



**KERN HEALTH
SYSTEMS**

**FINANCE COMMITTEE
MEETING**

Friday, August 11, 2023

at

8:00 a.m.

**Kern Health Systems
2900 Buck Owens Blvd.
1st Floor – Board Room
Bakersfield, CA 93308**

For more information, call (661) 664-5000

AGENDA

FINANCE COMMITTEE MEETING

KERN HEALTH SYSTEMS
2900 Buck Owens Boulevard
Bakersfield, California 93308

Friday, August 11, 2023

8:00 A.M.

All agenda item supporting documentation is available for public review at Kern Health Systems in the Administration Department, 2900 Buck Owens Boulevard, Bakersfield, CA 93308 during regular business hours, 8:00 a.m. – 5:00 p.m., Monday through Friday, following the posting of the agenda. Any supporting documentation that relates to an agenda item for an open session of any regular meeting that is distributed after the agenda is posted and prior to the meeting will also be available for review at the same location.

**PLEASE REMEMBER TO TURN OFF ALL CELL PHONES OR ELECTRONIC DEVICES
DURING MEETING.**

COMMITTEE TO RECONVENE

Members: Garcia, McGlew, Watson

ROLL CALL:

CONSENT AGENDA/OPPORTUNITY FOR PUBLIC COMMENT: ALL ITEMS LISTED WITH A "CA" ARE CONSIDERED TO BE ROUTINE AND NON-CONTROVERSIAL BY KERN HEALTH SYSTEMS STAFF. THE "CA" REPRESENTS THE CONSENT AGENDA. CONSENT ITEMS WILL BE CONSIDERED FIRST AND MAY BE APPROVED BY ONE MOTION IF NO MEMBER OF THE COMMITTEE OR AUDIENCE WISHES TO COMMENT OR ASK QUESTIONS. IF COMMENT OR DISCUSSION IS DESIRED BY ANYONE, THE ITEM WILL BE REMOVED FROM THE CONSENT AGENDA AND WILL BE CONSIDERED IN LISTED SEQUENCE WITH AN OPPORTUNITY FOR ANY MEMBER OF THE PUBLIC TO ADDRESS THE COMMITTEE CONCERNING THE ITEM BEFORE ACTION IS TAKEN.

STAFF RECOMMENDATION SHOWN IN CAPS

Agenda

Finance Committee Meeting
Kern Health Systems

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PUBLIC PRESENTATIONS

- 1) This portion of the meeting is reserved for persons to address the Committee on any matter not on this agenda but under the jurisdiction of the Committee. Committee members may respond briefly to statements made or questions posed. They may ask a question for clarification, make a referral to staff for factual information or request staff to report back to the Committee at a later meeting. Also, the Committee may take action to direct the staff to place a matter of business on a future agenda. **SPEAKERS ARE LIMITED TO TWO MINUTES. PLEASE STATE AND SPELL YOUR NAME BEFORE MAKING YOUR PRESENTATION. THANK YOU!**

COMMITTEE MEMBER ANNOUNCEMENTS OR REPORTS

- 2) On their own initiative, Committee members may make an announcement or a report on their own activities. They may ask a question for clarification, make a referral to staff or take action to have staff place a matter of business on a future agenda (Government Code Section 54954.2(a)(2))
- CA-3) Minutes for Kern Health Systems Finance Committee meeting on June 9, 2023 - APPROVE
- 4) Report on Kern Health Systems investment portfolio for the second quarter ending June 30, 2023 (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- 5) Proposed renewal and binding of insurance coverages for General Liability and Excess Liability from September 29, 2023 through September 29, 2024 and Earthquake Insurance from October 15, 2023 through October 15, 2024 (Fiscal Impact: \$515,000 Estimated; Budgeted) – APPROVE; REFER TO KHS BOARD OF DIRECTORS
- 6) Proposed renewal and binding of employee benefit plans for medical, vision, dental, life insurance, short-term and long-term disability, and long-term care effective January 1, 2024 (Fiscal Impact: \$9,500,000 Estimated; Budgeted) – APPROVE; REFER TO KHS BOARD OF DIRECTORS
- 7) Report on Kern Health Systems financial statements for May 2023 and June 2023 (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS

Agenda

Finance Committee Meeting
Kern Health Systems

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- 8) Report on Accounts Payable Vendor Report, Administrative Contracts between \$50,000 and \$200,000 for May 2023 and June 2023 and IT Technology Consulting Resources for the period ended May 31, 2023 (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS

ADJOURN TO FRIDAY, OCTOBER 6, 2023 AT 8:00 A.M.

**AMERICANS WITH DISABILITIES ACT
(Government Code Section 54953.2)**

The meeting facilities at Kern Health Systems are accessible to persons with disabilities. Disabled individuals who need special assistance to attend or participate in a meeting of the KHS Finance Committee may request assistance at the Kern Health Systems office, 2900 Buck Owens Boulevard, Bakersfield, California 93308 or by calling (661) 664-5000. Every effort will be made to reasonably accommodate individuals with disabilities by making meeting material available in alternative formats. Requests for assistance should be made five (5) working days in advance of a meeting whenever possible.

SUMMARY

FINANCE COMMITTEE MEETING

KERN HEALTH SYSTEMS
2900 Buck Owens Boulevard
Bakersfield, California 93308

Friday, June 9, 2023

8:00 A.M.

COMMITTEE RECONVENED

Members: Garcia, McGlew, Watson
ROLL CALL: 2 Present; 1 Absent – Garcia

NOTE: The vote is displayed in bold below each item. For example, McGlew-Watson denotes Director McGlew made the motion and Director Watson seconded the motion.

CONSENT AGENDA/OPPORTUNITY FOR PUBLIC COMMENT: ALL ITEMS LISTED WITH A "CA" WERE CONSIDERED TO BE ROUTINE AND APPROVED BY ONE MOTION.

COMMITTEE ACTION SHOWN IN CAPS

PUBLIC PRESENTATIONS

- 1) This portion of the meeting is reserved for persons to address the Committee on any matter not on this agenda but under the jurisdiction of the Committee. Committee members may respond briefly to statements made or questions posed. They may ask a question for clarification, make a referral to staff for factual information or request staff to report back to the Committee at a later meeting. Also, the Committee may take action to direct the staff to place a matter of business on a future agenda. **SPEAKERS ARE LIMITED TO TWO MINUTES. PLEASE STATE AND SPELL YOUR NAME BEFORE MAKING YOUR PRESENTATION. THANK YOU!**
NO ONE HEARD

COMMITTEE MEMBER ANNOUNCEMENTS OR REPORTS

- 2) On their own initiative, Committee members may make an announcement or a report on their own activities. They may ask a question for clarification, make a referral to staff or take action to have staff place a matter of business on a future agenda (Government Code Section 54954.2(a)(2))

SUMMARY

Finance Committee Meeting
Kern Health Systems

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DIRECTOR WATSON ANNOUNCED THAT ELSA MARTINEZ WAS NOT REAPPOINTED TO THE KHS BOARD AND THAT A NEW TREASURER WILL BE SELECTED AT THE AUGUST BOARD MEETING

CA-3) Minutes for Kern Health Systems Finance Committee meeting on April 7, 2023 - APPROVED

McGlew-Watson: 2 Ayes; 1 Absent - Garcia

NOTE – DIRECTOR GARCIA ARRIVED AT 8:08 AM; DURING THE DISCUSSION OF ITEM 4

4) Report on Kern Health Systems investment portfolio for the first quarter ending March 31, 2023 (Fiscal Impact: None) – CHRISTOPHER MCGEHEE, UBS FINANCIAL, HEARD; RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS

McGlew-Garcia: All Ayes

5) Proposed renewal and binding of insurance coverages for crime, excess crime, property, fiduciary liability, cyber insurance, excess cyber insurance, managed care errors and omissions, flood insurance and deadly weapon response program from July 1, 2023 through June 30, 2024 (Fiscal Impact: \$900,000 Estimated; Budgeted) – CHRIS TOBIN AND CANDANCE PORTER, ALLIANT, HEARD; APPROVED; REFERRED TO KHS BOARD OF DIRECTORS

McGlew-Garcia: All Ayes

6) Report from the Milliman actuary firm regarding capital reserves (Fiscal Impact: None) – AARON GATES AND MATT KRIDGEN, MILLIMAN, HEARD; RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS

McGlew-Garcia: All Ayes

7) Report on Kern Health Systems financial statements for February 2023, March 2023 and April 2023 (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS

McGlew-Garcia: All Ayes

8) Report on Accounts Payable Vendor Report, Administrative Contracts between \$50,000 and \$200,000 for February 2023, March 2023 and April 2023 and IT Technology Consulting Resources for the period ended March 31, 2023 (Fiscal Impact: None) – RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS

McGlew-Garcia: All Ayes

ADJOURN TO FRIDAY, AUGUST 11, 2023 AT 8:00 A.M.

/s/ Sheilah M. Woods, Clerk
Kern Health Systems Board of Directors



MEMORANDUM

TO: Kern Health Systems Finance Committee
FROM: Robert Landis, Chief Financial Officer
SUBJECT: Quarterly Review of Kern Health Systems Investment Portfolio
DATE: August 11, 2023

Background

The Kern Health Systems (“KHS”) Investment Policy stipulates the following order of investment objectives:

- Preservation of principal
- Liquidity
- Yield

The investment portfolios are designed to attain a market-average rate of return through economic cycles given an acceptable level of risk. KHS currently maintains the following investment portfolios:

Short-Term Portfolio (Under 1 year)

Funds held in this period are typically utilized to pay providers, meet operating expenses and fund capital projects. Additionally, extra liquidity is maintained in the event the State is late with its monthly capitation payment.

Long-Term Portfolio (1-5 years)

Funds held in this time period are typically for reserves and to take advantage of obtaining higher yields.

Requested Action

Receive and File; Refer to KHS Board of Directors.

KHS Finance Committee Meeting, August 11, 2023

Kern Health Systems Investment Portfolio June 30, 2023

Short Term Portfolio (under 1 year)

Funds held in this time frame are typically utilized to pay providers, meet operating expenses, distribute pass-through monies, potential State premium recoupments and for amounts owed under various Risk Corridors. Extra liquidity is maintained in the event the State is late with its monthly capitation payment.

Description		Dollar Amount	% of Portfolio	Maximum Allowed Per Policy	Approximate Current Yield	Liquidity	Principal Fluctuation
Wells Fargo - Cash		(1) \$ 700,000	0.15%	100%		1 Day	None
Money Market Accounts	(A)	(1) \$ 104,500,000	22.82%	40%	4.95%	1 Day	None
Local Agency Investment Fund (LAIF)	(B)	(2) \$ 39,500,000	8.62%	50%	3.17%	2 Days	None
US T-Bills & Federal Agencies at Wells Fargo		(1) \$ 189,400,000	41.35%	100%	5.08%	1 Day	Subject to Interest Rate Fluctuations
KHS Managed Portfolio at Wells Fargo	(C)	(1) \$ 1,100,000	0.24%		4.50%	3 Days	Subject to Interest Rate and Credit Fluctuations
Sub-Total		\$ 335,200,000	73.19%		4.80%		

Long Term Port Folio (1 - 5 years)

Funds held in this time frame are typically for reserves and to take advantage of obtaining higher yields.

UBS Managed Portfolio	(D)	\$ 60,400,000	13.19%		5.41%	3 Days	Subject to Interest Rate and Credit Fluctuations
KHS Managed Portfolio at Wells Fargo	(C)	\$ 62,400,000	13.62%		5.04%	3 Days	Subject to Interest Rate and Credit Fluctuations
Sub-Total		\$ 122,800,000	26.81%		5.22%		
Total Portfolio		\$ 458,000,000	100.00%		4.91%		

Yield Curve	Yield Curve			
	Treasuries	AA Corporate Bonds	A Corporate Bonds	CD's
1 year	5.34%	5.40%	5.55%	5.25%
2 year	4.76%	5.01%	5.17%	5.00%
3 year	4.24%	4.82%	5.04%	4.75%
5 year	4.11%	4.65%	4.83%	4.50%

- (A) Money market fund comprised of US Treasury and Repurchase Agreement Obligations.
- (B) LAIF is part of a \$178 Billion Pooled Money Investment Account managed by the State Treasurer of CA. Majority of portfolio is comprised of Treasuries, CD's, Time Deposits and Commercial Paper.
- (C) High quality diversified portfolio comprising Federal Agency Securities
- (D) High quality diversified portfolio comprising certificate of deposits, corporate bonds and notes, municipal securities and US Treasury Securities. Includes investments maturing in less than 1 year that will be re-invested for over 1 year at maturity.
- (1) Funds are utilized to pay providers, meet operating expenses and distribute pass-through monies, potential State premium recoupments and for amounts owed under various Risk Corridors. Extra liquidity is maintained in the event the State is late with its monthly capitation payment.
- (2) Funds are primarily utilized to fund various Grant Programs and 2023 capital projects.



Branch office
 9201 Camino Media
 Suite 230
 Bakersfield, CA 93311

Financial Advisor
 THE COHEN GROUP
 6616633200

UBS Client Review

As of June 30, 2023

Report Prepared for: Kern Health Systems

Account Number	Account Name	Type
EX XX120	BOND PORTFOLIO	Portfolio Management Program
Risk profile:	Conservative	
Return Objective:	Current Income	

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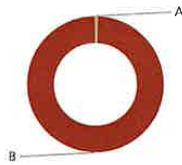


Portfolio Review

as of June 30, 2023

Asset Allocation Review

	Value on 06/30/2023 (\$)	% of Portfolio
A Cash	307,911.08	0.51
Cash	307,911.08	0.51
US	307,911.08	0.51
B Fixed Income	60,057,860.82	99.49
US	60,057,860.82	99.49
Government	5,226,917.56	8.66
Corporate IG Credit	54,830,943.26	90.83
C Equity	0.00	0.00
D Commodities	0.00	0.00
E Non-Traditional	0.00	0.00
F Other	0.00	0.00
Total Portfolio	\$60,365,771.90	100%



Balanced mutual funds and Insurance & Annuity products are allocated in the 'Other' category

Portfolio Value and Investment Results

	Performance returns (annualized > 1 year)			
	For period of	For period of	YTD	YTD
	12/31/2022 to 03/31/2023	03/31/2023 to 06/30/2023	12/31/2022 to 06/30/2023	12/31/2022 to 06/30/2023
Opening value	59,490,576.84	60,142,064.85	59,490,576.84	59,490,576.84
Net deposits/withdrawals	-22,280.50	-19,602.63	-41,883.13	-41,883.13
Div./interest income	266,742.34	410,573.82	677,316.16	677,316.16
Change in accr. interest	85,108.42	-48,199.15	36,909.27	36,909.27
Change in value	321,917.75	-119,064.99	202,852.76	202,852.76
Closing value	60,142,064.85	60,365,771.90	60,365,771.90	60,365,771.90
Net Time-weighted ROR	1.10	0.37	1.47	1.47

Net deposits and withdrawals include program and account fees.

Past performance does not guarantee future results and current performance may be lower/higher than past data presented. Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023

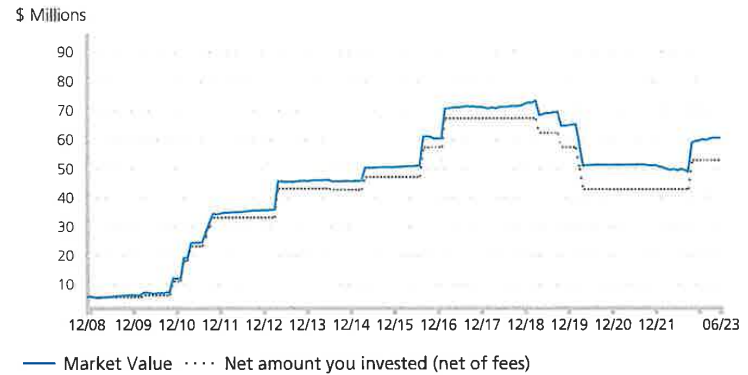
EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

Sources of Portfolio Value



Summary of Gains and Losses

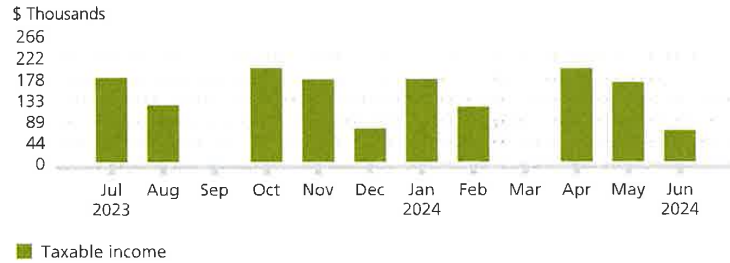
	Short term (\$)	Long term (\$)	Total (\$)
2022 Realized gains and losses	0.00	-60,398.10	-60,398.10
Taxable	0.00	-60,398.10	-60,398.10
Tax-Deferred	0.00	0.00	0.00
2023 Year to date	0.00	0.00	0.00
Taxable	0.00	0.00	0.00
Tax-Deferred	0.00	0.00	0.00



Portfolio Review

as of June 30, 2023 (continued)

Expected Cash Flow



Total taxable income: \$1,520,892.79
Total expected cash flow: \$1,520,892.79

Cash flows displayed account for known events such as maturities and mandatory puts.

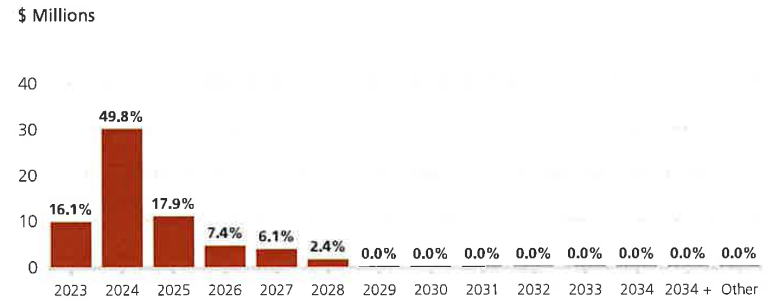
EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

Bond Maturity Schedule



■ Effective maturity schedule

Cash, mutual funds and some preferred securities are not included.

Equity Sector Analysis

Compared to S&P 500 index

	Value on 06/30/2023 (\$)	Actual (%)	Model (%)	Gap (%)
Communication Services	0.00	0.00	8.92	-8.92
Consumer Discretionary	0.00	0.00	11.08	-11.08
Consumer Staples	0.00	0.00	7.13	-7.13
Energy	0.00	0.00	4.21	-4.21
Financials	0.00	0.00	12.18	-12.18
Health Care	0.00	0.00	12.95	-12.95
Industrials	0.00	0.00	8.45	-8.45
Information Technology	0.00	0.00	27.70	-27.70
Materials	0.00	0.00	2.46	-2.46
Real Estate	0.00	0.00	2.42	-2.42
Utilities	0.00	0.00	2.50	-2.50
Total classified equity	\$0.00			
Unclassified Securities	0.00			

Past performance does not guarantee future results and current performance may be lower/higher than past data presented.

Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023



Portfolio Review

as of June 30, 2023 (continued)

Summary of Performance by Account

	Performance start date	Value on 06/30/2023 (\$)	% of portfolio		Performance returns (annualized > 1 year)			
					For period of 12/31/2022 to 03/31/2023	For period of 03/31/2023 to 06/30/2023	YTD 12/31/2022 to 06/30/2023	YTD 12/31/2022 to 06/30/2023
EX XX120 BOND PORTFOLIO•PMP•The Cohen Group Fixed Income - PIV Risk profile: Conservative Return objective: Current Income	Dec 08, 2008	60,365,771.90	100.00%	Net time-weighted	1.10%	0.37%	1.47%	1.47%
Total Portfolio	Dec 08, 2008	\$60,365,771.90	100%	Net time-weighted	1.10%	0.37%	1.47%	1.47%
Benchmarks - Annualized time-weighted returns					For period of 12/31/2022 to 03/31/2023	For period of 03/31/2023 to 06/30/2023	YTD 12/31/2022 to 06/30/2023	YTD 12/31/2022 to 06/30/2023
Blended Index					1.39%	-0.08%	1.30%	1.30%
Blended Index 2					1.24%	0.54%	1.79%	1.79%
US Treasury Bill - 3 Mos					1.09%	1.22%	2.33%	2.33%
BBG US Agg (1-3 Y)					1.51%	-0.36%	1.15%	1.15%
S&P 500					7.50%	8.74%	16.89%	16.89%

Past performance does not guarantee future results and current performance may be lower/higher than past data presented.

Blended Index: 11/04/2019 - Current: 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y+ **Blended Index 2: Start - Current:** 30% BofA 1Y Trs Note; 40% BofA US Corp 1-3Y A-AAA; 30% US Treasury Bill - 3 Mos
+Additional benchmark information can be found on the benchmark composition page.

Report created on: August 01, 2023

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Asset Allocation Review

as of June 30, 2023

Summary of Asset Allocation

	Market value (\$)	% of Portfolio
Cash	307,911.08	0.51
Cash	307,911.08	0.51
US	307,911.08	0.51
Fixed Income	60,057,860.82	99.49
US	60,057,860.82	99.49
Government	5,226,917.56	8.66
Corporate IG Credit	54,830,943.26	90.83
Equity	0.00	0.00
Commodities	0.00	0.00
Non-Traditional	0.00	0.00
Other	0.00	0.00
Total Portfolio	\$60,365,771.90	100%

Balanced mutual funds and Insurance & Annuity products are allocated in the 'Other' category

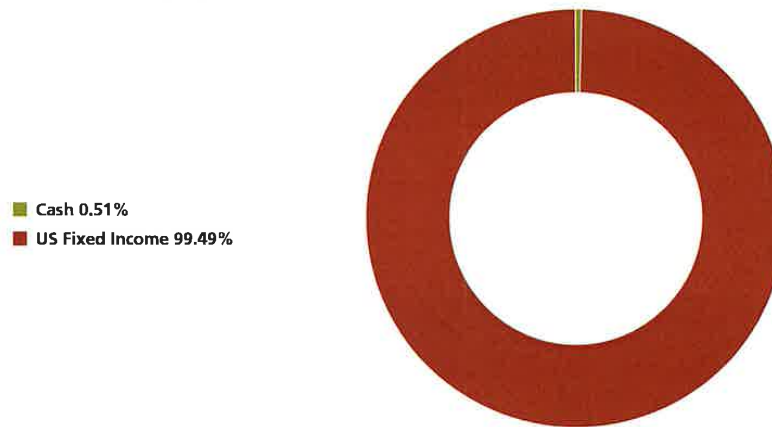
EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

Total Value: \$60,365,771.90



Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023



Asset Allocation by Account

as of June 30, 2023

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Equities (\$/%)			Fixed Income (\$/%)			Non-Traditional (\$/%)	Commodities (\$/%)	Other (\$/%)	Total	
	Cash (\$/%)	U.S.	Global	International	U.S.	Global					International
	307,911.08	0.00	0.00	0.00	60,057,860.82	0.00	0.00	0.00	0.00	0.00	\$60,365,771.90
Total Portfolio	0.51	0.00	0.00	0.00	99.49	0.00	0.00	0.00	0.00	0.00	100%
	307,911.08	0.00	0.00	0.00	60,057,860.82	0.00	0.00	0.00	0.00	0.00	\$60,365,771.90
	0.51	0.00	0.00	0.00	99.49	0.00	0.00	0.00	0.00	0.00	100.00%

EX XX120 , BOND PORTFOLIO , BSA PMP

Risk profile: Conservative

Return objective: Current Income

	Equities (\$/%)			Fixed Income (\$/%)			Non-Traditional (\$/%)	Commodities (\$/%)	Other (\$/%)	Total	
	Cash (\$/%)	U.S.	Global	International	U.S.	Global					International
	307,911.08	0.00	0.00	0.00	60,057,860.82	0.00	0.00	0.00	0.00	0.00	\$60,365,771.90
Total Portfolio	0.51	0.00	0.00	0.00	99.49	0.00	0.00	0.00	0.00	0.00	100%

Balanced mutual funds and Insurance & Annuity products are allocated in the 'Other' category

Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023



Bond Summary

as of June 30, 2023

Bond Overview

Total quantity	61,955,000
Total market value	\$59,880,963.75
Total accrued interest	\$405,482.57
Total market value plus accrued interest	\$60,286,446.32
Total estimated annual bond interest	\$1,538,006.25
Average coupon	2.49%
Average current yield	2.57%
Average yield to maturity	5.41%
Average yield to worst	5.41%
Average modified duration	1.44
Average effective maturity	1.55

Credit Quality of Bond Holdings

Effective credit rating	Issues	Value on 06/30/2023 (\$)	% of port.
A Aaa/AAA/AAA	6	6,720,282.97	11.18
B Aa/AA/AA	5	7,123,129.42	11.83
C A/A/A	31	45,474,146.43	75.37
D Baa/BBB/BBB	1	968,887.50	1.61
E Non-investment grade	0	0.00	0.00
F Certificate of deposit	0	0.00	0.00
G Not rated	0	0.00	0.00
Total	43	\$60,286,446.32	100%



EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems

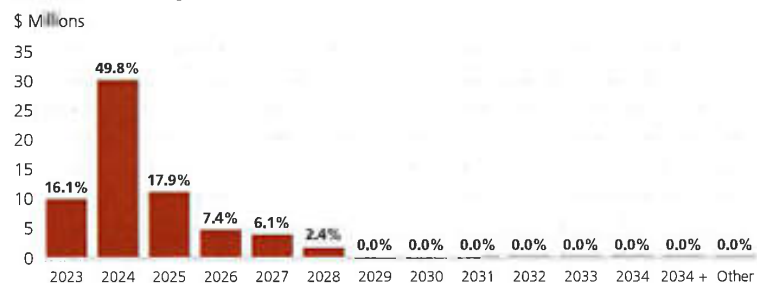
Risk profile: Conservative

Return Objective: Current Income

Investment Type Allocation

Investment type	Taxable (\$)	Tax-exempt / deferred (\$)	Total (\$)	% of bond port.
U.S. corporates	54,830,943.26	0.00	54,830,943.26	90.95
U.S. federal agencies	5,226,917.55	0.00	5,226,917.55	8.67
U.S. treasuries	228,585.50	0.00	228,585.50	0.38
Total	\$60,286,446.31	\$0.00	\$60,286,446.31	100%

Bond Maturity Schedule



Effective maturity schedule

Cash, mutual funds and some preferred securities are not included

Includes all fixed income securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023



Bond Holdings

as of June 30, 2023

EX XX120 • BOND PORTFOLIO • Portfolio Management Program
Prepared for Kern Health Systems
 Risk profile: Conservative
 Return Objective: Current Income

Summary of Bond Holdings

Maturity Year	Issues	Quantity	Est. annual income (\$)	Current yield (%)	Yield to maturity (%)	Yield to worst (%)	Modified duration	Adjusted cost basis (\$)	Unrealized gain/loss (\$)	Mkt. value (\$)	% of bond portfolio maturing
2023	7	9,830,000	35,400.00	0.37%	4.88%	4.88%	0.27	9,825,353.51	-132,164.01	9,701,987.83	16.19%
2024	20	31,025,000	747,506.25	2.50%	5.75%	5.75%	1.13	31,306,292.48	-1,459,500.73	30,001,062.24	49.84%
2025	8	11,100,000	407,850.00	3.79%	5.42%	5.42%	1.80	11,066,402.86	-299,474.86	10,906,195.92	17.98%
2026	3	4,650,000	148,500.00	3.34%	4.89%	4.89%	2.62	4,452,975	-12,007.50	4,491,242.50	7.42%
2027	4	3,850,000	133,125.00	3.64%	4.90%	4.90%	3.51	3,639,288	17,019.00	3,700,427.83	6.11%
2028	1	1,500,000	65,625.00	4.44%	4.73%	4.73%	4.31	1,493,730	-16,950.00	1,485,530.00	2.47%
2029	0	0			N/A	N/A	N/A				
2030	0	0			N/A	N/A	N/A				
2031	0	0			N/A	N/A	N/A				
2032	0	0			N/A	N/A	N/A				
2033	0	0			N/A	N/A	N/A				
2034	0	0			N/A	N/A	N/A				
2035	0	0			N/A	N/A	N/A				
2036	0	0			N/A	N/A	N/A				
2037	0	0			N/A	N/A	N/A				
2038	0	0			N/A	N/A	N/A				
2039	0	0			N/A	N/A	N/A				
2040	0	0			N/A	N/A	N/A				
2041	0	0			N/A	N/A	N/A				
2042	0	0			N/A	N/A	N/A				
2043	0	0			N/A	N/A	N/A				
2044	0	0			N/A	N/A	N/A				
2045	0	0			N/A	N/A	N/A				
2046	0	0			N/A	N/A	N/A				
2047	0	0			N/A	N/A	N/A				
2048	0	0			N/A	N/A	N/A				
2048 +	0	0			N/A	N/A	N/A				
Other	0	0			N/A	N/A	N/A				
Total	43	61,955,000	\$1,538,006.25	2.57%	5.41%	5.41%	1.44	\$61,784,041.85	\$-1,903,078.10	\$60,286,446.32	

Includes all fixed-rate securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023



Bond Holdings

as of June 30, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program
Prepared for Kern Health Systems
 Risk profile: Conservative
 Return Objective: Current Income

Details of Bond Holdings

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Total Bond Portfolio		61,955,000	2.49%	01/15/2025	N/A	\$1,538,006.25 2.57%	5.41% 5.41%	1.44	\$61,784,041.85 \$-1,903,078.10	N/A	\$59,880,963.75 \$405,482.57 \$60,286,446.32	100%
Maturing 2023												
JOHN DEERE CPTL CORP 00.700% 070523 DTD060420 FC010521 MED TERM NTS	A2/A+ NR/NR/NR	1,000,000	0.70%	07/05/2023		7,000.00 0.70%	0.70%	0.01	1,000,047.87 -47.87	100.000	1,000,000.00 3,402.78	1.67%
PACCAR FINANCIAL CORP 00.350% 081123 DTD081120 FC021121 MED TERM NTS	A1/NR/A+ NR/NR/NR	2,000,000	0.35%	08/11/2023		7,000.00 0.35%	5.04%	0.11	2,000,000.00 -10,640.00	99.468	1,989,360.00 2,702.78	3.32%
UNITED STATES TREAS BILL DUE 08/15/23	Aaa/NR/AA+ NR/NR/NR	230,000		08/15/2023			4.84%	0.12	226,217.74 2,367.76	99.385	228,585.50 0.00	0.38%
PEPSICO INC NTS B/E 00.400% 100723 DTD100720 FC040721	A1/NR/A+ NR/NR/NR	600,000	0.40%	10/07/2023		2,400.00 0.40%	4.74%	0.26	600,274.31 -7,210.31	98.844	593,064.00 553.33	0.99%
FFCB BOND 00.290 % DUE 110223 DTD 110220 FC 05022021	NR/AAA/AA+ NR/NR/NR	2,000,000	0.29%	11/02/2023		5,800.00 0.30%	5.60%	0.33	1,998,818.00 -34,158.00	98.233	1,964,660.00 934.44	3.28%
FANNIE MAE NTS 00.310 % DUE 111623 DTD 111620 FC 05162021	Aaa/AAA/AA+ NR/NR/NR	2,000,000	0.31%	11/16/2023	08/16/2023 100.00	6,200.00 0.32%	5.60%	0.36	1,999,800.00 -38,940.00	98.043	1,960,860.00 757.78	3.27%
BANK OF NY MELLON CORP 00.350% 120723 DTD120720 FC060721 NTS B/E	A1/AA-/A NR/NR/NR	2,000,000	0.35%	12/07/2023	11/07/2023 100.00	7,000.00 0.36%	5.44%	0.42	2,000,195.59 -43,535.59	97.833	1,956,660.00 447.22	3.27%
Total 2023		9,830,000	0.37%	10/10/2023		\$35,400.00 0.37%	4.88% 4.88%	0.27	\$9,825,353.51 \$-132,164.01		\$9,693,189.50 \$8,798.33	16.19%

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Report created on: August 01, 2023



Bond Holdings

as of June 30, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2024												
US BANCORP MED TERM NTS 03.375% 020524 DTD020419 FACTOR 1.000000000000	A3/A+/A NR/NR/NR	300,000	3.38%	02/05/2024	01/05/2024 100.00	10,125.00 3.42%	5.88% 5.88%	0.57	305,110.80 -9,469.80	98.547	295,641.00 4,078.13	0.49%
MICROSOFT CORP NTS B/E 02.875% 020624 DTD020617 FC080617 CALL@MW+12.5BP	Aaa/WD/AAA NR/NR/NR	875,000	2.88%	02/06/2024	12/06/2023 100.00	25,156.25 2.92%	5.46% 5.46%	0.57	875,811.01 -13,997.26	98.493	861,813.75 10,062.50	1.44%
COMCAST CORP NTS B/E 03.700% 041524 DTD100518 FC041519 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,500,000	3.70%	04/15/2024	03/15/2024 100.00	55,500.00 3.75%	5.49% 5.49%	0.76	1,513,722.65 -34,332.65	98.626	1,479,390.00 11,562.50	2.47%
APPLE INC NTS B/E 2.850% 051124 DTD051117 FC111117 CALL@MW+12.5BP	Aaa/NR/AA+ NR/NR/NR	400,000	2.85%	05/11/2024	03/11/2024 100.00	11,400.00 2.91%	5.44% 5.44%	0.83	408,238.90 -16,886.90	97.838	391,352.00 1,551.67	0.65%
AMAZON COM INC NTS B/E 00.450% 051224 DTD051221 CALL@MW+2.5BP	A1/AA-/AA NR/NR/NR	2,000,000	0.45%	05/12/2024		9,000.00 0.47%	5.39% 5.39%	0.84	1,997,660.00 -80,280.00	95.869	1,917,380.00 1,200.00	3.20%
JPMORGAN CHASE & CO NTS 03.625% 051324 DTD051314 FC111314 B/E	A1/AA-/A- NR/NR/NR	1,800,000	3.63%	05/13/2024		65,250.00 3.69%	5.74% 5.74%	0.83	1,846,562.64 -78,440.64	98.229	1,768,122.00 8,518.75	2.95%
US BANCORP NTS B/E 02.400% 073024 DTD072919 FC013020	A3/A+/A NR/NR/NR	2,000,000	2.40%	07/30/2024	05/30/2024 100.00	48,000.00 2.49%	5.83% 5.83%	1.03	1,967,640.00 -38,720.00	96.446	1,928,920.00 20,000.00	3.22%
BB&T CORP NTS B/E 02.500% 080124 DTD072919 FC020120	A3/A-/A- NR/NR/NR	1,000,000	2.50%	08/01/2024	07/01/2024 100.00	25,000.00 2.60%	6.33% 6.33%	1.03	1,021,019.29 -60,639.29	96.038	960,380.00 10,347.22	1.60%
UNITEDHEALTH GROUP INC 02.375% 081524 DTD072519 CALL@MW+10BP NTS	A3/A+/A+ NR/NR/NR	2,250,000	2.38%	08/15/2024		53,437.50 2.46%	5.51% 5.51%	1.07	2,252,851.26 -78,766.26	96.626	2,174,085.00 20,039.06	3.63%

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Bond Holdings

as of June 30, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems
 Risk profile: Conservative
 Return Objective: Current Income

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2024												
JOHN DEERE CAPITAL CORP 00.625% 091024 DTD091021 FC031022 NTS B/E	A2/A+/A NR/NR/NR	1,400,000	0.63%	09/10/2024		8,750.00 0.66%	5.47% 5.47%	1.15	1,400,744.30 -78,136.30	94.472	1,322,608.00 2,673.61	2.21%
PAYPAL HOLDINGS INC NTS 02.400% 100124 DTD092619 FC040120 CALL@MW+15BP	A3/A-/A- NR/NR/NR	2,250,000	2.40%	10/01/2024	09/01/2024 100.00	54,000.00 2.50%	5.68% 5.68%	1.20	2,262,885.75 -100,995.75	96.084	2,161,890.00 13,350.00	3.61%
SIMON PPTY GROUP LP B/E 03.375% 100124 DTD091014 FC040115 CALL@MW+15BP	A3/WD/A- NR/NR/NR	1,900,000	3.38%	10/01/2024	07/01/2024 100.00	64,125.00 3.48%	5.96% 5.96%	1.19	1,957,005.54 -115,563.54	96.918	1,841,442.00 15,853.13	3.08%
BK OF NY MELLON CORP NTS 00.850% 102524 DTD102521 FC042522 B/E	A1/AA-/A NR/NR/NR	1,500,000	0.85%	10/25/2024	09/25/2024 100.00	12,750.00 0.91%	5.76% 5.76%	1.27	1,500,930.68 -93,300.68	93.842	1,407,630.00 2,302.08	2.35%
BB&T CORP MED TERM NTS 02.850% 102624 DTD102617 FC042618 B/E	A3/A-/A- NR/NR/NR	2,000,000	2.85%	10/26/2024	09/26/2024 100.00	57,000.00 2.97%	6.05% 6.05%	1.26	1,983,511.38 -63,891.38	95.981	1,919,620.00 10,133.33	3.21%
PNC FINL SERV GRP INC WT 02.200% 110124 DTD110119 FC050120 EXP NTS B/E	A3/A-/A- NR/NR/NR	2,000,000	2.20%	11/01/2024	10/01/2024 100.00	44,000.00 2.32%	6.15% 6.15%	1.27	2,044,388.05 -144,228.05	95.008	1,900,160.00 7,211.11	3.17%
GENERAL DYNAMICS CORP 02.375% 111524 DTD091417 FC051518 CALL@MW+10BP	A3/WD/A- NR/NR/NR	1,750,000	2.38%	11/15/2024	09/15/2024 100.00	41,562.50 2.48%	5.55% 5.55%	1.32	1,789,030.85 -111,585.85	95.854	1,677,445.00 5,195.31	2.80%
ORACLE CORP NTS B/E 02.950% 111524 DTD110917 FC051518 CALL@MW+15BP	Baa2/BBB/BBB NR/NR/NR	1,000,000	2.95%	11/15/2024	09/15/2024 100.00	29,500.00 3.06%	5.61% 5.61%	1.31	1,027,494.82 -62,294.82	96.520	965,200.00 3,687.50	1.61%
TRUIST BANK NTS B/E 02.150% 120624 DTD120619 FC060620	A2/A+/A NR/NR/NR	2,000,000	2.15%	12/06/2024	11/06/2024 100.00	43,000.00 2.28%	6.39% 6.39%	1.37	1,995,582.90 -110,062.90	94.276	1,885,520.00 2,866.67	3.15%

