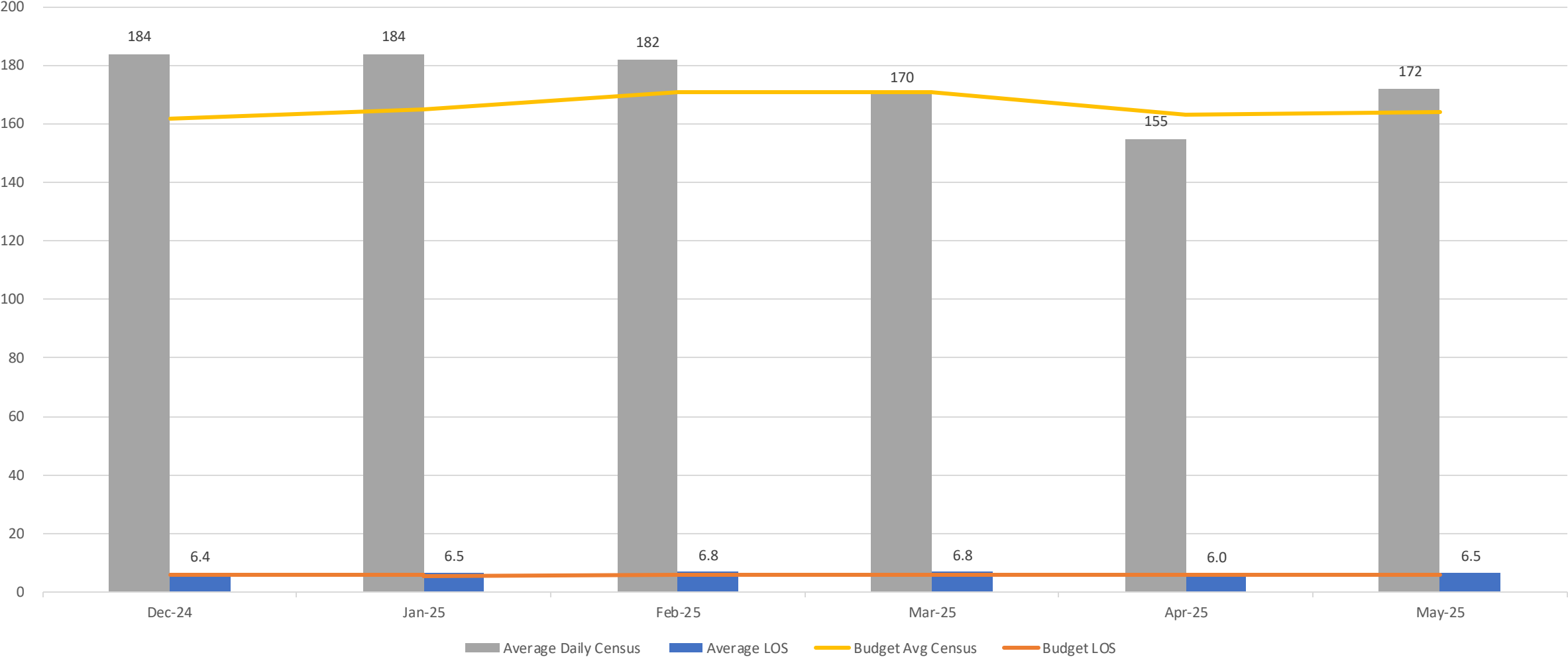


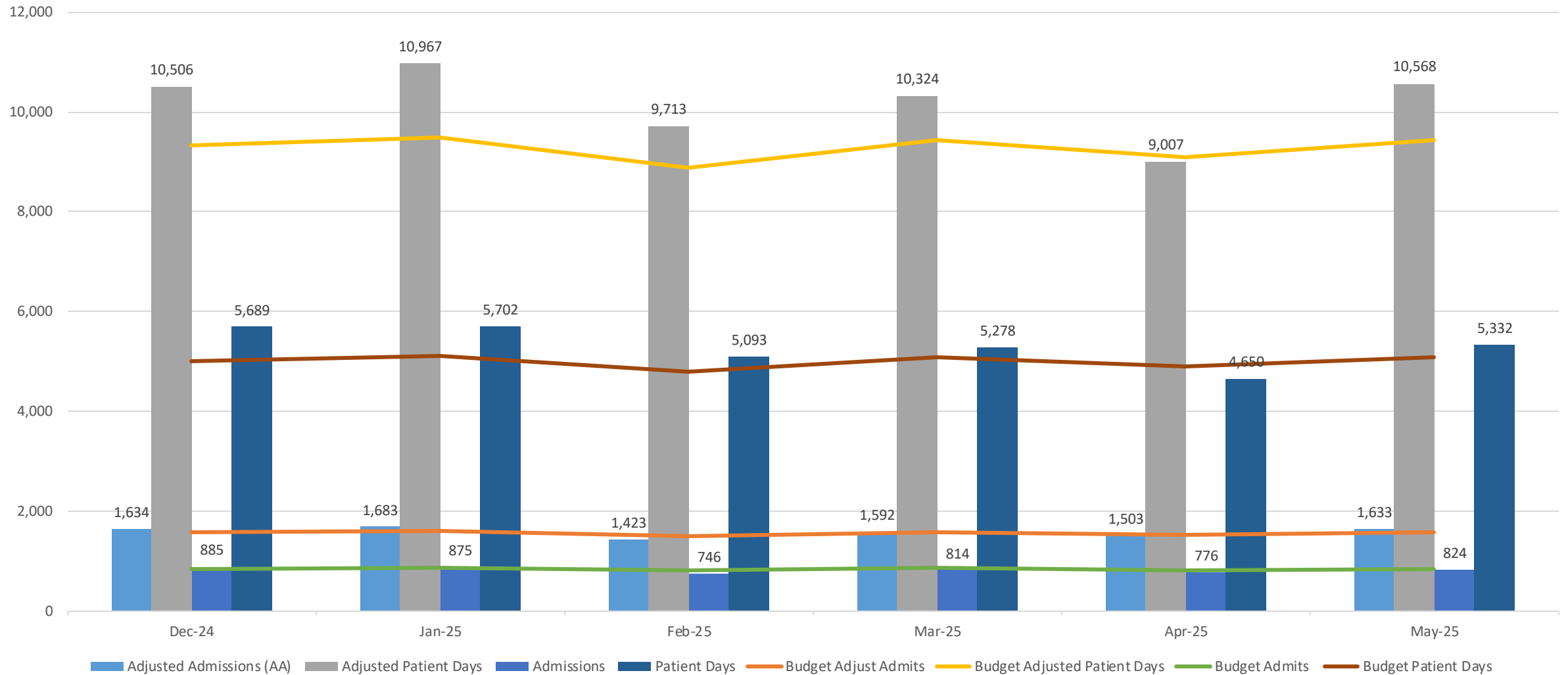


Board of Governors' Report
Kern Medical – May 2025

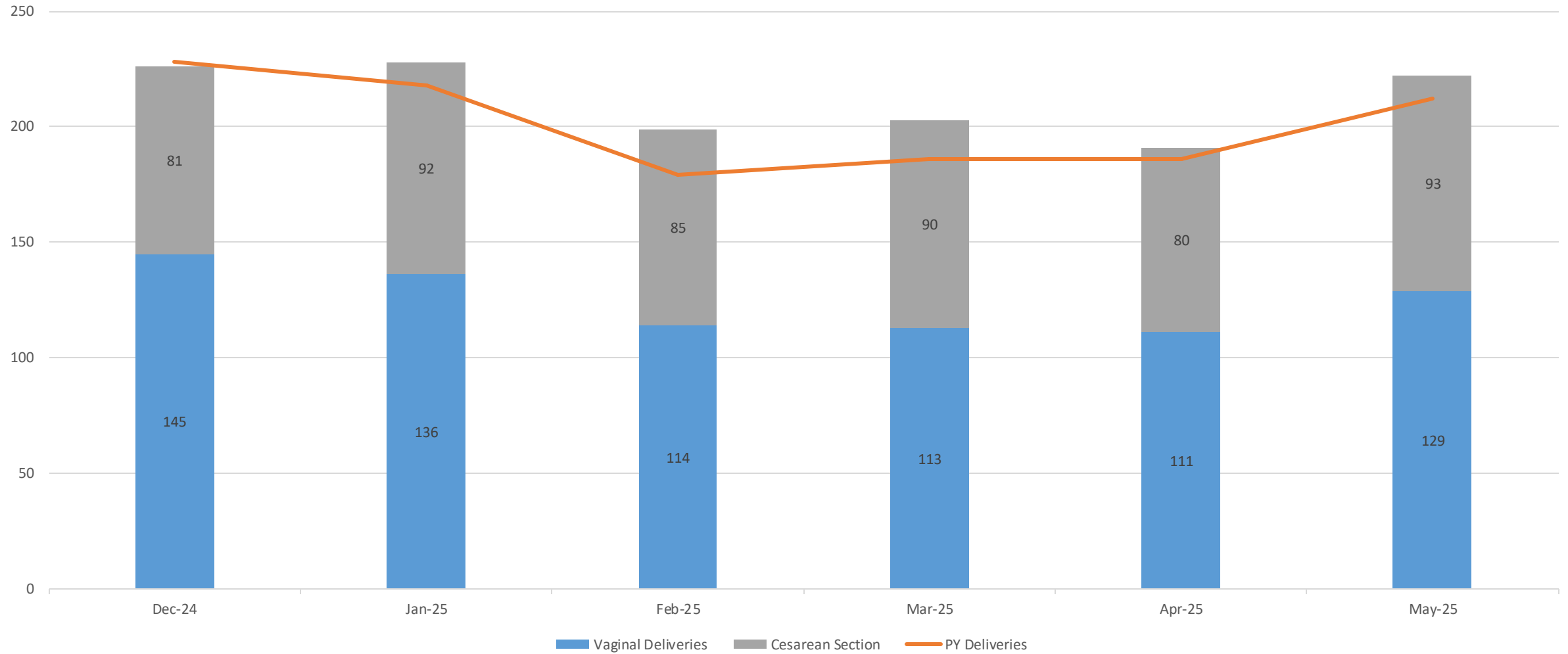
