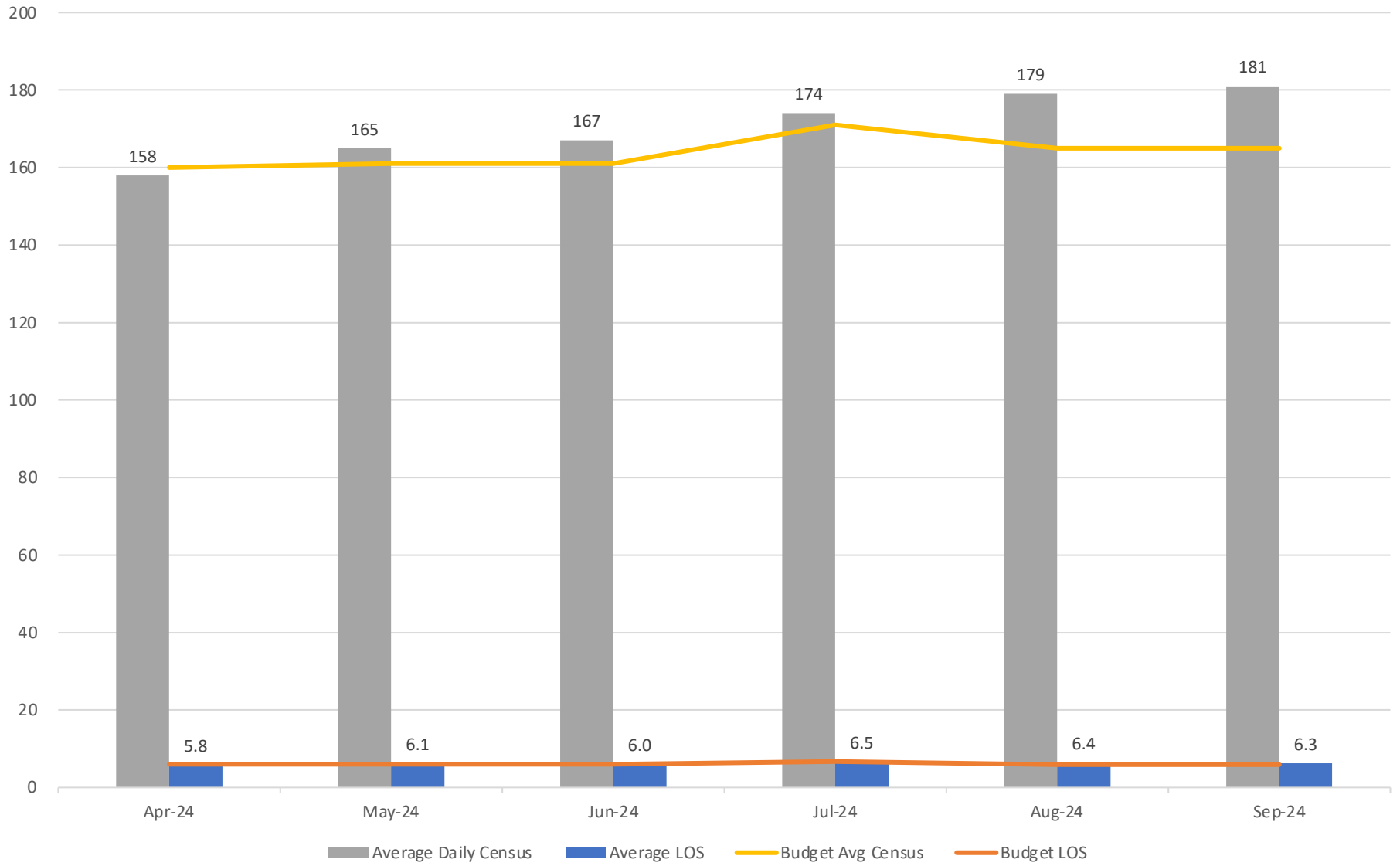


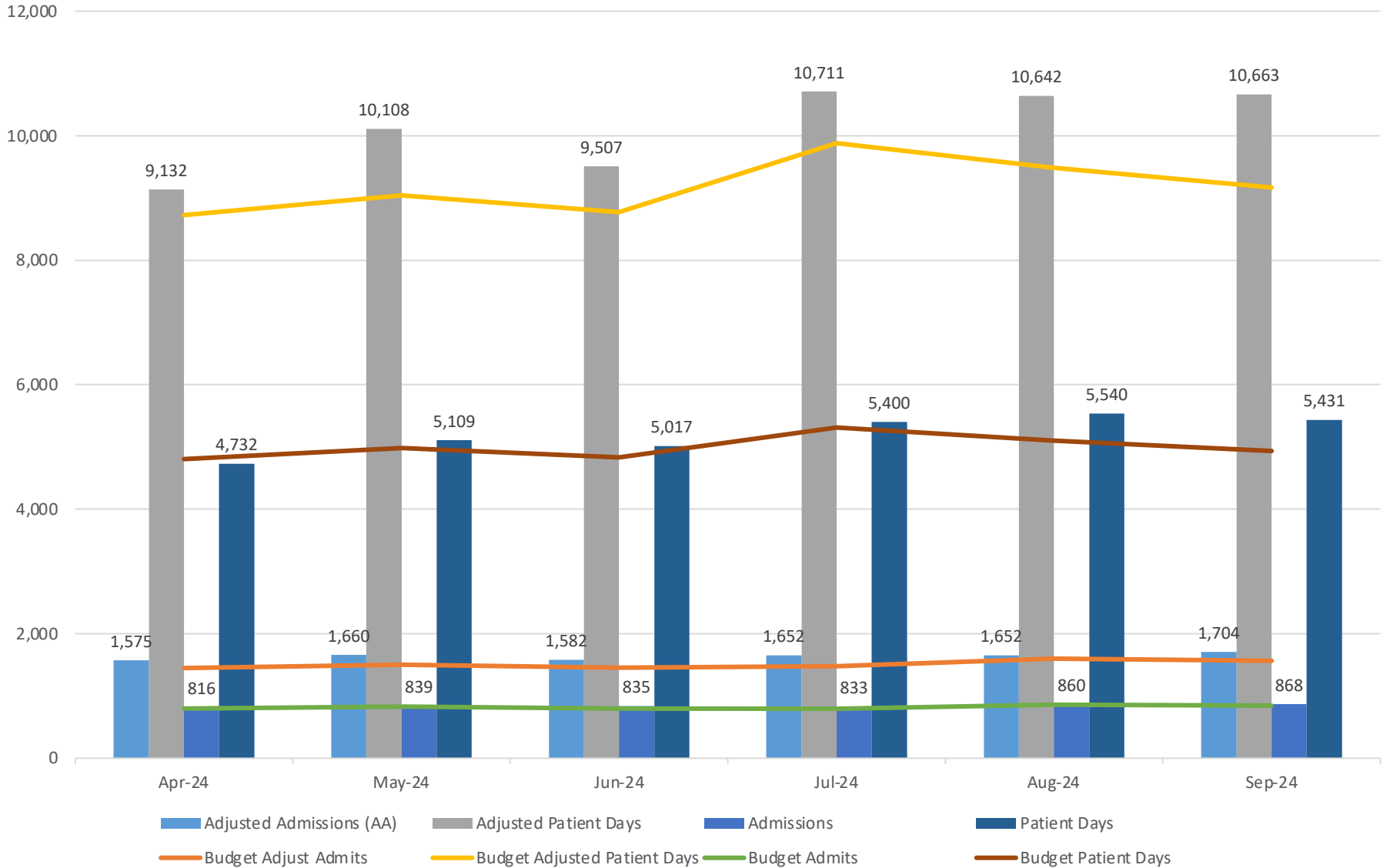


**BOARD OF GOVERNORS' REPORT
KERN MEDICAL – SEPTEMBER 2024**

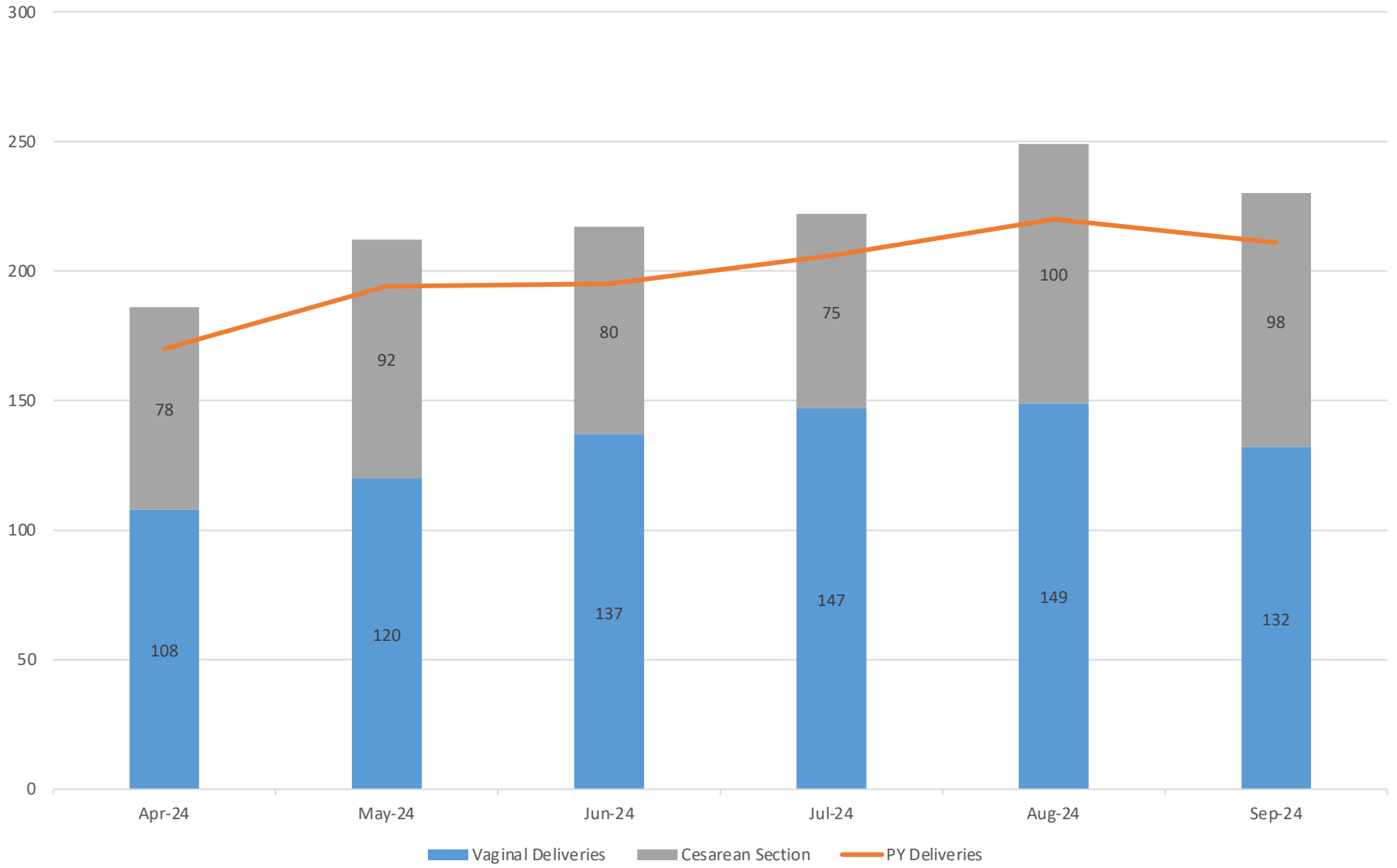
Census & ALOS



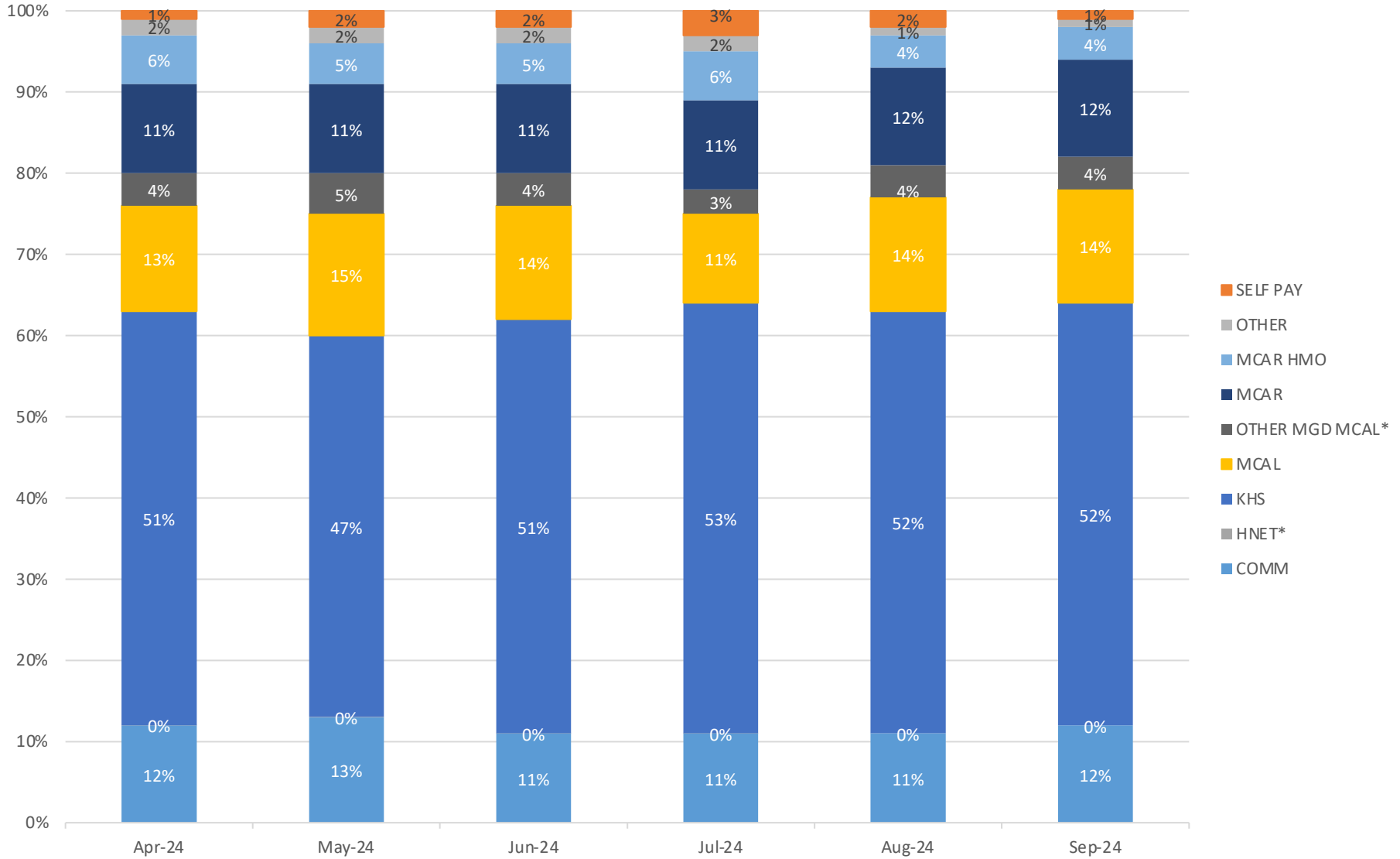
Hospital Volumes



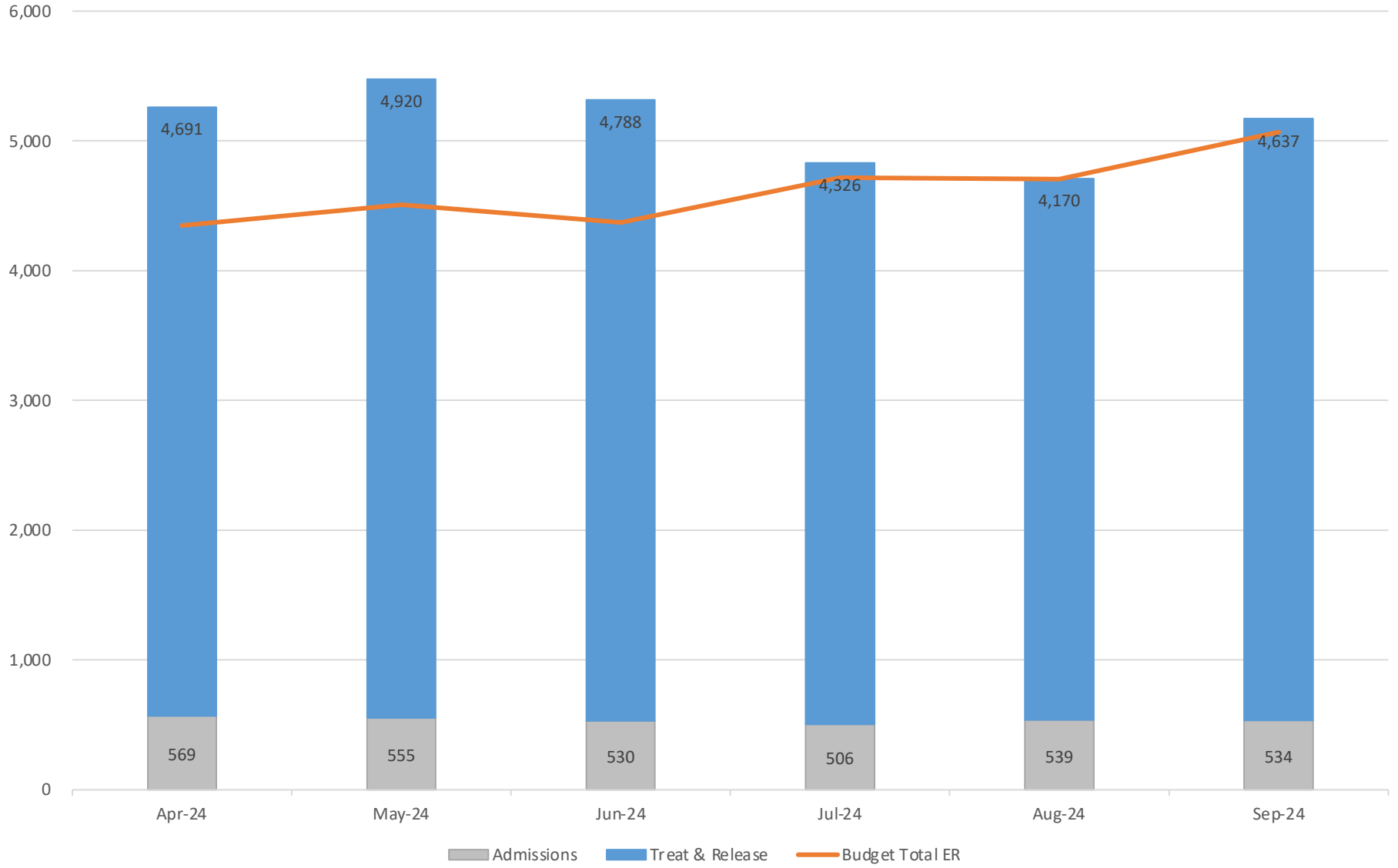