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Report created on: August 01, 2023



Bond Holdings

as of June 30, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2024												
WAL MART STORES INC NTS 02.650% 121524 DTD102017 FC061518 CALL@MW+10BP	Aa2/AA/AA NR/NR/NR	1,900,000	2.65%	12/15/2024	10/15/2024 100.00	50,350.00 2.75%	5.30% 5.30%	1.40	1,953,841.49 -123,552.49	96.331	1,830,289.00 2,097.92	3.06%
STATE STREET CORP B/E 03.300% 121624 DTD121514 FC061615	A1/AA-/A NR/NR/NR	1,200,000	3.30%	12/16/2024		39,600.00 3.42%	5.84% 5.84%	1.39	1,202,260.17 -44,356.17	96.492	1,157,904.00 1,540.00	1.93%
Total 2024		31,025,000	2.42%	09/04/2024		\$747,506.25 2.50%	5.75% 5.75%	1.13	\$31,306,292.48 -\$1,459,500.73		\$29,846,791.75 \$154,270.49	49.84%
Maturing 2025												
JPMORGAN CHASE & CO B/E 03.125% 012325 DTD012315 FC072315	A1/AA-/A NR/NR/NR	2,400,000	3.13%	01/23/2025	10/23/2024 100.00	75,000.00 3.24%	5.42% 5.42%	1.47	2,478,284.36 -159,980.36	96.596	2,318,304.00 32,708.33	3.87%
BK OF NY MELLON CORP B/E 03.000% 022425 DTD022415 FC082415	A1/AA-/A NR/NR/NR	1,300,000	3.00%	02/24/2025	01/24/2025 100.00	39,000.00 3.12%	5.55% 5.55%	1.56	1,328,980.50 -80,525.50	96.035	1,248,455.00 13,650.00	2.08%
BURLINGTN NORTH SANTA FE 03.000% 040125 DTD030915 FC100115 CALL@MW+15BP	A3/NR/AA- NR/NR/NR	1,000,000	3.00%	04/01/2025	01/01/2025 100.00	30,000.00 3.12%	5.28% 5.28%	1.66	957,230.00 5,080.00	96.231	962,310.00 7,416.67	1.61%
PNC BK B/E 03.250% 060125 DTD060115 FC120115	A2/A+/A NR/NR/NR	300,000	3.25%	06/01/2025	05/01/2025 100.00	9,750.00 3.41%	5.88% 5.88%	1.81	295,368.00 -9,525.00	95.281	285,843.00 785.42	0.48%
UNION PAC CORP NTS B/E 03.750% 071525 DTD060818 FC011519 CALL@MW+15BP	A3/A-/A- NR/NR/NR	2,000,000	3.75%	07/15/2025	05/15/2025 100.00	75,000.00 3.86%	5.29% 5.29%	1.89	1,940,760.00 160.00	97.046	1,940,920.00 34,375.00	3.24%
MORGAN STANLEY B/E 04.000% 072325 DTD072315 FC012316 CALL@MW+25BP	A1/A+/A- NR/NR/NR	1,800,000	4.00%	07/23/2025		72,000.00 4.12%	5.52% 5.52%	1.91	1,798,200.00 -50,796.00	97.078	1,747,404.00 31,400.00	2.92%

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Bond Holdings

as of June 30, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2025												
COMCAST CORP NTS B/E 3.950% 101525 DTD100518 FC041519 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,000,000	3.95%	10/15/2025	08/15/2025 100.00	39,500.00 4.05%	5.13% 5.13%	2.14	968,230.00 6,460.00	97,469	974,690.00 8,229.17	1.63%
FFCB BOND 05.200 % DUE 110325 DTD 110322 FC 05032023	Aaa/AAA/AA+ NR/NR/NR	1,300,000	5.20%	11/03/2025	11/03/2023 100.00	67,600.00 5.24%	5.59% 5.59%	2.15	1,299,350.00 -10,348.00	99,154	1,289,002.00 10,703.33	2.15%
Total 2025		11,100,000	3.68%	06/04/2025		\$407,850.00 3.79%	5.42% 5.42%	1.80	\$11,066,402.86 \$-299,474.86		\$10,766,928.00 \$139,267.92	17.98%
Maturing 2026												
LOCKHEED MARTIN CORP B/E 03.550% 011526 DTD112315 FC071516 CALL@MW+20BP	A3/A-/A- NR/NR/NR	1,500,000	3.55%	01/15/2026	10/15/2025 100.00	53,250.00 3.66%	4.84% 4.84%	2.35	1,445,685.00 8,370.00	96,937	1,454,055.00 24,406.25	2.43%
BANK OF AMER CORP NTS 03.500% 041926 DTD041916 FC101916 B/E	A1/AA-/A- NR/NR/NR	1,650,000	3.50%	04/19/2026		57,750.00 3.65%	5.09% 5.09%	2.60	1,581,525.00 742.50	95,895	1,582,267.50 11,389.58	2.64%
ARCHER-DANIELS-MIDL& CO 02.500% 081126 DTD081116 FC021117 CALL@MW+15BP	A2/A/A NR/NR/NR	1,500,000	2.50%	08/11/2026	05/11/2026 100.00	37,500.00 2.67%	4.72% 4.72%	2.91	1,425,765.00 -21,120.00	93,643	1,404,645.00 14,479.17	2.35%
Total 2026		4,650,000	3.20%	04/25/2026		\$148,500.00 3.34%	4.89% 4.89%	2.62	\$4,452,975.00 \$-12,007.50		\$4,440,967.50 \$50,275.00	7.42%

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Bond Holdings

as of June 30, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
Maturing 2027												
MORGAN STANLEY B/E 03.625% 012027 DTD012017 FC072017	A1/A+/A- NR/NR/NR	1,000,000	3.63%	01/20/2027	11/15/2026 100.00	36,250.00 3.82%	5.20% 5.20%	3.22	913,100.00 36,200.00	94.930	949,300.00 16,111.11	1.59%
AMAZON.COM INC NTS B/E 03.300% 041327 DTD041322 FC101322 CALL@MW+10BP	A1/AA-/AA NR/NR/NR	1,000,000	3.30%	04/13/2027	03/13/2027 100.00	33,000.00 3.47%	4.69% 4.69%	3.47	942,880.00 9,220.00	95.210	952,100.00 7,058.33	1.59%
QUALCOMM INC NTS B/E 03.250% 052027 DTD052617 FC112017 CALL @MW+20BP	A2/NR/A NR/NR/NR	350,000	3.25%	05/20/2027	02/20/2027 100.00	11,375.00 3.43%	4.77% 4.77%	3.57	336,483.00 -5,166.00	94.662	331,317.00 1,263.89	0.55%
META PLATFORMS INC NTS 03.500% 081527 DTD080922 FC021523 CALL@MW+15BP	A1/NR/AA- NR/NR/NR	1,500,000	3.50%	08/15/2027	07/15/2027 100.00	52,500.00 3.69%	4.88% 4.88%	3.72	1,446,825.00 -23,235.00	94.906	1,423,590.00 19,687.50	2.38%
Total 2027		3,850,000	3.46%	05/13/2027		\$133,125.00 3.64%	4.90% 4.90%	3.51	\$3,639,288.00 \$17,019.00		\$3,656,307.00 \$44,120.83	6.11%
Maturing 2028												
ESTEE LAUDER CO INC NTS 04.375% 051528 DTD051223 FC111523 CALL@MW+15BP	A1/NR/A+ NR/NR/NR	1,500,000	4.38%	05/15/2028	04/15/2028 100.00	65,625.00 4.44%	4.73% 4.73%	4.31	1,493,730.00 -16,950.00	98.452	1,476,780.00 8,750.00	2.47%
Total 2028		1,500,000	4.38%	05/15/2028		\$65,625.00 4.44%	4.73% 4.73%	4.31	\$1,493,730.00 \$-16,950.00		\$1,476,780.00 \$8,750.00	2.47%
Total Bond Portfolio		61,955,000	2.49%	01/15/2025	N/A	\$1,538,006.25 2.57%	5.41% 5.41%	1.44	\$61,784,041.85 \$-1,903,078.10	N/A	\$59,880,963.75 \$405,482.57 \$60,286,446.32	100%

Includes all fixed-rate securities in the selected portfolio. Average yields and durations exclude Structured Product, Pass-Through, Perpetual Preferred, and Foreign securities. Accrued interest, if any, has been included in the total market value.

Report created on: August 01, 2023



Additional Information About Your Portfolio

as of June 30, 2023

Benchmark Composition

Account EX XX120

Blended Index

Start - 05/15/2017: 50% BBG US Gvt 1-3 Y; 50% BBG USAgg GvtCr 1-5Y

05/15/2017 - 05/31/2018: 100% BBG Agg Bond

05/31/2018 - 11/04/2019: 100% BBG Agg Bond

11/04/2019 - Current: 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y

Blended Index 2

Start - Current: 30% BofA 1Y Trs Note; 40% BofA US Corp 1-3Y A-AAA; 30% US Treasury Bill - 3 Mos

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for: Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income



Disclosures Applicable to Accounts at UBS Financial Services Inc.

This section contains important disclosures regarding the information and valuations presented here. All information presented is subject to change at any time and is provided only as of the date indicated. The information in this report is for informational purposes only and should not be relied upon as the basis of an investment or liquidation decision. UBS FS account statements and official tax documents are the only official record of your accounts and are not replaced, amended or superseded by any of the information presented in these reports. You should not rely on this information in making purchase or sell decisions, for tax purposes or otherwise.

UBS FS offers a number of investment advisory programs to clients, acting in our capacity as an investment adviser, including fee-based financial planning, discretionary account management, non-discretionary investment advisory programs, and advice on the selection of investment managers and mutual funds offered through our investment advisory programs. When we act as your investment adviser, we will have a written agreement with you expressly acknowledging our investment advisory relationship with you and describing our obligations to you. At the beginning of our advisory relationship, we will give you our Form ADV brochure(s) for the program(s) you selected that provides detailed information about, among other things, the advisory services we provide, our fees, our personnel, our other business activities and financial industry affiliations and conflicts between our interests and your interests.

In our attempt to provide you with the highest quality information available, we have compiled this report using data obtained from recognized statistical sources and authorities in the financial industry. While we believe this information to be reliable, we cannot make any representations regarding its accuracy or completeness. Please keep this guide as your Advisory Review.

Please keep in mind that most investment objectives are long term. Although it is important to evaluate your portfolio's performance over multiple time periods, we believe the greatest emphasis should be placed on the longer period returns.

Please review the report content carefully and contact your Financial Advisor with any questions.

Client Accounts: This report may include all assets in the accounts listed and may include eligible and ineligible assets in a fee-based program. Since ineligible assets are not considered fee-based program assets, the inclusion of such securities will distort the actual performance of your accounts and does not reflect the performance of your accounts in the fee-based program. As a result, the performance reflected in this report can vary substantially from the individual account performance reflected in the performance reports provided to you as part of those programs. For fee-based programs, fees are charged on the market value of eligible assets in the accounts and assessed quarterly in advance, prorated according to the number of calendar days in the billing period. When shown on a report, the risk profile and return objectives describe your overall goals for these accounts. For each account you maintain, you choose one return objective and a primary risk profile. If you have questions regarding these objectives or wish to change them, please contact your Financial Advisor to update your account records.

Performance: This report presents account activity and performance depending on which inception type you've chosen. The two options are: (1) All Assets (Since Performance Start): This presents performance for all assets since the earliest possible date; (2) Advisory Assets (Advisory Strategy Start) for individual advisory accounts: This presents Advisory level performance since the Latest Strategy Start date; If an account that has never been managed is included in the consolidated report, the total performance of that unmanaged account will be included since inception.

Time-weighted Returns for accounts / SWP/AAP sleeves (Monthly periods): The report displays a time weighted rate of return (TWR) that is calculated using the Modified Dietz Method. This calculation uses the beginning and ending portfolio values for the month and weighs each contribution/withdrawal based upon the day the cash flow occurred. Periods greater than one month are calculated by linking the monthly returns. The TWR gives equal weighting to every return regardless of amount of money invested, so it is an effective measure for returns on a fee based account. All periods shown which are greater than 12 months are annualized. This applies to all performance for all assets before 09/30/2010, Advisory assets before 12/31/2010 and SWP sleeves before 04/30/2018.

Time-weighted Returns for accounts / SWP/AAP sleeves (Daily periods): The report displays a time weighted rate of return (TWR) that is calculated by dividing the portfolio's daily gain/loss by the previous day's closing market value plus the net value of cash flows that occurred during the day, if it was positive. The TWR gives equal weighting to every return regardless of amount of money invested, so it is an effective measure for returns on a fee based account. Periods greater than one day are calculated by linking the daily returns. All periods shown which are greater than 12 months are annualized. For reports generated prior to 01/26/2018, the performance calculations used the account's end of day value on the performance inception (listed in the report under the column "ITD") and all cash flows were posted at end of day. As a result of the change, the overall rate of return (TWR) and beginning market value displayed can vary from prior generated reports. This applies to all performance for all assets on or after 09/30/2010, Advisory assets on or after 12/31/2010, SWP/AAP sleeves on or after 04/30/2018 as well as all Asset Class and Security level returns.

Money-weighted returns: Money-weighted return (MWR) is a measure of the rate of return for an asset or portfolio of assets. It is calculated by finding the daily Internal Rate of Return (IRR) for the period and then compounding this return by the number of days in the period being measured. The MWR incorporates the size and timing of cash flows, so it is an effective measure of returns on a portfolio.

Annualized Performance: All performance periods greater than one year are calculated (unless otherwise stated) on an annualized basis, which represents the return on an investment multiplied or divided to give a comparable one year return.

Cumulative Performance: A cumulative return is the aggregate amount that an investment has gained or lost over time, independent of the period of time involved.

Net of Fees and Gross of Fees Performance: Performance is presented on a "net of fees" and "gross of fees" basis, where indicated. Net returns do not reflect Program and wrap fees prior to 10/31/10 for accounts that are billed separately via invoice through a separate account billing arrangement. Gross returns do not reflect the deduction of fees, commissions or other charges. The payment of actual fees and expenses will reduce a client's return. The compound effect of such fees and expenses should be considered when reviewing returns. For example, the net effect of the deduction of fees on annualized performance, including the compounded effect over time, is determined by the relative size of the fee and the account's investment performance. It should also be noted that where gross returns are compared to an index, the index performance also does not reflect any transaction costs, which would lower the performance results. Market index data maybe subject to review and revision.

Benchmark/Major Indices: The past performance of an index is not a guarantee of future results. Any benchmark is shown for informational purposes only and relates to historical performance of market indices and not the performance of actual investments. Although most portfolios use indices as benchmarks, portfolios are actively managed and generally are not restricted to investing only in securities in the index. As a result, your



Disclosures Applicable to Accounts at UBS Financial Services Inc. *(continued)*

portfolio holdings and performance may vary substantially from the index. Each index reflects an unmanaged universe of securities without any deduction for advisory fees or other expenses that would reduce actual returns, as well as the reinvestment of all income and dividends. An actual investment in the securities included in the index would require an investor to incur transaction costs, which would lower the performance results. Indices are not actively managed and investors cannot invest directly in the indices. Market index data maybe subject to review and revision. Further, there is no guarantee that an investor's account will meet or exceed the stated benchmark. Index performance information has been obtained from third parties deemed to be reliable. We have not independently verified this information, nor do we make any representations or warranties to the accuracy or completeness of this information.

Blended Index - For Advisory accounts, Blended Index is designed to reflect the asset categories in which your account is invested. For Brokerage accounts, you have the option to select any benchmark from the list.

For certain products, the blended index represents the investment style corresponding to your client target allocation. If you change your client target allocation, your blended index will change in step with your change to your client target allocation.

Blended Index 2 - 8 - are optional indices selected by you which may consist of a blend of indexes. For advisory accounts, these indices are for informational purposes only. Depending on the selection, the benchmark selected may not be an appropriate basis for comparison of your portfolio based on its holdings.

For strategies that are highly customized, such as Concentrated Equity Solutions (CES), benchmarks are broad market indices included for general reference and are not intended to show comparative market performance or potential portfolios with risk or return profiles similar to your account. Benchmark indices are shown for illustrative purposes only.

Custom Time Periods: If represented on this report, the performance start date and the performance end date have been selected by your Financial Advisor in order to provide performance and account activity information for your account for the specified period of time only. As a result, only a portion of your account's activity and performance information is presented in the performance report, and, therefore, presents a distorted representation of your account's activity and performance.

Net Deposits/Withdrawals: When shown on a report, this information represents the net value of all cash and securities contributions and withdrawals, program fees (including wrap fees) and other fees added to or subtracted from your accounts from the first day to the last day of the period. When fees are shown separately, net deposits / withdrawals does not include program fees (including wrap fees). When investment return is displayed net deposits / withdrawals does not include program fees (including wrap fees). For security contributions and withdrawals, securities are calculated using the end of day UBS FS price on the day securities are delivered in or out of the accounts. Wrap fees will be included in this calculation except when paid via an invoice or through a separate accounts billing arrangement. When shown on Client summary and/or Portfolio review report, program fees (including wrap fees) may not be included in net deposits/withdrawals. PACE Program fees paid from sources other than your PACE account are treated as a contribution. A PACE Program Fee rebate that is not reinvested is treated as a withdrawal.

Deposits: When shown on a report, this information represents the net value of all cash and securities contributions added to your accounts from the first day to the last day of the period. On Client Summary Report and/or Portfolio Review Report, this may exclude the Opening balance. For security contributions, securities are calculated using the end of day UBS FS price on the day securities are delivered in or out of the accounts.

Withdrawals: When shown on a report, this information represents the net value of all cash and securities withdrawals subtracted from your accounts from the first day to the last day of the period. On Client summary and/or portfolio review report Withdrawals may not include program fees (including wrap fees). For security withdrawals, securities are calculated using the end of day UBS FS price on the day securities are delivered in or out of the accounts.

Dividends/Interest: Dividend and interest earned, when shown on a report, does not include income on securities that have been lent out & does not reflect your account's tax status or reporting requirements. Use only official tax reporting documents (i.e. 1099) for tax reporting purposes. The classification of private investment distributions can only be determined by referring to the official year-end tax-reporting document provided by the issuer.

Change in Accrued Interest: When shown on a report, this information represents the difference between the accrued interest at the beginning of the period from the accrued interest at the end of the period.

Change in Value: Represents the change in value of the portfolio during the reporting period, excluding additions/withdrawals, dividend and interest income earned and accrued interest. Change in Value may include programs fees (including wrap fees) and other fees.

Fees: Fees represented in this report include program and wrap fees. Program and wrap fees prior to October 1, 2010 for accounts that are billed separately via invoice through a separate account billing arrangement are not included in this report.

Performance Start Date Changes: The Performance Start Date for accounts marked with a '^' have changed. Performance figures of an account with a changed Performance Start Date may not include the entire history of the account. The new Performance Start Date will generate performance returns and activity information for a shorter period than is available at UBS FS. As a result, the overall performance of these accounts may generate better performance than the period of time that would be included if the report used the inception date of the account. UBS FS recommends reviewing performance reports that use the inception date of the account because reports with longer time frames are usually more helpful when evaluating investment programs and strategies. Performance reports may include accounts with inception dates that precede the new Performance Start Date and will show performance and activity information from the earliest available inception date. The change in Performance Start Date may be the result of a performance gap due to a zero-balance that prevents the calculation of continuous returns from the inception of the account. The Performance Start Date may also change if an account has failed one of our performance data integrity tests. In such instances, the account will be labeled as 'Review Required' and performance prior to that failure will be restricted. Finally, the Performance Start Date will change if you have explicitly requested a performance restart. Please contact your Financial Advisor for additional details regarding your new Performance Start Date.

Closed Account Performance: Accounts that have been closed may be included in the consolidated performance report. When closed accounts are included in the consolidated report, the performance report will only include information for the time period the account was active during the consolidated performance reporting time period.

Important information on options-based strategies: Options involve risk and are not suitable for everyone. Prior to buying or selling an option investors must read a copy of the Characteristics & Risks of Standardized Options, also known as the options disclosure document (ODD). It explains the characteristics and risks of



Disclosures Applicable to Accounts at UBS Financial Services Inc. *(continued)*

exchange traded options. The options risk disclosure document can be accessed at the following web address: www.optionsclearing.com/about/publications/character-risks.

Concentrated Equity Solutions (CES) managers are not involved in the selection of the underlying stock positions. The Manager will advise only on the options selection in order to pursue the strategy in connection with the underlying stock position(s) deposited in the account. It is important to keep this in mind when evaluating the manager's performance since the account's performance will include the performance of the underlying equity position that is not being managed. CES use options to seek to achieve your investment objectives regarding your concentration stock position. Options strategies change the potential return profile of your stock. In certain scenarios, such as call writing, the call position will limit your ability to participate in any potential increase in the underlying equity position upon which the call was written. Therefore, in some market conditions, particularly during periods of significant appreciation of the underlying equity position(s), the CES account will decrease the performance that would have been achieved had the stock been held long without implementing the CES strategy.

Portfolio: For purposes of this report "portfolio" is defined as all of the accounts presented on the cover page or the header of this report and does not necessarily include all of the client's accounts held at UBS FS or elsewhere.

Percentage: Portfolio (in the "% Portfolio / Total" column) includes all holdings held in the account(s) selected when this report was generated. Broad asset class (in the "% broad asset class" column) includes all holdings held in that broad asset class in the account(s) selected when this report was generated.

Tax lots: This report displays security tax lots as either one line item (i.e., lumped tax lots) or as separate tax lot level information. If you choose to display security tax lots as one line item, the total cost equals the total value of all tax lots. The unit cost is an average of the total cost divided by the total number of shares. If the shares were purchased in different lots, the unit price listed does not represent the actual cost paid for each lot. The unrealized gain/loss value is calculated by combining the total value of all tax lots plus or minus the total market value of the security.

If you choose to display tax lot level information as separate line items on the Portfolio Holdings report, the tax lot information may include information from sources other than UBS FS. The Firm does not independently verify or guarantee the accuracy or validity of any information provided by sources other than UBS FS. As a result this information may not be accurate and is provided for informational purposes only. Clients should not rely on this information in making purchase or sell decisions, for tax purposes or otherwise. See your monthly statement for additional information.

Pricing: All securities are priced using the closing price reported on the last business day preceding the date of this report. Every reasonable attempt has been made to accurately price securities; however, we make no warranty with respect to any security's price. Please refer to the back of the first page of your UBS FS account statement for important information regarding the pricing used for certain types of securities, the sources of pricing data and other qualifications concerning the pricing of securities. To determine the value of securities in your account, we generally rely on third party quotation services. If a price is unavailable or believed to be unreliable, we may determine the price in good faith and may use other sources such as the last recorded transaction. When securities are held at another custodian or if you hold illiquid or restricted securities for which there is no published price, we will generally rely on the value provided by the custodian or issuer of that security.

Cash: Cash on deposit at UBS Bank USA is protected by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 in principal and accrued interest per depositor for each ownership type. Deposits made in an individual's own name, joint name, or individual retirement account are each held in a separate type of ownership. Such deposits are not guaranteed by UBS FS. More information is available upon request.

Asset Allocation: Your allocation analysis is based on your current portfolio. The Asset Allocation portion of this report shows the mix of various investment classes in your account. An asset allocation that shows a significantly higher percentage of equity investments may be more appropriate for an investor with a more aggressive investment strategy and higher tolerance for risk. Similarly, the asset allocation of a more conservative investor may show a higher percentage of fixed income investments.

Separately Managed Accounts and Pooled Investment Vehicles (such as mutual funds, closed end funds and exchanged traded funds): The asset classification displayed is based on firm's proprietary methodology for classifying assets. Please note that the asset classification assigned to rolled up strategies may include individual investments that provide exposure to other asset classes. For example, an International Developed Markets strategy may include exposure to Emerging Markets, and a US Large Cap strategy may include exposure to Mid Cap and Small Cap, etc.

Mutual Fund Asset Allocation: If the option to unbundle balanced mutual funds is selected and if a fund's holdings data is available, mutual funds will be classified by the asset class, subclass, and style breakdown of their underlying holdings. Where a mutual fund or ETF contains equity holdings from multiple equity sectors, this report will proportionately allocate the underlying holdings of the fund to those sectors measured as a percentage of the total fund's asset value as of the date shown.

This information is supplied by Morningstar, Inc. on a daily basis to UBS FS based on data supplied by the fund which may not be current. Mutual funds change their portfolio holdings on a regular (often daily) basis. Accordingly, any analysis that includes mutual funds may not accurately reflect the current composition of these funds. If a fund's underlying holding data is not available, it will be classified based on its corresponding overall Morningstar classification. All data is as of the date indicated in the report.

All pooled investment vehicles (such as mutual funds, closed end mutual funds, and exchange traded funds) incorporate internal management and operation expenses, which are reflected in the performance returns. Please see relevant fund prospectus for more information. Please note, performance for mutual funds is inclusive of multiple share classes.

Ineligible Assets: We require that you hold and purchase only eligible managed assets in your advisory accounts. Please contact your Financial Advisor for a list of the eligible assets in your program. These reports may provide performance information for eligible and ineligible assets in a fee-based program. Since ineligible assets are not considered fee-based program assets, the inclusion of such securities will distort the actual performance of your advisory assets. As a result, the performance reflected in this report can vary substantially from the individual account performance reflected in the performance reports provided to you as part of those programs. For fee-based programs, fees are charged on the market value of eligible assets in the accounts and assessed quarterly in advance, prorated according to the number of calendar days in the billing period. Neither UBS nor your Financial Advisor will act as your investment adviser with respect to Ineligible Assets.

Variable Annuity Asset Allocation: If the option to unbundle a variable annuity is selected and if a variable annuity's holdings data is available, variable annuities will be classified by the asset class, subclass, and style breakdown for their underlying holdings. Where a variable annuity contains equity holdings from multiple equity



Disclosures Applicable to Accounts at UBS Financial Services Inc. *(continued)*

sectors, this report will proportionately allocate the underlying holdings of the variable annuity to those sectors measured as a percentage of the total variable annuity's asset value as of the date shown.

This information is supplied by Morningstar, Inc. on a weekly basis to UBS FS based on data supplied by the variable annuity which may not be current. Portfolio holdings of variable annuities change on a regular (often daily) basis. Accordingly, any analysis that includes variable annuities may not accurately reflect the current composition of these variable annuities. If a variable annuity's underlying holding data is not available, it will remain classified as an annuity. All data is as of the date indicated in the report.

Equity Style: The Growth, Value and Core labels are determined by Morningstar. If an Equity Style is unclassified, it is due to non-availability of data required by Morningstar to assign it a particular style.

Equity Capitalization: Market Capitalization is determined by Morningstar. Equity securities are classified as Large Cap, Mid Cap or Small Cap by Morningstar. Unclassified securities are those for which no capitalization is available on Morningstar.

Equity Sectors: The Equity sector analysis may include a variety of accounts, each with different investment and risk parameters. As a result, the overweighting or underweighting in a particular sector or asset class should not be viewed as an isolated factor in making investment/liquidation decisions; but should be assessed on an account by account basis to determine the overall impact on the account's portfolio.

Classified Equity: Classified equities are defined as those equities for which the firm can confirm the specific industry and sector of the underlying equity instrument.

Estimated Annual Income: The Estimated Annual Income is the dividend/interest rate paid by the investment solely as of the date of this report, annualized yearly per share and multiplied by the quantity of shares held in the selected account(s). For Expected Cash Flow and Portfolio Holdings reports prior to June 23, 2023, savings products & sweep funds do not display such calculations and instead, values are displayed as N/A. For all other reports, Estimated Annual Income for savings products & sweep funds is not calculated or factored into aggregate calculations and will be displayed as 0.

Current Yield: Current yield calculations display the current yield of the investment solely as of the date of this report, is defined as the estimated annual income divided by the total market value. For Portfolio Holdings report generated prior to June 23, 2023, savings products & sweep funds do not include such information and instead, values are displayed as N/A. For all other reports, Current Yield for savings products & sweep funds is not calculated or factored into aggregate calculations and will be displayed as 0.

Bond Rating: These ratings are obtained from independent industry sources and are not verified by UBS FS. Securities without rating information are left blank. Rating agencies may discontinue ratings on high yield securities.

NR: When NR is displayed under bond rating column, no ratings are currently available from that rating agency.

High Yield: This report may designate a security as a high yield fixed income security even though one or more rating agencies rate the security as an investment grade security. Further, this report may incorporate a rating that is no longer current with the rating agency. For more information about the rating for any high yield fixed income security, or to consider whether to hold or sell a high yield fixed income security, please contact your financial advisor or representative and do not make any investment decision based on this report.

Credit/Event Risk: Investments are subject to event risk and changes in credit quality of the issuer. Issuers can experience economic situations that may have adverse effects on the market value of their securities.

Interest Rate Risk: Bonds are subject to market value fluctuations as interest rates rise and fall. If sold prior to maturity, the price received for an issue may be less than the original purchase price.

Reinvestment Risk: Since most corporate issues pay interest semiannually, the coupon payments over the life of the bond can have a major impact on the bond's total return.

Call Provisions: When evaluating the purchase of a corporate bond, one should be aware of any features that may allow the issuer to call the security. This is particularly important when considering an issue that is trading at a premium to its call price, since the return may be negatively impacted if the issue is redeemed. Should an issue be called, investors may be faced with an earlier than anticipated reinvestment decision, and may be unable to reinvest their principal at equally favorable rates.

Effective Maturity: Effective maturity is the expected redemption due to pre-refunding, puts, or maturity and does not reflect any sinking fund activity, optional or extraordinary calls. Securities without a maturity date are left blank and typically include Preferred Securities, Mutual Funds and Fixed Income UITs.

Yields: Yield to Maturity and Yield to Worst are calculated to the worst call.

Accrued Interest: Interest that has accumulated between the most recent payment and the report date may be reflected in market values for interest bearing securities.

Bond Averages: All averages are weighted averages calculated based on market value of the holding, not including accrued interest.

Tax Status: "Taxable" includes all securities held in a taxable account that are subject to federal and/or state or local taxation. "Tax-exempt" includes all securities held in a taxable account that are exempt from federal, state and local taxation. "Tax-deferred" includes all securities held in a tax-deferred account, regardless of the status of the security.

Cash Flow: This Cash Flow analysis is based on the historical dividend, coupon and interest payments you have received as of the Record Date in connection with the securities listed and assumes that you will continue to hold the securities for the periods for which cash flows are projected. The attached may or may not include principal paybacks for the securities listed. These potential cash flows are subject to change due to a variety of reasons, including but not limited to, contractual provisions, changes in corporate policies, changes in the value of the underlying securities and interest rate fluctuations. The effect of a call on any security(s) and the consequential impact on its potential cash flow(s) is not reflected in this report. Payments that occur in the same month in which the report is generated – but prior to the report run ("As of") date – are not reflected in this report. In determining the potential cash flows, UBS FS relies on information obtained from third party services it believes to be reliable. UBS FS does not independently verify or guarantee the accuracy or validity of any information provided by third parties. Although UBS FS generally updates this information as it is received, the firm does not provide any assurances that the information listed is accurate as of the Record Date. Cash flows for mortgage-backed, asset-backed, factored, and other pass-through securities are based on the assumptions that the current face amount, principal pay-down, interest payment and payment frequency remain constant. Calculations may include principal payments, are intended to be an estimate of future projected interest cash



Disclosures Applicable to Accounts at UBS Financial Services Inc. *(continued)*

flows and do not in any way guarantee accuracy.

Expected Cash Flow reporting for Puerto Rico Income Tax Purposes: Expected Cash Flow reporting may be prepared solely for Puerto Rico income tax purposes only. If you have received expected cash flow reporting for Puerto Rico income tax purposes only and are NOT subject to Puerto Rico income taxes, you have received this reporting in error and you should contact your Financial Advisor immediately. Both the Firm and your Financial Advisor will rely solely upon your representations and will not make the determination of whether you are subject to Puerto Rico income taxes. If you have received this reporting and you are NOT subject to Puerto Rico income taxes, the information provided in this reporting is inaccurate and should not be relied upon by you or your advisers. Neither UBS FS nor its employees or associated persons provide tax or legal advice. You should consult with your tax and/or legal advisors regarding your personal circumstances.

Bond sensitivity analysis: This analysis uses Modified Duration which approximates the percentage price change of a security for a given change in yield. The higher the modified duration of a security, the higher its risk. For callable securities, modified duration does not address the impact of changing interest rates on a bond's expected cash flow as a result of a call or prepayment.

Gain/Loss: The gain/loss information may include calculations based upon non-UBS FS cost basis information. The Firm does not independently verify or guarantee the accuracy or validity of any information provided by sources other than UBS FS. In addition, if this report contains positions with unavailable cost basis, the gain/(loss) for these positions are excluded in the calculation for the Gain/(Loss). As a result these figures may not be accurate and are provided for informational purposes only. Clients should not rely on this information in making purchase or sell decisions, for tax purposes or otherwise. Rely only on year-end tax forms when preparing your tax return. See your monthly statement for additional information.

Gain/Loss reporting for Puerto Rico Income Tax Purposes: Gain/(Loss) reporting may be prepared solely for Puerto Rico income tax purposes only. If you have received gain/(loss) reporting for Puerto Rico income tax purposes only and are NOT subject to Puerto Rico income taxes, you have received this reporting in error and you should contact your Financial Advisor immediately. Pursuant to the Puerto Rico Internal Revenue Code (PRIRC) long-term capital gains are derived from the sale or exchange of capital assets held longer than six (6) months. For the purposes of this report only, long term gains and losses are represented by assets held for a period of more than six (6) months. Both the Firm and your Financial Advisor will rely solely upon your representations and will not make the determination of whether you are subject to Puerto Rico income taxes. If you have received this reporting and you are NOT subject to Puerto Rico income taxes, the information provided in this reporting is inaccurate and should not be relied upon by you or your advisers for purposes other than determining realized gain/loss for Puerto Rico income tax purposes. Neither UBS FS nor its employees or associated persons provide tax or legal advice. You should consult with your tax and/or legal advisors regarding your personal circumstances.

Gain/Loss 60/40: Index options listed in this report may be subject to IRS Tax Code - section 1256 categorizing them as broad-based index options. If so, the index may be eligible to be treated as 60% long term and 40% short terms for tax purposes. Please contact your tax professional to determine eligibility.

Accounts Included in this Report: The account listing may or may not include all of your accounts with UBS FS. The accounts included in this report are listed under the "Accounts included in this review" shown on the first page or listed at the top of each page. If an account number begins with "@" this denotes assets or liabilities held at other financial institutions. Information about these assets, including valuation, account type

and cost basis, is based on the information you provided to us, or provided to us by third party data aggregators or custodians at your direction. We have not verified, and are not responsible for, the accuracy or completeness of this information.

Account name(s) displayed in this report and labels used for groupings of accounts can be customizable "nicknames" chosen by you to assist you with your recordkeeping or may have been included by your financial advisor for reference purposes only. The names used have no legal effect, are not intended to reflect any strategy, product, recommendation, investment objective or risk profile associated with your accounts or any group of accounts, and are not a promise or guarantee that wealth, or any financial results, can or will be achieved. All investments involve the risk of loss, including the risk of loss of the entire investment.

For more information about account or group names, or to make changes, contact your Financial Advisor.

Account changes: At UBS, we are committed to helping you work toward your financial goals. So that we may continue providing you with financial advice that is consistent with your investment objectives, please consider the following two questions:

- 1) Have there been any changes to your financial situation or investment objectives?
 - 2) Would you like to implement or modify any restrictions regarding the management of your account?
- If the answer to either question is "yes," it is important that you contact your Financial Advisor as soon as possible to discuss these changes. For MAC advisory accounts, please contact your investment manager directly if you would like to impose or change any investment restrictions on your account.

