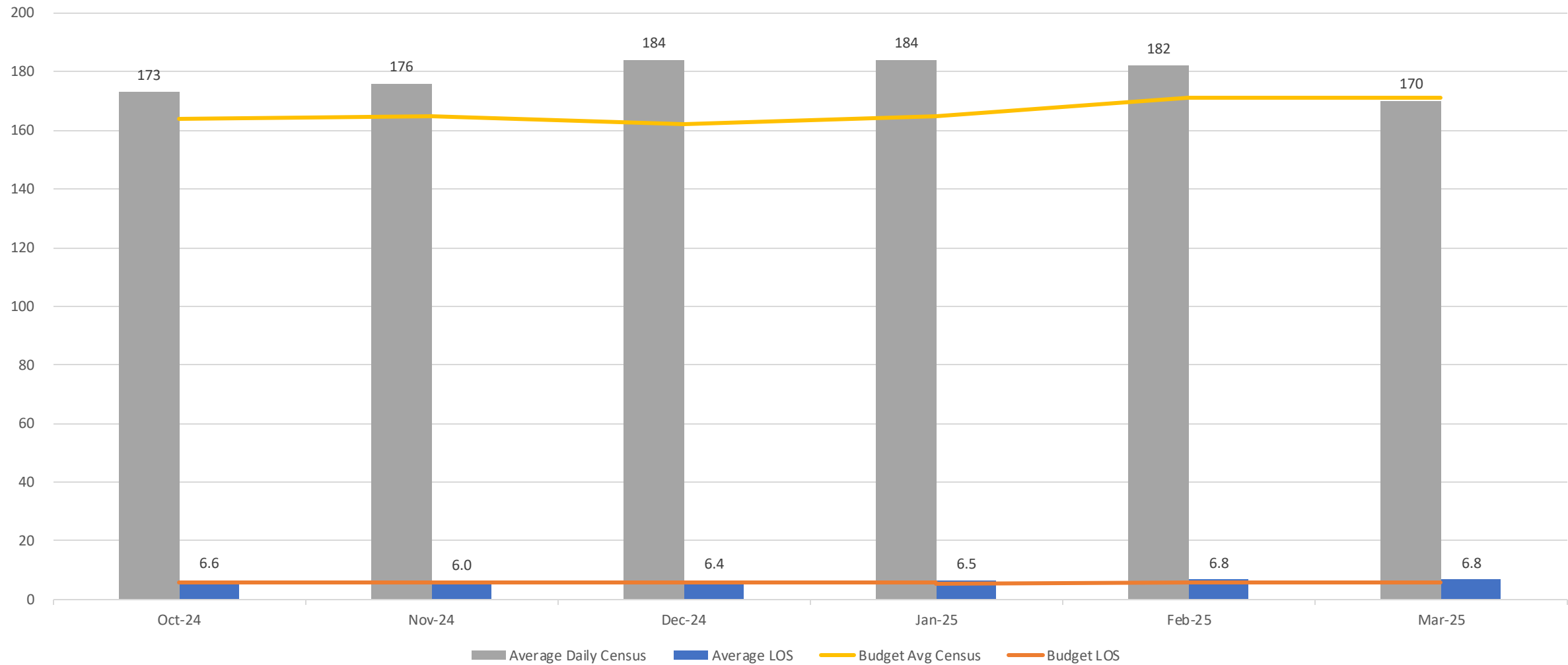


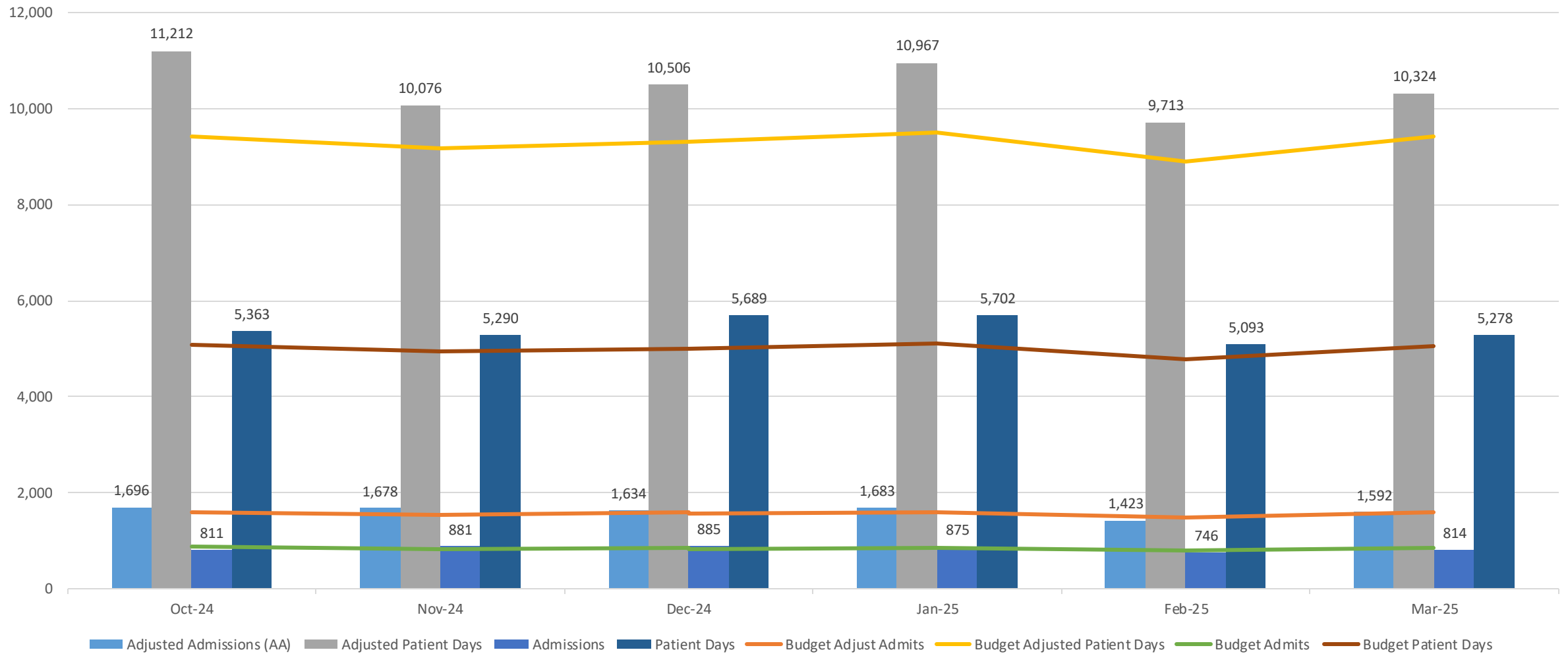


Board of Governors' Report
Kern Medical – March 2025

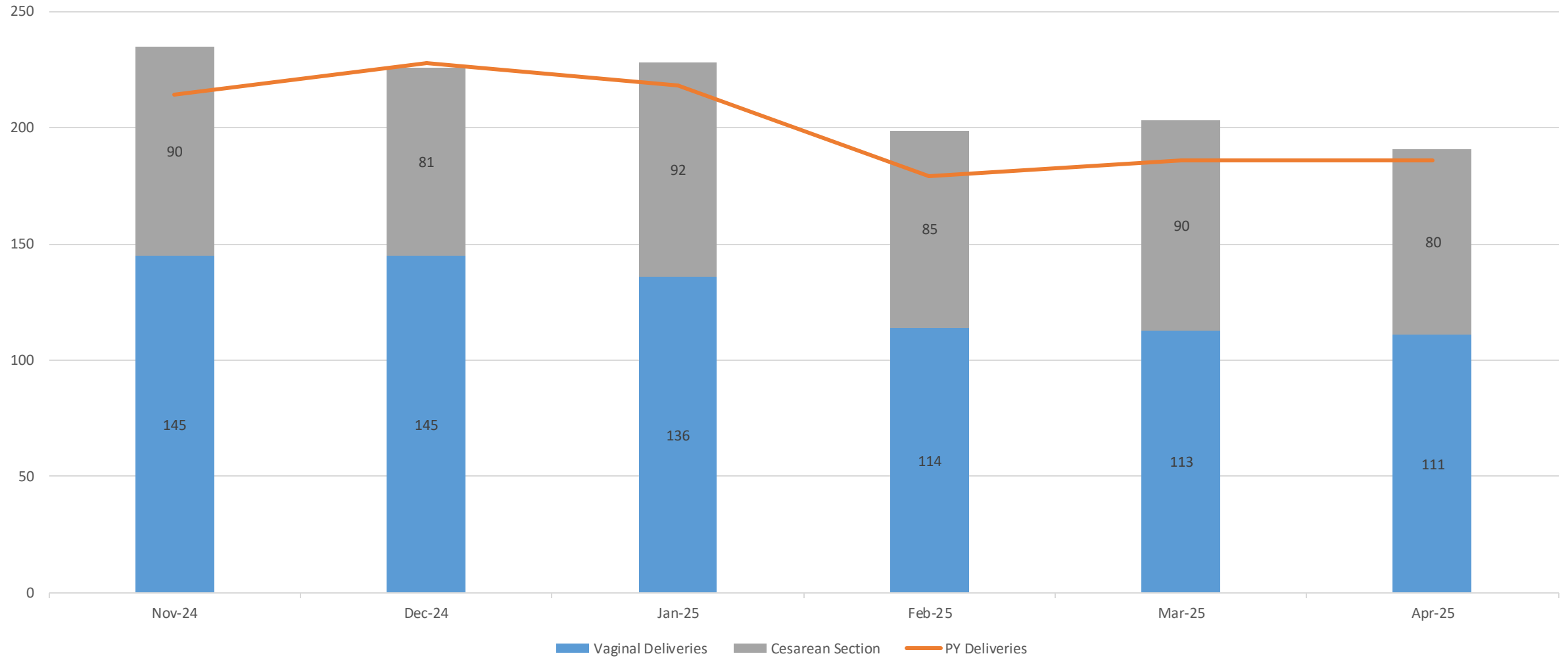
