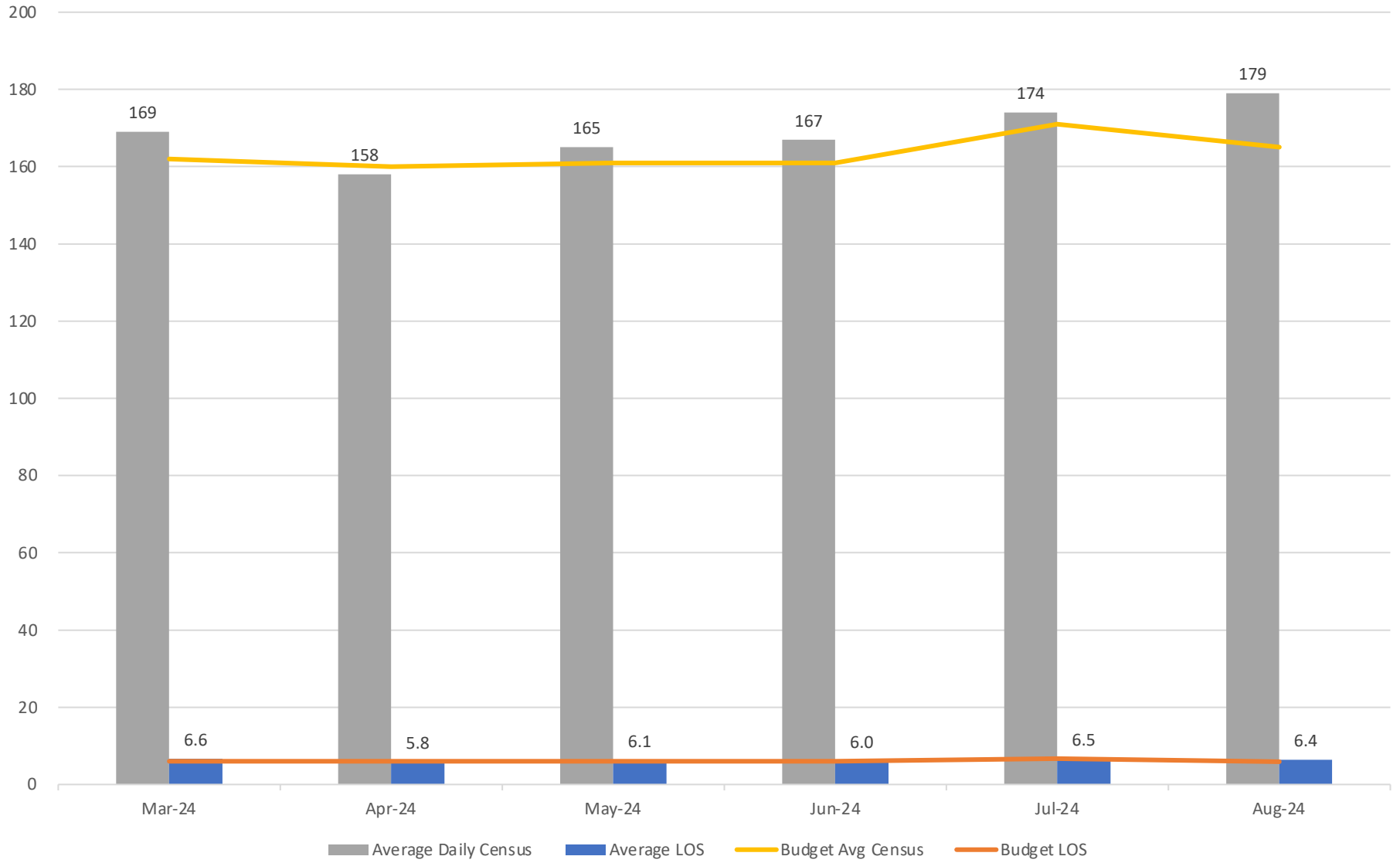




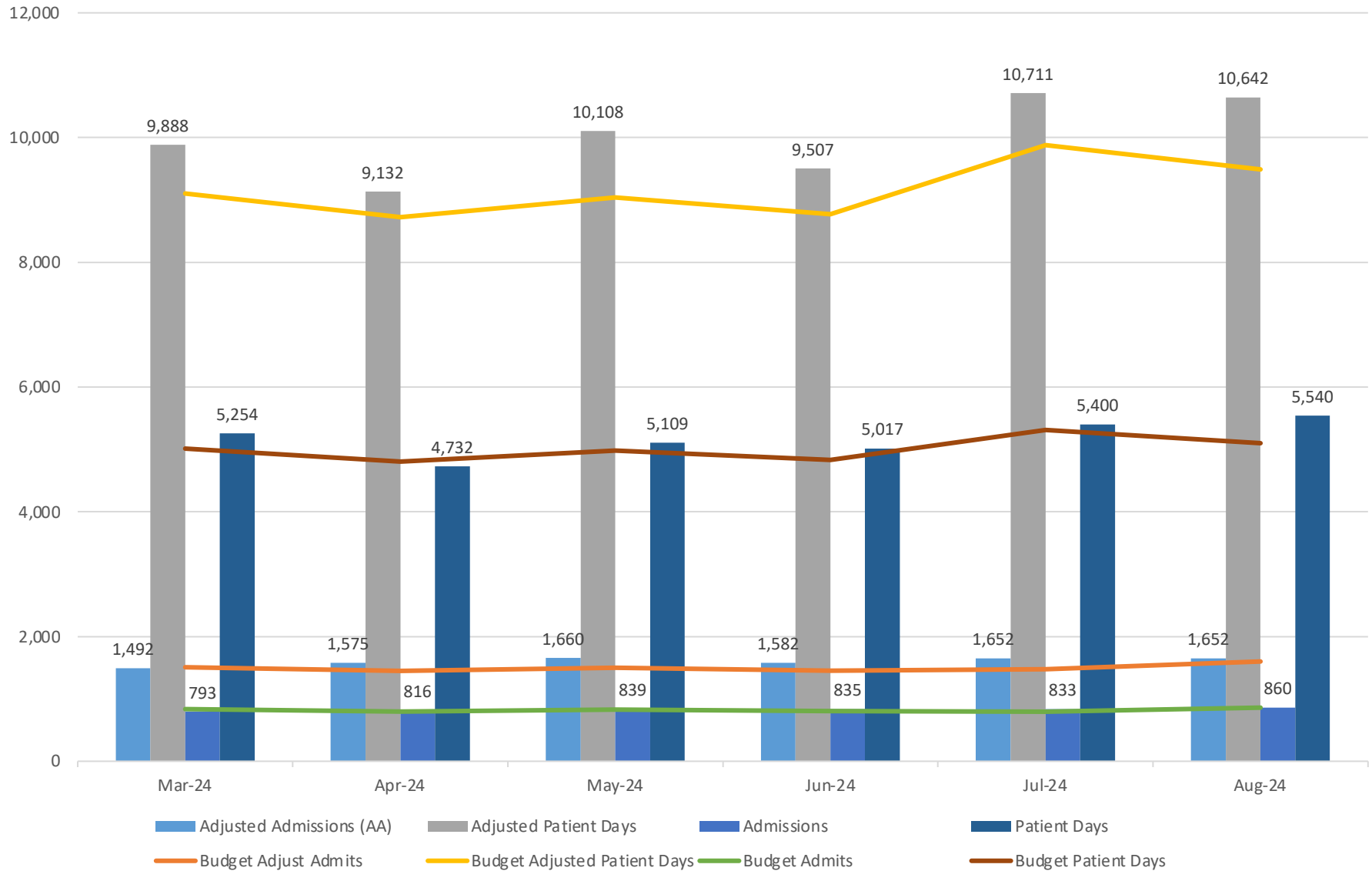
**BOARD OF GOVERNORS' REPORT
KERN MEDICAL – AUGUST 2024**



