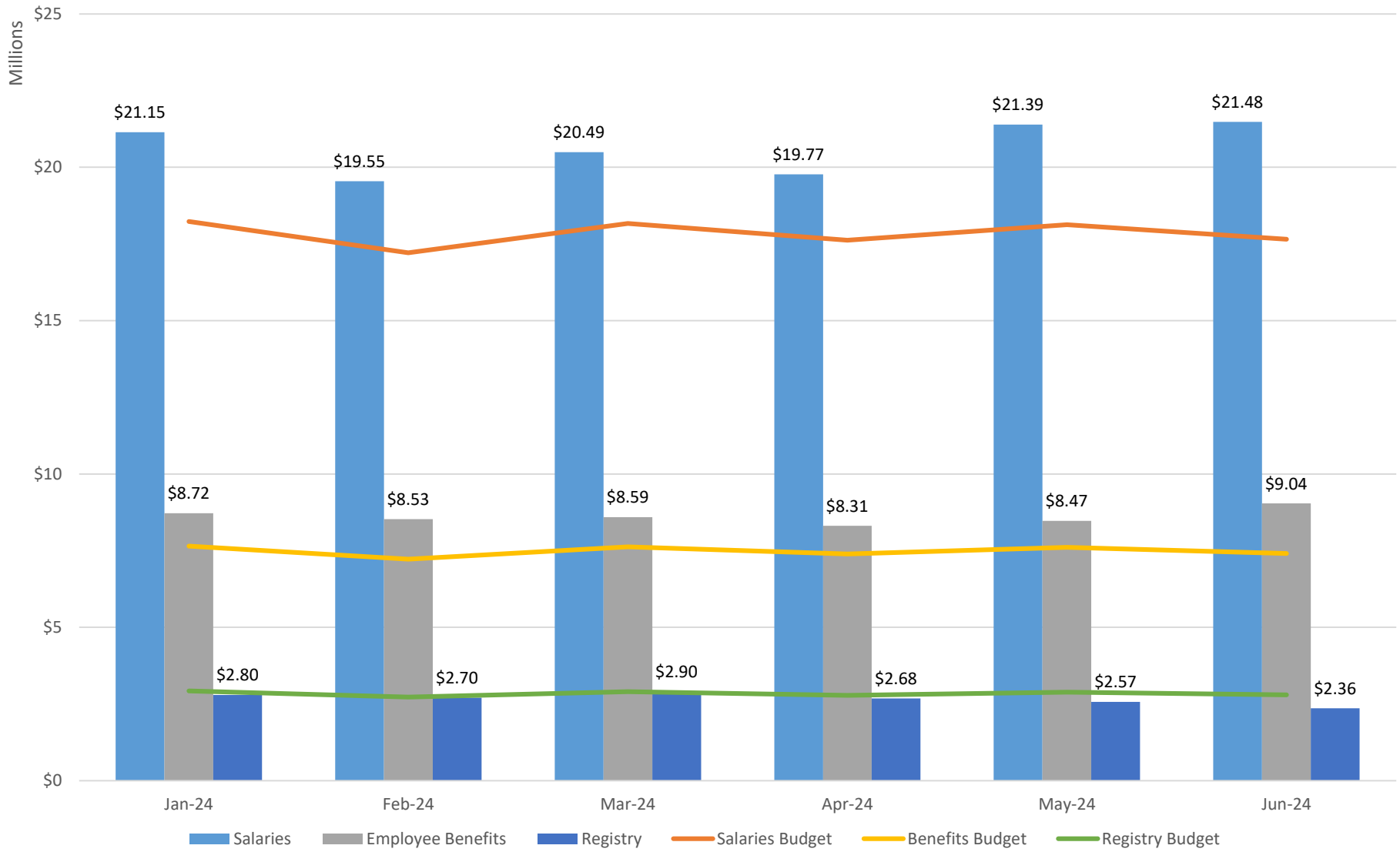
Indigent & Correctional Revenue



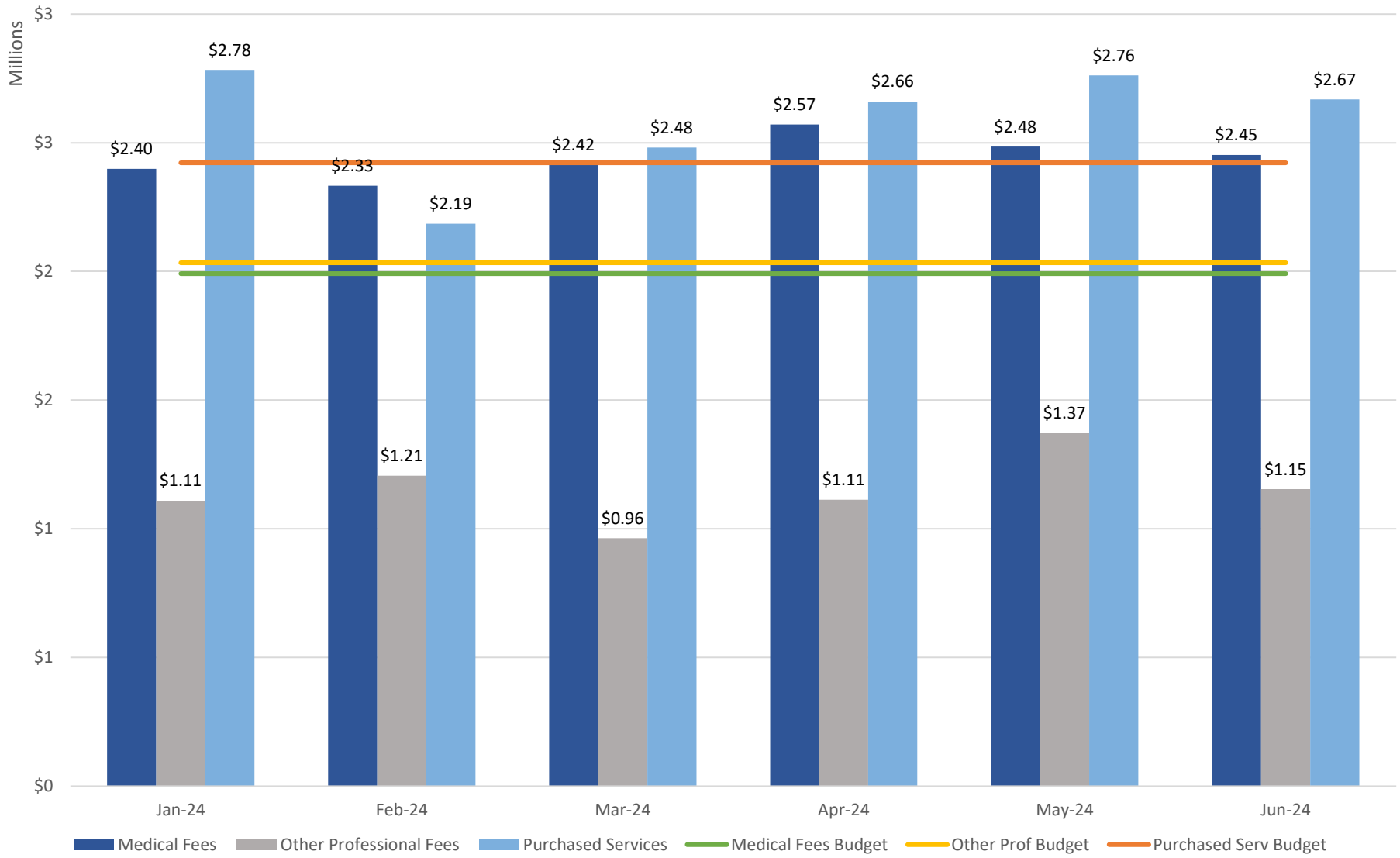
Total Revenue



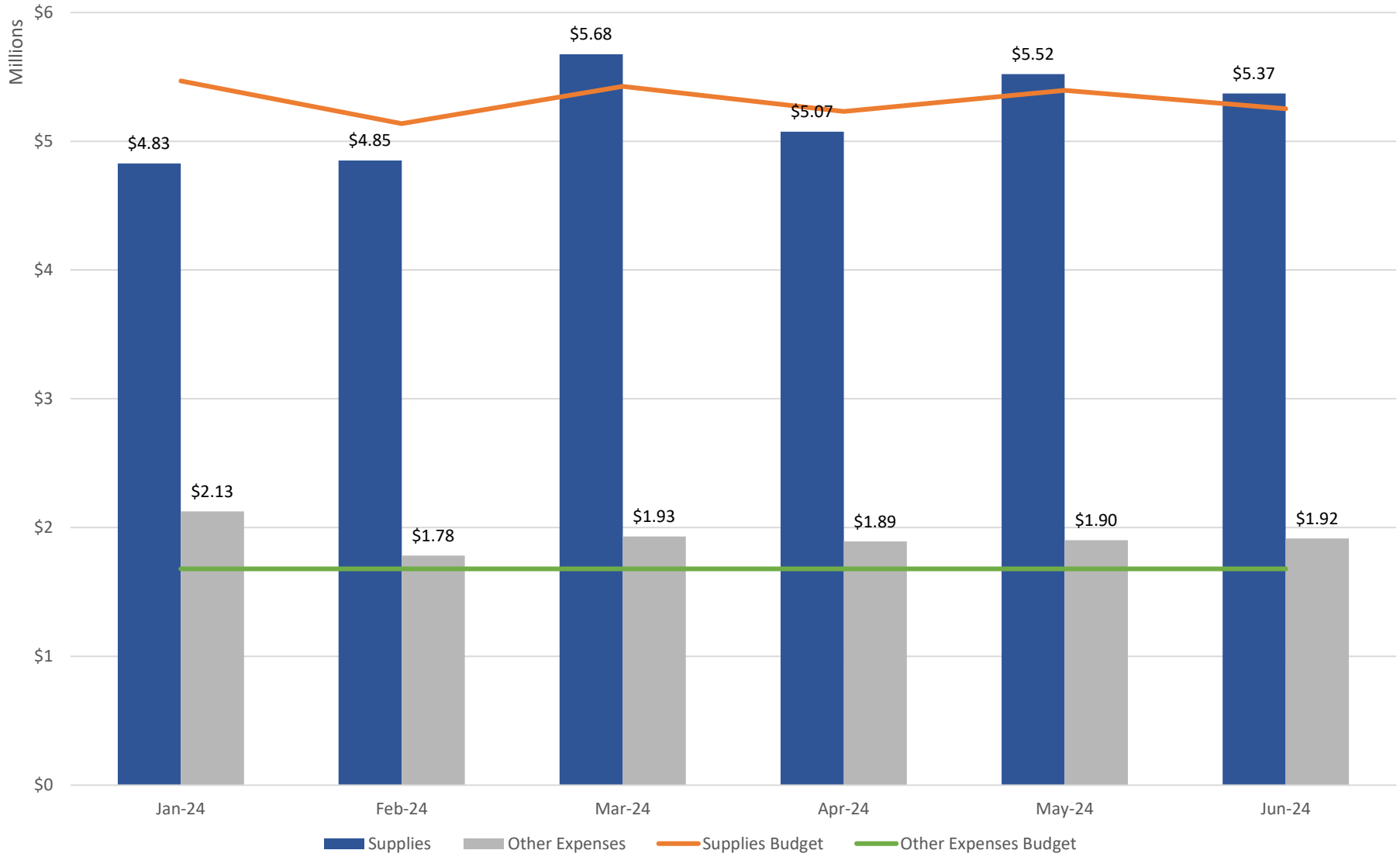
Expenses



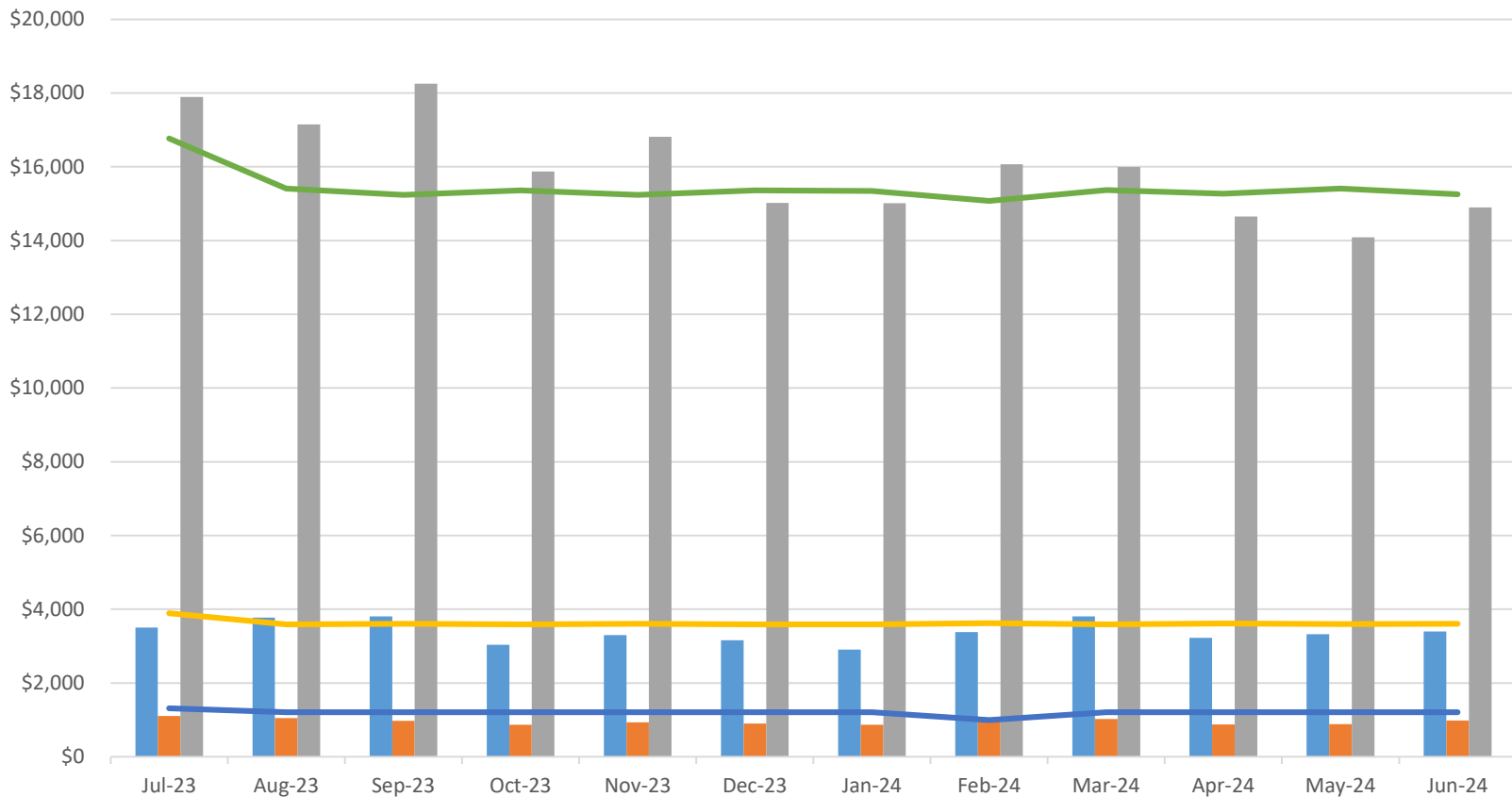