Census & ALOS



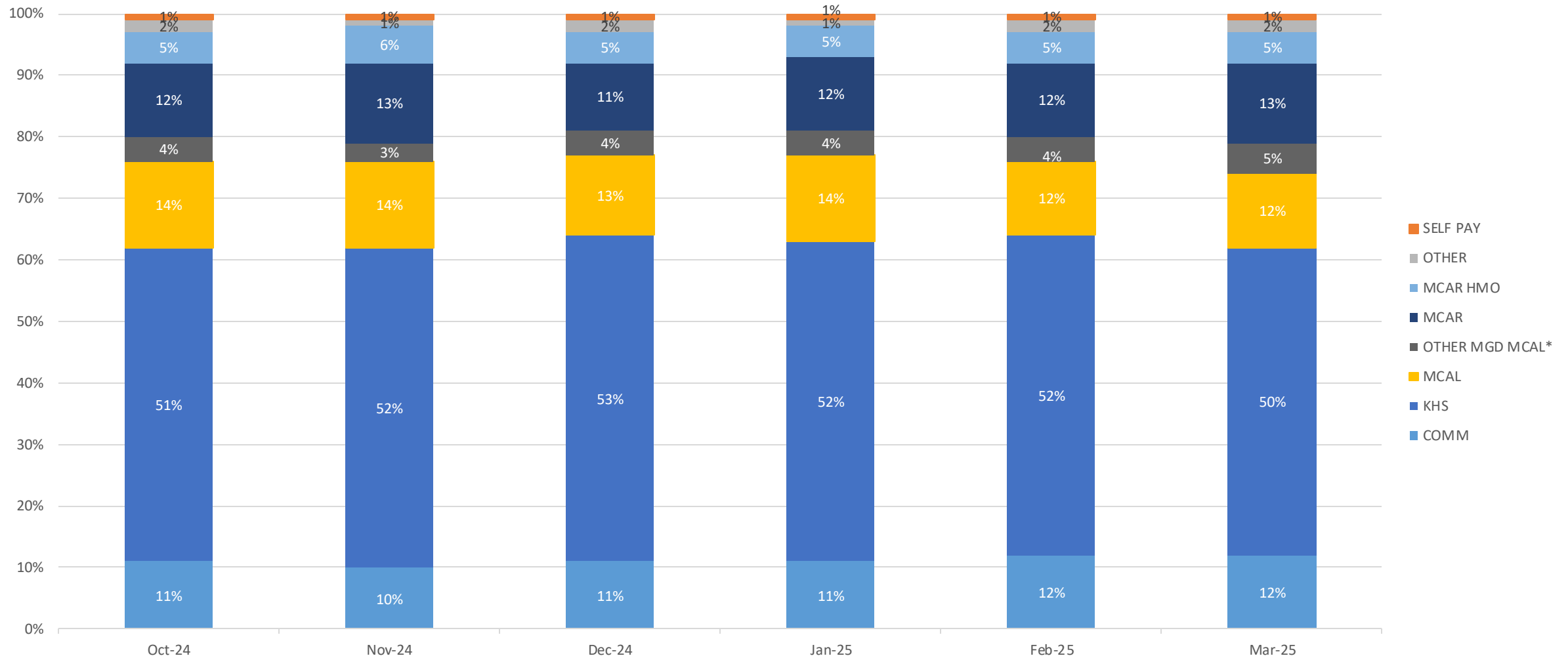
Hospital Volumes



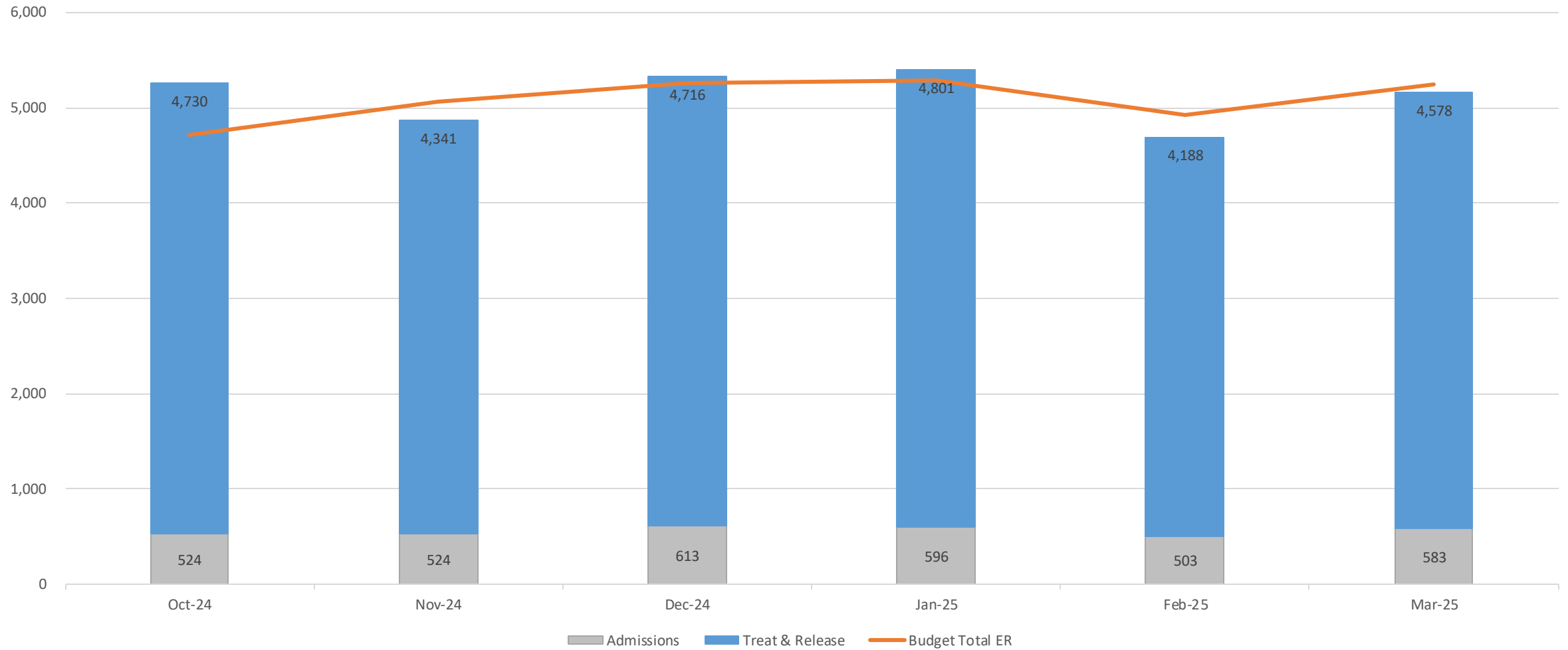
Deliveries



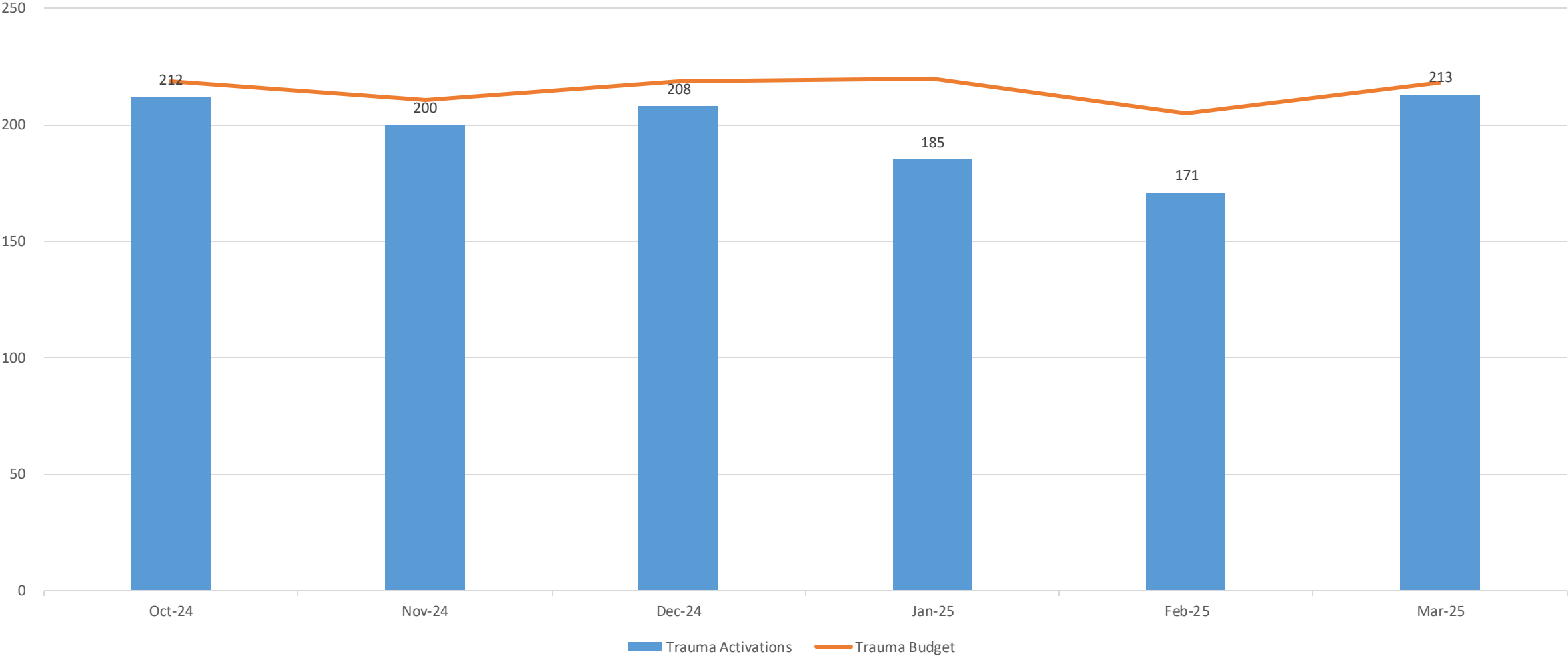