ADV disclosure: A complimentary copy of our current Form ADV Disclosure Brochure that describes the advisory program and related fees is available through your Financial Advisor. Please contact your Financial Advisor if you have any questions.

Important information for former Piper Jaffray and McDonald Investments clients: As an accommodation to former Piper Jaffray and McDonald Investments clients, these reports include performance history for their Piper Jaffray accounts prior to August 12, 2006 and McDonald Investments accounts prior to February 9, 2007, the date the respective accounts were converted to UBS FS. UBS FS has not independently verified this information nor do we make any representations or warranties as to the accuracy or completeness of that information and will not be liable to you if any such information is unavailable, delayed or inaccurate.

For insurance, annuities, and 529 Plans, UBS FS relies on information obtained from third party services it believes to be reliable. UBS FS does not independently verify or guarantee the accuracy or validity of any information provided by third parties. Information for insurance, annuities, and 529 Plans that has been provided by a third party service may not reflect the quantity and market value as of the previous business day. When available, an "as of" date is included in the description.

Investors outside the U.S. are subject to securities and tax regulations within their applicable jurisdiction that are not addressed in this report. Nothing in this report shall be construed to be a solicitation to buy or offer to sell any security, product or service to any non-U.S. investor, nor shall any such security, product or service be solicited, offered or sold in any jurisdiction where such activity would be contrary to the securities laws or other local laws and regulations or would subject UBS to any registration requirement within such jurisdiction.

Performance History prior to the account's inception at UBS Financial Services, Inc. may have been included in this report and is based on data provided by third party sources. UBS Financial Services Inc. has not independently verified this information nor does UBS Financial Services Inc. guarantee the accuracy or validity of



Disclosures Applicable to Accounts at UBS Financial Services Inc. *(continued)*

the information.

Important information about brokerage and advisory services. As a firm providing wealth management services to clients, UBS Financial Services Inc. offers investment advisory services in its capacity as an SEC-registered investment adviser and brokerage services in its capacity as an SEC-registered broker-dealer. Investment advisory services and brokerage services are separate and distinct, differ in material ways and are governed by different laws and separate arrangements. It is important that clients understand the ways in which we conduct business, that they carefully read the agreements and disclosures that we provide to them about the products or services we offer. For more information, please review client relationship summary provided at ubs.com/relationshipsummary.

UBS Financial Services account protection

The Firm is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to \$500,000 (including \$250,000 for claims for cash). Explanatory brochure available upon request or at www.sipc.org. The SIPC asset protection limits apply to all accounts that you hold in a particular capacity.

The Firm, together with certain affiliates, has also purchased supplemental insurance. The maximum amount payable to all eligible clients, collectively under this protection is \$500 million as of December 10, 2019. Subject to the policy conditions and limitations, cash at the Firm is further protected for up to \$1.9 million in the aggregate for all your accounts held in a particular capacity. A full copy of the policy wording is available upon request.

Neither the SIPC protection nor the supplemental protection apply to:

- Certain financial assets controlled by (and included in your account value) but held away from UBS Financial Services. For example certain (i) insurance products, including variable annuities, and (ii) shares of mutual funds registered in the name of the account holder on the books of the issuer or transfer agent;
- Investment contracts or investment interests (e.g., limited partnerships and private placements) that are not registered under the Securities Act of 1933;
- Commodities contracts (e.g., foreign exchange and precious metal contracts), including futures contracts and commodity option contracts;
- Securities on loan to UBS Financial Services; and
- Deposit accounts (except certificates of deposit) at UBS Bank USA, UBS AG U.S. branches and banks in the FDIC Insured Deposit Program.

The SIPC protection and the supplemental protection do not apply to these assets even if they otherwise appear on your statements. The SIPC protection and the supplemental protection do not protect against changes in the market value of your investments (whether as a result of market movement, issuer bankruptcy or otherwise).

 **UBS**
Kern Health Systems
 Account Number: EBXXX20

Your Financial Advisor
 THE COHEN GROUP
 Phone : 661-663-3200/800-628-8022

Filtered by: Entry Date 04/01/2023-06/30/2023, Call/Redemption

Entry Date	Settle Date	Activity	Description	Security#	Quantity	Price/Detail	Amount
05/11/23	05/11/23	CALL REDEMPTION	APPLE INC NTS B/E 00.750% 051123 DTD051120	8558E5	-3,000,000.00	REDEMPTION	3,000,000.00
05/01/23	05/01/23	CALL REDEMPTION	PEPSICO INC NTS B/E 00.750% 050123 DTD050120	818GM7	-1,500,000.00	REDEMPTION	1,500,000.00

Filtered by: Entry Date 04/01/2023-06/30/2023, Bought

Entry Date	Settle Date	Activity	Description	Security#	Quantity	Price/Detail	Amount
05/22/23	05/24/23	BOUGHT	QUALCOMM INC NTS B/E 03.250% 052027 DTD052617 Trade#:02288 Blot:9;	837253	350,000.00	\$96.14	-336,609.39
05/17/23	05/19/23	BOUGHT	META PLATFORMS INC NTS 03.500% 081527 DTD080922 Trade#:28025 Blot:9;	733TT4	1,500,000.00	\$96.46	-1,460,533.33
05/17/23	05/19/23	BOUGHT	ESTEE LAUDER CO INC NTS 04.375% 051528 DTD051223 Trade#:29273 Blot:9;	709DH4	1,500,000.00	\$99.58	-1,495,006.04
05/08/23	05/10/23	BOUGHT	ARCHER-DANIELS-MIDL& CO 02.500% 081126 DTD081116 Trade#:08953 Blot:9;	667LW6	1,500,000.00	\$95.05	-1,435,035.83
04/18/23	04/19/23	BOUGHT	UNITED STATES TREAS BILL DUE 08/15/23 Trade#:15542 Blot:0;	FF44R9	230,000.00	\$98.36	-226,217.74

This report is provided for informational purposes with your consent. Your UBS Financial Services Inc. ("UBSFS") accounts statements and confirmations are the official record of your holdings, balances, transactions and security values. UBSFS does not provide tax or legal advice. You should consult with your attorney or tax advisor regarding your personal circumstances. Rely only on year-end tax forms when preparing your tax return. Past performance does not guarantee future results and current performance may be lower or higher than past performance data presented. Past performance for periods greater than one year are presented on an annualized basis. UBS official reports are available upon request.

As a firm providing wealth management services to clients, UBS Financial Services Inc. offers both investment advisory services and brokerage services. Investment advisory services and brokerage services are separate and distinct, differ in material ways and are governed by different laws and separate arrangements. It is important that clients understand the ways in which we conduct business and that they carefully read the agreements and disclosures that we provide to them about the products or services we offer. For more information visit our website at ubs.com/workingwithus.

*The information is based upon the market value of your account(s) as of the close of business on June 30, 2023, is subject to daily market fluctuation and in some cases may be rounded for convenience. Your UBS account statements and trade confirmation are the official records of your accounts at UBS. We assign index benchmarks to our asset allocations, strategies in our separately managed accounts and discretionary programs based on our understanding of the allocation, strategy, the investment style and our research. The benchmarks included in this report can differ from those assigned through our research process. As a result, you may find that the performance comparisons may differ, sometimes significantly, from that presented in performance reports and other materials that are prepared and delivered centrally by the Firm. Depending upon the composition of your portfolio and your investment objectives, the indexes used in this report may not be an appropriate measure for comparison purposes, and as such, are represented for illustration only. Your portfolio holdings and performance may vary significantly from the index. Your financial advisor can provide additional information about how benchmarks within this report were selected. **You have discussed the receipt of this individually customized report with your Financial Advisor and understand that it is being provided for informational purposes only. If you would like to revoke such consent, and no longer receive this report, please notify your Financial Advisor and/or Branch Manager.***



Wells Fargo Bank, N.A.
 333 SOUTH GRAND AVENUE
 8TH FLOOR
 LOS ANGELES CA 90071

JONATHAN CHUANG
 1-213-253-6202

Bank Account Statement
Wells Fargo Bank, N.A.

Statement Period
06/01/2023 - 06/30/2023

KERN HEALTH SYSTEMS
 2900 BUCK OWENS BOULEVARD

Account Number
 [REDACTED]

Account Value Summary USD

	Amount Last Statement Period	Amount This Statement Period	% Portfolio
Cash	\$ 0.00	\$ 0.00	0%
Money Market Mutual Funds	110,326,387.89	104,250,656.92	29%
Bonds	249,123,596.33	252,947,481.16	71%
Stocks	0.00	0.00	0%
Total Account Value	\$ 359,449,984.22	\$ 357,198,138.08	100%

This summary does not reflect the value of unpriced securities. Repurchase agreements are reflected at par value.

Value Change Since Last Statement Period \$ (2,251,846.14)
Percent Decrease Since Last Statement Period 1%
Value Last Year-End \$ 282,409,116.61
Percent Increase Since Last Year-End 26%

Income Summary USD

	This Period	Year-To-Date
Interest	\$ 567,326.39	\$ 1,067,825.70
Dividends/Capital Gains	0.00	0.00
Money Market Mutual Funds Dividends	539,498.20	2,341,497.19
Other	0.00	0.00
Income Total	\$ 1,106,824.59	\$ 3,409,322.89

Interest Charged USD

Description	This Period
Debit Interest For June 2023	0.00
Total Interest Charged	\$ 0.00

Money Market Mutual Funds Summary USD

Description	Amount
Opening Balance	\$ 110,326,387.89
Deposits and Other Additions	166,567,326.39
Distributions and Other Subtractions	(173,182,555.56)
Dividends Reinvested	539,498.20
Change in Value	0.00
Closing Balance	\$ 104,250,656.92

Important Information

This statement is provided to customers of Wells Fargo Bank, N.A. (the "Bank"). Statements are provided monthly for accounts with transactions and/or security positions.

Pricing: Security and other asset prices shown on the statement are obtained from independent vendors or internal pricing models. While we believe the prices are reliable, we cannot guarantee their accuracy. The prices indicated herein are as of the stated valuation date, which may not be the date of this statement, and are subject to change without notice. For exchange-listed securities, the price provided is the closing price of the relevant security at month end. For unlisted securities, it is the "bid" price of the relevant security at month end. The prices of instruments that trade infrequently are estimated using similar securities for which prices are available. Prices on the statement may not necessarily be obtained when the asset is sold.

Cash Balances: Cash held at the Bank is not covered by SIPC, but is instead eligible for FDIC insurance of up to \$250,000 per depositor, per institution, in accordance with FDIC rules.

Mutual Funds: You have the right, in the course of normal business operations, to withdraw balances in the Bank Deposit Sweep or redeem shares of the money market mutual fund used in the sweep, subject to any open commitments in any of your accounts and have the proceeds returned to your accounts or remitted to you. Note, however, that as required by federal banking regulations, the banks in the Bank Deposit Sweep reserve the right to require seven days prior notice before permitting a transfer out of the Bank Deposit Sweep. In addition, the money market mutual funds in the sweep reserve the right to require one or more day's prior notice before permitting withdrawals. The Bank makes certain money market mutual funds available through the Bank Deposit Sweep and has

entered into agreements with the mutual fund companies with respect to the available funds. Mutual funds are sold by prospectus only. Please read the prospectus for further information including sales charges, deferred sales charges, withdrawal charges and management or other fees.

Muni Substitute Interest: With respect to transactions involving your purchase of a municipal security having interest that is exempt from federal and/or state income taxes, if you do not receive good delivery of such securities on settlement date (i.e., all requirements for transferring title from the seller to the buyer have occurred), the interest that you accrue from the settlement date of the transaction until you receive good delivery may be considered by the Internal Revenue Service ("IRS") to be taxable ("substitute") interest. If you sell such securities before receiving good delivery, the IRS may consider all of the interest that you accrue to be taxable. You should consult with your tax advisors regarding the tax implication of any such fail to receive scenario.

Non-deposit investment products offered or sold by the Bank, including investments in mutual funds available through the Bank, are not federally insured or guaranteed by or obligations of the U.S. government, the Federal Deposit Insurance Corporation ("FDIC"), the Federal Reserve System or any other government agency; are not bank deposits; are not obligations of, or endorsed or guaranteed in any way by any bank or the Bank; and are subject to risk, including the possible loss of principal, that may cause the value of the investment and the investment return to fluctuate. When the investment is sold, the amount may be higher or lower than the amount originally invested.

Customer Complaints and Reporting Discrepancies: All inquiries, statement reporting inaccuracies or discrepancies, or complaints regarding your account or the activity therein should be directed to:

Customer Service
90 South 7th Street
5th Floor, MAC N9303-054
Minneapolis, MN 55402
1-800-645-3751, option 5,
WFSCustomerService@Wellsfargo.com.

To further protect their rights, customers should also re-confirm in writing to the above address any oral communications with the Bank relating to inaccuracies or discrepancies.

The Bank's financial statements are available upon request.

KERN HEALTH SYSTEMS

Account Number: ██████████

Portfolio Holdings *Security positions held with Wells Fargo Bank N.A.*

Security ID	Description	Maturity Date	Coupon	Current Par / Original Par	Market Price*	Market Value	Original Par Pledged**	Callable
Bonds USD								
912797FX0	UNITED STATES TREASURY BILL	07/11/23	0.000%	20,000,000.000	99.8897	19,977,937.40		
3133EJUS6	FEDERAL FARM CREDIT BANK	07/17/23	2.875%	4,940,000.000	99.9046	4,935,287.83		N
912797FY8	UNITED STATES TREASURY BILL	07/18/23	0.000%	20,000,000.000	99.7907	19,958,130.00		
912796ZZ5	UNITED STATES TREASURY BILL	07/20/23	0.000%	20,000,000.000	99.7634	19,952,672.00		
313312JQ4	FED FARM CRD DISCOUNT NT	07/26/23	0.000%	15,000,000.000	99.6918	14,953,770.60		N
06406FAD5	BANK OF NY MELLON CORP	08/16/23	2.200%	1,090,000.000	99.5921	1,085,553.53		Y
912796Z36	UNITED STATES TREASURY BILL	08/17/23	0.000%	10,000,000.000	99.3563	9,935,633.10		
3130AUGE8	FEDERAL HOME LOAN BANK	09/27/23	4.850%	5,000,000.000	99.7842	4,989,209.45		Y
3130AU4F8	FEDERAL HOME LOAN BANK	09/27/23	4.875%	5,000,000.000	99.8277	4,991,387.35		Y
3130ATJB4	FEDERAL HOME LOAN BANK	10/26/23	4.500%	5,000,000.000	99.6887	4,984,433.35		Y
3130AUVB7	FEDERAL HOME LOAN BANK	11/28/23	5.000%	5,000,000.000	99.7293	4,986,463.90		Y
3130AVH54	FEDERAL HOME LOAN BANK	11/30/23	4.950%	5,000,000.000	99.7314	4,986,569.00		Y
3130ATVJ3	FEDERAL HOME LOAN BANK	12/06/23	5.000%	5,000,000.000	99.8152	4,990,762.00		N
3130AVBE1	FEDERAL HOME LOAN BANK	12/22/23	5.350%	5,000,000.000	99.7882	4,989,409.00		Y
3130AVDJ8	FEDERAL HOME LOAN BANK	12/28/23	5.550%	5,000,000.000	99.8040	4,990,198.60		Y
3130AVR87	FEDERAL HOME LOAN BANK	01/26/24	5.125%	5,000,000.000	99.6890	4,984,449.95		Y
3130AVH47	FEDERAL HOME LOAN BANK	01/30/24	5.000%	5,000,000.000	99.6441	4,982,203.05		Y
3130AVW40	FEDERAL HOME LOAN BANK	02/08/24	5.150%	5,000,000.000	99.6345	4,981,725.45		Y
3130AW3U2	FEDERAL HOME LOAN BANK	02/22/24	5.050%	5,000,000.000	99.7867	4,989,335.20		Y
3130AUZ23	FEDERAL HOME LOAN BANK	03/01/24	5.250%	5,000,000.000	99.6750	4,983,752.45		Y
3130AWD64	FEDERAL HOME LOAN BANK	03/07/24	5.250%	5,000,000.000	99.8969	4,994,846.65		Y
3134GY6Z0	FREDDIE MAC	03/22/24	5.050%	5,000,000.000	99.5081	4,975,403.65		Y
3135GAGV7	FANNIE MAE	04/26/24	5.125%	10,000,000.000	99.5116	9,951,155.50		Y
3135GAHK0	FANNIE MAE	05/08/24	5.000%	5,000,000.000	99.3929	4,969,642.50		Y
3134GYS60	FREDDIE MAC	06/17/24	5.200%	5,000,000.000	99.3999	4,969,992.85		Y
3135GAHX2	FANNIE MAE	06/28/24	5.330%	5,000,000.000	99.9213	4,996,064.55		Y
3135GAG47	FANNIE MAE	07/12/24	5.050%	10,000,000.000	99.4898	9,948,984.50		Y
3134GYEM0	FREDDIE MAC	07/19/24	4.800%	5,000,000.000	99.2375	4,961,874.30		Y
3134GYJM5	FREDDIE MAC	08/28/24	5.050%	5,000,000.000	99.3781	4,968,907.45		Y
3135GAJ36	FANNIE MAE	12/27/24	5.500%	5,000,000.000	99.9734	4,998,670.15		Y
3134GYP63	FREDDIE MAC	01/13/25	5.000%	5,000,000.000	98.9960	4,949,799.35		Y
3135GAH20	FANNIE MAE	01/27/25	5.250%	5,000,000.000	99.2058	4,960,288.40		Y

Statement Ending:

KERN HEALTH SYSTEMS

Account Number: ~~XXXXXXXXXX~~

Portfolio Holdings (Continued) *Security positions held with Wells Fargo Bank N.A.*

Security ID	Description	Maturity Date	Coupon	Current Par / Original Par	Market Price*	Market Value	Original Par Pledged**	Callable
Bonds USD								
3135GAHT1	FANNIE MAE	02/24/25	5.250%	3,000,000.000	99.1755	2,975,265.60		Y
3134GXS88	FREDDIE MAC	02/28/25	4.000%	5,000,000.000	97.8121	4,890,604.80		Y
3134GYQP0	FREDDIE MAC	05/01/25	5.375%	5,000,000.000	99.2886	4,964,431.40		Y
3134GYRH7	FREDDIE MAC	05/15/25	5.300%	5,000,000.000	99.2124	4,960,617.60		Y
3134GYSG8	FREDDIE MAC	05/22/25	5.050%	5,000,000.000	98.9916	4,949,579.45		Y
3134GYS94	FREDDIE MAC	05/15/26	5.000%	5,000,000.000	98.6494	4,932,469.25		Y
				254,030,000.000		252,947,481.16	0.00	

*See important information regarding security pricing on Page 2.

**Total amount that is pledged to or held for another party or parties. Refer to the Pledge Detail Report for more information.

Daily Account Activity

Your investment transactions during this statement period.

Transaction / Trade Date	Settlement / Effective Date	Activity	Security ID	Description	Par / Quantity	Price	Principal Amount	Income Amount	Debit / Credit Amount
Transaction Activity USD									
06/05/23	06/06/23	Security Receipt	912796ZZ5	UNITED STATES TREASURY BILL	20,000,000.00	99.3717778	(19,874,355.56)	0.00	(19,874,355.56)
06/05/23	06/07/23	Security Receipt	3130AWD64	FEDERAL HOME LOAN BANK	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
06/20/23	06/20/23	Security Receipt	912797FX0	UNITED STATES TREASURY BILL	20,000,000.00	99.7141667	(19,942,833.33)	0.00	(19,942,833.33)
06/20/23	06/20/23	Security Receipt	912797FY8	UNITED STATES TREASURY BILL	20,000,000.00	99.6150000	(19,923,000.00)	0.00	(19,923,000.00)
06/28/23	06/28/23	Security Receipt	313312JQ4	FED FARM CRD DISCOUNT NT	15,000,000.00	99.6157778	(14,942,366.67)	0.00	(14,942,366.67)
06/13/23	06/28/23	Security Receipt	3135GAHX2	FANNIE MAE	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
06/26/23	06/30/23	Security Receipt	3135GAJ36	FANNIE MAE	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
06/26/23	07/10/23	Security Receipt	3135GAJ28	FANNIE MAE	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
06/21/23	07/12/23	Security Receipt	3130AWHA1	FEDERAL HOME LOAN BANK	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
06/29/23	07/19/23	Security Receipt	3135GAJA0	FANNIE MAE	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
06/29/23	07/19/23	Security Receipt	3135GAJ85	FANNIE MAE	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)

Income / Payment Activity USD

06/06/23	06/06/23	Interest	3130ATVJ3	FEDERAL HOME LOAN BANK				145,138.89	145,138.89
06/07/23	06/07/23	Matured	313312GP9	FEDERAL FARM CREDIT BANK			20,000,000.00		20,000,000.00
06/07/23	06/07/23	Matured	313312GP9	FEDERAL FARM CREDIT BANK	(20,000,000.00)				
06/14/23	06/14/23	Matured	313312GW4	FED FARM CRD DISCOUNT NT			20,000,000.00		20,000,000.00
06/14/23	06/14/23	Matured	313312GW4	FED FARM CRD DISCOUNT NT	(20,000,000.00)				

Statement Ending:

KERN HEALTH SYSTEMS

Account Number: ██████████

Daily Account Activity (Continued)

Your investment transactions during this statement period.

Transaction / Trade Date	Settlement / Effective Date	Activity	Security ID	Description	Par / Quantity	Price	Principal Amount	Income Amount	Debit / Credit Amount
Income / Payment Activity USD									
06/15/23	06/15/23	Matured	3130AT2E6	FEDERAL HOME LOAN BANK			5,000,000.00		5,000,000.00
06/15/23	06/15/23	Matured	3130AT2E6	FEDERAL HOME LOAN BANK	(5,000,000.00)				
06/15/23	06/15/23	Interest	3130AT2E6	FEDERAL HOME LOAN BANK				83,250.00	83,250.00
06/20/23	06/20/23	Matured	313588HC2	FANNIE DISCOUNT NOTE			15,000,000.00		15,000,000.00
06/20/23	06/20/23	Matured	313588HC2	FANNIE DISCOUNT NOTE	(15,000,000.00)				
06/22/23	06/22/23	Interest	3134GY6Z0	FREDDIE MAC				126,250.00	126,250.00
06/22/23	06/22/23	Interest	3130AVBE1	FEDERAL HOME LOAN BANK				66,875.00	66,875.00
06/22/23	06/22/23	Matured	912796ZQ5	UNITED STATES TREASURY BILL			5,000,000.00		5,000,000.00
06/22/23	06/22/23	Matured	912796ZQ5	UNITED STATES TREASURY BILL	(5,000,000.00)				
06/26/23	06/26/23	Matured	931142EK5	WALMART INC			1,000,000.00		1,000,000.00
06/26/23	06/26/23	Matured	931142EK5	WALMART INC	(1,000,000.00)				
06/26/23	06/26/23	Interest	931142EK5	WALMART INC				17,000.00	17,000.00
06/27/23	06/27/23	Interest	3130AU4F8	FEDERAL HOME LOAN BANK				60,937.50	60,937.50
06/27/23	06/27/23	Matured	313588HK4	FANNIE DISCOUNT NOTE			15,000,000.00		15,000,000.00
06/27/23	06/27/23	Matured	313588HK4	FANNIE DISCOUNT NOTE	(15,000,000.00)				
06/28/23	06/28/23	Matured	3130AVDH2	FEDERAL HOME LOAN BANK			5,000,000.00		5,000,000.00
06/28/23	06/28/23	Matured	3130AVDH2	FEDERAL HOME LOAN BANK	(5,000,000.00)				
06/28/23	06/28/23	Interest	3130AVDH2	FEDERAL HOME LOAN BANK				67,875.00	67,875.00

Cash Activity USD

Transaction / Trade Date	Settlement / Eff. Date	Activity	Description	Debit Amount / Disbursements	Credit Amount / Receipts
06/06/23	06/06/23	ACH/DDA Transaction	DESIGNATED DDA	10,000,000.00	
06/07/23	06/07/23	ACH/DDA Transaction	DESIGNATED DDA		40,000,000.00
06/07/23	06/07/23	ACH/DDA Transaction	DESIGNATED DDA		40,000,000.00
06/13/23	06/13/23	ACH/DDA Transaction	DESIGNATED DDA	20,000,000.00	
06/20/23	06/20/23	ACH/DDA Transaction	DESIGNATED DDA	20,000,000.00	
06/22/23	06/22/23	ACH/DDA Transaction	DESIGNATED DDA	2,000,000.00	
06/27/23	06/27/23	ACH/DDA Transaction	DESIGNATED DDA	20,000,000.00	
06/28/23	06/28/23	ACH/DDA Transaction	DESIGNATED DDA	5,500,000.00	
06/28/23	06/28/23	ACH/DDA Transaction	DESIGNATED DDA	5,000,000.00	
06/30/23	06/30/23	ACH/DDA Transaction	DESIGNATED DDA	1,000,000.00	

Statement Ending:

KERN HEALTH SYSTEMS
Account Number: ~~██████████~~

Money Market Fund Activity

Morgan Stan TreasSvc 8314		Dividend paid	7 day*	30 day*
*As of June 30, 2023		this period	simple yield	simple yield
USD		248.76	4.900%	4.890%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
	Beginning Balance		1.0000	60,243.26		60,243.26000
06/01/23	Reinvest	248.76000			248.76	60,492.02000
	Ending Balance		1.0000	60,492.02		60,492.02000

Goldman FS Tr Ob Ins 468		Dividend paid	7 day*	30 day*
*As of June 30, 2023		this period	simple yield	simple yield
USD		269,794.50	4.970%	4.970%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
	Beginning Balance		1.0000	50,075,205.95		50,075,205.95000
06/01/23	Reinvest	269,794.50000			269,794.50	50,345,000.45000
06/06/23	Redemption	(19,874,355.56000)		(19,874,355.56)		30,470,644.89000
06/06/23	Purchase	145,138.89000		145,138.89		30,615,783.78000
06/07/23	Redemption	(5,000,000.00000)		(5,000,000.00)		25,615,783.78000
06/07/23	Purchase	20,000,000.00000		20,000,000.00		45,615,783.78000
06/07/23	Purchase	40,000,000.00000		40,000,000.00		85,615,783.78000
06/13/23	Redemption	(20,000,000.00000)		(20,000,000.00)		65,615,783.78000
06/14/23	Purchase	20,000,000.00000		20,000,000.00		85,615,783.78000
06/15/23	Purchase	5,083,250.00000		5,083,250.00		90,699,033.78000
06/20/23	Purchase	15,000,000.00000		15,000,000.00		105,699,033.78000
06/20/23	Redemption	(20,000,000.00000)		(20,000,000.00)		85,699,033.78000
06/20/23	Redemption	(19,923,000.00000)		(19,923,000.00)		65,776,033.78000
06/22/23	Purchase	5,193,125.00000		5,193,125.00		70,969,158.78000
06/22/23	Redemption	(2,000,000.00000)		(2,000,000.00)		68,969,158.78000
06/26/23	Purchase	1,017,000.00000		1,017,000.00		69,986,158.78000
06/27/23	Purchase	15,060,937.50000		15,060,937.50		85,047,096.28000
06/27/23	Redemption	(20,000,000.00000)		(20,000,000.00)		65,047,096.28000
06/28/23	Redemption	(5,000,000.00000)		(5,000,000.00)		60,047,096.28000
06/28/23	Purchase	5,067,875.00000		5,067,875.00		65,114,971.28000
06/28/23	Redemption	(14,942,366.67000)		(14,942,366.67)		50,172,604.61000
06/30/23	Redemption	(5,000,000.00000)		(5,000,000.00)		45,172,604.61000
	Ending Balance		1.0000	45,172,604.61		45,172,604.61000

Statement Ending:

KERN HEALTH SYSTEMS
Account Number: ██████████

Money Market Fund Activity (Continued)

JPMorgan UST Plus Inst 3918

*As of June 30, 2023

USD

Dividend paid
this period

269,454.94

7 day*
simple yield

5.070%

30 day*
simple yield

4.930%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
	Beginning Balance		1.0000	60,190,938.68		60,190,938.68000
06/01/23	Reinvest	269,454.94000			269,454.94	60,460,393.62000
06/06/23	Redemption	(10,000,000.00000)		(10,000,000.00)		50,460,393.62000
06/07/23	Purchase	40,000,000.00000		40,000,000.00		90,460,393.62000
06/20/23	Redemption	(19,942,833.33000)		(19,942,833.33)		70,517,560.29000
06/28/23	Redemption	(5,500,000.00000)		(5,500,000.00)		65,017,560.29000
06/28/23	Redemption	(5,000,000.00000)		(5,000,000.00)		60,017,560.29000
06/30/23	Redemption	(1,000,000.00000)		(1,000,000.00)		59,017,560.29000
	Ending Balance		1.0000	59,017,560.29		59,017,560.29000



PMIA/LAIF Performance Report as of 07/19/23



Quarterly Performance Quarter Ended 06/30/23

LAIF Apportionment Rate ⁽²⁾ :	3.15
LAIF Earnings Ratio ⁽²⁾ :	0.00008636172883763
LAIF Administrative Cost ^{(1)*} :	TBD
LAIF Fair Value Factor ⁽¹⁾ :	0.984828499
PMIA Daily ⁽¹⁾ :	3.26
PMIA Quarter to Date ⁽¹⁾ :	3.01
PMIA Average Life ⁽¹⁾ :	260

PMIA Average Monthly Effective Yields⁽¹⁾

June	3.167
May	2.993
April	2.870
March	2.831
February	2.624
January	2.425

Pooled Money Investment Account Monthly Portfolio Composition ⁽¹⁾ 06/30/23 \$178.4 billion

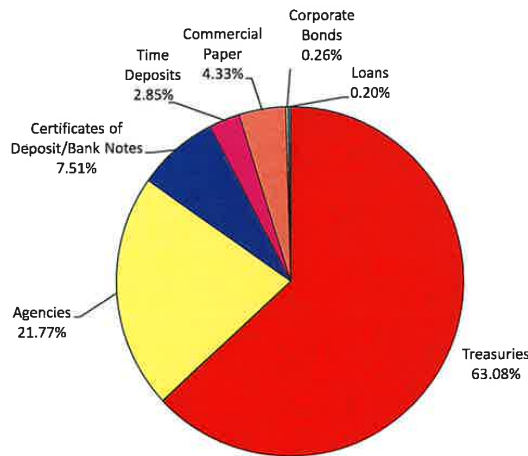


Chart does not include \$2,861,000.00 in mortgages, which equates to 0.002%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

*The percentage of administrative cost equals the total administrative cost divided by the quarterly interest earnings. The law provides that administrative costs are not to exceed 5% of quarterly EARNINGS of the fund. However, if the 13-week Daily Treasury Bill Rate on the last day of the fiscal year is below 1%, then administrative costs shall not exceed 8% of quarterly EARNINGS of the fund for the subsequent fiscal year.

Source:

⁽¹⁾ State of California, Office of the Treasurer

⁽²⁾ State of California, Office of the Controller



MEMORANDUM

TO: Kern Health Systems Finance Committee
FROM: Robert Landis, Chief Financial Officer
SUBJECT: Primary and Excess Liability Insurance/Earthquake Insurance Renewals
DATE: August 11, 2023

Background

Liability Coverage insures against third party losses for general liability, public officials errors and omissions, employment related practices liability and auto liability.

Excess liability provides additional limits over the Liability Coverage offered above the \$5,000,000 primary liability coverage.

Earthquake insures against the peril of earthquake for KHS owned property.

KHS utilizes Alliant Insurance Services (“Alliant”) as its insurance agent to access the insurance carrier market and perform the day-to-day servicing of the account. Alliant has provided early indications for the expiring coverage. It is recommended that Kern Health Systems renew coverages as outlined below.

Discussion

- **Liability Coverage**
 - Special Liability Insurance Program (SLIP) – Great American E&S Insurance Company (**Current Carrier**)
 - Rating: Carrier has a rating of A+ Superior XV from AM Best
 - Term: September 29, 2023 through September 29, 2024. Program common anniversary date is September 29th and coverage renews for annual term in September.
 - General Liability - \$5,000,000
 - Auto Liability - \$5,000,000
 - Uninsured Motorist - \$1,000,000
 - Public Officials’ and Employees’ Errors and Omissions - \$5,000,000 each wrongful act/\$5,000,000 Aggregate
 - Employment Practices Liability - \$5,000,000 each wrongful act/\$5,000,000 Aggregate
 - Employee Benefits Liability - \$5,000,000
 - Deductibles: \$10,000 except \$25,000 for Employment Practices Liability
 - Annual Not to Exceed Premium Estimate: \$240,000
 - Prior year’s annual premium was \$214,936

Two claims currently filed.

- **Excess Liability Insurance**

- Hallmark Specialty Insurance Company (current carrier) was downgraded by AM Best's Rating Agency. Starstone Specialty Insurance Company (Core Specialty) acquired Hallmark Financial Services, Inc. excess and surplus lines of business and has agreed to rewrite the existing coverage for the period of May 2023 to September 2023. Management is recommending renewing coverage with Starstone Specialty Insurance Company (Core Specialty).

- Starstone Specialty Insurance Company (Core Specialty)
- Rating: Carrier has an A- XII rating from AM Best
- Per Occurrence or Wrongful Act Limit: \$5,000,000 excess of \$5,000,000 (SLIP)
- Term: September 29, 2023 through September 29, 2024
- Annual Not to Exceed Premium Estimate: \$190,000
- Prior year's premium was \$175,525.

Two claims currently filed.

This year's total Liability Coverage \$10 million; Last year's total Liability Coverage \$10 million

- **Earthquake Insurance**

- Everest Indemnity Insurance Company 80% and General Security Indemnity Company of Arizona 20%
- Rating: Carriers have range of A, XV to A+ XV rating from AM Best
- Term: October 15, 2023 through October 15, 2024
- Earthquake Limit per occurrence: \$25,000,000
- Earthquake Aggregate: \$25,000,000
- Earthquake Deductible 3% Per unit (unit is defined as replacement cost of the covered Property – Building, Contents and Business Income separately), subject to a minimum of \$25,000.
- All Other Perils \$25,000 Deductible
- Annual Premium Not to Exceed Premium Estimate: \$85,000. Prior year's premium was \$52,679 including mid-term addition of solar panels.

No claims were filed last year.

Representatives from Alliant will be available to answer questions relating to the insurance renewals.

Requested Action

Approve; Refer to KHS Board of Directors.



MEMORANDUM

TO: Kern Health Systems Finance Committee
FROM: Anita Martin, Chief Human Resources Officer
SUBJECT: Employee Benefits Renewal 2024
DATE: August 11, 2023

Background

Kern Health Systems (“KHS”) annually reviews and evaluates the employee benefit package. During the evaluation period, factors taken into consideration are the improvements of benefits, cost of premium, feasibility of continuation of current plan(s), comprehensive administrative services provided by the carrier(s), plan documents, summary plan descriptions and the employee communication process clearly written program material including comprehensive summary of benefits, etc.

Four of the core benefits (Vision, Life, Short and Long-Term Disability and Long-Term Care) are currently in rate guarantees. For Medical and Dental insurance, we were able to secure 2024 premium renewals (gross) with an increase of 16.5 % which equates to \$1,337,300. **Due to this significant increase, KHS intends to move to a self-insured product as of January 1, 2025.**

Management is proposing the following:

- A one-year renewal with Kaiser Permanente HMO and PPO plans with no benefit changes. An RFP was issued to market this year’s renewal. All carriers either declined to quote or proposed uncompetitive rates. Kaiser Permanente initially asked for a 25% increase. This renewal increase was due primarily to the medical loss ratio being 117% and 3 large ongoing claims equaling 28% of all claims. Our broker was able to negotiate rate relief of 5% bringing the renewal increase down to 20%. Based on current staffing levels, the monthly premium will be approximately \$691,500 or \$8,300,000 annually.
- Move the dental carrier to Delta Dental HMO and PPO plans with no change in benefits and a 2-year rate guarantee. The existing dental carrier, Premier Access, was requesting an increase of 11% to the dental plans. Delta Dental was able to match the benefit offering and provide a larger network of providers with an 8% decrease from the current rates. The move to Delta Dental from Premier Access will decrease annual costs by \$42,700 instead of a \$55,200 increase. Based on current staffing levels, the monthly premium will be approximately \$39,000 or \$468,000 annually.

- Vision to renew with VSP with no benefit or rate changes. This is the third year of a 4-year rate guarantee. The current annual cost if enrollment stays at the current level will be \$115,000.
- Renew with Prudential for the following lines: Basic Life, Voluntary Life, Short Term disability and Long-Term disability with no benefit or rate changes. This is the second year of a 3-year rate guarantee. The current annual cost if enrollment stays at the current level will be \$ 353,000.
- Livongo/Teladoc, a stand-alone Mental Health benefit that provides coverage for employees and their families, to renew with no benefit or rate changes. The annual cost if enrollment stays at the current level will be \$ 33,000.
- Maintain current Long Term Care policy with Unum. This policy has not received an increase in rates since 2020. The annual cost if enrollment stays at the current level will be \$ 153,000.