Expenses



Expenses

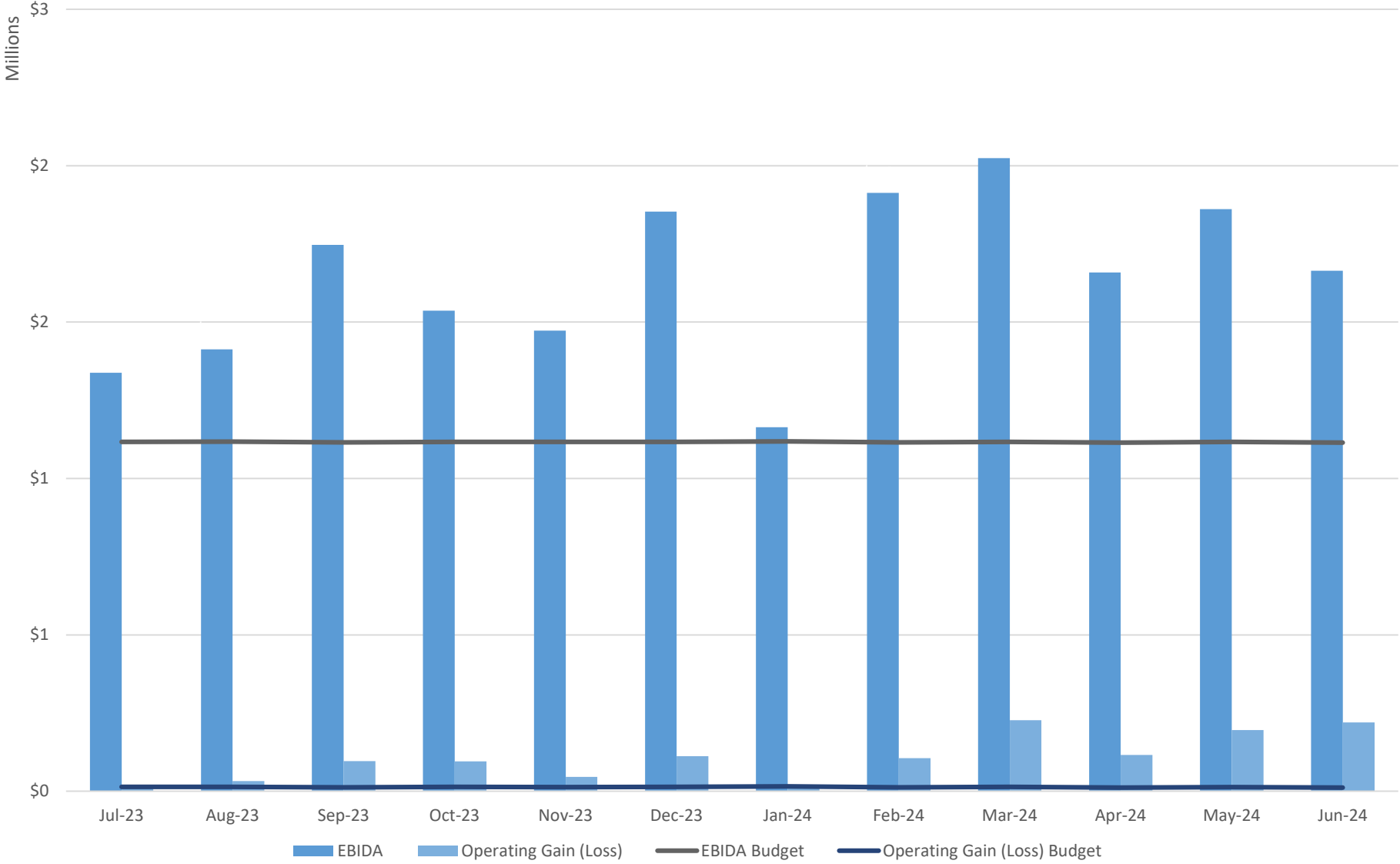


Operating Metrics

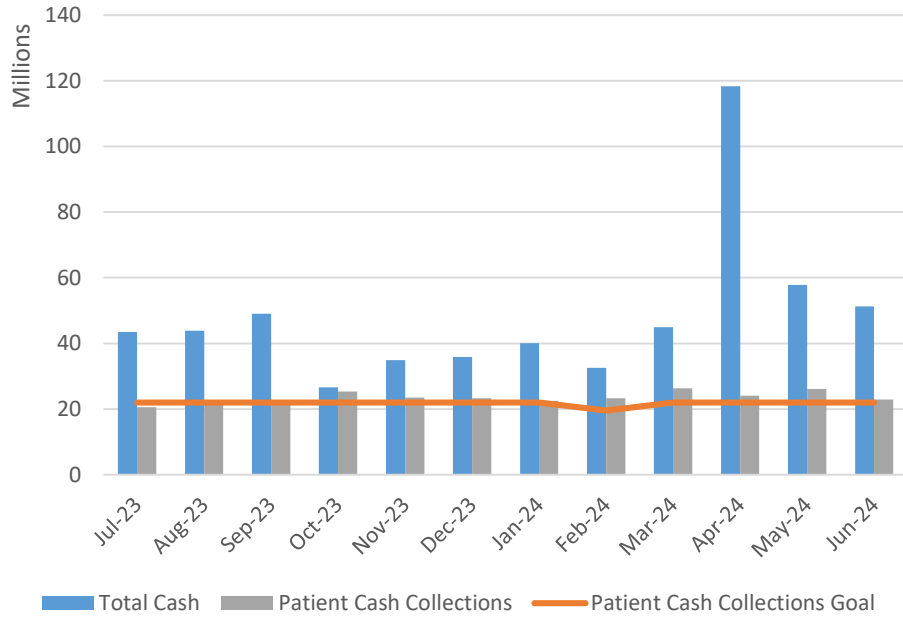


	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24
Supply Expense per AA	\$3,502	\$3,775	\$3,809	\$3,038	\$3,303	\$3,161	\$2,910	\$3,383	\$3,803	\$3,223	\$3,327	\$3,394
Pharm Cost per AA	\$1,104	\$1,047	\$978	\$866	\$932	\$904	\$865	\$1,011	\$1,023	\$877	\$885	\$986
Net Revenue Per AA	\$17,893	\$17,150	\$18,258	\$15,875	\$16,817	\$15,020	\$15,012	\$16,073	\$15,992	\$14,649	\$14,086	\$14,898
Budget Supp/AA	\$3,891	\$3,590	\$3,606	\$3,589	\$3,606	\$3,589	\$3,589	\$3,621	\$3,590	\$3,610	\$3,596	\$3,608
Budget Pharm/AA	\$1,310	\$1,210	\$1,210	\$1,210	\$1,210	\$1,210	\$1,211	\$999	\$1,210	\$1,210	\$1,211	\$1,210
Budget Net Rev/AA	\$16,765	\$15,413	\$15,234	\$15,361	\$15,235	\$15,361	\$15,341	\$15,077	\$15,368	\$15,272	\$15,407	\$15,252