PAYER MIX



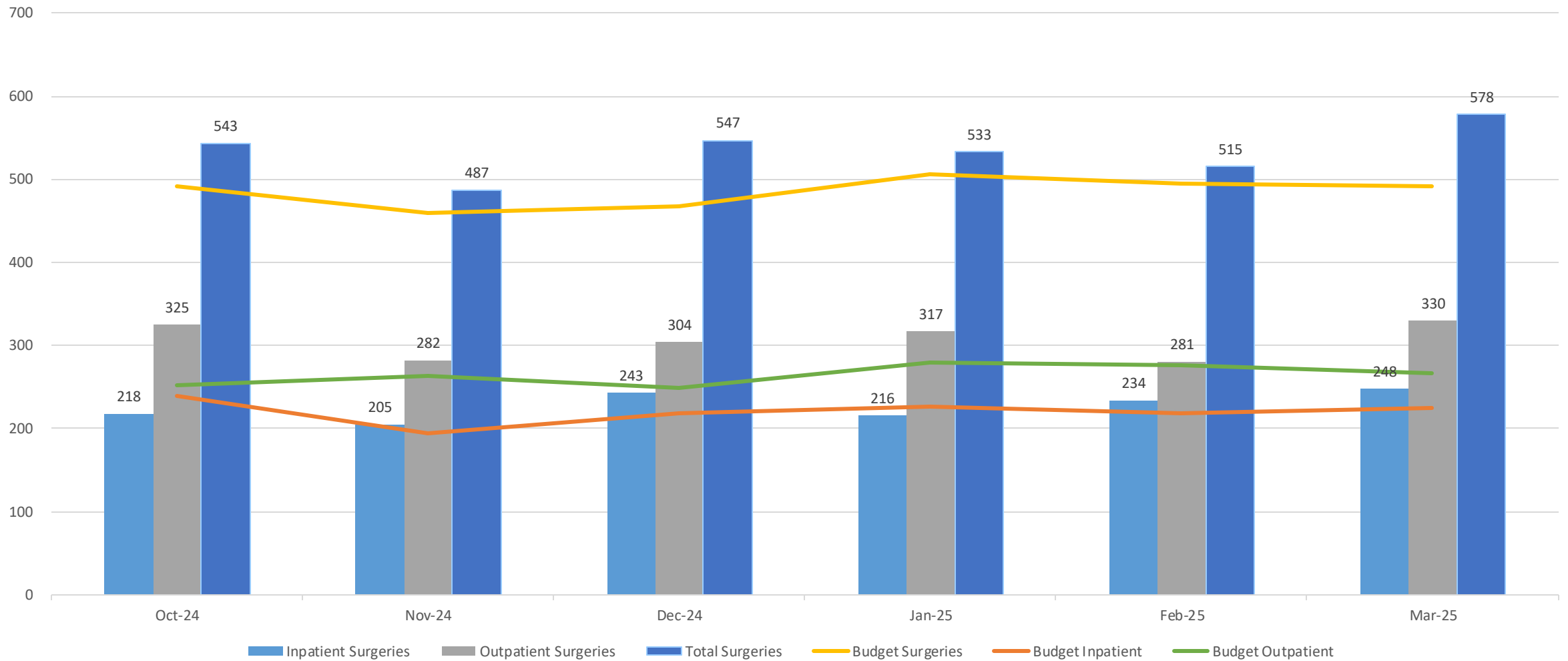
Emergency Room Volume



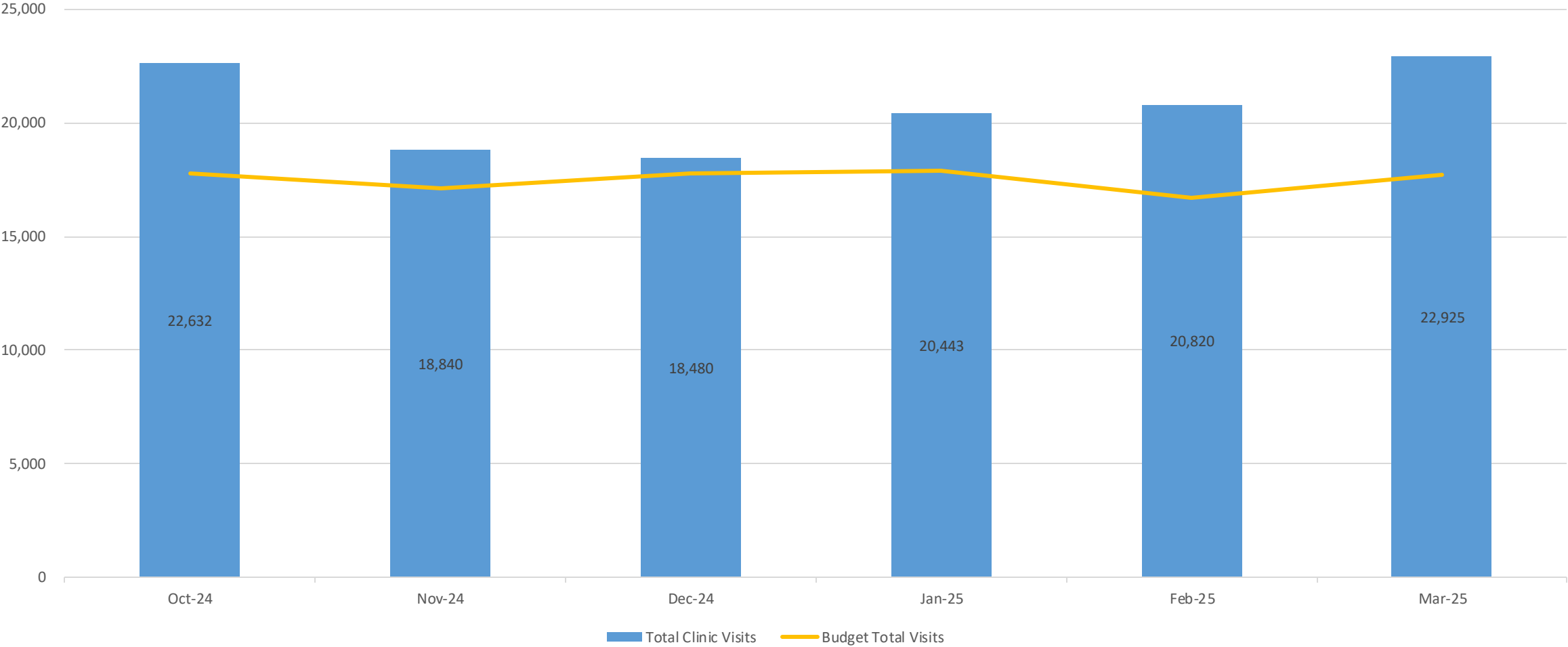
Trauma Activations



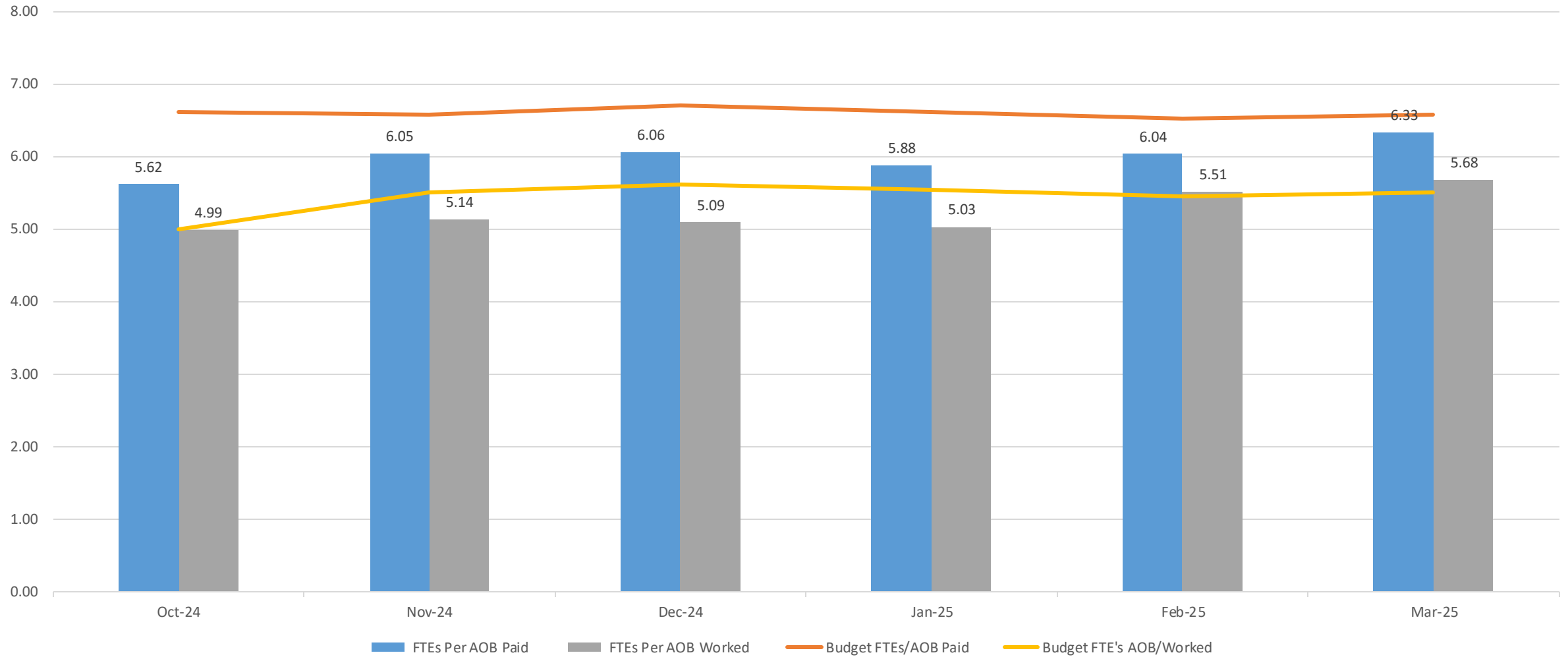