KHS has an increase of \$1,380,000 in medical premiums and a decrease of \$42,700 in dental premiums. KHS overall benefits renewal increase is approximately 16.5%.

Representatives from INSURICA will be available to answer questions relating to the employee benefit renewal.

Requested Action

Approve the renewal and binding of employee benefit plans for medical, dental, vision, life insurance, short-term, long-term disability, long-term care, and Livongo and refer to the KHS Board of Directors.



MEMORANDUM

TO: Kern Health Systems Finance Committee
FROM: Robert Landis, Chief Financial Officer
SUBJECT: May 2023 Financial Results
DATE: August 11, 2023

The May results reflect a \$17,869,011 Net Increase in Net Position which is a \$18,127,283 favorable variance to the budget. Listed below are the major variances for the month:

- 1) Total Revenues reflect a \$5.2 million favorable variance primarily due to:
 - A) \$2.9 million favorable variance primarily due from receiving a \$5.4 million payment under the Student Behavioral Health Incentive Program and from \$2.0 million of unfavorable **timing differences** on waiting for DHCS approval to record revenue under the CalAim Incentive Payment Program and the Housing and Homelessness Incentive Program.
 - B) \$1.5 million favorable variance in Rate/Income Adjustments primarily due to a favorable MCO Tax Reconciliation adjustment of approximately \$.9 million for the period July 1, 2013 - June 30, 2016 and prior year reinsurance recoveries of approximately \$.6 million.
- 2) Total Medical Costs reflect a \$12.5 million favorable variance primarily due to:
 - A) \$2.4 million favorable variance in Inpatient primarily due to lower-than-expected utilization.
 - B) \$3.3 million favorable variance in Other Medical primarily due to lower-than expected utilization of the new Long-Term Care services provided during the first quarter of 2023.
 - C) \$2.4 million favorable variance in Non-Claims Expense Adjustment primarily due to a favorable reduction in the Proposition 56 liability resulting from a favorable determination letter from DHCS for the period July 1, 2019 – December 31, 2020.
 - D) \$4.5 million favorable variance primarily from IBNR Adjustments relating to the prior year.

The May Medical Loss Ratio is 76.5% which is favorable to the 92.8 % budgeted amount. The May Administrative Expense Ratio is 6.4% which is favorable to the 6.9% budgeted amount.

The results for the 5 months ended May 31, 2023 reflect a Net Increase in Net Position of \$53,340,943. This is a \$56,720,795 favorable variance to budget and includes approximately \$17.6 million of favorable adjustments from the prior year. The year-to-date Medical Loss Ratio is 82.8% which is favorable to the 93.0% budgeted amount. The year-to-date Administrative Expense Ratio is 6.5% which is favorable to the 7.0% budgeted amount.

**Kern Health Systems
Financial Packet
May 2023**

KHS – Medi-Cal Line of Business

Comparative Statement of Net Position	Page 1
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KHS Group Health Plan – Healthy Families Line of Business

Comparative Statement of Net Position	Page 15
Statement of Revenue, Expenses, and Changes in Net Position	Page 16

KHS Administrative Analysis and Other Reporting

Monthly Member Count	Page 17
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KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF NET POSITION AS OF MAY 31, 2023			
ASSETS	MAY 2023	APRIL 2023	INC(DEC)
CURRENT ASSETS:			
Cash and Cash Equivalents	\$ 149,446,874	\$ 202,299,763	\$ (52,852,889)
Short-Term Investments	309,357,810	249,762,657	59,595,153
Premiums Receivable - Net	96,442,410	97,032,056	(589,646)
Premiums Receivable - Hospital Direct Payments	400,522,455	378,713,731	21,808,724
Interest Receivable	336,015	168,015	168,000
Provider Advance Payment	869,559	849,155	20,404
Other Receivables	1,106,095	1,497,194	(391,099)
Prepaid Expenses & Other Current Assets	6,092,819	4,621,274	1,471,545
Total Current Assets	\$ 964,174,037	\$ 934,943,845	\$ 29,230,192
CAPITAL ASSETS - NET OF ACCUM DEPREE:			
Land	4,090,706	4,090,706	-
Furniture and Equipment - Net	1,153,250	1,189,884	(36,634)
Computer Hardware and Software - Net	20,630,245	21,179,800	(549,555)
Building and Building Improvements - Net	33,633,059	33,410,765	222,294
Capital Projects in Progress	1,706,837	3,261,262	(1,554,425)
Total Capital Assets	\$ 61,214,097	\$ 63,132,417	\$ (1,918,320)
LONG TERM ASSETS:			
Restricted Investments	300,000	300,000	-
Officer Life Insurance Receivables	1,572,984	1,572,984	-
Total Long Term Assets	\$ 1,872,984	\$ 1,872,984	\$ -
DEFERRED OUTFLOWS OF RESOURCES	\$ 8,154,860	\$ 8,154,860	\$ -
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 1,035,415,978	\$ 1,008,104,106	\$ 27,311,872
LIABILITIES AND NET POSITION			
CURRENT LIABILITIES:			
Accrued Salaries and Employee Benefits	\$ 4,768,379	\$ 5,488,558	(720,179)
Accrued Other Operating Expenses	3,646,344	3,479,111	167,233
Claims Payable (Reported)	15,234,137	21,481,418	(6,247,281)
IBNR - Inpatient Claims	64,079,235	65,623,493	(1,544,258)
IBNR - Physician Claims	18,275,049	20,201,931	(1,926,882)
IBNR - Accrued Other Medical	27,600,562	28,737,001	(1,136,439)
Risk Pool and Withholds Payable	4,975,098	4,441,225	533,873
Statutory Allowance for Claims Processing Expense	2,831,842	2,831,842	-
Other Liabilities	109,619,189	111,411,118	(1,791,929)
Accrued Hospital Directed Payments	400,340,112	378,531,389	21,808,723
Total Current Liabilities	\$ 651,369,947	\$ 642,227,086	\$ 9,142,861
NONCURRENT LIABILITIES:			
Net Pension Liability	11,718,206	11,418,206	300,000
TOTAL NONCURRENT LIABILITIES	\$ 11,718,206	\$ 11,418,206	\$ 300,000
DEFERRED INFLOWS OF RESOURCES	\$ 230,571	\$ 230,571	\$ -
NET POSITION:			
Net Position - Beg. of Year	318,756,311	318,756,311	-
Increase (Decrease) in Net Position - Current Year	53,340,943	35,471,932	17,869,011
Total Net Position	\$ 372,097,254	\$ 354,228,243	\$ 17,869,011
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 1,035,415,978	\$ 1,008,104,106	\$ 27,311,872

			KERN HEALTH SYSTEMS MEDI-CAL - ALL COA					
			STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION					
CURRENT MONTH MEMBERS			FOR THE MONTH ENDED MAY 31, 2023			YEAR-TO-DATE MEMBER MONTHS		
ACTUAL	BUDGET	VARIANCE				ACTUAL	BUDGET	VARIANCE
214,544	214,600	(56)	Family Members			1,058,872	1,065,000	(6,128)
100,354	94,500	5,854	Expansion Members			491,823	470,500	21,323
18,398	18,000	398	SPD Members			91,414	89,000	2,414
401	450	(49)	LTC Members			1,603	1,800	(197)
22,218	23,700	(1,482)	Other Members			98,097	103,500	(5,403)
15,699	14,000	1,699	Kaiser Members			76,288	70,000	6,288
371,614	365,250	6,364	Total Members - MCAL			1,818,097	1,799,800	18,297
REVENUES								
44,450,874	43,424,246	1,026,628	Title XIX - Medicaid - Family and Other			206,434,137	211,876,254	(5,442,117)
38,238,101	34,679,353	3,558,748	Title XIX - Medicaid - Expansion Members			182,626,376	172,665,602	9,960,774
19,083,062	20,577,030	(1,493,968)	Title XIX - Medicaid - SPD Members			94,850,494	101,741,983	(6,891,489)
3,026,025	3,192,840	(166,815)	Title XIX - Medicaid - LTC Members			11,978,837	12,771,360	(792,523)
-	-	-	Premium - MCO Tax			-	-	-
21,792,771	21,172,581	620,190	Premium - Hospital Directed Payments			108,076,249	105,132,467	2,943,782
651,530	435,872	215,658	Investment Earnings And Other Income			6,144,283	2,137,292	4,006,991
-	77,389	(77,389)	Reinsurance Recoveries			-	381,117	(381,117)
5,509	-	5,509	Rate Adjustments - Hospital Directed Payments			(574,637)	-	(574,637)
1,497,916	-	1,497,916	Rate/Income Adjustments			2,972,784	-	2,972,784
128,745,788	123,559,312	5,186,476	TOTAL REVENUES			612,508,523	606,706,075	5,802,448
EXPENSES								
Medical Costs:								
21,747,296	21,745,331	(1,965)	Physician Services			103,148,076	107,282,519	4,134,443
6,643,597	6,988,464	344,867	Other Professional Services			29,339,107	34,651,380	5,312,273
5,131,679	5,823,867	692,188	Emergency Room			25,423,144	28,725,041	3,301,897
21,382,030	23,825,911	2,443,881	Inpatient			112,805,824	117,758,268	4,952,444
95,311	77,389	(17,922)	Reinsurance Expense			556,243	381,117	(175,126)
11,009,988	10,524,411	(485,577)	Outpatient Hospital			52,528,596	51,851,977	(676,619)
22,151,470	25,481,032	3,329,562	Other Medical			106,680,554	123,449,238	16,768,684
533,873	526,979	(6,894)	Pay for Performance Quality Incentive			2,612,724	2,595,822	(16,902)
21,792,771	21,172,581	(620,190)	Hospital Directed Payments			108,076,249	105,132,467	(2,943,782)
123,932	-	(123,932)	Hospital Directed Payment Adjustment			(1,358,362)	-	1,358,362
(2,449,080)	-	2,449,080	Non-Claims Expense Adjustment			(2,324,005)	-	2,324,005
(4,472,016)	-	4,472,016	IBNR, Incentive, Paid Claims Adjustment			(12,870,448)	-	12,870,448
103,690,851	116,165,964	12,475,113	Total Medical Costs			524,617,702	571,827,828	47,210,126
25,054,937	7,393,348	17,661,589	GROSS MARGIN			87,890,821	34,878,247	53,012,574
Administrative:								
3,792,281	4,009,841	217,560	Compensation			18,200,935	20,049,204	1,848,269
1,530,859	1,690,082	159,223	Purchased Services			7,018,796	8,450,409	1,431,613
134,551	227,316	92,765	Supplies			603,064	1,136,581	533,517
685,407	649,950	(35,457)	Depreciation			3,411,900	3,249,748	(162,152)
441,734	449,119	7,385	Other Administrative Expenses			2,485,748	2,245,593	(240,155)
300,950	-	(300,950)	Administrative Expense Adjustment			1,332,417	-	(1,332,417)
6,885,782	7,026,307	140,525	Total Administrative Expenses			33,052,860	35,131,534	2,078,674
110,576,633	123,192,271	12,615,638	TOTAL EXPENSES			557,670,562	606,959,362	49,288,800
18,169,155	367,041	17,802,114	OPERATING INCOME (LOSS) BEFORE TAX			54,837,961	(253,287)	55,091,248
-	-	-	MCO TAX			-	-	-
18,169,155	367,041	17,802,114	OPERATING INCOME (LOSS) NET OF TAX			54,837,961	(253,287)	55,091,248
NONOPERATING REVENUE (EXPENSE)								
(543)	-	(543)	Provider Grants/CalAIM/Home Health			(543)	-	(543)
(299,601)	(625,313)	325,712	D-SNP Expenses			(1,496,475)	(3,126,565)	1,630,090
(300,144)	(625,313)	325,169	TOTAL NONOPERATING REVENUE (EXPENSE)			(1,497,018)	(3,126,565)	1,629,547
17,869,011	(258,272)	18,127,283	NET INCREASE (DECREASE) IN NET POSITION			53,340,943	(3,379,852)	56,720,795
76.5%	92.8%	16.3%	MEDICAL LOSS RATIO			82.8%	93.0%	10.3%
6.4%	6.9%	0.4%	ADMINISTRATIVE EXPENSE RATIO			6.5%	7.0%	0.5%

CURRENT MONTH			STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION - PMPM FOR THE MONTH ENDED MAY 31, 2023			YEAR-TO-DATE		
						ACTUAL	BUDGET	VARIANCE
ENROLLMENT								
214,544	214,600	(56)	Family Members	1,058,872	1,065,000	(6,128)		
100,354	94,500	5,854	Expansion Members	491,823	470,500	21,323		
18,398	18,000	398	SPD Members	91,414	89,000	2,414		
401	450	(49)	LTC Members	1,603	1,800	(197)		
22,218	23,700	(1,482)	Other Members	98,097	103,500	(5,403)		
15,699	14,000	1,699	Kaiser Members	76,288	70,000	6,288		
371,614	365,250	6,364	Total Members - MCAL	1,818,097	1,799,800	18,297		
REVENUES								
187.74	182.23	5.52	Title XIX - Medicaid - Family and Other	178.43	181.32	(2.90)		
381.03	366.98	14.05	Title XIX - Medicaid - Expansion Members	371.33	366.98	4.34		
1,037.24	1,143.17	(105.93)	Title XIX - Medicaid - SPD Members	1,037.59	1,143.17	(105.58)		
7,546.20	7,095.20	451.00	Title XIX - Medicaid - LTC Members	7,472.76	7,095.20	377.56		
0.00	0.00	0.00	Premium - MCO Tax	0.00	0.00	0.00		
61.23	60.28	0.95	Premium - Hospital Directed Payments	62.05	60.78	1.27		
1.83	1.24	0.59	Investment Earnings And Other Income	3.53	1.24	2.29		
0.00	0.22	(0.22)	Reinsurance Recoveries	0.00	0.22	(0.22)		
0.02	0.00	0.02	Rate Adjustments - Hospital Directed Payments	(0.33)	0.00	(0.33)		
4.21	0.00	4.21	Rate/Income Adjustments	1.71	0.00	1.71		
361.73	351.77	9.96	TOTAL REVENUES	351.65	350.74	0.91		
EXPENSES								
Medical Costs:								
61.10	61.91	0.81	Physician Services	59.22	62.02	2.80		
18.67	19.90	1.23	Other Professional Services	16.84	20.03	3.19		
14.42	16.58	2.16	Emergency Room	14.60	16.61	2.01		
60.08	67.83	7.76	Inpatient	64.76	68.08	3.31		
0.27	0.22	(0.05)	Reinsurance Expense	0.32	0.22	(0.10)		
30.93	29.96	(0.97)	Outpatient Hospital	30.16	29.98	(0.18)		
62.24	72.54	10.31	Other Medical	61.25	71.37	10.12		
1.50	1.50	0.00	Pay for Performance Quality Incentive	1.50	1.50	0.00		
61.23	60.28	(0.95)	Hospital Directed Payments	62.05	60.78	(1.27)		
0.35	0.00	(0.35)	Hospital Directed Payment Adjustment	(0.78)	0.00	0.78		
(6.88)	0.00	6.88	Non-Claims Expense Adjustment	(1.33)	0.00	1.33		
(12.56)	0.00	12.56	IBNR, Incentive, Paid Claims Adjustment	(7.39)	0.00	7.39		
291.34	330.72	39.39	Total Medical Costs	301.19	330.57	29.38		
70.40	21.05	49.35	GROSS MARGIN	50.46	20.16	30.30		
Administrative:								
10.66	11.42	0.76	Compensation	10.45	11.59	1.14		
4.30	4.81	0.51	Purchased Services	4.03	4.89	0.86		
0.38	0.65	0.27	Supplies	0.35	0.66	0.31		
1.93	1.85	(0.08)	Depreciation	1.96	1.88	(0.08)		
1.24	1.28	0.04	Other Administrative Expenses	1.43	1.30	(0.13)		
0.85	0.00	(0.85)	Administrative Expense Adjustment	0.76	0.00	(0.76)		
19.35	20.00	0.66	Total Administrative Expenses	18.98	20.31	1.33		
310.68	350.73	40.04	TOTAL EXPENSES	320.17	350.88	30.72		
51.05	1.04	50.00	OPERATING INCOME (LOSS) BEFORE TAX	31.48	(0.15)	31.63		
0.00	0.00	0.00	MCO TAX	0.00	0.00	0.00		
51.05	1.04	50.00	OPERATING INCOME (LOSS) NET OF TAX	31.48	(0.15)	31.63		
NONOPERATING REVENUE (EXPENSE)								
0.00	0.00	0.00	Gain on Sale of Assets	0.00	0.00	0.00		
(0.00)	0.00	(0.00)	Reserve Fund Projects/Community Grants	(0.00)	0.00	(0.00)		
(0.84)	(1.78)	0.94	Health Home	(0.86)	(1.81)	0.95		
(0.84)	(1.78)	0.94	TOTAL NONOPERATING REVENUE (EXPENSE)	(0.86)	(1.81)	0.95		
50.21	(0.74)	50.94	NET INCREASE (DECREASE) IN NET POSITION	30.62	(1.95)	32.58		
76.5%	92.8%	16.3%	MEDICAL LOSS RATIO	82.8%	93.0%	10.3%		
6.4%	6.9%	0.4%	ADMINISTRATIVE EXPENSE RATIO	6.5%	7.0%	0.5%		

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - ROLLING 13 MONTHS THROUGH MAY 31, 2023	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER
	2022	2022	2022	2022	2022	2022	2022
ENROLLMENT							
Members - MCAL	315,663	319,333	323,572	324,961	325,920	329,121	331,947
REVENUES							
Title XIX - Medicaid - Family and Other	35,766,911	37,731,384	37,514,641	37,941,354	37,957,277	37,949,223	39,648,035
Title XIX - Medicaid - Expansion Members	29,600,713	30,533,210	30,993,375	31,238,545	31,275,148	31,549,369	32,934,833
Title XIX - Medicaid - SPD Members	14,887,158	15,402,431	15,833,803	15,065,828	15,760,220	15,913,345	15,878,315
Title XIX - Medicaid - LTC Members	-	-	-	-	-	-	-
Premium - MCO Tax	9,872,493	9,910,584	10,883,460	10,883,459	10,883,460	10,883,459	10,883,460
Premium - Hospital Directed Payments	17,928,276	18,280,365	18,674,627	18,595,974	18,857,014	18,961,885	19,322,384
Investment Earnings And Other Income	357,517	(633,952)	1,002,315	(121,473)	353,347	179,268	888,027
Reinsurance Recoveries	-	-	-	-	-	-	-
Rate Adjustments - Hospital Directed Payments	(23,892)	5,129	9,235	(4,343)	(4,606,563)	9,926	(5,267)
Rate/Income Adjustments	(4,649,731)	(364,397)	350,036	245,168	203,911	124,448	1,298,007
TOTAL REVENUES	103,739,445	110,864,754	115,261,492	113,844,512	110,683,814	115,570,923	120,847,794
EXPENSES							
Medical Costs:							
Physician Services	17,895,843	18,921,901	18,984,281	18,198,409	18,622,853	18,169,774	18,483,343
Other Professional Services	4,835,075	5,112,961	5,137,341	5,208,793	5,024,917	5,041,998	5,432,710
Emergency Room	4,139,529	3,167,228	4,764,039	4,661,044	4,773,821	4,790,820	5,682,299
Inpatient	21,395,635	19,551,774	22,935,749	20,834,103	22,797,560	22,462,437	18,414,421
Reinsurance Expense	56,248	57,216	(33,668)	(25,136)	142,533	58,493	58,838
Outpatient Hospital	8,281,163	9,196,013	10,013,268	9,928,749	9,352,210	9,319,855	8,727,267
Other Medical	16,301,024	15,522,071	15,416,935	15,241,576	15,744,662	16,418,094	16,382,849
Pay for Performance Quality Incentive	473,494	478,060	485,358	485,358	490,964	493,681	493,681
Hospital Directed Payments	17,928,276	18,280,365	18,674,627	18,595,974	18,857,014	18,961,885	19,322,384
Hospital Directed Payment Adjustment	(3,419)	5,129	9,235	(4,343)	(4,064,727)	9,926	(5,266)
Non-Claims Expense Adjustment	(1,371,999)	29,799	17,040	5,019	9,821	(248,768)	4,018
IBNR, Incentive, Paid Claims Adjustment	(3,724,314)	(4,072,490)	(238,100)	487,881	(789,121)	(435,695)	(436,641)
Total Medical Costs	86,206,555	86,250,027	96,166,105	93,617,427	90,962,507	95,042,500	92,559,903
GROSS MARGIN							
Administrative:	17,532,890	24,614,727	19,095,387	20,227,085	19,721,307	20,528,423	28,287,891
Compensation	3,259,102	2,980,813	3,307,910	3,148,970	3,213,222	3,387,496	3,241,130
Purchased Services	927,532	850,526	1,078,360	1,144,312	997,356	1,009,393	1,034,408
Supplies	145,499	66,970	74,368	117,566	85,530	66,157	258,430
Depreciation	575,899	626,073	576,074	583,814	583,673	584,905	622,602
Other Administrative Expenses	300,845	329,335	414,331	315,625	298,240	304,229	320,234
Administrative Expense Adjustment	(2,834)	811,890	425,467	300,000	420,793	299,429	299,689
Total Administrative Expenses	5,206,043	5,665,607	5,876,510	5,610,287	5,598,814	5,651,609	5,776,493
TOTAL EXPENSES	91,412,598	91,915,634	102,042,615	99,227,714	96,561,321	100,694,109	98,336,396
OPERATING INCOME (LOSS) BEFORE TAX	12,326,847	18,949,120	13,218,877	14,616,798	14,122,493	14,876,814	22,511,398
MCO TAX	9,888,018	9,894,051	10,883,459	10,883,460	10,883,459	10,883,460	10,883,460
OPERATING INCOME (LOSS) NET OF TAX	2,438,829	9,055,069	2,335,418	3,733,338	3,239,034	3,993,354	11,627,938
TOTAL NONOPERATING REVENUE (EXPENSE)	744,870	(1,996,822)	(3,380)	57,925	(27,966)	(5,428)	4,000
NET INCREASE (DECREASE) IN NET POSITION	3,183,699	7,058,247	2,332,038	3,791,263	3,211,068	3,987,926	11,631,938
MEDICAL LOSS RATIO	89.9%	82.2%	90.4%	88.9%	89.0%	88.7%	80.8%
ADMINISTRATIVE EXPENSE RATIO	6.9%	6.9%	6.9%	6.6%	6.5%	6.6%	6.4%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - ROLLING 13 MONTHS THROUGH MAY 31, 2023	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	13 MONTH
	2022	2023	2023	2023	2023	2023	TOTAL
ENROLLMENT							
Members - MCAL	336,514	332,414	349,465	351,010	353,005	355,915	4,348,840
REVENUES							
Title XIX - Medicaid - Family and Other	34,345,215	38,355,206	40,922,562	41,044,003	41,661,492	44,450,874	505,288,177
Title XIX - Medicaid - Expansion Members	30,862,645	35,864,920	36,154,732	35,902,983	36,465,640	38,238,101	431,614,214
Title XIX - Medicaid - SPD Members	15,500,822	18,119,057	19,012,691	19,068,659	19,567,025	19,083,062	219,092,416
Title XIX - Medicaid - LTC Members	-	201,227	2,814,382	2,968,601	2,968,602	3,026,025	11,978,837
Premium - MCO Tax	10,883,460	-	-	-	-	-	85,083,835
Premium - Hospital Directed Payments	27,573,903	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771	266,270,677
Investment Earnings And Other Income	714,738	1,400,146	440,597	2,337,674	1,314,336	651,530	8,884,070
Reinsurance Recoveries	152,481	-	-	-	-	-	152,481
Rate Adjustments - Hospital Directed Payments	12,446,127	(684,297)	33,520	32,816	37,815	5,509	7,255,715
Rate/Income Adjustments	333,950	(968,410)	350,076	1,115,116	978,086	1,497,916	514,176
TOTAL REVENUES	132,813,341	113,497,522	121,244,507	124,079,553	124,941,153	128,745,788	1,536,134,598
EXPENSES							
Medical Costs:							
Physician Services	16,678,607	20,302,072	19,187,941	20,648,045	21,262,722	21,747,296	249,103,087
Other Professional Services	6,175,363	5,493,905	5,413,638	6,067,168	5,720,799	6,643,597	71,308,265
Emergency Room	5,082,054	5,195,994	4,633,288	5,199,635	5,262,548	5,131,679	62,483,978
Inpatient	12,591,938	22,641,712	21,804,027	22,997,133	23,980,922	21,382,030	273,789,441
Reinsurance Expense	59,818	90,859	180,937	94,363	94,773	95,311	930,585
Outpatient Hospital	9,093,742	9,616,781	9,652,797	11,362,056	10,886,974	11,009,988	126,440,863
Other Medical	6,543,097	15,528,820	23,011,370	23,040,484	22,948,410	22,151,470	224,250,862
Pay for Performance Quality Incentive	504,771	498,590	524,238	526,516	529,507	533,873	6,518,091
Hospital Directed Payments	27,573,903	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771	266,270,677
Hospital Directed Payment Adjustment	12,446,126	(684,297)	33,520	(869,333)	37,816	123,932	7,034,299
Non-Claims Expense Adjustment	(1,071,264)	(128,832)	3,429	72,961	177,517	(2,449,080)	(4,950,339)
IBNR, Incentive, Paid Claims Adjustment	(6,704,318)	9,076	32,166	(4,009,312)	(4,430,362)	(4,472,016)	(28,783,246)
Total Medical Costs	88,973,837	99,774,353	105,993,298	106,739,417	108,419,783	103,690,851	1,254,396,563
GROSS MARGIN	43,839,504	13,723,169	15,251,209	17,340,136	16,521,370	25,054,937	281,738,035
Administrative:							
Compensation	4,707,264	3,547,045	3,492,028	3,754,627	3,614,954	3,792,281	45,446,842
Purchased Services	1,262,419	939,926	1,549,694	1,516,766	1,481,551	1,530,859	15,323,102
Supplies	220,189	87,606	161,043	106,568	113,296	134,551	1,637,773
Depreciation	627,772	680,616	679,350	682,158	684,369	685,407	8,192,712
Other Administrative Expenses	966,290	660,263	384,578	557,118	442,055	441,734	5,734,877
Administrative Expense Adjustment	508,526	109,675	301,496	320,296	300,000	300,950	4,395,377
Total Administrative Expenses	8,292,460	6,025,131	6,568,189	6,937,533	6,636,225	6,885,782	80,730,683
TOTAL EXPENSES	97,266,297	105,799,484	112,561,487	113,676,950	115,056,008	110,576,633	1,335,127,246
OPERATING INCOME (LOSS) BEFORE TAX	35,547,044	7,698,038	8,683,020	10,402,603	9,885,145	18,169,155	201,007,352
MCO TAX	10,883,459	-	-	-	-	-	85,082,826
OPERATING INCOME (LOSS) NET OF TAX	24,663,585	7,698,038	8,683,020	10,402,603	9,885,145	18,169,155	115,924,526
TOTAL NONOPERATING REVENUE (EXPENSE)	(34,557)	(60,423)	(153,079)	(672,750)	(310,622)	(300,144)	(2,758,376)
NET INCREASE (DECREASE) IN NET POSITION	24,629,028	7,637,615	8,529,941	9,729,853	9,574,523	17,869,011	113,166,150
MEDICAL LOSS RATIO	59.8%	85.2%	84.7%	84.0%	84.0%	76.5%	83.3%
ADMINISTRATIVE EXPENSE RATIO	10.1%	6.5%	6.6%	6.8%	6.4%	6.4%	6.9%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - PMPM ROLLING 13 MONTHS THROUGH MAY 31, 2023	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER
	2022	2022	2022	2022	2022	2022	2022
ENROLLMENT							
Members - MCAL	315,663	319,333	323,572	324,961	325,920	329,121	331,947
REVENUES							
Title XIX - Medicaid - Family and Other	168.25	176.65	173.99	175.92	175.56	174.37	180.89
Title XIX - Medicaid - Expansion Members	341.10	343.27	340.07	338.95	338.39	334.55	344.93
Title XIX - Medicaid - SPD Members	913.04	917.14	941.54	880.12	911.57	926.33	919.20
Title XIX - Medicaid - LTC Members	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Premium - MCO Tax	31.28	31.04	33.64	33.49	33.39	33.07	32.79
Premium - Hospital Directed Payments	56.80	57.25	57.71	57.23	57.86	57.61	58.21
Investment Earnings And Other Income	1.13	(1.99)	3.10	(0.37)	1.08	0.54	2.68
Reinsurance Recoveries	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Rate Adjustments - Hospital Directed Payments	(0.08)	0.02	0.03	(0.01)	(14.13)	0.03	(0.02)
Rate/Income Adjustments	(14.73)	(1.14)	1.08	0.75	0.63	0.38	3.91
TOTAL REVENUES	328.64	347.18	356.22	350.33	339.60	351.15	364.06
EXPENSES							
Medical Costs:							
Physician Services	56.69	59.25	58.67	56.00	57.14	55.21	55.68
Other Professional Services	15.32	16.01	15.88	16.03	15.42	15.32	16.37
Emergency Room	13.11	9.92	14.72	14.34	14.65	14.56	17.12
Inpatient	67.78	61.23	70.88	64.11	69.95	68.25	55.47
Reinsurance Expense	0.18	0.18	(0.10)	(0.08)	0.44	0.18	0.18
Outpatient Hospital	26.23	28.80	30.95	30.55	28.69	28.32	26.29
Other Medical	51.64	48.61	47.65	46.90	48.31	49.88	49.35
Pay for Performance Quality Incentive	1.50	1.50	1.50	1.49	1.51	1.50	1.49
Hospital Directed Payments	56.80	57.25	57.71	57.23	57.86	57.61	58.21
Hospital Directed Payment Adjustment	(0.01)	0.02	0.03	(0.01)	(12.47)	0.03	(0.02)
Non-Claims Expense Adjustment	(4.35)	0.09	0.05	0.02	0.03	(0.76)	0.01
IBNR, Incentive, Paid Claims Adjustment	(11.80)	(12.75)	(0.74)	1.50	(2.42)	(1.32)	(1.32)
Total Medical Costs	273.10	270.09	297.20	288.09	279.09	288.78	278.84
GROSS MARGIN	55.54	77.08	59.01	62.24	60.51	62.37	85.22
Administrative:							
Compensation	10.32	9.33	10.22	9.69	9.86	10.29	9.76
Purchased Services	2.94	2.66	3.33	3.52	3.06	3.07	3.12
Supplies	0.46	0.21	0.23	0.36	0.26	0.20	0.78
Depreciation	1.82	1.96	1.78	1.80	1.79	1.78	1.88
Other Administrative Expenses	0.95	1.03	1.28	0.97	0.92	0.92	0.96
Administrative Expense Adjustment	(0.01)	2.54	1.31	0.92	1.29	0.91	0.90
Total Administrative Expenses	16.49	17.74	18.16	17.26	17.18	17.17	17.40
TOTAL EXPENSES	289.59	287.84	315.36	305.35	296.27	305.95	296.24
OPERATING INCOME (LOSS) BEFORE TAX	39.05	59.34	40.85	44.98	43.33	45.20	67.82
MCO TAX	31.32	30.98	33.64	33.49	33.39	33.07	32.79
OPERATING INCOME (LOSS) NET OF TAX	7.73	28.36	7.22	11.49	9.94	12.13	35.03
TOTAL NONOPERATING REVENUE (EXPENSE)	2.36	(6.25)	(0.01)	0.18	(0.09)	(0.02)	0.01
NET INCREASE (DECREASE) IN NET POSITION	10.09	22.10	7.21	11.67	9.85	12.12	35.04
MEDICAL LOSS RATIO	89.9%	82.2%	90.4%	88.9%	89.0%	88.7%	80.8%
ADMINISTRATIVE EXPENSE RATIO	6.9%	6.9%	6.9%	6.6%	6.5%	6.6%	6.4%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - PMPM ROLLING 13 MONTHS THROUGH MAY 31, 2023	DECEMBER 2022	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	13 MONTH TOTAL
ENROLLMENT							
Members - MCAL	336,514	332,414	349,465	351,010	353,005	355,915	4,348,840
REVENUES							
Title XIX - Medicaid - Family and Other	156.69	175.30	175.80	175.43	177.53	187.74	174.86
Title XIX - Medicaid - Expansion Members	323.22	373.01	369.48	365.87	367.09	381.03	351.16
Title XIX - Medicaid - SPD Members	897.35	1,038.82	1,030.33	1,029.51	1,052.05	1,037.24	963.13
Title XIX - Medicaid - LTC Members	0.00	7,452.85	7,425.81	7,477.58	7,440.11	7,546.20	7,472.76
Premium - MCO Tax	32.34	0.00	0.00	0.00	0.00	0.00	19.56
Premium - Hospital Directed Payments	81.94	63.80	61.57	61.56	62.18	61.23	61.23
Investment Earnings And Other Income	2.12	4.21	1.26	6.66	3.72	1.83	2.04
Reinsurance Recoveries	0.45	0.00	0.00	0.00	0.00	0.00	0.04
Rate Adjustments - Hospital Directed Payments	36.99	(2.06)	0.10	0.09	0.11	0.02	1.67
Rate/Income Adjustments	0.99	(2.91)	1.00	3.18	2.77	4.21	0.12
TOTAL REVENUES	394.67	341.43	346.94	353.49	353.94	361.73	353.23
EXPENSES							
Medical Costs:							
Physician Services	49.56	61.07	54.91	58.82	60.23	61.10	57.28
Other Professional Services	18.35	16.53	15.49	17.28	16.21	18.67	16.40
Emergency Room	15.10	15.63	13.26	14.81	14.91	14.42	14.37
Inpatient	37.42	68.11	62.39	65.52	67.93	60.08	62.96
Reinsurance Expense	0.18	0.27	0.52	0.27	0.27	0.27	0.21
Outpatient Hospital	27.02	28.93	27.62	32.37	30.84	30.93	29.07
Other Medical	19.44	46.72	65.85	65.64	65.01	62.24	51.57
Pay for Performance Quality Incentive	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Hospital Directed Payments	81.94	63.80	61.57	61.56	62.18	61.23	61.23
Hospital Directed Payment Adjustment	36.99	(2.06)	0.10	(2.48)	0.11	0.35	1.62
Non-Claims Expense Adjustment	(3.18)	(0.39)	0.01	0.21	0.50	(6.88)	(1.14)
IBNR, Incentive, Paid Claims Adjustment	(19.92)	0.03	0.09	(11.42)	(12.55)	(12.56)	(6.62)
Total Medical Costs	268.04	300.15	303.30	304.09	307.13	291.34	288.44
GROSS MARGIN	126.64	41.28	43.64	49.40	46.80	70.40	64.78
Administrative:							
Compensation	13.99	10.67	9.99	10.70	10.24	10.66	10.45
Purchased Services	3.75	2.83	4.43	4.32	4.20	4.30	3.52
Supplies	0.65	0.26	0.46	0.30	0.32	0.38	0.38
Depreciation	1.87	2.05	1.94	1.94	1.94	1.93	1.88
Other Administrative Expenses	2.87	1.99	1.10	1.59	1.25	1.24	1.32
Administrative Expense Adjustment	1.51	0.33	0.86	0.91	0.85	0.85	1.01
Total Administrative Expenses	24.64	18.13	18.79	19.76	18.80	19.35	18.56
TOTAL EXPENSES	292.68	318.28	322.10	323.86	325.93	310.68	307.01
OPERATING INCOME (LOSS) BEFORE TAX	102.00	23.16	24.85	29.64	28.00	51.05	46.22
MCO TAX	32.34	0.00	0.00	0.00	0.00	0.00	19.56
OPERATING INCOME (LOSS) NET OF TAX	69.65	23.16	24.85	29.64	28.00	51.05	26.66
TOTAL NONOPERATING REVENUE (EXPENSE)	(0.10)	(0.18)	(0.44)	(1.92)	(0.88)	(0.84)	(0.63)
NET INCREASE (DECREASE) IN NET POSITION	69.55	22.98	24.41	27.72	27.12	50.21	26.02
MEDICAL LOSS RATIO	61.3%	85.2%	84.7%	84.0%	84.0%	76.5%	83.3%
ADMINISTRATIVE EXPENSE RATIO	10.1%	6.5%	6.6%	6.8%	6.4%	6.4%	6.9%

