



**KERN HEALTH  
SYSTEMS**

**FINANCE COMMITTEE  
MEETING**

**Friday, February 13, 2026**

**at**

**8:30 a.m.**

**Kern Health Systems  
2900 Buck Owens Blvd.  
1<sup>st</sup> 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, February 13, 2026**

**8:30 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 SILENCE CELL PHONES AND ELECTRONIC DEVICES DURING MEETING.**

#### COMMITTEE TO RECONVENE

Members: Elliott, Bowers, Turnipseed, 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

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))

FINANCIAL MATTERS

- CA-3) Minutes for Kern Health Systems Finance Committee meeting on December 12, 2025 - APPROVE
- 4) Report on Kern Health Systems Investment Portfolio for the Fourth Quarter Ending December 31, 2025 (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- 5) Report on 2025 Annual Review of the Kern Health Systems Investment Policy (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- 6) Report on 2025 Annual Travel Report (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- 7) Report on 2025 Annual Report of Disposed Assets (Fiscal Impact: None) – RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- CA-8) Proposed Contract Extension with SAI360 increasing the Not-to-Exceed amount by \$142,122 from \$201,270 to \$343,392 for the Platform including the Policy Manager and the Regulatory Compliance Manager for a two (2) year term from March 28, 2026 through March 27, 2028 (Fiscal Impact: \$142,122 over the term of the contract; Budgeted) – APPROVE; REFER TO KHS BOARD OF DIRECTORS
- CA-9) Proposed Contract Extension with Coffey Communications, Inc. increasing the Not-to-Exceed amount by \$195,000 from \$370,000 to \$565,000, for the printing of Member Newsletters, for a one (1) year term from February 15, 2026 through February 14, 2027 (Fiscal Impact: \$195,000; Budgeted) – APPROVE; REFER TO KHS BOARD OF DIRECTORS

**Agenda**

Finance Committee Meeting  
Kern Health Systems

Page 3  
2/13/2026

---

- CA-10) Proposed Contract Extension with Health Management Associates for Actuarial services for a one (1) year term from March 6, 2026 through March 5, 2027 (Fiscal Impact: \$0; Budgeted) –  
APPROVE; REFER TO KHS BOARD OF DIRECTORS
- CA-11) Proposed Increase in the Not-to-Exceed amount with DST Health Solutions, LLC, by \$35,525 from \$1,226,457 to \$1,261,982, for the Johns Hopkins ACG Predictive Modeling tool, for the remaining term of the contract through December 31, 2026 (Fiscal Impact: \$35,525; Budgeted) –
- CA-12) Proposed Increase in the Current Not-to-Exceed amount and Contract Extension with Anthony Dike, M.D., for Physician Review Services for Utilization Management, by \$314,000 from \$199,000 to \$513,000, which includes \$74,000 to increase the not-to-exceed under the current contract through April 17, 2026 and \$240,000 for the contract extension through April 17, 2027 (Fiscal Impact: \$314,000; Budgeted) –  
APPROVE; REFER TO KHS BOARD OF DIRECTORS
- 13) Report on Kern Health Systems financial statements for November 2025 (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- CA-14) Report on Accounts Payable Vendor Report, Administrative Contracts between \$50,000 and \$200,000 for November 2025 and IT Technology Consulting Resources for the period ended November 30, 2025 (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS

ADJOURN TO FRIDAY, APRIL 10, 2026 AT 8:30 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 Board of Directors may request assistance at the Kern Health Systems office, 2900 Buck Owens Boulevard, Bakersfield, California 93308 or by calling (661) 664-5010. 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, December 12, 2025**

**8:30 A.M.**

#### COMMITTEE RECONVENED

Members: Elliott, Bowers, Turnipseed, Watson  
ROLL CALL: 3 Present; 1 Absent – Bowers

NOTE: The vote is displayed in bold below each item. For example, Elliott-Bowers denotes Director Elliott made the motion, and Director Bowers 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.**

**SUMMARY**

Finance Committee Meeting  
Kern Health Systems

Page 2  
12/12/2025

---

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))

DIRECTOR ELLIOT REPORTED THAT THE COMMITTEE HAS BEEN IN DISCUSSION ABOUT "BUMPING" UP EMILY'S SIGNATURE AUTHORITY; CURRENTLY IT'S \$200,000 PER CONTRACT; THIS WOULD PREVENT MANY ITEMS GOING TO THE BOARD FOR APPROVAL

FINANCIAL MATTERS

- CA-3) Minutes for Kern Health Systems Finance Committee meeting on October 17, 2025 - APPROVED

**Turnipseed-Watson: 3 Ayes; 1 Absent - Bowers**

NOTE: DIRECTOR BOWERS ARRIVED AT 8:36 AM; AFTER THE CONSENT VOTE

NOTE: DIRECTOR BOWERS LEFT THE DAIS AT 8:52 AM; AND DID NOT VOTE ON ITEM 4

- 4) Presentation by Baker Tilly (formerly Moss Adams) on 2025 Audit Planning (Fiscal Impact: None) – STELIAN DAMU, ASHLEY MERDA, BAKER TILLY, HEARD; RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS

**Watson-Turnipseed: 3 Ayes; 1 Absent - Bowers**

- 5) Report on Kern Health Systems investment portfolio for the third quarter ending September 30, 2025 (Fiscal Impact: None) – RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS

**Watson-Turnipseed: 3 Ayes; 1 Absent - Bowers**

NOTE: DIRECTOR BOWERS RETURNED TO THE DAIS AT 8:59 AM; AFTER THE VOTE ON ITEM 5

- 6) Proposed reinsurance policy with Partner RE to mitigate costs incurred by Kern Health Systems for members with high dollar inpatient admissions from January 1, 2026 through December 31, 2026 (Fiscal Impact: \$5,900,000 estimated; Budgeted) – DAVE KALB, JENN DUNCAN, PARTNER RE, HEARD; APPROVED; REFERRED TO KHS BOARD OF DIRECTORS

**Bowers-Turnipseed: All Ayes**

- 7) Proposed Kern Health Systems 2026 Operating and Capital Budgets (Fiscal Impact: None) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS

**Bowers-Watson: All Ayes**

**SUMMARY**Finance Committee Meeting  
Kern Health SystemsPage 3  
12/12/2025

- 8) Proposed Budget Request for 2026 Project Consulting Professional Services, from January 1, 2026 through December 31, 2026 (Fiscal Impact: \$7,800,010 Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Watson: All Ayes**
- 9) Proposed Increase in the Not-to Exceed amount with Cognizant by \$600,840 from \$6,607,387 to \$7,208,227 to adjust maintenance and support fees with Cognizant, reflecting corrected membership counts and ensuring accurate annual billing for the contract term from September 11, 2025, through September 10, 2029 (Fiscal Impact: \$600,840 over the term of the contract; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Watson: All Ayes**
- 10) Proposed Increase in the Not-to Exceed amount with Crowe by \$300,000 from \$1,585,000 to \$1,885,000 for additional Implementation Costs, the Crowe Government Accelerator Software and Expense Management and Crowe Contract Manager modules relating to the new Accounting Enterprise Resource Planning System from January 1, 2026, through November 30, 2030 (Fiscal Impact: \$300,000 over the term of the contract; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Watson-Bowers: All Ayes**
- 11) Proposed New Agreement with DELL, with a Not-to-Exceed amount of \$2,000,000 for the replacement of core server infrastructure with Dell hardware, enabling flexible scaling of compute and storage resources, for a three (3) year term from January 1, 2026 through December 31, 2029 (Fiscal Impact: \$2,000,000 over the term of the contract; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Watson: All Ayes**
- 12) Proposed New Agreement with Microsoft, with a Not-to-Exceed amount of \$225,000 for Unified Support Services, which provide enterprise-wide access to Microsoft experts, proactive optimization, and rapid issue resolution to ensure reliability and maximize value across all Microsoft technologies, for a one (1) year term from January 1, 2026 through December 31, 2026 (Fiscal Impact: \$225,000 over the term of the contract; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Turnipseed: All Ayes**
- 13) Proposed Contract Extension with Zipari increasing the Not-to Exceed amount by \$237,456 from \$2,709,572 to \$2,947,028 for the Member and Provider Portal for four (4) months from January 1, 2026, through April 30, 2026 (Fiscal Impact: \$237,456 over the term of the contract; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Turnipseed: All Ayes**
- CA-14) Proposed Contract Extension with CitiusTech increasing the Not-to Exceed amount by \$37,500 from \$853,880 to \$891,380 for FHIR licensing, software and support for three (3) months from December 18, 2025, through March 31, 2026 (Fiscal Impact: \$37,500 over the term of the contract; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Turnipseed-Watson: 3 Ayes; 1 Absent – Bowers**

**SUMMARY**

Finance Committee Meeting  
Kern Health Systems

Page 4  
12/12/2025

---

- 15) Report on Kern Health Systems financial statements for September 2025 and October 2025 (Fiscal Impact: None) – RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Turnipseed: All Ayes**
  
- 16) Report on Tangible Net Equity and Liquidity Test as of September 30, 2025 (Fiscal Impact: None) – RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS  
**Watson-Turnipseed: All Ayes**
  
- 17) Report on Accounts Payable Vendor Report, Administrative Contracts between \$50,000 and \$200,000 for September 2025 and October 2025 and IT Technology Consulting Resources for the period ended September 30, 2025 (Fiscal Impact: None) – RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS  
**Watson-Bowers: All Ayes**

ADJOURN TO FRIDAY, FEBRUARY 13, 2026 AT 8:30 A.M.



---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** Quarterly Review of Kern Health Systems Investment Portfolio  
**DATE:** February 13, 2026

---

### **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.

**Kern Health Systems  
Investment Portfolio  
31-Dec-25**

**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.

<u>Description</u>		<u>Dollar Amount</u>	<u>% of Portfolio</u>	<u>Maximum Allowed Per Policy</u>	<u>Approximate Current Yield</u>	<u>Liquidity</u>	<u>Principal Fluctuation</u>
Wells Fargo - Cash and Sweep Accounts		(1) \$ 7,900,000	1.64%	100%	2.25%	1 Day	None
Money Market Accounts	(A)	(1) \$ 100,800,000	20.90%	40%	3.60%	1 Day	None
Local Agency Investment Fund (LAIF)	(B)	(2) \$ 50,200,000	10.41%	50%	4.03%	2 Days	None Subject to Interest Rate
US T-Bills & Federal Agencies at Wells Fargo		(1) \$ 199,700,000	41.41%	100%	3.56%	1 Day	Fluctuations Subject to Interest Rate and Credit
KHS Managed Portfolio at Wells Fargo	(C)	(1) \$ 1,000,000	0.21%		4.31%	3 Days	Fluctuations
Sub-Total		\$ 359,600,000	74.56%		3.61%		

**Long Term Portfolio ( 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)	\$ 80,100,000	16.61%		3.88%	3 Days	Subject to Interest Rate and Credit Fluctuations
KHS Managed Portfolio at Wells Fargo	(C)	\$ 42,600,000	8.83%		4.16%	3 Days	Subject to Interest Rate and Credit Fluctuations
Sub-Total		\$ 122,700,000	25.44%		3.98%		
<b>Total Portfolio</b>		<b>\$ 482,300,000</b>	<b>100.00%</b>		<b>3.70%</b>		

<u>Yield Curve</u>	<u>Yield Curve</u>			
	<u>Treasuries</u>	<u>AA Corporate Bonds</u>	<u>A Corporate Bonds</u>	<u>CD's</u>
1 year	3.48%	3.65%	3.78%	3.50%
2 year	3.48%	3.63%	3.80%	3.70%
3 year	3.54%	3.72%	3.90%	3.70%
5 year	3.73%	4.00%	4.18%	3.85%

- (A) Money market fund comprised of US Treasury and Repurchase Agreement Obligations.
- (B) LAIF is part of a \$162.6 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 and Corporate Bonds
- (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, fund capital projects, distribute pass-through monies, potential State premium recoupments, MCO Tax advances, 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 the CalPERS Liability



**Branch office**  
 9201 Camino Media  
 Suite 230  
 Bakersfield, CA 93311

**Financial Advisor**  
 THE COHEN GROUP  
 6616633200

# UBS Client Review

As of December 31, 2025

**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	

## What's inside

Portfolio Review. . . . .	2
Asset Allocation by Account. . . . .	5
Asset Allocation Review. . . . .	6
Bond Summary. . . . .	7
Bond Holdings. . . . .	8
Additional Information About Your Portfolio. . . . .	16
Important Information About This Report. . . . .	17



# Portfolio Review

as of December 31, 2025

## Asset Allocation Review

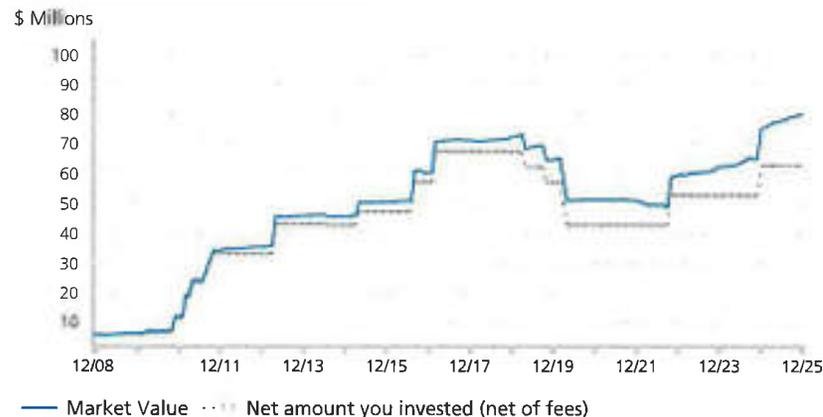
	Value on 12/31/2025 (\$)	% of Portfolio
<b>A Cash</b>	<b>231,909.82</b>	<b>0.29</b>
Cash	231,909.82	0.29
US	231,909.82	0.29
<b>B Fixed Income</b>	<b>79,861,393.04</b>	<b>99.71</b>
US	79,861,393.04	99.71
Corporate IG Credit	79,861,393.04	99.71
<b>C Equity</b>	<b>0.00</b>	<b>0.00</b>
<b>D Commodities</b>	<b>0.00</b>	<b>0.00</b>
<b>E Non-Traditional</b>	<b>0.00</b>	<b>0.00</b>
<b>F Other</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Portfolio</b>	<b>\$80,093,302.86</b>	<b>100%</b>



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

## Sources of Portfolio Value



## Portfolio Value and Investment Results

	Performance returns (annualized > 1 year)			
	For period of 12/31/2024 to 03/31/2025	For period of 03/31/2025 to 06/30/2025	For period of 06/30/2025 to 09/30/2025	For period of 09/30/2025 to 12/31/2025
<b>Opening value</b>	<b>75,185,423.80</b>	<b>76,625,024.22</b>	<b>78,006,238.75</b>	<b>79,165,399.33</b>
Net deposits/withdrawals	-30,167.59	-30,804.38	-31,668.65	-32,148.25
Div./interest income	696,186.36	579,304.42	958,957.11	762,857.18
Change in accr. interest	47,384.40	184,582.74	-108,573.38	40,688.50
Change in value	726,197.25	648,131.75	340,445.50	156,506.10
<b>Closing value</b>	<b>76,625,024.22</b>	<b>78,006,238.75</b>	<b>79,165,399.33</b>	<b>80,093,302.86</b>
Net Time-weighted ROR	1.91	1.80	1.49	1.17

Net deposits and withdrawals include program and account fees.