Surgical Volume



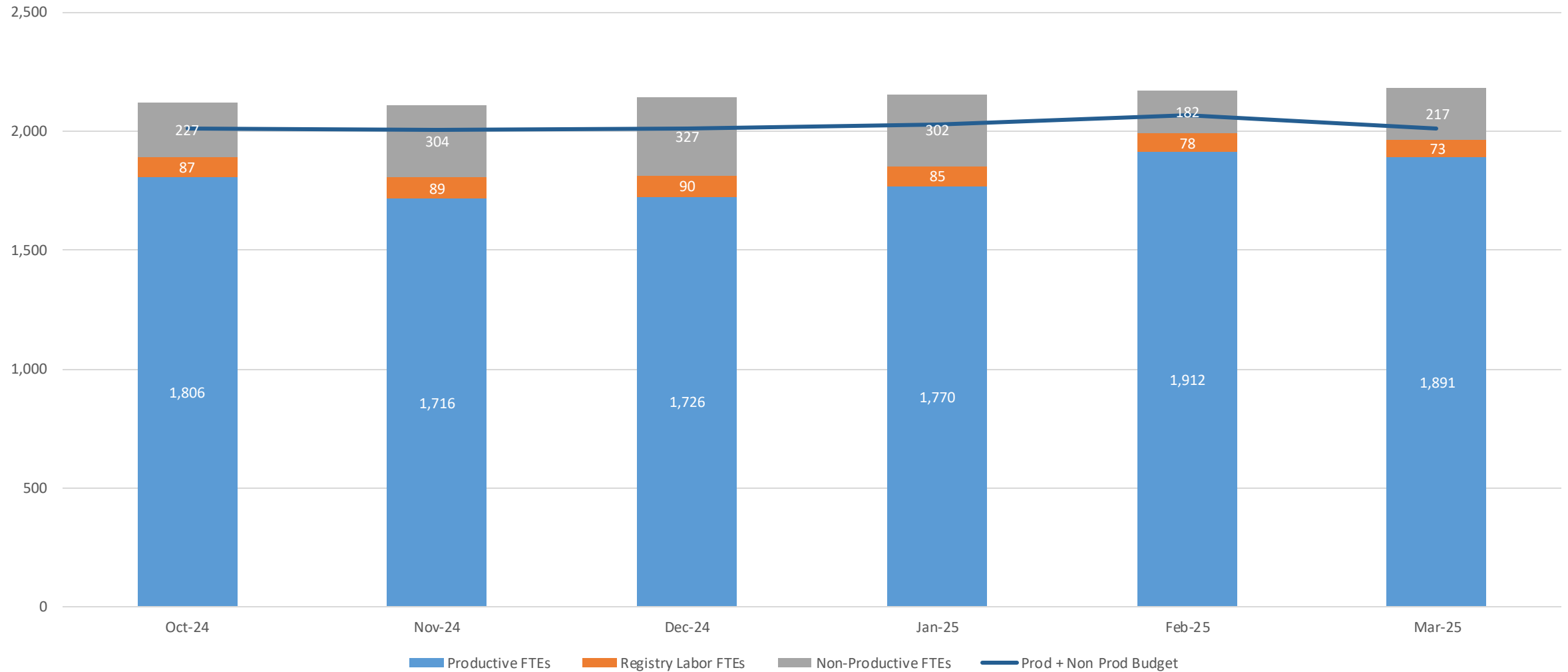
Clinic Visits

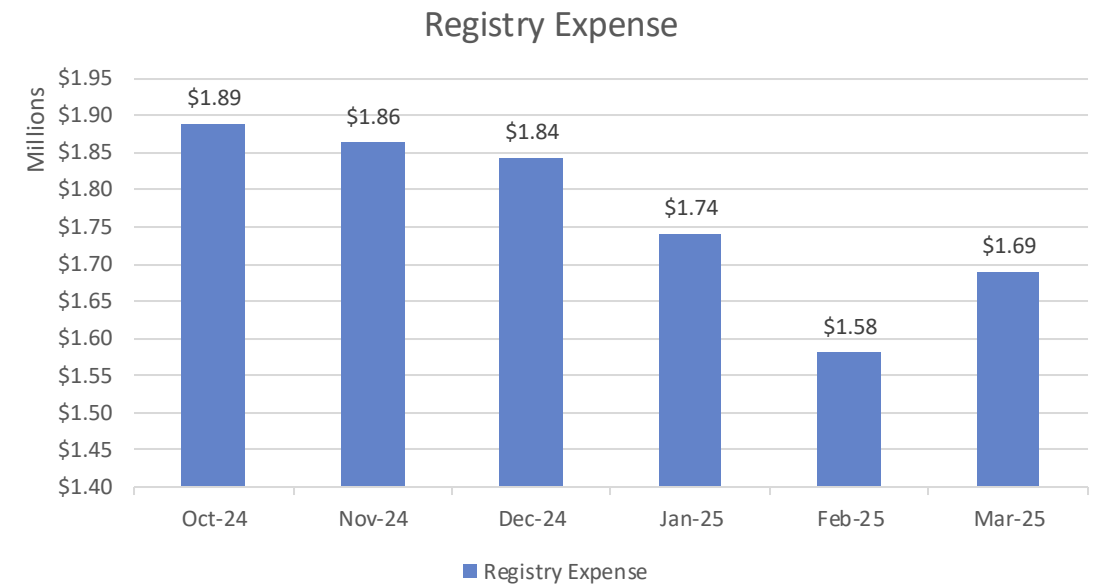
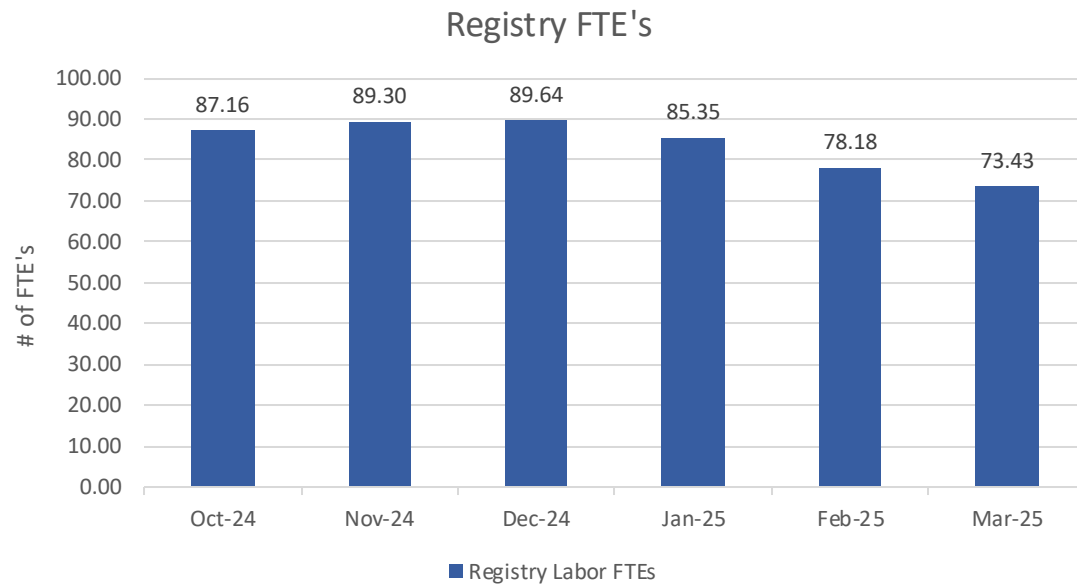