Census & ALOS



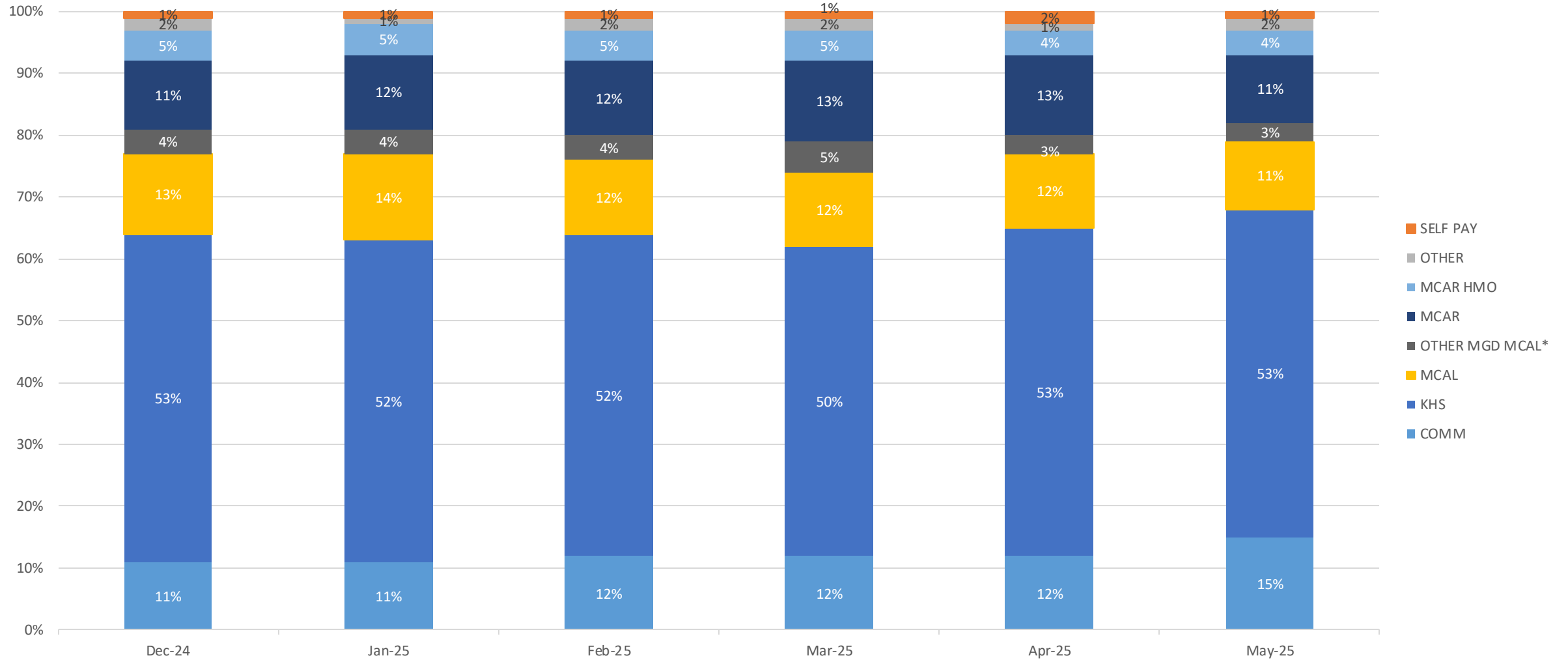
Hospital Volumes



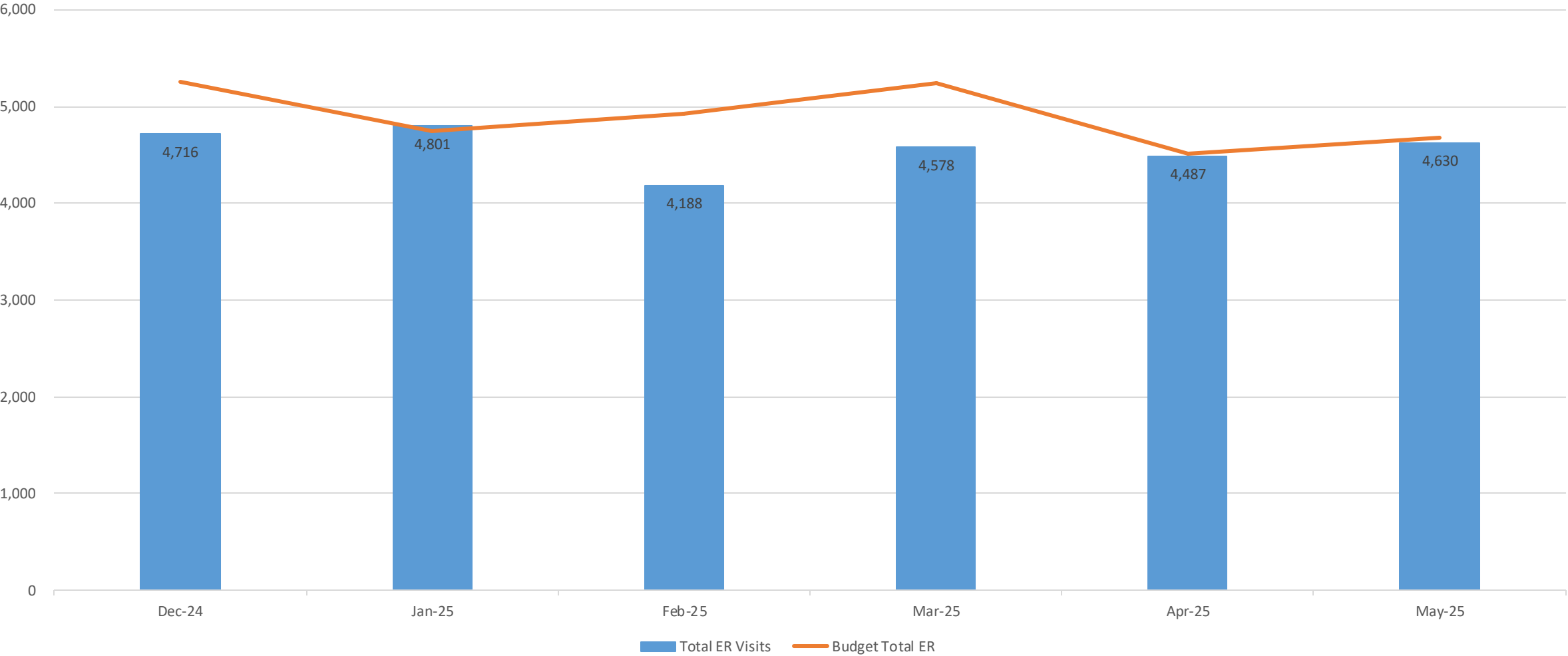
Deliveries



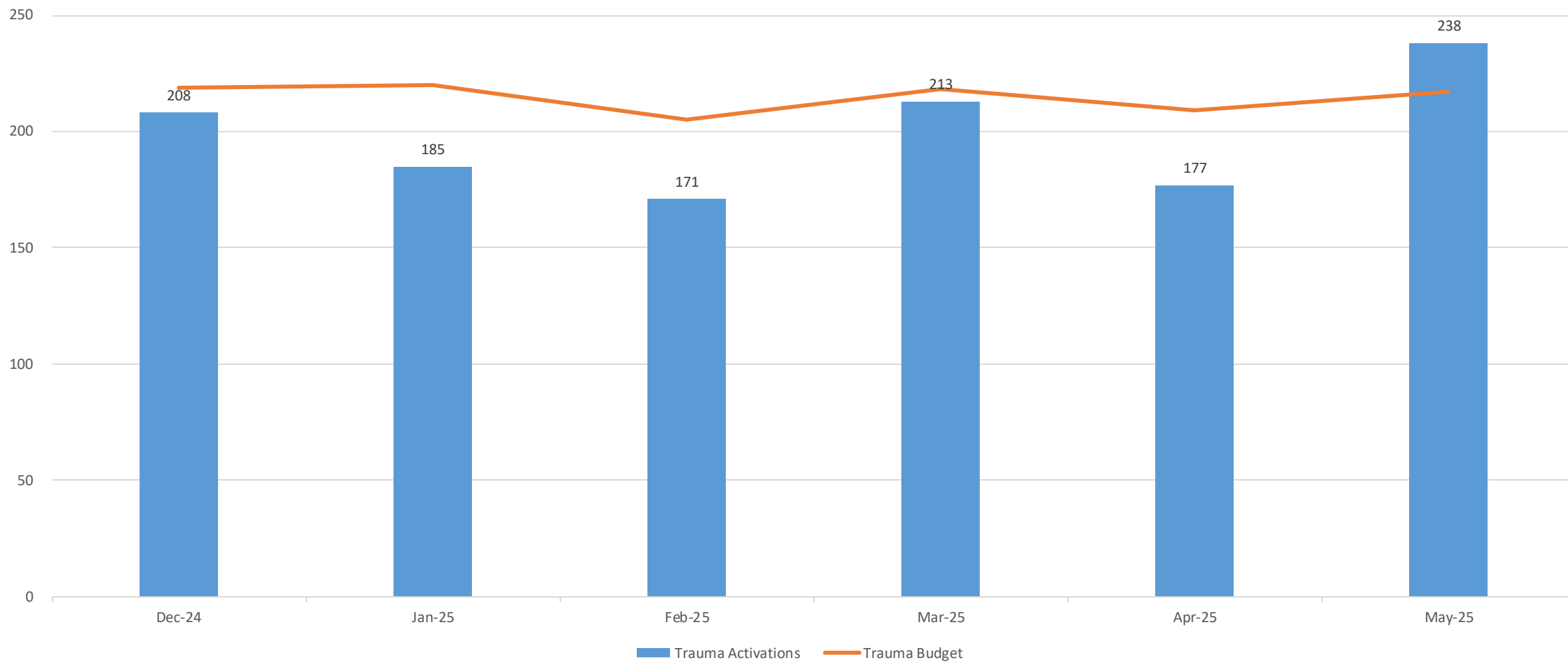