## Summary of Gains and Losses

	Short term (\$)	Long term (\$)	Total (\$)
<b>2024 Realized gains and losses</b>	<b>25,376.54</b>	<b>133,272.58</b>	<b>158,649.12</b>
Taxable	25,376.54	133,272.58	158,649.12
Tax-Deferred	0.00	0.00	0.00
<b>2025 Year to date</b>	<b>81,300.00</b>	<b>583,359.60</b>	<b>664,659.60</b>
Taxable	81,300.00	583,359.60	664,659.60
Tax-Deferred	0.00	0.00	0.00

Prior to 2024, interest income for short-term obligations that were held to maturity or redeemed is displayed as realized gain; however, it will be reported as interest income on your annual 1099 and PR480.6 tax forms.

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.



## Portfolio Review

as of December 31, 2025 (continued)

### Expected Cash Flow

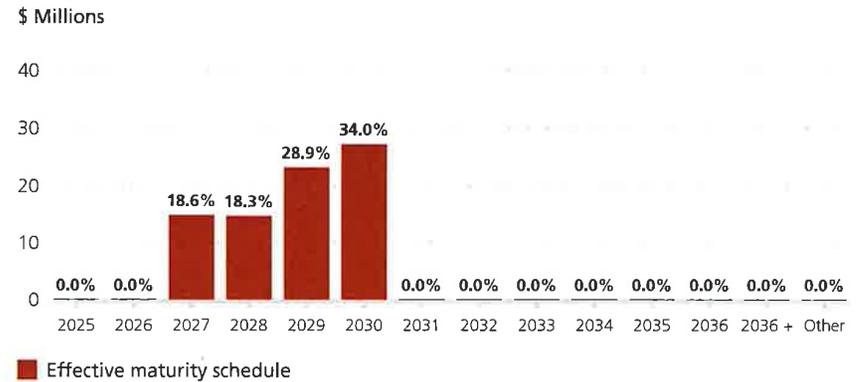


**Total taxable income: \$3,363,726.38**

**Total expected cash flow: \$3,363,726.38**

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

### Bond Maturity Schedule



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

### Equity Sector Analysis

Compared to S&P 500 index

	Value on 12/31/2025 (\$)	Actual (%)	Model (%)	Gap (%)
Communication Services	0.00	0.00	10.98	-10.98
Consumer Discretionary	0.00	0.00	10.87	-10.87
Consumer Staples	0.00	0.00	5.64	-5.64
Energy	0.00	0.00	3.04	-3.04
Financials	0.00	0.00	12.18	-12.18
Health Care	0.00	0.00	9.58	-9.58
Industrials	0.00	0.00	8.38	-8.38
Information Technology	0.00	0.00	33.15	-33.15
Materials	0.00	0.00	1.85	-1.85
Real Estate	0.00	0.00	1.82	-1.82
Utilities	0.00	0.00	2.19	-2.19
<b>Total classified equity</b>	<b>\$0.00</b>			
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: January 28, 2026



## Portfolio Review

as of December 31, 2025 (continued)

### Summary of Performance by Account

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Performance start date	Value on 12/31/2025 (\$)	% of portfolio		Performance returns (annualized > 1 year)			
					For period of 12/31/2024 to 03/31/2025	For period of 03/31/2025 to 06/30/2025	For period of 06/30/2025 to 09/30/2025	For period of 09/30/2025 to 12/31/2025
EX XX120 BOND PORTFOLIO•PMP•Ira Cohen / Jason Cohen Fixed Income Risk profile: Conservative Return objective: Current Income	Dec 08, 2008	80,093,302.86	100.00%	Net time-weighted	1.91%	1.80%	1.49%	1.17%
<b>Total Portfolio</b>	<b>Dec 08, 2008</b>	<b>\$80,093,302.86</b>	<b>100%</b>	<b>Net time-weighted</b>	<b>1.91%</b>	<b>1.80%</b>	<b>1.49%</b>	<b>1.17%</b>
<b>Benchmarks - Annualized time-weighted returns</b>					For period of 12/31/2024 to 03/31/2025	For period of 03/31/2025 to 06/30/2025	For period of 06/30/2025 to 09/30/2025	For period of 09/30/2025 to 12/31/2025
Blended Index					1.62%	1.37%	1.30%	1.19%
US Treasury Bill - 3 Mos					1.04%	1.07%	1.10%	1.01%
BBG US Agg (1-3 Y)					1.63%	1.27%	1.20%	1.18%
S&P 500					-4.27%	10.94%	8.12%	2.66%

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

Blended Index: 06/30/2023 - Current: 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y+

+Additional benchmark information can be found on the benchmark composition page.

Report created on: January 28, 2026



# Asset Allocation by Account

as of December 31, 2025

	Equities (\$/%)			Fixed Income (\$/%)			Non-Traditional (\$/%)	Commodities (\$/%)	Other (\$/%)	Total	
	Cash (\$/%)	U.S.	Global	International	U.S.	Global					International
	231,909.82	0.00	0.00	0.00	79,861,393.04	0.00	0.00	0.00	0.00	0.00	\$80,093,302.86
<b>Total Portfolio</b>	<b>0.29</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>99.71</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>100%</b>
	231,909.82	0.00	0.00	0.00	79,861,393.04	0.00	0.00	0.00	0.00	0.00	\$80,093,302.86
	0.29	0.00	0.00	0.00	99.71	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
	231,909.82	0.00	0.00	0.00	79,861,393.04	0.00	0.00	0.00	0.00	0.00	\$80,093,302.86
<b>Total Portfolio</b>	<b>0.29</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>99.71</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>100%</b>

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: January 28, 2026



# Asset Allocation Review

as of December 31, 2025

## Summary of Asset Allocation

	Market value (\$)	% of Portfolio
<b>Cash</b>	<b>231,909.82</b>	<b>0.29</b>
Cash	231,909.82	0.29
US	231,909.82	0.29
<b>Fixed Income</b>	<b>79,861,393.04</b>	<b>99.71</b>
US	79,861,393.04	99.71
Corporate IG Credit	79,861,393.04	99.71
<b>Equity</b>	<b>0.00</b>	<b>0.00</b>
<b>Commodities</b>	<b>0.00</b>	<b>0.00</b>
<b>Non-Traditional</b>	<b>0.00</b>	<b>0.00</b>
<b>Other</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Portfolio</b>	<b>\$80,093,302.86</b>	<b>100%</b>

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

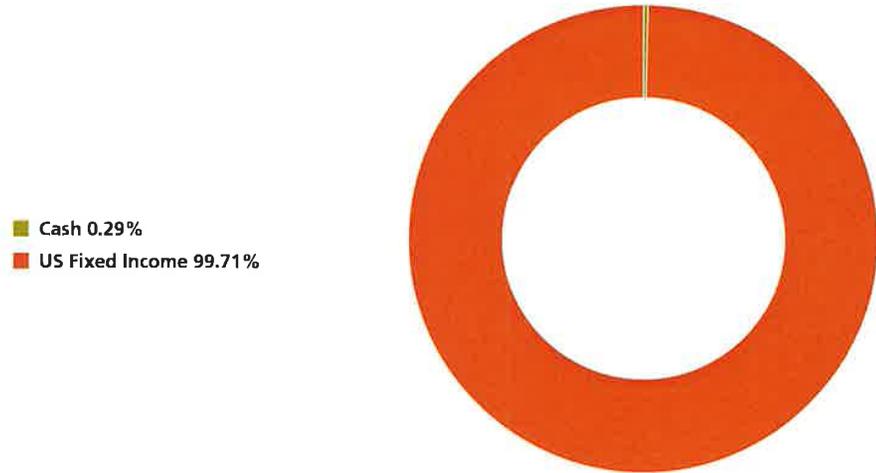
EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

Total Value: \$80,093,302.86



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



# Bond Summary

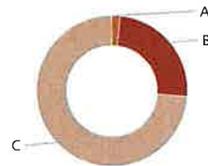
as of December 31, 2025

## Bond Overview

Total quantity	78,091,000
Total market value	\$78,998,494.52
Total accrued interest	\$862,898.52
Total market value plus accrued interest	\$79,861,393.04
Total estimated annual bond interest	\$3,359,382.50
Average coupon	4.31%
Average current yield	4.25%
Average yield to maturity	3.92%
Average yield to worst	3.88%
Average modified duration	2.70
Average effective maturity	3.20

## Credit Quality of Bond Holdings

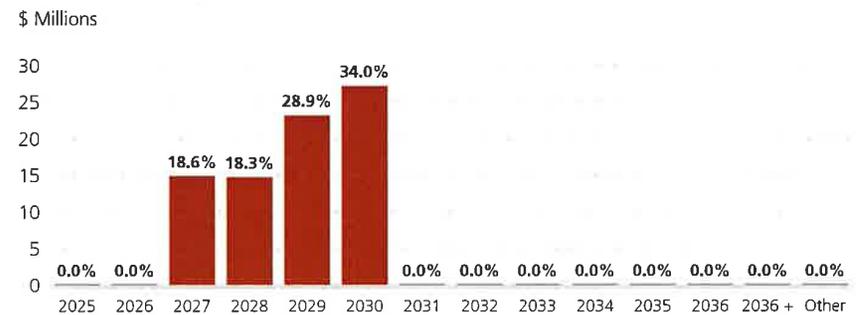
Effective credit rating	Issues	Value on 12/31/2025 (\$)	% of port.
<b>A</b> Aaa/AAA/AAA	1	1,425,237.33	1.79
<b>B</b> Aa/AA/AA	13	19,491,421.46	24.41
<b>C</b> A/VA	36	58,944,734.25	73.80
<b>D</b> Baa/BBB/BBB	0	0.00	0.00
<b>E</b> Non-investment grade	0	0.00	0.00
<b>F</b> Certificate of deposit	0	0.00	0.00
<b>G</b> Not rated	0	0.00	0.00
<b>Total</b>	<b>50</b>	<b>\$79,861,393.04</b>	<b>100%</b>



## Investment Type Allocation

Investment type	Taxable (\$)	Tax-exempt / deferred (\$)	Total (\$)	% of bond port.
U.S. corporates	79,861,393.04	0.00	79,861,393.04	100.00
<b>Total</b>	<b>\$79,861,393.04</b>	<b>\$0.00</b>	<b>\$79,861,393.04</b>	<b>100%</b>

## 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.



# Bond Holdings

as of December 31, 2025

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
2025	0	0			N/A	N/A	N/A				
2026	0	0			N/A	N/A	N/A				
2027	11	14,675,000	542,911.25	3.70%	3.67%	3.66%	1.50	14,396,281.95	294,609.30	14,831,821.39	18.60%
2028	9	14,441,000	591,507.50	4.07%	3.84%	3.78%	2.01	14,309,062.12	213,290.15	14,678,928.92	18.38%
2029	13	22,475,000	1,037,081.25	4.53%	4.00%	3.93%	2.74	22,338,446.45	560,274.55	23,164,916.35	28.99%
2030	17	26,500,000	1,187,882.50	4.42%	4.05%	4.03%	3.80	26,399,726.72	486,803.28	27,185,726.38	34.03%
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				
2049	0	0			N/A	N/A	N/A				
2050	0	0			N/A	N/A	N/A				
2050 +	0	0			N/A	N/A	N/A				
Other	0	0			N/A	N/A	N/A				
<b>Total</b>	<b>50</b>	<b>78,091,000</b>	<b>\$3,359,382.50</b>	<b>4.25%</b>	<b>3.92%</b>	<b>3.88%</b>	<b>2.70</b>	<b>\$77,443,517.24</b>	<b>\$1,554,977.28</b>	<b>\$79,861,393.04</b>	

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.