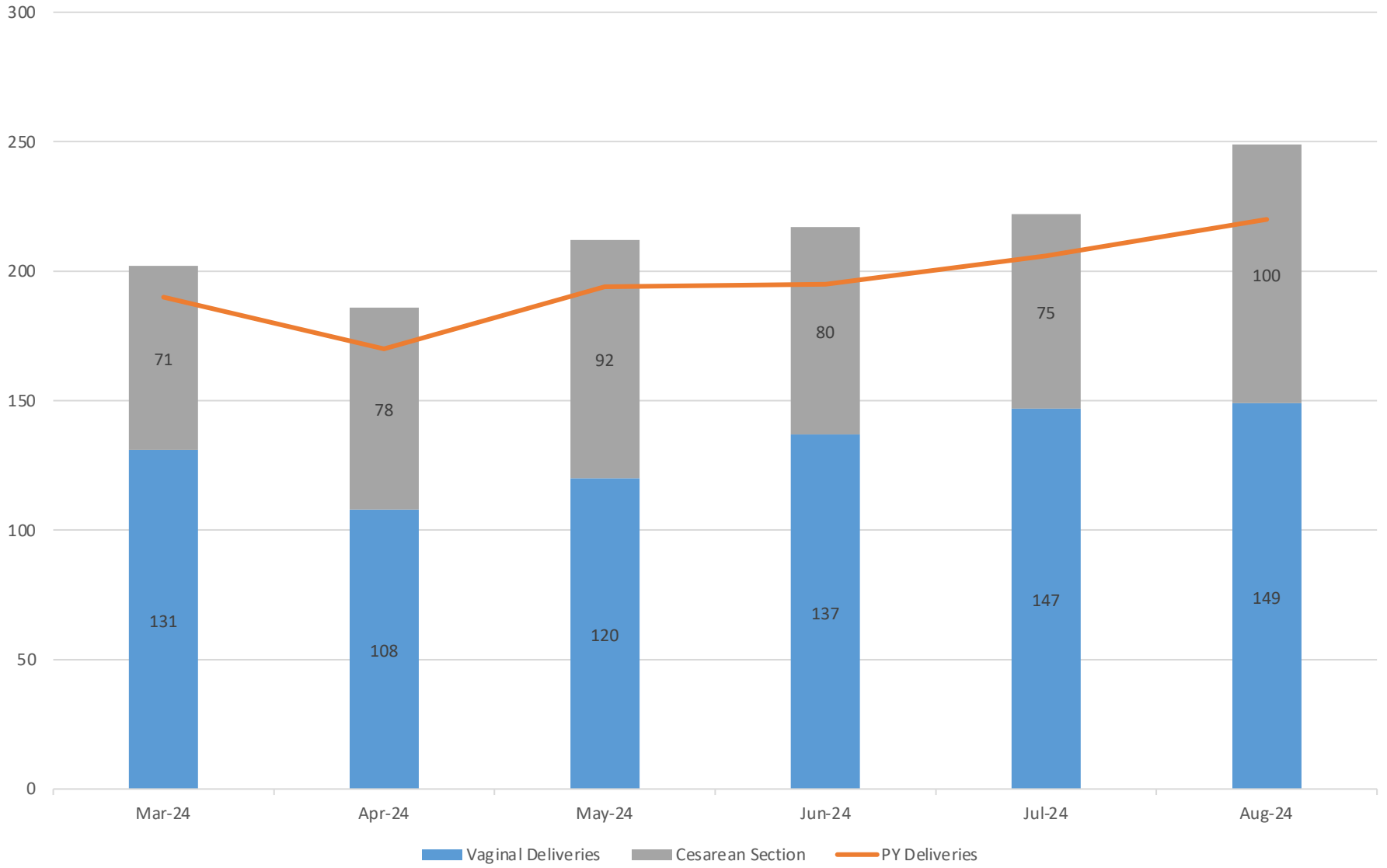
Census & ALOS



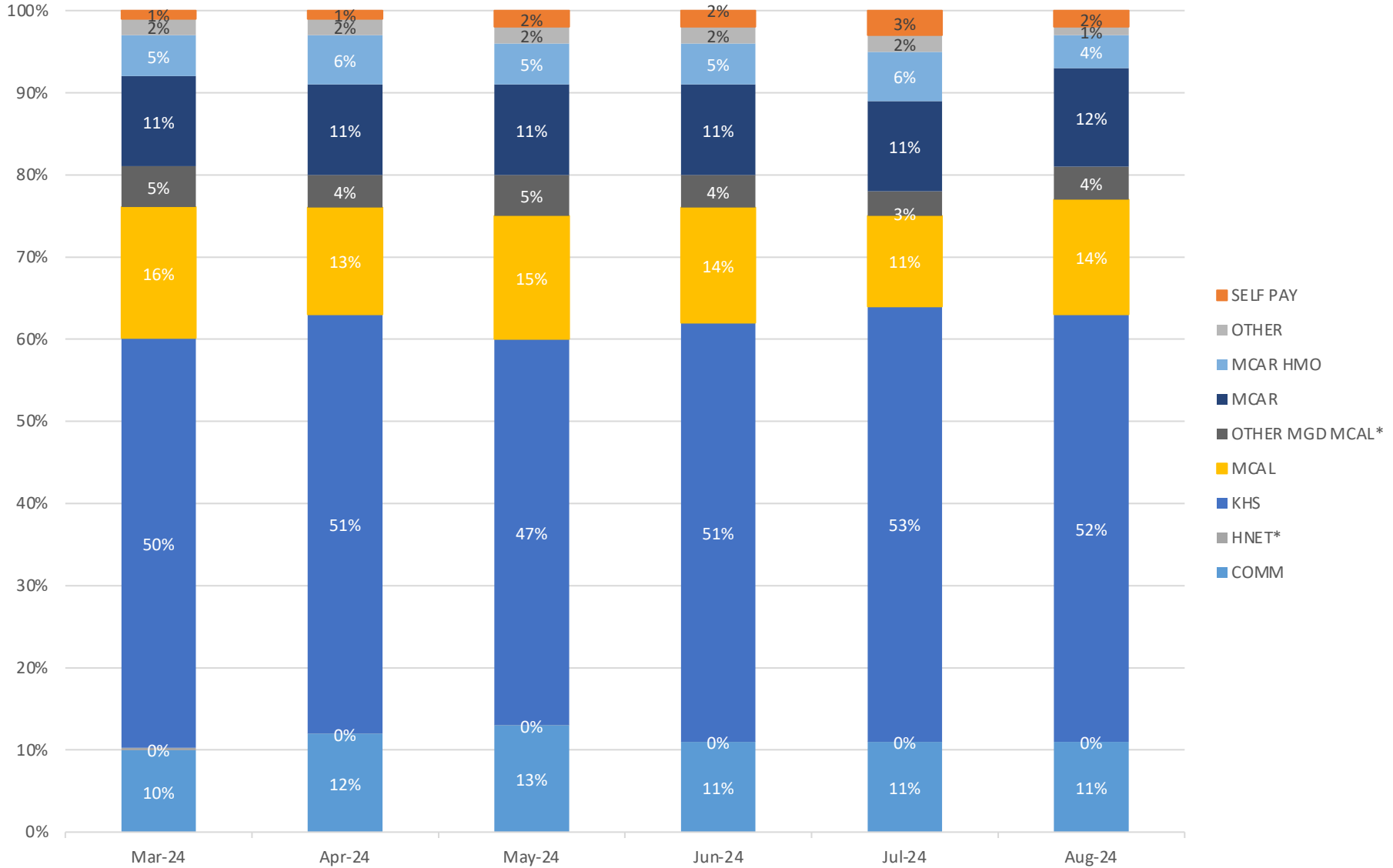
Hospital Volumes



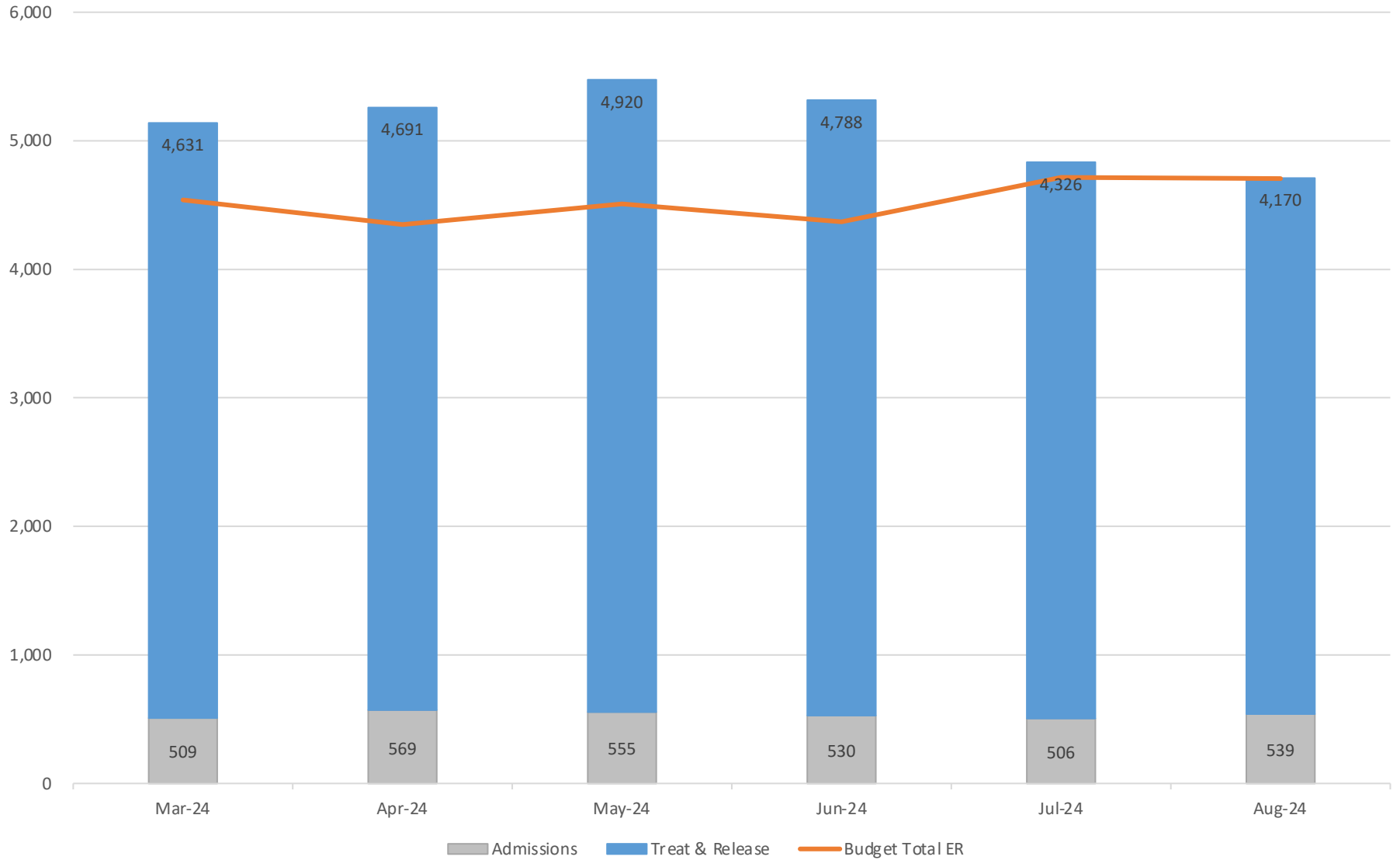
Deliveries



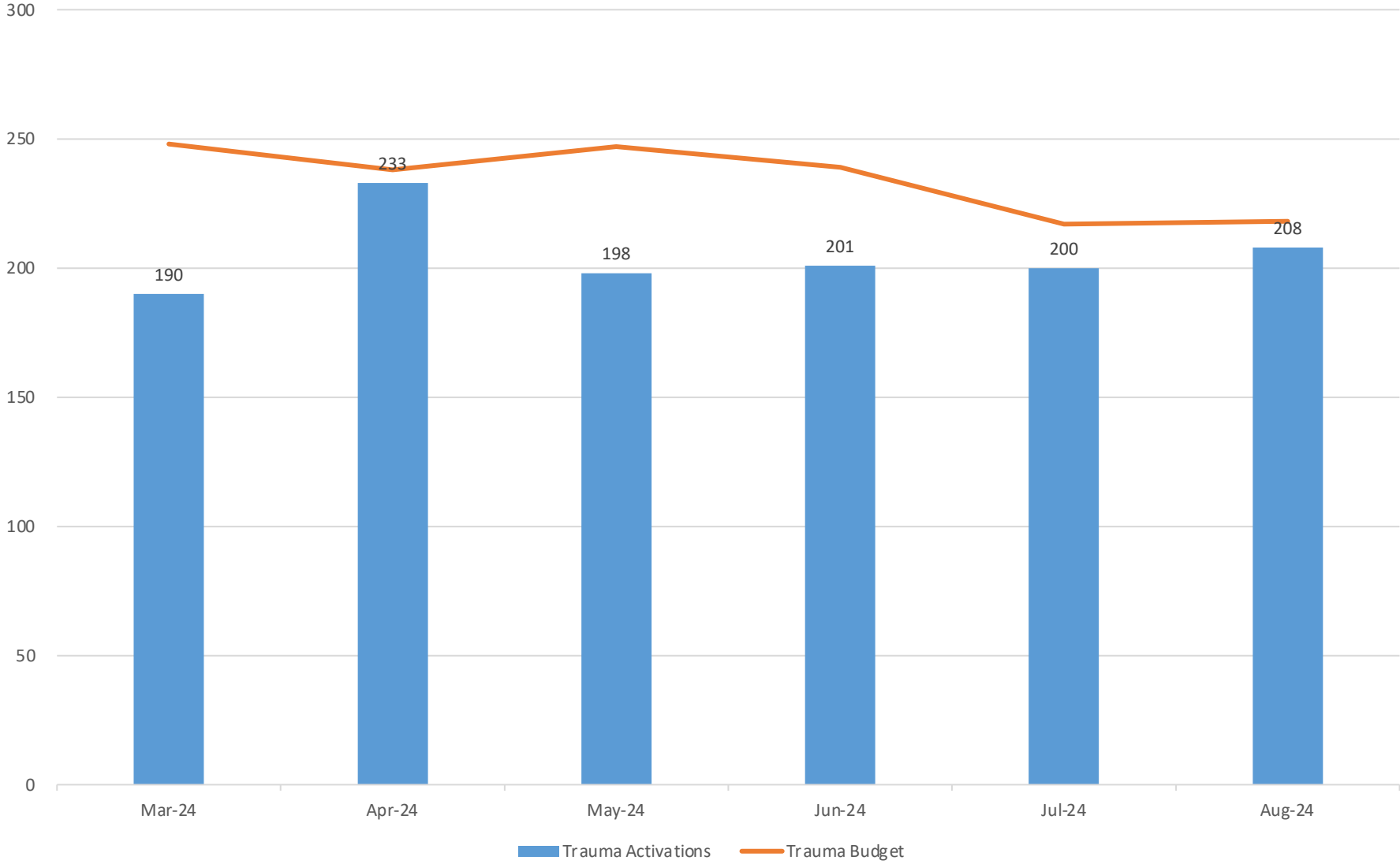
PAYER MIX



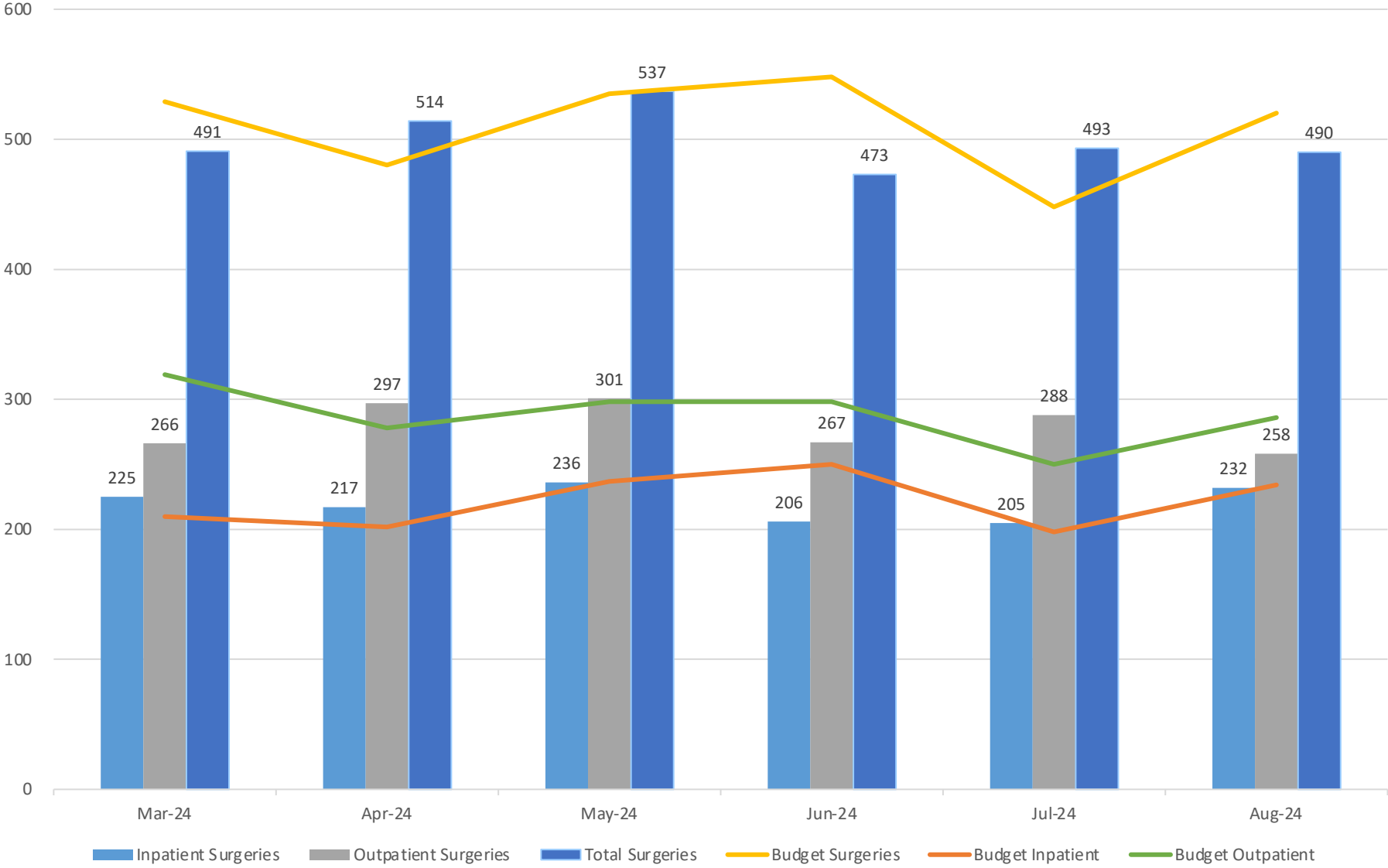
Emergency Room Volume