Deliveries



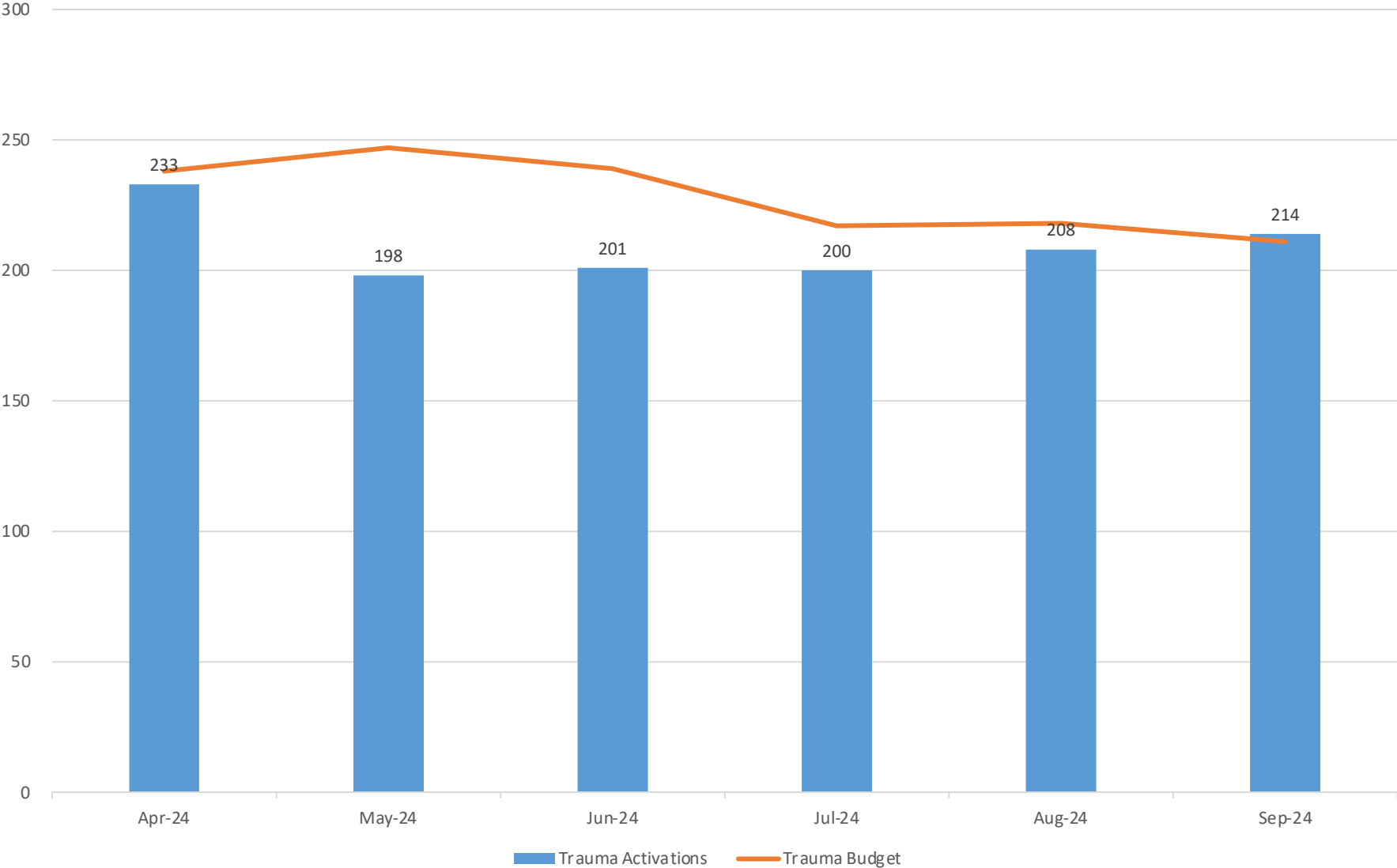
PAYER MIX



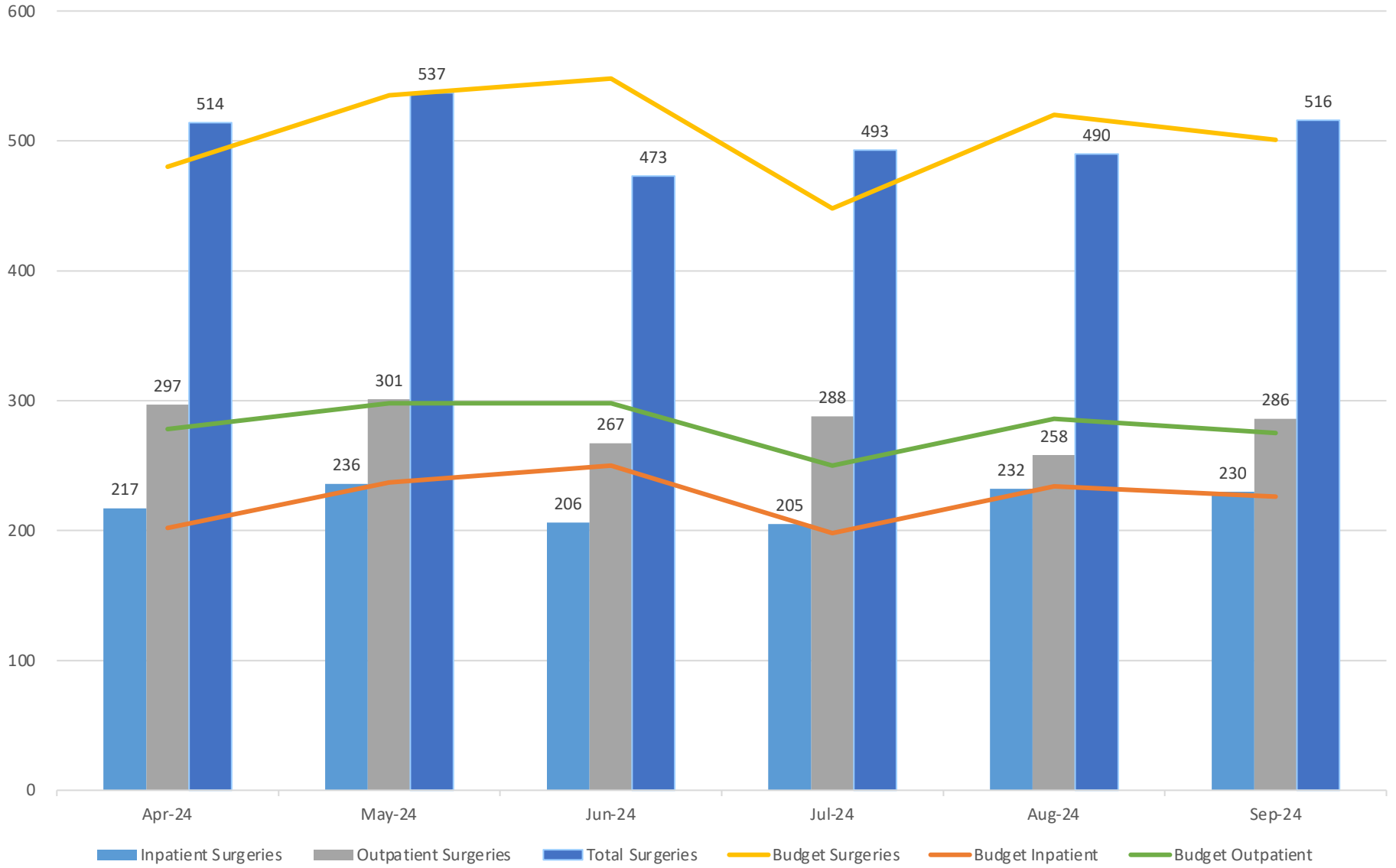
Emergency Room Volume



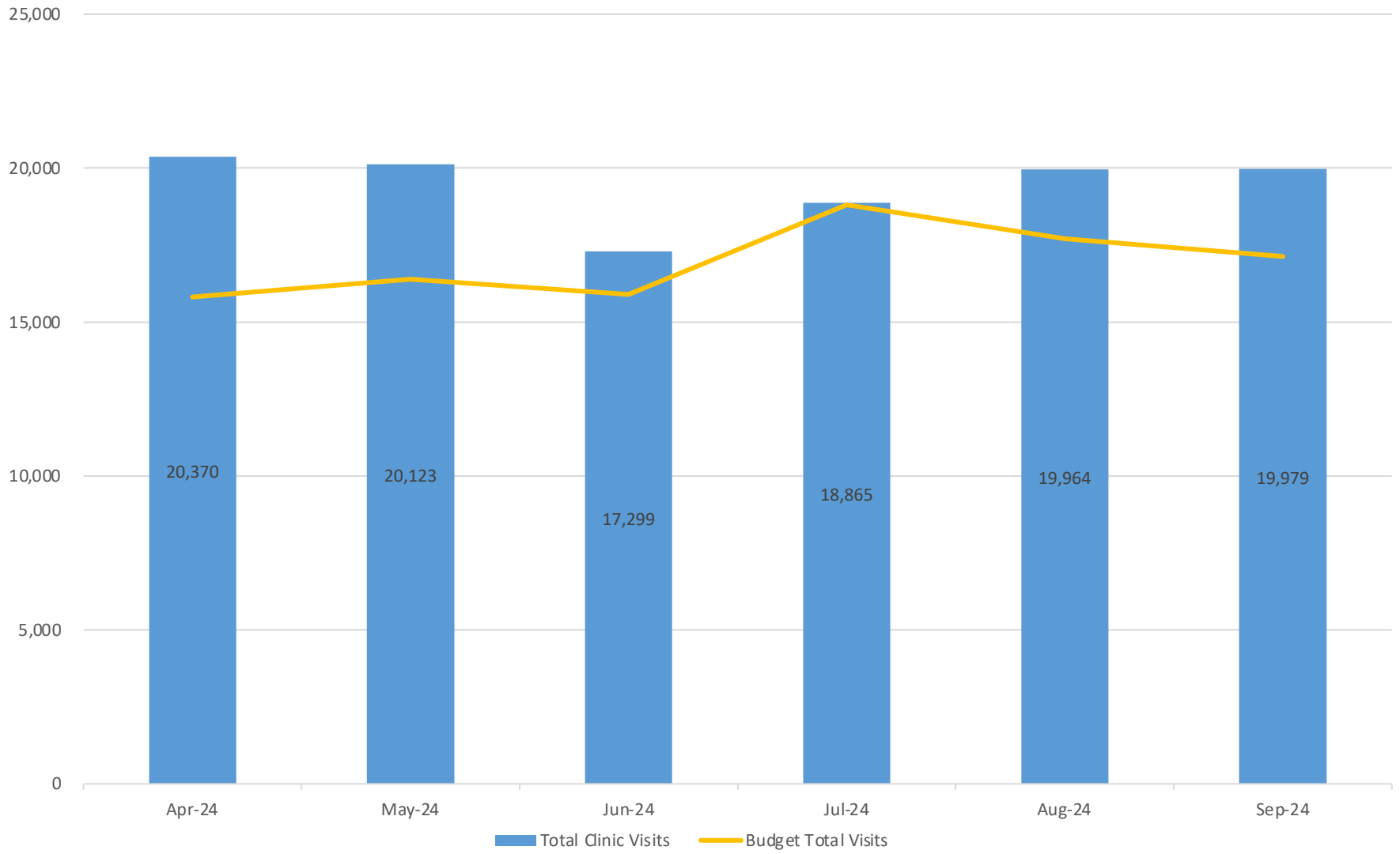
Trauma Activations



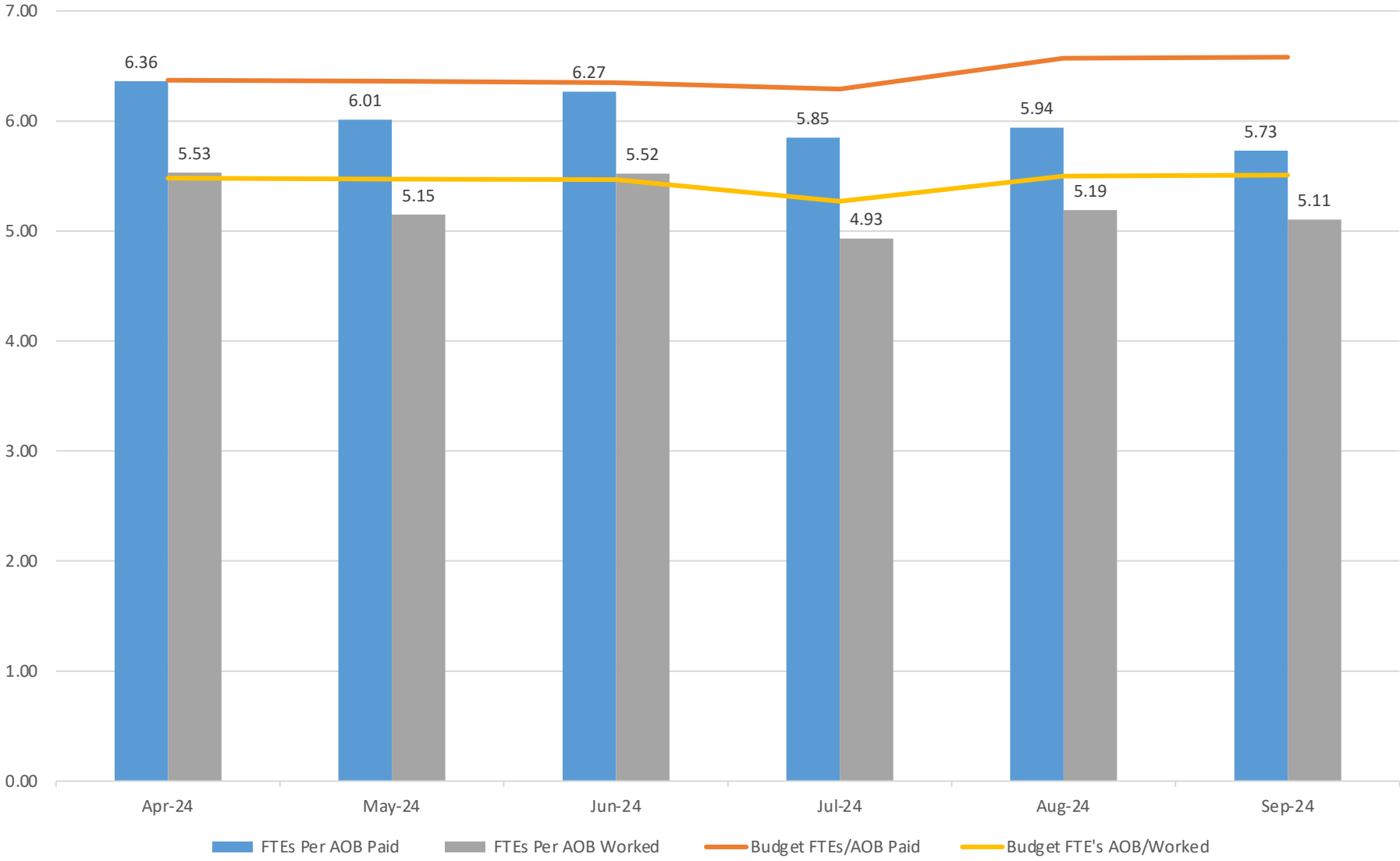
Surgical Volume