# Bond Holdings

as of December 31, 2025 (continued)

## 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.
<b>Total Bond Portfolio</b>		<b>78,091,000</b>	<b>4.31%</b>	<b>03/13/2029</b>	<b>N/A</b>	<b>\$3,359,382.50</b> <b>4.25%</b>	<b>3.92%</b> <b>3.88%</b>	<b>2.70</b>	<b>\$77,443,517.24</b> <b>\$1,554,977.28</b>	<b>N/A</b>	<b>\$78,998,494.52</b> <b>\$862,898.52</b> <b>\$79,861,393.04</b>	<b>100%</b>

	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.
<b>Maturing 2027</b>												
IBM CORP B/E 03.300% 012727 DTD012717 FC072717 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,100,000	3.30%	01/27/2027		36,300.00 3.32%	3.86% 3.86%	1.02	1,060,532.00 33,000.00	99.412	1,093,532.00 15,528.33	1.38%
COCA-COLA CO NTS B/E 03.375% 032527 DTD032520 FC092520 CALL@MW+40BP	A1WD/A+ NR/NR/NR	1,675,000	3.38%	03/25/2027	01/25/2027 100.00	56,531.25 3.38%	3.61% 3.61%	1.18	1,644,582.00 25,577.25	99.711	1,670,159.25 15,075.00	2.11%
QUALCOMM INC NTS B/E 03.250% 052027 DTD052617 FC112017 CALL @MW+20BP	A2/NR/A NR/NR/NR	1,000,000	3.25%	05/20/2027	02/20/2027 100.00	32,500.00 3.27%	3.65% 3.65%	1.33	967,941.00 26,659.00	99.460	994,600.00 3,701.39	1.26%
ELI LILLY & CO NTS B/E 04.150% 081427 DTD081424 FC021425 CALL@MW+07BP	Aa3/NR/A+ NR/NR/NR	1,500,000	4.15%	08/14/2027	07/14/2027 100.00	62,250.00 4.12%	3.67% 3.64%	1.44	1,503,418.35 7,816.65	100.749	1,511,235.00 23,689.58	1.91%
META PLATFORMS INC NTS 03.500% 081527 DTD080922 FC021523 CALL@MW+15BP	Aa3/NR/AA- NR/NR/NR	1,500,000	3.50%	08/15/2027	07/15/2027 100.00	52,500.00 3.51%	3.62% 3.62%	1.54	1,446,825.00 50,340.00	99.811	1,497,165.00 19,833.33	1.90%
WALMART INC NTS B/E 03.950% 090927 DTD090922 FC030923 CALL@MW+10BP	Aa2/AA/AA NR/NR/NR	2,000,000	3.95%	09/09/2027	08/09/2027 100.00	79,000.00 3.93%	3.59% 3.58%	1.52	1,984,580.00 26,940.00	100.576	2,011,520.00 24,577.78	2.55%
CATERPILLAR FINL SERVICE 04.400% 101527 DTD081624 CALL@MW+10BP	A2/A+/A NR/NR/NR	1,200,000	4.40%	10/15/2027		52,800.00 4.35%	3.69% 3.69%	1.69	1,205,815.60 8,644.40	101.205	1,214,460.00 11,146.67	1.54%

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.



## Bond Holdings

as of December 31, 2025 (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.
<b>Maturing 2027</b>												
PEPSICO INC NTS B/E 03.000% 101527 DTD101017 FC041518 CALL@MW+15BP	A1/WD/A+ NR/NR/NR	2,100,000	3.00%	10/15/2027	07/15/2027 100.00	63,000.00 3.03%	3.57% 3.57%	1.71	2,046,975.00 32,550.00	99.025	2,079,525.00 13,300.00	2.63%
BANK OF AMER CORP 03.248% 102127 DTD102116 FC042117 CALL@MW+25BP	A1/AA-/A- NR/NR/NR	1,000,000	3.25%	10/21/2027	10/21/2026 100.00	32,480.00 3.28%	3.78% 3.78%	1.72	945,500.00 45,340.00	99.084	990,840.00 6,315.56	1.25%
THERMO FISHER SCIENTIFIC 04.800% 112127 DTD112122 CALL@MW+15BP	A2/A-/A- NR/NR/NR	1,100,000	4.80%	11/21/2027	10/21/2027 100.00	52,800.00 4.72%	3.81% 3.77%	1.70	1,096,733.00 22,792.00	101.775	1,119,525.00 5,866.67	1.42%
AMAZON.COM INC NTS B/E 04.550% 120127 DTD120122 FC060123 CALL@MW+10BP	A1/AA-/AA NR/NR/NR	500,000	4.55%	12/01/2027	11/01/2027 100.00	22,750.00 4.48%	3.64% 3.60%	1.73	493,380.00 14,950.00	101.666	508,330.00 1,895.83	0.64%
<b>Total 2027</b>		<b>14,675,000</b>	<b>3.70%</b>	<b>08/11/2027</b>		<b>\$542,911.25</b> <b>3.70%</b>	<b>3.67%</b> <b>3.66%</b>	<b>1.50</b>	<b>\$14,396,281.95</b> <b>\$294,609.30</b>		<b>\$14,690,891.25</b> <b>\$140,930.14</b>	<b>18.60%</b>
<b>Maturing 2028</b>												
ECOLAB INC NTS B/E 05.250% 011528 DTD111722 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,000,000	5.25%	01/15/2028	12/15/2027 100.00	52,500.00 5.11%	3.86% 3.80%	1.84	1,005,652.08 21,347.92	102.700	1,027,000.00 24,208.33	1.30%
BRISTOL-MYERS SQUIBB CO 03.900% 022028 DTD022020 FC082020 CALL@MW+20BP	A2/WD/A NR/NR/NR	1,116,000	3.90%	02/20/2028	11/20/2027 100.00	43,524.00 3.89%	3.79% 3.78%	1.79	1,078,064.52 40,413.00	100.222	1,118,477.52 15,837.90	1.42%
SALESFORCE.COM INC NTS 03.700% 041128 DTD041118 FC101118 CALL@MW+15BP	A1/NR/A+ NR/NR/NR	2,000,000	3.70%	04/11/2028	01/11/2028 100.00	74,000.00 3.70%	3.70% 3.70%	2.14	1,959,650.00 40,390.00	100.002	2,000,040.00 16,444.44	2.53%

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.



# Bond Holdings

as of December 31, 2025 (continued)

	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.
<b>Maturing 2028</b>												
GENERAL DYNAMICS CORP 03.750% 051528 DTD051118 FC111518 CALL@MW+15BP	A2/WD/A NR/NR/NR	2,000,000	3.75%	05/15/2028	02/15/2028 100.00	75,000.00 3.74%	3.66% 3.65%	1.99	1,950,170.00 53,750.00	100.196	2,003,920.00 9,583.33	2.54%
MERCK & CO INC NTS B/E 04.050% 051728 DTD051723 FC111723	Aa3/NR/A+ NR/NR/NR	1,975,000	4.05%	05/17/2028	04/17/2028 100.00	79,987.50 4.02%	3.71% 3.70%	2.15	1,977,460.07 12,451.18	100.755	1,989,911.25 9,776.25	2.52%
CME GROUP INC NTS B/E 03.750% 061528 DTD062118 FC121518 CALL@MW+15BP	Aa3/AA-/AA- NR/NR/NR	1,400,000	3.75%	06/15/2028	03/15/2028 100.00	52,500.00 3.75%	3.70% 3.70%	2.07	1,400,244.36 1,281.64	100.109	1,401,526.00 2,333.33	1.77%
JPMORGAN CHASE & CO NTS 4.851% 072528 DTD072522 FC012523 CALL@MW+30BP	A1/AA-/A NR/NR/NR	2,100,000	4.85%	07/25/2028	07/25/2027 100.00	101,871.00 4.79%	4.31% 3.99%	1.46	2,107,027.09 20,230.91	101.298	2,127,258.00 44,144.10	2.69%
UNION PAC CORP B/E 03.950% 091028 DTD060818 FC031019 CALL@MW+20BP	A3/A-/A- NR/NR/NR	2,250,000	3.95%	09/10/2028	06/10/2028 100.00	88,875.00 3.94%	3.85% 3.84%	2.30	2,230,830.00 24,637.50	100.243	2,255,467.50 27,403.13	2.86%
PROLOGIS NTS B/E 03.875% 091528 DTD062018 FC091518 CALL@MW+15BP	A2/WD/A NR/NR/NR	600,000	3.88%	09/15/2028	06/15/2028 100.00	23,250.00 3.88%	3.96% 3.96%	2.51	599,964.00 -1,212.00	99.792	598,752.00 6,845.83	0.76%
<b>Total 2028</b>		<b>14,441,000</b>	<b>4.10%</b>	<b>06/02/2028</b>		<b>\$591,507.50</b> <b>4.07%</b>	<b>3.84%</b> <b>3.78%</b>	<b>2.01</b>	<b>\$14,309,062.12</b> <b>\$213,290.15</b>		<b>\$14,522,352.27</b> <b>\$156,576.65</b>	<b>18.38%</b>
<b>Maturing 2029</b>												
PROCTER & GAMBLE CO/THE 04.350% 012929 DTD012924 FC072924 CALL@MW+5BP	Aa3/NR/AA- NR/NR/NR	1,025,000	4.35%	01/29/2029		44,587.50 4.27%	3.68% 3.68%	2.81	1,022,627.50 22,175.50	101.932	1,044,803.00 18,825.83	1.32%
ELI LILLY & CO NTS B/E 04.500% 020929 DTD020924 FC080924 CALL@MW+10BP	Aa3/NR/A+ NR/NR/NR	1,500,000	4.50%	02/09/2029	01/09/2029 100.00	67,500.00 4.41%	3.83% 3.82%	2.74	1,492,560.00 36,495.00	101.937	1,529,055.00 26,625.00	1.94%

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.



## Bond Holdings

as of December 31, 2025 (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.
<b>Maturing 2029</b>												
LOCKHEED MARTIN CORP NTS 04.500% 021529 DTD012924 FC081524 CALL@MW+10BP	A2/A/A- NR/NR/NR	1,075,000	4.50%	02/15/2029	01/15/2029 100.00	48,375.00 4.43%	3.94% 3.93%	2.76	1,065,223.50 27,213.00	101.622	1,092,436.50 18,275.00	1.38%
WASTE MGMT INC NTS B/E 04.875% 021529 DTD080323 FC021524 CALL@MW+15BP	A3/A-/A- NR/NR/NR	2,325,000	4.88%	02/15/2029	01/15/2029 100.00	113,343.75 4.75%	3.97% 3.95%	2.74	2,327,834.38 58,406.12	102.634	2,386,240.50 42,818.75	3.02%
CISCO SYSTEMS INC NTS 04.850% 022629 DTD022624 FC082624 CALL@MW+10BP	A1/NR/AA- NR/NR/NR	1,950,000	4.85%	02/26/2029	01/26/2029 100.00	94,575.00 4.72%	3.93% 3.90%	2.78	1,967,553.24 35,252.76	102.708	2,002,806.00 32,838.54	2.54%
LAM RESEARCH CORP B/E 04.000% 031529 DTD030419 FC091519 CALL@MW+25BP	A2/NR/A- NR/NR/NR	1,500,000	4.00%	03/15/2029	12/15/2028 100.00	60,000.00 4.00%	3.97% 3.97%	2.75	1,457,025.00 44,085.00	100.074	1,501,110.00 17,666.67	1.90%
HOME DEPOT INC NTS B/E 04.900% 041529 DTD120423 FC041524	A2/A/A NR/NR/NR	2,000,000	4.90%	04/15/2029	03/15/2029 100.00	98,000.00 4.76%	3.93% 3.91%	2.91	2,001,875.28 57,384.72	102.963	2,059,260.00 20,688.89	2.61%
AMER EXPRESS CO NTS B/E 04.050% 050329 DTD050322 FC110322	A2/A/A- NR/NR/NR	2,000,000	4.05%	05/03/2029	03/03/2029 100.00	81,000.00 4.04%	3.94% 3.93%	2.91	1,946,340.00 60,600.00	100.347	2,006,940.00 13,050.00	2.54%
COMCAST CORP NTS B/E 05.100% 060129 DTD052224 FC120124 CALL@MW+10BP	A3/A-/A- NR/NR/NR	1,300,000	5.10%	06/01/2029	05/01/2029 100.00	66,300.00 4.94%	4.06% 4.04%	3.02	1,294,046.00 48,529.00	103.275	1,342,575.00 5,525.00	1.70%
APPLIED MATERIALS INC 04.800% 061529 DTD061124 FC121524 CALL@MW+10BP	A2/NR/A NR/NR/NR	2,300,000	4.80%	06/15/2029	05/15/2029 100.00	110,400.00 4.68%	3.99% 3.98%	3.07	2,308,001.55 51,338.45	102.580	2,359,340.00 4,906.67	2.99%
PEPSICO INC NTS B/E 04.500% 071729 DTD071724 FC011725 CALL@MW+10BP	A1/NR/A+ NR/NR/NR	2,000,000	4.50%	07/17/2029	06/17/2029 100.00	90,000.00 4.41%	3.88% 3.86%	3.17	1,994,280.00 46,640.00	102.046	2,040,920.00 41,000.00	2.58%

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: January 28, 2026



## Bond Holdings

as of December 31, 2025 (continued)