Labor Metrics

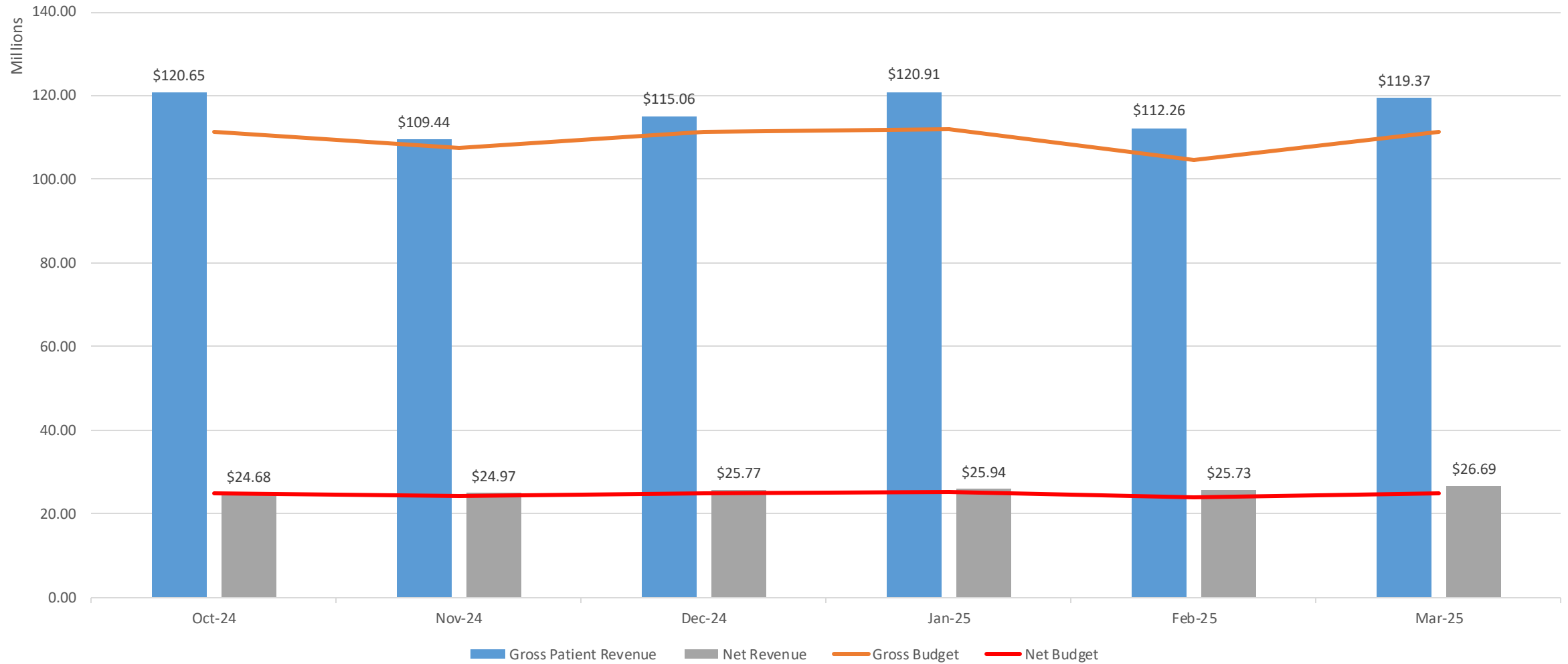


Productivity

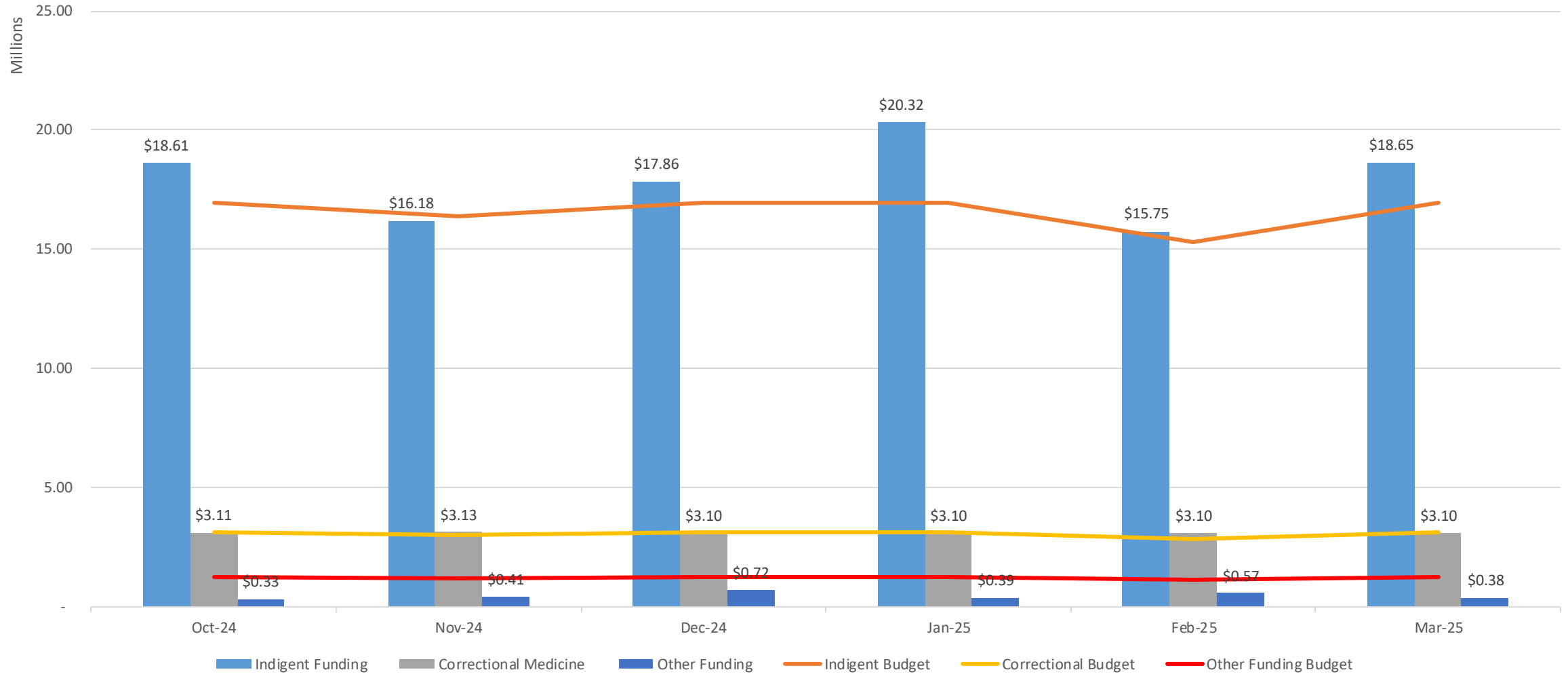




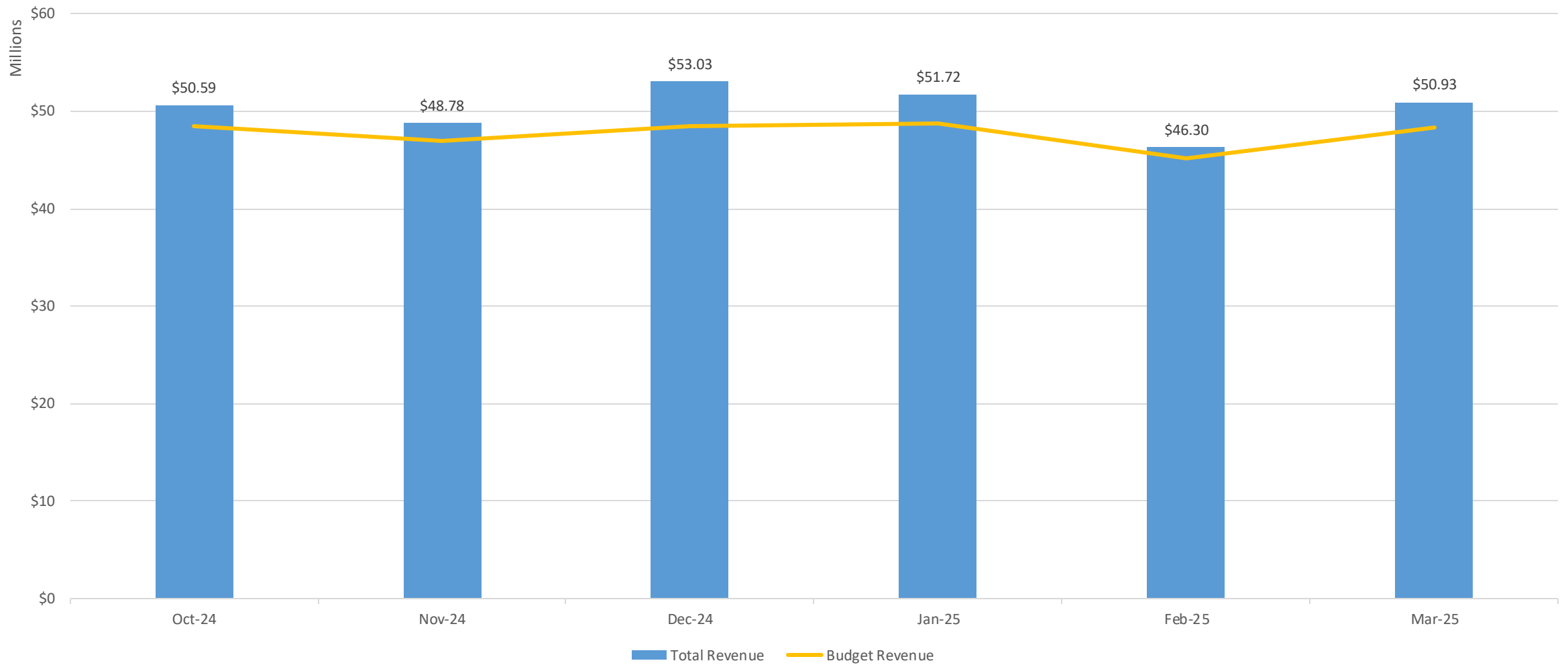
Patient Revenue