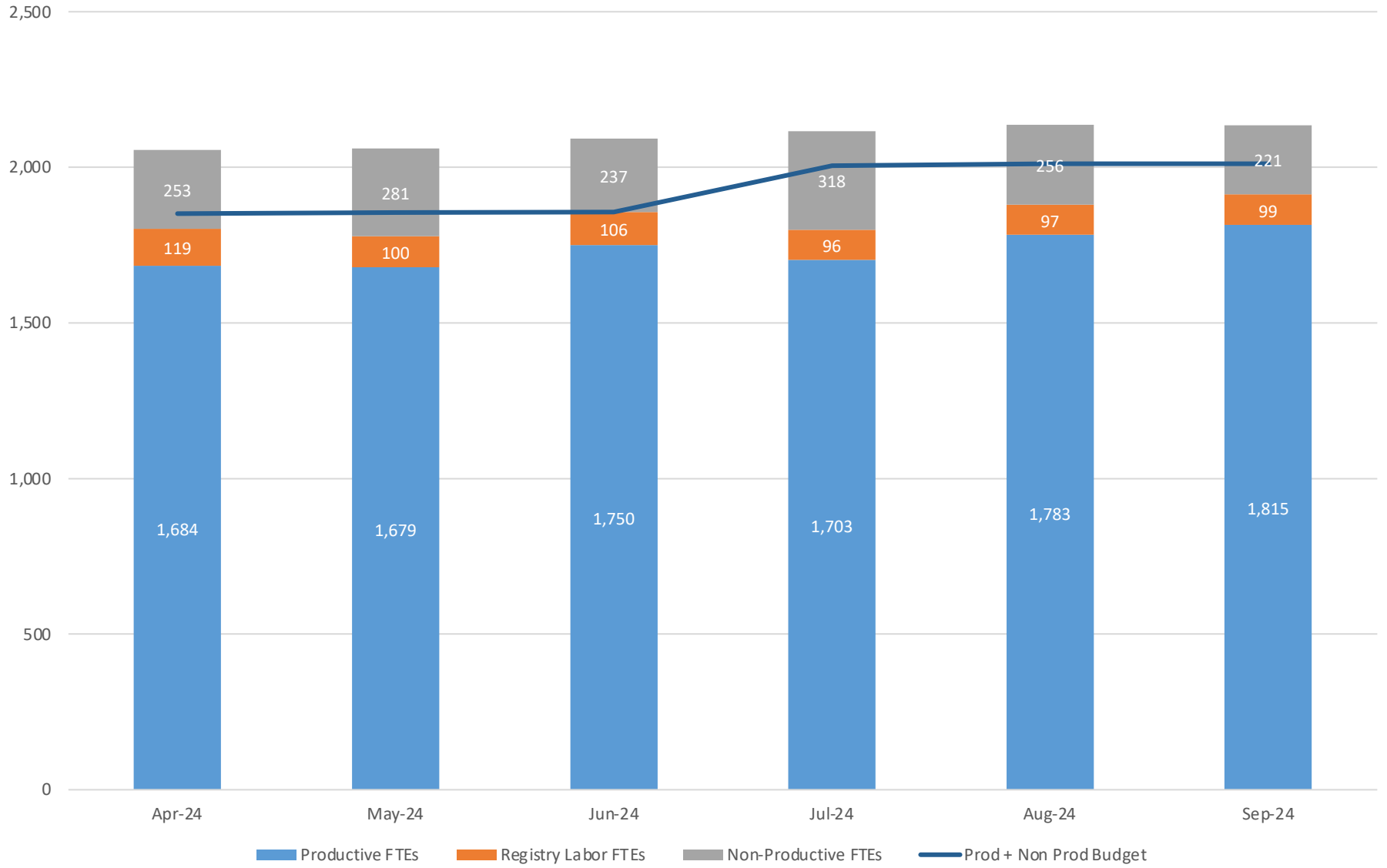
Clinic Visits



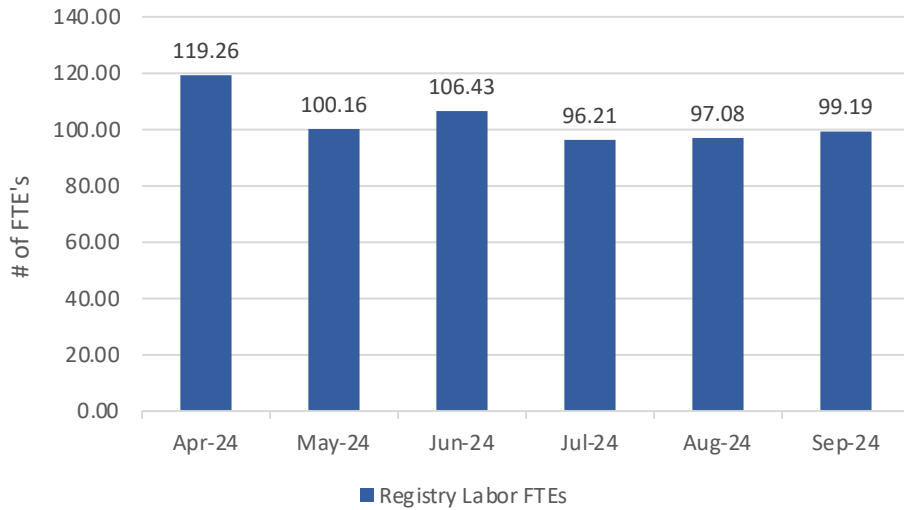
Labor Metrics



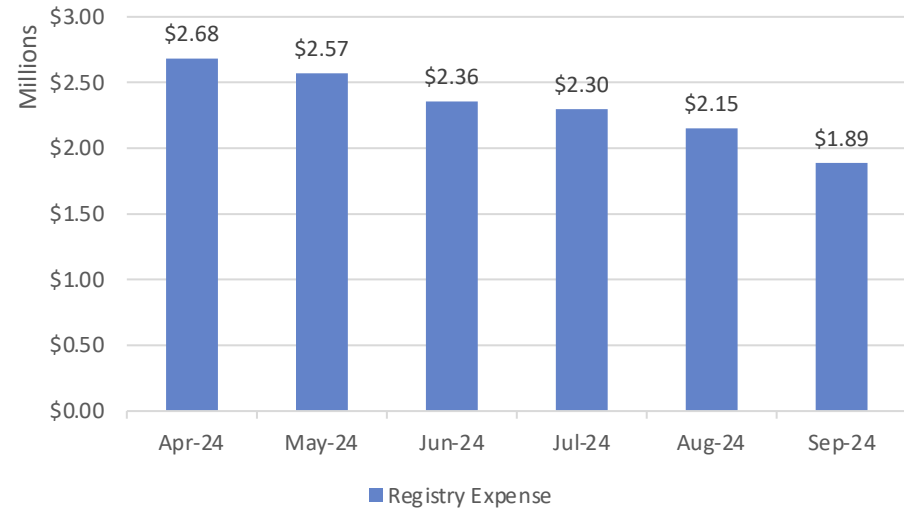
Productivity



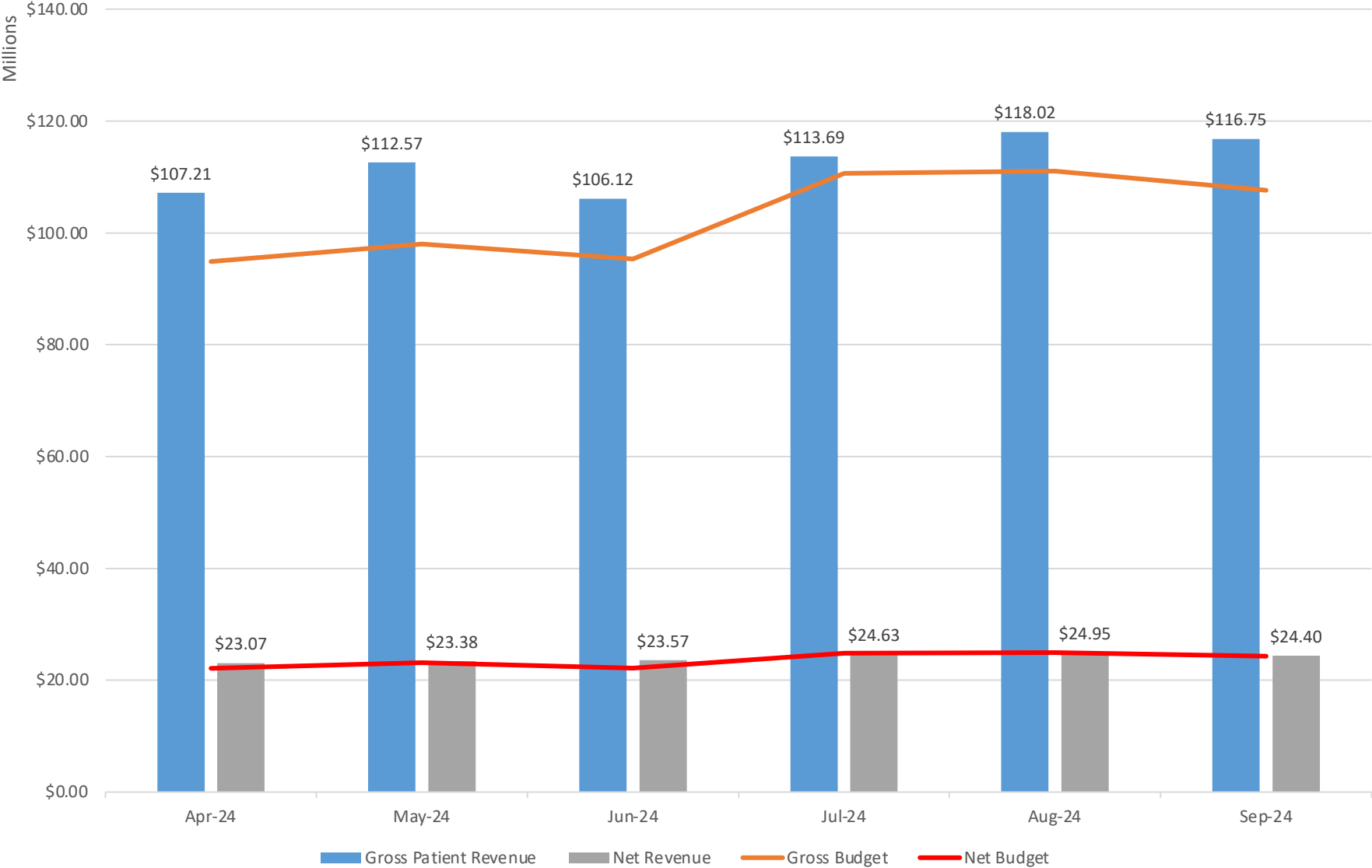
Registry FTE's



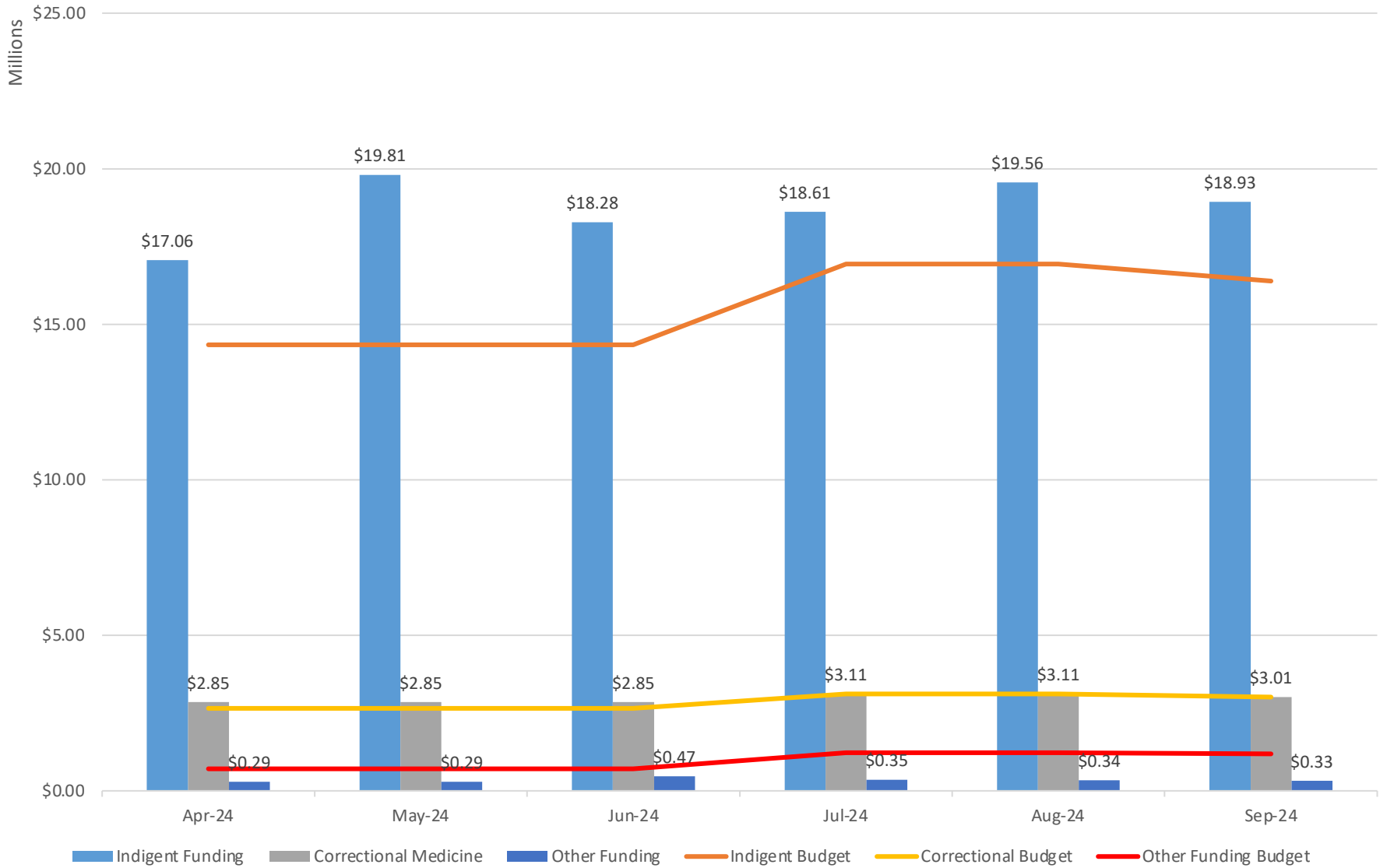
Registry Expense