	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.
<b>Maturing 2029</b>												
ELI LILLY & CO NTS B/E 04.200% 081429 DTD081424 FC021425 CALL@MW+10BP	Aa3/NR/A+ NR/NR/NR	1,500,000	4.20%	08/14/2029	07/14/2029 100.00	63,000.00 4.16%	3.89% 3.88%	3.19	1,471,080.00 44,595.00	101.045	1,515,675.00 23,975.00	1.92%
GOLDMAN SACHS GROUP INC 05.000% 123129 DTD123124 FC123125 MED TERM NTS	A2/A/BBB+ NR/NR/NR	2,000,000	5.00%	12/31/2029	12/31/2026 100.00	100,000.00 4.96%	4.75% 4.09%	0.96	1,990,000.00 27,560.00	100.878	2,017,560.00 0.00	2.55%
<b>Total 2029</b>		<b>22,475,000</b>	<b>4.62%</b>	<b>05/12/2029</b>		<b>\$1,037,081.25</b> <b>4.53%</b>	<b>4.00%</b> <b>3.93%</b>	<b>2.74</b>	<b>\$22,338,446.45</b> <b>\$560,274.55</b>		<b>\$22,898,721.00</b> <b>\$266,195.35</b>	<b>28.99%</b>
<b>Maturing 2030</b>												
CATERPILLAR FINL SERVICE 04.800% 010830 DTD010825 FC070825 CALL@MW+10BP	A2/A+/A NR/NR/NR	2,000,000	4.80%	01/08/2030		96,000.00 4.64%	3.87% 3.87%	3.55	1,992,980.00 75,680.00	103.433	2,068,660.00 46,133.33	2.62%
CONOCOPHILLIPS CO NTS 04.700% 011530 DTD120524 FC071525 CALL@MW+10BP	A2/A/A- NR/NR/NR	1,000,000	4.70%	01/15/2030	12/15/2029 100.00	47,000.00 4.61%	4.17% 4.16%	3.57	993,920.00 25,610.00	101.953	1,019,530.00 21,672.22	1.29%
UNITEDHEALTH GROUP INC 04.800% 011530 DTD072524 FC011525 CALL@MW+10BP	A2/A/A+ NR/NR/NR	1,200,000	4.80%	01/15/2030	12/15/2029 100.00	57,600.00 4.68%	4.12% 4.11%	3.57	1,199,592.00 30,300.00	102.491	1,229,892.00 26,560.00	1.56%
WELLS FARGO & CO NTS B/E 05.198% 012330 DTD012324 FC072324 CALL@MW+20BP	A1/A+/BBB+ NR/NR/NR	1,500,000	5.20%	01/23/2030	01/23/2029 100.00	77,970.00 5.04%	4.37% 4.12%	2.75	1,498,260.00 47,640.00	103.060	1,545,900.00 34,220.17	1.96%
TRUIST FINANCIAL CORP 05.435% 012430 DTD012424 FC072424 MED TERM NTS	Baa1/A-/A- NR/NR/NR	2,500,000	5.44%	01/24/2030	01/24/2029 100.00	135,875.00 5.25%	N/A N/A	N/A	2,517,415.71 72,559.29	103.599	2,589,975.00 0.00	3.28%

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: January 28, 2026



## Bond Holdings

as of December 31, 2025 (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.
<b>Maturing 2030</b>												
ABBVIE INC NTS B/E 04.875% 031530 DTD022625 FC091525 CALL@MW+10BP	A3/NR/A- NR/NR/NR	2,500,000	4.88%	03/15/2030	02/15/2030 100.00	121,875.00 4.73%	4.06% 4.05%	3.65	2,499,625.00 78,350.00	103.119	2,577,975.00 35,885.42	3.26%
ECOLAB INC B/E 04.800% 032430 DTD032420 CALL@MW+50BP	A3/A-/A- NR/NR/NR	1,000,000	4.80%	03/24/2030	12/24/2029 100.00	48,000.00 4.68%	4.12% 4.08%	3.59	994,510.00 31,720.00	102.623	1,026,230.00 12,933.33	1.30%
TJX COS INC B/E 03.875% 041530 DTD040120 FC101520 CALL@MW+50BP	A2/NR/A NR/NR/NR	1,400,000	3.88%	04/15/2030	01/15/2030 100.00	54,250.00 3.89%	3.96% 3.96%	3.88	1,392,588.00 2,960.00	99.682	1,395,548.00 11,452.78	1.77%
WALMART INC NTS B/E 04.000% 041530 DTD041823 CALL@MW+10BP	Aa2/AA/AA NR/NR/NR	1,250,000	4.00%	04/15/2030	02/15/2030 100.00	50,000.00 3.96%	3.76% 3.75%	3.71	1,244,200.00 17,537.50	100.939	1,261,737.50 10,555.56	1.60%
APPLE INC NTS B/E 04.200% 051230 DTD051225 FC111225 CALL@MW+5BP	Aaa/NR/AA+ NR/NR/NR	1,400,000	4.20%	05/12/2030	04/12/2030 100.00	58,800.00 4.15%	3.89% 3.88%	3.85	1,391,012.00 26,222.00	101.231	1,417,234.00 8,003.33	1.79%
ALPHABET INC NTS B/E 04.000% 051530 DTD050125 FC111525 CALL@MW+5BP	Aa2/NR/AA+ NR/NR/NR	2,000,000	4.00%	05/15/2030	04/15/2030 100.00	80,000.00 3.99%	3.93% 3.93%	3.87	1,993,020.00 12,820.00	100.292	2,005,840.00 10,222.22	2.54%
NUCOR CORP NTS B/E 04.650% 060130 DTD030525 FC120125 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,500,000	4.65%	06/01/2030	05/01/2030 100.00	69,750.00 4.55%	4.11% 4.10%	3.87	1,507,905.60 24,689.40	102.173	1,532,595.00 5,812.50	1.94%
BERKSHIRE HATHAWAY 03.700% 071530 DTD011521 FC071521 CALL@MW+45BP	A3/NR/A- NR/NR/NR	1,750,000	3.70%	07/15/2030	04/15/2030 100.00	64,750.00 3.76%	4.09% 4.09%	4.06	1,693,912.50 28,017.50	98.396	1,721,930.00 29,856.94	2.18%
HOME DEPOT INC NTS B/E 03.950% 091530 DTD091525 FC031526 CALL@MW+10BP	A2/A/A NR/NR/NR	1,100,000	3.95%	09/15/2030	08/15/2030 100.00	43,450.00 3.96%	3.99% 3.99%	4.20	1,096,359.00 1,507.00	99.806	1,097,866.00 12,793.61	1.39%

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: January 28, 2026

Page 14 of 22



# Bond Holdings

as of December 31, 2025 (continued)

	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.
<b>Maturing 2030</b>												
BROADCOM INC NTS B/E 04.200% 101530 DTD092925 FC041526 CALL@MW+10BP	A3/BBB+/A- NR/NR/NR	1,750,000	4.20%	10/15/2030	09/15/2030 100.00	73,500.00 4.20%	4.19% 4.19%	4.26	1,745,817.50 4,812.50	100.036	1,750,630.00 18,783.33	2.22%
AMPHENOL CORP NTS B/E 04.125% 111530 DTD111025 FC051526 CALL@MW+10BP	A3/NR/A- NR/NR/NR	1,650,000	4.13%	11/15/2030	10/15/2030 100.00	68,062.50 4.14%	4.22% 4.22%	4.34	1,636,107.00 6,880.50	99.575	1,642,987.50 9,642.19	2.08%
AMAZON COM INC NTS B/E 04.100% 112030 DTD112025 FC052026 CALL@MW+10BP	A1/AA-/AA NR/NR/NR	1,000,000	4.10%	11/20/2030	10/20/2030 100.00	41,000.00 4.09%	4.05% 4.05%	4.28	1,002,502.41 -502.41	100.200	1,002,000.00 4,669.44	1.27%
<b>Total 2030</b>		<b>26,500,000</b>	<b>4.49%</b>	<b>05/06/2030</b>		<b>\$1,187,882.50</b> <b>4.42%</b>	<b>4.05%</b> <b>4.03%</b>	<b>3.80</b>	<b>\$26,399,726.72</b> <b>\$486,803.28</b>		<b>\$26,886,530.00</b> <b>\$299,196.38</b>	<b>34.03%</b>
<b>Total Bond Portfolio</b>		<b>78,091,000</b>	<b>4.31%</b>	<b>03/13/2029</b>	<b>N/A</b>	<b>\$3,359,382.50</b> <b>4.25%</b>	<b>3.92%</b> <b>3.88%</b>	<b>2.70</b>	<b>\$77,443,517.24</b> <b>\$1,554,977.28</b>	<b>N/A</b>	<b>\$78,998,494.52</b> <b>\$862,898.52</b> <b>\$79,861,393.04</b>	<b>100%</b>

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.



## Additional Information About Your Portfolio

as of December 31, 2025

### 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 - 06/30/2023:** 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y  
**06/30/2023 - Current:** 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y

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 may be subject to review and revision. The benchmark index is selected from among the indices for which UBSFS has licensing agreements with the index provider. UBSFS does not have licensing agreements for all available indices. The benchmarks may vary from those used by the Money Manager or those listed in the prospectus. 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 alternative investments and 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 including assets transferred to or from other UBS accounts. 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.

**Net Deposits/Withdrawals (external):** 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, excluding assets transferred to or from other UBS accounts after 12/31/2010. 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, including assets transferred from other UBS accounts. 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.

**Deposits (external):** 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, excluding assets transferred from other UBS accounts after 12/31/2010. 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, including asset transferred to other UBS accounts. 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.

**Withdrawals (external):** 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, excluding assets transferred to other UBS accounts after 12/31/2010. 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.

**Net Transfers (Internal):** When shown on a report, this information represents the net value of all cash and securities transferred between your UBS accounts from the first day to the last day of the period.

**Transfers In (Internal):** When shown on a report, this information represents the net value of all cash and securities transferred to your UBS accounts from the first day to the last day of the period.

**Transfers Out (Internal):** When shown on a report, this information represents the net value of all cash and securities transferred from your UBS accounts from the first day to the last day of the period.

**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



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

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



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

**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 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 for informational purposes only and is calculated by the annualized per share dividends/interest paid, multiplied by the quantity of the 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 is estimated for informational purposes only and may not reflect changes in price. It's calculated by dividing the total estimated annual income by the current market value displayed. Current yield calculations display the current yield of the investment solely as of the date of this report. 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.



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

**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 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, for Schedule K-1 reported investments, such as alternative investment funds, please refer to your annual K-1 and 1099 tax forms. 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 the account is a donor advised fund account, the assets in those accounts are owned by the Sponsoring Charitable Organization, and not the donor. You and your financial advisor have procured the appropriate authorization to view the assets in the donor advised fund account. 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



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

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 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](https://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](http://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).

Filtered by: Entry Date 10/01/2025-12/31/2025, Call/Redemption,Sold

Entry Date	Settle Date	Activity	Description	Security#	Quantity	Price/Detail	Amount
12/04/2025	12/04/2025	CALL REDEMPTION	BRISTOL-MYERS SQUIBB CO 03.900% 022028 DTD022020	691VG7	-884,000.000	REDEMPTION	886,537.08
12/04/2025	12/05/2025	SOLD	BANK OF AMER CORP 03.248% 102127 DTD102116 Trade#:34051 Blot:97	6686A3	-1,000,000.000	\$98.995	993,919.78
12/01/2025	12/02/2025	SOLD	AMAZON.COM INC NTS B/E 03.300% 041327 DTD041322 Trade#:10935 Blot:97	702U21	-1,000,000.000	\$99.387	998,361.67
11/18/2025	11/19/2025	SOLD	WALT DISNEY COMPANY/THE 03.375% 111526 DTD111519 Trade#:16356 Blot:97	691JH6	-1,350,000.000	\$99.504	1,343,810.25
11/18/2025	11/19/2025	SOLD	ARCHER-DANIELS-MIDL& CO 02.500% 081126 DTD081116 Trade#:16355 Blot:97	667LW6	-1,500,000.000	\$98.941	1,494,323.33

Filtered by: Entry Date 10/01/2025-12/31/2025, Bought

Entry Date	Settle Date	Activity	Description	Security#	Quantity	Price/Detail	Amount
12/05/2025	12/08/2025	BOUGHT	TJX COS INC B/E 03.875% 041530 DTD040120 Trade#:60334 Blot:97	875JV5	900,000.000	\$99.197	-897,907.38
12/04/2025	12/05/2025	BOUGHT	HOME DEPOT INC NTS B/E 03.950% 091530 DTD091525 Trade#:34084 Blot:97	7122A3	1,100,000.000	\$99.669	-1,106,014.56
12/01/2025	12/02/2025	BOUGHT	AMAZON.COM INC NTS B/E 04.100% 112030 DTD112025 Trade#:11281 Blot:97	6169D0	1,000,000.000	\$100.254	-1,003,906.67
11/18/2025	11/19/2025	BOUGHT	AMPHENOL CORP NTS B/E 04.125% 111530 DTD111025 Trade#:24199 Blot:97	634CP9	1,650,000.000	\$99.158	-1,637,808.56
11/18/2025	11/19/2025	BOUGHT	BROADCOM INC NTS B/E 04.200% 101530 DTD092925 Trade#:21149 Blot:97	764QY4	1,750,000.000	\$99.761	-1,756,025.83

**Disclosure:**

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.

Important information about UBS 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 you understand the ways in which we conduct business and that you carefully read the agreements and disclosures that we provide about the products or services we offer. For more information, please review client relationship summary provided at [ubs.com/relationshipsummary](http://ubs.com/relationshipsummary).