PAYER MIX



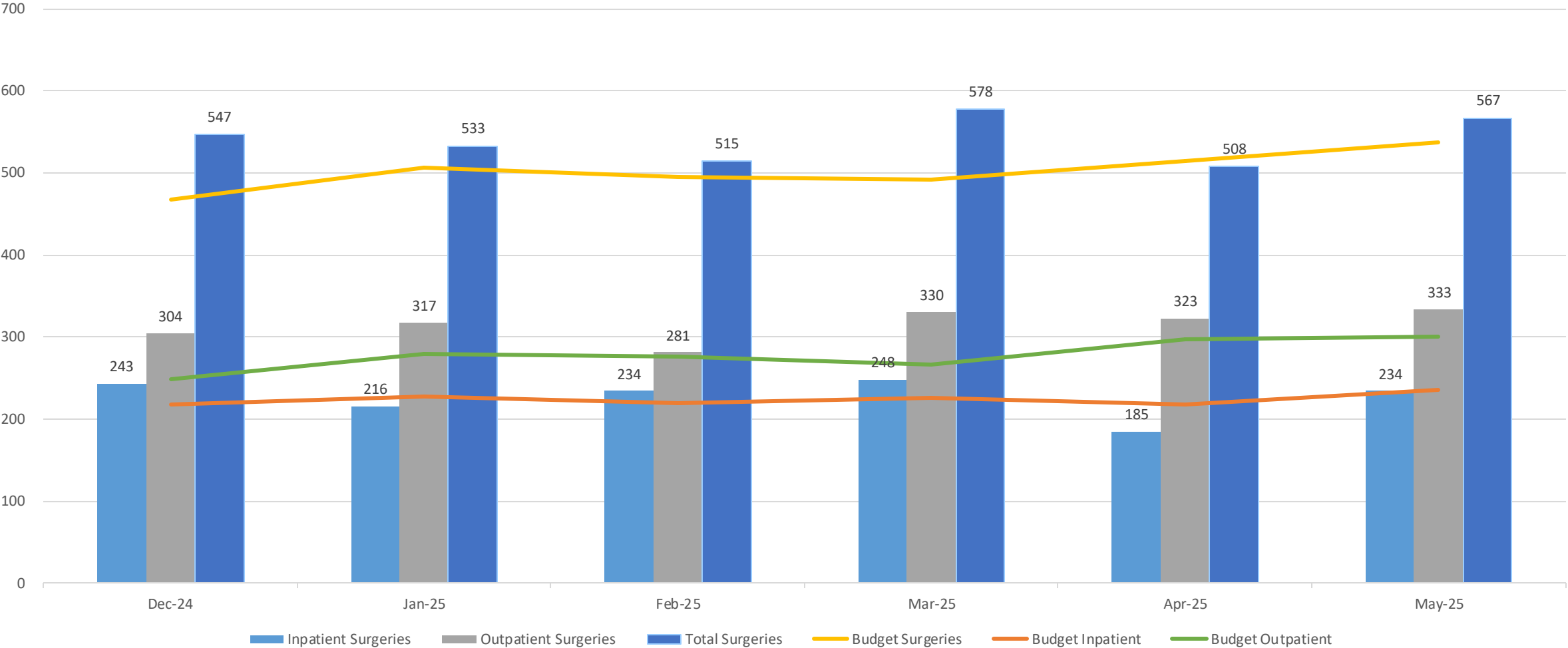
Emergency Room Volume



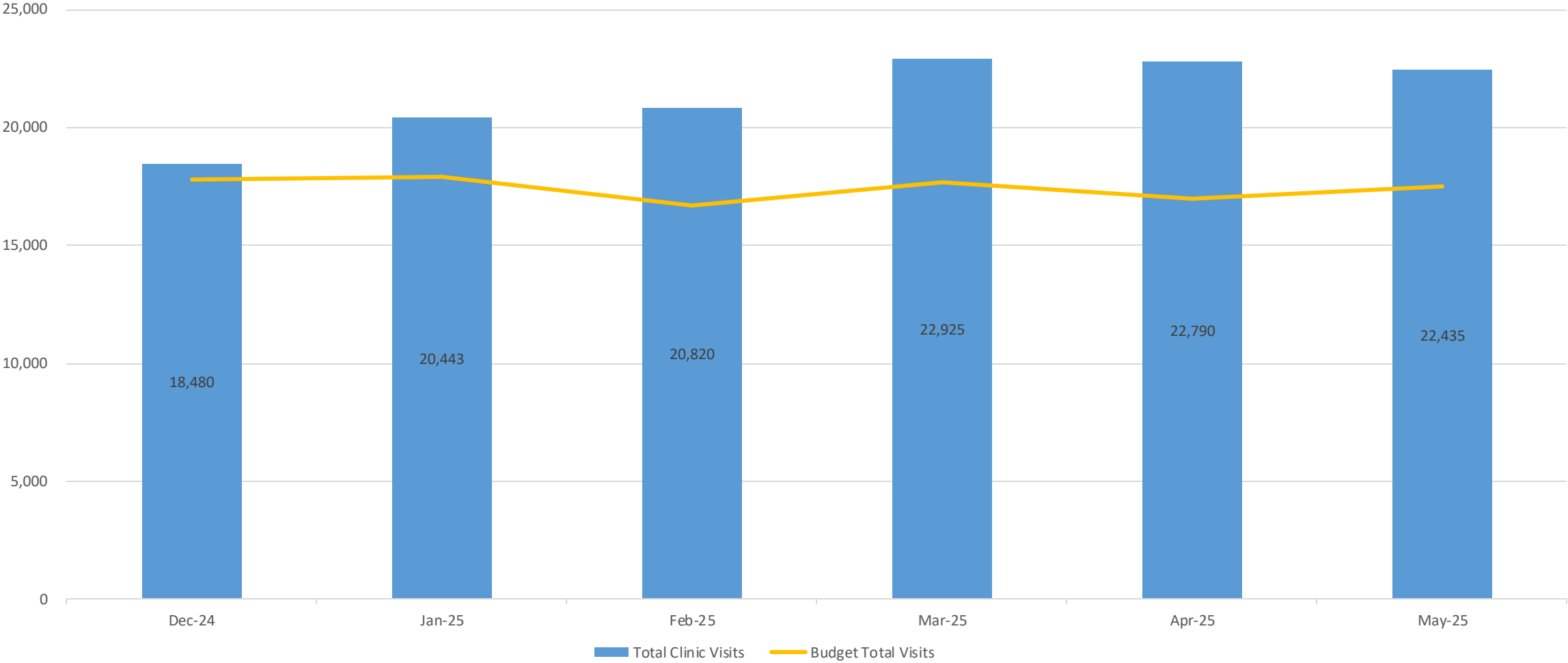
Trauma Activations



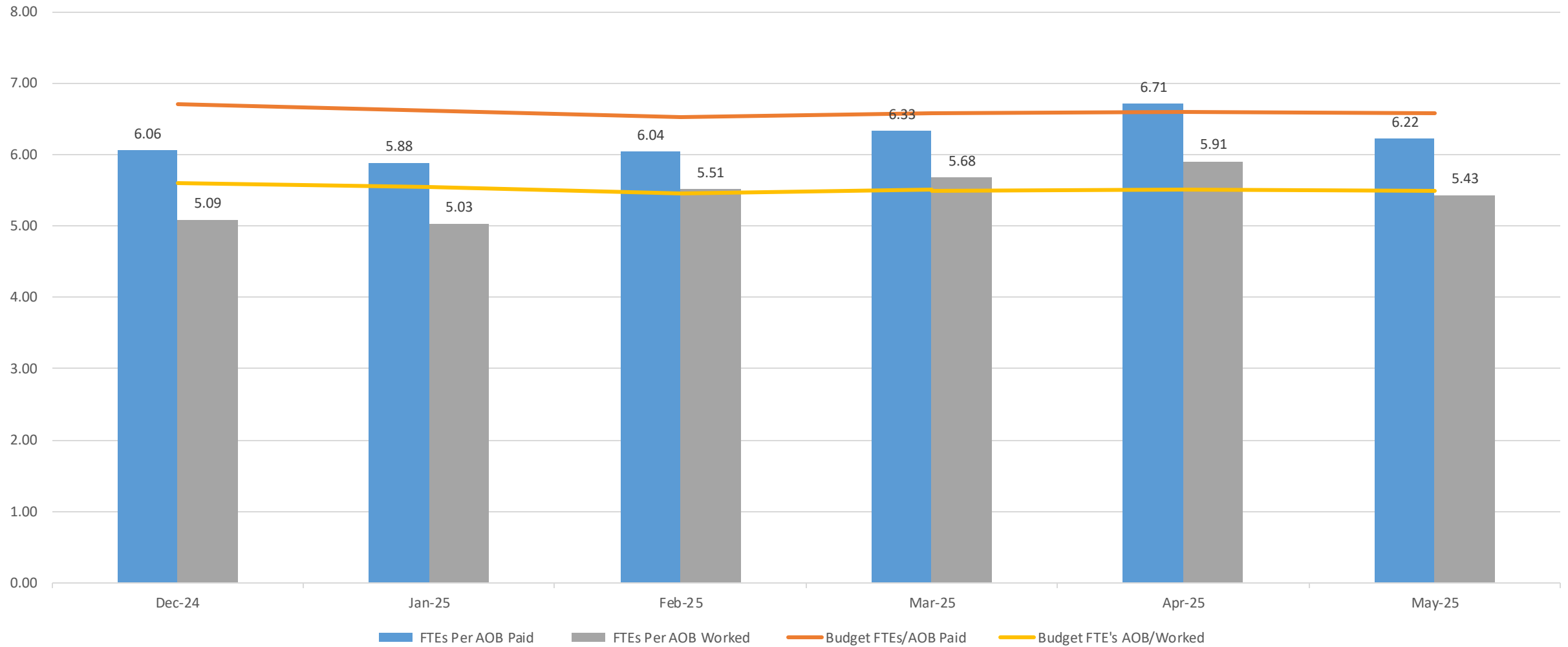