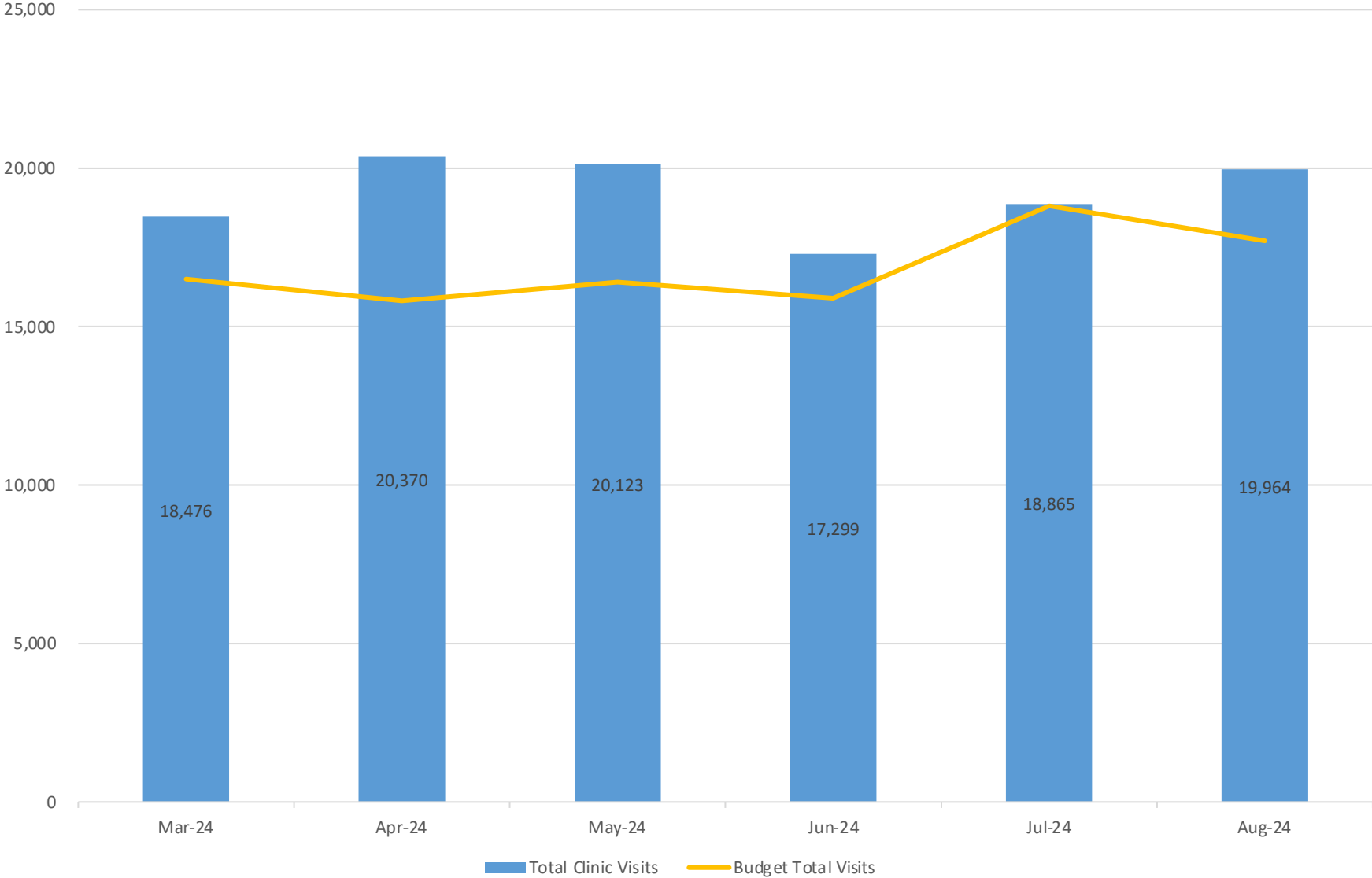
Trauma Activations



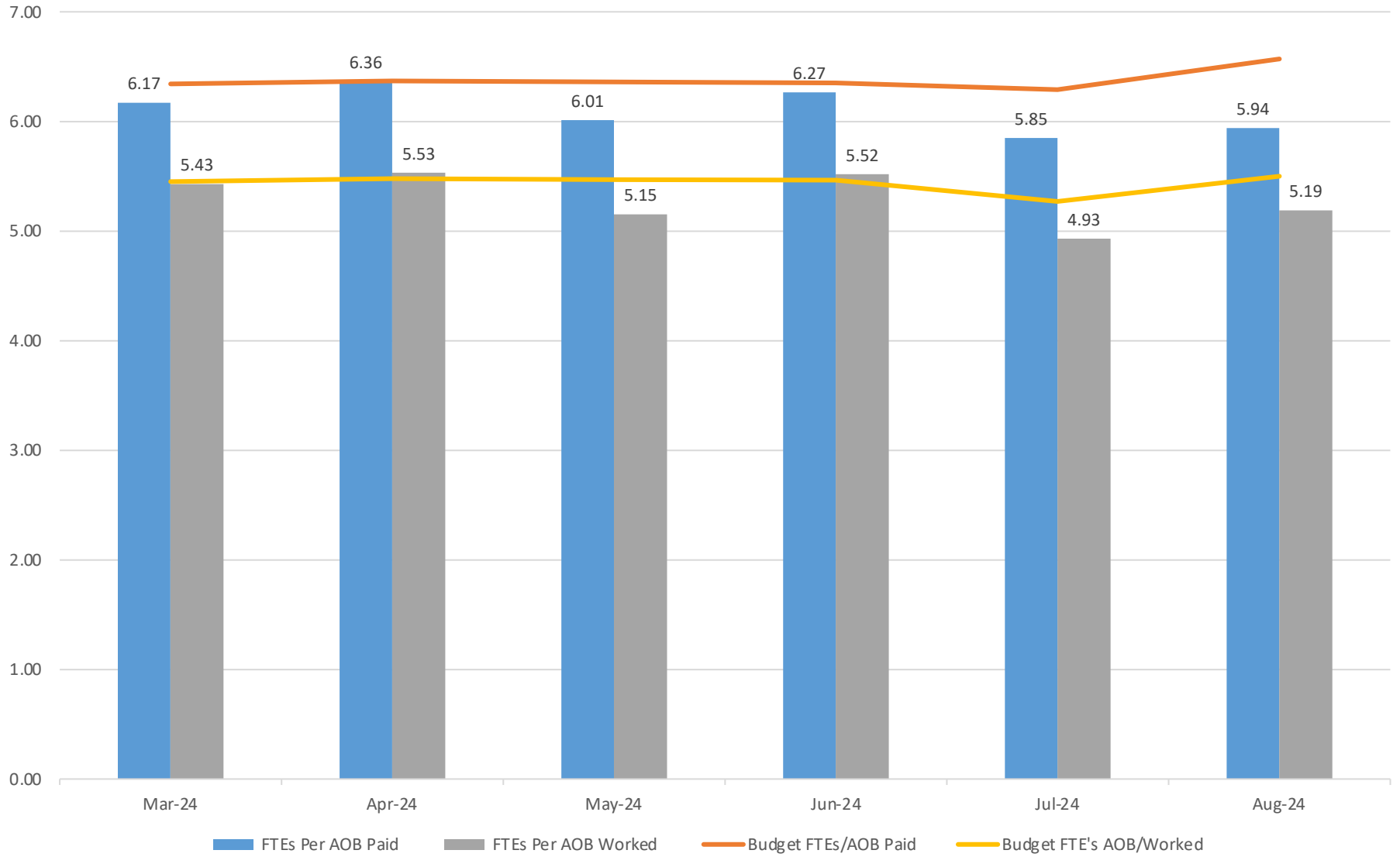
Surgical Volume



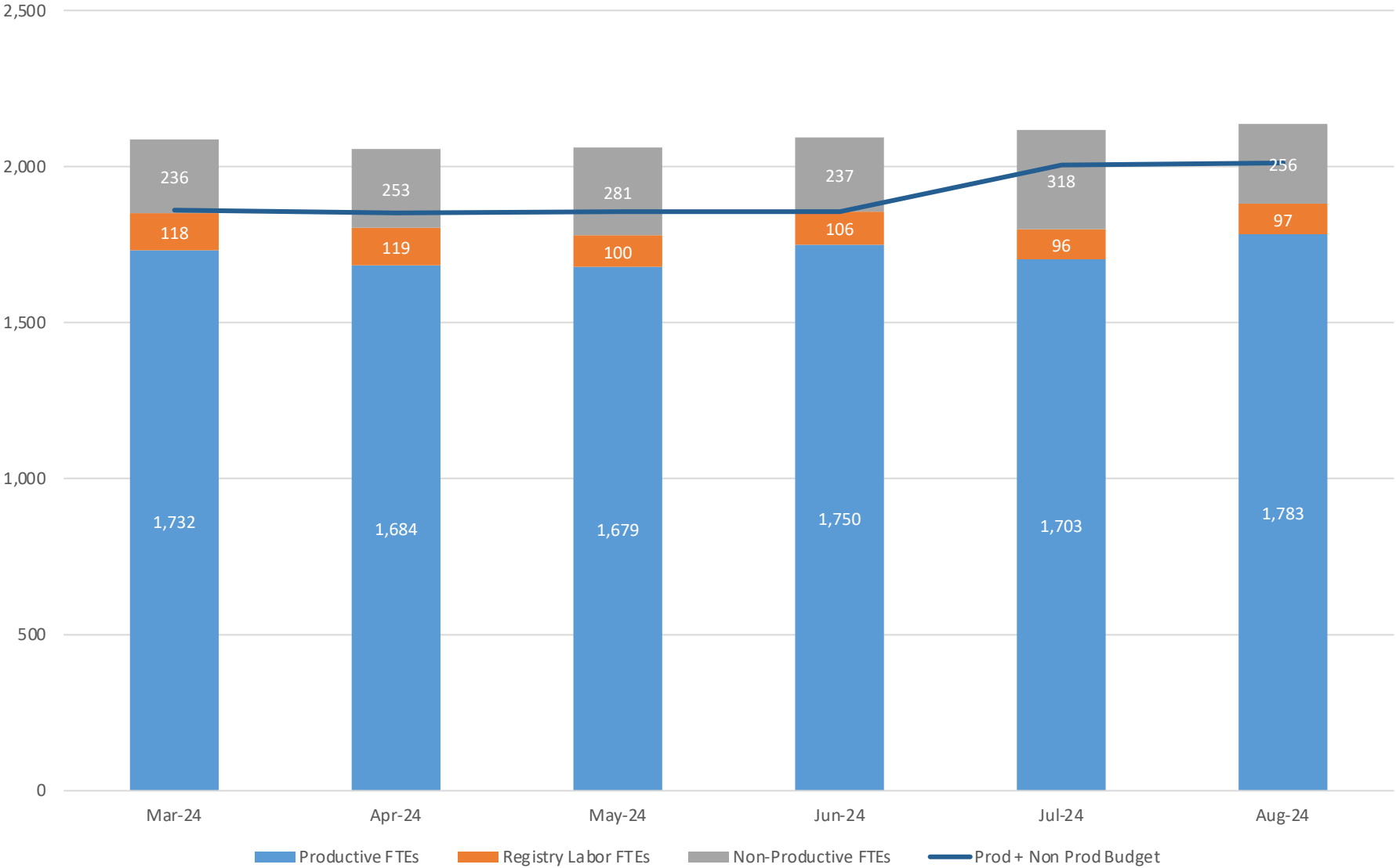
Clinic Visits



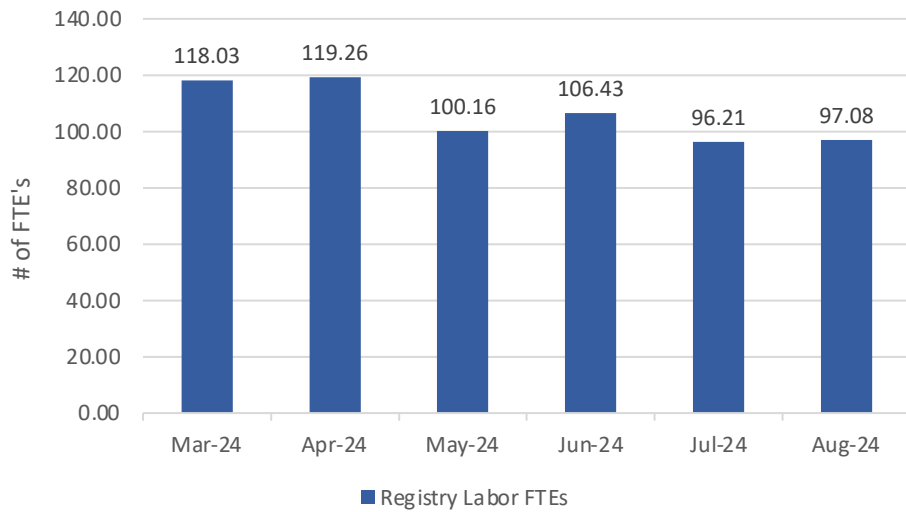
Labor Metrics



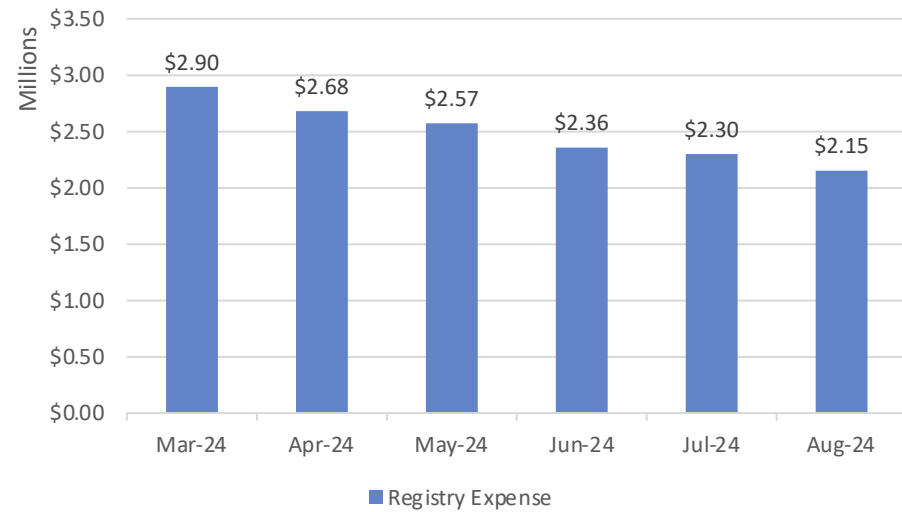
Productivity



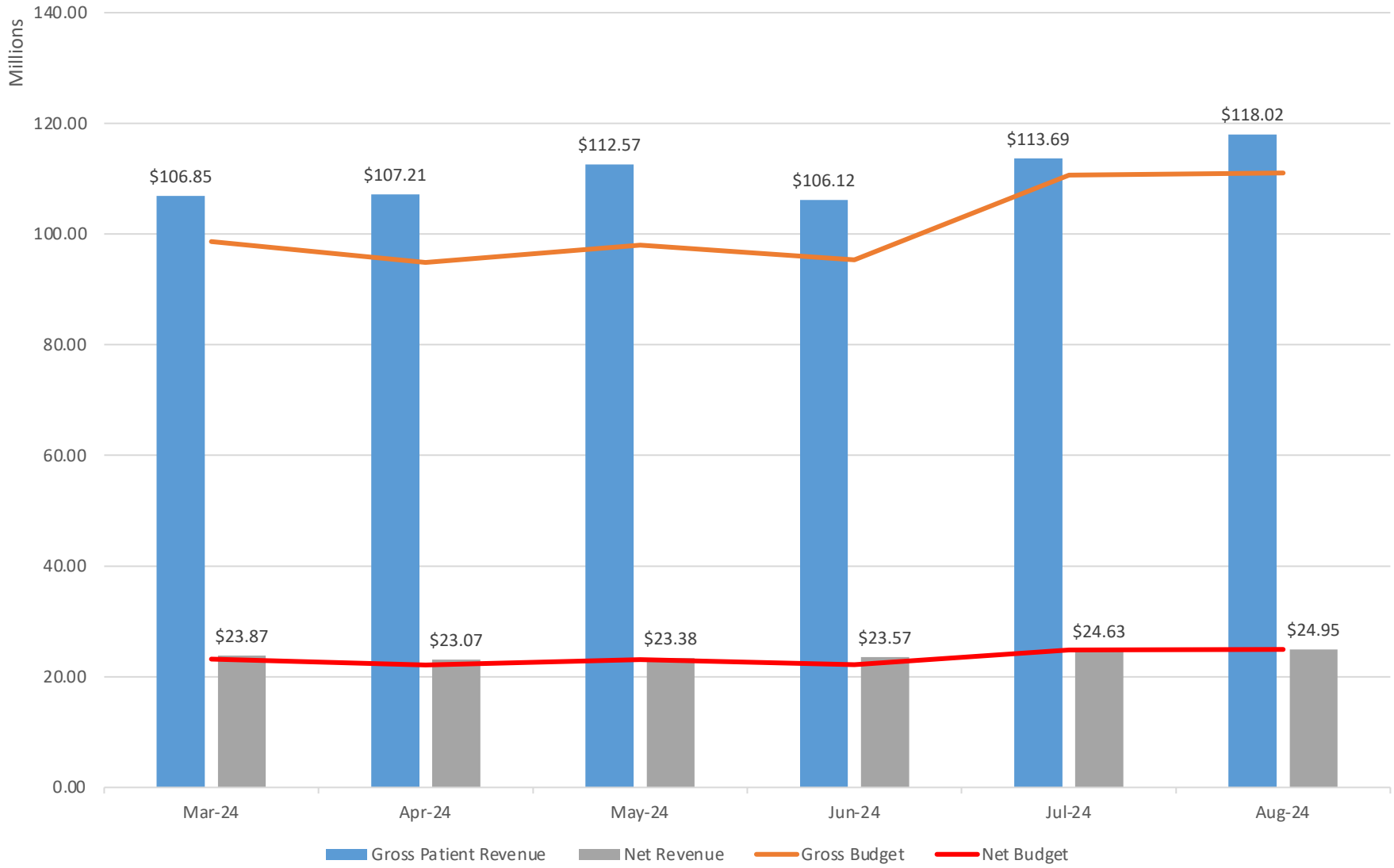