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF REVENUES - ALL COA FOR THE MONTH ENDED MAY 31, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
REVENUES						
Title XIX - Medicaid - Family & Other						
34,253,124	34,666,711	(413,587)	Premium - Medi-Cal	166,585,823	168,521,204	(1,935,381)
1,844,039	2,782,482	(938,443)	Premium - Maternity Kick	12,736,954	13,912,410	(1,175,456)
670,293	690,715	(20,422)	Premium - Enhanced Care Management	3,188,080	3,272,777	(84,697)
211,469	156,801	54,668	Premium - Major Organ Transplant	1,033,223	768,682	264,541
-	532,969	(532,969)	Premium - Cal AIM	-	2,555,697	(2,555,697)
3,616,316	3,688,540	(72,224)	Premium - Provider Enhancement	17,909,492	18,324,479	(414,987)
168,091	188,834	(20,743)	Premium - Ground Emergency Medical Transportation	831,728	937,104	(105,376)
3,571,473	245,400	3,326,073	Premium - Student Behavioral Health Incentive	3,571,473	1,227,000	2,344,473
-	352,514	(352,514)	Premium - Housing and Homelessness Incentive	-	1,762,570	(1,762,570)
116,069	119,280	(3,211)	Other	577,364	594,330	(16,966)
44,450,874	43,424,246	1,026,628	Total Title XIX - Medicaid - Family & Other	206,434,137	211,876,253	(5,442,116)
Title XIX - Medicaid - Expansion Members						
33,080,818	30,521,405	2,559,414	Premium - Medi-Cal	162,999,937	151,959,344	11,040,594
496,657	236,486	260,171	Premium - Maternity Kick	2,595,342	1,182,429	1,412,913
813,398	956,970	(143,572)	Premium - Enhanced Care Management	4,004,644	4,764,270	(759,626)
334,426	239,010	95,416	Premium - Major Organ Transplant	1,648,352	1,189,910	458,442
-	424,746	(424,746)	Premium - Cal AIM	-	2,104,639	(2,104,639)
1,724,248	1,583,365	140,883	Premium - Provider Enhancement	8,501,945	7,883,315	618,630
240,509	206,571	33,938	Premium - Ground Emergency Medical Transportation	1,185,831	1,028,415	157,416
1,511,801	195,905	1,315,896	Premium - Student Behavioral Health Incentive	1,511,801	979,525	532,276
-	281,415	(281,415)	Premium - Housing and Homelessness Incentive	-	1,407,075	(1,407,075)
36,244	33,480	2,764	Other	178,524	166,680	11,844
38,238,101	34,679,353	3,558,748	Total Title XIX - Medicaid - Expansion Members	182,626,376	172,665,602	9,960,774
Title XIX - Medicaid - SPD Members						
17,490,030	18,735,840	(1,245,810)	Premium - Medi-Cal	87,979,398	92,638,321	(4,658,923)
414,360	514,620	(100,260)	Premium - Enhanced Care Management	2,082,872	2,544,510	(461,638)
241,690	163,620	78,070	Premium - Major Organ Transplant	1,215,765	809,010	406,755
-	260,625	(260,625)	Premium - Cal AIM	-	1,272,426	(1,272,426)
513,412	466,188	47,224	Premium - Provider Enhancement	2,582,595	2,305,041	277,554
140,511	144,180	(3,669)	Premium - Ground Emergency Medical Transportation	706,805	712,890	(6,085)
283,059	119,827	163,232	Premium - Student Behavioral Health Incentive	283,059	599,135	(316,076)
-	172,130	(172,130)	Premium - Housing and Homelessness Incentive	-	860,650	(860,650)
19,083,062	20,577,030	(1,493,968)	Total Title XIX - Medicaid - SPD Members	94,850,494	101,741,983	(6,891,489)
Title XIX - Medicaid - LTC Members						
2,999,038	3,167,252	(168,214)	Premium - Medi-Cal	11,890,497	12,669,008	(778,511)
9,108	10,190	(1,082)	Premium - Enhanced Care Management	36,070	40,760	(4,690)
10,959	15,055	(4,096)	Premium - Major Organ Transplant	43,148	60,220	(17,072)
-	-	-	Premium - Cal AIM	-	-	-
193	343	(150)	Premium - Provider Enhancement	685	1,372	(687)
655	-	655	Premium - Ground Emergency Medical Transportation	2,365	-	2,365
6,072	-	6,072	Premium - Student Behavioral Health Incentive	6,072	-	6,072
-	-	-	Premium - Housing and Homelessness Incentive	-	-	-
3,026,025	3,192,840	(166,815)	Total Title XIX - Medicaid - LTC Members	11,978,837	12,771,360	(792,523)

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS - ALL COA FOR THE MONTH ENDED MAY 31, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
			PHYSICIAN SERVICES			
4,159,263	4,480,231	320,968	Primary Care Physician Services	20,327,075	22,065,307	1,738,232
15,505,030	14,682,601	(822,429)	Referral Specialty Services	72,471,427	72,498,351	26,924
2,073,703	2,573,198	499,495	Urgent Care & After Hours Advise	10,304,274	12,673,561	2,369,287
9,300	9,300	-	Hospital Admitting Team	45,300	45,300	-
21,747,296	21,745,331	(1,965)	TOTAL PHYSICIAN SERVICES	103,148,076	107,282,519	4,134,443
			OTHER PROFESSIONAL SERVICES			
353,005	359,701	6,696	Vision Service Capitation	1,724,266	1,771,415	47,149
2,088,352	2,804,617	716,265	Medical Departments - UM Allocation *	10,289,713	14,023,083	3,733,370
2,409,753	1,471,615	(938,138)	Behavior Health Treatment	8,282,599	7,241,333	(1,041,266)
195,793	440,145	244,352	Mental Health Services	1,358,030	2,169,867	811,837
1,596,694	1,912,385	315,691	Other Professional Services	7,684,499	9,445,681	1,761,182
6,643,597	6,988,464	344,867	TOTAL OTHER PROFESSIONAL SERVICES	29,339,107	34,651,380	5,312,273
5,131,679	5,823,867	692,188	EMERGENCY ROOM	25,423,144	28,725,041	3,301,897
21,382,030	23,825,911	2,443,881	INPATIENT HOSPITAL	112,805,824	117,758,268	4,952,444
95,311	77,389	(17,922)	REINSURANCE EXPENSE PREMIUM	556,243	381,117	(175,126)
11,009,988	10,524,411	(485,577)	OUTPATIENT HOSPITAL SERVICES	52,528,596	51,851,977	(676,619)
			OTHER MEDICAL			
2,254,991	1,669,286	(585,705)	Ambulance and NEMT	10,171,745	8,227,630	(1,944,115)
451,622	1,016,037	564,415	Home Health Services & CBAS	3,774,901	5,017,407	1,242,506
785,929	1,592,010	806,081	Utilization and Quality Review Expenses	4,428,689	7,960,048	3,531,359
4,695,700	9,132,939	4,437,239	Long Term/SNF/Hospice	34,278,586	42,800,809	8,522,223
5,561,460	5,415,576	(145,884)	Provider Enhancement Expense - Prop. 56	27,544,981	26,674,549	(870,432)
562,775	512,606	(50,169)	Provider Enhancement Expense - GEMT	2,547,556	2,544,488	(3,068)
1,811,803	2,063,870	252,067	Enhanced Care Management	8,624,539	10,091,199	1,466,660
758,618	545,762	(212,856)	Major Organ Transplant	3,743,464	2,686,431	(1,057,033)
3,833,523	2,456,255	(1,377,268)	Cal AIM Incentive Programs	5,355,781	12,130,282	6,774,501
1,435,049	1,076,692	(358,357)	DME/Rebates	6,210,312	5,316,394	(893,918)
22,151,470	25,481,032	3,329,562	TOTAL OTHER MEDICAL	106,680,554	123,449,238	16,768,684
533,873	526,979	(6,894)	PAY FOR PERFORMANCE QUALITY INCENTIVE	2,612,724	2,595,822	(16,902)
21,792,771	21,172,581	(620,190)	HOSPITAL DIRECTED PAYMENTS	108,076,249	105,132,467	(2,943,782)
123,932	-	(123,932)	HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(1,358,362)	-	1,358,362
(2,449,080)	-	2,449,080	NON-CLAIMS EXPENSE ADJUSTMENT	(2,324,005)	-	2,324,005
(4,472,016)	-	4,472,016	IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	(12,870,448)	-	12,870,448
103,690,851	116,165,964	12,475,113	Total Medical Costs	524,617,702	571,827,828	47,210,126

* Medical costs per DMHC regulations

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS - ALL COA - PMPM FOR THE MONTH ENDED MAY 31, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
			PHYSICIAN SERVICES			
11.69	12.76	1.07	Primary Care Physician Services	11.67	12.76	1.09
43.56	41.80	(1.76)	Referral Specialty Services	41.61	41.91	0.30
5.83	7.33	1.50	Urgent Care & After Hours Advise	5.92	7.33	1.41
0.03	0.03	0.00	Hospital Admitting Team	0.03	0.03	0.00
61.10	61.91	0.81	TOTAL PHYSICIAN SERVICES	59.22	62.02	2.80
			OTHER PROFESSIONAL SERVICES			
0.99	1.02	0.03	Vision Service Capitation	0.99	1.02	0.03
5.87	7.98	2.12	Medical Departments - UM Allocation *	5.91	8.11	2.20
6.77	4.19	(2.58)	Behavior Health Treatment	4.76	4.19	(0.57)
0.55	1.25	0.70	Mental Health Services	0.78	1.25	0.47
4.49	5.44	0.96	Other Professional Services	4.41	5.46	1.05
18.67	19.90	1.23	TOTAL OTHER PROFESSIONAL SERVICES	16.84	20.03	3.19
14.42	16.58	2.16	EMERGENCY ROOM	14.60	16.61	2.01
60.08	67.83	7.76	INPATIENT HOSPITAL	64.76	68.08	3.31
0.27	0.22	(0.05)	REINSURANCE EXPENSE PREMIUM	0.32	0.22	(0.10)
30.93	29.96	(0.97)	OUTPATIENT HOSPITAL SERVICES	30.16	29.98	(0.18)
			OTHER MEDICAL			
6.34	4.75	(1.58)	Ambulance and NEMT	5.84	4.76	(1.08)
1.27	2.89	1.62	Home Health Services & CBAS	2.17	2.90	0.73
2.21	4.53	2.32	Utilization and Quality Review Expenses	2.54	4.60	2.06
13.19	26.00	12.81	Long Term/SNF/Hospice	19.68	24.74	5.06
15.63	15.42	(0.21)	Provider Enhancement Expense - Prop. 56	15.81	15.42	(0.39)
1.58	1.46	(0.12)	Provider Enhancement Expense - GEMT	1.46	1.47	0.01
5.09	5.88	0.79	Enhanced Care Management	4.95	5.83	0.88
2.13	1.55	(0.58)	Major Organ Transplant	2.15	1.55	(0.60)
10.77	6.99	(3.78)	Cal AIM Incentive Programs	3.07	7.01	3.94
4.03	3.07	(0.97)	DME	3.57	3.07	(0.49)
62.24	72.54	10.31	TOTAL OTHER MEDICAL	61.25	71.37	10.12
1.50	1.50	0.00	PAY FOR PERFORMANCE QUALITY INCENTIVE	1.50	1.50	0.00
61.23	60.28	(0.95)	HOSPITAL DIRECTED PAYMENTS	62.05	60.78	(1.27)
0.35	0.00	(0.35)	HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(0.78)	0.00	0.78
(6.88)	0.00	6.88	NON-CLAIMS EXPENSE ADJUSTMENT	(1.33)	0.00	1.33
(12.56)	0.00	12.56	IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	(7.39)	0.00	7.39
291.34	330.72	39.39	Total Medical Costs	301.19	330.57	29.38

* Medical costs per DMHC regulations

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH THROUGH MAY 31, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	YEAR TO DATE 2023
PHYSICIAN SERVICES						
Primary Care Physician Services	4,153,283	3,799,063	3,973,992	4,241,474	4,159,263	20,327,075
Referral Specialty Services	14,090,583	13,535,172	14,603,368	14,737,274	15,505,030	72,471,427
Urgent Care & After Hours Advise	2,048,906	1,845,306	2,061,385	2,274,974	2,073,703	10,304,274
Hospital Admitting Team	9,300	8,400	9,300	9,000	9,300	45,300
TOTAL PHYSICIAN SERVICES	20,302,072	19,187,941	20,648,045	21,262,722	21,747,296	103,148,076
OTHER PROFESSIONAL SERVICES						
Vision Service Capitation	332,837	342,049	345,365	351,010	353,005	1,724,266
Medical Departments - UM Allocation *	2,029,340	1,998,969	2,193,964	1,979,088	2,088,352	10,289,713
Behavior Health Treatment	1,234,423	1,340,804	1,751,711	1,545,908	2,409,753	8,282,599
Mental Health Services	378,598	277,029	277,573	229,037	195,793	1,358,030
Other Professional Services	1,518,707	1,454,787	1,498,555	1,615,756	1,596,694	7,684,499
TOTAL OTHER PROFESSIONAL SERVICES	5,493,905	5,413,638	6,067,168	5,720,799	6,643,597	29,339,107
EMERGENCY ROOM	5,195,994	4,633,288	5,199,635	5,262,548	5,131,679	25,423,144
INPATIENT HOSPITAL	22,641,712	21,804,027	22,997,133	23,980,922	21,382,030	112,805,824
REINSURANCE EXPENSE PREMIUM	90,859	180,937	94,363	94,773	95,311	556,243
OUTPATIENT HOSPITAL SERVICES	9,616,781	9,652,797	11,362,056	10,886,974	11,009,988	52,528,596
OTHER MEDICAL						
Ambulance and NEMT	1,792,123	1,754,080	2,159,726	2,210,825	2,254,991	10,171,745
Home Health Services & CBAS	970,272	809,536	996,283	547,188	451,622	3,774,901
Utilization and Quality Review Expenses	776,558	583,384	940,138	1,342,680	785,929	4,428,689
Long Term/SNF/Hospice	2,732,047	9,988,072	8,775,140	8,087,627	4,695,700	34,278,586
Provider Enhancement Expense - Prop. 56	5,430,893	5,482,690	5,503,401	5,566,537	5,561,460	27,544,981
Provider Enhancement Expense - GEMT	496,477	513,773	505,452	469,079	562,775	2,547,556
Enhanced Care Management	1,428,973	1,778,842	1,790,813	1,814,108	1,811,803	8,624,539
Major Organ Transplant	751,183	712,804	753,883	766,976	758,618	3,743,464
Cal AIM Incentive Programs	30,326	279,307	295,429	917,196	3,833,523	5,355,781
DME	1,119,968	1,108,882	1,320,219	1,226,194	1,435,049	6,210,312
TOTAL OTHER MEDICAL	15,528,820	23,011,370	23,040,484	22,948,410	22,151,470	106,680,554
PAY FOR PERFORMANCE QUALITY INCENTIVE	498,590	524,238	526,516	529,507	533,873	2,612,724
HOSPITAL DIRECTED PAYMENTS	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771	108,076,249
HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(684,297)	33,520	(869,333)	37,816	123,932	(1,358,362)
NON-CLAIMS EXPENSE ADJUSTMENT	(128,832)	3,429	72,961	177,517	(2,449,080)	(2,324,005)
IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	9,076	32,166	(4,009,312)	(4,430,362)	(4,472,016)	(12,870,448)
Total Medical Costs	99,774,353	105,993,298	106,739,417	108,419,783	103,690,851	524,617,702

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH - PMPM THROUGH MAY 31, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	YEAR TO DATE 2023
PHYSICIAN SERVICES						
Primary Care Physician Services	12.49	10.87	11.32	12.02	11.69	11.67
Referral Specialty Services	42.39	38.73	41.60	41.75	43.56	41.61
Urgent Care & After Hours Advise	6.16	5.28	5.87	6.44	5.83	5.92
Hospital Admitting Team	0.03	0.02	0.03	0.03	0.03	0.03
TOTAL PHYSICIAN SERVICES	61.07	54.91	58.82	60.23	61.10	59.22
OTHER PROFESSIONAL SERVICES						
Vision Service Capitation	1.00	0.98	0.98	0.99	0.99	0.99
Medical Departments - UM Allocation *	6.10	5.72	6.25	5.61	5.87	5.91
Behavior Health Treatment	3.71	3.84	4.99	4.38	6.77	4.76
Mental Health Services	1.14	0.79	0.79	0.65	0.55	0.78
Other Professional Services	4.57	4.16	4.27	4.58	4.49	4.41
TOTAL OTHER PROFESSIONAL SERVICES	16.53	15.49	17.28	16.21	18.67	16.84
EMERGENCY ROOM	15.63	13.26	14.81	14.91	14.42	14.60
INPATIENT HOSPITAL	68.11	62.39	65.52	67.93	60.08	64.76
REINSURANCE EXPENSE PREMIUM	0.27	0.52	0.27	0.27	0.27	0.32
OUTPATIENT HOSPITAL SERVICES	28.93	27.62	32.37	30.84	30.93	30.16
OTHER MEDICAL						
Ambulance and NEMT	5.39	5.02	6.15	6.26	6.34	5.84
Home Health Services & CBAS	2.92	2.32	2.84	1.55	1.27	2.17
Utilization and Quality Review Expenses	2.34	1.67	2.68	3.80	2.21	2.54
Long Term/SNF/Hospice	8.22	28.58	25.00	22.91	13.19	19.68
Provider Enhancement Expense - Prop. 56	16.34	15.69	15.68	15.77	15.63	15.81
Provider Enhancement Expense - GEMT	1.49	1.47	1.44	1.33	1.58	1.46
Vaccine Incentive Program Expense	0.00	0.00	0.00	0.00	0.00	0.00
Behaviorial Health Integration Program	0.00	0.00	0.00	0.00	0.00	0.00
Enhanced Care Management	4.30	5.09	5.10	5.14	5.09	4.95
Major Organ Transplant	2.26	2.04	2.15	2.17	2.13	2.15
Cal AIM Incentive Programs	0.09	0.80	0.84	2.60	10.77	3.07
DME	3.37	3.17	3.76	3.47	4.03	3.57
TOTAL OTHER MEDICAL	46.72	65.85	65.64	65.01	62.24	61.25
PAY FOR PERFORMANCE QUALITY INCENTIVE	1.50	1.50	1.50	1.50	1.50	1.50
HOSPITAL DIRECTED PAYMENTS	63.80	61.57	61.56	62.18	61.23	62.05
HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(2.06)	0.10	(2.48)	0.11	0.35	(0.78)
NON-CLAIMS EXPENSE ADJUSTMENT	(0.39)	0.01	0.21	0.50	(6.88)	(1.33)
IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	0.03	0.09	(11.42)	(12.55)	(12.56)	(7.39)
Total Medical Costs	300.15	303.30	304.09	307.13	291.34	301.19

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF ADMINISTRATIVE EXPENSES BY DEPT FOR THE MONTH ENDED MAY 31, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
605,342	503,782	(101,560)	110 - Executive	2,986,335	2,518,907	(467,428)
255,614	269,724	14,110	210 - Accounting	1,188,590	1,348,622	160,032
365,330	388,290	22,960	220 - Management Information Systems	1,797,232	1,941,448	144,216
26,942	26,641	(301)	221 - Business Intelligence	116,836	133,205	16,369
376,413	421,256	44,843	222 - Enterprise Development	1,723,455	2,106,280	382,825
136,105	201,164	65,059	223 - Enterprise Configuration	725,663	1,005,820	280,157
498,225	675,879	177,654	225 - Infrastructure	3,027,494	3,379,397	351,903
672,659	690,413	17,754	230 - Claims	3,179,572	3,452,065	272,493
320,496	272,020	(48,476)	240 - Project Management	1,142,681	1,360,100	217,419
260,301	145,307	(114,994)	310 - Health Services - Utilization Management	1,105,201	726,535	(378,666)
598	51,625	51,027	311 - Health Services - Quality Improvement	2,438	258,125	255,687
89	143	54	312 - Health Services - Education	883	715	(168)
36,574	70,663	34,089	313 - Pharmacy	179,337	353,315	173,978
(223)	3,292	3,515	314 - Enhanced Care Management	28,068	16,460	(11,608)
74,045	78,415	4,370	316 - Population Health Management	342,982	392,075	49,093
5	1,218	1,213	317 - Community Based Services	302	6,090	5,788
6	31,941	31,935	318 - Housing & Homeless Incentive Program	27	159,705	159,678
-	134,370	134,370	319 - CAL AIM Incentive Payment Program (IPP)	179,280	671,850	492,570
11,639	947	(10,692)	601 - Behavioral Health	11,639	4,735	(6,904)
(1,665)	4,315	5,980	602 - Quality & Health Equity	-	21,575	21,575
329,256	345,411	16,155	320 - Provider Network Management	1,627,151	1,727,055	99,904
908,944	1,205,474	296,530	330 - Member Services	4,371,095	6,027,370	1,656,275
984,437	871,256	(113,181)	340 - Corporate Services	4,628,696	4,356,280	(272,416)
140,250	145,475	5,225	360 - Audit & Investigative Services	696,596	727,375	30,779
69,262	56,416	(12,846)	410 - Member Engagement	300,747	282,080	(18,667)
169,876	210,572	40,696	420 - Sales/Marketing/Public Relations	658,115	1,052,860	394,745
344,312	361,965	17,653	510 - Human Resources	1,700,027	1,809,825	109,798
300,950	(141,667)	(442,617)	Administrative Expense Adjustment	1,332,417	(708,335)	(2,040,752)
6,885,782	7,026,307	140,525	Total Administrative Expenses	33,052,860	35,131,534	2,078,674

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF ADMIN EXPENSES BY DEPT BY MONTH FOR THE MONTH ENDED MAY 31, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	YEAR TO DATE 2023
110 - Executive	687,266	488,878	631,414	573,435	605,342	2,986,335
210 - Accounting	228,231	226,501	220,815	257,429	255,614	1,188,590
220 - Management Information Systems (MIS)	365,046	378,747	348,807	339,302	365,330	1,797,232
221 - Business Intelligence	63,805	672	10,109	15,308	26,942	116,836
222 - Enterprise Development	353,608	328,061	331,145	334,228	376,413	1,723,455
223 - Enterprise Configuration	104,241	216,683	121,896	146,738	136,105	725,663
225 - Infrastructure	412,631	771,628	668,401	676,609	498,225	3,027,494
230 - Claims	620,932	609,445	645,581	630,955	672,659	3,179,572
240 - Project Management	140,118	191,244	253,669	237,154	320,496	1,142,681
310 - Health Services - Utilization Management	194,388	186,938	208,456	255,118	260,301	1,105,201
311 - Health Services - Quality Improvement	89	90	(97)	1,758	598	2,438
312 - Health Services - Education	88	297	(8)	417	89	883
313- Pharmacy	39,747	39,846	37,420	25,750	36,574	179,337
314 - Enhanced Care Management	475	20,697	(112)	7,231	(223)	28,068
316 -Population Health Management	62,921	63,361	75,452	67,203	74,045	342,982
317 - Community Based Services	165	821	(711)	22	5	302
318 - Housing & Homeless Incentive Program	-	1,200	(1,185)	6	6	27
319 - CAL AIM Incentive Payment Program (IPP)	-	84,699	51,654	42,927	-	179,280
601 - Behavioral Health	-	-	-	-	11,639	11,639
602 - Quality & Health Equity	-	1,665	-	-	(1,665)	-
320 - Provider Network Management	317,123	285,888	388,095	306,789	329,256	1,627,151
330 - Member Services	802,035	804,897	998,660	856,559	908,944	4,371,095
340 - Corporate Services	892,136	958,999	902,329	890,795	984,437	4,628,696
360 - Audit & Investigative Services	138,360	130,101	142,110	145,775	140,250	696,596
410 - Member Engagement	68,972	61,237	45,193	56,083	69,262	300,747
420 - Sales/Marketing/Public Relations	60,714	98,793	207,085	121,647	169,876	658,115
510 - Human Resources	362,364	315,305	331,059	346,987	344,312	1,700,027
Total Department Expenses	5,915,456	6,266,693	6,617,237	6,336,225	6,584,832	31,720,443
ADMINISTRATIVE EXPENSE ADJUSTMENT	109,675	301,496	320,296	300,000	300,950	1,332,417
Total Administrative Expenses	6,025,131	6,568,189	6,937,533	6,636,225	6,885,782	33,052,860

KERN HEALTH SYSTEMS GROUP HEALTH PLAN - HFAM BALANCE SHEET STATEMENT AS OF MAY 31, 2023			
ASSETS	MAY 2023	APRIL 2023	INC(DEC)
CURRENT ASSETS:			
Cash and Cash Equivalents	\$ 1,138,656	\$ 1,132,517	6,139
Interest Receivable	4,000	2,000	2,000
TOTAL CURRENT ASSETS	\$ 1,142,656	\$ 1,134,517	\$ 8,139
LIABILITIES AND NET POSITION			
CURRENT LIABILITIES:			
Other Liabilities	-	-	-
TOTAL CURRENT LIABILITIES	\$ -	\$ -	\$ -
NET POSITION:			
Net Position- Beg. of Year	1,130,625	1,130,625	-
Increase (Decrease) in Net Position - Current Year	12,031	3,892	8,139
Total Net Position	\$ 1,142,656	\$ 1,134,517	\$ 8,139
TOTAL LIABILITIES AND NET POSITION	\$ 1,142,656	\$ 1,134,517	\$ 8,139

CURRENT MONTH			KERN HEALTH SYSTEMS GROUP HEALTH PLAN - HFAM STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION FOR THE MONTH ENDED MAY 31, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
ENROLLMENT						
-	-	-	Members	-	-	-
REVENUES						
-	-	-	Premium	-	-	-
2,000	-	2,000	Interest	12,031	-	12,031
-	-	-	Other Investment Income	-	-	-
2,000	-	2,000	TOTAL REVENUES	12,031	-	12,031
EXPENSES						
-	-	-	Medical Costs	-	-	-
-	-	-	IBNR and Paid Claims Adjustment	-	-	-
-	-	-	Total Medical Costs	-	-	-
2,000	-	2,000	GROSS MARGIN	12,031	-	12,031
Administrative						
-	-	-	Management Fee Expense and Other Admin Exp	-	-	-
-	-	-	Total Administrative Expenses	-	-	-
-	-	-	TOTAL EXPENSES	-	-	-
2,000	-	2,000	OPERATING INCOME (LOSS)	12,031	-	12,031
-	-	-	TOTAL NONOPERATING REVENUE (EXPENSES)	-	-	-
2,000	-	2,000	NET INCREASE (DECREASE) IN NET POSITION	12,031	-	12,031
0%	0%	0%	MEDICAL LOSS RATIO	0%	0%	0%
0%	0%	0%	ADMINISTRATIVE EXPENSE RATIO	0%	0%	0%

**KERN HEALTH SYSTEMS
MONTHLY MEMBERS COUNT**

KERN HEALTH SYSTEMS

		2023 MEMBER MONTHS	JAN'23	FEB'23	MAR'23	APR'23	MAY'23
MEDI-CAL							
ADULT AND FAMILY							
ADULT	324,831	58,409	65,757	66,276	66,418	67,971	
CHILD	734,041	149,881	145,505	145,753	146,329	146,573	
SUB-TOTAL ADULT & FAMILY	1,058,872	208,290	211,262	212,029	212,747	214,544	
OTHER MEMBERS							
PARTIAL DUALS - FAMILY	4,304	851	875	903	822	853	
PARTIAL DUALS - CHILD	0	0	0	0	0	0	
PARTIAL DUALS - BCCTP	52	6	10	10	10	16	
FULL DUALS (SPD)							
SPD FULL DUALS	93,741	9,649	20,632	21,019	21,092	21,349	
SUBTOTAL OTHER MEMBERS	98,097	10,506	21,517	21,932	21,924	22,218	
TOTAL FAMILY & OTHER	1,156,969	218,796	232,779	233,961	234,671	236,762	
SPD							
SPD (AGED AND DISABLED)	91,414	17,442	18,453	18,522	18,599	18,398	
MEDI-CAL EXPANSION							
ACA Expansion Adult-Citizen	483,282	94,512	96,241	96,427	97,590	98,512	
ACA Expansion Duals	8,541	1,637	1,613	1,703	1,746	1,842	
SUB-TOTAL MED-CAL EXPANSION	491,823	96,149	97,854	98,130	99,336	100,354	
LONG TERM CARE (LTC)							
LTC	128	27	-1	33	34	35	
LTC DUALS	1,475	0	380	364	365	366	
TOTAL LTC	1,603	27	379	397	399	401	
TOTAL KAISER	76,288	14,759	14,960	15,308	15,562	15,699	
TOTAL MEDI-CAL MEMBERS	1,818,097	347,173	364,425	366,318	368,567	371,614	



MEMORANDUM

TO: Kern Health Systems Finance Committee
FROM: Robert Landis, Chief Financial Officer
SUBJECT: June 2023 Operating Results
DATE: August 11, 2023

The June results reflect a \$15,399,196 Net Increase in Net Position which is a \$15,706,914 favorable variance to the budget. Listed below are the major variances for the month:

- 1) Total Revenues reflect a \$7.3 million favorable variance primarily due to:
 - A) \$2.4 million favorable variance primarily due to higher-than-expected budgeted Expansion membership.
 - B) \$2.7 million favorable variance primarily due from receiving a \$5.2 million payment under the Housing and Homeless Incentive Program and from \$1.8 million of unfavorable **timing differences** on waiting for DHCS approval to record revenue under the CalAim Incentive Payment Program and the Student Behavioral Health Incentive Program.
 - C) \$1.0 million favorable variance in Premium-Hospital Directed Payments primarily due to higher-than-expected budgeted membership offset amounts included in 2B below.
 - D) \$1.0 million favorable variance in Investment Earnings primarily due from higher than forecasted interest rates being earned on the investment portfolio.
- 2) Total Medical Costs reflect a \$8.7 million favorable variance primarily due to:
 - A) \$4.7 million favorable variance in Inpatient primarily due to lower-than-expected utilization over the last several months.
 - B) \$1.0 million unfavorable variance in Hospital Directed Payments primarily due to higher-than-expected budgeted membership offset amounts included in 1C above.
 - C) \$4.8 million favorable variance primarily from IBNR Adjustments relating to the prior year.

The June Medical Loss Ratio is 78.5% which is favorable to the 92.8 % budgeted amount. The June Administrative Expense Ratio is 6.7% which is favorable to the 6.9% budgeted amount.

The results for the 6 months ended June 30, 2023 reflect a Net Increase in Net Position of \$68,740,139. This is a \$72,427,709 favorable variance to budget and includes approximately \$22.2 million of favorable adjustments from the prior year. The year-to-date Medical Loss Ratio is 82.0% which is favorable to the 93.0% budgeted amount. The year-to-date Administrative Expense Ratio is 6.6% which is favorable to the 7.0% budgeted amount.

**Kern Health Systems
Financial Packet
June 2023**

KHS – Medi-Cal Line of Business

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KHS Group Health Plan – Healthy Families Line of Business

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KHS Administrative Analysis and Other Reporting

Monthly Member Count	Page 17
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KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF NET POSITION AS OF JUNE 30, 2023			
ASSETS	JUNE 2023	MAY 2023	INC(DEC)
CURRENT ASSETS:			
Cash and Cash Equivalents	\$ 144,791,409	\$ 149,446,874	\$ (4,655,465)
Short-Term Investments	313,233,927	309,357,810	3,876,117
Premiums Receivable - Net	93,407,862	96,442,410	(3,034,548)
Premiums Receivable - Hospital Direct Payments	422,726,244	400,522,455	22,203,789
Interest Receivable	434,749	336,015	98,734
Provider Advance Payment	806,231	869,559	(63,328)
Other Receivables	1,000,214	1,106,095	(105,881)
Prepaid Expenses & Other Current Assets	6,184,841	6,092,819	92,022
Total Current Assets	\$ 982,585,477	\$ 964,174,037	\$ 18,411,440
CAPITAL ASSETS - NET OF ACCUM DEP'RE:			
Land	4,090,706	4,090,706	-
Furniture and Equipment - Net	1,109,286	1,153,250	(43,964)
Computer Hardware and Software - Net	20,073,411	20,630,245	(556,834)
Building and Building Improvements - Net	33,556,253	33,633,059	(76,806)
Capital Projects in Progress	1,823,871	1,706,837	117,034
Total Capital Assets	\$ 60,653,527	\$ 61,214,097	\$ (560,570)
LONG TERM ASSETS:			
Restricted Investments	300,000	300,000	-
Officer Life Insurance Receivables	1,620,493	1,572,984	47,509
Total Long Term Assets	\$ 1,920,493	\$ 1,872,984	\$ 47,509
DEFERRED OUTFLOWS OF RESOURCES	\$ 8,154,860	\$ 8,154,860	\$ -
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 1,053,314,357	\$ 1,035,415,978	\$ 17,898,379
LIABILITIES AND NET POSITION			
CURRENT LIABILITIES:			
Accrued Salaries and Employee Benefits	\$ 5,088,702	\$ 4,768,379	320,323
Accrued Other Operating Expenses	4,035,010	3,646,344	388,666
Claims Payable (Reported)	21,044,410	15,234,137	5,810,273
IBNR - Inpatient Claims	55,073,052	64,079,235	(9,006,183)
IBNR - Physician Claims	19,235,635	18,275,049	960,586
IBNR - Accrued Other Medical	26,782,168	27,600,562	(818,394)
Risk Pool and Withholds Payable	5,508,970	4,975,098	533,872
Statutory Allowance for Claims Processing Expense	3,195,869	2,831,842	364,027
Other Liabilities	91,361,413	109,619,189	(18,257,776)
Accrued Hospital Directed Payments	422,543,901	400,340,112	22,203,789
Total Current Liabilities	\$ 653,869,130	\$ 651,369,947	\$ 2,499,183
NONCURRENT LIABILITIES:			
Net Pension Liability	11,718,206	11,718,206	-
TOTAL NONCURRENT LIABILITIES	\$ 11,718,206	\$ 11,718,206	\$ -
DEFERRED INFLOWS OF RESOURCES	\$ 230,571	\$ 230,571	\$ -
NET POSITION:			
Net Position - Beg. of Year	318,756,311	318,756,311	-
Increase (Decrease) in Net Position - Current Year	68,740,139	53,340,943	15,399,196
Total Net Position	\$ 387,496,450	\$ 372,097,254	\$ 15,399,196
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 1,053,314,357	\$ 1,035,415,978	\$ 17,898,379

CURRENT MONTH MEMBERS			KERN HEALTH SYSTEMS MEDI-CAL - ALL COA STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION FOR THE MONTH ENDED JUNE 30, 2023			YEAR-TO-DATE MEMBER MONTHS		
						ACTUAL	BUDGET	VARIANCE
215,886	215,000	886	Family Members	1,274,758	1,280,000	(5,242)		
101,498	94,500	6,998	Expansion Members	593,321	565,000	28,321		
18,680	18,000	680	SPD Members	110,094	107,000	3,094		
417	450	(33)	LTC Members	2,020	2,250	(230)		
21,387	23,700	(2,313)	Other Members	119,484	127,200	(7,716)		
15,881	14,000	1,881	Kaiser Members	92,169	84,000	8,169		
373,749	365,650	8,099	Total Members - MCAL	2,191,846	2,165,450	26,396		
			REVENUES					
45,303,824	43,462,506	1,841,318	Title XIX - Medicaid - Family and Other	251,737,961	255,338,760	(3,600,799)		
38,910,749	34,679,353	4,231,396	Title XIX - Medicaid - Expansion Members	221,537,125	207,344,955	14,192,170		
19,664,806	20,577,030	(912,224)	Title XIX - Medicaid - SPD Members	114,515,300	122,319,014	(7,803,714)		
3,130,269	3,192,840	(62,571)	Title XIX - Medicaid - LTC Members	15,109,106	15,964,200	(855,094)		
-	-	-	Premium - MCO Tax	-	-	-		
22,188,234	21,179,470	1,008,764	Premium - Hospital Directed Payments	130,264,483	126,311,937	3,952,546		
1,485,525	436,604	1,048,921	Investment Earnings And Other Income	7,629,808	2,573,896	5,055,912		
-	77,478	(77,478)	Reinsurance Recoveries	-	458,594	(458,594)		
15,555	-	15,555	Rate Adjustments - Hospital Directed Payments	(559,082)	-	(559,082)		
213,618	-	213,618	Rate/Income Adjustments	3,186,402	-	3,186,402		
130,912,580	123,605,281	7,307,299	TOTAL REVENUES	743,421,103	730,311,356	13,109,747		
			EXPENSES					
			Medical Costs:					
21,895,594	21,765,145	(130,449)	Physician Services	125,043,670	129,047,664	4,003,994		
6,838,173	6,992,064	153,891	Other Professional Services	36,177,280	41,643,444	5,466,164		
5,555,164	5,829,427	274,263	Emergency Room	30,978,308	34,554,468	3,576,160		
19,096,686	23,840,427	4,743,741	Inpatient	131,902,510	141,598,694	9,696,184		
96,097	77,478	(18,619)	Reinsurance Expense	652,340	458,594	(193,746)		
10,557,328	10,530,688	(26,640)	Outpatient Hospital	63,085,924	62,382,665	(703,259)		
25,626,415	25,494,099	(132,316)	Other Medical	132,306,969	148,943,337	16,636,368		
533,872	527,581	(6,291)	Pay for Performance Quality Incentive	3,146,596	3,123,403	(23,193)		
22,188,234	21,179,470	(1,008,764)	Hospital Directed Payments	130,264,483	126,311,937	(3,952,546)		
15,555	-	(15,555)	Hospital Directed Payment Adjustment	(1,342,807)	-	1,342,807		
3,040	-	(3,040)	Non-Claims Expense Adjustment	(2,320,965)	-	2,320,965		
(4,829,330)	-	4,829,330	IBNR, Incentive, Paid Claims Adjustment	(17,699,778)	-	17,699,778		
107,576,828	116,236,379	8,659,551	Total Medical Costs	632,194,530	688,064,206	55,869,676		
23,335,752	7,368,903	15,966,849	GROSS MARGIN	111,226,573	42,247,150	68,979,423		
			Administrative:					
3,620,970	4,034,841	413,871	Compensation	21,821,905	24,084,044	2,262,140		
1,863,224	1,690,082	(173,142)	Purchased Services	8,882,020	10,140,490	1,258,470		
30,404	227,316	196,912	Supplies	633,468	1,363,898	730,430		
685,551	649,950	(35,601)	Depreciation	4,097,451	3,249,748	(847,703)		
562,847	449,119	(113,728)	Other Administrative Expenses	3,048,595	3,344,661	296,066		
501,326	-	(501,326)	Administrative Expense Adjustment	1,833,743	-	(1,833,743)		
7,264,322	7,051,307	(213,015)	Total Administrative Expenses	40,317,182	42,182,841	1,865,659		
114,841,150	123,287,685	8,446,536	TOTAL EXPENSES	672,511,712	730,247,047	57,735,336		
16,071,430	317,596	15,753,834	OPERATING INCOME (LOSS) BEFORE TAX	70,909,391	64,309	70,845,083		
-	-	-	MCO TAX	-	-	-		
16,071,430	317,596	15,753,834	OPERATING INCOME (LOSS) NET OF TAX	70,909,391	64,309	70,845,083		
			NONOPERATING REVENUE (EXPENSE)					
-	-	-	Provider Grants/CalAIM/Home Health	(543)	-	(543)		
(672,234)	(625,313)	(46,921)	D-SNP Expenses	(2,168,709)	(3,751,878)	1,583,169		
(672,234)	(625,313)	(46,921)	TOTAL NONOPERATING REVENUE (EXPENSE)	(2,169,252)	(3,751,878)	1,582,626		
15,399,196	(307,717)	15,706,914	NET INCREASE (DECREASE) IN NET POSITION	68,740,139	(3,687,570)	72,427,709		
78.5%	92.8%	14.3%	MEDICAL LOSS RATIO	82.0%	93.0%	11.0%		
6.7%	6.9%	0.2%	ADMINISTRATIVE EXPENSE RATIO	6.6%	7.0%	0.4%		