Surgical Volume



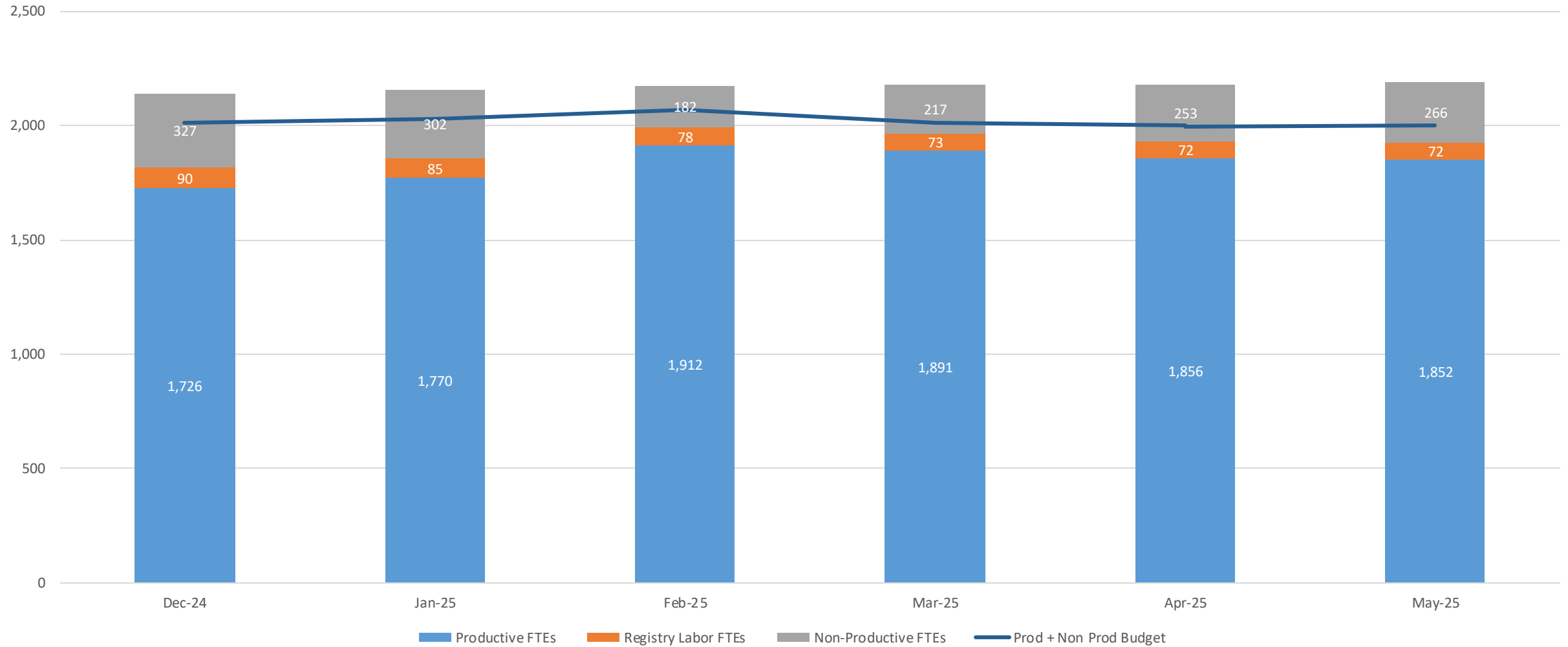
Clinic Visits

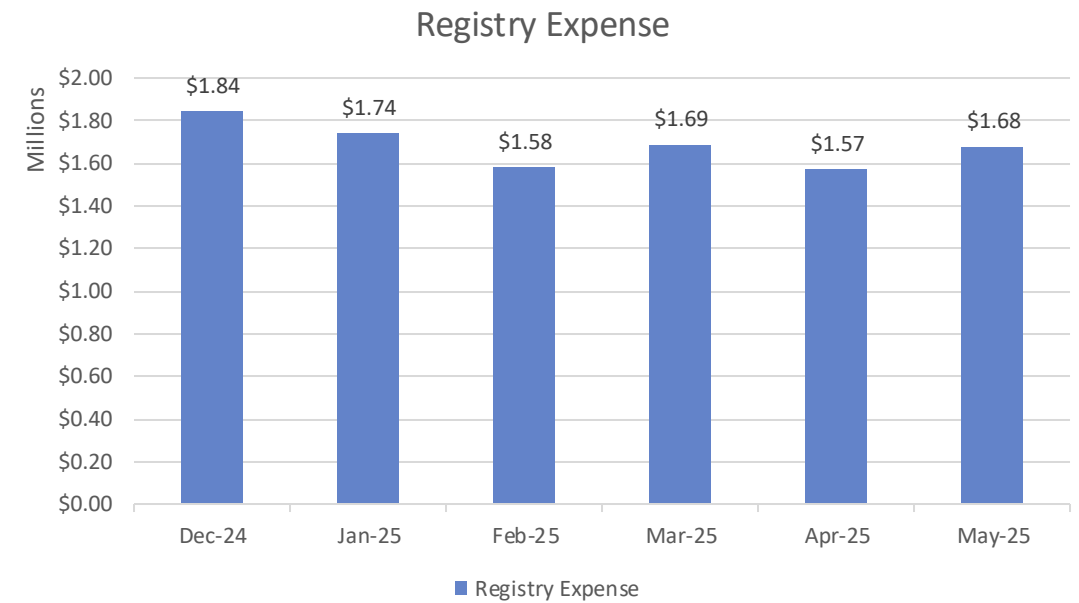
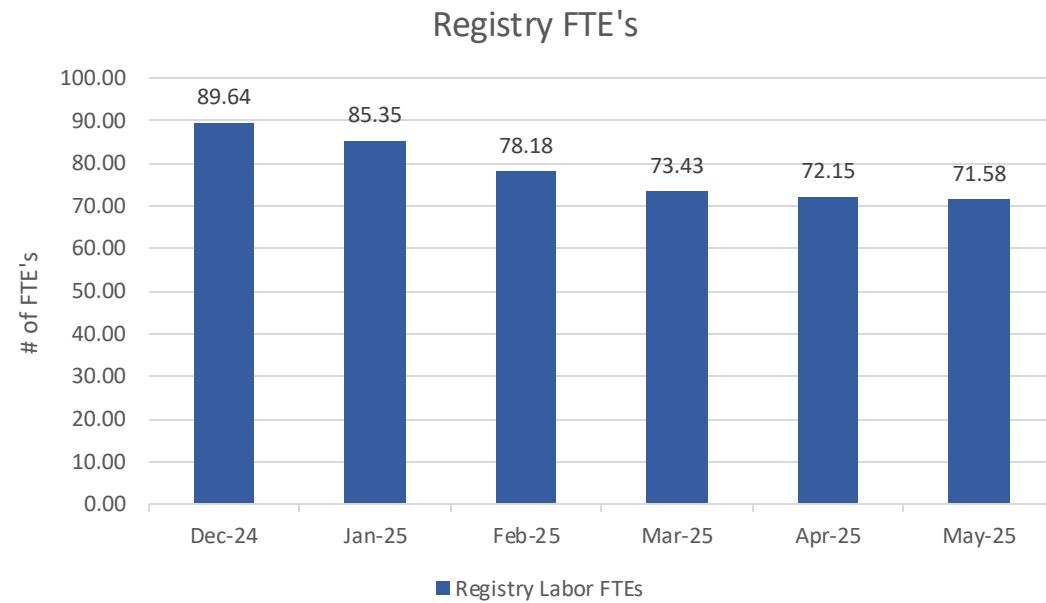