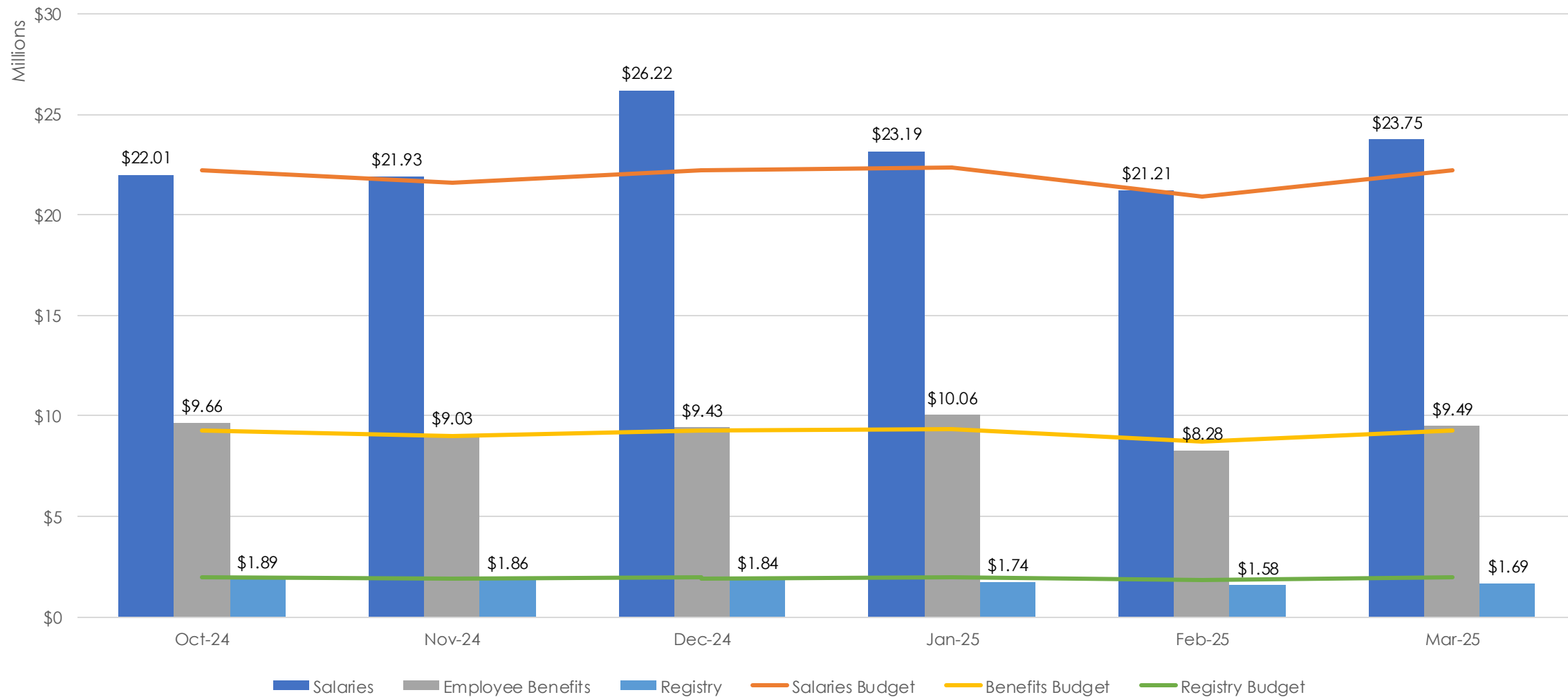
Indigent & Correctional Revenue



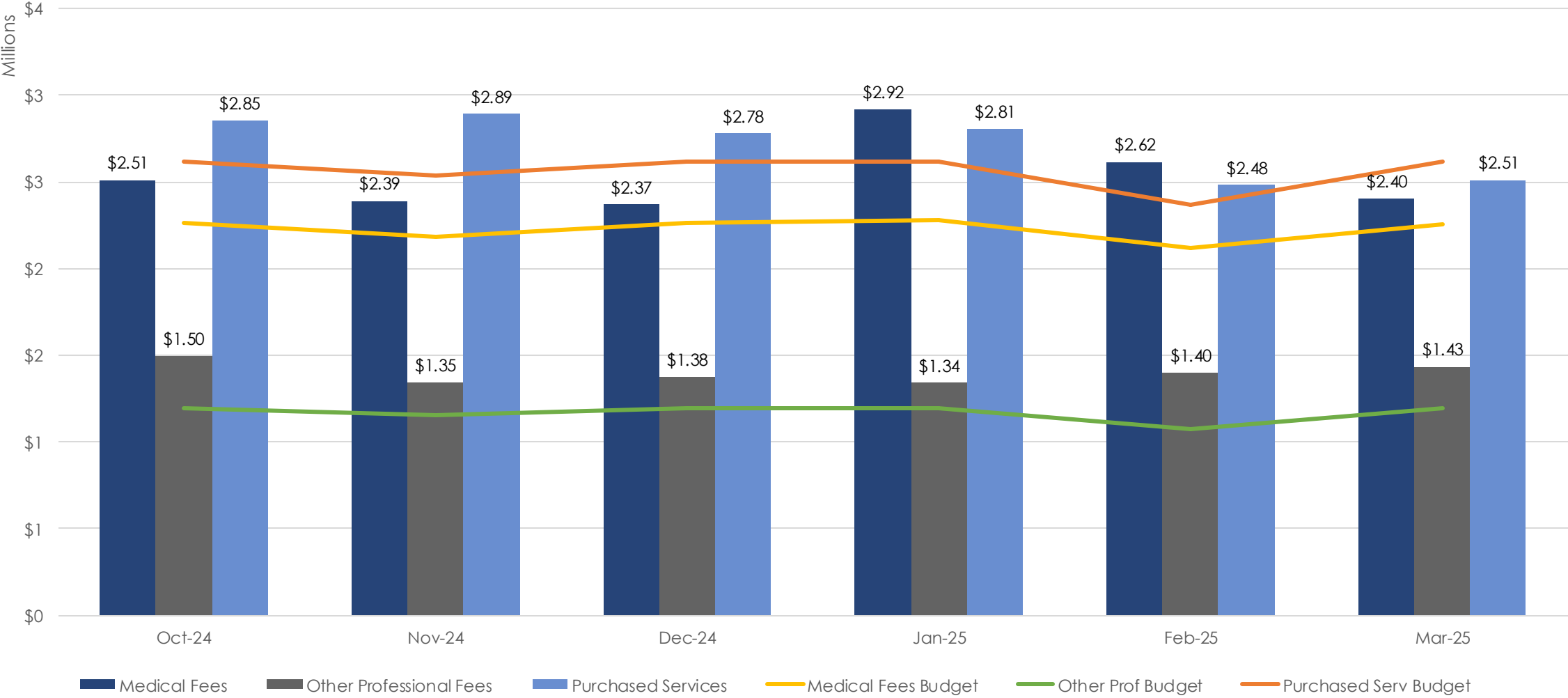
Total Revenue



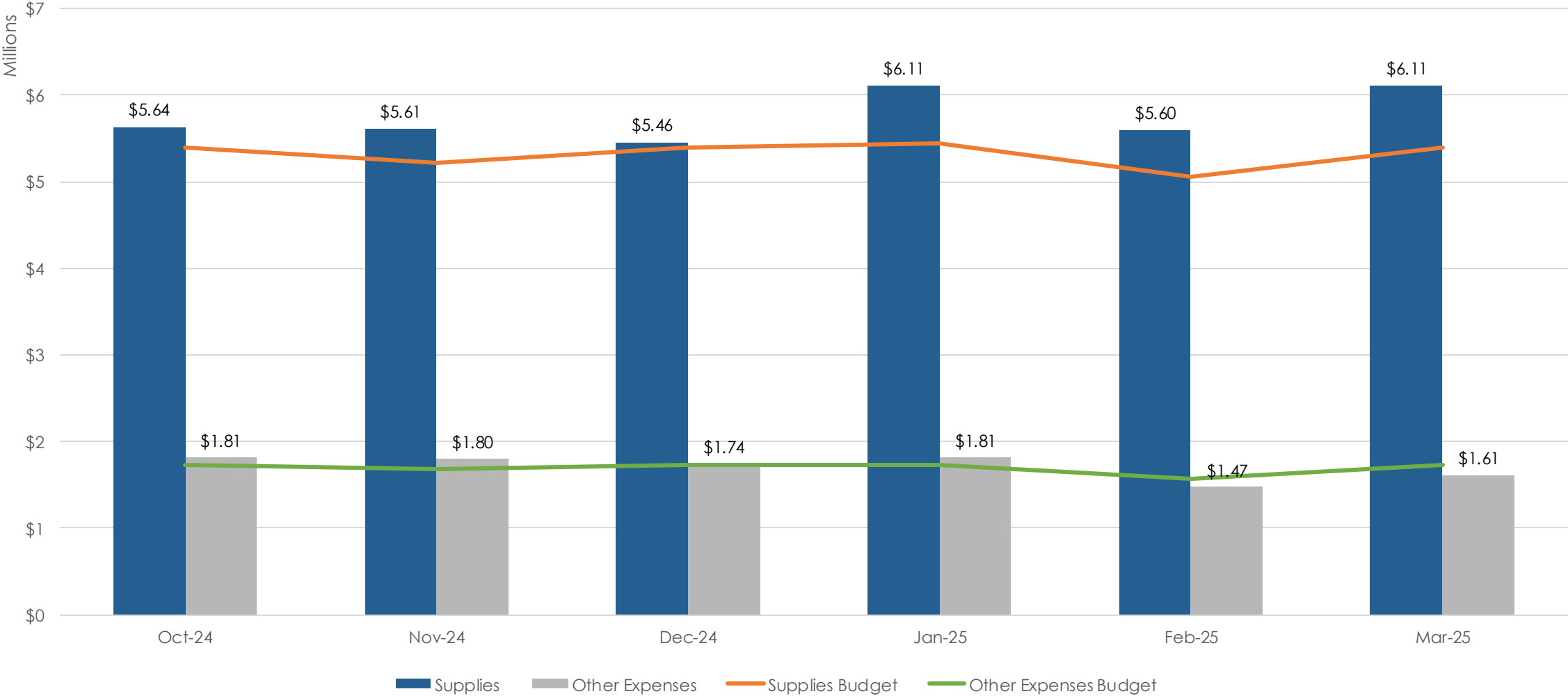
Expenses