CURRENT MONTH			STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION - PMPM FOR THE MONTH ENDED JUNE 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
ENROLLMENT						
215,886	215,000	886	Family Members	1,274,758	1,280,000	(5,242)
101,498	94,500	6,998	Expansion Members	593,321	565,000	28,321
18,680	18,000	680	SPD Members	110,094	107,000	3,094
417	450	(33)	LTC Members	2,020	2,250	(230)
21,387	23,700	(2,313)	Other Members	119,484	127,200	(7,716)
15,881	14,000	1,881	Kaiser Members	92,169	84,000	8,169
373,749	365,650	8,099	Total Members - MCAL	2,191,846	2,165,450	26,396
REVENUES						
190.94	182.08	8.86	Title XIX - Medicaid - Family and Other	180.56	181.45	(0.90)
383.36	366.98	16.39	Title XIX - Medicaid - Expansion Members	373.38	366.98	6.40
1,052.72	1,143.17	(90.45)	Title XIX - Medicaid - SPD Members	1,040.16	1,143.17	(103.01)
7,506.64	7,095.20	411.44	Title XIX - Medicaid - LTC Members	7,479.76	7,095.20	384.56
0.00	0.00	0.00	Premium - MCO Tax	0.00	0.00	0.00
62.00	60.23	1.77	Premium - Hospital Directed Payments	62.04	60.68	1.36
4.15	1.24	2.91	Investment Earnings And Other Income	3.63	1.24	2.40
0.00	0.22	(0.22)	Reinsurance Recoveries	0.00	0.22	(0.22)
0.04	0.00	0.04	Rate Adjustments - Hospital Directed Payments	(0.27)	0.00	(0.27)
0.60	0.00	0.60	Rate/Income Adjustments	1.52	0.00	1.52
365.81	351.50	14.31	TOTAL REVENUES	354.06	350.87	3.20
EXPENSES						
Medical Costs:						
61.18	61.89	0.71	Physician Services	59.55	62.00	2.45
19.11	19.88	0.78	Other Professional Services	17.23	20.01	2.78
15.52	16.58	1.05	Emergency Room	14.75	16.60	1.85
53.36	67.80	14.43	Inpatient	62.82	68.03	5.21
0.27	0.22	(0.05)	Reinsurance Expense	0.31	0.22	(0.09)
29.50	29.95	0.45	Outpatient Hospital	30.05	29.97	(0.07)
71.61	72.50	0.89	Other Medical	63.01	71.56	8.54
1.49	1.50	0.01	Pay for Performance Quality Incentive	1.50	1.50	0.00
62.00	60.23	(1.77)	Hospital Directed Payments	62.04	60.68	(1.36)
0.04	0.00	(0.04)	Hospital Directed Payment Adjustment	(0.64)	0.00	0.64
0.01	0.00	(0.01)	Non-Claims Expense Adjustment	(1.11)	0.00	1.11
(13.49)	0.00	13.49	IBNR, Incentive, Paid Claims Adjustment	(8.43)	0.00	8.43
300.60	330.55	29.94	Total Medical Costs	301.09	330.57	29.48
65.21	20.96	44.25	GROSS MARGIN	52.97	20.30	32.68
Administrative:						
10.12	11.47	1.36	Compensation	10.39	11.57	1.18
5.21	4.81	(0.40)	Purchased Services	4.23	4.87	0.64
0.08	0.65	0.56	Supplies	0.30	0.66	0.35
1.92	1.85	(0.07)	Depreciation	1.95	1.56	(0.39)
1.57	1.28	(0.30)	Other Administrative Expenses	1.45	1.61	0.15
1.40	0.00	(1.40)	Administrative Expense Adjustment	0.87	0.00	(0.87)
20.30	20.05	(0.25)	Total Administrative Expenses	19.20	20.27	1.06
320.90	350.60	29.69	TOTAL EXPENSES	320.29	350.84	30.54
44.91	0.90	44.01	OPERATING INCOME (LOSS) BEFORE TAX	33.77	0.03	33.74
0.00	0.00	0.00	MCO TAX	0.00	0.00	0.00
44.91	0.90	44.01	OPERATING INCOME (LOSS) NET OF TAX	33.77	0.03	33.74
NONOPERATING REVENUE (EXPENSE)						
0.00	0.00	0.00	Gain on Sale of Assets	0.00	0.00	0.00
0.00	0.00	0.00	Reserve Fund Projects/Community Grants	(0.00)	0.00	(0.00)
(1.88)	(1.78)	(0.10)	Health Home	(1.03)	(1.80)	0.77
(1.88)	(1.78)	(0.10)	TOTAL NONOPERATING REVENUE (EXPENSE)	(1.03)	(1.80)	0.77
43.03	(0.88)	43.91	NET INCREASE (DECREASE) IN NET POSITION	32.74	(1.77)	34.51
78.5%	92.8%	14.3%	MEDICAL LOSS RATIO	82.0%	93.0%	11.0%
6.7%	6.9%	0.2%	ADMINISTRATIVE EXPENSE RATIO	6.6%	7.0%	0.4%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - ROLLING 13 MONTHS THROUGH JUNE 30, 2023	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
	2022	2022	2022	2022	2022	2022	2022
ENROLLMENT							
Members - MCAL	319,333	323,572	324,961	325,920	329,121	331,947	336,514
REVENUES							
Title XIX - Medicaid - Family and Other	37,731,384	37,514,641	37,941,354	37,957,277	37,949,223	39,648,035	34,345,215
Title XIX - Medicaid - Expansion Members	30,533,210	30,993,375	31,238,545	31,275,148	31,549,369	32,934,833	30,862,645
Title XIX - Medicaid - SPD Members	15,402,431	15,833,803	15,065,828	15,760,220	15,913,345	15,878,315	15,500,822
Title XIX - Medicaid - LTC Members	-	-	-	-	-	-	-
Premium - MCO Tax	9,910,584	10,883,460	10,883,459	10,883,460	10,883,459	10,883,460	10,883,460
Premium - Hospital Directed Payments	18,280,365	18,674,627	18,595,974	18,857,014	18,961,885	19,322,384	27,573,903
Investment Earnings And Other Income	(633,952)	1,002,315	(121,473)	353,347	179,268	888,027	714,738
Reinsurance Recoveries	-	-	-	-	-	-	152,481
Rate Adjustments - Hospital Directed Payments	5,129	9,235	(4,343)	(4,606,563)	9,926	(5,267)	12,446,127
Rate/Income Adjustments	(364,397)	350,036	245,168	203,911	124,448	1,298,007	333,950
TOTAL REVENUES	110,864,754	115,261,492	113,844,512	110,683,814	115,570,923	120,847,794	132,813,341
EXPENSES							
Medical Costs:							
Physician Services	18,921,901	18,984,281	18,198,409	18,622,853	18,169,774	18,483,343	16,678,607
Other Professional Services	5,112,961	5,137,341	5,208,793	5,024,917	5,041,998	5,432,710	6,175,363
Emergency Room	3,167,228	4,764,039	4,661,044	4,773,821	4,790,820	5,682,299	5,082,054
Inpatient	19,551,774	22,935,749	20,834,103	22,797,560	22,462,437	18,414,421	12,591,938
Reinsurance Expense	57,216	(33,668)	(25,136)	142,533	58,493	58,838	59,818
Outpatient Hospital	9,196,013	10,013,268	9,928,749	9,352,210	9,319,855	8,727,267	9,093,742
Other Medical	15,522,071	15,416,935	15,241,576	15,744,662	16,418,094	16,382,849	6,543,097
Pay for Performance Quality Incentive	478,060	485,358	485,358	490,964	493,681	493,681	504,771
Hospital Directed Payments	18,280,365	18,674,627	18,595,974	18,857,014	18,961,885	19,322,384	27,573,903
Hospital Directed Payment Adjustment	5,129	9,235	(4,343)	(4,064,727)	9,926	(5,266)	12,446,126
Non-Claims Expense Adjustment	29,799	17,040	5,019	9,821	(248,768)	4,018	(1,071,264)
IBNR, Incentive, Paid Claims Adjustment	(4,072,490)	(238,100)	487,881	(789,121)	(435,695)	(436,641)	(6,704,318)
Total Medical Costs	86,250,027	96,166,105	93,617,427	90,962,507	95,042,500	92,559,903	88,973,837
GROSS MARGIN	24,614,727	19,095,387	20,227,085	19,721,307	20,528,423	28,287,891	43,839,504
Administrative:							
Compensation	2,980,813	3,307,910	3,148,970	3,213,222	3,387,496	3,241,130	4,707,264
Purchased Services	850,526	1,078,360	1,144,312	997,356	1,009,393	1,034,408	1,262,419
Supplies	66,970	74,368	117,566	85,530	66,157	258,430	220,189
Depreciation	626,073	576,074	583,814	583,673	584,905	622,602	627,772
Other Administrative Expenses	329,335	414,331	315,625	298,240	304,229	320,234	966,290
Administrative Expense Adjustment	811,890	425,467	300,000	420,793	299,429	299,689	508,526
Total Administrative Expenses	5,665,607	5,876,510	5,610,287	5,598,814	5,651,609	5,776,493	8,292,460
TOTAL EXPENSES	91,915,634	102,042,615	99,227,714	96,561,321	100,694,109	98,336,396	97,266,297
OPERATING INCOME (LOSS) BEFORE TAX	18,949,120	13,218,877	14,616,798	14,122,493	14,876,814	22,511,398	35,547,044
MCO TAX	9,894,051	10,883,459	10,883,460	10,883,459	10,883,460	10,883,460	10,883,459
OPERATING INCOME (LOSS) NET OF TAX	9,055,069	2,335,418	3,733,338	3,239,034	3,993,354	11,627,938	24,663,585
TOTAL NONOPERATING REVENUE (EXPENSE)	(1,996,822)	(3,380)	57,925	(27,966)	(5,428)	4,000	(34,557)
NET INCREASE (DECREASE) IN NET POSITION	7,058,247	2,332,038	3,791,263	3,211,068	3,987,926	11,631,938	24,629,028
MEDICAL LOSS RATIO	82.2%	90.4%	88.9%	89.0%	88.7%	80.8%	59.8%
ADMINISTRATIVE EXPENSE RATIO	6.9%	6.9%	6.6%	6.5%	6.6%	6.4%	10.1%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - ROLLING 13 MONTHS THROUGH JUNE 30, 2023	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	13 MONTH
	2023	2023	2023	2023	2023	2023	TOTAL
ENROLLMENT							
Members - MCAL	332,414	349,465	351,010	353,005	355,915	357,868	4,391,045
REVENUES							
Title XIX - Medicaid - Family and Other	38,355,206	40,922,562	41,044,003	41,661,492	44,450,874	45,303,824	514,825,090
Title XIX - Medicaid - Expansion Members	35,864,920	36,154,732	35,902,983	36,465,640	38,238,101	38,910,749	440,924,250
Title XIX - Medicaid - SPD Members	18,119,057	19,012,691	19,068,659	19,567,025	19,083,062	19,664,806	223,870,064
Title XIX - Medicaid - LTC Members	201,227	2,814,382	2,968,601	2,968,602	3,026,025	3,130,269	15,109,106
Premium - MCO Tax	-	-	-	-	-	-	75,211,342
Premium - Hospital Directed Payments	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771	22,188,234	270,530,635
Investment Earnings And Other Income	1,400,146	440,597	2,337,674	1,314,336	651,530	1,485,525	10,012,078
Reinsurance Recoveries	-	-	-	-	-	-	152,481
Rate Adjustments - Hospital Directed Payments	(684,297)	33,520	32,816	37,815	5,509	15,555	7,295,162
Rate/Income Adjustments	(968,410)	350,076	1,115,116	978,086	1,497,916	213,618	5,377,525
TOTAL REVENUES	113,497,522	121,244,507	124,079,553	124,941,153	128,745,788	130,912,580	1,563,307,733
EXPENSES							
Medical Costs:							
Physician Services	20,302,072	19,187,941	20,648,045	21,262,722	21,747,296	21,895,594	253,102,838
Other Professional Services	5,493,905	5,413,638	6,067,168	5,720,799	6,643,597	6,838,173	73,311,363
Emergency Room	5,195,994	4,633,288	5,199,635	5,262,548	5,131,679	5,555,164	63,899,613
Inpatient	22,641,712	21,804,027	22,997,133	23,980,922	21,382,030	19,096,686	271,490,492
Reinsurance Expense	90,859	180,937	94,363	94,773	95,311	96,097	970,434
Outpatient Hospital	9,616,781	9,652,797	11,362,056	10,886,974	11,009,988	10,557,328	128,717,028
Other Medical	15,528,820	23,011,370	23,040,484	22,948,410	22,151,470	25,626,415	233,576,253
Pay for Performance Quality Incentive	498,590	524,238	526,516	529,507	533,873	533,872	6,578,469
Hospital Directed Payments	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771	22,188,234	270,530,635
Hospital Directed Payment Adjustment	(684,297)	33,520	(869,333)	37,816	123,932	15,555	7,053,273
Non-Claims Expense Adjustment	(128,832)	3,429	72,961	177,517	(2,449,080)	3,040	(3,575,300)
IBNR, Incentive, Paid Claims Adjustment	9,076	32,166	(4,009,312)	(4,430,362)	(4,472,016)	(4,829,330)	(29,888,262)
Total Medical Costs	99,774,353	105,993,298	106,739,417	108,419,783	103,690,851	107,576,828	1,275,766,836
GROSS MARGIN	13,723,169	15,251,209	17,340,136	16,521,370	25,054,937	23,335,752	287,540,897
Administrative:							
Compensation	3,547,045	3,492,028	3,754,627	3,614,954	3,792,281	3,620,970	45,808,710
Purchased Services	939,926	1,549,694	1,516,766	1,481,551	1,530,859	1,863,224	16,258,794
Supplies	87,606	161,043	106,568	113,296	134,551	30,404	1,522,678
Depreciation	680,616	679,350	682,158	684,369	685,407	685,551	8,302,364
Other Administrative Expenses	660,263	384,578	557,118	442,055	441,734	562,847	5,996,879
Administrative Expense Adjustment	109,675	301,496	320,296	300,000	300,950	501,326	4,899,537
Total Administrative Expenses	6,025,131	6,568,189	6,937,533	6,636,225	6,885,782	7,264,322	82,788,962
TOTAL EXPENSES	105,799,484	112,561,487	113,676,950	115,056,008	110,576,633	114,841,150	1,358,555,798
OPERATING INCOME (LOSS) BEFORE TAX	7,698,038	8,683,020	10,402,603	9,885,145	18,169,155	16,071,430	204,751,935
MCO TAX	-	-	-	-	-	-	75,194,808
OPERATING INCOME (LOSS) NET OF TAX	7,698,038	8,683,020	10,402,603	9,885,145	18,169,155	16,071,430	129,557,127
TOTAL NONOPERATING REVENUE (EXPENSE)	(60,423)	(153,079)	(672,750)	(310,622)	(300,144)	(672,234)	(4,175,480)
NET INCREASE (DECREASE) IN NET POSITION	7,637,615	8,529,941	9,729,853	9,574,523	17,869,011	15,399,196	125,381,647
MEDICAL LOSS RATIO	85.2%	84.7%	84.0%	84.0%	76.5%	78.5%	82.5%
ADMINISTRATIVE EXPENSE RATIO	6.5%	6.6%	6.8%	6.4%	6.4%	6.7%	6.8%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - PMPM ROLLING 13 MONTHS THROUGH JUNE 30, 2023	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
	2022	2022	2022	2022	2022	2022	2022
ENROLLMENT							
Members - MCAL	319,333	323,572	324,961	325,920	329,121	331,947	336,514
REVENUES							
Title XIX - Medicaid - Family and Other	176.65	173.99	175.92	175.56	174.37	180.89	156.69
Title XIX - Medicaid - Expansion Members	343.27	340.07	338.95	338.39	334.55	344.93	323.22
Title XIX - Medicaid - SPD Members	917.14	941.54	880.12	911.57	926.33	919.20	897.35
Title XIX - Medicaid - LTC Members	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Premium - MCO Tax	31.04	33.64	33.49	33.39	33.07	32.79	32.34
Premium - Hospital Directed Payments	57.25	57.71	57.23	57.86	57.61	58.21	81.94
Investment Earnings And Other Income	(1.99)	3.10	(0.37)	1.08	0.54	2.68	2.12
Reinsurance Recoveries	0.00	0.00	0.00	0.00	0.00	0.00	0.45
Rate Adjustments - Hospital Directed Payments	0.02	0.03	(0.01)	(14.13)	0.03	(0.02)	36.99
Rate/Income Adjustments	(1.14)	1.08	0.75	0.63	0.38	3.91	0.99
TOTAL REVENUES	347.18	356.22	350.33	339.60	351.15	364.06	394.67
EXPENSES							
Medical Costs:							
Physician Services	59.25	58.67	56.00	57.14	55.21	55.68	49.56
Other Professional Services	16.01	15.88	16.03	15.42	15.32	16.37	18.35
Emergency Room	9.92	14.72	14.34	14.65	14.56	17.12	15.10
Inpatient	61.23	70.88	64.11	69.95	68.25	55.47	37.42
Reinsurance Expense	0.18	(0.10)	(0.08)	0.44	0.18	0.18	0.18
Outpatient Hospital	28.80	30.95	30.55	28.69	28.32	26.29	27.02
Other Medical	48.61	47.65	46.90	48.31	49.88	49.35	19.44
Pay for Performance Quality Incentive	1.50	1.50	1.49	1.51	1.50	1.49	1.50
Hospital Directed Payments	57.25	57.71	57.23	57.86	57.61	58.21	81.94
Hospital Directed Payment Adjustment	0.02	0.03	(0.01)	(12.47)	0.03	(0.02)	36.99
Non-Claims Expense Adjustment	0.09	0.05	0.02	0.03	(0.76)	0.01	(3.18)
IBNR, Incentive, Paid Claims Adjustment	(12.75)	(0.74)	1.50	(2.42)	(1.32)	(1.32)	(19.92)
Total Medical Costs	270.09	297.20	288.09	279.09	288.78	278.84	268.04
GROSS MARGIN	77.08	59.01	62.24	60.51	62.37	85.22	126.64
Administrative:							
Compensation	9.33	10.22	9.69	9.86	10.29	9.76	13.99
Purchased Services	2.66	3.33	3.52	3.06	3.07	3.12	3.75
Supplies	0.21	0.23	0.36	0.26	0.20	0.78	0.65
Depreciation	1.96	1.78	1.80	1.79	1.78	1.88	1.87
Other Administrative Expenses	1.03	1.28	0.97	0.92	0.92	0.96	2.87
Administrative Expense Adjustment	2.54	1.31	0.92	1.29	0.91	0.90	1.51
Total Administrative Expenses	17.74	18.16	17.26	17.18	17.17	17.40	24.64
TOTAL EXPENSES	287.84	315.36	305.35	296.27	305.95	296.24	292.68
OPERATING INCOME (LOSS) BEFORE TAX	59.34	40.85	44.98	43.33	45.20	67.82	102.00
MCO TAX	30.98	33.64	33.49	33.39	33.07	32.79	32.34
OPERATING INCOME (LOSS) NET OF TAX	28.36	7.22	11.49	9.94	12.13	35.03	69.65
TOTAL NONOPERATING REVENUE (EXPENSE)	(6.25)	(0.01)	0.18	(0.09)	(0.02)	0.01	(0.10)
NET INCREASE (DECREASE) IN NET POSITION	22.10	7.21	11.67	9.85	12.12	35.04	69.55
MEDICAL LOSS RATIO	82.2%	90.4%	88.9%	89.0%	88.7%	80.8%	61.3%
ADMINISTRATIVE EXPENSE RATIO	6.9%	6.9%	6.6%	6.5%	6.6%	6.4%	10.1%

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - PMPM ROLLING 13 MONTHS THROUGH JUNE 30, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	JUNE 2023	13 MONTH TOTAL
ENROLLMENT							
Members - MCAL	332,414	349,465	351,010	353,005	355,915	357,868	4,391,045
REVENUES							
Title XIX - Medicaid - Family and Other	175.30	175.80	175.43	177.53	187.74	190.94	176.65
Title XIX - Medicaid - Expansion Members	373.01	369.48	365.87	367.09	381.03	383.36	354.49
Title XIX - Medicaid - SPD Members	1,038.82	1,030.33	1,029.51	1,052.05	1,037.24	1,052.72	973.96
Title XIX - Medicaid - LTC Members	7,452.85	7,425.81	7,477.58	7,440.11	7,546.20	7,506.64	7,479.76
Premium - MCO Tax	0.00	0.00	0.00	0.00	0.00	0.00	17.13
Premium - Hospital Directed Payments	63.80	61.57	61.56	62.18	61.23	62.00	61.61
Investment Earnings And Other Income	4.21	1.26	6.66	3.72	1.83	4.15	2.28
Reinsurance Recoveries	0.00	0.00	0.00	0.00	0.00	0.00	0.03
Rate Adjustments - Hospital Directed Payments	(2.06)	0.10	0.09	0.11	0.02	0.04	1.66
Rate/Income Adjustments	(2.91)	1.00	3.18	2.77	4.21	0.60	1.22
TOTAL REVENUES	341.43	346.94	353.49	353.94	361.73	365.81	356.02
EXPENSES							
Medical Costs:							
Physician Services	61.07	54.91	58.82	60.23	61.10	61.18	57.64
Other Professional Services	16.53	15.49	17.28	16.21	18.67	19.11	16.70
Emergency Room	15.63	13.26	14.81	14.91	14.42	15.52	14.55
Inpatient	68.11	62.39	65.52	67.93	60.08	53.36	61.83
Reinsurance Expense	0.27	0.52	0.27	0.27	0.27	0.27	0.22
Outpatient Hospital	28.93	27.62	32.37	30.84	30.93	29.50	29.31
Other Medical	46.72	65.85	65.64	65.01	62.24	71.61	53.19
Pay for Performance Quality Incentive	1.50	1.50	1.50	1.50	1.50	1.49	1.50
Hospital Directed Payments	63.80	61.57	61.56	62.18	61.23	62.00	61.61
Hospital Directed Payment Adjustment	(2.06)	0.10	(2.48)	0.11	0.35	0.04	1.61
Non-Claims Expense Adjustment	(0.39)	0.01	0.21	0.50	(6.88)	0.01	(0.81)
IBNR, Incentive, Paid Claims Adjustment	0.03	0.09	(11.42)	(12.55)	(12.56)	(13.49)	(6.81)
Total Medical Costs	300.15	303.30	304.09	307.13	291.34	300.60	290.54
GROSS MARGIN	41.28	43.64	49.40	46.80	70.40	65.21	65.48
Administrative:							
Compensation	10.67	9.99	10.70	10.24	10.66	10.12	10.43
Purchased Services	2.83	4.43	4.32	4.20	4.30	5.21	3.70
Supplies	0.26	0.46	0.30	0.32	0.38	0.08	0.35
Depreciation	2.05	1.94	1.94	1.94	1.93	1.92	1.89
Other Administrative Expenses	1.99	1.10	1.59	1.25	1.24	1.57	1.37
Administrative Expense Adjustment	0.33	0.86	0.91	0.85	0.85	1.40	1.12
Total Administrative Expenses	18.13	18.79	19.76	18.80	19.35	20.30	18.85
TOTAL EXPENSES	318.28	322.10	323.86	325.93	310.68	320.90	309.39
OPERATING INCOME (LOSS) BEFORE TAX	23.16	24.85	29.64	28.00	51.05	44.91	46.63
MCO TAX	0.00	0.00	0.00	0.00	0.00	0.00	17.12
OPERATING INCOME (LOSS) NET OF TAX	23.16	24.85	29.64	28.00	51.05	44.91	29.50
TOTAL NONOPERATING REVENUE (EXPENSE)	(0.18)	(0.44)	(1.92)	(0.88)	(0.84)	(1.88)	(0.95)
NET INCREASE (DECREASE) IN NET POSITION	22.98	24.41	27.72	27.12	50.21	43.03	28.55
MEDICAL LOSS RATIO	85.2%	84.7%	84.0%	84.0%	76.5%	78.5%	82.5%
ADMINISTRATIVE EXPENSE RATIO	6.5%	6.6%	6.8%	6.4%	6.4%	6.7%	6.8%

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF REVENUES - ALL COA FOR THE MONTH ENDED JUNE 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
REVENUES						
Title XIX - Medicaid - Family & Other						
34,614,362	34,697,555	(83,193)	Premium - Medi-Cal	201,200,185	203,218,759	(2,018,574)
2,362,355	2,782,482	(420,127)	Premium - Maternity Kick	15,099,309	16,694,892	(1,595,583)
677,514	690,763	(13,249)	Premium - Enhanced Care Management	3,865,594	3,963,540	(97,946)
216,614	156,825	59,789	Premium - Major Organ Transplant	1,249,837	925,507	324,330
-	534,868	(534,868)	Premium - Cal AIM	-	3,090,565	(3,090,565)
3,654,684	3,693,774	(39,090)	Premium - Provider Enhancement	21,564,176	22,018,253	(454,077)
171,181	189,026	(17,845)	Premium - Ground Emergency Medical Transportation	1,002,909	1,126,130	(123,221)
-	245,400	(245,400)	Premium - Student Behavioral Health Incentive	3,571,473	1,472,400	2,099,073
3,487,489	352,514	3,134,975	Premium - Housing and Homelessness Incentive	3,487,489	2,115,084	1,372,405
119,625	119,300	325	Other	696,989	713,630	(16,641)
45,303,824	43,462,506	1,841,318	Total Title XIX - Medicaid - Family & Other	251,737,961	255,338,759	(3,600,798)
Title XIX - Medicaid - Expansion Members						
33,459,623	30,521,405	2,938,219	Premium - Medi-Cal	196,459,560	182,480,749	13,978,812
789,658	236,486	553,172	Premium - Maternity Kick	3,385,000	1,418,915	1,966,085
823,255	956,970	(133,715)	Premium - Enhanced Care Management	4,827,899	5,721,240	(893,341)
338,100	239,010	99,090	Premium - Major Organ Transplant	1,986,452	1,428,920	557,532
-	424,746	(424,746)	Premium - Cal AIM	-	2,529,385	(2,529,385)
1,742,196	1,583,365	158,831	Premium - Provider Enhancement	10,244,141	9,466,680	777,461
243,034	206,571	36,463	Premium - Ground Emergency Medical Transportation	1,428,865	1,234,986	193,879
-	195,905	(195,905)	Premium - Student Behavioral Health Incentive	1,511,801	1,175,430	336,371
1,478,208	281,415	1,196,793	Premium - Housing and Homelessness Incentive	1,478,208	1,688,490	(210,282)
36,675	33,480	3,195	Other	215,199	200,160	15,039
38,910,749	34,679,353	4,231,396	Total Title XIX - Medicaid - Expansion Members	221,537,125	207,344,955	14,192,170
Title XIX - Medicaid - SPD Members						
18,042,776	18,735,840	(693,064)	Premium - Medi-Cal	106,022,174	111,374,161	(5,351,987)
427,110	514,620	(87,510)	Premium - Enhanced Care Management	2,509,982	3,059,130	(549,148)
249,330	163,620	85,710	Premium - Major Organ Transplant	1,465,095	972,630	492,465
-	260,625	(260,625)	Premium - Cal AIM	-	1,533,051	(1,533,051)
529,638	466,188	63,450	Premium - Provider Enhancement	3,112,233	2,771,229	341,004
144,951	144,180	771	Premium - Ground Emergency Medical Transportation	851,756	857,070	(5,314)
-	119,827	(119,827)	Premium - Student Behavioral Health Incentive	283,059	718,962	(435,903)
271,001	172,130	98,871	Premium - Housing and Homelessness Incentive	271,001	1,032,780	(761,779)
19,664,806	20,577,030	(912,224)	Total Title XIX - Medicaid - SPD Members	114,515,300	122,319,013	(7,803,713)
Title XIX - Medicaid - LTC Members						
3,102,716	3,167,252	(64,536)	Premium - Medi-Cal	14,993,213	15,836,260	(843,047)
9,442	10,190	(748)	Premium - Enhanced Care Management	45,512	50,950	(5,438)
11,333	15,055	(3,722)	Premium - Major Organ Transplant	54,481	75,275	(20,794)
-	-	-	Premium - Cal AIM	-	-	-
198	343	(145)	Premium - Provider Enhancement	883	1,715	(832)
673	-	673	Premium - Ground Emergency Medical Transportation	3,038	-	3,038
-	-	-	Premium - Student Behavioral Health Incentive	6,072	-	6,072
5,907	-	5,907	Premium - Housing and Homelessness Incentive	5,907	-	5,907
3,130,269	3,192,840	(62,571)	Total Title XIX - Medicaid - LTC Members	15,109,106	15,964,200	(855,094)

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS - ALL COA FOR THE MONTH ENDED JUNE 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
			PHYSICIAN SERVICES			
4,419,579	4,485,339	65,760	Primary Care Physician Services	24,746,654	26,550,646	1,803,992
15,425,047	14,694,305	(730,742)	Referral Specialty Services	87,896,474	87,192,656	(703,818)
2,041,968	2,576,500	534,532	Urgent Care & After Hours Advise	12,346,242	15,250,061	2,903,819
9,000	9,000	-	Hospital Admitting Team	54,300	54,300	-
21,895,594	21,765,145	(130,449)	TOTAL PHYSICIAN SERVICES	125,043,670	129,047,664	4,003,994
			OTHER PROFESSIONAL SERVICES			
355,915	360,111	4,196	Vision Service Capitation	2,080,181	2,131,526	51,345
2,418,747	2,804,617	385,870	Medical Departments - UM Allocation *	12,708,460	16,827,700	4,119,240
2,090,128	1,473,049	(617,079)	Behavior Health Treatment	10,372,727	8,714,383	(1,658,344)
258,806	440,504	181,698	Mental Health Services	1,616,836	2,610,371	993,535
1,714,577	1,913,784	199,207	Other Professional Services	9,399,076	11,359,465	1,960,389
6,838,173	6,992,064	153,891	TOTAL OTHER PROFESSIONAL SERVICES	36,177,280	41,643,444	5,466,164
			EMERGENCY ROOM			
5,555,164	5,829,427	274,263		30,978,308	34,554,468	3,576,160
			INPATIENT HOSPITAL			
19,096,686	23,840,427	4,743,741		131,902,510	141,598,694	9,696,184
			REINSURANCE EXPENSE PREMIUM			
96,097	77,478	(18,619)		652,340	458,594	(193,746)
			OUTPATIENT HOSPITAL SERVICES			
10,557,328	10,530,688	(26,640)		63,085,924	62,382,665	(703,259)
			OTHER MEDICAL			
2,412,744	1,670,763	(741,981)	Ambulance and NEMT	12,584,489	9,898,393	(2,686,096)
374,989	1,016,626	641,637	Home Health Services & CBAS	4,149,890	6,034,033	1,884,143
1,393,601	1,592,010	198,409	Utilization and Quality Review Expenses	5,822,290	9,552,058	3,729,768
8,480,647	9,135,259	654,612	Long Term/SNF/Hospice	42,759,233	51,936,069	9,176,836
5,630,380	5,421,548	(208,832)	Provider Enhancement Expense - Prop. 56	33,175,361	32,096,097	(1,079,264)
502,239	512,788	10,549	Provider Enhancement Expense - GEMT	3,049,795	3,057,276	7,481
2,586,249	2,063,915	(522,334)	Enhanced Care Management	11,210,788	12,155,115	944,327
774,606	545,785	(228,822)	Major Organ Transplant	4,518,070	3,232,215	(1,285,855)
2,195,256	2,458,058	262,802	Cal AIM Incentive Programs	7,551,037	14,588,341	7,037,304
1,275,704	1,077,347	(198,357)	DME/Rebates	7,486,016	6,393,741	(1,092,275)
25,626,415	25,494,099	(132,316)	TOTAL OTHER MEDICAL	132,306,969	148,943,337	16,636,368
			PAY FOR PERFORMANCE QUALITY INCENTIVE			
533,872	527,581	(6,291)		3,146,596	3,123,403	(23,193)
			HOSPITAL DIRECTED PAYMENTS			
22,188,234	21,179,470	(1,008,764)		130,264,483	126,311,937	(3,952,546)
			HOSPITAL DIRECTED PAYMENT ADJUSTMENT			
15,555	-	(15,555)		(1,342,807)	-	1,342,807
			NON-CLAIMS EXPENSE ADJUSTMENT			
3,040	-	(3,040)		(2,320,965)	-	2,320,965
			IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT			
(4,829,330)	-	4,829,330		(17,699,778)	-	17,699,778
107,576,828	116,236,379	8,659,551	Total Medical Costs	632,194,530	688,064,206	55,869,676

* Medical costs per DMHC regulations

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS - ALL COA - PMPM FOR THE MONTH ENDED JUNE 30, 2023			YEAR-TO-DATE		
						ACTUAL	BUDGET	VARIANCE
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE		
			PHYSICIAN SERVICES					
12.35	12.76	0.41	Primary Care Physician Services	11.79	12.76	0.97		
43.10	41.79	(1.32)	Referral Specialty Services	41.86	41.89	0.03		
5.71	7.33	1.62	Urgent Care & After Hours Advise	5.88	7.33	1.45		
0.03	0.03	0.00	Hospital Admitting Team	0.03	0.03	0.00		
61.18	61.89	0.71	TOTAL PHYSICIAN SERVICES	59.55	62.00	2.45		
			OTHER PROFESSIONAL SERVICES					
0.99	1.02	0.03	Vision Service Capitation	0.99	1.02	0.03		
6.76	7.98	1.22	Medical Departments - UM Allocation *	6.05	8.08	2.03		
5.84	4.19	(1.65)	Behavior Health Treatment	4.94	4.19	(0.75)		
0.72	1.25	0.53	Mental Health Services	0.77	1.25	0.48		
4.79	5.44	0.65	Other Professional Services	4.48	5.46	0.98		
19.11	19.88	0.78	TOTAL OTHER PROFESSIONAL SERVICES	17.23	20.01	2.78		
15.52	16.58	1.05	EMERGENCY ROOM	14.75	16.60	1.85		
53.36	67.80	14.43	INPATIENT HOSPITAL	62.82	68.03	5.21		
0.27	0.22	(0.05)	REINSURANCE EXPENSE PREMIUM	0.31	0.22	(0.09)		
29.50	29.95	0.45	OUTPATIENT HOSPITAL SERVICES	30.05	29.97	(0.07)		
			OTHER MEDICAL					
6.74	4.75	(1.99)	Ambulance and NEMT	5.99	4.76	(1.24)		
1.05	2.89	1.84	Home Health Services & CBAS	1.98	2.90	0.92		
3.89	4.53	0.63	Utilization and Quality Review Expenses	2.77	4.59	1.82		
23.70	25.98	2.28	Long Term/SNF/Hospice	20.36	24.95	4.59		
15.73	15.42	(0.32)	Provider Enhancement Expense - Prop. 56	15.80	15.42	(0.38)		
1.40	1.46	0.05	Provider Enhancement Expense - GEMT	1.45	1.47	0.02		
7.23	5.87	(1.36)	Enhanced Care Management	5.34	5.84	0.50		
2.16	1.55	(0.61)	Major Organ Transplant	2.15	1.55	(0.60)		
6.13	6.99	0.86	Cal AIM Incentive Programs	3.60	7.01	3.41		
3.56	3.06	(0.50)	DME	3.57	3.07	(0.49)		
71.61	72.50	0.89	TOTAL OTHER MEDICAL	63.01	71.56	8.54		
1.49	1.50	0.01	PAY FOR PERFORMANCE QUALITY INCENTIVE	1.50	1.50	0.00		
62.00	60.23	(1.77)	HOSPITAL DIRECTED PAYMENTS	62.04	60.68	(1.36)		
0.04	0.00	(0.04)	HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(0.64)	0.00	0.64		
0.01	0.00	(0.01)	NON-CLAIMS EXPENSE ADJUSTMENT	(1.11)	0.00	1.11		
(13.49)	0.00	13.49	IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	(8.43)	0.00	8.43		
300.60	330.55	29.94	Total Medical Costs	301.09	330.57	29.48		