The information is based upon the market value of your account(s) as of the close of business on 12/31/2025 and 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 information 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.  
550 S Tryon St.  
Charlotte, NC 28202

Wells Fargo Bank, N.A.  
333 S GRAND AVE  
LOS ANGELES CA 90071

JONATHAN CHUANG  
1-213-253-6202

**Wells Fargo Bank, N.A.**  
**Account Statement**

**Statement Period**  
**12/01/2025 - 12/31/2025**

KERN HEALTH SYSTEMS  
2900 BUCK OWENS BOULEVARD

Account Number  
[REDACTED]

**Account Value Summary USD**

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

	Amount Last Statement Period	Amount This Statement Period	% Portfolio
Cash	\$ 0.00	\$ 0.00	0%
Money Market Mutual Funds	119,833,781.24	100,754,823.49	29%
Bonds	79,669,729.89	243,311,933.68	71%
Stocks	0.00	0.00	0%
<b>Total Account Value</b>	<b>\$ 199,503,511.13</b>	<b>\$ 344,066,757.17</b>	<b>100%</b>

**Value Change Since Last Statement Period** \$ 144,563,246.04  
**Percent Increase Since Last Statement Period** 72%  
**Value Last Year-End** \$ 519,073,102.39  
**Percent Decrease Since Last Year-End** 34%

**Income Summary USD**

	This Period	Year-To-Date
Interest	\$ 287,607.25	\$ 6,647,636.19
Dividends/Capital Gains	0.00	0.00
Money Market Mutual Funds Dividends	346,548.77	5,528,737.44
Other	0.00	0.00
<b>Income Total</b>	<b>\$ 634,156.02</b>	<b>\$ 12,176,373.63</b>

**Interest Charged USD**

Description	This Period
Debit Interest For December 2025	0.00
<b>Total Interest Charged</b>	<b>\$ 0.00</b>

**Money Market Mutual Funds Summary USD**

Description	Amount
<b>Opening Balance</b>	<b>\$ 119,833,781.24</b>
Deposits and Other Additions	443,216,732.25
Distributions and Other Subtractions	(462,642,095.77)
Dividends Reinvested	346,405.77
Change in Value	0.00
<b>Closing Balance</b>	<b>\$ 100,754,823.49</b>



## 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:** An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The fund's sponsor has no legal obligation to provide financial support to the fund, and you should not expect that the sponsor will provide financial support to the fund at any time. 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.

**Institutional Prime Funds:** You could lose money by investing in the fund. Because the share price of the fund will fluctuate, when you sell your shares they may be worth more or less than what you originally paid for them. During times of market stress, the fund may impose a discretionary liquidity fee upon sale of your shares, if the fund's board determines the fee is in the fund's best interest. The Prime fund will impose a mandatory liquidity fee when you redeem fund shares, if daily net redemptions exceed 5% of the net assets and no exception applies.

**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 advisor regarding the tax implication of any such fail to receive scenario.

**Muni MSRB Disclosure:** WFS is registered with the U.S. Securities and Exchange Commission ("SEC") and the Municipal Securities Rulemaking Board ("MSRB"). The website for the SEC is [www.sec.gov](http://www.sec.gov) and the website for the MSRB is [www.msrb.org](http://www.msrb.org). There is a brochure available on the MSRB website that describes the protections provided by MSRB rules and how to file a complaint with the appropriate regulatory authority.

**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  
550 S Tryon St  
Floor:06, MAC: D1086-063  
Charlotte, NC 28202-4200  
1-800-645-3751, option 5,  
[WFSCustomerService@Wellsfargo.com](mailto:WFSCustomerService@Wellsfargo.com).

To further protect their rights, customers should also reconfirm 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
<b>Bonds USD</b>								
912797SE8	UNITED STATES TREASURY BILL	01/06/26	0.000%	50,000,000.000	99.9621	49,981,064.50		
912797SF5	UNITED STATES TREASURY BILL	01/13/26	0.000%	50,000,000.000	99.8934	49,946,695.00		
912797SG3	UNITED STATES TREASURY BILL	01/20/26	0.000%	50,000,000.000	99.8230	49,911,506.50		
912797SH1	UNITED STATES TREASURY BILL	01/27/26	0.000%	50,000,000.000	99.7546	49,877,280.00		
771196BS0	ROCHE HOLDINGS INC	03/05/26	0.991%	1,000,000.000	99.4971	994,971.34		Y
3130B7NJ9	FEDERAL HOME LOAN BANK	09/03/27	4.150%	5,970,000.000	99.9997	5,969,981.37		Y
09711CAJ3	BOFA FINANCE LLC	11/26/27	4.150%	3,000,000.000	100.4129	3,012,386.31		Y
3133ETE86	FEDERAL FARM CREDIT BANK	01/14/28	3.970%	5,000,000.000	99.9984	4,999,919.45		Y
95004HAC2	WELLS FARGO BANK NA	05/16/28	4.620%	3,000,000.000	100.1658	3,004,974.84		Y
3130B7VC5	FEDERAL HOME LOAN BANK	09/25/28	4.000%	3,075,000.000	100.0226	3,075,693.72		Y
3134HBX22	FREDDIE MAC	09/27/28	4.000%	2,000,000.000	99.9934	1,999,868.02		Y
3134HB3M1	FREDDIE MAC	11/03/28	4.125%	5,000,000.000	100.0220	5,001,097.85		Y
3133ET2J5	FEDERAL FARM CREDIT BANK	11/28/28	3.970%	5,013,000.000	99.9944	5,012,720.48		Y
3134HBU82	FREDDIE MAC	12/26/28	4.050%	5,495,000.000	99.9894	5,494,417.15		Y
3133ERC58	FEDERAL FARM CREDIT BANK	11/20/29	4.600%	5,000,000.000	100.5871	5,029,357.15		Y
						243,311,933.68	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
<b>Transaction Activity USD</b>									
12/05/25	12/08/25	Security Receipt	3134HB3M1	FREDDIE MAC	3,000,000.00	100.0000000	(3,000,000.00)	(12,031.25)	(3,012,031.25)
12/09/25	12/10/25	Security Receipt	3134HB3M1	FREDDIE MAC	2,000,000.00	99.9850000	(1,999,700.00)	(8,479.17)	(2,008,179.17)
12/16/25	12/16/25	Security Receipt	313313QW1	FED FARM CRD DISCOUNT NT	50,000,000.00	99.9284440	(49,964,222.00)	0.00	(49,964,222.00)
12/16/25	12/16/25	Security Receipt	912797RY5	UNITED STATES TREASURY BILL	50,000,000.00	99.9300000	(49,965,000.00)	0.00	(49,965,000.00)
12/16/25	12/17/25	Security Receipt	3133ET2J5	FEDERAL FARM CREDIT BANK	5,013,000.00	99.9850000	(5,012,248.05)	(10,503.63)	(5,022,751.68)
12/22/25	12/23/25	Security Receipt	912797SE8	UNITED STATES TREASURY BILL	50,000,000.00	99.8638889	(49,931,944.45)	0.00	(49,931,944.45)
12/22/25	12/23/25	Security Receipt	912797SF5	UNITED STATES TREASURY BILL	50,000,000.00	99.7958333	(49,897,916.67)	0.00	(49,897,916.67)
12/22/25	12/23/25	Security Receipt	912797SG3	UNITED STATES TREASURY BILL	50,000,000.00	99.7262222	(49,863,111.11)	0.00	(49,863,111.11)

Safekeeping

**KERN HEALTH SYSTEMS**

Account Number: [REDACTED]

**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
--------------------------	-----------------------------	----------	-------------	-------------	----------------	-------	------------------	---------------	-----------------------

**Transaction Activity USD**

12/22/25	12/23/25	Security Receipt	912797SH1	UNITED STATES TREASURY BILL	50,000,000.00	99.6597222	(49,829,861.11)	0.00	(49,829,861.11)
----------	----------	------------------	-----------	-----------------------------	---------------	------------	-----------------	------	-----------------

**Income / Payment Activity USD**

12/09/25	12/09/25	Matured	912797RW9	UNITED STATES TREASURY BILL			30,000,000.00		30,000,000.00
12/09/25	12/09/25	Matured	912797RW9	UNITED STATES TREASURY BILL	(30,000,000.00)				
12/16/25	12/16/25	Matured	3130B6RM0	FEDERAL HOME LOAN BANK			3,150,000.00		3,150,000.00
12/16/25	12/16/25	Matured	3130B6RM0	FEDERAL HOME LOAN BANK	(3,150,000.00)				
12/16/25	12/16/25	Interest	3130B6RM0	FEDERAL HOME LOAN BANK				70,875.00	70,875.00
12/23/25	12/23/25	Matured	313313QW1	FED FARM CRD DISCOUNT NT			50,000,000.00		50,000,000.00
12/23/25	12/23/25	Matured	313313QW1	FED FARM CRD DISCOUNT NT	(50,000,000.00)				
12/23/25	12/23/25	Matured	912797RY5	UNITED STATES TREASURY BILL			50,000,000.00		50,000,000.00
12/23/25	12/23/25	Matured	912797RY5	UNITED STATES TREASURY BILL	(50,000,000.00)				
12/26/25	12/26/25	Matured	3130B0N47	FEDERAL HOME LOAN BANK			5,000,000.00		5,000,000.00
12/26/25	12/26/25	Matured	3130B0N47	FEDERAL HOME LOAN BANK	(5,000,000.00)				
12/26/25	12/26/25	Interest	3130B0N47	FEDERAL HOME LOAN BANK				62,500.00	62,500.00
12/26/25	12/26/25	Matured	3130B7M84	FEDERAL HOME LOAN BANK			8,000,000.00		8,000,000.00
12/26/25	12/26/25	Matured	3130B7M84	FEDERAL HOME LOAN BANK	(8,000,000.00)				
12/26/25	12/26/25	Interest	3130B7M84	FEDERAL HOME LOAN BANK				107,250.00	107,250.00
12/26/25	12/26/25	Interest	3134HBU82	FREDDIE MAC				46,982.25	46,982.25

**Cash Activity USD**

Transaction / Trade Date	Settlement / Eff. Date	Activity	Description	Debit Amount / Disbursements	Credit Amount / Receipts
12/02/25	12/02/25	ACH/DDA Transaction	DESIGNATED DDA	24,000,000.00	
12/09/25	12/09/25	ACH/DDA Transaction	DESIGNATED DDA	42,000,000.00	
12/12/25	12/12/25	ACH/DDA Transaction	DESIGNATED DDA	3,300,000.00	
12/16/25	12/16/25	ACH/DDA Transaction	DESIGNATED DDA		300,000,000.00
12/22/25	12/22/25	ACH/DDA Transaction	DESIGNATED DDA	67,953.33	
12/22/25	12/22/25	ACH/DDA Transaction	DESIGNATED DDA	143.00	
12/23/25	12/23/25	ACH/DDA Transaction	DESIGNATED DDA	33,000,000.00	
12/29/25	12/29/25	ACH/DDA Transaction	DESIGNATED DDA	54,000,000.00	

**Money Market Fund Activity**

Morgan Stan TreasSvc 8314	Dividend paid this period	7 day* simple yield	30 day* simple yield
*As of December 31, 2025			
USD	353.69	3.580%	3.630%

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

**Money Market Fund Activity (Continued)**

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
<b>Beginning Balance</b>			<b>1.0000</b>	<b>67,742.64</b>		<b>67,742.64000</b>
12/01/25	Reinvest	210.69000			210.69	67,953.33000
12/22/25	Redemption	(67,953.33000)		(67,953.33)		0.00000
12/22/25	Dividend				143.00	0.00000
<b>Ending Balance</b>			<b>1.0000</b>			<b>0.00000</b>

**Goldman FS Tr Ob Ins 468**

\*As of December 31, 2025

USD

Dividend paid this period	7 day* simple yield	30 day* simple yield
239,591.04	3.580%	3.690%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
<b>Beginning Balance</b>			<b>1.0000</b>	<b>84,119,006.15</b>		<b>84,119,006.15000</b>
12/01/25	Reinvest	239,591.04000			239,591.04	84,358,597.19000
12/02/25	Redemption	(24,000,000.00000)		(24,000,000.00)		60,358,597.19000
12/08/25	Redemption	(3,012,031.25000)		(3,012,031.25)		57,346,565.94000
12/09/25	Purchase	30,000,000.00000		30,000,000.00		87,346,565.94000
12/09/25	Redemption	(42,000,000.00000)		(42,000,000.00)		45,346,565.94000
12/10/25	Redemption	(2,008,179.17000)		(2,008,179.17)		43,338,386.77000
12/12/25	Redemption	(3,300,000.00000)		(3,300,000.00)		40,038,386.77000
12/16/25	Purchase	300,000,000.00000		300,000,000.00		340,038,386.77000
12/16/25	Redemption	(96,708,347.00000)		(96,708,347.00)		243,330,039.77000
12/17/25	Redemption	(5,022,751.68000)		(5,022,751.68)		238,307,288.09000
12/23/25	Redemption	(199,522,833.34000)		(199,522,833.34)		38,784,454.75000
12/23/25	Purchase	100,000,000.00000		100,000,000.00		138,784,454.75000
12/23/25	Redemption	(33,000,000.00000)		(33,000,000.00)		105,784,454.75000
12/26/25	Purchase	13,216,732.25000		13,216,732.25		119,001,187.00000
12/29/25	Redemption	(54,000,000.00000)		(54,000,000.00)		65,001,187.00000
<b>Ending Balance</b>			<b>1.0000</b>	<b>65,001,187.00</b>		<b>65,001,187.00000</b>