Registry FTE's



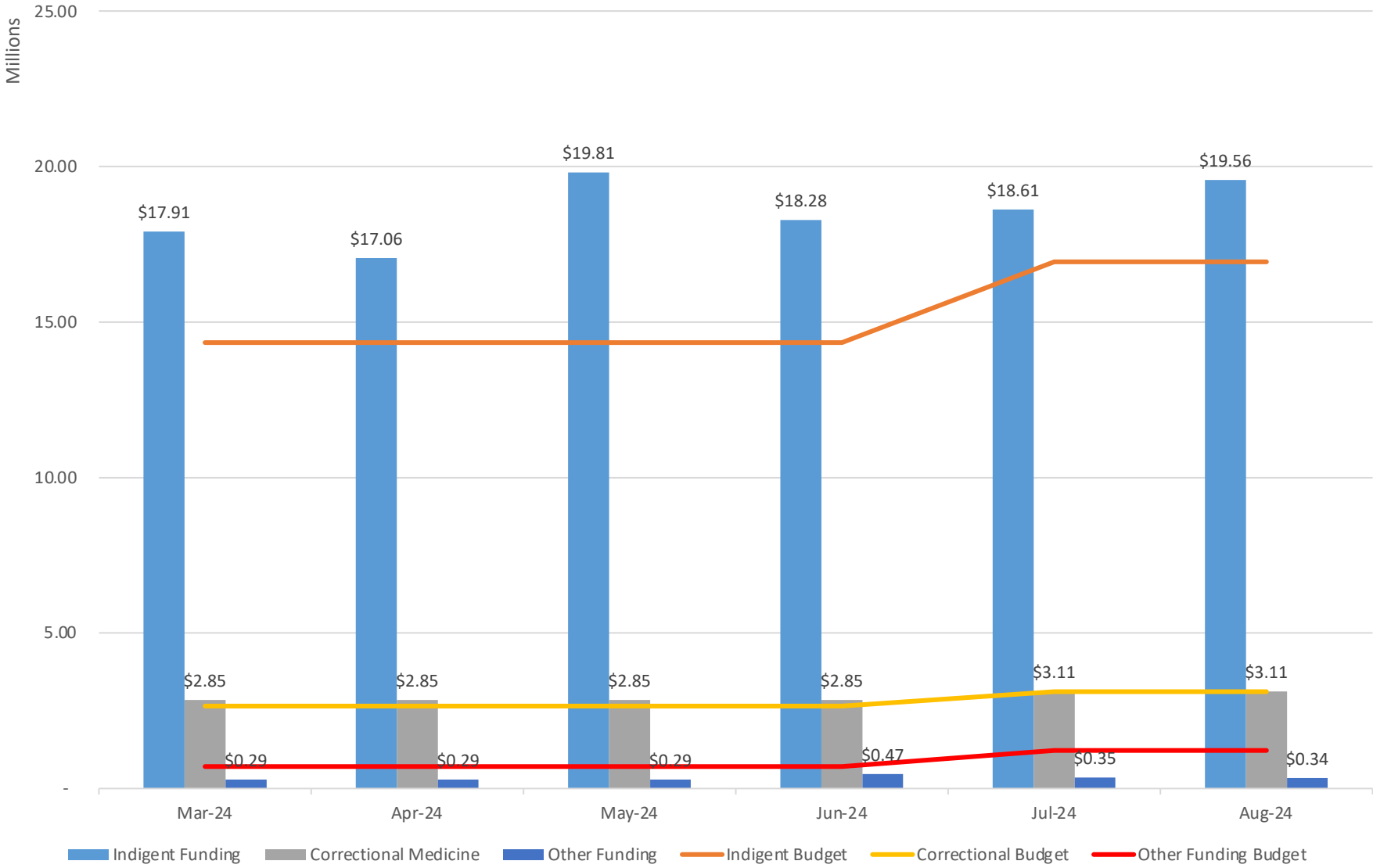
Registry Expense



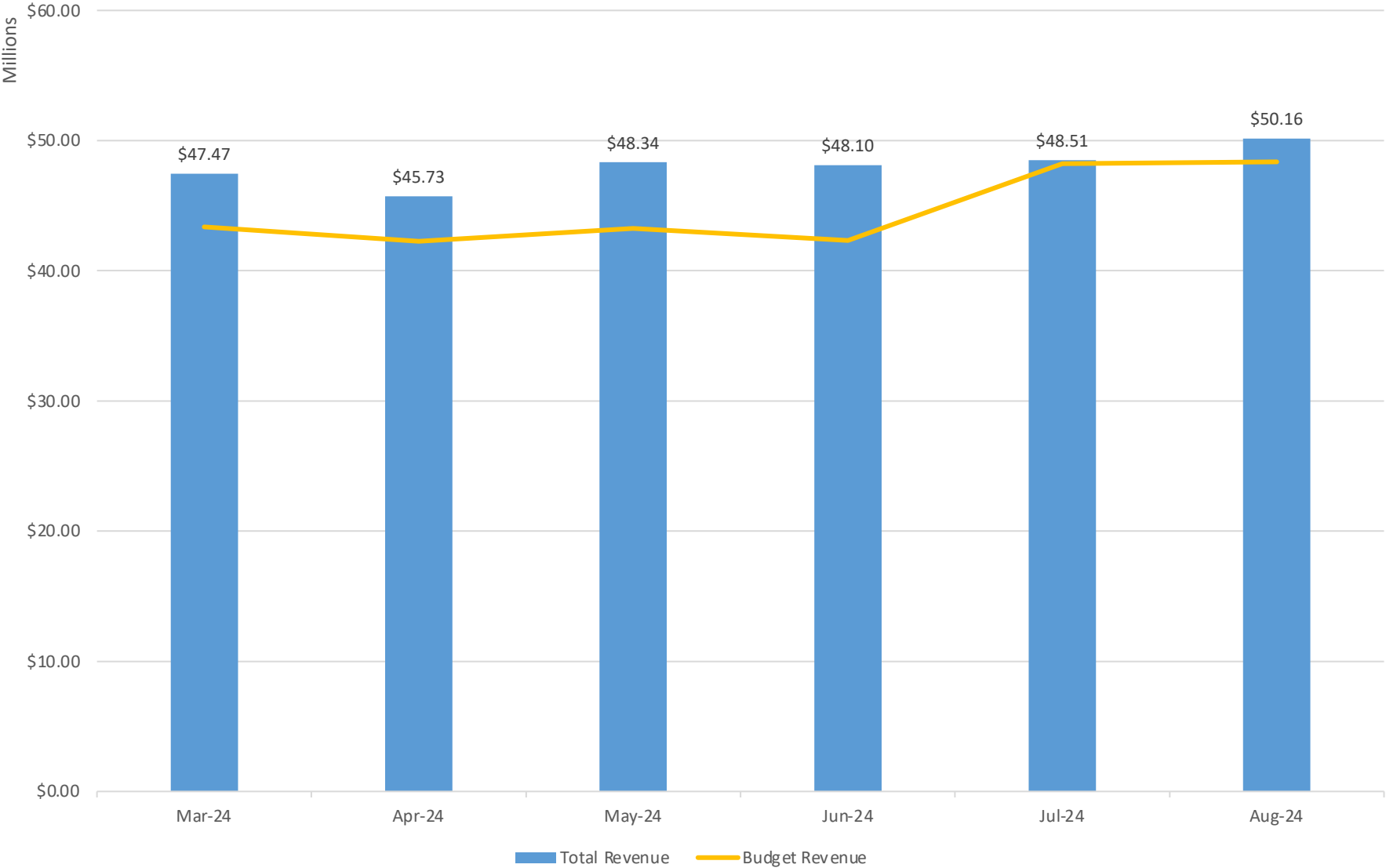
Patient Revenue



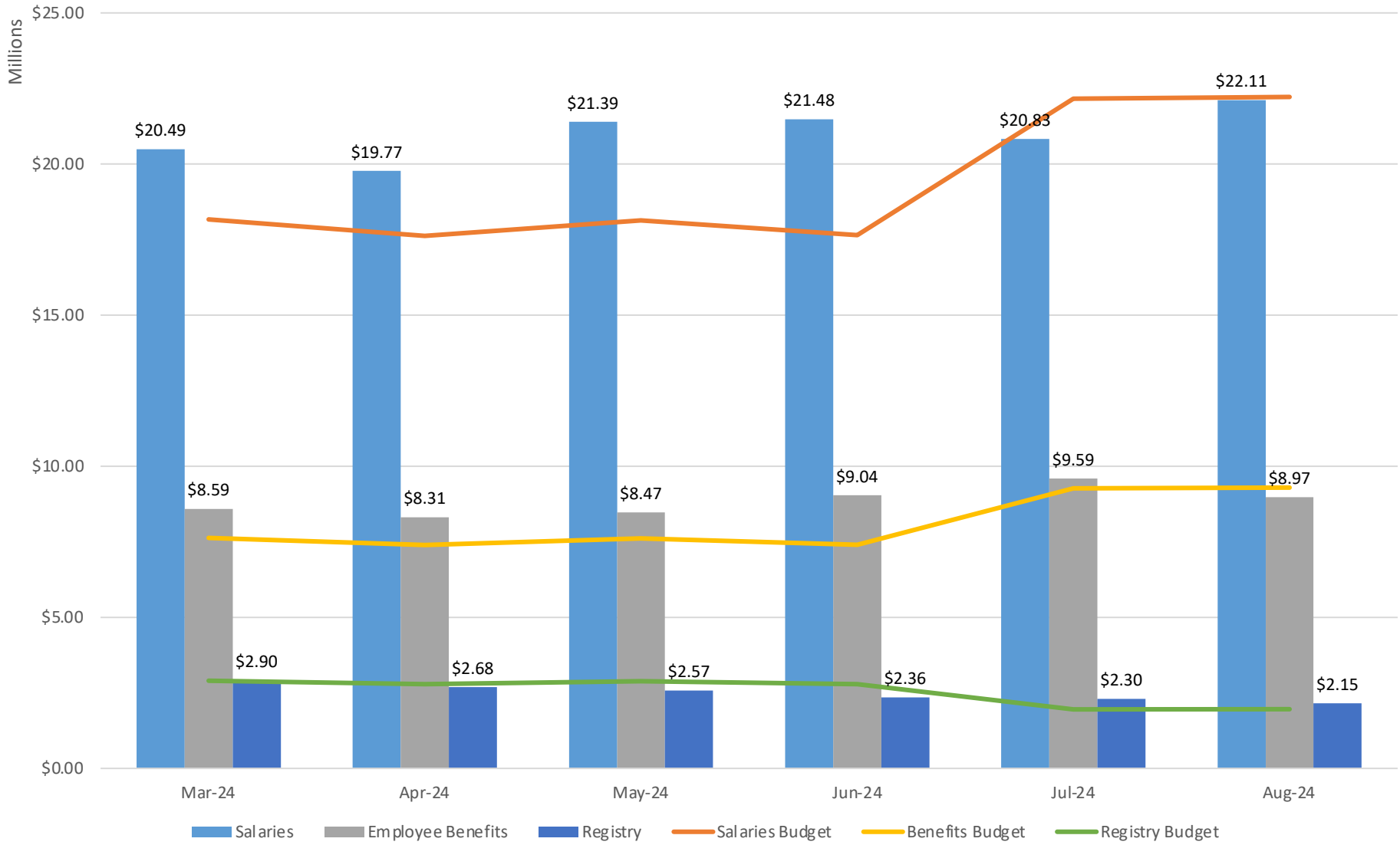
Indigent & Correctional Revenue



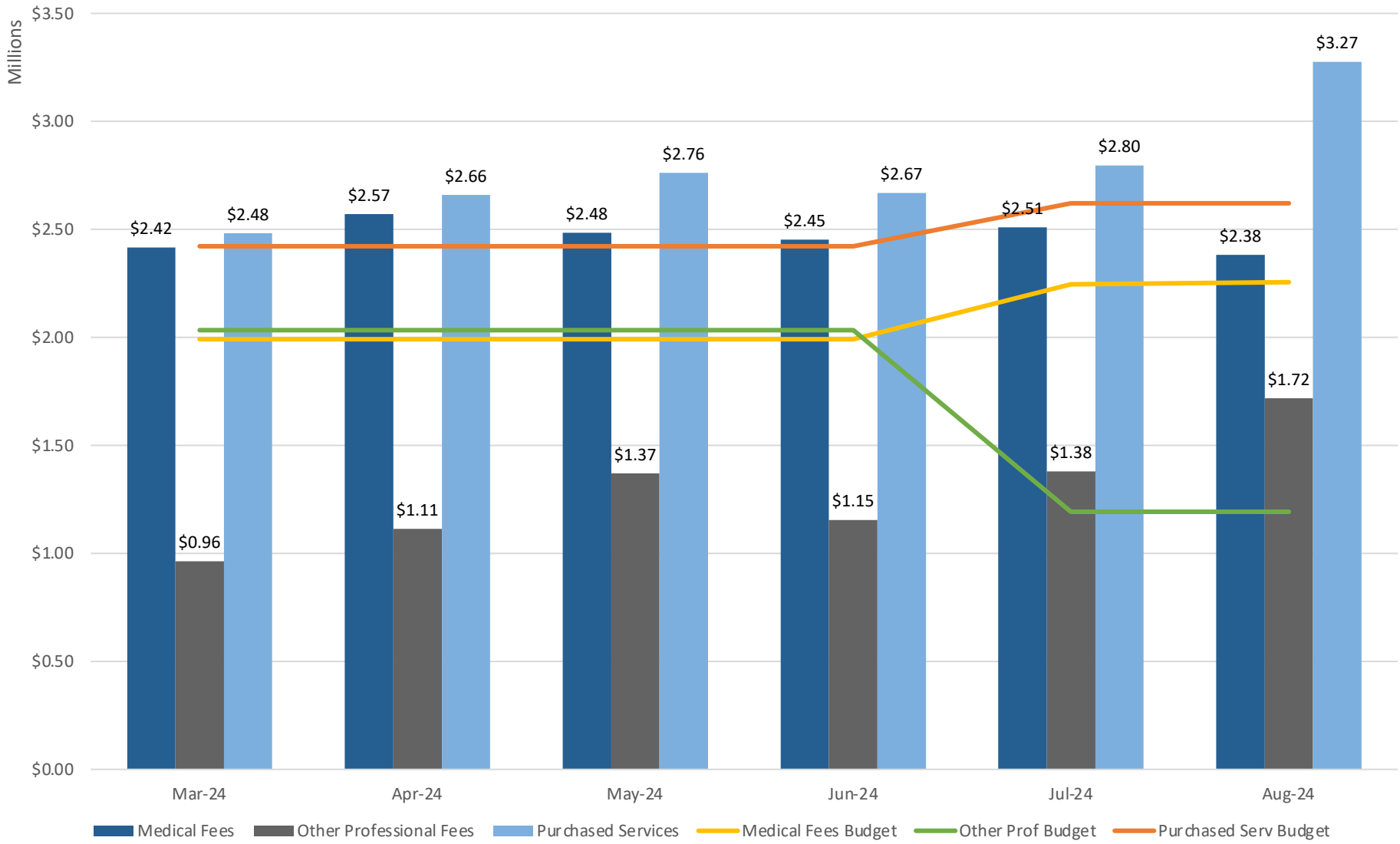
Total Revenue



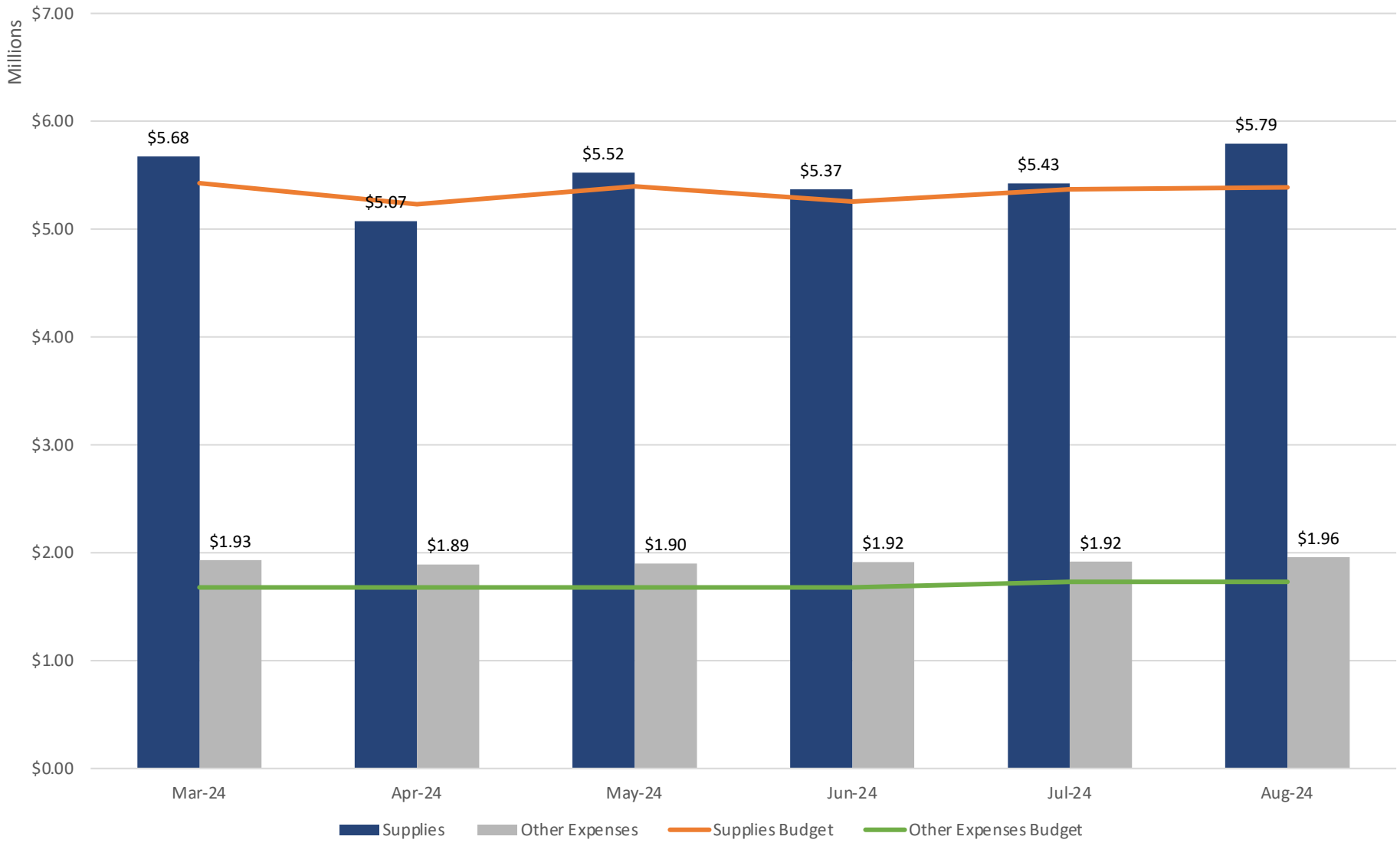