* Medical costs per DMHC regulations

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH THROUGH JUNE 30, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	JUNE 2023	YEAR TO DATE 2023
PHYSICIAN SERVICES							
Primary Care Physician Services	4,153,283	3,799,063	3,973,992	4,241,474	4,159,263	4,419,579	24,746,654
Referral Specialty Services	14,090,583	13,535,172	14,603,368	14,737,274	15,505,030	15,425,047	87,896,474
Urgent Care & After Hours Advise	2,048,906	1,845,306	2,061,385	2,274,974	2,073,703	2,041,968	12,346,242
Hospital Admitting Team	9,300	8,400	9,300	9,000	9,300	9,000	54,300
TOTAL PHYSICIAN SERVICES	20,302,072	19,187,941	20,648,045	21,262,722	21,747,296	21,895,594	125,043,670
OTHER PROFESSIONAL SERVICES							
Vision Service Capitation	332,837	342,049	345,365	351,010	353,005	355,915	2,080,181
Medical Departments - UM Allocation *	2,029,340	1,998,969	2,193,964	1,979,088	2,418,747	2,418,747	12,708,460
Behavior Health Treatment	1,234,423	1,340,804	1,751,711	1,545,908	2,409,753	2,090,128	10,372,727
Mental Health Services	378,598	277,029	277,573	229,037	195,793	258,806	1,616,836
Other Professional Services	1,518,707	1,454,787	1,498,555	1,615,756	1,596,694	1,714,577	9,399,076
TOTAL OTHER PROFESSIONAL SERVICES	5,493,905	5,413,638	6,067,168	5,720,799	6,973,992	6,838,173	36,177,280
EMERGENCY ROOM	5,195,994	4,633,288	5,199,635	5,262,548	5,131,679	5,555,164	30,978,308
INPATIENT HOSPITAL	22,641,712	21,804,027	22,997,133	23,980,922	21,382,030	19,096,686	131,902,510
REINSURANCE EXPENSE PREMIUM	90,859	180,937	94,363	94,773	95,311	96,097	652,340
OUTPATIENT HOSPITAL SERVICES	9,616,781	9,652,797	11,362,056	10,886,974	11,009,988	10,557,328	63,085,924
OTHER MEDICAL							
Ambulance and NEMT	1,792,123	1,754,080	2,159,726	2,210,825	2,254,991	2,412,744	12,584,489
Home Health Services & CBAS	970,272	809,536	996,283	547,188	451,622	374,989	4,149,890
Utilization and Quality Review Expenses	776,558	583,384	940,138	1,342,680	785,929	1,393,601	5,822,290
Long Term/SNF/Hospice	2,732,047	9,988,072	8,775,140	8,087,627	4,695,700	8,480,647	42,759,233
Provider Enhancement Expense - Prop. 56	5,430,893	5,482,690	5,503,401	5,566,537	5,561,460	5,630,380	33,175,361
Provider Enhancement Expense - GEMT	496,477	513,773	505,452	469,079	562,775	502,239	3,049,795
Enhanced Care Management	1,428,973	1,778,842	1,790,813	1,814,108	1,811,803	2,586,249	11,210,788
Major Organ Transplant	751,183	712,804	753,883	766,976	758,618	774,606	4,518,070
Cal AIM Incentive Programs	30,326	279,307	295,429	917,196	3,833,523	2,195,256	7,551,037
DME	1,119,968	1,108,882	1,320,219	1,226,194	1,435,049	1,275,704	7,486,016
TOTAL OTHER MEDICAL	15,528,820	23,011,370	23,040,484	22,948,410	22,151,470	25,626,415	132,306,969
PAY FOR PERFORMANCE QUALITY INCENTIVE	498,590	524,238	526,516	529,507	533,873	533,872	3,146,596
HOSPITAL DIRECTED PAYMENTS	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771	22,188,234	130,264,483
HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(684,297)	33,520	(869,333)	37,816	123,932	15,555	(1,342,807)
NON-CLAIMS EXPENSE ADJUSTMENT	(128,832)	3,429	72,961	177,517	(2,449,080)	3,040	(2,320,965)
IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	9,076	32,166	(4,009,312)	(4,430,362)	(4,472,016)	(4,829,330)	(17,699,778)
Total Medical Costs	99,774,353	105,993,298	106,739,417	108,419,783	104,021,246	107,576,828	632,194,530

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH - PMPM THROUGH JUNE 30, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	JUNE 2023	YEAR TO DATE 2023
PHYSICIAN SERVICES							
Primary Care Physician Services	12.49	10.87	11.32	12.02	11.69	12.35	11.79
Referral Specialty Services	42.39	38.73	41.60	41.75	43.56	43.10	41.86
Urgent Care & After Hours Advise	6.16	5.28	5.87	6.44	5.83	5.71	5.88
Hospital Admitting Team	0.03	0.02	0.03	0.03	0.03	0.03	0.03
TOTAL PHYSICIAN SERVICES	61.07	54.91	58.82	60.23	61.10	61.18	59.55
OTHER PROFESSIONAL SERVICES							
Vision Service Capitation	1.00	0.98	0.98	0.99	0.99	0.99	0.99
Medical Departments - UM Allocation *	6.10	5.72	6.25	5.61	6.80	6.76	6.05
Behavior Health Treatment	3.71	3.84	4.99	4.38	6.77	5.84	4.94
Mental Health Services	1.14	0.79	0.79	0.65	0.55	0.72	0.77
Other Professional Services	4.57	4.16	4.27	4.58	4.49	4.79	4.48
TOTAL OTHER PROFESSIONAL SERVICES	16.53	15.49	17.28	16.21	19.59	19.11	17.23
EMERGENCY ROOM	15.63	13.26	14.81	14.91	14.42	15.52	14.75
INPATIENT HOSPITAL	68.11	62.39	65.52	67.93	60.08	59.80	62.82
REINSURANCE EXPENSE PREMIUM	0.27	0.52	0.27	0.27	0.27	0.27	0.31
OUTPATIENT HOSPITAL SERVICES	28.93	27.62	32.37	30.84	30.93	29.50	30.05
OTHER MEDICAL							
Ambulance and NEMT	5.39	5.02	6.15	6.26	6.34	6.74	5.99
Home Health Services & CBAS	2.92	2.32	2.84	1.55	1.27	1.05	1.98
Utilization and Quality Review Expenses	2.34	1.67	2.68	3.80	2.21	3.89	2.77
Long Term/SNF/Hospice	8.22	28.58	25.00	22.91	13.19	23.70	20.36
Provider Enhancement Expense - Prop. 56	16.34	15.69	15.68	15.77	15.63	15.73	15.80
Provider Enhancement Expense - GEMT	1.49	1.47	1.44	1.33	1.58	1.40	1.45
Vaccine Incentive Program Expense	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Behaviorial Health Integration Program	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Enhanced Care Management	4.30	5.09	5.10	5.14	5.09	7.23	5.34
Major Organ Transplant	2.26	2.04	2.15	2.17	2.13	2.16	2.15
Cal AIM Incentive Programs	0.09	0.80	0.84	2.60	10.77	6.13	3.60
DME	3.37	3.17	3.76	3.47	4.03	3.56	3.57
TOTAL OTHER MEDICAL	46.72	65.85	65.64	65.01	62.24	71.61	63.01
PAY FOR PERFORMANCE QUALITY INCENTIVE	1.50	1.50	1.50	1.50	1.50	1.49	1.50
HOSPITAL DIRECTED PAYMENTS	63.80	61.57	61.56	62.18	61.23	62.00	62.04
HOSPITAL DIRECTED PAYMENT ADJUSTMENT	(2.06)	0.10	(2.48)	0.11	0.35	0.04	(0.64)
NON-CLAIMS EXPENSE ADJUSTMENT	(0.39)	0.01	0.21	0.50	(6.88)	0.01	(1.11)
IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT	0.03	0.09	(11.42)	(12.55)	(12.56)	(13.49)	(8.43)
Total Medical Costs	300.15	303.30	304.09	307.13	292.26	307.04	301.09

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF ADMINISTRATIVE EXPENSES BY DEPT FOR THE MONTH ENDED JUNE 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
763,935	528,782	(235,153)	110 - Executive	3,750,270	3,047,689	(702,581)
247,295	269,724	22,429	210 - Accounting	1,435,885	1,618,346	182,461
355,130	388,290	33,160	220 - Management Information Systems	2,152,362	2,329,738	177,376
22,540	26,641	4,101	221 - Business Intelligence	139,376	159,846	20,470
412,669	421,256	8,587	222 - Enterprise Development	2,136,124	2,527,536	391,412
171,714	201,164	29,450	223 - Enterprise Configuration	897,377	1,206,984	309,607
515,544	675,879	160,335	225 - Infrastructure	3,543,038	4,055,276	512,238
645,714	690,413	44,699	230 - Claims	3,825,286	4,142,478	317,192
264,636	272,020	7,384	240 - Project Management	1,407,317	1,632,120	224,803
(106,448)	145,307	251,755	310 - Health Services - Utilization Management	998,753	871,842	(126,911)
783	51,625	50,842	311 - Health Services - Quality Improvement	3,221	309,750	306,529
385	143	(242)	312 - Health Services - Education	1,268	858	(410)
122,778	70,663	(52,115)	313- Pharmacy	302,115	423,978	121,863
829	3,292	2,463	314 - Enhanced Care Management	28,897	19,752	(9,145)
71,685	78,415	6,730	316 -Population Health Management	414,667	470,490	55,823
29	1,218	1,189	317 - Community Based Services	331	7,308	6,977
23	31,941	31,918	318 - Housing & Homeless Incentive Program	50	191,646	191,596
97,232	134,370	37,138	319 - CAL AIM Incentive Payment Program (IPP)	276,512	806,220	529,708
(11,571)	947	12,518	601 - Behavioral Health	68	5,682	5,614
194	4,315	4,121	602 - Quality & Health Equity	194	25,890	25,696
327,933	345,411	17,478	320 - Provider Network Management	1,955,084	2,072,466	117,382
1,002,188	1,205,474	203,286	330 - Member Services	5,373,283	7,232,844	1,859,561
921,752	871,256	(50,496)	340 - Corporate Services	5,550,448	5,227,536	(322,912)
157,915	145,475	(12,440)	360 - Audit & Investigative Services	854,511	872,850	18,339
27,762	56,416	28,654	410 - Member Engagement	328,509	338,496	9,987
370,758	210,572	(160,186)	420 - Sales/Marketing/Public Relations	1,028,873	1,263,432	234,559
379,592	361,965	(17,627)	510 - Human Resources	2,079,619	2,171,790	92,171
501,326	(141,667)	(642,993)	Administrative Expense Adjustment	1,833,743	(850,002)	(2,683,745)
7,264,322	7,051,307	(213,015)	Total Administrative Expenses	40,317,182	42,182,841	1,865,659

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF ADMIN EXPENSES BY DEPT BY MONTH FOR THE MONTH ENDED JUNE 30, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	JUNE 2023	YEAR TO DATE 2023
110 - Executive	687,266	488,878	631,414	573,435	605,342	763,935	3,750,270
210 - Accounting	228,231	226,501	220,815	257,429	255,614	247,295	1,435,885
220 - Management Information Systems (MIS)	365,046	378,747	348,807	339,302	365,330	355,130	2,152,362
221 - Business Intelligence	63,805	672	10,109	15,308	26,942	22,540	139,376
222 - Enterprise Development	353,608	328,061	331,145	334,228	376,413	412,669	2,136,124
223 - Enterprise Configuration	104,241	216,683	121,896	146,738	136,105	171,714	897,377
225 - Infrastructure	412,631	771,628	668,401	676,609	498,225	515,544	3,543,038
230 - Claims	620,932	609,445	645,581	630,955	672,659	645,714	3,825,286
240 - Project Management	140,118	191,244	253,669	237,154	320,496	264,636	1,407,317
310 - Health Services - Utilization Management	194,388	186,938	208,456	255,118	260,301	(106,448)	998,753
311 - Health Services - Quality Improvement	89	90	(97)	1,758	598	783	3,221
312 - Health Services - Education	88	297	(8)	417	89	385	1,268
313- Pharmacy	39,747	39,846	37,420	25,750	36,574	122,778	302,115
314 - Enhanced Care Management	475	20,697	(112)	7,231	(223)	829	28,897
316 -Population Health Management	62,921	63,361	75,452	67,203	74,045	71,685	414,667
317 - Community Based Services	165	821	(711)	22	5	29	331
318 - Housing & Homeless Incentive Program	-	1,200	(1,185)	6	6	23	50
319 - CAL AIM Incentive Payment Program (IPP)	-	84,699	51,654	42,927	-	97,232	276,512
601 - Behavioral Health	-	-	-	-	11,639	(11,571)	68
602 - Quality & Health Equity	-	1,665	-	-	(1,665)	194	194
320 - Provider Network Management	317,123	285,888	388,095	306,789	329,256	327,933	1,955,084
330 - Member Services	802,035	804,897	998,660	856,559	908,944	1,002,188	5,373,283
340 - Corporate Services	892,136	958,999	902,329	890,795	984,437	921,752	5,550,448
360 - Audit & Investigative Services	138,360	130,101	142,110	145,775	140,250	157,915	854,511
410 - Member Engagement	68,972	61,237	45,193	56,083	69,262	27,762	328,509
420 - Sales/Marketing/Public Relations	60,714	98,793	207,085	121,647	169,876	370,758	1,028,873
510 - Human Resources	362,364	315,305	331,059	346,987	344,312	379,592	2,079,619
Total Department Expenses	5,915,456	6,266,693	6,617,237	6,336,225	6,584,832	6,762,996	38,483,439
ADMINISTRATIVE EXPENSE ADJUSTMENT	109,675	301,496	320,296	300,000	300,950	501,326	1,833,743
Total Administrative Expenses	6,025,131	6,568,189	6,937,533	6,636,225	6,885,782	7,264,322	40,317,182

KERN HEALTH SYSTEMS GROUP HEALTH PLAN - HFAM BALANCE SHEET STATEMENT AS OF JUNE 30, 2023			
ASSETS	JUNE 2023	MAY 2023	INC(DEC)
CURRENT ASSETS:			
Cash and Cash Equivalents	\$ 1,120,728	\$ 1,138,656	(17,928)
Interest Receivable	9,065	4,000	5,065
TOTAL CURRENT ASSETS	\$ 1,129,793	\$ 1,142,656	\$ (12,863)
LIABILITIES AND NET POSITION			
CURRENT LIABILITIES:			
Other Liabilities	-	-	-
TOTAL CURRENT LIABILITIES	\$ -	\$ -	\$ -
NET POSITION:			
Net Position- Beg. of Year	1,130,625	1,130,625	-
Increase (Decrease) in Net Position - Current Year	(832)	12,031	(12,863)
Total Net Position	\$ 1,129,793	\$ 1,142,656	\$ (12,863)
TOTAL LIABILITIES AND NET POSITION	\$ 1,129,793	\$ 1,142,656	\$ (12,863)

CURRENT MONTH			KERN HEALTH SYSTEMS GROUP HEALTH PLAN - HFAM STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION FOR THE MONTH ENDED MAY 31, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
ENROLLMENT						
-	-	-	Members	-	-	-
REVENUES						
-	-	-	Premium	-	-	-
(12,863)	-	(12,863)	Interest	(832)	-	(832)
-	-	-	Other Investment Income	-	-	-
(12,863)	-	(12,863)	TOTAL REVENUES	(832)	-	(832)
EXPENSES						
-	-	-	Medical Costs	-	-	-
-	-	-	IBNR and Paid Claims Adjustment	-	-	-
-	-	-	Total Medical Costs	-	-	-
(12,863)	-	(12,863)	GROSS MARGIN	(832)	-	(832)
Administrative						
-	-	-	Management Fee Expense and Other Admin Exp	-	-	-
-	-	-	Total Administrative Expenses	-	-	-
-	-	-	TOTAL EXPENSES	-	-	-
(12,863)	-	(12,863)	OPERATING INCOME (LOSS)	(832)	-	(832)
-	-	-	TOTAL NONOPERATING REVENUE (EXPENSES)	-	-	-
(12,863)	-	(12,863)	NET INCREASE (DECREASE) IN NET POSITION	(832)	-	(832)
0%	0%	0%	MEDICAL LOSS RATIO	0%	0%	0%
0%	0%	0%	ADMINISTRATIVE EXPENSE RATIO	0%	0%	0%

KERN HEALTH SYSTEMS MONTHLY MEMBERS COUNT							
KERN HEALTH SYSTEMS							
MEDI-CAL	2023 MEMBER MONTHS	JAN'23	FEB'23	MAR'23	APR'23	MAY'23	JUN'23
ADULT AND FAMILY							
ADULT	394,531	58,409	65,757	66,276	66,418	67,971	69,700
CHILD	880,227	149,881	145,505	145,753	146,329	146,573	146,186
SUB-TOTAL ADULT & FAMILY	1,274,758	208,290	211,262	212,029	212,747	214,544	215,886
OTHER MEMBERS							
PARTIAL DUALS - FAMILY	4,304	851	875	903	822	853	0
PARTIAL DUALS - CHILD	0	0	0	0	0	0	0
PARTIAL DUALS - BCCTP	72	6	10	10	10	16	20
FULL DUALS (SPD)							
SPD FULL DUALS	115,108	9,649	20,632	21,019	21,092	21,349	21,367
SUBTOTAL OTHER MEMBERS	119,484	10,506	21,517	21,932	21,924	22,218	21,387
TOTAL FAMILY & OTHER	1,394,242	218,796	232,779	233,961	234,671	236,762	237,273
SPD							
SPD (AGED AND DISABLED)	110,094	17,442	18,453	18,522	18,599	18,398	18,680
MEDI-CAL EXPANSION							
ACA Expansion Adult-Citizen	582,799	94,512	96,241	96,427	97,590	98,512	99,517
ACA Expansion Duals	10,522	1,637	1,613	1,703	1,746	1,842	1,981
SUB-TOTAL MED-CAL EXPANSION	593,321	96,149	97,854	98,130	99,336	100,354	101,498
LONG TERM CARE (LTC)							
LTC	165	27	-1	33	34	35	37
LTC DUALS	1,855	0	380	364	365	366	380
TOTAL LTC	2,020	27	379	397	399	401	417
TOTAL KAISER	92,169	14,759	14,960	15,308	15,562	15,699	15,881
TOTAL MEDI-CAL MEMBERS	2,191,846	347,173	364,425	366,318	368,567	371,614	373,749

KERN·HEALTH SYSTEMS

May AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T1045	KAISER FOUNDATION HEALTH - HMO	587,434.41	2,880,293.82	MAY. 2023 EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T3130	OPTUMINSIGHT, INC ****	505,210.51	1,249,311.51	2023/2024 EASY GROUP LICENSE YEAR 5	MIS INFRASTRUCTURE
T4350	COMPUTER ENTERPRISE	447,797.39	2,318,713.65	APR. 2023 PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T4737	TEKSYSTEMS, INC.	264,910.31	1,153,521.67	APR. 2023 PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5155	A-C ELECTRIC COMPANY ****	258,943.87	1,351,291.87	CARPPOOL SOLAR PROJECT	CAPITAL
T1180	LANGUAGE LINE SERVICES INC ****	173,705.04	385,488.65	MAR. & APR. 2023 INTERPRETATION SERVICES	HEALTH EDUCATION
T5432	CATALYST SOLUTIONS, LLC	121,875.80	631,214.46	APR. & MAY 2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5337	CAZADOR CONSULTING GROUP INC	120,700.22	461,066.74	APR. 2023 TEMPORARY HELP - (1) IT: (24) MS: HR (1)	VARIOUS
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS, INC	116,184.00	1,051,730.00	PREFUND MCAS MEMBER REWARDS PROGRAM	UTILIZATION MANAGEMENT-QI
T3449	CDW GOVERNMENT ****	100,966.46	1,477,727.78	ANNUAL NUTANIX RENEWAL & HARDWARE	MIS ADMINISTRATION
T2458	HEALTHCARE FINANCIAL, INC	66,967.41	350,650.85	MAR. & APR. 2023 PROFESSIONAL SERVICES	ADMINISTRATION
T5022	SVAM INTERNATIONAL INC	56,330.00	268,037.00	APR. 2023 PROFESSIONAL SERVICES	MIS ADMINISTRATION
T3972	JOURNEY AIR CONDITIONING CO., INC ****	50,035.00	50,035.00	HVAC NEW UNIT & INSTALL	CAPITAL

KERN·HEALTH SYSTEMS

May AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T4237	FLUIDEDGE CONSULTING, INC	49,330.00	259,965.00	APR. 2023 CONSULTING SERVICES	VARIOUS
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	48,323.97	235,085.83	MAY 2023 VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC	45,903.27	993,374.22	APR. 2023 PROFESSIONAL SERVICES & APR. 2023 EDI CLAIM PROCESSING	VARIOUS
T5546	BITWISE TECHNOLOGY CONSULTING, LLC	45,137.63	189,723.15	APR. 2023 OCR & PROFESSIONAL SERVICES	VARIOUS
T5421	PREMIER ACCESS INSURANCE COMPANY	44,058.05	214,093.71	MAY 2023 EMPLOYEE DENTAL BENEFITS PREMIUM	VARIOUS
T5562	JDM SOLUTIONS INC	43,200.00	218,520.00	APR. 2023 PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T2918	STINSON'S ****	42,259.23	112,290.01	MAR. & APR. 2023 OFFICE SUPPLIES	VARIOUS
T5344	SIGNATURE STAFF RESOURCES LLC	40,056.00	86,968.00	APR. 2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T2584	UNITED STATES POSTAL SVC. - HASLER ****	40,000.00	130,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T5292	ALL'S WELL HEALTH CARE SERVICES	36,936.40	194,337.23	APR. 2023 TEMPORARY HELP - (1) HE: (1) BE	VARIOUS
T5076	MERIDIAN HEALTH SYSTEMS, P.C.	35,250.00	202,800.00	APR. 2023 PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T4585	DELANO UNION SCHOOL DISTRICT ****	35,000.00	45,000.00	APR. 2023 SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T4733	UNITED STAFFING ASSOCIATES	34,950.19	223,832.87	APR. 2023 TEMPORARY HELP - (1) FIN: (1) UM: (12) MS: (1) CS	VARIOUS

KERN·HEALTH SYSTEMS

May AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T4657	DAPONDE SIMPSON ROEWE PC ****	34,835.00	77,236.25	MAR. 2023 LEGAL FEES	VARIOUS
T4452	WELLS FARGO	34,557.87	114,251.44	ACH- MISC CREDIT CARD PURCHASES	VARIOUS
T1861	CERIDIAN HCM, INC.	30,298.68	129,077.92	APR. & MAY 2023 MONTHLY SUBSCRIPTION FEES/PROFESSIONAL SERVICES/ DAYFORCE HUMAN CAPITAL MANAGEMENT	HUMAN RESOURCES
T5520	BG HEALTHCARE CONSULTING, INC ****	28,425.00	63,900.00	MAR. & APR. 2023 PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T2167	PG&E	27,885.45	153,013.41	MAY. 2023 UTILITIES	CORPORATE SERVICES
T3011	OFFICE ALLY, INC	27,335.96	140,564.04	APR. 2023 EDI CLAIM PROCESSING	CLAIMS
T4460	PAYSPAN, INC	26,159.88	124,168.70	APR. 2023 CLAIMS ACTIVITY	FINANCE
T4165	SHI INTERNATIONAL CO. ****	25,647.79	273,183.40	PROOFPOINT LICENSE RENEWAL & WORKFIT STANDING DESKS	MIS INFRASTRUCTURE
T2869	COMMUNITY ACTION PARTNERSHIP OF KERN ****	25,000.00	25,000.00	MAY 2023 COMMUNITY GRANT	COMMUNITY GRANTS
T5503	SECURE-CENTRIC INC. ****	24,494.10	24,494.10	ANNUAL RUBRIK ENTERPRISE SUPPORT	MIS INFRASTRUCTURE
T5509	NGUYEN CAO LUU-TRONG	24,075.00	141,900.00	APR. 2023 PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T5530	JONES LANG LASALLE AMERICAS, INC ****	23,960.00	23,960.00	CUBICLE SCHEDULING APP IMPLEMENTATION & TRAIING	CORPORATE SERVICES

KERN·HEALTH SYSTEMS

May AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T2787	SAGE SOFTWARE, INC ****	23,561.11	23,561.11	SAGE 300 CLOUD SOFTWARE RENEWAL	FINANCE
T5701	THE GRANGER NETWORKS LLC	22,000.00	44,000.00	SUPERVISOR BOOTCAMP	ADMINISTRATION
T5524	REST & REASSURE, LLC ****	21,000.00	40,500.00	JAN. & APR. 2023 PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T4538	CHANGE HEALTHCARE SOLUTIONS, LLC	20,773.01	97,334.87	APR. 2023 EDI CLAIM PROCESSING	CLAIMS
		3,831,474.01			
	TOTAL VENDORS OVER \$20,000	3,831,474.01			
	TOTAL VENDORS UNDER \$20,000	476,648.63			
	TOTAL VENDOR EXPENSES- MAY	\$ 4,308,122.64			

Note:
 ****New vendors over \$20,000 for the month of May

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T1045	KAISER FOUNDATION HEALTH - HMO	2,880,293.82	EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T4350	COMPUTER ENTERPRISE	2,318,713.65	PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T3449	CDW GOVERNMENT	1,477,727.78	NUTANIX RENEWAL & ADOBE LICENSES	MIS INFRASTRUCTURE
T5155	A-C ELECTRIC COMPANY	1,351,291.87	CARPPOOL SOLAR PROJECT	CAPITAL
T3130	OPTUMINSIGHT, INC	1,249,311.51	ANNUAL LICENSED SOFTWARE	MIS INFRASTRUCTURE
T4737	TEKSYSTEMS, INC.	1,153,521.67	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS INC	1,051,730.00	PREFUND MEMBER INCENTIVES & MCAS MEMBER REWARDS PROGRAM	UTILIZATION MANAGEMENT-HE & QI
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC	993,374.22	PROFESSIONAL SERVICES & ANNUAL LICENSING	VARIOUS
T4699	ZEOMEGA, INC	766,615.22	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5432	CATALYST SOLUTIONS, LLC	631,214.46	PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5337	CAZADOR CONSULTING GROUP INC	461,066.74	TEMPORARY HELP	VARIOUS
T1408	DELL MARKETING L.P.	454,906.52	MONITORS AND WORKSTATIONS	MIS INFRASTRUCTURE

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T1071	CLINICA SIERRA VISTA	443,858.91	HEALTH HOMES GRANT & PROVIDER CARE QUALITY GRANT PROGRAM	COMMUNITY GRANTS
T1180	LANGUAGE LINE SERVICES INC	385,488.65	INTERPRETATION SERVICES	HEALTH EDUCATION
T2458	HEALTHCARE FINANCIAL, INC	350,650.85	PROFESSIONAL SERVICES	ADMINISTRATION
T5466	ZIPARI, INC	297,256.00	2023 JIVA MEMBER PORTAL	MIS INFRASTRUCTURE
T4165	SHI INTERNATIONAL CO.	273,183.40	NETWORK SWITCHES WITH SUPPORT	MIS INFRASTRUCTURE
T5022	SVAM INTERNATIONAL INC	268,037.00	PROFESSIONAL SERVICES	MIS ADMINISTRATION
T4237	FLUIDEDGE CONSULTING, INC	259,965.00	CONSULTING SERVICES	VARIOUS
T4331	COTIVITI, INC	242,155.27	2023 HEDIS LICENSE & PROFESSIONAL SERVICES	HEALTH SERVICES - QI
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	235,085.83	VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T4733	UNITED STAFFING ASSOCIATES	223,832.87	TEMPORARY HELP	VARIOUS
T5562	JDM SOLUTIONS INC	218,520.00	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5421	PREMIER ACCESS INSURANCE COMPANY	214,093.71	EMPLOYEE DENTAL BENEFITS PREMIUM	VARIOUS

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5076	MERIDIAN HEALTH SYSTEMS, P.C.	202,800.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T5292	ALL'S WELL HEALTH CARE SERVICES	194,337.23	TEMPORARY HELP	VARIOUS
T5546	BITWISE TECHNOLOGY CONSULTING, LLC	189,723.15	OCR SERVICES AND PROFESSIONAL SERVICES	VARIOUS
T2469	DST HEALTH SOLUTIONS, LLC	167,100.00	ANNUAL ACG LICENSE & SUPPORT	BUSINESS INTELLEGENCE
T2167	PG&E	153,013.41	UTILITIES	CORPORATE SERVICES
T4452	WELLS FARGO	148,809.20	ACH- MISC CREDIT CARD PURCHASES	VARIOUS
T5509	NGUYEN CAO LUU-TRONG	141,900.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T3011	OFFICE ALLY, INC	140,564.04	EDI CLAIM PROCESSING	CLAIMS
T4708	HEALTH MANAGEMENT ASSOCIATES, INC	138,595.00	PROFESSIONAL SERVICES	ADMINISTRATION
T2584	UNITED STATES POSTAL SVC - HASLER	130,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T1861	CERIDIAN HCM, INC.	129,077.92	MONTHLY SUBSCRIPTION FEES/PROFESSIONAL SERVICES/ DAYFORCE HUMAN CAPITAL MANAGEMENT	HUMAN RESOURCES
T4460	PAYSPAN, INC	124,168.70	ELECTRONIC CLAIMS/PAYMENTS	FINANCE

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5340	GARTNER INC	117,060.00	ANNUAL LEADERS INDIVIDUAL ACCESS ADVISOR - PROFESSIONAL SERVICES	MIS ADMINISTRATION
T2918	STINSON'S	112,290.01	OFFICE SUPPLIES	VARIOUS
T2933	SIERRA PRINTERS, INC	110,210.65	PRINTING OF MEMBER EDUCATION MATERIAL/PROVIDER DIRECTORY/BUSINESS CARDS	VARIOUS
T5145	CCS ENGINEERING FRESNO INC	103,015.35	JANITORIAL SERVICES	CORPORATE SERVICES
T4538	CHANGE HEALTHCARE SOLUTIONS, LLC	97,334.87	2023 EDI CLAIM PROCESSING	CLAIMS
T5486	ALLIED GENERAL CONTRACTORS, INC	93,650.00	OFFICE PAINTING & CONSTRUCTION	CAPITAL
T4353	TWE SOLUTIONS, INC	91,933.22	CORTEX XDR PRO LICENSES	MIS INFRASTRUCTURE
T5344	SIGNATURE STAFF RESOURCES LLC	86,968.00	2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
WT/ACH	USPS	80,000.00	FUND KHS POSTAL ONE/EPS ACCOUNT	CORPORATE SERVICES
T4657	DAPONDE SIMPSON ROWE PC	77,236.25	LEGAL FEES	VARIOUS
T4054	ASSOCIATION FOR COMMUNITY AFFILIATED PLANS	77,000.00	2023 ANNUAL DUES ASSESSMENT	ADMINISTRATION
T4484	JACOBSON SOLUTIONS	76,148.22	TEMPORARY HELP	HEALTH SERVICES - UM
T2413	TREK IMAGING INC	74,851.21	COMMUNITY AND MARKETING EVENTS, MEMBER & HEALTH ED INCENTIVES, EMPLOYEE EVENTS, NEW HIRE SHIRTS	VARIOUS

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4501	ALLIED UNIVERSAL SECURITY SERVICES	74,392.27	ONSITE SECURITY	CORPORATE SERVICES
T4483	INFUSION AND CLINICAL SERVICES, INC	73,427.67	DIABETIC GRANT PROGRAM	COMMUNITY GRANTS
T2955	DELTA ELECTRIC INC	72,705.00	OFFICE REMODEL ELECTRICAL WORK	CORPORATE SERVICES
T5111	ENTISYS 360, E360	69,201.68	NUTANIX ACROPOLIS SOFTWARE LICENSE	MIS INFRASTRUCTURE
T4963	LINKEDIN CORPORATION	65,388.50	ANNUAL ONLINE TRAINING FOR ALL EMPLOYEES	HUMAN RESOURCES
T5520	BG HEALTHCARE CONSULTING, INC	63,900.00	PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T1128	HALL LETTER SHOP	62,796.67	MEMBER ID CARDS, MEMBER SURVEY & MAIL PREP, NEW MEMBER PACKETS	VARIOUS
T1005	COLONIAL LIFE & ACCIDENT	60,030.00	LIFE INSURANCE PREMIUM	VARIOUS
T4792	KP LLC	58,328.13	PROVIDER DIRECTORIES	PROVIDER NETWORK MANAGEMENT
T5436	THE BEACON STUDIOS LLC	56,502.00	TV COMMERCIAL PRODUCTION	MEDIA & ADVERTISING
T5121	TPX COMMUNICATIONS	56,122.37	LOCAL CALL SERVICES; LONG DISTANCE CALLS; INTERNET SERVICES; 800 LINES	MIS INFRASTRUCTURE
T2941	KERN PRINT SERVICES INC	55,262.90	OTHER PRINTING COSTS, ENVELOPES, LETTERHEAD	VARIOUS
T1022	UNUM LIFE INSURANCE CO.	54,776.93	EMPLOYEE PREMIUM	PAYROLL DEDUCTION

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4415	DANIELLS PHILLIPS VAUGHAN AND BOCK	51,900.00	2022 AUDIT FEES	FINANCE
T1960	LOCAL HEALTH PLANS OF CALIFORNIA	51,363.62	WEBINAR REGISTRATIONS & SPECIAL DUES ASSESSMENT	VARIOUS
T3972	JOURNEY AIR CONDITIONING CO., INC ****	50,035.00	HVAC NEW UNIT & INSTALL	CAPITAL
T2726	DST PHARMACY SOLUTIONS, INC	48,524.50	PHARMACY CLAIMS	PHARMACY
T5479	TRANSFORMING LOCAL COMMUNITIES, INC	47,647.40	DEC. 2022 PROVIDER GRANT PROGRAM	COMMUNITY GRANTS
T1404	CALIFORNIA ASSOCIATION OF HEALTH PLANS	47,377.00	2023 ANNUAL DUES ASSESSMENT	ADMINISTRATION
T4514	A.J. KLEIN, INC T.DENATALE, B. GOLDNER	47,372.68	LEGAL FEES	ADMINISTRATION
T4585	DELANO UNION SCHOOL DISTRICT ****	45,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T5645	RIDGECREST REGIONAL HOSPITAL	45,000.00	PROVIDER QUALITY CARE GRANT PROGRAM	COMMUNITY GRANTS
T4503	VISION SERVICE PLAN	44,465.43	EMPLOYEE HEALTH BENEFITS	VARIOUS
T5701	THE GRANGER NETWORK LLC	44,000.00	SUPERVISOR BOOTCAMP	ADMINISTRATION
T2969	AMERICAN BUSINESS MACHINES INC	43,727.25	HARDWARE AND MAINTENANCE	CORPORATE SERVICES

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5107	CITRIX SYSTEMS, INC	42,619.20	CITRIX LICENSE RENEWAL	MIS INFRASTRUCTURE
T5319	CITIUSTECH INC	42,498.00	FAST+ ANNUAL MAINTENANCE & SUPPORT	MIS INFRASTRUCTURE
T5480	PRESS GANEY ASSOCIATES LLC	40,985.25	2023 ECM & PROVIDER SATISFACTION SURVEYS	VARIOUS
T5524	REST & REASSURE, LLC ****	40,500.00	2023 PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T4265	SIERRA SCHOOL EQUIPMENT COMPANY	39,947.72	BOARDROOM FURNITURE	CORPORATE SERVICES
T5467	MOSS ADAMS LLP	37,597.00	2023 CLAIMS AUDIT TOOL SUPPORT & LICENSES	MIS INFRASTRUCTURE
T5329	RELAY NETWORK, LLC	36,666.69	TEXT MESSAGING SUBSCRIPTION	CAPITAL PROJECT
T5435	TEGRIA SERVICES GROUP - US, INC	36,500.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T5367	ADVENTIST HEALTH DELANO	35,910.73	PROVIDER GRANT PROGRAM	COMMUNITY GRANT
T1272	COFFEY COMMUNICATIONS INC	35,840.64	MEMBER NEWSLETTER/WEBSITE IMPLEMENTATION	HEALTH EDUCATION/MEDIA & ADVERTISING
T4059	KERN VALLEY HEALTHCARE DISTRICT	35,327.26	2022 PROVIDER QUALITY CARE GRANT	COMMUNITY GRANTS
T2578	AMERICAN HEART ASSOCIATION - KERN COUNTY	35,000.00	SPONSORSHIP	MEDIA & ADVERTISING
T4902	CHANGE HEALTHCARE TECHNOLOGIES, LLC	32,152.06	2023 EDI CLAIM PROCESSING	CLAIMS