**JPMorgan UST Plus Inst 3918**

\*As of December 31, 2025

USD

Dividend paid this period	7 day* simple yield	30 day* simple yield
106,604.04	3.630%	3.680%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
<b>Beginning Balance</b>			<b>1.0000</b>	<b>35,647,032.45</b>		<b>35,647,032.45000</b>
12/01/25	Reinvest	106,604.04000			106,604.04	35,753,636.49000



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

**Money Market Fund Activity (Continued)**

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
	<b>Ending Balance</b>		<b>1.0000</b>	<b>35,753,636.49</b>		<b>35,753,636.49000</b>



## PMIA/LAIF Performance Report as of 01/21/26



### Quarterly Performance Quarter Ended 12/31/25

LAIF Apportionment Rate <sup>(2)</sup> :	4.20
LAIF Earnings Ratio <sup>(2)</sup> :	0.00011512010685708
LAIF Administrative Cost <sup>(1)*</sup> :	0.27
LAIF Fair Value Factor <sup>(1)</sup> :	1.002181483
PMIA Daily <sup>(1)</sup> :	3.97
PMIA Quarter to Date <sup>(1)</sup> :	4.09
PMIA Average Life <sup>(1)</sup> :	244

### PMIA Average Monthly Effective Yields<sup>(1)</sup>

December	4.025
November	4.096
October	4.150
September	4.212
August	4.251
July	4.258

### Pooled Money Investment Account Monthly Portfolio Composition <sup>(1)</sup> 12/31/25 \$162.6 billion

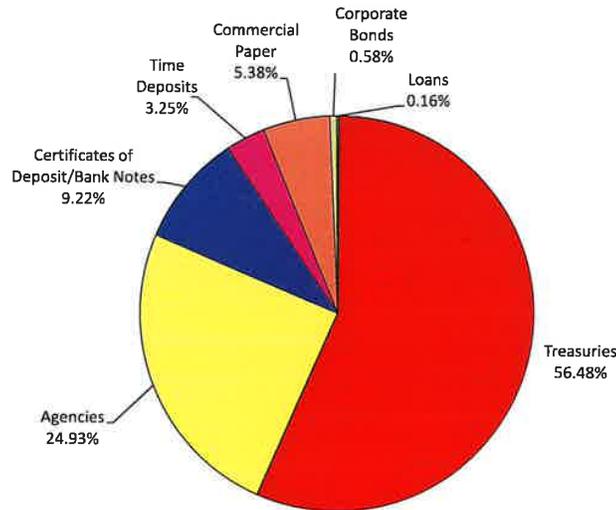


Chart does not include \$910,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

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).

\*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:

<sup>(1)</sup> State of California, Office of the Treasurer

<sup>(2)</sup> State of California, Office of the Controller



---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** 2025 Annual Review of Kern Health Systems Investment Policy  
**DATE:** February 13, 2026

---

### Background

The KHS Investment Portfolio follows the Board approved Investment Policy (Attachment 1). As part of their annual review, Senior Management **is not recommending any revisions to the Investment Policy at this time**. The Investment Policy stipulates the following order of investment objectives:

KHS utilizes three different investment organizations to invest the cash that is not needed for its immediate needs (Attachment 2). All investments follow the Board approved investment policy that stipulates the following order of investment objectives:

- Preservation of principal
- Liquidity
- Yield

**UBS** is a national brokerage firm with a Bakersfield office that administers the KHS Board approved investment policy in a segregated account. Investments are in high quality bonds with an average effective maturity of approximately 3 years. Actual performance returns have been compared to benchmark returns (Attachment 3).

The **Local Agency Investment Fund (LAIF)** is a public agency that allows smaller public agencies to pool their money and get the economies of scale that larger agencies with large portfolios receive. The California State Treasurer operates LAIF. Because it serves many agencies with short term liquidity needs, investments have an average maturity of approximately 8 months.

**Wells Fargo** is KHS' local bank. This is beneficial since surplus cash can be easily moved to and from the checking accounts. KHS invests directly with the Wells Fargo Securities Fixed Income division in high quality bonds and Money Market Funds.

### Requested Action

Receive and File; Refer to KHS Board of Directors.



## KERN HEALTH SYSTEMS

<b>KERN HEALTH SYSTEMS</b>					
<b>POLICY AND PROCEDURES</b>					
SUBJECT: Investment Policy				POLICY #: 80.11-I	
DEPARTMENT: Finance					
Effective Date: 2010-10	Review/Revised Date: 02/15/2024	DMHC		PAC	
		DHCS		EQIHECOMMITTEE	
		BOD	X	FINANCE COMMITTEE	

\_\_\_\_\_  
Emily Duran  
Chief Executive Officer

Date \_\_\_\_\_

\_\_\_\_\_  
Chief Financial Officer

Date \_\_\_\_\_

\_\_\_\_\_  
Chief Operating Officer

Date \_\_\_\_\_

\_\_\_\_\_  
Controller

Date \_\_\_\_\_

**POLICY:**

This Investment Policy sets forth the investment guidelines for all Operating Funds and Board-Designated Reserve Funds of Kern Health Systems invested on and after the date of adoption. The objective of this Investment Policy is to ensure Kern Health Systems' funds are prudently invested according to the Board of Director's objectives to preserve capital, provide necessary liquidity and to achieve a market-average rate of return through economic cycles.

Investments may only be made as authorized by this Investment Policy. The Kern Health Systems Investment Policy has been prepared in accordance with sections 53600 et seq. and 53630 et seq. of the California Government Code (the Code) as well as customary standards of prudent investment management. Irrespective of these policy provisions, should the provisions of the Code be or become more restrictive than those contained herein, such provisions will be considered immediately incorporated into the Investment Policy and adhered to.

- A. Safety of Principal -- Safety of principal is the foremost objective of Kern Health Systems. Each investment transaction shall seek to ensure that capital losses are avoided, whether from institutional default, broker-dealer default, or erosion of market value of securities.
- B. Liquidity -- Liquidity is the second most important objective of Kern Health Systems. It is important that each portfolio contain investments for which there is a secondary market, and which offer the flexibility to be easily sold at any time with minimal risk of loss of either the principal or interest based upon then prevailing rates.
- C. Total Return -- Kern Health Systems' portfolios shall be designed to attain a market-average rate of return through economic cycles given an acceptable level of risk.

## **I. OBJECTIVES**

Safety of principal is the primary objective of Kern Health Systems. Each investment transaction shall seek to ensure that large capital losses are avoided from securities or broker-dealer default. Kern Health Systems shall seek to ensure that capital losses are minimized from the erosion of market value. Kern Health Systems shall seek to preserve principal by mitigating the two types of risk, credit risk and market risk.

Credit risk, the risk of loss due to failure of the issuer of a security, shall be mitigated by investing in only permitted investments and by diversifying the investment portfolio according to this Investment Policy.

Market risk, the risk of market value fluctuations due to overall changes in the general level of interest rates, shall be mitigated by matching maturity dates, to the extent possible, with Kern Health Systems' expected cash flow draws. It is explicitly recognized herein, however that, in a diversified portfolio, occasional losses are inevitable and must be considered within the context of the overall investment return.

## **II. PRUDENCE**

Kern Health Systems' Board of Directors or persons authorized to make investment decisions on behalf of Kern Health Systems are trustees and fiduciaries subject to the prudent investor standard. The standard of prudence to be used by investment officials shall be the "prudent person" standard as defined in Code Section 53600.3 and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with written procedures and the Investment Policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control developments.

**THE PRUDENT PERSON STANDARD:** When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including but not limited to, the general economic conditions and the anticipated needs of Kern Health Systems, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency.

### **III. ETHICS AND CONFLICTS OF INTEREST**

Kern Health Systems' officers and employees involved in the investment process shall refrain from personal and professional business activities that could conflict with the proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Kern Health Systems' officers and employees involved in the investment process are not permitted to have any material financial interests in financial institutions, including state or federal credit unions, that conduct business with Kern Health Systems, and they are not permitted to have any personal financial or investment holdings that could be materially related to the performance of Kern Health Systems' investments.

### **IV. DELEGATION OF AUTHORITY**

Authority to manage Kern Health Systems' investment program is derived from an order of the Board of Directors. Management responsibility for the investment program is hereby delegated to Kern Health Systems' Chief Financial Officer. No person may engage in an investment transaction except as provided under the terms of this Investment Policy and the procedures established by the Chief Financial Officer.

The Chief Financial Officer shall be responsible for all actions undertaken and shall establish a system of controls to regulate the activities of subordinate officials.

#### **A. Financial Benchmarks**

Kern Health Systems' portfolios shall be designed to attain a market-average rate of return through economic cycles given an acceptable level of risk. The performance benchmark for each investment portfolio will be based upon the market indices for short-term investments of comparable risk and duration. These performance benchmarks will be agreed to by Kern Health Systems' Chief Financial Officer and the Investment Managers and will be reviewed by the Board of Directors quarterly.

#### **B. Safekeeping**

The investments purchased by the Investment Manager shall be held by Custodian Bank acting as the agent of Kern Health Systems under the terms of a custody agreement in compliance with Code Section 53608.

#### **C. Periodic Review of the Investment Policy**

The Chief Financial Officer is responsible for providing the Board of Directors with a statement of investment policy, and the Board of Directors is responsible for adopting the Investment Policy and ensuring investments are made in compliance with this Investment Policy. This Investment Policy shall be reviewed annually by the Board of Directors at a public meeting pursuant to Section 53646 (a) of the California Government Code.

The Chief Financial Officer is responsible for directing Kern Health Systems' investment program and for compliance with this policy pursuant to the delegation of authority to invest funds or to sell or exchange securities. The Chief Financial Officer shall make a quarterly report to the Board of Directors in accordance with Code Section 53646(b).

**D. Chief Financial Officer's Procedures**

The following procedures will be performed by the Chief Financial Officer:

1. The Operating Funds and Board-Designated Reserve Funds targeted average maturities will be established and reviewed periodically.
2. All Investment Managers will be provided a copy of the Investment Policy, which will be appended to an Investment Manager's investment contract. Any investments made by the Investment Manager outside the Investment Policy may subject the Investment Manager to termination for cause.
3. Investment diversification and portfolio performance will be reviewed monthly to ensure that risk levels and returns are reasonable and that investments are diversified in accordance with this policy.
4. The Chief Financial Officer will evaluate candidates for the role of Investment Manager. The candidates will be reviewed and approved by the Chief Executive Officer (CEO) and the Board of Directors.

**E. Duties and Responsibilities of Finance Committee:**

The Chief Financial Officer and staff are responsible for the day-to-day management of Kern Health Systems' investment portfolio and the making of specific investments. The Board of Directors is responsible for Kern Health Systems' Investment Policy. The Finance Committee shall not make or direct Kern Health Systems staff to make any particular investment, purchase any particular investment product, or do business with any particular investment companies or brokers. It shall not be the purpose of the Finance Committee to advise on particular investment decisions of Kern Health Systems.

The duties and responsibilities of the Finance Committee shall consist of the following:

1. Annually review Kern Health Systems' Investment Policy before its consideration by the Board of Directors and recommend revisions, as necessary, to the Finance Committee of the Board of Directors.
2. Quarterly review Kern Health Systems' investment portfolio for conformance with Kern Health Systems' Investment Policy diversification and maturity guidelines and make recommendations to the Finance Committee of the Board of Directors as appropriate.
3. Provide comments to Kern Health Systems' staff regarding potential investments and potential investment strategies.

4. Perform such additional duties and responsibilities as may be required from time to time by specific action and direction of the Board of Directors.

## V. DEFINITIONS

- A. Operating Funds are intended to serve as a money market account for Kern Health Systems to meet daily operating requirements. Deposits to this fund are comprised of State warrants that represent Kern Health Systems' monthly capitation revenues from its state contracts. Disbursements from this fund to Kern Health Systems' operating cash accounts are intended to meet operating expenses, payments to providers and other payments required in day-to-day operations.

## VI. PERMITTED INVESTMENTS

Kern Health Systems' policy is to invest only in instruments as permitted by the Code, subject to the limitations of this Investment Policy. Permitted investments are subject to a maximum stated term of five years. The Board of Directors must grant express written authority to make an investment or to establish an investment program of a longer term.

Maturity shall mean the stated final maturity of the security, or the unconditional put option date if the security contains such provision. Term or tenure shall mean the remaining time to maturity when purchased.

Permitted investments shall include:

### A. United States (U.S.) Treasuries

These investments are direct obligations of the United States of America and securities which are fully and unconditionally guaranteed as to the timely payment of principal and interest by the full faith and credit of the United States of America.

U.S. Government securities include:

1. Treasury Bills: U.S. government Securities issued and traded at a discount.
2. Treasury Notes and Bonds: Interest bearing debt obligations of the U.S. government which guarantees interest and principal payments.
3. Treasury STRIPS: U.S. Treasury securities that have been separated into their component parts of principal and interest payments and recorded as such in the Federal Reserve book-entry record-keeping system.
4. Treasury Inflation Protected (TIPs) securities: Special Treasury notes or bonds that offer protection from inflation. Coupon payments and underlying principal are automatically increased to compensate for inflation as measured by the consumer price index (CPI).

U. S. Treasury coupon and principal STRIPS as well as TIPs are not considered to be derivatives for the purpose of this Investment Policy and are, therefore, permitted investments pursuant to the Investment Policy.