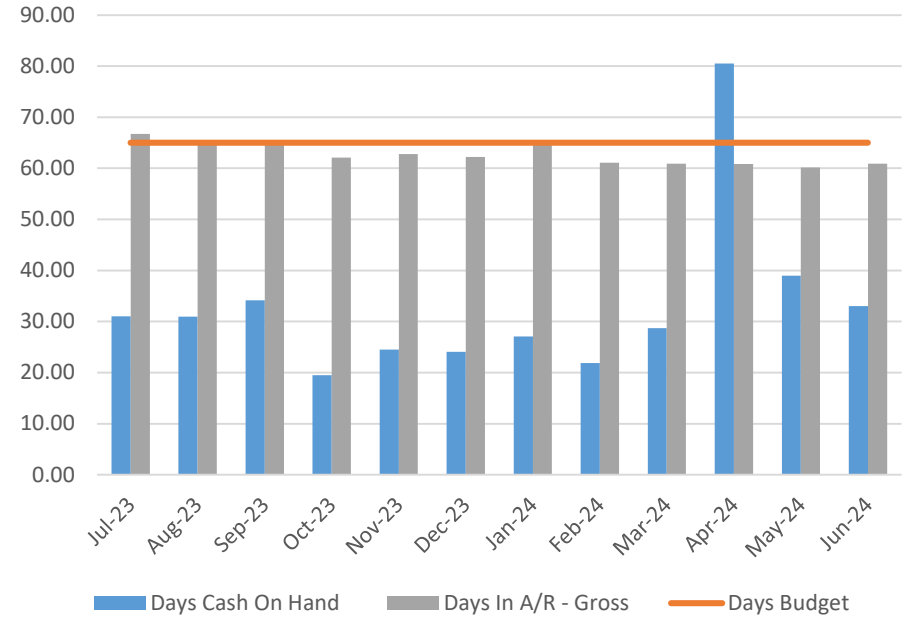
EBIDA Rolling Year



Cash Rolling Year



AR Days Rolling Year



KERN MEDICAL

3-Month Trend Analysis: Revenue & Expenses

June 30, 2024

				BUDGET	VARIANCE	PY
	APRIL	MAY	JUNE	JUNE	POS (NEG)	JUNE
Gross Patient Revenue	\$ 107,205,718	\$ 112,567,880	\$ 106,117,460	\$ 95,296,707	11%	\$ 97,404,066
Contractual Deductions	(84,138,267)	(89,185,577)	(82,543,254)	(73,090,318)	13%	(79,948,369)
Net Revenue	23,067,451	23,382,303	23,574,205	22,206,389	6%	17,455,697
Indigent Funding	17,055,758	19,805,758	18,283,151	14,338,567	28%	14,208,613
Correctional Medicine	2,847,714	2,847,714	2,847,714	2,651,620	7%	2,608,481
County Contribution	285,677	285,211	285,211	282,447	1%	285,211
Incentive Funding	0	0	186,406	425,000	(56%)	0
Net Patient Revenue	43,256,599	46,320,986	45,176,687	39,904,023	13%	34,558,001
Other Operating Revenue	2,458,814	2,007,284	2,911,658	2,428,863	20%	6,201,973
Other Non-Operating Revenue	11,076	9,318	14,726	13,060	13%	13,499
Total Revenue	45,726,489	48,337,589	48,103,071	42,345,947	14%	40,773,473
Expenses						
Salaries	19,770,883	21,394,562	21,483,131	17,652,442	22%	18,074,740
Employee Benefits	8,305,515	8,470,106	9,037,265	7,405,150	22%	5,759,672
Registry	2,681,965	2,570,121	2,356,954	2,794,088	(16%)	2,499,272
Medical Fees	2,570,621	2,484,908	2,452,926	1,991,696	23%	2,163,682
Other Professional Fees	1,112,762	1,371,290	1,153,808	2,033,569	(43%)	2,044,784
Supplies	5,074,477	5,522,114	5,371,258	5,253,450	2%	4,481,074
Purchased Services	2,660,121	2,761,923	2,668,373	2,422,027	10%	2,354,587
Other Expenses	1,891,663	1,901,547	1,915,172	1,678,508	14%	1,762,554
Operating Expenses	44,068,006	46,476,570	46,438,885	41,230,930	13%	39,140,365
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 1,658,483	\$ 1,861,018	\$ 1,664,186	\$ 1,115,016	49%	\$ 1,633,108
EBIDA Margin	4%	4%	3%	3%	31%	4%
Interest	200,050	241,366	400,752	117,423	241%	349,601
Depreciation	644,627	667,754	342,049	699,368	(51%)	793,939
Amortization	697,970	756,606	701,227	286,579	145%	1,335,445