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5550	CHARTER COMMUNICATIONS OPERATING, LLC	31,838.60	INTERNET SERVICES	MIS INFRASTRUCTURE
T5568	MICHELLE OXFORD	30,910.89	CONSULTING SERVICES	EXECUTIVE
T5574	CARMAX AUTO SUPERSTORES, INC	30,451.85	COMPANY VEHICLE	CORPORATE SERVICES
T5392	THE KNOWLEDGE ACADEMY INC	30,155.00	CA PROJECT MANAGEMENT TRAINING	MIS ADMINISTRATION
T5687	IRISE EXECUTIVE COACHING LLC	30,000.00	EXECUTIVE RETREAT	ADMINISTRATION
T5429	JANE MACADAM	29,118.77	2022 HYBRID COMMUTING	COMPLIANCE
T5684	REBELLIS GROUP LLC	29,040.00	MAPD BUSINESS CONSULTING	MEDICARE
T4554	THE KEN BLANCHARD COMPANIES	28,845.93	LEADERSHIP TRAINING COURSES	HUMAN RESOURCES
T4982	NGC US, LLC	28,550.00	PREFUND MEMBER INCENTIVES - COVID 19 INCENTIVE PROGRAM	VARIOUS
T5583	THE MIHALIK GROUP, LLC	28,000.00	NCQA TRAINING	HEALTH SERVICES - QI
T3986	JACQUELYN S JANS	27,330.00	CONSULTING FOR KHS PUBLIC IMAGE CAMPAIGN	ADMINISTRATION/ MARKETING
T5201	JAC SERVICES, INC	26,896.08	AC MAINTENANCE & SERVICE	CORPORATE SERVICES
T5300	CENTRAL VALLEY OCCUPATION MEDICAL GROUP, INC	26,780.00	COVID-19 TESTING	HUMAN RESOURCES

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5592	BRAND CO MARKETING ****	26,277.95	KHS STORE INVENTORY ITEMS/RECRUITMENT	VARIOUS
T4731	GO TO TECHNOLOGY CONSULTING, LLC	25,062.00	INTERNET SERVICES	MIS INFRASTRUCTURE
T2851	SINCLAIR TELEVISION OF BAKERSFIELD, LLC ****	25,030.00	ADVERTISEMENT - MEDIA	MARKETING
T4607	AGILITY RECOVERY SOLUTIONS INC	25,008.07	PROFESSIONAL SERVICES	ADMINISTRATION
T2869	COMMUNITY ACTION PARTNERSHIP OF KERN ****	25,000.00	2023 COMMUNITY GRANT	COMMUNITY GRANTS
T2641	MARANATHA GARDENING & LANDSCAPING, INC ****	24,957.50	2023 BUILDING MAINTENANCE	CORPORATE SERVICE
T5503	SECURE-CENTRIC INC ****	24,494.10	RUBRIK ENTERPRISE SUPPORT	MIS INFRASTRUCTURE
T2446	AT&T MOBILITY ****	23,966.22	CELLULAR PHONE/INTERNET USAGE	MIS INFRASTRUCTURE
T5530	JONES LANG LASALLE AMERICAS, INC ****	23,960.00	CUBICLE SCHEDULING APP IMPLEMENTATION & TRAIING	CORPORATE SERVICES
T2787	SAGE SOFTWARE, INC ****	23,561.11	SAGE 300 CLOUD SOFTWARE RENEWAL	FINANCE
T5317	PRESIDIO NETWORKED SOLUTIONS GROUP LLC	23,125.00	NUTANIX HARDWARE & SOFTWARE - SECURITY PROGRAM ASSESSMENT	MIS INFRASTRUCTURE
T4182	THE LAMAR COMPANIES ****	23,062.80	OUTDOOR ADVERTISEMENT - BILLBOARDS	ADVERTISING
T5109	RAND EMPLOYMENT SOLUTIONS ****	21,430.43	TEMPORARY HELP	VARIOUS
T2441	LAURA J BREZINSKI ****	21,250.00	MARKETING MATERIALS	MARKETING

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5578	KIMBERY A MARTIN	21,052.50	PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T2580	GOLDEN EMPIRE TRANSIT DISTRICT ****	20,900.00	OUTDOOR ADVERTISEMENT - BUSES	ADVERTISING
T1097	NCQA	20,580.00	HEDIS, VOL 2 PLUS QUALITY COMPASS AND POPULATION HEALTH PROGRAM ACCREDITATION	HEALTH SERVICES - QI
T5535	PANAMA-BUENA VISTA UNION SCHOOL DISTRICT	20,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
		<u>23,937,107.73</u>		
	TOTAL VENDORS OVER \$20,000	23,937,107.73		
	TOTAL VENDORS UNDER \$20,000	1,225,441.78		
	TOTAL VENDOR EXPENSES- MAY	<u>\$ 25,162,549.51</u>		

Note:

****New vendors over \$20,000 for the month of May

KERN·HEALTH SYSTEMS

June AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS, INC	706,910.00	1,758,640.00	PREFUND MCAS MEMBER REWARDS PROGRAM	UTILIZATION MANAGEMENT-QI
T1045	KAISER FOUNDATION HEALTH - HMO	607,589.71	3,487,883.53	JUN. 2023 EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T1071	CLINICA SIERRA VISTA ****	468,022.56	911,881.47	JAN. - APR. 2023 PROVIDER GRANTS & 2023 COMMUNITY GRANTS	COMMUNITY GRANTS
T5466	ZIPARI, INC ****	303,289.68	600,545.68	JUN. 2023 - NOV. 2023 JIVA MEMBER PORTAL	MIS INFRASTRUCTURE
T4350	COMPUTER ENTERPRISE	289,136.60	2,607,850.25	MAY. 2023 PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T4737	TEKSYSTEMS, INC.	272,977.62	1,426,499.29	MAY. 2023 PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5684	REBELLIS GROUP LLC ****	239,990.93	269,030.93	MAY. 2023 MAPD BUSINESS CONSULTING	MEDICARE
T2726	DST PHARMACY SOLUTIONS, INC ****	168,221.13	216,745.63	PHARMACY CLAIMS JUN. 22 - APR. 23 SERVICE CHARGE	PHARMACY
T5738	INSURICA - WALTER MORTENSEN INSURANCE ****	118,770.00	118,770.00	2023-2024 ANNUAL WORKERS' COMP PREMIUM	ADMINISTRATION
T5503	SECURE-CENTRIC INC.	100,300.10	124,794.20	RUBRIK CLOUD DATA MANAGEMENT SOFTWARE	MIS INFRASTRUCTURE
T2918	STINSON'S	89,794.14	202,084.15	FURNITURE - 50% DEPOSIT FOR 33 NEW CUBICLES	CAPITAL PROJECT
T4217	CONTEXT 4 HEALTHCARE, INC ****	86,083.12	86,083.12	ANNUAL RENEWAL AMA FEES & CPT LICENSE	MIS INFRASTRUCTURE
T5701	THE GRANGER NETWORKS LLC	84,650.00	128,650.00	SUPERVISOR BOOTCAMP	ADMINISTRATION

KERN·HEALTH SYSTEMS

June AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T5111	ENTISYS 360, E360 ****	84,412.66	153,614.34	NUTANIX AOS SOFTWARE & LICENSE RENEWAL	MIS INFRASTRUCTURE
T5337	CAZADOR CONSULTING GROUP INC	84,398.22	545,464.96	MAY. 2023 TEMPORARY HELP - (1) IT: (24) MS: HR (1)	VARIOUS
T1180	LANGUAGE LINE SERVICES INC	81,940.99	467,429.64	MAY. 2023 INTERPRETATION SERVICES	HEALTH EDUCATION
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC	80,597.27	1,073,971.49	MAY. 2023 PROFESSIONAL SERVICES & MAY. 2023 EDI CLAIM PROCESSING	VARIOUS
T2961	SOLUTION BENCH, LLC ****	76,461.55	91,581.55	M-FILES SOFTWARE ANNUAL RENEWAL	MIS INFRASTRUCTURE
T4657	DAPONDE SIMPSON ROWE PC	71,592.50	148,828.75	APR. 2023 LEGAL FEES	VARIOUS
T2584	UNITED STATES POSTAL SVC. - HASLER	40,000.00	130,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T5022	SVAM INTERNATIONAL INC	62,350.00	330,387.00	MAY. 2023 PROFESSIONAL SERVICES	MIS ADMINISTRATION
T5583	THE MIHALIK GROUP LLC ****	54,080.00	82,080.00	CONSULTING SERVICES	HEALTH SERVICES - QI
T5562	JDM SOLUTIONS INC	54,000.00	272,520.00	MAY. 2023 PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5644	JENNIFER ELIZABETH CLANCY ****	49,500.00	49,500.00	FEB - MAY 2023 CONSULTING SERVICES	UTILIZATION MANAGEMENT-UM
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	48,435.88	283,521.71	JUNE 2023 VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS

KERN·HEALTH SYSTEMS

June AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T4514	A.J. KLEIN, INC. T. DENATALE, B. GOLDNER ****	45,267.44	92,640.12	MAY. 2023 LEGAL FEES	VARIOUS
T5421	PREMIER ACCESS INSURANCE COMPANY	44,288.31	258,382.02	JUN. 2023 EMPLOYEE DENTAL BENEFITS PREMIUM	VARIOUS
T2509	USPS ****	44,039.15	44,039.15	PERMIT #88 SUMMER ISSUE FAMILY HEALTH MAGAZINE POSTAGE FUNDING	HEALTH EDUCATION
T5344	SIGNATURE STAFF RESOURCES LLC	40,336.00	127,304.00	MAY. 2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T4733	UNITED STAFFING ASSOCIATES	36,311.35	260,144.22	MAY. 2023 TEMPORARY HELP - (1) FIN: (1) UM: (12) MS: (1) CS	VARIOUS
T4460	PAYSPAN, INC	34,077.29	158,245.99	MAY. 2023 CLAIMS ACTIVITY	FINANCE
T4452	WELLS FARGO	33,156.44	181,965.64	ACH- MISC CREDIT CARD PURCHASES	VARIOUS
T5076	MERIDIAN HEALTH SYSTEMS, P.C.	32,550.00	235,350.00	MAY. 2023 PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T3011	OFFICE ALLY, INC	32,384.92	172,948.96	APR. 2023 EDI CLAIM PROCESSING	CLAIMS
T5734	CAROL ANN STILTNER ****	31,012.20	31,012.20	APR. - JUN. 2023 PROFESSIONAL SERVICES	MEDICARE
T2167	PG&E	29,962.47	182,975.88	JUN. 2023 UTILITIES	CORPORATE SERVICES

KERN·HEALTH SYSTEMS

June AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T2955	DELTA ELECTRIC INC ****	28,390.00	101,095.00	OFFICE REMODEL ELECTRICAL WORK	CORPORATE SERVICES
T4237	FLUIDEDGE CONSULTING, INC	25,520.00	285,485.00	MAY. 2023 CONSULTING SERVICES	VARIOUS
T2458	HEALTHCARE FINANCIAL, INC	24,000.00	374,650.85	MAR. 2023 PROFESSIONAL SERVICES	ADMINISTRATION
T4538	CHANGE HEALTHCARE SOLUTIONS, LLC	22,871.44	120,206.31	MAY. 2023 EDI CLAIM PROCESSING	CLAIMS
T5292	ALL'S WELL HEALTH CARE SERVICES	22,220.84	216,558.07	MAY. 2023 TEMPORARY HELP - (1) HE: (1) BE	VARIOUS
T2869	COMMUNITY ACTION PARTNERSHIP OF KERN	20,000.00	45,000.00	2023 COMMUNITY GRANT	COMMUNITY GRANTS
		4,869,892.51			
	TOTAL VENDORS OVER \$20,000	4,899,892.51			
	TOTAL VENDORS UNDER \$20,000	762,705.68			
	TOTAL VENDOR EXPENSES- JUNE	\$ 5,662,598.19			

Note:
 ****New vendors over \$20,000 for the month of June

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T1045	KAISER FOUNDATION HEALTH - HMO	3,487,883.53	EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T4350	COMPUTER ENTERPRISE	2,607,850.25	PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS INC	1,758,640.00	PREFUND MEMBER INCENTIVES & MCAS MEMBER REWARDS PROGRAM	UTILIZATION MANAGEMENT-HE & QI
T3449	CDW GOVERNMENT	1,479,600.20	NUTANIX RENEWAL & ADOBE LICENSES	MIS INFRASTRUCTURE
T4737	TEKSYSTEMS, INC.	1,426,499.29	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5155	A-C ELECTRIC COMPANY	1,351,291.87	CARPPOOL SOLAR PROJECT	CAPITAL
T3130	OPTUMINSIGHT, INC	1,249,311.51	ANNUAL LICENSED SOFTWARE	MIS INFRASTRUCTURE
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC	1,073,971.49	PROFESSIONAL SERVICES & ANNUAL LICENSING	VARIOUS
T1071	CLINICA SIERRA VISTA	911,881.47	HEALTH HOMES GRANT & PROVIDER CARE QUALITY GRANT PROGRAM	COMMUNITY GRANTS
T4699	ZEOMEGA, INC	766,615.22	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5432	CATALYST SOLUTIONS, LLC	642,325.52	PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5466	ZIPARI, INC	600,545.68	2023 JIVA MEMBER PORTAL	MIS INFRASTRUCTURE
T5337	CAZADOR CONSULTING GROUP INC	545,464.96	TEMPORARY HELP	VARIOUS
T1180	LANGUAGE LINE SERVICES INC	467,429.64	INTERPRETATION SERVICES	HEALTH EDUCATION

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report
Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T1408	DELL MARKETING L.P.	454,906.52	COMPUTER EQUIPMENT	MIS INFRASTRUCTURE
T2458	HEALTHCARE FINANCIAL, INC	374,650.85	PROFESSIONAL SERVICES	ADMINISTRATION
T5022	SVAM INTERNATIONAL INC	330,387.00	PROFESSIONAL SERVICES	MIS ADMINISTRATION
T4237	FLUIDEDGE CONSULTING, INC	285,485.00	CONSULTING SERVICES	VARIOUS
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	283,521.71	VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T4165	SHI INTERNATIONAL CO.	280,493.86	NETWORK SWITCHES WITH SUPPORT	MIS INFRASTRUCTURE
T5562	JDM SOLUTIONS INC	272,520.00	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5684	REBELLIS GROUP LLC	269,030.93	MAPD BUSINESS CONSULTING	MEDICARE
T4733	UNITED STAFFING ASSOCIATES	260,144.22	TEMPORARY HELP	VARIOUS
T5421	PREMIER ACCESS INSURANCE COMPANY	258,382.02	EMPLOYEE DENTAL BENEFITS PREMIUM	VARIOUS
T4331	COTIVITI, INC	255,654.52	2023 HEDIS LICENSE & PROFESSIONAL SERVICES	HEALTH SERVICES - QI
T5076	MERIDIAN HEALTH SYSTEMS, P.C.	235,350.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T2726	DST PHARMACY SOLUTIONS, INC	216,745.63	PHARMACY CLAIMS	PHARMACY
T5292	ALL'S WELL HEALTH CARE SERVICES	216,558.07	TEMPORARY HELP	VARIOUS

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T2918	STINSON'S	202,084.15	OFFICE SUPPLIES	VARIOUS
T5546	BITWISE TECHNOLOGY CONSULTING, LLC	188,131.80	OCR SERVICES AND PROFESSIONAL SERVICES	VARIOUS
T2167	PG&E	182,975.88	UTILITIES	CORPORATE SERVICES
T4452	WELLS FARGO	181,965.64	ACH- MISC CREDIT CARD PURCHASES	VARIOUS
T3011	OFFICE ALLY, INC	172,948.96	EDI CLAIM PROCESSING	CLAIMS
T2469	DST HEALTH SOLUTIONS, LLC	167,100.00	ANNUAL ACG LICENSE & SUPPORT	BUSINESS INTELLEGENCE
T5509	NGUYEN CAO LUU-TRONG	159,035.50	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T4460	PAYSPAN, INC	158,245.99	ELECTRONIC CLAIMS/PAYMENTS	FINANCE
T5111	ENTISYS 360, E360	153,614.34	NUTANIX ACROPOLIS SOFTWARE LICENSE	MIS INFRASTRUCTURE
WT/ACH	USPS	150,000.00	FUND KHS POSTAL ONE/EPS ACCOUNT	CORPORATE SERVICES
T4708	HEALTH MANAGEMENT ASSOCIATES, INC	149,542.50	PROFESSIONAL SERVICES	ADMINISTRATION
T4657	DAPONDE SIMPSON ROWE PC	148,828.75	LEGAL FEES	VARIOUS
T1861	CERIDIAN HCM, INC.	130,225.42	MONTHLY SUBSCRIPTION FEES/PROFESSIONAL SERVICES/ DAYFORCE HUMAN CAPITAL MANAGEMENT	HUMAN RESOURCES
T2584	UNITED STATES POSTAL SVC - HASLER	130,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES

KERN·HEALTH SYSTEMS

Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5701	THE GRANGER NETWORK LLC	128,650.00	SUPERVISOR BOOTCAMP	ADMINISTRATION
T5344	SIGNATURE STAFF RESOURCES LLC	127,304.00	2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5503	SECURE-CENTRIC INC	124,794.20	RUBRIK ENTERPRISE SUPPORT	MIS INFRASTRUCTURE
T4538	CHANGE HEALTHCARE SOLUTIONS, LLC	120,206.31	2023 EDI CLAIM PROCESSING	CLAIMS
T5145	CCS ENGINEERING FRESNO INC	119,725.42	JANITORIAL SERVICES	CORPORATE SERVICES
T5738	INSURICA - WALTER MORTENSEN INSURANCE ****	118,770.00	2023-2024 ANNUAL WORKERS' COMP PREMIUM	ADMINISTRATION
T5340	GARTNER INC	117,060.00	ANNUAL LEADERS INDIVIDUAL ACCESS ADVISOR - PROFESSIONAL SERVICES	MIS ADMINISTRATION
T2933	SIERRA PRINTERS, INC	110,554.42	PRINTING OF MEMBER EDUCATION MATERIAL/PROVIDER DIRECTORY/BUSINESS CARDS	VARIOUS
T2955	DELTA ELECTRIC INC	101,095.00	OFFICE REMODEL ELECTRICAL WORK	CORPORATE SERVICES
T5486	ALLIED GENERAL CONTRACTORS, INC	93,650.00	OFFICE PAINTING & CONSTRUCTION	CAPITAL
T4514	A.J. KLEIN, INC T.DENATALE, B. GOLDNER	92,640.12	LEGAL FEES	ADMINISTRATION
T4353	TWE SOLUTIONS, INC	91,933.22	CORTEX XDR PRO LICENSES	MIS INFRASTRUCTURE
T2961	SOLUTION BENCH, LLC ****	91,581.55	M-FILES SOFTWARE ANNUAL RENEWAL	MIS INFRASTRUCTURE
T4501	ALLIED UNIVERSAL SECURITY SERVICES	89,234.90	ONSITE SECURITY	CORPORATE SERVICES

KERN·HEALTH SYSTEMS

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Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4217	CONTEXT 4 HEALTHCARE, INC ****	86,083.12	ANNUAL RENEWAL AMA FEES & CPT LICENSE	MIS INFRASTRUCTURE
T5583	THE MIHALIK GROUP, LLC	82,080.00	NCQA TRAINING	HEALTH SERVICES - QI
T4483	INFUSION AND CLINICAL SERVICES, INC	80,177.67	DIABETIC GRANT PROGRAM	COMMUNITY GRANTS
T4054	ASSOCIATION FOR COMMUNITY AFFILIATED PLANS	77,000.00	2023 ANNUAL DUES ASSESSMENT	ADMINISTRATION
T2413	TREK IMAGING INC	76,246.48	COMMUNITY AND MARKETING EVENTS, MEMBER & HEALTH ED INCENTIVES, EMPLOYEE EVENTS, NEW HIRE SHIRTS	VARIOUS
T4484	JACOBSON SOLUTIONS	76,148.22	TEMPORARY HELP	HEALTH SERVICES - UM
T5520	BG HEALTHCARE CONSULTING, INC	74,700.00	PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T1128	HALL LETTER SHOP	74,538.42	MEMBER ID CARDS, MEMBER SURVEY & MAIL PREP, NEW MEMBER PACKETS	VARIOUS
T1005	COLONIAL LIFE & ACCIDENT	71,968.07	LIFE INSURANCE PREMIUM	VARIOUS
T5121	TPX COMMUNICATIONS	68,254.39	LOCAL CALL SERVICES; LONG DISTANCE CALLS; INTERNET SERVICES; 800 LINES	MIS INFRASTRUCTURE
T1022	UNUM LIFE INSURANCE CO.	67,451.30	EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T4963	LINKEDIN CORPORATION	65,388.50	ANNUAL ONLINE TRAINING FOR ALL EMPLOYEES	HUMAN RESOURCES
T2941	KERN PRINT SERVICES INC	64,953.44	OTHER PRINTING COSTS, ENVELOPES, LETTERHEAD	VARIOUS
T4792	KP LLC	63,569.15	PROVIDER DIRECTORIES	PROVIDER NETWORK MANAGEMENT

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Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5436	THE BEACON STUDIOS LLC	56,502.00	TV COMMERCIAL PRODUCTION	MEDIA & ADVERTISING
T4503	VISION SERVICE PLAN	53,684.73	EMPLOYEE HEALTH BENEFITS	VARIOUS
T4415	DANIELLS PHILLIPS VAUGHAN AND BOCK	51,900.00	2022 AUDIT FEES	FINANCE
T1960	LOCAL HEALTH PLANS OF CALIFORNIA	51,363.62	WEBINAR REGISTRATIONS & SPECIAL DUES ASSESSMENT	VARIOUS
T3972	JOURNEY AIR CONDITIONING CO., INC	50,035.00	HVAC NEW UNIT & INSTALL	CAPITAL
T5644	JENNIFER ELIZABETH CLANCY ****	49,500.00	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T4585	DELANO UNION SCHOOL DISTRICT	49,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T5479	TRANSFORMING LOCAL COMMUNITIES, INC	47,647.40	DEC. 2022 PROVIDER GRANT PROGRAM	COMMUNITY GRANTS
T1404	CALIFORNIA ASSOCIATION OF HEALTH PLANS	47,377.00	2023 ANNUAL DUES ASSESSMENT	ADMINISTRATION
T2969	AMERICAN BUSINESS MACHINES INC	45,357.63	HARDWARE AND MAINTENANCE	CORPORATE SERVICES
T5329	RELAY NETWORK, LLC	45,000.03	TEXT MESSAGING SUBSCRIPTION	CAPITAL PROJECT
T2869	COMMUNITY ACTION PARTNERSHIP OF KERN	45,000.00	2023 COMMUNITY GRANT	COMMUNITY GRANTS
T5645	RIDGECREST REGIONAL HOSPITAL	45,000.00	PROVIDER QUALITY CARE GRANT PROGRAM	COMMUNITY GRANTS
T2509	USPS ****	44,039.15	PERMIT #88 SUMMER ISSUE FAMILY HEALTH MAGAZINE POSTAGE FUNDING	HEALTH EDUCATION

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Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5107	CITRIX SYSTEMS, INC	42,619.20	CITRIX LICENSE RENEWAL	MIS INFRASTRUCTURE
T5319	CITIUSTECH INC	42,498.00	FAST+ ANNUAL MAINTENANCE & SUPPORT	MIS INFRASTRUCTURE
T5480	PRESS GANEY ASSOCIATES LLC	40,985.25	2023 ECM & PROVIDER SATISFACTION SURVEYS	VARIOUS
T5524	REST & REASSURE, LLC	40,500.00	2023 PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T1272	COFFEY COMMUNICATIONS INC	40,016.97	MEMBER NEWSLETTER/WEBSITE IMPLEMENTATION	HEALTH EDUCATION/MEDIA & ADVERTISING
T4265	SIERRA SCHOOL EQUIPMENT COMPANY	39,947.72	BOARDROOM FURNITURE	CORPORATE SERVICES
T5367	ADVENTIST HEALTH DELANO	39,910.73	PROVIDER GRANT PROGRAM	COMMUNITY GRANT
T4902	CHANGE HEALTHCARE TECHNOLOGIES, LLC	38,946.76	2023 EDI CLAIM PROCESSING	CLAIMS
T5550	CHARTER COMMUNICATIONS OPERATING, LLC	37,673.81	INTERNET SERVICES	MIS INFRASTRUCTURE
T5467	MOSS ADAMS LLP	37,597.00	2023 CLAIMS AUDIT TOOL SUPPORT & LICENSES	MIS INFRASTRUCTURE
T5592	BRAND CO MARKETING	37,582.18	KHS STORE INVENTORY ITEMS	HUMAN RESOURCES
T5435	TEGRIA SERVICES GROUP - US, INC	36,500.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T4059	KERN VALLEY HEALTHCARE DISTRICT	35,327.26	2022 PROVIDER QUALITY CARE GRANT	COMMUNITY GRANTS
T2578	AMERICAN HEART ASSOCIATION - KERN COUNTY	35,000.00	SPONSORSHIP	MEDIA & ADVERTISING
T3986	JACQUELYN S JANS	32,850.00	CONSULTING FOR KHS PUBLIC IMAGE CAMPAIGN	ADMINISTRATION/ MARKETING

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Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5734	CAROL ANN STILTNER ****	31,012.20	PROFESSIONAL SERVICES	MEDICARE
T5568	MICHELLE OXFORD	30,910.89	CONSULTING SERVICES	EXECUTIVE
T5201	JAC SERVICES, INC	30,577.08	AC MAINTENANCE & SERVICE	CORPORATE SERVICES
T5574	CARMAX AUTO SUPERSTORES, INC	30,451.85	COMPANY VEHICLE	CORPORATE SERVICES
T5392	THE KNOWLEDGE ACADEMY INC	30,155.00	CA PROJECT MANAGEMENT TRAINING	MIS ADMINISTRATION
T2851	SINCLAIR TELEVISION OF BAKERSFIELD, LLC	30,030.00	ADVERTISEMENT - MEDIA	MARKETING
T5012	KERN MEDICAL CENTER FOUNDATION ****	30,000.00	VALLEY FEVER WALK SPONSOSHIP	MARKETING
T5687	IRISE EXECUTIVE COACHING LLC	30,000.00	EXECUTIVE RETREAT	ADMINISTRATION
T2446	AT&T MOBILITY	29,142.22	CELLULAR PHONE/INTERNET USAGE	MIS INFRASTRUCTURE
T5429	JANE MACADAM	29,118.77	2022 HYBRID COMMUTING	COMPLIANCE
T4554	THE KEN BLANCHARD COMPANIES	28,845.93	LEADERSHIP TRAINING COURSES	HUMAN RESOURCES
T4982	NGC US, LLC	28,550.00	PREFUND MEMBER INCENTIVES - COVID 19 INCENTIVE PROGRAM	VARIOUS
T2641	MARANATHA GARDENING & LANDSCAPING, INC	27,427.50	2023 BUILDING MAINTENANCE	CORPORATE SERVICE
T5300	CENTRAL VALLEY OCCUPATION MEDICAL GROUP, INC	26,780.00	COVID-19 TESTING	HUMAN RESOURCES

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Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4182	THE LAMAR COMPANIES	26,020.96	OUTDOOR ADVERTISEMENT - BILLBOARDS	ADVERTISING
T5578	KIMBERY A MARTIN	25,525.50	PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T2441	LAURA J BREZINSKI	25,500.00	MARKETING MATERIALS	MARKETING
T4731	GO TO TECHNOLOGY CONSULTING, LLC	25,062.00	INTERNET SERVICES	MIS INFRASTRUCTURE
T4607	AGILITY RECOVERY SOLUTIONS INC	25,008.07	PROFESSIONAL SERVICES	ADMINISTRATION
T2580	GOLDEN EMPIRE TRANSIT DISTRICT	24,900.00	OUTDOOR ADVERTISEMENT - BUSES	ADVERTISING
T5408	MARY HARRIS ****	24,815.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T5530	JONES LANG LASALLE AMERICAS, INC	23,960.00	CUBICLE SCHEDULING APP IMPLEMENTATION & TRAINING	CORPORATE SERVICES
T4785	COMM GAP ****	23,783.75	INTERPRETATION SERVICES	HEALTH EDUCATION
T2787	SAGE SOFTWARE, INC	23,581.11	SAGE 300 CLOUD SOFTWARE RENEWAL	FINANCE
T5109	RAND EMPLOYMENT SOLUTIONS	23,420.78	TEMPORARY HELP	VARIOUS
T5317	PRESIDIO NETWORKED SOLUTIONS GROUP LLC	23,125.00	NUTANIX HARDWARE & SOFTWARE - SECURITY PROGRAM ASSESSMENT	MIS INFRASTRUCTURE
T1347	ADVANCED DATA STORAGE ****	21,481.62	STORAGE AND SHREDDING SERVICES	CORPORATE SERVICES
T5669	THE OPEN DOOR NETWORK ****	21,418.00	2023 SPONSORSHIPS & COMMUNITY GRANT	MARKETING

KERN·HEALTH SYSTEMS

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Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4216	NEXSTAR BROADCASTING INC ****	20,900.00	ADVERTISEMENT - MEDIA	MARKETING
T1097	NCQA	20,580.00	HEDIS, VOL 2 PLUS QUALITY COMPASS AND POPULATION HEALTH PROGRAM ACCREDITATION	HEALTH SERVICES - QI
T4993	LEGALSHIELD ****	20,551.75	EMPLOYEE PAID VOLUNTARY COVERAGE	PAYROLL DEDUCTION
T5535	PANAMA-BUENA VISTA UNION SCHOOL DISTRICT	20,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
		<u>29,285,594.21</u>		
	TOTAL VENDORS OVER \$20,000	29,285,594.21		
	TOTAL VENDORS UNDER \$20,000	1,543,100.69		
	TOTAL VENDOR EXPENSES- JUNE	<u>\$ 30,828,694.90</u>		

Note:
****New vendors over \$20,000 for the month of June

Vendor Name	Contract Amount	Budgeted	Department	Department Head	Services that this vendor will provide to KHS	Effective Date	Termination Date
January							
Jacquelyn S. Jans	\$135,840.00	Yes	MRK	Louie Iturriria	Marketing & Corporate Image Consulting	1/2/2023	12/31/2024
HD Dynamics	\$50,000.00	Yes	PNM	Amisha Pannu	Consulting services for Microsoft Dynamics CRM	1/2/2023	12/31/2023
Rest and Reassure, LLC	\$144,000.00	Yes	PHM	Deb Murr	Consulting services for Cal-Aim & PHM dept requirements	1/2/2023	12/31/2023
BG Healthcare	\$189,000.00	Yes	PHM	Deb Murr	Consulting services	1/2/2023	12/23/2022
SHI	\$51,094.74	Yes	IT	Richard Pruitt	VMWare renewal	1/1/2023	12/31/2023
Catalyst	\$199,999.00	Yes	Exec	Michelle Oxford	D-SNP and related Medicare health plan resource	1/30/2023	6/2/2023
Jennifer Clancy	\$49,500.00	Yes	BH	Deb Murr	Behavioral Health Department Development	1/30/2023	5/30/2023
Lamar	\$69,115.56	Yes	MRK	Louie Iturriria	(6) Billboards for advertising	1/23/2023	6/30/2024
Cotiviti	\$175,000.00	Yes	QI	Jane Daughenbaugh	Medical record retrieval services	1/27/2023	5/31/2023
February							
Gartner	\$117,060.00	Yes	IT	Richard Pruitt	Executive Programs Member license for CIO	2/1/2023	1/31/2024
Language Line	\$75,000.00	Yes	HE	Isabel Silva	Interpreting services	2/28/2023	2/27/2024
Coffey Communications	\$120,000.00	Yes	HE	Isabel Silva	Printing agreement	2/15/2023	2/14/2024
Lifesigns	\$80,000.00	Yes	HE	Isabel Silva	ASL interpreting services	2/23/2023	2/22/2025
Entisys360	\$69,201.68	Yes	IT	Richard Pruitt	Nutanix Prod APP storage expansion	2/8/2023	2/7/2024
March							
GET Bus	\$72,900.00	Yes	MRK	Louie Iturriria	Four (4) King Kong outdoor advertisements	3/1/2023	6/30/2024
Dell	\$79,746.97	Yes	IT	Richard Pruitt	Laptops (25), docking stations (50), & monitors (100)	3/6/2023	3/6/2027
The Granger Network	\$110,000.00	Yes	HR	Anita Martin	Supervisor Bootcamp	3/31/2023	6/31/23
April							
Advanced Medical Reviews (AMR)	\$182,000.00	Yes	UM	Misty Dominguez	Peer to Peer Medical Reviews	4/1/2023	3/31/2025
May							
IntelAgree	\$129,675.00	Yes	CS	Andrea Hylton	Contracting Management Software	5/24/2023	5/23/2026
CDW-G	\$98,501.35	Yes	IT	Richard Pruitt	Nutanix Xi Leap renewal	5/27/2023	5/26/2024
Dell	\$84,751.00	Yes	IT	Richard Pruitt	Microsoft Unified Support Services	5/10/2023	5/9/2024
Tel-Tec	\$197,196.01	Yes	IT	Richard Pruitt	Camera surveillance system phase 1	5/24/2023	10/31/2023
June							
HMA	\$99,000.00	Yes	ACCT	Veronica Barker	Actuarial services (RDT, DSR's & Rate Analysis)	6/1/2023	5/31/2024
Milliman	\$199,000.00	Yes	ACCT	Veronica Barker	Actuarial services (D-SNP, Category of services, & Gap Analysis)	6/1/2023	5/31/2024
TWE Solutions	\$96,900.00	Yes	IT	Richard Pruitt	24x7 Security Monitoring Services	6/14/2023	6/13/2024

Vendor Name	Contract Amount	Budgeted	Department	Department Head	Services that this vendor will provide to KHS	Effective Date	Termination Date
Relay Network	\$199,999.00	Yes	IT	Richard Pruitt	Mobile Communication Platform; Unlimited Texting	6/1/2023	5/31/2024
Healthwise	\$113,609.00	Yes	HE	Isabel Silva	Interactive self-management tools and patient education materials	6/5/2023	6/4/2024
The Granger Network	\$198,500.00	Yes	HR	Anita Martin	Leadership Development: Creating the Next Era	6/7/2023	11/30/2023
Context4 Healthcare	\$86,083.12	Yes	IT	Richard Pruitt	RCD-10, HCPCS, and CPT codes through American Medical Association	6/27/2023	6/26/2024
Bitfocus	\$168,704.94	Yes	MIS	Richard Pruitt	Clarity Human Services SaaS & professional services	6/22/2023	6/21/2024
LinkedIn	\$55,890.00	Yes	HR	Anita Martin	Online job postings (5 slots)	6/1/2023	5/31/2026

2023 TECHNOLOGY CONSULTING RESOURCES																		
ITEM	PROJECT	CAP/EXP	BUDGET	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEPT	OCT	NOV	DEC	YTD	TOTAL	REMAINING BALANCE
#	Project Name																	
1	Member Engagement	CA	\$158,500	\$23,832	\$22,640	\$26,215	\$23,832	\$26,215									\$122,734	\$35,766
2	DSNP MCAS Star Software	CA	\$158,500	\$0	\$0	\$0	\$0	\$0									\$0	\$158,500
3	Population Health Management	CA	\$301,000	\$34,348	\$32,436	\$38,231	\$36,047	\$40,719									\$181,781	\$119,219
4	DSNP JIVA Medicare Module	CA	\$81,750	\$0	\$0	\$0	\$0	\$0									\$0	\$81,750
5	Data Lineage and Cataloging System	CA	\$91,012	\$0	\$0	\$0	\$0	\$0									\$0	\$91,012
6	IT Staff Augmentation	EX	\$7,365,693	\$549,087	\$472,083	\$607,699	\$248,118	\$556,605									\$2,433,592	\$4,932,101
7	PM Staff Augmentation	EX	\$1,185,600	\$17,940	\$91,885	\$142,020	\$391,554	\$157,653									\$801,052	\$384,548
8	DSNP Staff Augmentation	EX	\$6,515,185	\$81,624	\$309,241	\$386,281	\$412,054	\$221,676									\$1,410,875	\$5,104,310
Totals:		Totals	\$15,857,240	\$706,831	\$928,285	\$1,200,446	\$1,111,605	\$1,002,868	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,950,035	\$10,907,205

Updated 7/25/23