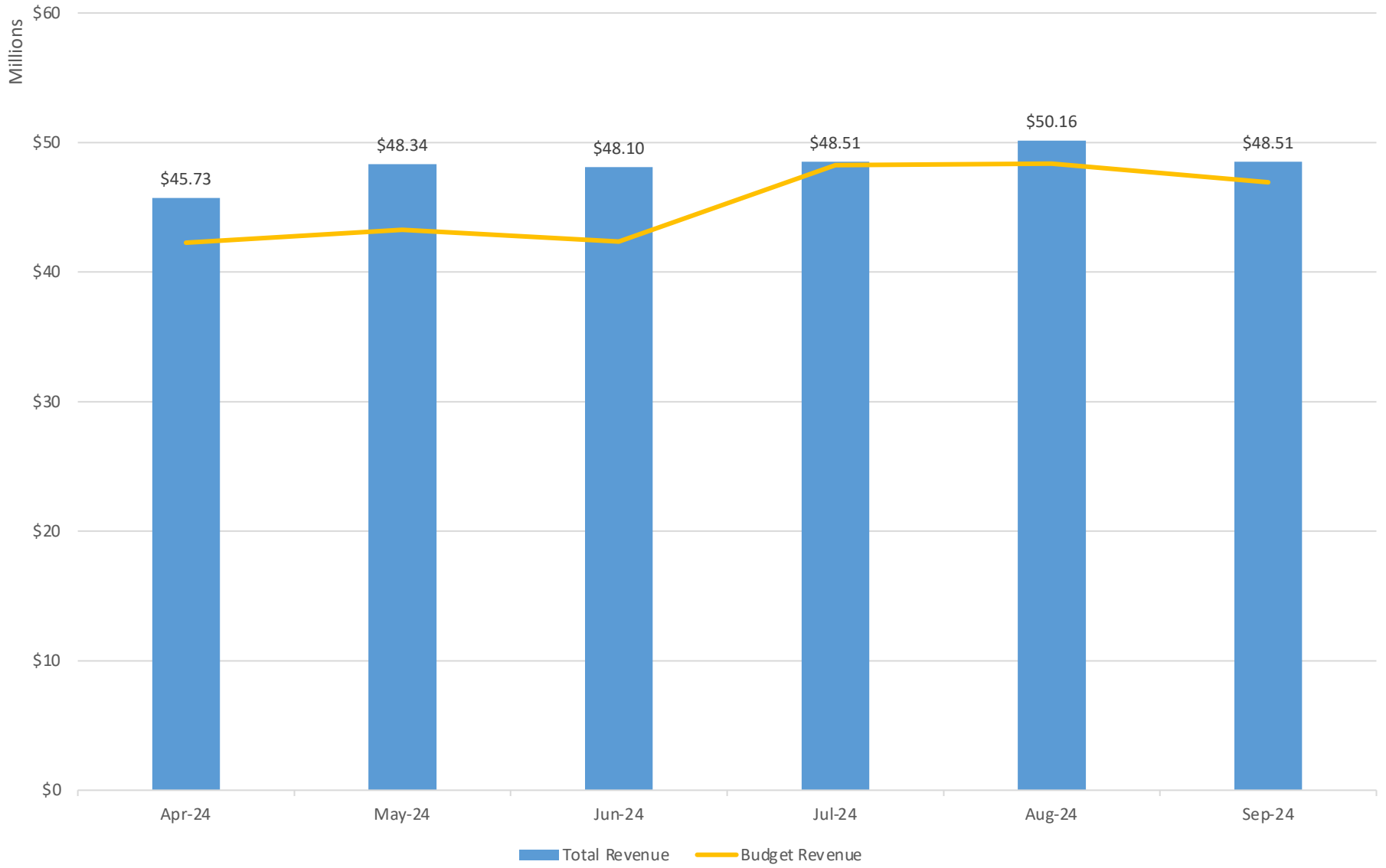
Patient Revenue



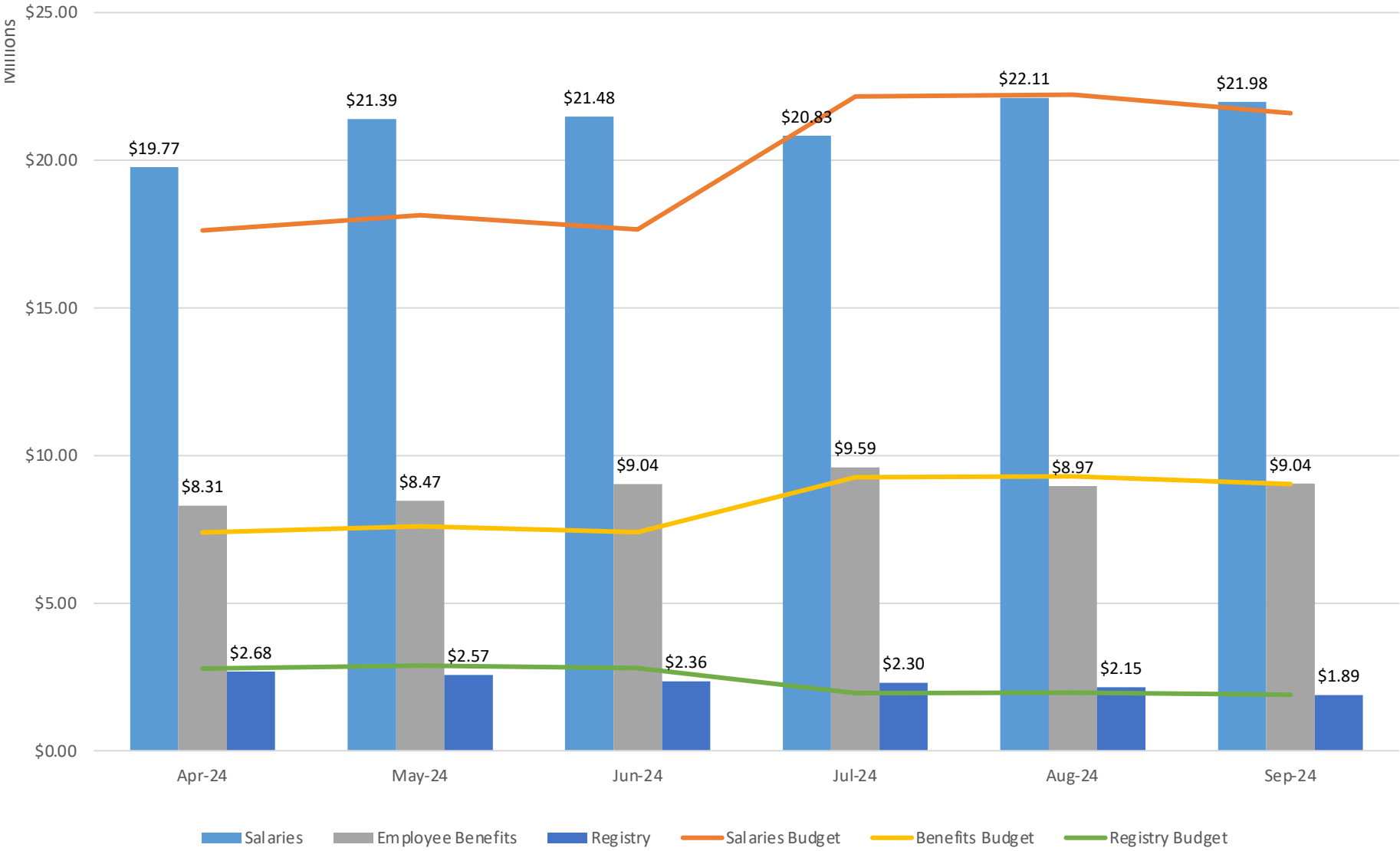
Indigent & Correctional Revenue



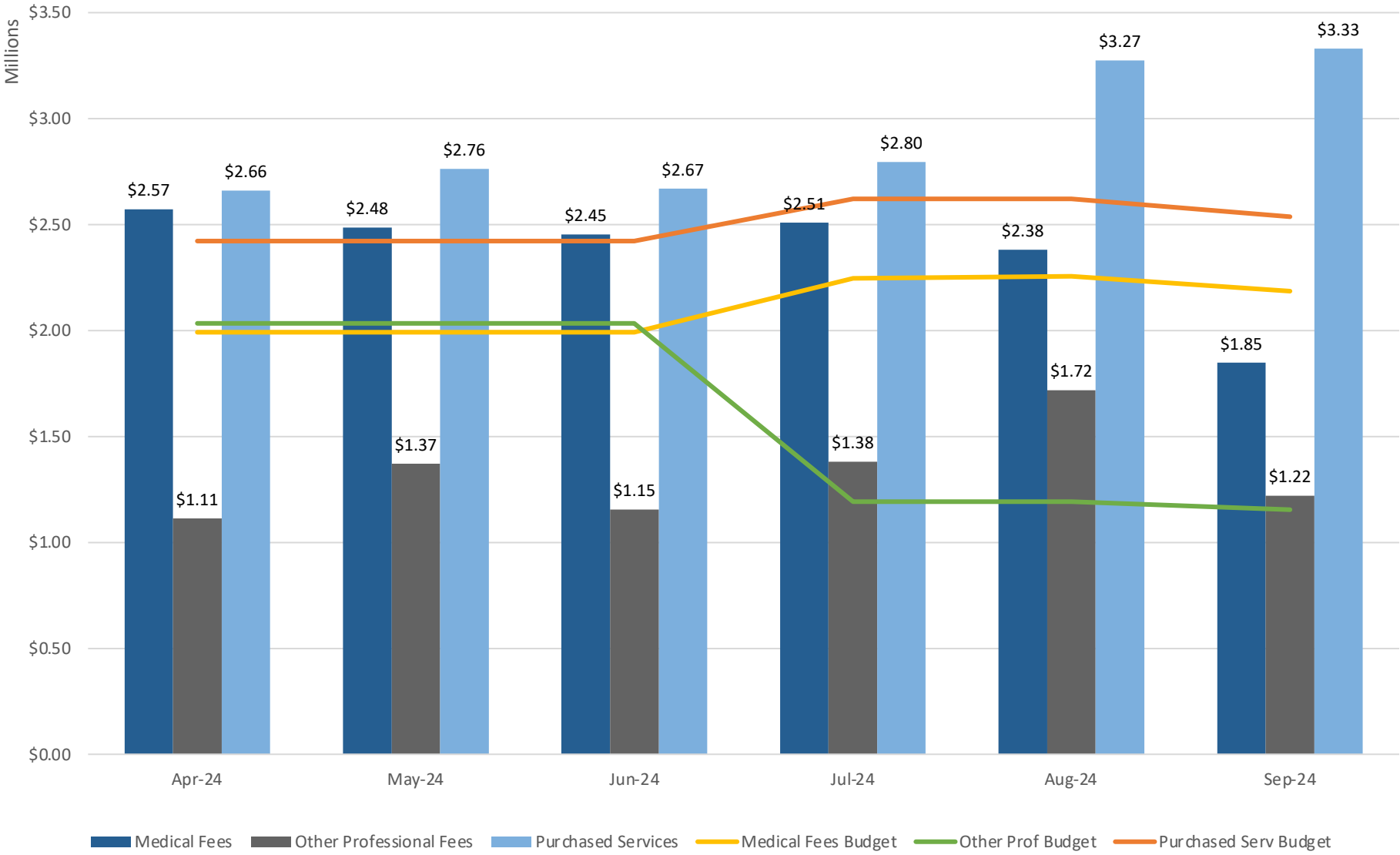
Total Revenue



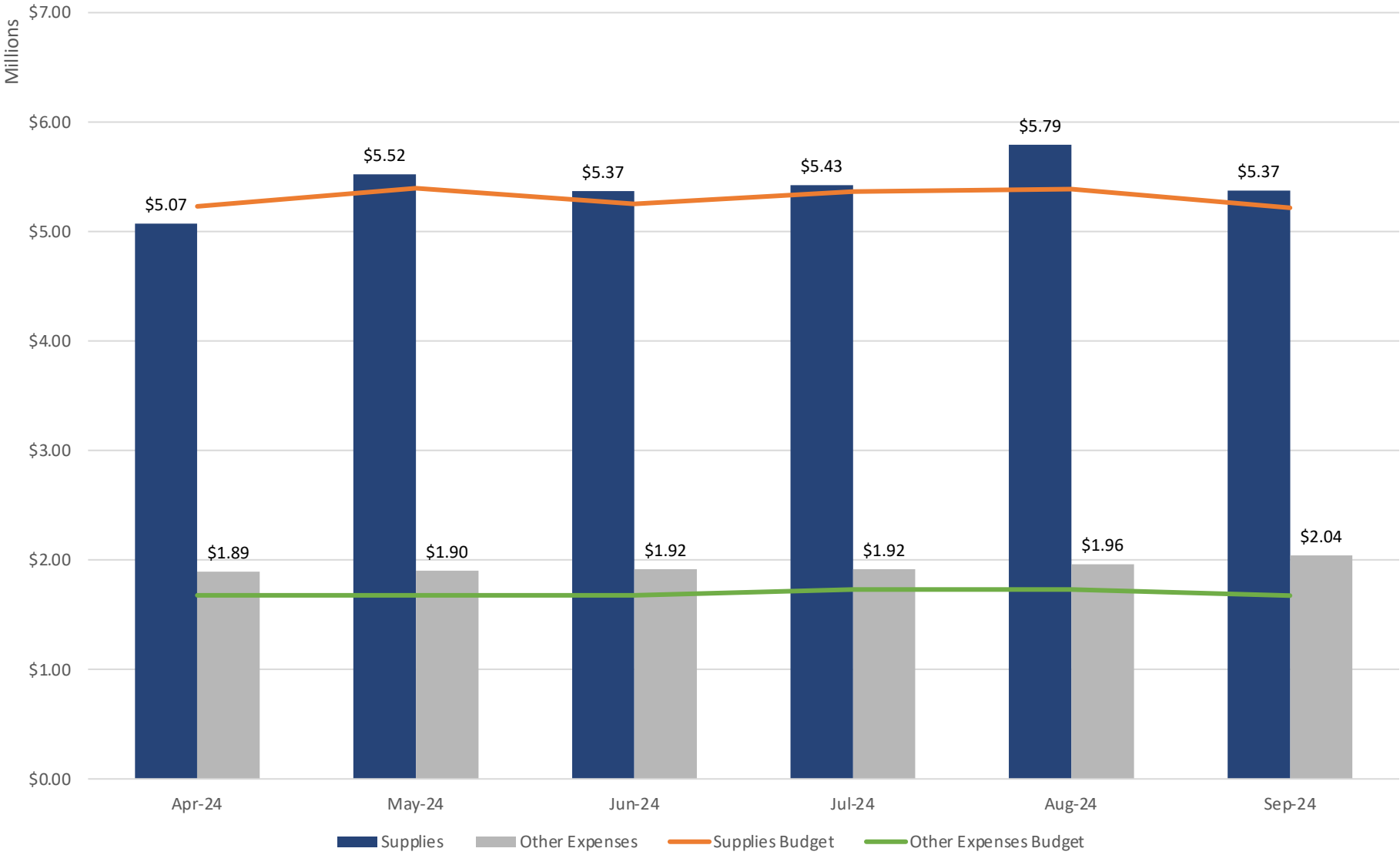
Expenses



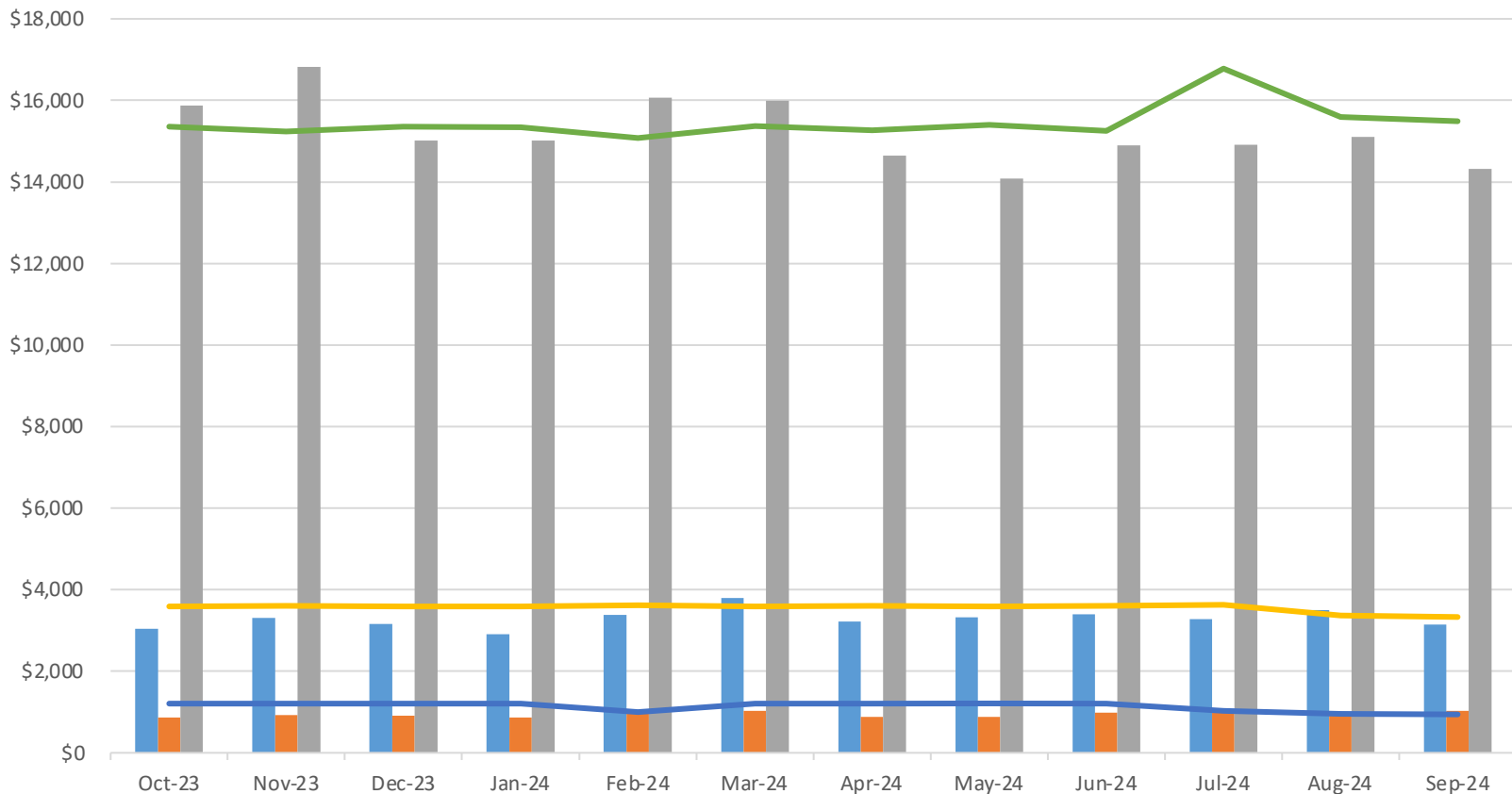
Expenses