Maximum term: Five Years

**B. Federal Agencies and U.S. Government Sponsored Enterprises**

These investments represent obligations, participations, or other instruments of, or issued by, a federal agency or a United States government sponsored enterprise, including those issued by, or fully guaranteed as to principal and interest by, the issuers. These are U.S. Government related organizations, the largest of which are government financial intermediaries assisting specific credit markets (housing, agriculture). Often simply referred to as "Agencies", the following are specifically allowed:

1. Federal Home Loan Banks (FHLB)
2. Federal Home Loan Mortgage Corporation (FHLMC)
3. Federal National Mortgage Association (FNMA)
4. Federal Farm Credit Banks (FFCB)
5. Student Loan Marketing Association (SLMA)
6. Government National Mortgage Association (GNMA)
7. Small Business Administration (SBA)
8. Export-Import Bank of the United States
9. U.S. Maritime Administration
10. Washington Metro Area Transit
11. U.S. Department of Housing & Urban Development
12. Tennessee Valley Authority
13. Federal Agricultural Mortgage Company (FAMC)
14. Temporary Liquidity Guarantee (TLG) Program securities
15. Temporary Corporate Credit Union Liquidity Guarantee Program (TCCULGP) securities

Any Federal Agency and U.S. Government Sponsored Enterprise security not specifically mentioned above is not a permitted investment.

Maximum Term: Five years

**C. State of California and Local Agency Obligations**

Registered state warrants, treasury notes or bonds of the State of California and bonds, notes, warrants or other evidences of indebtedness of any local agency of the State, including bonds payable solely out of revenues from a revenue producing property owned, controlled, or operated by the state or local agency or by a department, board, agency or authority of the State or local agency. Such obligations must be issued by an entity whose general obligation debt is rated P-1 by Moody's and A-1 by Standard & Poor's or equivalent or better for short-term obligations, or A by Moody's or A by Standard & Poor's or better for long-term debt. Public agency bonds issued for private purposes (industrial development bonds) are specifically excluded as allowable investments.

Maximum Term: Five years

**D. State and Local Agency Obligations Outside of California**

Registered state warrants, treasury notes or bonds of any U.S. State and bonds, notes, warrants or other evidences of indebtedness of any local agency of the State, including bonds payable solely out of revenues from a revenue producing property owned, controlled, or operated by the state. Such obligations must be issued by an entity whose general obligation debt is rated P-1 by Moody's and A-1 by Standard & Poor's or equivalent or better for short-term obligations, or A by Moody's or A by Standard & Poor's or better for long-term debt. Public agency bonds issued for private purposes (industrial development bonds) are specifically excluded as allowable investments. Any single investment in a particular State is limited to 5% of portfolio at time of Purchase.

Maximum Term: Five years

Maximum of 20% of the portfolio

#### **E. Bankers Acceptances**

Time drafts which a bank "accepts" as its financial responsibility as part of a trade finance process. These short-term notes are sold at a discount and are obligations of the drawer (the bank's trade finance client) as well as the bank. Once accepted, the bank is irrevocably obligated to pay the bankers' acceptance (BA) upon maturity if the drawer does not.

Eligible bankers' acceptances:

1. Are eligible for purchase by the Federal Reserve System and are drawn on and accepted by a bank rated F1 or better by Fitch Ratings or are rated A-1 for short-term deposits by Standard & Poor's and P-1 for short-term deposits by Moody's or are comparably rated by a nationally recognized rating agency.
2. May not exceed the five percent (5%) limit of any one commercial bank and may not exceed the five percent limit for any security of any bank.

Maximum Term: 180 days

#### **F. Commercial Paper**

Commercial paper (CP) is unsecured promissory notes issued by companies and government entities at a discount. Commercial paper is negotiable (marketable or transferable), although it is typically held to maturity. The maximum maturity is 270 days, with most CP issued for terms of less than 30 days. Commercial paper must meet the following criteria:

1. Rated P-1 by Moody's and A-1 or better by Standard & Poor's, and
2. Have an A or higher rating for the issuer's debt, other than commercial paper, if any, as provided for by Moody's and Standard & Poor's, and
3. Issued by corporations organized and operating within the United States and having total assets in excess of five hundred million dollars (\$500,000,000), and
4. May not represent more than ten percent (10%) of the outstanding commercial paper of the

issuing corporation.

Maximum Term: 270 days

### **G. Negotiable Certificates of Deposit**

A negotiable (marketable or transferable) receipt for a time deposit at a bank or other financial institution for a fixed time and interest rate. Negotiable Certificates of Deposit must be issued by a nationally or state-chartered bank or state or federal association or by a state licensed branch of a foreign bank, which have been rated F1 or better by Fitch Ratings or are rated A-1 for short-term deposits by Standard & Poor's and P-1 for short-term deposits by Moody's or are comparably rated by a nationally recognized rating agency. Maturities greater than one year and less than five years shall not exceed the Federal Deposit Insurance Corporation (FDIC) Insurance maximum amount at the time of purchase.

Maximum Term: Five years

### **H. Repurchase Agreements**

A purchase of securities under a simultaneous agreement to sell these securities back at a fixed price on some future date.

Repurchase agreements collateralized by U.S. Treasuries, GNMA's, FNMA's or FHLMC's with any registered broker-dealer subject to the Securities Investors Protection Act or any commercial banks insured by the FDIC so long as at the time of the investment such primary dealer (or its parent) has an uninsured, unsecured and unguaranteed obligation rated P-1 short-term or A-2 long-term or better by Moody's, and A-1 short-term or A long-term or better by Standard & Poor's, provided:

1. A broker-dealer master repurchase agreement signed by the investment manager (acting as "Agent") and approved by Kern Health Systems; and,
2. The securities are held free and clear of any lien by Kern Health Systems' custodian or an independent third party acting as agent ("Agent") for the custodian, and such third party is (i) a Federal Reserve Bank, or (ii) a bank which is a member of the Federal Deposit Insurance Corporation and which has combined capital, surplus and undivided profits of not less than \$50 million and the custodian shall have received written confirmation from such third party that it holds such securities, free and clear of any lien, as agent for Kern Health Systems' custodian; and,
3. A perfected first security interest under the Uniform Commercial Code, or book entry procedures prescribed at 31 Code of Federal Regulations (C.F.R.) 306.1 et seq. or 31 C.F.R. 350.0 et seq. in such securities is created for the benefit of Kern Health Systems' custodian and Kern Health Systems; and
4. The Agent provides Kern Health Systems' custodian and Kern Health Systems with valuation of the collateral securities no less frequently than weekly and will liquidate the collateral securities if any deficiency in the required one hundred and two percent (102%) collateral percentage is not restored within two business days of such valuation.

Maximum Term: One year

Reverse repurchase agreements are not allowed.

**I. Corporate Debt Securities**

Notes issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States.

1. For the purpose of this Investment Policy, corporate securities that are rated A or better by both Moody's and Standard & Poor's, or by one of either of Moody's or Standard & Poor's and with a comparable rating by a nationally recognized rating service on longer term debt, and
2. Are issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States and have total assets in excess of five hundred million dollars (\$500,000,000), and
3. May not represent more than five percent (5 %) of the issue in the case of a specific public offering. This limitation does not apply to debt that is "continuously offered" in a mode similar to commercial paper, i.e., medium term notes ("MTNs"). Under no circumstance can the MTNs or any other corporate security of any one corporate issuer represent more than 5% of the portfolio.

Maximum Term: Five years

**J. Money Market Funds**

Shares of beneficial interest issued by diversified management companies (commonly called money market funds):

1. Which are rated AAA (or equivalent highest ranking) by two of the three largest nationally recognized rating services, and,
2. Such investment may not represent more than five percent (5%) of the money market fund's assets.

**K. Mortgage or Asset-backed Securities**

Pass-through securities are instruments by which the cash flow from the mortgages, receivables or other assets underlying the security is passed-through as principal and interest payments to the investor.

Though these securities may contain a third-party guarantee, they are a package of assets being sold by a trust, not a debt obligation of the sponsor. Other types of "backed" debt instruments have assets (such as leases or consumer receivables) pledged to support the debt service.

Any mortgage pass-through security, collateralized mortgage obligations, mortgage-backed or other pay-through bond, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond which

1. Are rated AAA (Code AA) by a nationally recognized rating service, and
2. Are issued by an issuer having an A or better rating by a nationally recognized rating service for its long-term debt.

Maximum Term: Five years

#### **L. Variable and Floating Rate Securities**

Variable and floating rate securities are appropriate investments when used to enhance yield and reduce risk. They should have the same stability, liquidity, and quality as traditional money market securities. A variable rate security provides for the automatic establishment of a new interest rate on set dates. For the purposes of this Investment Policy, a Variable

Rate Security and Floating Rate Security where the rate of interest is readjusted no less frequently than every 762 calendar days shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest so long as the next readjustment period is within 5 years.

Variable and floating rate securities, which are restricted to investments in permitted Federal Agencies and U.S. Government Sponsored Enterprises securities, Corporate Securities, Mortgage or Asset-backed Securities and Negotiable Certificates of Deposit, must utilize traditional money market reset indices such as U. S. Treasury bills, Federal Funds, commercial paper, or LIBOR. Investments in floating rate securities whose reset is calculated using more than one of the above indices are not permitted, i.e., dual index notes.

Maximum Term: Five Years

#### **M. Local Agency Investment Fund (LAIF)**

The Local Agency Investment Fund (LAIF) is a voluntary program created by statute (Section 16429.1 et seq.) as an investment alternative for California's local governments and special districts managed by the State Treasurer. This program offers local agencies the opportunity to participate in a major portfolio, which invests hundreds of millions of dollars, using the investment expertise of the State Treasurer's Office investment staff at no additional cost to the taxpayer. All securities are purchased under the authority of Government Code Section 16430 and 16480.4. The State Treasurer's Office takes delivery of all securities purchased on a delivery versus payment basis using a third-party custodian. All investments are purchased at market and a market valuation is conducted monthly. The investment objective of LAIF mirrors those of KHS' with preservation of capital being the primary objective and liquidity second. Any agency with funds on deposit with LAIF can withdraw those funds within 24 hours' notice.

Maximum Term: Five Years

### **VII. POLICIES**

**A. Securities Lending**

Investment securities shall not be lent to an Investment Manager or broker.

**B. Leverage**

The investment portfolio, or investment portfolios managed by an Investment Manager, cannot be used as collateral to obtain additional investable funds.

**C. Other Investments**

Any investment not specifically referred to herein will be considered a prohibited investment.

**D. Underlying Nature of Investments**

Kern Health Systems and its Investment Manager shall not make investments in organizations which have a line of business that is visibly in conflict with the interests of public health (which shall be defined by the Kern Health Systems Board of Directors). Furthermore, Kern Health Systems shall not make investments in organizations with less than \$100 billion of annual revenues in which it has a business relationship through contracting, purchasing, or other arrangements.

Kern Health Systems' Board of Directors will provide the Investment Manager with a list of corporations that do not comply with its Investment Policy and shall immediately notify its Investment Manager of any changes.

**E. Investment Managers**

Outside Investment Managers must certify that they will purchase securities from broker/dealers (other than themselves) or financial institutions in compliance with Code Section 53601.5 and this Investment Policy.

**F. Derivatives**

Except as expressly permitted by this policy, investments in derivative securities are not allowed.

**G. Rating Category**

Rating category shall mean with respect to any long-term category, all ratings designated by a particular letter or combination of letters, without regard to any numerical modifier, plus or minus sign or other modifier.

**H. Rating Downgrades**

Kern Health Systems may from time to time be invested in a security whose rating is downgraded below the quality criteria permitted by this investment policy.

If the rating of any security held as an investment falls below the investment guidelines, the Investment Manager shall notify the Chief Financial Officer or designee within two (2) business

days of the downgrade. A decision to retain a downgraded security shall be approved by the Chief Financial Officer or designee within five (5) business days of the downgrade.

**I. Maximum Stated Term**

Maximum stated term for permitted investments shall be determined based on the settlement date (not the trade date) upon purchase of the security and the stated final maturity of the security, or the unconditional put option date if the security contains such provision.

**J. Diversification Guidelines**

Diversification limits ensure the portfolio is not unduly concentrated in the securities of one type, industry, or entity, thereby assuring adequate portfolio liquidity should one sector or company experience difficulties.

Kern Health Systems’ Investment Manager must review the portfolio it manages to ensure compliance with Kern Health Systems’ diversification guidelines on an ongoing basis.