Total Expenses	45,610,653	48,142,296	47,882,913	42,334,300	13%	41,619,349
Operating Gain (Loss)	\$ 115,837	\$ 195,293	\$ 220,158	\$ 11,647	1,790%	\$ (845,876)
Operating Margin	0.25%	0.40%	0.46%	0.03%	1,564.1%	(2.1%)

KERN MEDICAL
Year to Date Analysis: Revenue & Expenses
June 30, 2024

	ACTUAL	BUDGET	VARIANCE	PY	PY VARIANCE
	FYTD	FYTD	POS (NEG)	FYTD	POS (NEG)
Gross Patient Revenue	\$ 1,274,776,045	\$ 1,164,404,035	9%	\$ 1,143,874,305	11%
Contractual Deductions	(986,794,264)	(891,415,314)	11%	(875,954,719)	13%
Net Revenue	287,981,781	272,988,721	5%	267,919,585	
Indigent Funding	201,286,740	172,062,805	17.0%	173,298,171	16%
Correctional Medicine	34,172,564	31,819,437	7%	31,016,094	10%
County Contribution	3,422,997	3,389,367	1%	3,422,531	0.01%
Incentive Funding	186,406	5,100,000	(96%)	1,404,200	0.0%
Net Patient Revenue	527,050,488	485,360,330	9%	477,060,582	10%
Other Operating Revenue	24,162,838	29,146,361	(17%)	30,036,798	(20%)
Other Non-Operating Revenue	202,112	156,720	29%	1,857,694	(89%)
Total Revenue	551,415,437	514,663,412	7%	508,955,075	8%
Expenses					
Salaries	242,356,280	215,021,346	12.7%	209,587,325	16%
Employee Benefits	100,959,488	90,201,427	11.9%	85,323,696	18%
Registry	30,701,142	34,200,131	(10%)	34,623,148	(11%)
Medical Fees	27,495,136	23,900,350	15%	25,481,810	8%
Other Professional Fees	16,647,997	24,402,826	(32%)	25,185,895	(34%)
Supplies	61,102,915	64,131,504	(5%)	60,843,345	0.4%
Purchased Services	31,236,003	29,263,883	7%	30,223,472	3%
Other Expenses	21,270,041	20,142,091	6%	19,241,017	11%
Operating Expenses	531,769,001	501,263,559	6%	490,509,709	8%
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 19,646,437	\$ 13,399,852	47%	\$ 18,445,366	7%
EBIDA Margin	4%	3%	37%	4%	(2%)
Interest	3,135,010	1,409,077	122%	1,962,649	60%
Depreciation	8,040,981	8,392,413	(4%)	8,418,720	(4%)
Amortization	7,184,100	3,438,947	109%	6,429,492	12%
Total Expenses	550,129,092	514,503,996	7%	507,320,569	8%
Operating Gain (Loss)	\$ 1,286,346	\$ 159,416	707%	\$ 1,634,506	(21%)
Operating Margin	0.2%	0.0%	653.1%	0.3%	(27%)