Labor Metrics

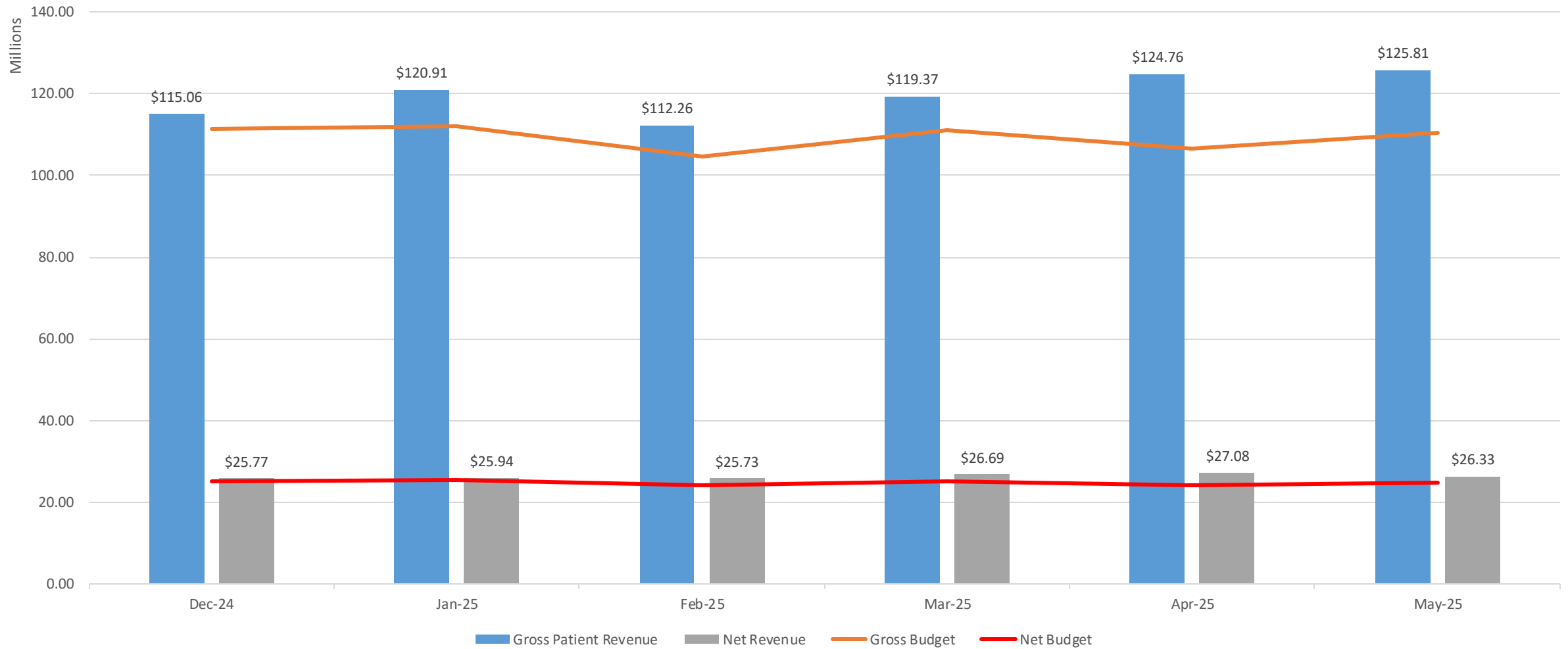


Productivity

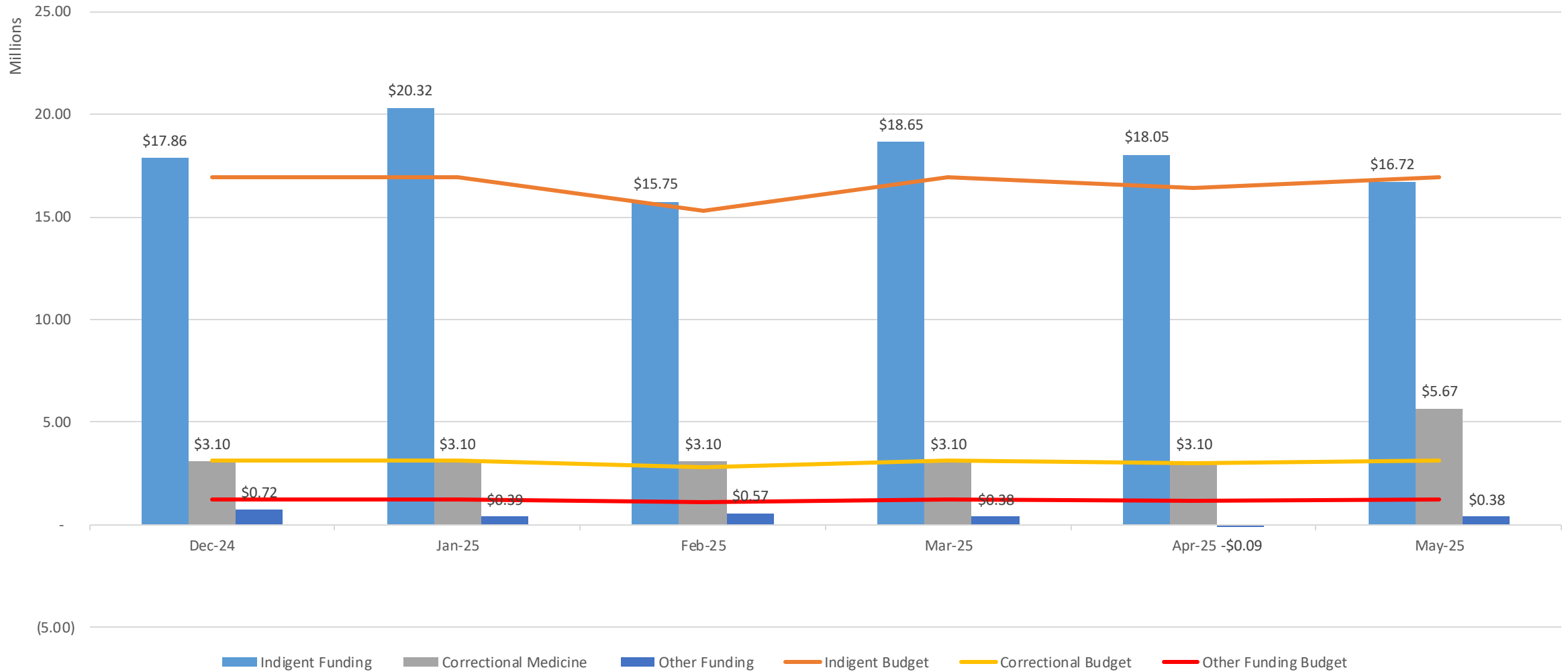




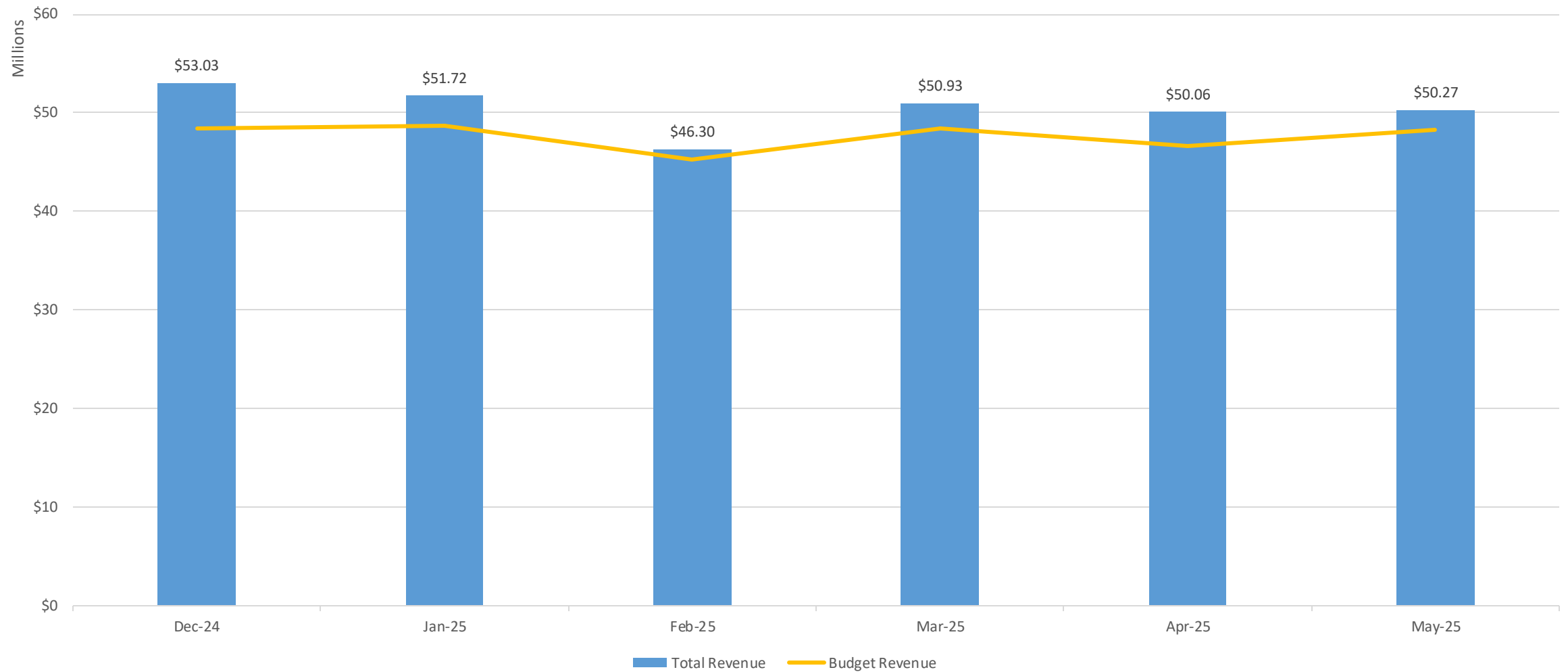
Patient Revenue



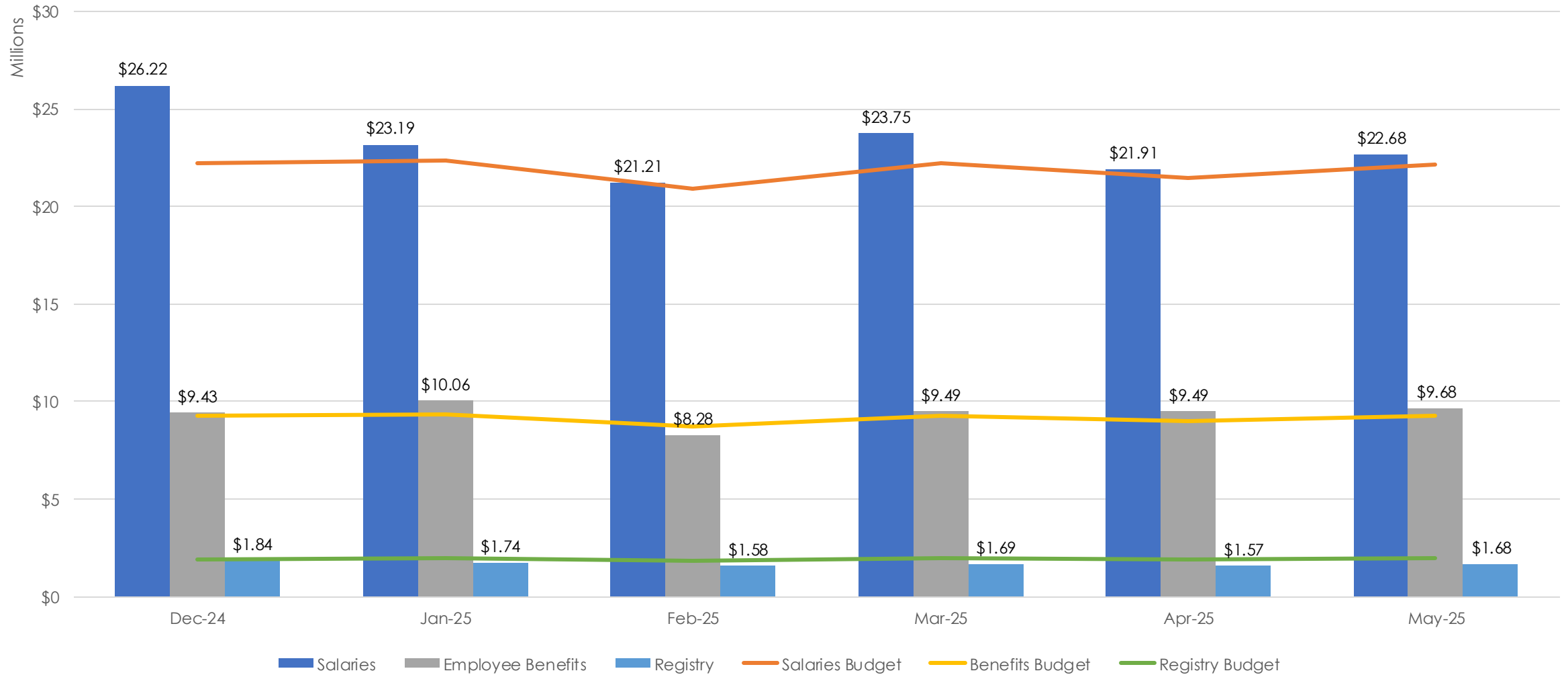
Indigent & Correctional Revenue



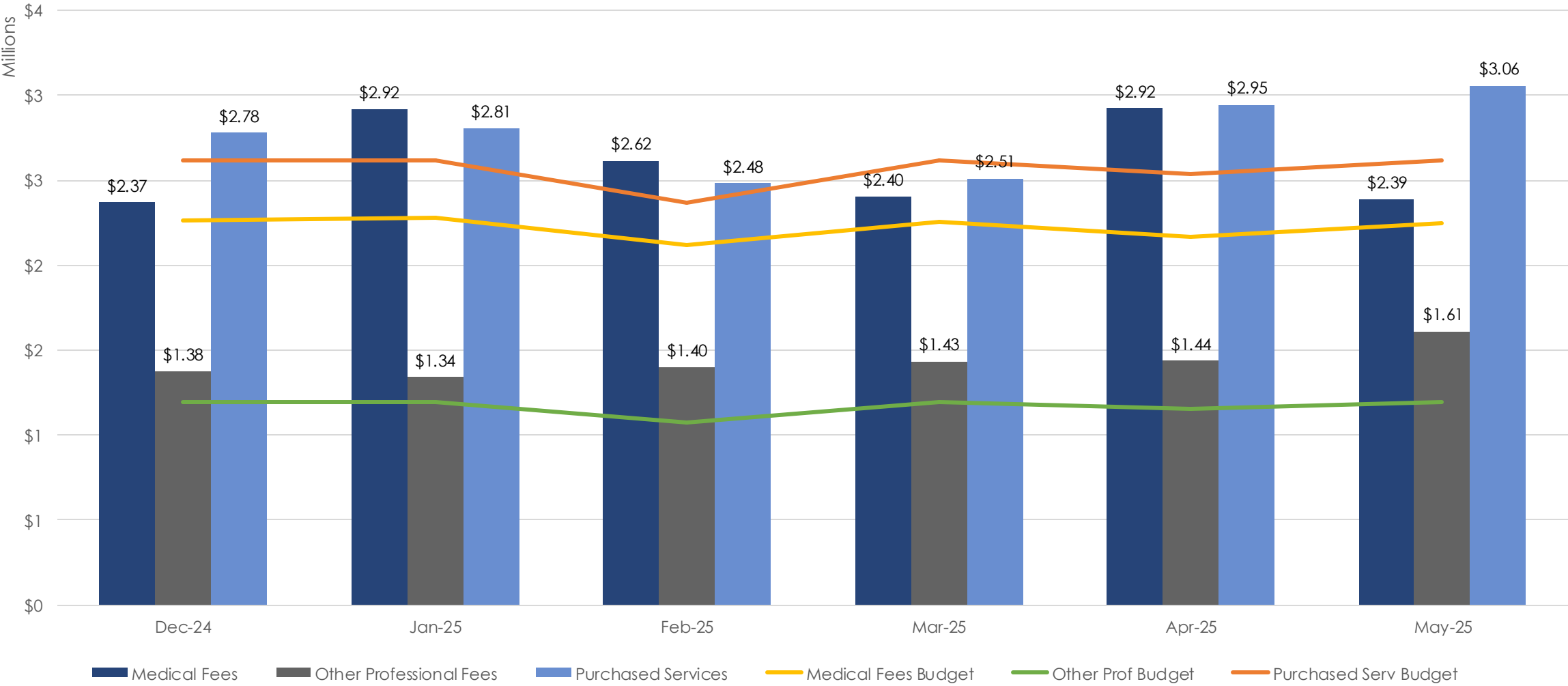
Total Revenue



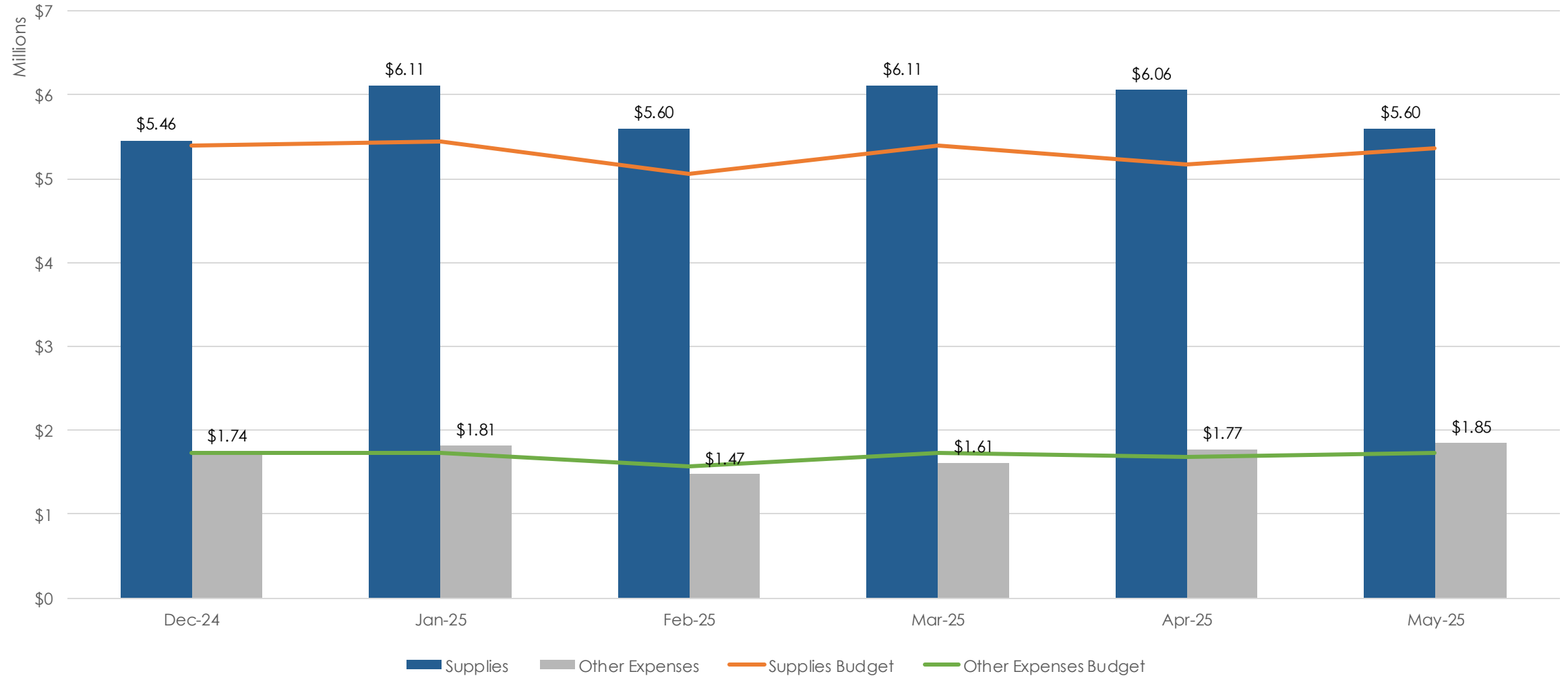
Expenses



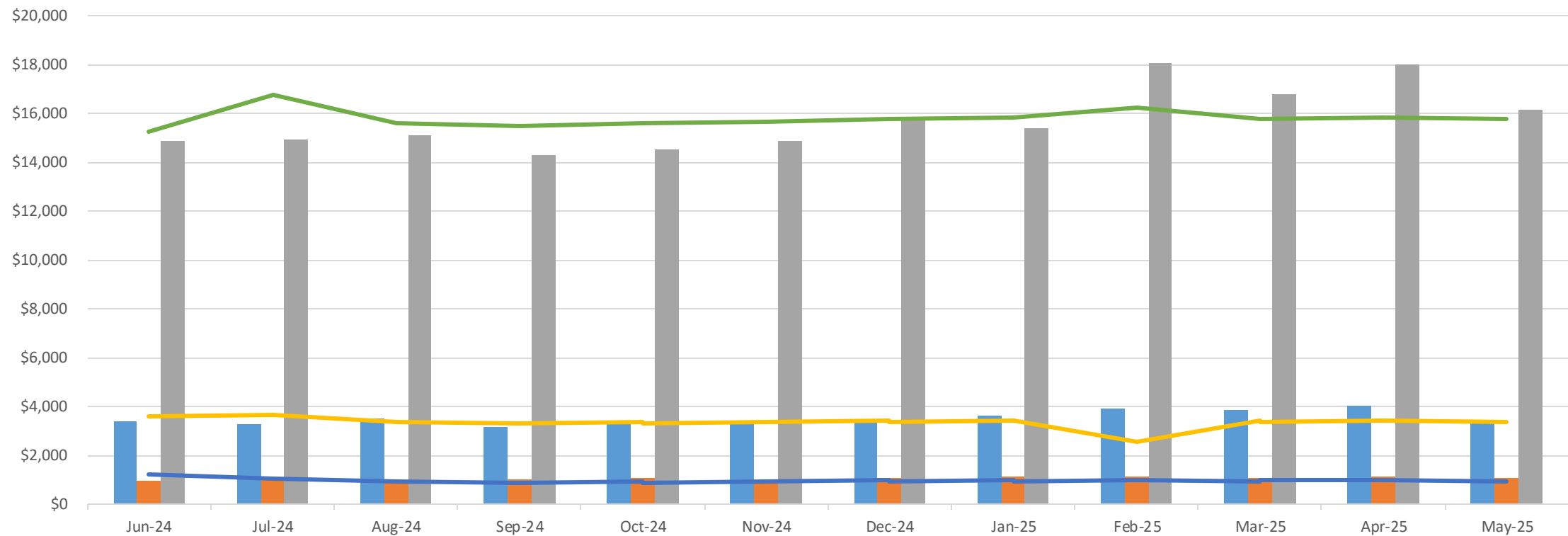
Expenses



Expenses