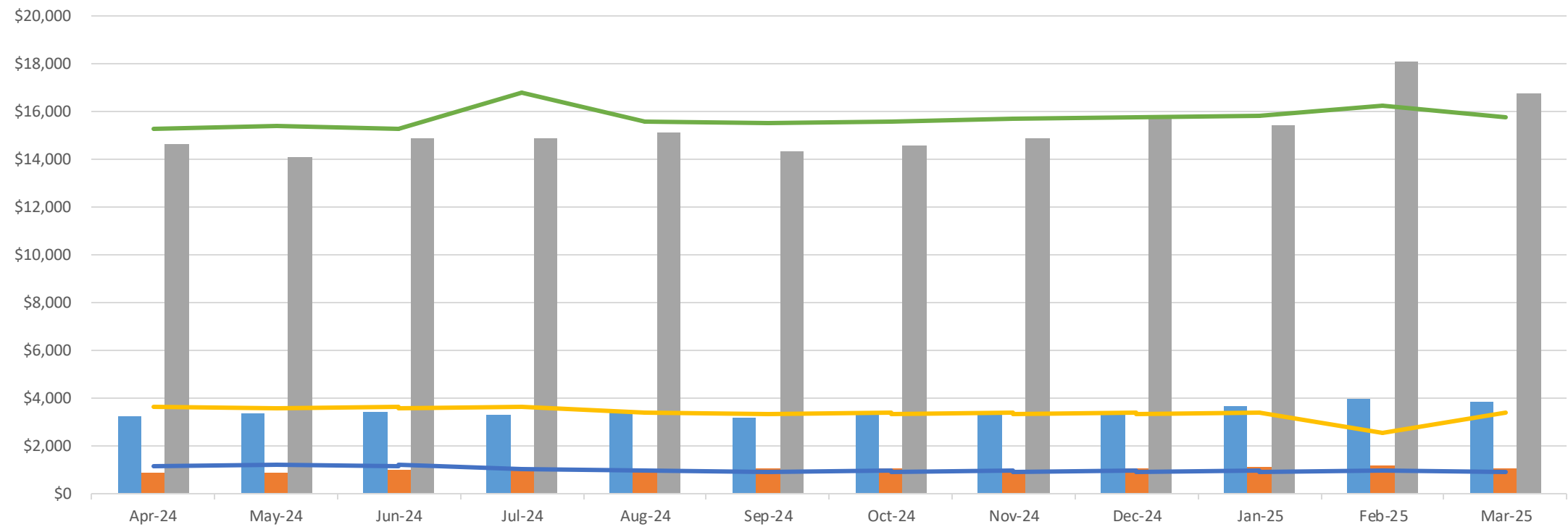
Expenses



Expenses

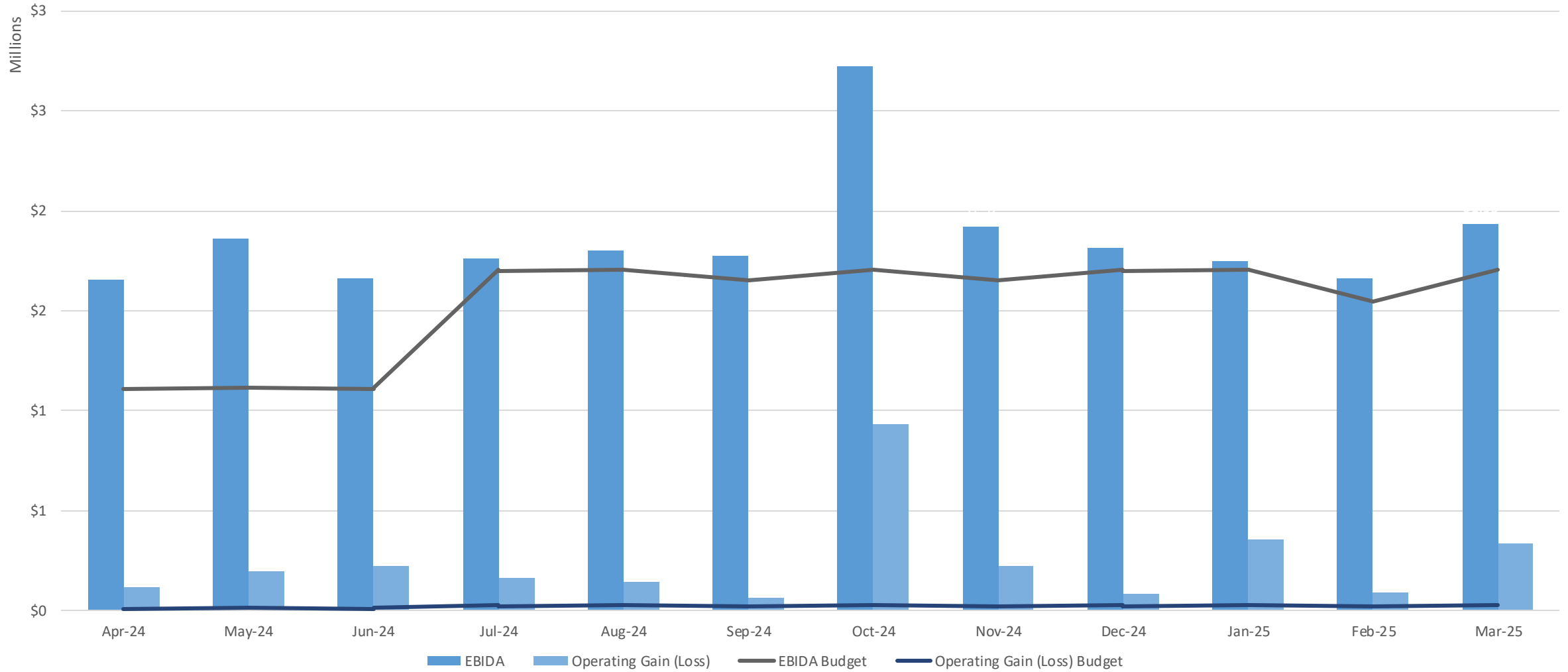


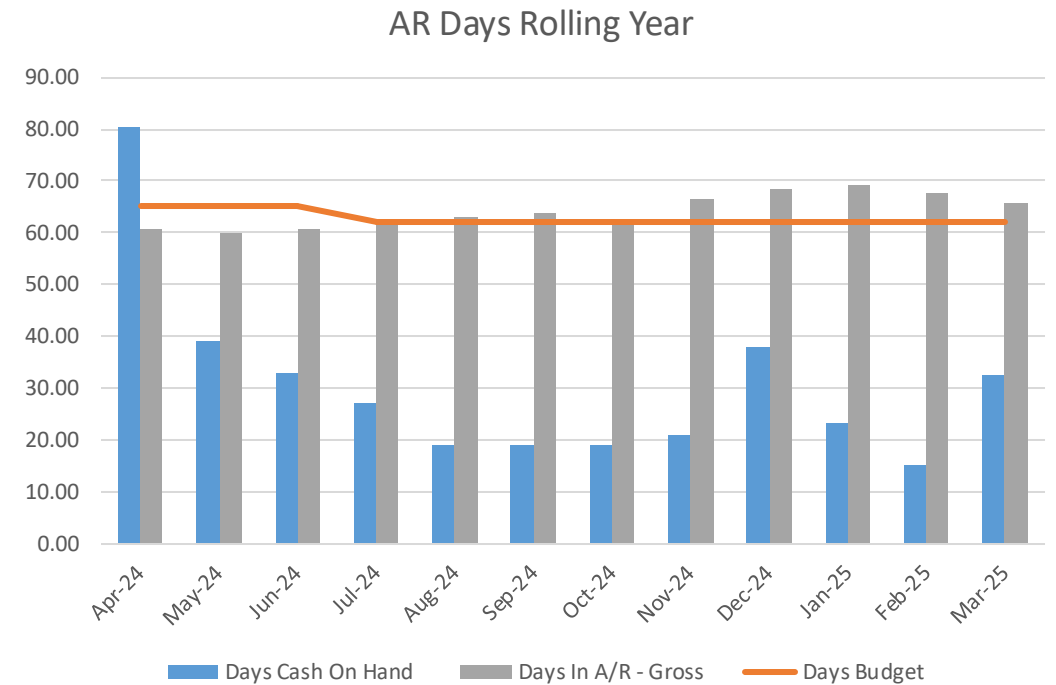
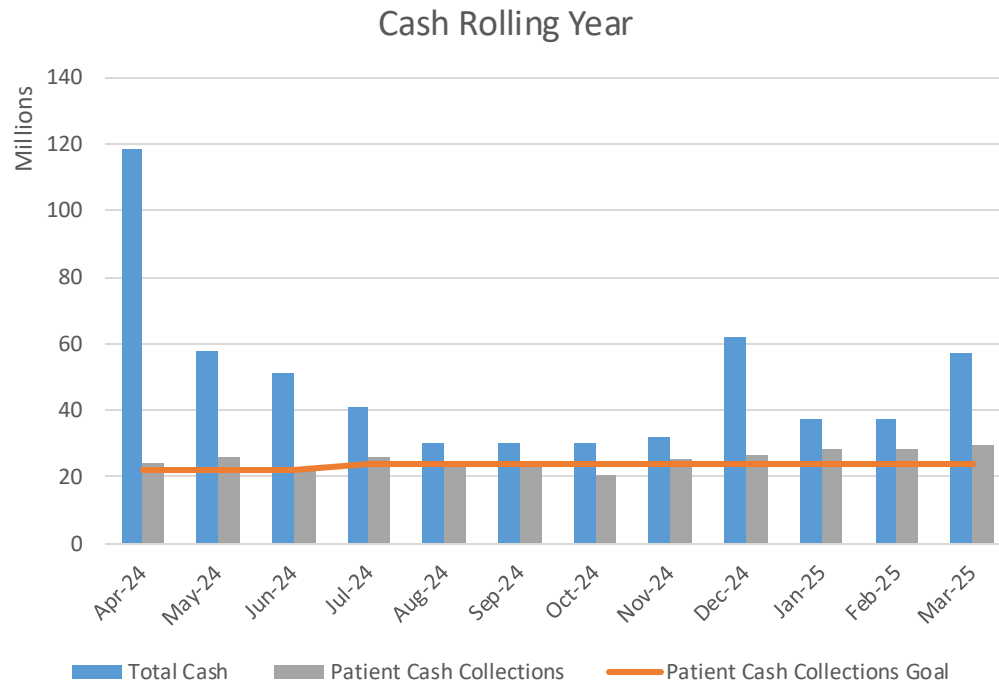
Operating Metrics