Expenses

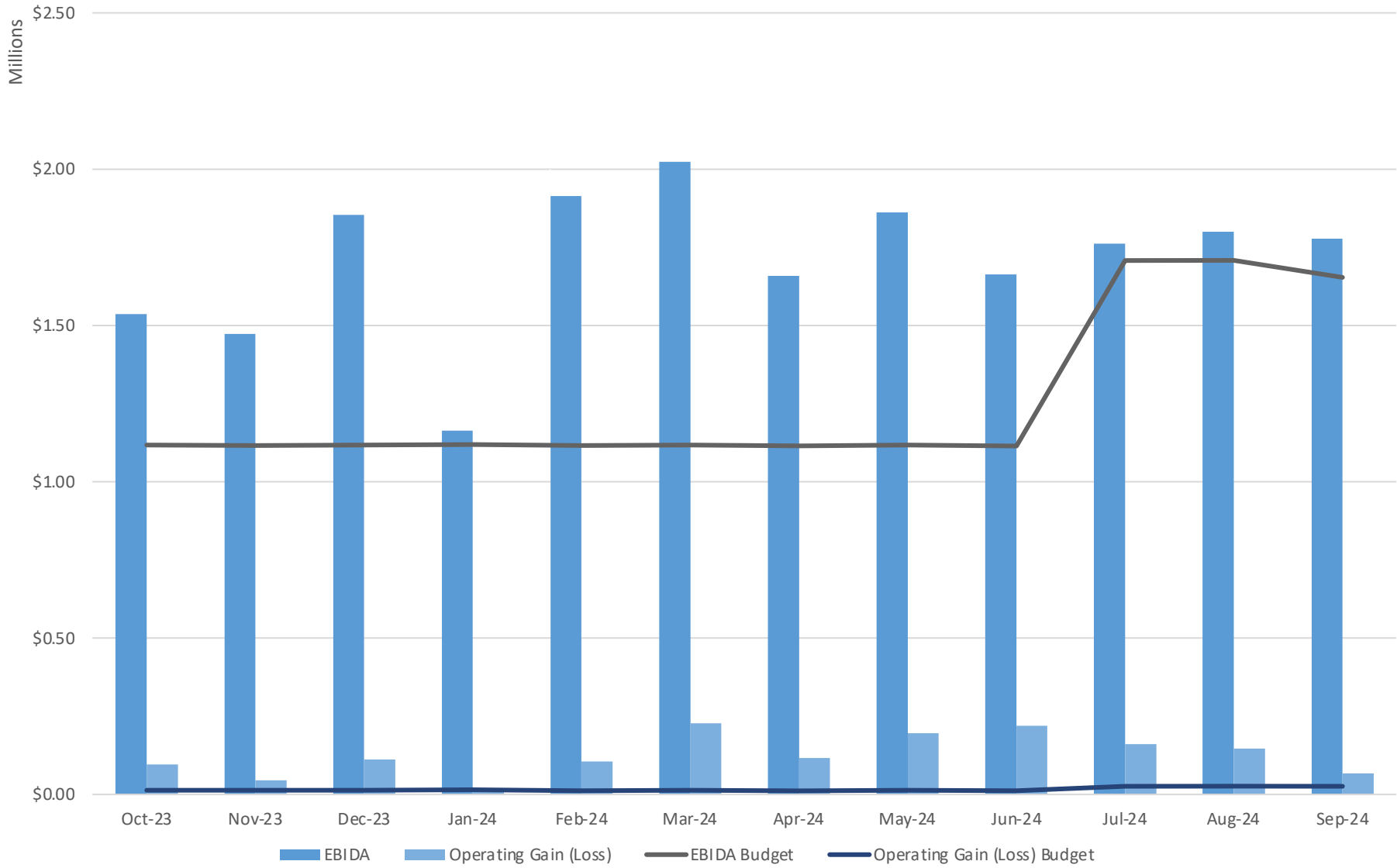


Operating Metrics

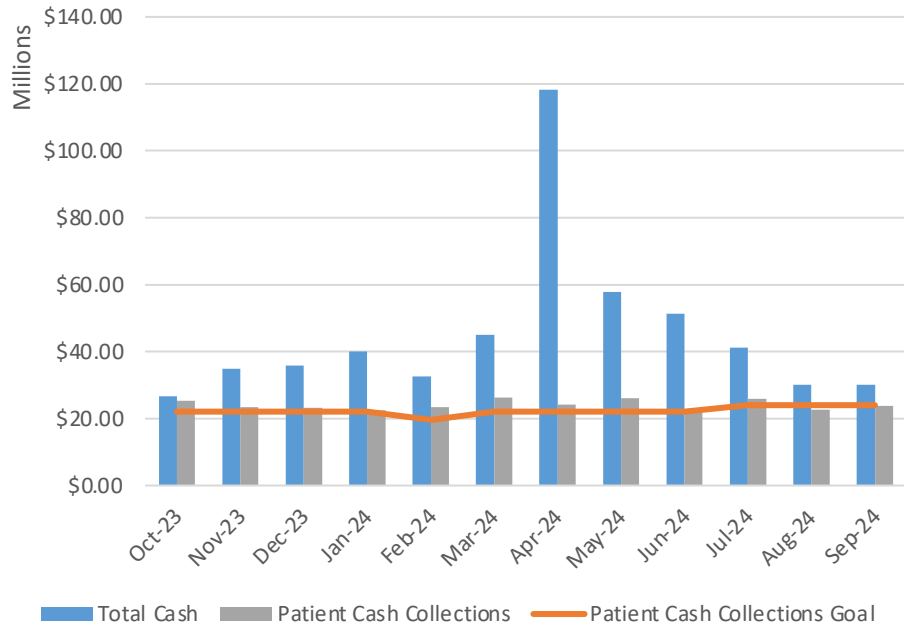


	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24
Supply Expense per AA	\$3,038	\$3,303	\$3,161	\$2,910	\$3,383	\$3,803	\$3,223	\$3,327	\$3,394	\$3,284	\$3,506	\$3,152
Pharm Cost per AA	\$866	\$932	\$904	\$865	\$1,011	\$1,023	\$877	\$885	\$986	\$1,006	\$982	\$1,023
Net Revenue Per AA	\$15,875	\$16,817	\$15,020	\$15,012	\$16,073	\$15,992	\$14,649	\$14,086	\$14,898	\$14,906	\$15,102	\$14,315
Budget Supp/AA	\$3,589	\$3,606	\$3,589	\$3,589	\$3,621	\$3,590	\$3,610	\$3,596	\$3,608	\$3,630	\$3,369	\$3,331
Budget Pharm/AA	\$1,210	\$1,210	\$1,210	\$1,211	\$999	\$1,210	\$1,210	\$1,211	\$1,210	\$1,027	\$953	\$942
Budget Net Rev/AA	\$15,361	\$15,235	\$15,361	\$15,341	\$15,077	\$15,368	\$15,272	\$15,407	\$15,252	\$16,780	\$15,593	\$15,495