Expenses



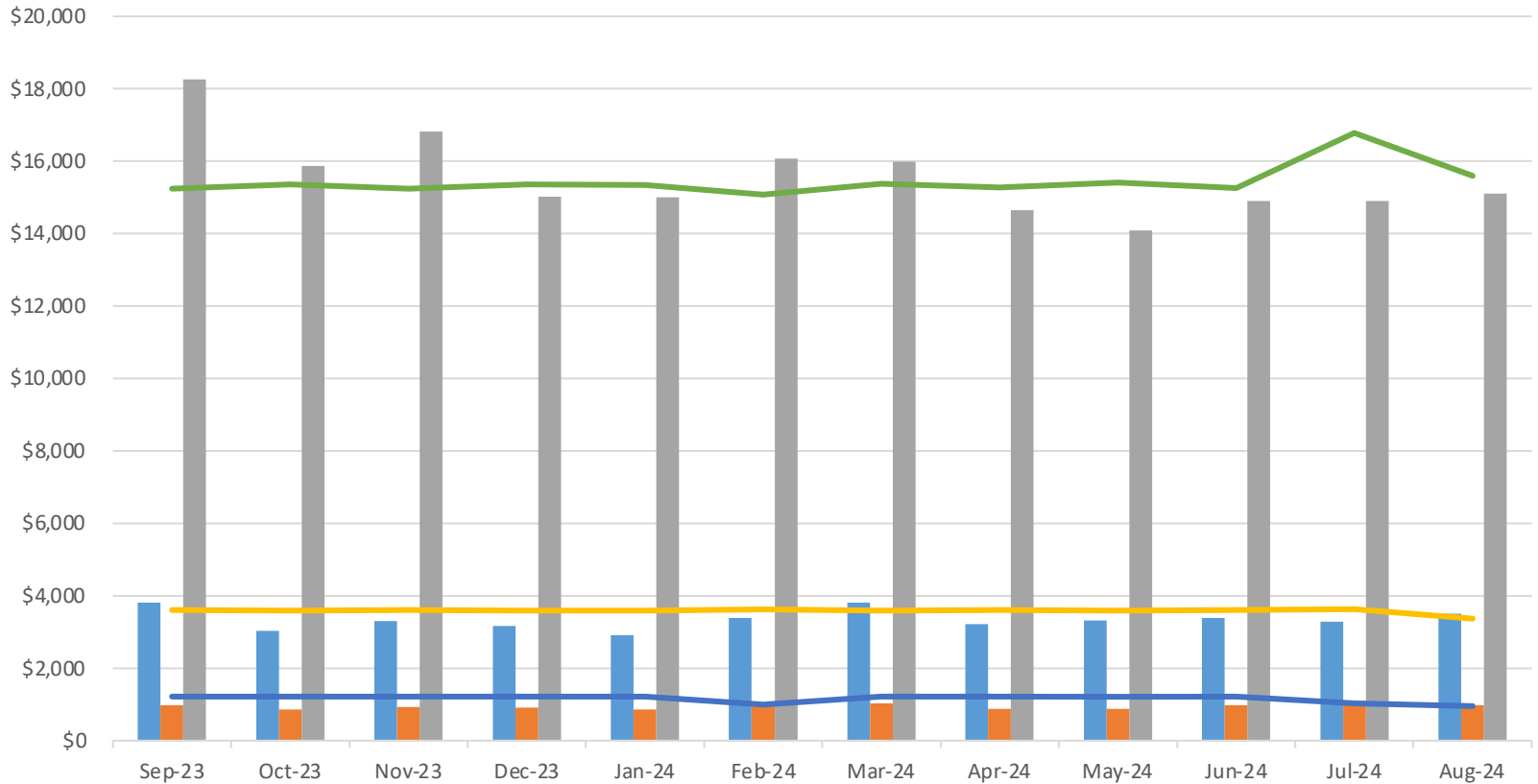
Expenses



Expenses

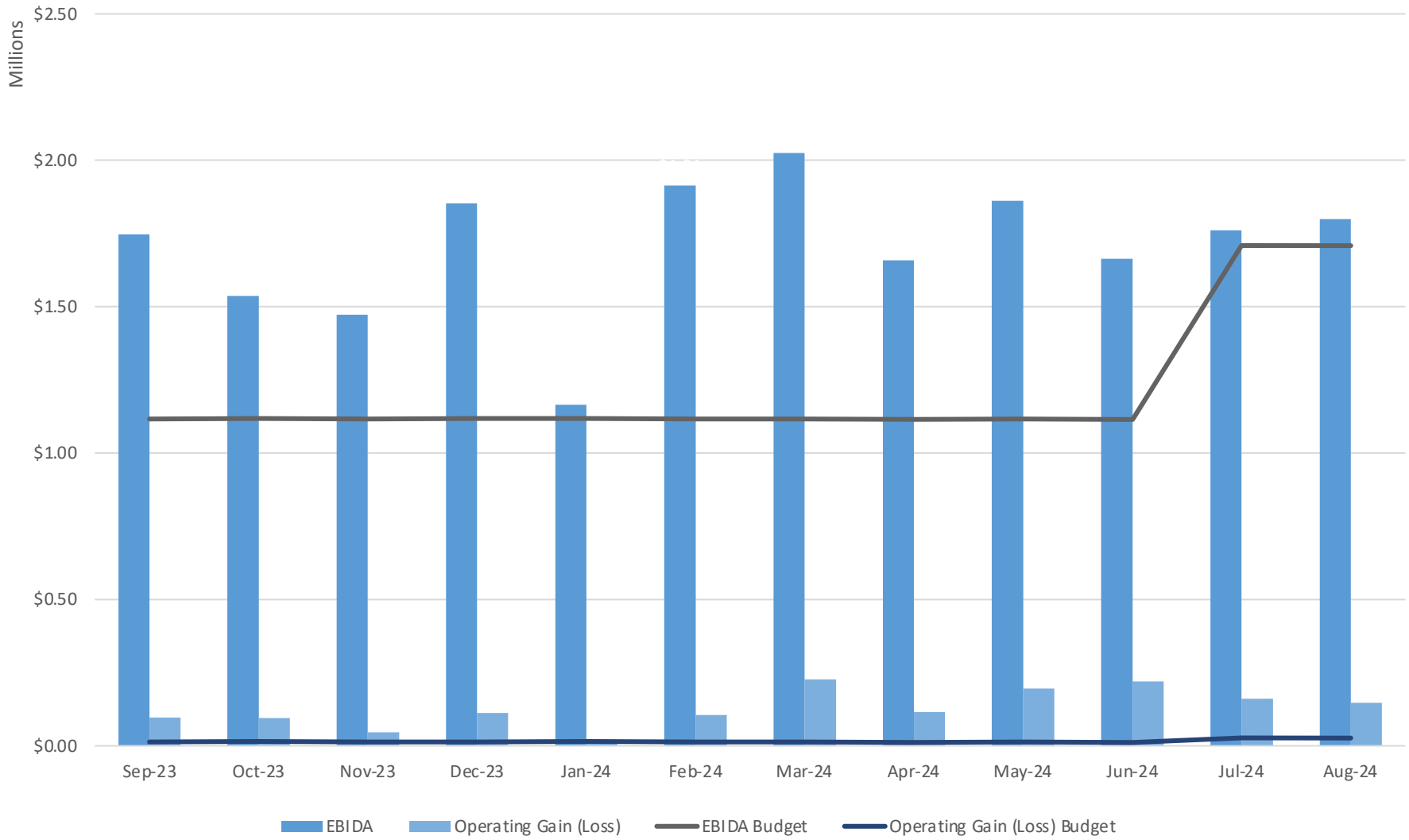


Operating Metrics

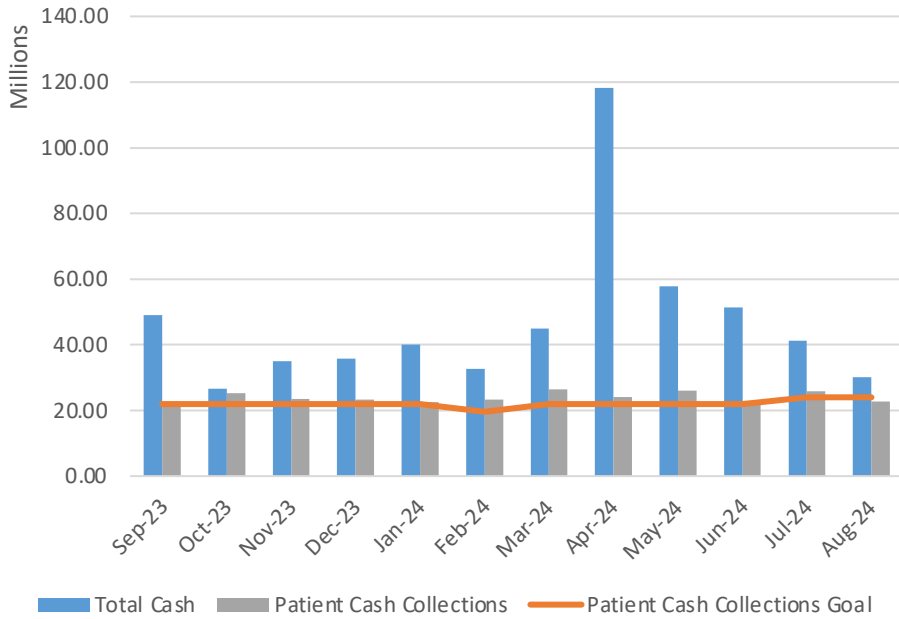


	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24
Supply Expense per AA	\$3,809	\$3,038	\$3,303	\$3,161	\$2,910	\$3,383	\$3,803	\$3,223	\$3,327	\$3,394	\$3,284	\$3,506
Pharm Cost per AA	\$978	\$866	\$932	\$904	\$865	\$1,011	\$1,023	\$877	\$885	\$986	\$1,006	\$982
Net Revenue Per AA	\$18,258	\$15,875	\$16,817	\$15,020	\$15,012	\$16,073	\$15,992	\$14,649	\$14,086	\$14,898	\$14,906	\$15,102
Budget Supp/AA	\$3,606	\$3,589	\$3,606	\$3,589	\$3,589	\$3,621	\$3,590	\$3,610	\$3,596	\$3,608	\$3,630	\$3,369
Budget Pharm/AA	\$1,210	\$1,210	\$1,210	\$1,210	\$1,211	\$999	\$1,210	\$1,210	\$1,211	\$1,210	\$1,027	\$953
Budget Net Rev/AA	\$15,234	\$15,361	\$15,235	\$15,361	\$15,341	\$15,077	\$15,368	\$15,272	\$15,407	\$15,252	\$16,780	\$15,593