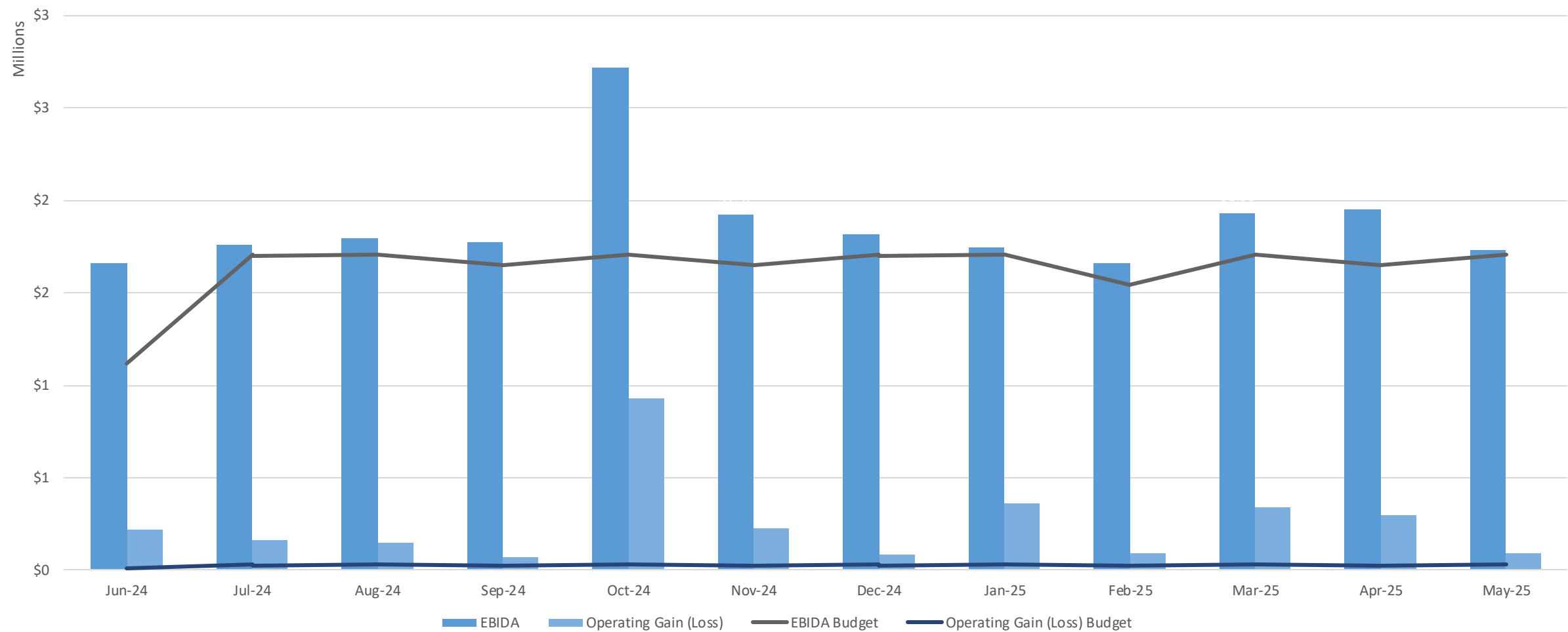


Operating Metrics

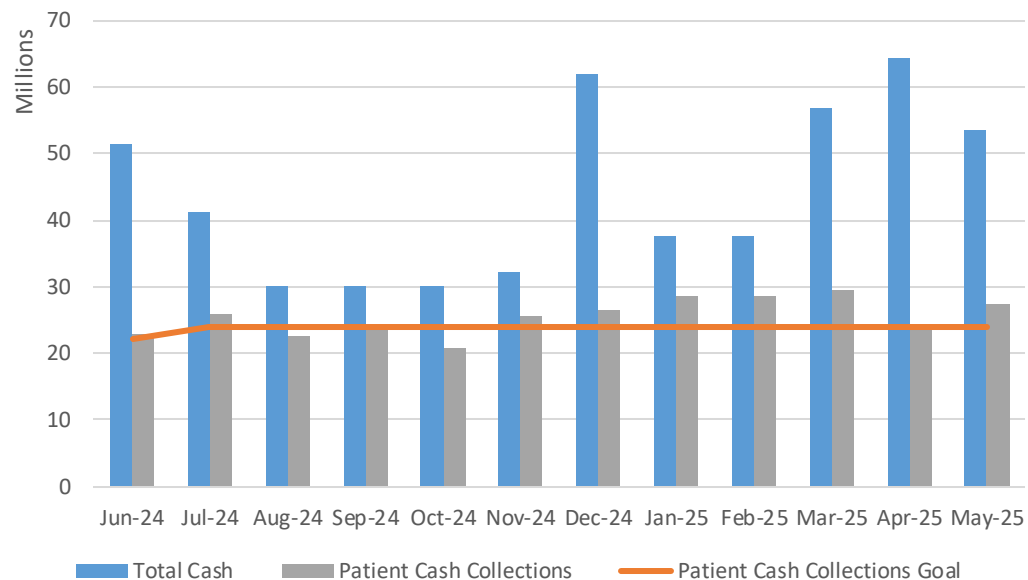


	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25
Supply Expense per AA	\$3,394	\$3,284	\$3,506	\$3,152	\$3,323	\$3,342	\$3,339	\$3,629	\$3,933	\$3,835	\$4,028	\$3,426
Pharm Cost per AA	\$986	\$1,006	\$982	\$1,023	\$1,057	\$980	\$1,070	\$1,125	\$1,161	\$1,070	\$1,142	\$1,051
Net Revenue Per AA	\$14,898	\$14,906	\$15,102	\$14,315	\$14,556	\$14,878	\$15,768	\$15,411	\$18,087	\$16,764	\$18,019	\$16,125
Budget Supp/AA	\$3,608	\$3,630	\$3,369	\$3,331	\$3,369	\$3,371	\$3,401	\$3,407	\$2,546	\$3,410	\$3,413	\$3,408
Budget Pharm/AA	\$1,210	\$1,027	\$953	\$942	\$953	\$953	\$962	\$964	\$966	\$965	\$965	\$930
Budget Net Rev/AA	\$15,252	\$16,780	\$15,593	\$15,495	\$15,601	\$15,681	\$15,748	\$15,811	\$16,229	\$15,781	\$15,841	\$15,753