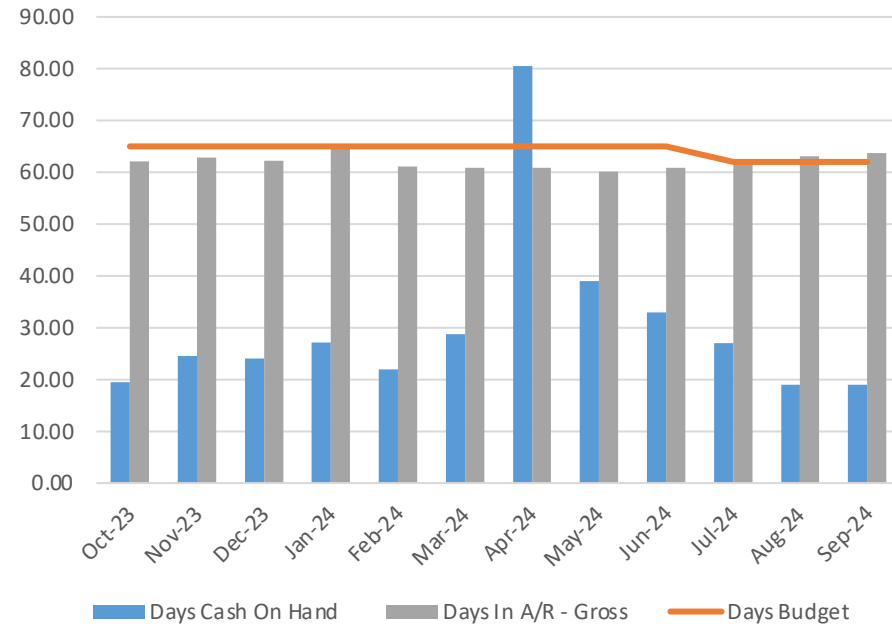
EBIDA Rolling Year



Cash Rolling Year



AR Days Rolling Year



KERN MEDICAL
3-Month Trend Analysis: Revenue & Expenses
September 30, 2024

	JULY	AUGUST	SEPTEMBER	BUDGET SEPTEMBER	VARIANCE POS (NEG)	PY SEPTEMBER
Gross Patient Revenue	\$ 113,685,608	\$ 118,020,779	\$ 116,750,736	\$ 107,621,417	8%	\$ 105,308,360
Contractual Deductions	(89,056,269)	(93,073,447)	(92,353,482)	(83,350,533)	11%	(80,920,773)
Net Revenue	24,629,340	24,947,332	24,397,253	24,270,883	1%	24,387,587
Indigent Funding	18,613,956	19,560,940	18,929,942	16,389,194	16%	15,669,352
Correctional Medicine	3,114,656	3,114,656	3,014,183	3,014,183	0%	2,608,481
County Contribution	294,244	276,178	285,211	281,304	1%	285,211
Incentive Funding	53,125	60,706	44,431	904,110	(95%)	0
Net Patient Revenue	46,705,321	47,959,813	46,671,020	44,859,674	4%	42,950,630
Other Operating Revenue	1,789,740	2,187,714	1,824,236	2,064,680	(12%)	1,892,709
Other Non-Operating Revenue	12,276	11,804	11,766	18,384	(36%)	14,895
Total Revenue	48,507,337	50,159,331	48,507,022	46,942,738	3%	44,858,234
Expenses						
Salaries	20,830,249	22,110,133	21,982,828	21,596,299	2%	19,254,350
Employee Benefits	9,590,201	8,971,277	9,044,281	9,028,706	0%	8,679,863
Registry	2,298,433	2,152,923	1,890,280	1,897,121	(0%)	2,760,925
Medical Fees	2,508,531	2,381,665	1,848,647	2,184,915	(15%)	2,148,823
Other Professional Fees	1,379,805	1,717,388	1,219,003	1,154,228	6%	1,162,032
Supplies	5,425,778	5,792,345	5,372,273	5,217,099	3%	5,087,961
Purchased Services	2,795,745	3,274,927	3,329,294	2,536,504	31%	2,373,485
Other Expenses	1,917,166	1,959,211	2,042,731	1,674,561	22%	1,643,846
Operating Expenses	46,745,908	48,359,869	46,729,337	45,289,431	3%	43,111,285
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 1,761,429	\$ 1,799,462	\$ 1,777,685	\$ 1,653,307	8%	\$ 1,746,950
EBIDA Margin	4%	4%	4%	4%	4%	4%
Interest	282,332	337,180	393,353	251,271	57%	230,973
Depreciation	681,729	679,421	682,547	714,280	(4%)	855,178
Amortization	636,786	636,786	634,662	662,045	(4%)	564,424
Total Expenses	48,346,755	50,013,256	48,439,900	46,917,027	3%	44,761,859
Operating Gain (Loss)	\$ 160,582	\$ 146,075	\$ 67,123	\$ 25,711	161%	\$ 96,375
Operating Margin	0.33%	0.29%	0.14%	0.05%	152.6%	0.2%

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

	ACTUAL	BUDGET	VARIANCE	PY	PY VARIANCE
	FYTD	FYTD	POS (NEG)	FYTD	POS (NEG)
Gross Patient Revenue	\$ 348,457,123	\$ 329,267,864	6%	\$ 319,032,210	9%
Contractual Deductions	(274,483,198)	(255,247,264)	8%	(246,034,133)	12%
Net Revenue	73,973,925	74,020,600	0%	72,998,077	
Indigent Funding	57,104,838	50,260,194	13.6%	47,842,249	19%
Correctional Medicine	9,243,496	9,243,496	0%	7,825,442	18%
County Contribution	855,633	862,665	(1%)	855,633	0.00%
Incentive Funding	158,262	2,772,603	(94%)	0	0.0%
Net Patient Revenue	141,336,154	137,159,557	3%	129,521,401	9%
Other Operating Revenue	5,801,691	6,331,684	(8%)	5,366,017	8%
Other Non-Operating Revenue	35,846	56,378	(36%)	101,144	(65%)
Total Revenue	147,173,690	143,547,620	3%	134,988,563	9%
Expenses					
Salaries	64,923,209	65,972,785	(1.6%)	57,824,441	12%
Employee Benefits	27,605,759	27,580,390	0.1%	24,782,165	11%
Registry	6,341,636	5,809,984	9%	7,510,203	(16%)
Medical Fees	6,738,843	6,687,622	1%	6,445,027	5%
Other Professional Fees	4,316,195	3,539,631	22%	6,186,877	(30%)
Supplies	16,590,396	15,973,338	4%	15,207,552	9.1%
Purchased Services	9,399,967	7,778,612	21%	7,546,166	25%
Other Expenses	5,919,108	5,135,320	15%	4,987,991	19%
Operating Expenses	141,835,114	138,477,681	2%	130,490,422	9%
Earnings Before Interest, Depreciation, and Amortization (EBIDA)	\$ 5,338,576	\$ 5,069,939	5%	\$ 4,498,141	19%
EBIDA Margin	4%	4%	3%	3%	9%
Interest	1,012,865	770,563	31%	680,977	49%
Depreciation	2,043,697	2,190,459	(7%)	2,084,697	(2%)
Amortization	1,908,234	2,030,272	(6%)	1,583,818	20%
Total Expenses	146,799,911	143,468,974	2%	134,839,915	9%
Operating Gain (Loss)	\$ 373,780	\$ 78,645	375%	\$ 148,648	151%
Operating Margin	0.3%	0.1%	363.6%	0.1%	131%

KERN MEDICAL BALANCE SHEET

	SEPTEMBER 2024	SEPTEMBER 2023
ASSETS:		
<i>Total Cash</i>	\$ 30,133,835	\$ 49,067,212
Patient Receivables Subtotal	252,863,198	252,080,496
Contractual Subtotal	(204,114,626)	(188,654,910)
<i>Net Patient Receivable</i>	48,748,573	63,425,585
Total Indigent Receivable	248,501,907	221,512,514
Total Other Receivable	29,522,878	16,385,817
Total Prepaid Expenses	7,321,683	6,197,653
Total Inventory	4,727,529	5,574,431
<i>Total Current Assets</i>	368,956,406	362,163,212
Deferred Outflows of Resources	112,536,013	105,241,458
Total Land, Equipment, Buildings and Intangibles	270,188,249	254,250,638
Total Construction in Progress	10,709,459	13,234,078
<i>Total Property, Plant & Equipment</i>	280,897,708	267,484,715
Total Accumulated Depr & Amortization	(173,637,123)	(159,076,621)
<i>Net Property, Plant, and Equipment</i>	107,260,585	108,408,094
<i>Total Long Term Assets</i>	112,536,013	105,241,458
<i>Total Assets</i>	\$ 588,753,004	\$ 575,812,764

**KERN MEDICAL
BALANCE SHEET**

	SEPTEMBER 2024	SEPTEMBER 2023
LIABILITIES & EQUITY:		
Total Accounts Payable	\$ 5,698,081	\$ 11,541,961
Total Accrued Compensation	31,618,840	33,576,155
Total Due Government Agencies	4,527,312	15,380,580
Total Other Accrued Liabilities	52,018,814	28,276,695
<i>Total Current Liabilities</i>	93,863,047	88,775,391
Unfunded Pension Liability	345,399,109	284,243,193
Other Long-Term Liabilities	81,166,815	134,837,243
<i>Total Long-Term Liabilities</i>	426,565,924	419,080,436
<i>Total Liabilities</i>	520,428,971	507,855,827
<i>Total Net Position</i>	68,324,033	67,956,937
<i>Total Liabilities and Net Position</i>	\$ 588,753,004	\$ 575,812,764

**KERN MEDICAL
STATEMENT OF CASH FLOWS**

	Fiscal Year-to-Date September 2024	Fiscal Year-End June 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received for patient/current services	\$ 73,099,244	\$ 293,523,533
Cash received for other operations	28,203,445	233,602,712
Cash paid for salaries and benefits	(83,110,271)	(339,411,493)
Cash paid for services and supplies	(55,376,011)	(186,981,598)
Net cash (used in) provided by operating activities	(37,183,595)	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	(3,038,843)	(18,896,864)
Payments on right-of-usage lease liability	(745,764)	3,896,089
Interest paid - right-of-usage lease liability	(2,311)	31,211
Payments on SBITA liability	(188,302)	(752,150)
Interest paid - SBITA	(156)	2,013
Net cash used by capital and related financing activities	(3,975,377)	(15,719,700)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on bank deposits and investments	-	-
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(21,158,972)	(15,628,497)
CASH AND CASH EQUIVALENTS, beginning of year	51,292,807	66,921,303
CASH AND CASH EQUIVALENTS, year-to-date	\$ 30,133,835	\$ 51,292,807