**KERN MEDICAL
BALANCE SHEET**

	JUNE 2024	JUNE 2023
ASSETS:		
<i>Total Cash</i>	\$ 51,292,807	\$ 66,921,303
Patient Receivables Subtotal	226,705,462	231,601,324
Contractual Subtotal	(178,831,571)	(174,185,680)
<i>Net Patient Receivable</i>	47,873,891	57,415,643
Total Indigent Receivable	213,986,673	197,883,640
Total Other Receivable	18,710,043	16,613,810
Total Prepaid Expenses	7,169,124	5,666,451
Total Inventory	4,640,927	5,487,464
<i>Total Current Assets</i>	343,673,465	349,988,312
Deferred Outflows of Resources	112,536,013	105,241,458
Total Land, Equipment, Buildings and Intangibles	269,668,722	252,842,138
Total Construction in Progress	8,190,143	11,851,019
<i>Total Property, Plant & Equipment</i>	277,858,865	264,693,157
Total Accumulated Depr & Amortization	(169,685,192)	(155,408,105)
<i>Net Property, Plant, and Equipment</i>	108,173,673	109,285,051
<i>Total Long Term Assets</i>	112,536,013	105,241,458
<i>Total Assets</i>	\$ 564,383,150	\$ 564,514,821

**KERN MEDICAL
BALANCE SHEET**

	JUNE 2024	JUNE 2023
LIABILITIES & EQUITY:		
Total Accounts Payable	\$ 17,165,327	\$ 12,680,744
Total Accrued Compensation	22,200,143	22,551,130
Total Due Government Agencies	3,958,120	14,963,552
Total Other Accrued Liabilities	25,609,317	27,430,669
<i>Total Current Liabilities</i>	68,932,907	77,626,096
Unfunded Pension Liability	345,399,109	284,243,193
Other Long-Term Liabilities	82,100,881	134,837,243
<i>Total Long-Term Liabilities</i>	427,499,990	419,080,436
<i>Total Liabilities</i>	496,432,897	496,706,532
Fund Balance	36,714,022	36,714,022
Retained Earnings	31,236,232	31,094,268
<i>Total Fund Balance</i>	67,950,253	67,808,290
<i>Total Liabilities and Fund Balance</i>	\$ 564,383,150	\$ 564,514,821

**KERN MEDICAL
STATEMENT OF CASH FLOWS**

	<u>Fiscal Year-to-Date June 2024</u>	<u>Fiscal Year-End June 2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received for patient/current services	\$ 293,523,533	\$ 264,388,064
Cash received for other operations	233,602,712	236,708,950
Cash paid for salaries and benefits	(339,411,493)	(202,912,375)
Cash paid for services and supplies	(186,981,598)	(292,069,170)
Net cash (used in) provided by operating activities	<u>733,154</u>	<u>6,115,469</u>
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	-	-
Net cash provided by (used in) noncapital financing activities	<u>(641,950)</u>	<u>(1,496,195)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition or construction of capital assets	(18,896,864)	(12,141,601)
Payments on right-of-usage lease liability	3,896,089	(3,034,901)
Interest paid - right-of-usage lease liability	31,211	-
Payments on SBITA liability	(752,150)	(782,410)
Interest paid - SBITA	2,013	-
Net cash used by capital and related financing activities	<u>(15,719,700)</u>	<u>(15,958,912)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on bank deposits and investments	-	181,109
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	<u>(15,628,497)</u>	<u>(11,158,529)</u>
CASH AND CASH EQUIVALENTS, beginning of year	<u>66,921,303</u>	<u>78,079,832</u>
CASH AND CASH EQUIVALENTS, year-to-date	<u>\$ 51,292,807</u>	<u>\$ 66,921,303</u>