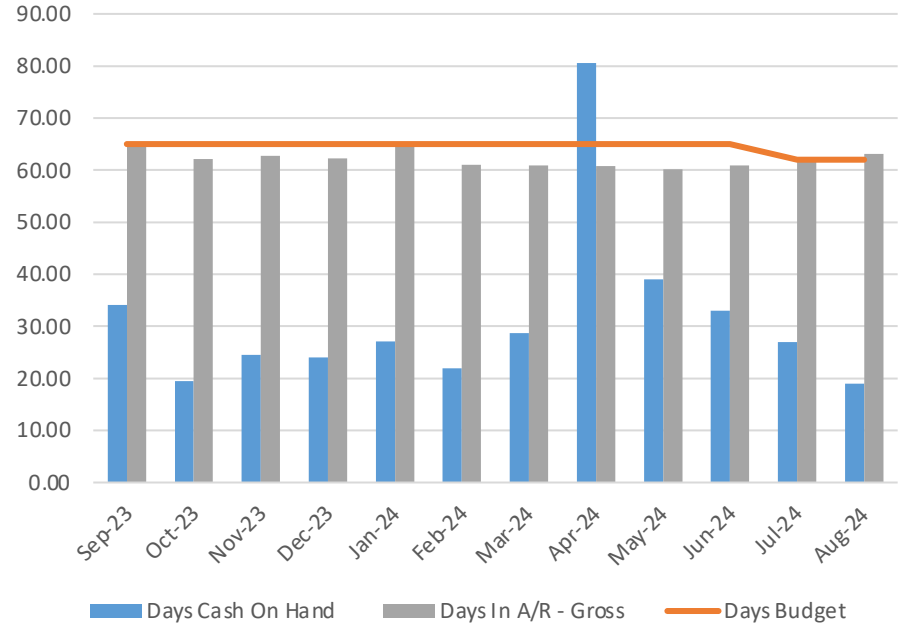
EBIDA Rolling Year



Cash Rolling Year



AR Days Rolling Year



KERN MEDICAL
3-Month Trend Analysis: Revenue & Expenses
August 31, 2024

	JUNE	JULY	AUGUST	BUDGET AUGUST	VARIANCE POS (NEG)	PY AUGUST
Gross Patient Revenue	\$ 106,117,460	\$ 113,685,608	\$ 118,020,779	\$ 111,034,345	6%	\$ 114,081,378
Contractual Deductions	(82,543,254)	(89,056,269)	(93,073,447)	(86,093,279)	8%	(89,254,657)
Net Revenue	23,574,205	24,629,340	24,947,332	24,941,066	0%	24,826,722
Indigent Funding	18,283,151	18,613,956	19,560,940	16,935,500	16%	15,503,545
Correctional Medicine	2,847,714	3,114,656	3,114,656	3,114,656	0%	2,608,481
County Contribution	285,211	294,244	276,178	290,681	(5%)	285,211
Incentive Funding	186,406	53,125	60,706	934,247	(94%)	0
Net Patient Revenue	45,176,687	46,705,321	47,959,813	46,216,150	4%	43,223,958
Other Operating Revenue	2,911,658	1,789,740	2,187,714	2,133,502	3%	2,141,758
Other Non-Operating Revenue	14,726	12,276	11,804	18,997	(38%)	13,789
Total Revenue	48,103,071	48,507,337	50,159,331	48,368,649	4%	45,379,506
Expenses						
Salaries	21,483,131	20,830,249	22,110,133	22,219,099	(0%)	19,449,899
Employee Benefits	9,037,265	9,590,201	8,971,277	9,292,318	(3%)	7,911,268
Registry	2,356,954	2,298,433	2,152,923	1,960,306	10%	2,355,837
Medical Fees	2,452,926	2,508,531	2,381,665	2,255,734	6%	2,191,190
Other Professional Fees	1,153,808	1,379,805	1,717,388	1,192,702	44%	2,801,060
Supplies	5,371,258	5,425,778	5,792,345	5,388,737	7%	5,464,014
Purchased Services	2,668,373	2,795,745	3,274,927	2,621,054	25%	2,146,677
Other Expenses	1,915,172	1,917,166	1,959,211	1,730,380	13%	1,646,605
Operating Expenses	46,438,885	46,745,908	48,359,869	46,660,330	4%	43,966,550
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 1,664,186	\$ 1,761,429	\$ 1,799,462	\$ 1,708,319	5%	\$ 1,412,956
EBIDA Margin	3%	4%	4%	4%	2%	3%
Interest	400,752	282,332	337,180	259,646	30%	235,497
Depreciation	342,049	681,729	679,421	738,089	(8%)	580,635
Amortization	701,227	636,786	636,786	684,113	(7%)	564,412
Total Expenses	47,882,913	48,346,755	50,013,256	48,342,179	3%	45,347,095
Operating Gain (Loss)	\$ 220,158	\$ 160,582	\$ 146,075	\$ 26,470	452%	\$ 32,411
Operating Margin	0.46%	0.33%	0.29%	0.05%	432.1%	0.1%

KERN MEDICAL
Year to Date Analysis: Revenue & Expenses
August 31, 2024

	ACTUAL	BUDGET	VARIANCE	PY	PY VARIANCE
	FYTD	FYTD	POS (NEG)	FYTD	POS (NEG)
Gross Patient Revenue	\$ 231,706,388	\$ 221,646,447	5%	\$ 213,723,850	8%
Contractual Deductions	(182,129,716)	(171,896,730)	6%	(165,113,360)	10%
Net Revenue	49,576,672	49,749,717	0%	48,610,491	
Indigent Funding	38,174,897	33,871,000	12.7%	32,172,897	19%
Correctional Medicine	6,229,312	6,229,312	0%	5,216,961	19%
County Contribution	570,422	581,361	(2%)	570,422	0.00%
Incentive Funding	113,831	1,868,493	(94%)	0	0.0%
Net Patient Revenue	94,665,134	92,299,883	3%	86,570,771	9%
Other Operating Revenue	3,977,455	4,267,005	(7%)	3,473,308	15%
Other Non-Operating Revenue	24,080	37,994	(37%)	86,250	(72%)
Total Revenue	98,666,668	96,604,882	2%	90,130,328	9%
Expenses					
Salaries	42,940,382	44,376,486	(3.2%)	38,570,091	11%
Employee Benefits	18,561,478	18,551,684	0.1%	16,102,302	15%
Registry	4,451,356	3,912,863	14%	4,749,278	(6%)
Medical Fees	4,890,196	4,502,707	9%	4,296,204	14%
Other Professional Fees	3,097,192	2,385,404	30%	5,024,844	(38%)
Supplies	11,218,123	10,756,239	4%	10,119,591	10.9%
Purchased Services	6,070,672	5,242,108	16%	5,172,681	17%
Other Expenses	3,876,378	3,460,759	12%	3,344,146	16%
Operating Expenses	95,105,777	93,188,250	2%	87,379,137	9%
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 3,560,891	\$ 3,416,632	4%	\$ 2,751,191	29%
EBIDA Margin	4%	4%	2%	3%	18%
Interest	619,512	519,292	19%	450,005	38%
Depreciation	1,361,150	1,476,179	(8%)	1,229,519	11%
Amortization	1,273,572	1,368,227	(7%)	1,019,394	25%
Total Expenses	98,360,011	96,551,948	2%	90,078,056	9%
Operating Gain (Loss)	\$ 306,657	\$ 52,934	479%	\$ 52,273	487%
Operating Margin	0.3%	0.1%	467.2%	0.1%	436%

**KERN MEDICAL
BALANCE SHEET**

	AUGUST 2024	AUGUST 2023
ASSETS:		
<i>Total Cash</i>	\$ 30,053,997	\$ 43,917,403
Patient Receivables Subtotal	245,710,104	244,751,564
Contractual Subtotal	(197,365,687)	(183,308,269)
<i>Net Patient Receivable</i>	48,344,417	61,443,294
Total Indigent Receivable	249,823,468	229,760,960
Total Other Receivable	25,822,821	13,532,141
Total Prepaid Expenses	7,489,767	6,407,231
Total Inventory	4,697,004	5,560,139
<i>Total Current Assets</i>	366,231,474	360,621,168
Deferred Outflows of Resources	112,536,013	105,241,458
Total Land, Equipment, Buildings and Intangibles	269,936,540	253,215,521
Total Construction in Progress	9,644,961	12,796,773
<i>Total Property, Plant & Equipment</i>	279,581,501	266,012,294
Total Accumulated Depr & Amortization	(172,320,539)	(157,657,019)
<i>Net Property, Plant, and Equipment</i>	107,260,962	108,355,275
<i>Total Long Term Assets</i>	112,536,013	105,241,458
<i>Total Assets</i>	\$ 586,028,448	\$ 574,217,901

**KERN MEDICAL
BALANCE SHEET**

	AUGUST 2024	AUGUST 2023
LIABILITIES & EQUITY:		
Total Accounts Payable	\$ 4,640,332	\$ 13,807,771
Total Accrued Compensation	29,563,956	29,343,696
Total Due Government Agencies	4,318,752	15,211,365
Total Other Accrued Liabilities	52,371,526	28,914,070
<i>Total Current Liabilities</i>	90,894,566	87,276,903
Unfunded Pension Liability	345,399,109	284,243,193
Other Long-Term Liabilities	81,477,863	134,837,243
<i>Total Long-Term Liabilities</i>	426,876,972	419,080,436
<i>Total Liabilities</i>	517,771,537	506,357,339
<i>Total Net Position</i>	68,256,911	67,860,562
<i>Total Liabilities and Net Position</i>	\$ 586,028,448	\$ 574,217,901

**KERN MEDICAL
STATEMENT OF CASH FLOWS**

	Fiscal Year-to-Date August 2024	Fiscal Year-End June 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received for patient/current services	\$ 49,106,146	\$ 293,523,533
Cash received for other operations	6,125,164	233,602,712
Cash paid for salaries and benefits	(54,138,046)	(339,411,493)
Cash paid for services and supplies	(39,984,773)	(186,981,598)
Net cash (used in) provided by operating activities	(38,891,510)	733,154
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash (provided to) received from various County funds	-	-
Interest paid - pension obligation bond	-	420,331
Principal paid - pension obligation bond	-	(1,062,281)
Interest paid - line of credit	-	-
Line of credit payment	20,000,000	-
Net cash provided by (used in) noncapital financing activities	20,000,000	(641,950)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition or construction of capital assets	(1,722,636)	(18,896,864)
Payments on right-of-usage lease liability	(497,654)	3,896,089
Interest paid - right-of-usage lease liability	(1,541)	31,211
Payments on SBITA liability	(125,365)	(752,150)
Interest paid - SBITA	(104)	2,013
Net cash used by capital and related financing activities	(2,347,300)	(15,719,700)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on bank deposits and investments	-	-
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(21,238,810)	(15,628,497)
CASH AND CASH EQUIVALENTS, beginning of year	51,292,807	66,921,303
CASH AND CASH EQUIVALENTS, year-to-date	\$ 30,053,997	\$ 51,292,807