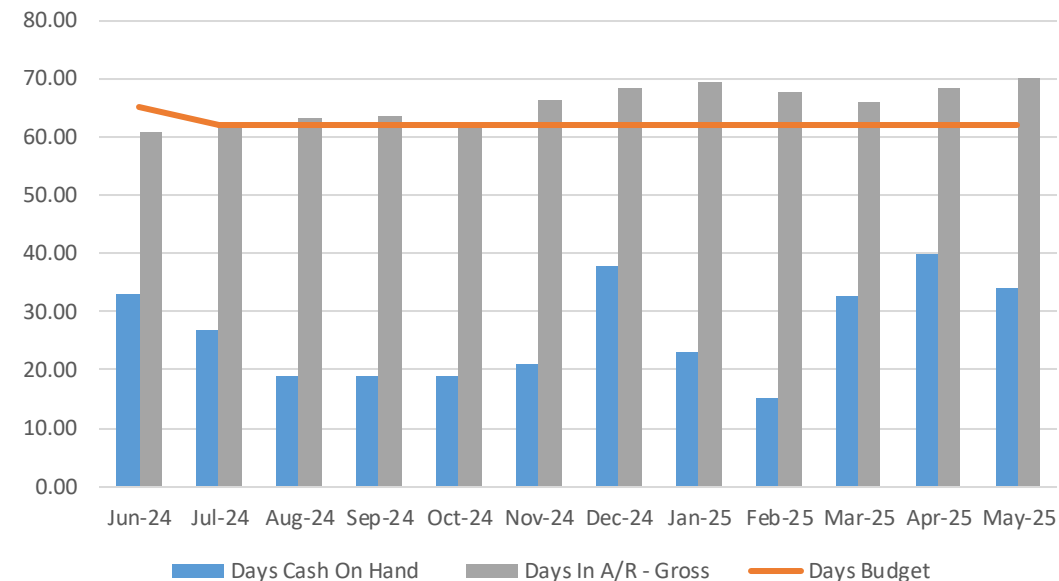
EBIDA Rolling Year



Cash Rolling Year



AR Days Rolling Year



KERN MEDICAL
3-Month Trend Analysis: Revenues & Expenses
May 31, 2025

				BUDGET	VARIANCE	PY
	MARCH	APRIL	MAY	MAY	POS (NEG)	MAY
Gross Patient Revenue	\$ 119,368,535	\$ 124,761,344	\$ 125,810,620	\$ 110,505,916	14%	\$ 112,567,880
Contractual Deductions	(92,676,383)	(97,676,497)	(99,476,959)	(85,722,304)	16%	(89,682,979)
Net Revenue	26,692,152	27,084,847	26,333,662	24,783,612	6%	22,884,901
Indigent Funding	18,647,588	18,046,053	16,719,988	16,935,500	(1%)	15,231,016
Correctional Medicine	3,097,714	3,097,714	5,673,626	3,114,656	82%	2,847,714
County Contribution	285,211	(188,028)	285,211	290,681	(2%)	285,211
Incentive Funding	98,896	93,468	95,309	934,247	(90%)	0
Net Patient Revenue	48,821,561	48,134,054	49,107,796	46,058,695	7%	41,248,842
Other Operating Revenue	2,092,920	1,909,068	1,146,651	2,133,502	(46%)	1,742,435
Other Non-Operating Revenue	17,265	14,601	11,619	18,997	(39%)	9,318
Total Revenue	50,931,746	50,057,723	50,266,066	48,211,195	4%	43,000,595
Expenses						
Salaries	23,748,333	21,910,512	22,675,175	22,141,868	2%	21,053,485
Employee Benefits	9,490,262	9,489,364	9,680,582	9,259,366	5%	(1,745,684)
Registry	1,690,326	1,573,046	1,681,019	1,950,608	(14%)	2,570,121
Medical Fees	2,403,905	2,923,789	2,388,135	2,244,769	6%	2,484,908
Other Professional Fees	1,434,955	1,438,055	1,611,738	1,192,702	35%	1,371,290
Supplies	6,106,025	6,055,208	5,595,129	5,362,162	4%	5,547,415
Purchased Services	2,510,783	2,945,422	3,059,054	2,621,054	17%	3,003,732
Other Expenses	1,614,833	1,771,433	1,845,470	1,730,380	7%	2,232,931
Operating Expenses	48,999,423	48,106,829	48,536,302	46,502,908	4%	36,518,197
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 1,932,324	\$ 1,950,894	\$ 1,729,765	\$ 1,708,286	1%	\$ 6,482,397
EBIDA Margin	4%	4%	3%	4%	(3%)	15%
Interest	339,993	302,371	273,694	259,646	5%	275,536
Depreciation	670,467	765,526	731,372	738,089	(1%)	667,754
Amortization	585,896	585,896	585,896	684,113	(14%)	748,110
Total Expenses	50,595,778	49,760,622	50,127,263	48,184,757	4%	38,209,597
Operating Gain (Loss)	\$ 335,968	\$ 297,101	\$ 138,803	\$ 26,437	425%	\$ 4,790,998
Operating Margin	0.66%	0.59%	0.28%	0.05%	403.6%	11.1%

KERN MEDICAL
Year to Date Analysis: Revenues & Expenses
May 31, 2025

	ACTUAL	BUDGET	VARIANCE	PY	PY VARIANCE
	FYTD	FYTD	POS (NEG)	FYTD	POS (NEG)
Gross Patient Revenue	\$ 1,296,712,119	\$ 1,204,689,178	8%	\$ 1,168,658,586	11%
Contractual Deductions	(1,015,538,927)	(933,254,811)	9%	(904,748,412)	12%
Net Revenue	281,173,193	271,434,367	4%	263,910,174	
Indigent Funding	199,241,964	183,012,661	9%	178,428,847	12%
Correctional Medicine	36,650,762	33,658,381	9%	31,324,850	17%
County Contribution	3,137,318	3,141,227	(0%)	3,137,786	(0.01%)
Incentive Funding	953,455	10,095,890	(91%)	0	0.0%
Net Patient Revenue	521,156,692	501,342,526	4%	476,801,657	9%
Other Operating Revenue	27,546,583	23,055,589	19%	20,986,330	31%
Other Non-Operating Revenue	142,143	205,290	(31%)	187,386	(24%)
Total Revenue	548,845,418	524,603,405	5%	497,975,373	10%
Expenses					
Salaries	247,808,966	241,227,053	2.7%	220,532,072	12%
Employee Benefits	102,730,887	100,842,516	1.9%	81,706,433	26%
Registry	20,202,592	21,254,909	(5%)	28,344,188	(29%)
Medical Fees	27,259,964	24,466,782	11%	25,042,210	9%
Other Professional Fees	15,760,753	12,888,874	22%	15,494,190	1.7%
Supplies	62,725,824	58,436,827	7%	55,756,959	12%
Purchased Services	31,485,747	28,324,292	11%	28,809,438	9%
Other Expenses	19,779,546	18,699,264	6%	19,686,253	0%
Operating Expenses	527,754,280	506,140,518	4%	475,371,742	11%
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 21,091,138	\$ 18,462,888	14%	\$ 22,603,630	(7%)
EBIDA Margin	4%	4%	9%	5%	(15%)
Interest	3,757,187	2,805,854	34%	2,768,428	36%
Depreciation	7,576,765	7,976,127	(5%)	7,698,932	(2%)
Amortization	6,653,648	7,392,837	(10%)	6,474,377	3%
Total Expenses	545,741,879	524,315,335	4%	492,313,480	11%
Operating Gain (Loss)	\$ 3,103,539	\$ 288,070	977%	\$ 5,661,893	(45%)
Operating Margin	0.6%	0.1%	929.8%	1.1%	(50%)

KERN MEDICAL BALANCE SHEET

	MAY 2025	MAY 2024
ASSETS:		
<i>Total Cash</i>	\$ 53,584,870	\$ 57,850,154
Patient Receivables Subtotal	305,951,413	224,624,392
Contractual Subtotal	(266,145,940)	(176,603,069)
<i>Net Patient Receivable</i>	39,805,473	48,021,323
Total Indigent Receivable	221,291,338	210,306,534
Total Other Receivable	16,730,551	15,813,584
Total Prepaid Expenses	6,455,398	6,612,675
Total Inventory	4,915,098	5,593,445
<i>Total Current Assets</i>	342,782,727	344,197,715
Deferred Outflows of Resources	124,532,718	112,536,013
Total Land, Equipment, Buildings and Intangibles	272,094,992	268,366,710
Total Construction in Progress	16,084,046	9,959,160
<i>Total Property, Plant & Equipment</i>	288,179,038	278,325,870
Total Accumulated Depr & Amortization	(182,215,184)	(168,641,916)
<i>Net Property, Plant, and Equipment</i>	105,963,854	109,683,954
<i>Total Long Term Assets</i>	124,532,718	112,536,013
<i>Total Assets</i>	\$ 573,279,299	\$ 566,417,682

KERN MEDICAL BALANCE SHEET

	MAY 2025	MAY 2024
LIABILITIES & EQUITY:		
Total Accounts Payable	\$ 9,571,986	\$ 7,199,028
Total Accrued Compensation	27,928,905	29,645,067
Total Due Government Agencies	1,569,526	3,788,905
Total Other Accrued Liabilities	33,970,533	31,968,827
Total Current Liabilities	73,040,951	72,601,827
Unfunded Pension Liability	344,447,058	345,399,109
Other Long-Term Liabilities	80,141,793	80,686,651
Total Long-Term Liabilities	424,588,851	426,085,760
Total Liabilities	497,629,802	498,687,586
Total Net Position	75,649,497	67,730,096
Total Liabilities and Net Position	\$ 573,279,299	\$ 566,417,682

**KERN MEDICAL
STATEMENT OF CASH FLOWS**

	Fiscal Year-to-Date May 2025	Fiscal Year-End June 2024	Fiscal Year-to-Date May 2024	Fiscal Year-End June 2023
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for patient/current services	\$ 290,243,750	\$ 292,533,084	\$ 269,801,896	\$ 264,388,064
Cash received for other operations	255,152,606	233,602,712	215,144,043	236,708,950
Cash paid for salaries and benefits	(348,594,260)	(339,411,493)	(303,842,205)	(202,912,375)
Cash paid for services and supplies	(179,808,048)	(186,981,598)	(174,328,896)	(292,069,170)
Net cash (used in) provided by operating activities	16,994,048	(257,296)	6,774,838	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	-	-	-	-
Net cash provided by (used in) noncapital financing activities	-	(641,950)	-	(1,496,195)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition or construction of capital assets	(10,345,660)	(18,896,864)	(19,363,869)	(12,141,601)
Payments on right-of-usage lease liability	(2,659,700)	3,896,089	4,110,582	(3,034,901)
Interest paid - right-of-usage lease liability	(7,667)	31,211	31,977	-
Payments on SBITA liability	(697,975)	(752,150)	(626,792)	(782,410)
Interest paid - SBITA	(534)	2,013	2,115	-
Net cash used by capital and related financing activities	(13,711,536)	(15,719,700)	(15,845,988)	(15,958,912)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on bank deposits and investments	-	-	-	181,109
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	3,282,512	(16,618,946)	(9,071,150)	(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	<u>\$ 53,584,870</u>	<u>\$ 50,302,358</u>	<u>\$ 57,850,154</u>	<u>\$ 66,921,303</u>