	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25
Supply Expense per AA	\$3,223	\$3,327	\$3,394	\$3,284	\$3,506	\$3,152	\$3,323	\$3,342	\$3,339	\$3,629	\$3,933	\$3,835
Pharm Cost per AA	\$877	\$885	\$986	\$1,006	\$982	\$1,023	\$1,057	\$980	\$1,070	\$1,125	\$1,161	\$1,070
Net Revenue Per AA	\$14,649	\$14,086	\$14,898	\$14,906	\$15,102	\$14,315	\$14,556	\$14,878	\$15,768	\$15,411	\$18,087	\$16,764
Budget Supp/AA	\$3,610	\$3,596	\$3,608	\$3,630	\$3,369	\$3,331	\$3,369	\$3,371	\$3,401	\$3,407	\$2,546	\$3,410
Budget Pharm/AA	\$1,210	\$1,211	\$1,210	\$1,027	\$953	\$942	\$953	\$953	\$962	\$964	\$966	\$965
Budget Net Rev/AA	\$15,272	\$15,407	\$15,252	\$16,780	\$15,593	\$15,495	\$15,601	\$15,681	\$15,748	\$15,811	\$16,229	\$15,781

EBIDA Rolling Year





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

				BUDGET	VARIANCE	PY
	JANUARY	FEBRUARY	MARCH	FEBRUARY	POS (NEG)	FEBRUARY
Gross Patient Revenue	\$ 120,905,961	\$ 112,256,882	\$ 119,368,535	\$ 111,194,249	7%	\$ 106,848,155
Contractual Deductions	(94,969,841)	(86,523,341)	(92,676,383)	(86,215,477)	7%	(83,479,840)
Net Revenue	25,936,120	25,733,541	26,692,152	24,978,771	7%	23,368,315
Indigent Funding	20,318,527	15,754,822	18,647,588	16,935,500	10%	13,331,016
Correctional Medicine	3,097,714	3,097,714	3,097,714	3,114,656	(1%)	2,847,714
County Contribution	285,210	469,110	285,211	290,681	(2%)	285,211
Incentive Funding	101,384	96,574	98,896	934,247	(89%)	0
Net Patient Revenue	49,738,954	45,151,760	48,821,561	46,253,855	6%	39,832,256
Other Operating Revenue	1,973,575	1,137,542	2,092,920	2,133,502	(2%)	2,294,237
Other Non-Operating Revenue	10,830	11,876	17,265	18,997	(9%)	9,568
Total Revenue	51,723,359	46,301,179	50,931,746	48,406,354	5%	42,136,060
Expenses						
Salaries	23,186,713	21,211,902	23,748,333	22,242,469	7%	20,153,289
Employee Benefits	10,060,738	8,282,548	9,490,262	9,292,318	2%	(1,626,996)
Registry	1,740,893	1,581,610	1,690,326	1,963,241	(14%)	2,897,840
Medical Fees	2,918,625	2,615,078	2,403,905	2,259,052	6%	2,415,587
Other Professional Fees	1,342,129	1,398,802	1,434,955	1,192,702	20%	963,743
Supplies	6,107,943	5,595,967	6,106,025	5,396,779	13%	5,700,661
Purchased Services	2,806,856	2,481,956	2,510,783	2,621,054	(4%)	2,723,344
Other Expenses	1,812,912	1,472,430	1,614,833	1,730,380	(7%)	2,262,959
Operating Expenses	49,976,809	44,640,293	48,999,423	46,697,995	5%	35,490,428
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 1,746,550	\$ 1,660,886	\$ 1,932,324	\$ 1,708,359	13%	\$ 6,645,632
EBIDA Margin	3%	4%	4%	4%	8%	16%
Interest	348,169	313,612	339,993	259,646	31%	394,359
Depreciation	454,840	670,818	670,467	738,089	(9%)	738,996
Amortization	585,896	585,896	585,896	684,113	(14%)	689,474
Total Expenses	51,365,715	46,210,619	50,595,778	48,379,843	5%	37,313,257
Operating Gain (Loss)	\$ 357,644	\$ 90,559	\$ 335,968	\$ 26,511	1,167%	\$ 4,822,804
Operating Margin	0.69%	0.20%	0.66%	0.05%	1,104.5%	11.4%

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

	ACTUAL	BUDGET	VARIANCE	PY	PY VARIANCE
	FYTD	FYTD	POS (NEG)	FYTD	POS (NEG)
Gross Patient Revenue	\$ 1,046,140,155	\$ 987,432,566	6%	\$ 948,884,987	10%
Contractual Deductions	(818,385,471)	(764,792,466)	7%	(731,424,568)	12%
Net Revenue	227,754,684	222,640,101	2%	217,460,420	
Indigent Funding	164,475,923	149,687,968	10%	141,567,331	16%
Correctional Medicine	27,879,423	27,529,541	1%	25,629,423	9%
County Contribution	3,040,135	2,569,242	18%	2,566,898	18.44%
Incentive Funding	764,678	8,257,534	(91%)	0	0.0%
Net Patient Revenue	423,914,843	410,684,387	3%	387,224,072	9%
Other Operating Revenue	24,490,863	18,857,407	30%	16,520,232	48%
Other Non-Operating Revenue	115,923	167,909	(31%)	166,992	(31%)
Total Revenue	448,521,629	429,709,703	4%	403,911,295	11%
Expenses					
Salaries	203,223,280	197,616,145	2.8%	179,366,627	13%
Employee Benefits	83,560,940	82,609,363	1.2%	64,930,812	29%
Registry	16,948,527	17,423,157	(3%)	23,092,102	(27%)
Medical Fees	21,948,040	20,055,166	9%	19,986,681	10%
Other Professional Fees	12,710,960	10,541,945	21%	13,010,138	(2%)
Supplies	51,075,487	47,901,355	7%	45,160,368	13%
Purchased Services	25,481,271	23,166,735	10%	23,387,394	9%
Other Expenses	16,162,644	15,294,323	6%	15,893,043	2%
Operating Expenses	431,111,149	414,608,189	4%	384,827,166	12%
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 17,410,480	\$ 15,101,514	15%	\$ 19,084,129	(9%)
EBIDA Margin	4%	4%	10%	5%	(18%)
Interest	3,181,123	2,294,937	39%	2,327,013	37%
Depreciation	6,079,867	6,523,757	(7%)	6,386,552	(5%)
Amortization	5,481,856	6,046,678	(9%)	5,019,801	9%
Total Expenses	445,853,994	429,473,562	4%	398,560,531	12%
Operating Gain (Loss)	\$ 2,667,635	\$ 236,141	1,030%	\$ 5,350,764	(50%)
Operating Margin	0.6%	0.1%	982.3%	1.3%	(55%)

KERN MEDICAL BALANCE SHEET

	MARCH 2025	MARCH 2024
ASSETS:		
<i>Total Cash</i>	\$ 56,916,382	\$ 44,974,905
Patient Receivables Subtotal	274,289,683	227,484,205
Contractual Subtotal	(237,930,515)	(174,922,709)
<i>Net Patient Receivable</i>	36,359,168	52,561,497
Total Indigent Receivable	244,864,321	249,764,000
Total Other Receivable	8,347,626	9,585,531
Total Prepaid Expenses	8,028,044	7,335,876
Total Inventory	4,833,105	5,624,123
<i>Total Current Assets</i>	359,348,646	369,845,931
Deferred Outflows of Resources	124,532,718	112,536,013
Total Land, Equipment, Buildings and Intangibles	271,687,978	267,649,172
Total Construction in Progress	14,445,916	7,863,162
<i>Total Property, Plant & Equipment</i>	286,133,894	275,512,334
Total Accumulated Depr & Amortization	(179,550,085)	(165,864,825)
<i>Net Property, Plant, and Equipment</i>	106,583,809	109,647,509
<i>Total Long Term Assets</i>	124,532,718	112,536,013
<i>Total Assets</i>	\$ 590,465,172	\$ 592,029,453

KERN MEDICAL BALANCE SHEET

	MARCH 2025	MARCH 2024
LIABILITIES & EQUITY:		
Total Accounts Payable	\$ 8,425,627	\$ 5,815,721
Total Accrued Compensation	33,956,750	33,644,065
Total Due Government Agencies	4,021,207	3,555,523
Total Other Accrued Liabilities	43,667,863	54,734,912
Total Current Liabilities	90,071,447	97,750,220
Unfunded Pension Liability	344,447,058	345,399,109
Other Long-Term Liabilities	80,733,074	81,461,157
Total Long-Term Liabilities	425,180,132	426,860,266
Total Liabilities	515,251,580	524,610,487
Total Net Position	75,213,593	67,418,966
Total Liabilities and Net Position	\$ 590,465,172	\$ 592,029,453

KERN MEDICAL
STATEMENT OF CASH FLOWS

	Fiscal Year-to-Date March 2025	Fiscal Year-End June 2024	Fiscal Year-to-Date March 2024	Fiscal Year-End June 2023
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for patient/current services	\$ 240,271,546	\$ 292,533,084	\$ 218,811,968	\$ 264,388,064
Cash received for other operations	194,018,115	233,602,712	133,285,330	236,708,950
Cash paid for salaries and benefits	(278,810,782)	(339,411,493)	(241,902,141)	(202,912,375)
Cash paid for services and supplies	(147,791,165)	(186,981,598)	(139,885,267)	(292,069,170)
Net cash (used in) provided by operating activities	7,687,713	(257,296)	(29,690,109)	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	(8,300,517)	(18,896,864)	(16,550,333)	(12,141,601)
Payments on right-of-usage lease liability	(2,196,872)	3,896,089	4,634,371	(3,034,901)
Interest paid - right-of-usage lease liability	(6,336)	31,211	33,428	-
Payments on SBITA liability	(569,521)	(752,150)	(376,075)	(782,410)
Interest paid - SBITA	(443)	2,013	2,320	-
Net cash used by capital and related financing activities	(11,073,688)	(15,719,700)	(12,256,289)	(15,958,912)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on bank deposits and investments	-	-	-	181,109
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	6,614,025	(16,618,946)	(21,946,398)	(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	\$ 56,916,382	\$ 50,302,358	\$ 44,974,905	\$ 66,921,303