INSTRUMENTS	MAXIMUM % OF PORTFOLIO AT TIME OF PURCHASE
A. U.S. Treasuries (including U.S. Treasury Coupon and principal STRIPS as well as TIPS)	100%
B. Federal Agencies and U.S. Government Sponsored Enterprises	100%
C. State of California and Local Agency Obligations	100%
D. State and Local Agency Obligations Outside of California	20%
E. Bankers Acceptances	40%
F. Commercial Paper	25%
G. Negotiable Certificates of Deposit	30%
H. Repurchase Agreements	100%
I. Corporate Securities	40%
J. Money Market Funds	40%
K. Mortgage and Asset-backed Securities	20%
L. Variable and Floating Rate Securities	30%
M. Local Agency Investment Fund (LAIF)	50%

1. Issuer/Counterparty Diversification Guidelines – The percentages specified below shall be

adhered to on the basis of the entire portfolio:

- a. Any one Federal Agency or Government Sponsored Enterprise 35%
- b. Any one repurchase agreement counterparty name
  - If maturity/term is  $\leq 7$  days 50%
  - If maturity/term is  $> 7$  days 25%

2. Issuer/Counterparty Diversification Guidelines for All Other Securities described in Subsections A-K in VII. Permitted Investments of this Investment Policy. Any one corporation, bank, local agency, or other corporate name for one or more series of securities, and specifically with respect to special purpose vehicles issuers for mortgage and asset-backed securities, the maximum applies to all such securities backed by the same type of assets of the same issuer. 5%

- a. Negotiable Certificates of Deposit with maturities greater than one year and less than five years shall not exceed the FDIC Insurance maximum amount at the time of purchase.
- b. Each Investment Advisor shall adhere to the diversification limits discussed in this section. If one Investment Advisor exceeds the aforementioned diversification limits, the Investment Advisor shall inform the Kern Health Systems Chief Financial Officer and second Investment Advisor (if any) by close of business on the day of the occurrence. Within the parameters authorized by the Government code, the Committee recognizes the practicalities of portfolio management, securities maturing, and changing status, and market volatility, and, as such, will consider breaches in:
  - i. The context of the amount in relation to the total portfolio concentration.
  - ii. Market and security specific conditions contributing to a breach in policy; and
  - iii. The managers' actions to enforce the spirit of the policy and decisions made in the best interest of the portfolio.

**REFERENCE:**

**Reference 2024-02:** Updates made by the Chief Financial Officer. The policy was approved by the KHS Board of Directors on 2/15/2024. **Revision 2020-06:** Policy updated to reflect Board of Directors approved changes. **Revision 2015-04:** Item "M" Local Agency Investment Fund (LAIF) added to Section VII Permitted Investments as approved by KHS Board of Directors at April 2015 meeting. **Revision 2014-08:** Policy revised by Controller to allow for non-California municipal investments as approved by KHS Board of Directors. **Revision 2010-11:** Policy revised to conform to government code requirements. The Board of Directors approved current policy on October 14, 2010.

**KERN HEALTH SYSTEMS  
2025 INVESTMENT ANALYSIS**

**(Attachment 2)**

	<u>UBS</u>	<u>LAIF</u>	<u>Wells Fargo Securities</u>
December 31, 2025 Balance	80,152,559	50,165,076	344,066,757
Average Monthly Balance	78,078,667	33,678,949	320,527,329
Total Dividend/Revenue (YTD)	4,985,144	1,373,264	17,458,132
Percentage	6.38%	4.08%	5.45%



**UBS Financial Services Inc.**

9201 Camino Media, Suite 230  
Bakersfield, CA 93311  
Tel. 661-663-3200  
Fax 855-877-7933

Ira S. Cohen  
Senior Vice President – Wealth Management  
Advisory & Brokerage Services  
Senior Portfolio Manager  
Portfolio Management Program  
ira.cohen@ubs.com

[www.ubs.com](http://www.ubs.com)

The Kern Health Systems portfolio benchmarks are based on the indices that best match the portfolio. Although these benchmarks can change due to portfolio composition, these benchmarks align with the investment policy statement and current portfolio composition.

The benchmarks being used currently are a blended index, made up of the following:  
55% Bloomberg U.S. Aggregate 1-3 Year Index and 45% Bloomberg US Corporate 1-3 Year Index

Specific make up of each index are:

Bloomberg U.S. Aggregate 1-3 Year Index - tracks investment grade, fixed-rate bonds, including treasuries, government-related, corporate and securitized issues. It only includes securities with a maturity between one and up to, but not including three years.

Bloomberg US Corporate 1-3 Year Index - measures the investment grade, fixed-rate, taxable corporate bond market with 1-3 year maturities.



# Portfolio Review

as of December 31, 2025 (continued)

## Summary of Performance by Account

						Performance returns (annualized > 1 year)			
		Performance start date	Value on 12/31/2025 (\$)	% of portfolio		2025 12/31/2024 to 12/31/2025	For period of 12/31/2023 to 12/31/2025	For period of 12/31/2022 to 12/31/2025	For period of 12/31/2020 to 12/31/2025
EX XX120	BOND PORTFOLIO•PMP•Ira Cohen / Jason Cohen Fixed Income	Dec 08, 2008	80,093,302.86	100.00%	Net time-weighted	6.53%	5.48%	5.29%	2.36%
Risk profile: Conservative									
Return objective: Current Income									
<b>Total Portfolio</b>		<b>Dec 08, 2008</b>	<b>\$80,093,302.86</b>	<b>100%</b>	<b>Net time-weighted</b>	<b>6.53%</b>	<b>5.48%</b>	<b>5.29%</b>	<b>2.36%</b>
<b>Benchmarks - Annualized time-weighted returns</b>						2025 12/31/2024 to 12/31/2025	For period of 12/31/2023 to 12/31/2025	For period of 12/31/2022 to 12/31/2025	For period of 12/31/2020 to 12/31/2025
Blended Index						5.59%	5.17%	5.11%	2.24%
US Treasury Bill - 3 Mos						4.29%	4.80%	4.91%	3.24%
BBG US Agg (1-3 Y)						5.39%	4.88%	4.80%	1.98%
S&P 500						17.88%	21.37%	22.98%	14.42%

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

Blended Index: 06/30/2023 - Current: 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y+

+Additional benchmark information can be found on the benchmark composition page.

Report created on: January 28, 2026





---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** 2025 Annual Travel Report  
**DATE:** February 13, 2026

---

### **Background**

Kern Health Systems Employee Travel and Expense Reimbursement Policy requires an annual travel report (attached) to be submitted to the KHS Board of Directors.

### **Discussion**

KHS encourages employees to attend conferences and seminars to:

1. Obtain updated information on key issues about which they are concerned.
2. Interact with other health plans that may be experiencing similar issues and problems and solving those issues together.
3. Have issues addressed on a specific topic by recognized experts who are up to date with the latest developments in the field.
4. Evaluate the latest technologies that can potentially help make KHS more efficient.
5. Learn about facts and statistics that will help employees better understand the changing dynamics in the healthcare industry.

Examples of KHS travel include attending meetings with State regulators such as DHCS & DMHC, attending trade association conferences hosted by the Local Health Plans of California & the California Association of Health Plans, participating on vendor advisory boards and professional education and training seminars.

During 2025 \$2,536 was spent on regulatory or trade association travel, \$11,215 was spent on professional development, \$86,159 was spent on conference attendance travel and \$2,613 was spent on on-site staff meetings and vendor meetings. The total travel expenses incurred for 2025 were \$102,523 which was approximately \$178,000 under budget.

### **Requested Action**

Receive and file for informational purposes only.

# KERN·HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
1	Chief Executive Officer	Local Health Plans of California Strategic Planning Retreat	C	OUT	San Francisco CA	1.22.25	1.24.25	451.69	184.00	635.69
2	Chief Information Officer	Central California Alliance for Health	R	OUT	Scotts Valley CA	2.06.25	2.07.25	435.49	107.50	542.99
3	Chief Information Officer	Gartner Leadership Forum	C	OS	Phoenix AZ	2.23.25	2.25.25	1,902.06	193.50	2,095.56
4	Chief Executive Officer	Association for Community Affiliated Plans Membership Council, Ops & Marketplace Meeting	C	OS	Seattle WA	3.11.25	3.13.25	1,019.61	230.00	1,249.61
5	Chief Operating Officer	Association for Community Affiliated Plans Membership Council, Ops & Marketplace Meeting	C	OS	Seattle WA	3.12.25	3.15.25	1,184.80	564.04	1,748.84
6	Chief Operating Officer	Local Health Plans of California COO Meeting	C	OUT	Rancho Cucamonga CA	3.20.25	3.21.25	471.81	129.00	600.81
7	Chief Financial Officer	CalOptima Health	C	OUT	Orange CA	3.30.25	3.31.25	197.40	107.50	304.90
8	Chief Executive Officer	CalOptima Health	C	OUT	Orange CA	3.30.25	3.31.25	373.00	172.00	545.00
9	Chief Information Officer	CalOptima Health -Local Health Plan of California Meeting	C	OUT	Orange CA	5.01.25	5.02.25	249.82	64.50	314.32
10	Chief Operating Officer	California Association of Health Plans Medi-Cal - Partnerships & Value Based Strategies for Sustainability	C	OUT	Burbank CA	7.08.25	7.08.25	30.29	21.50	51.79
11	Chief Operating Officer	California Association of Health Plans - 2025 Annual Conference	C	OUT	Palm Desert CA	9.28.25	10.01.25	1,352.23	193.50	1,545.73
12	Chief Executive Officer	Local Health Plans of California- Fall Board Meeting	C	OUT	Palm Desert CA	9.28.25	9.29.25	665.41	86.00	751.41
13	Chief Financial Officer	California Association of Health Plans - CFO Conference	C	OUT	Palm Desert CA	9.28.25	9.29.25	560.28	86.00	646.28
14	Chief Executive Officer	Association for Community Affiliated Plans - CEO Summit 2025	C	OS	Washington DC	10.06.25	10.10.25	2,907.22	276.00	3,183.22
<b>Executive Total</b>								<b>11,801.11</b>	<b>2,415.04</b>	<b>14,216.15</b>

# KERN·HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
15	Senior Director of Government Relations & Strategic Development	Local Health Plans of California - Strategic Planning Retreat	C	OUT	San Francisco CA	1.22.25	1.24.25	1,185.36	138.00	1,323.36
16	Senior Director of Government Relations & Strategic Development	Association for Community Affiliated Plans - Legislative Fly-In Policy Meeting	C	OS	Washington DC	2.10.25	2.13.25	1,650.36	299.00	1,949.36
17	Deputy Director of Government Relations & Strategic Development	Association for Community Affiliated Plans Legislative Fly-In Policy Meeting	C	OS	Washington DC	2.10.25	2.13.25	1,266.24	299.00	1,565.24
18	Senior Director of Government Relations & Strategic Development	Local Health Plans of California Legislative Day	C	OUT	Sacramento CA	2.25.25	2.26.25	827.96	129.00	956.96
19	Deputy Director of Government Relations & Strategic Development	Local Health Plans of California - Legislative Day	C	OUT	Sacramento CA	2.25.25	2.26.25	438.46	129.00	567.46
20	Senior Director of Government Relations & Strategic Development	California Association of Health Plans - State Program Committee Meeting	C	OUT	Burbank CA	3.25.25	3.25.25	158.00	43.00	201.00
21	Senior Director of Government Relations & Strategic Development	California Association of Health Plans - Medi-Cal Partnerships & Value Based Strategies for Sustainability	C	OUT	Burbank CA	7.08.25	7.08.25	80.00	10.75	90.75
22	Deputy Director of Government Relations & Strategic Development	California Association of Health Plans - Medi-Cal Partnerships & Value Based Strategies for Sustainability	C	OUT	Burbank CA	7.08.25	7.08.25	80.00	10.75	90.75
23	Deputy Director of Government Relations & Strategic Development	California Association of Health Plans - SPC Meeting	C	OUT	Sacramento CA	7.22.25	7.23.25	657.52	107.50	765.02
24	Senior Director of Government Relations & Strategic Development	California Association of Health Plans - 2025 Annual Conference	C	OUT	Palm Desert CA	9.28.25	10.01.25	1,377.43	172.00	1,549.43
25	Deputy Director of Government Relations & Strategic Development	California Association of Health Plans - 2025 Annual Conference	C	OUT	Palm Desert CA	9.28.25	10.01.25	1,377.43	172.00	1,549.43
26	Senior Director of Government Relations & Strategic Development	Association for Community Affiliated Plans - Legislative Fly-In Meeting	C	OS	Washington DC	11.03.25	11.06.25	1,789.79	299.00	2,088.79
27	Deputy Director of Government Relations & Strategic Development	Association for Community Affiliated Plans - Legislative Fly-In Meeting	C	OS	Washington DC	11.03.25	11.06.25	1,740.56	299.00	2,039.56
28	Senior Director of Government Relations & Strategic Development	Local Health Plans of California - Strategic Planning Retreat	C	OUT	Sacramento CA	12.01.25	12.02.25	822.36	86.00	908.36
<b>Government Relations &amp; Strategic Development Total</b>								<b>13,451.47</b>	<b>2,194.00</b>	<b>15,645.47</b>

# KERN • HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
29	Senior System Administrator	Microsoft Community Conference	C	OS	Las Vegas NV	5.05.25	5.08.25	1,044.18	172.00	1,216.18
30	Network Administrator II	Cisco live Conference	P	OUT	San Diego CA	6.08.25	6.12.25	1,772.96	344.00	2,116.96
<b>MIS Total</b>								<b>2,817.14</b>	<b>516.00</b>	<b>3,333.14</b>
31	Business Intelligence Developer IV	Microsoft Fabric Community Conference	C	OS	Las Vegas NV	3.30.25	4.02.25	1,397.47	172.00	1,569.47
32	Data Architect	Microsoft Fabric Community Conference	C	OS	Las Vegas NV	3.30.25	4.02.25	917.39	172.00	1,089.39
33	Business Intelligence Data Insights & Analytics Manager	National Committee for Quality Assurance - Health Innovation Summit	C	OUT	Chula Vista CA	10.12.25	10.15.25	670.85	193.50	864.35
34	Business Intelligence Supervisor	Johns Hopkins ACG System User Summit	C	OS	Phoenix AZ	10.26.25	10.28.25	1,391.58	236.50	1,628.08
<b>Business Intelligence Total</b>								<b>4,377.29</b>	<b>774.00</b>	<b>5,151.29</b>
35	Database Administrator IV	Professional Association for SQL Server - Data Community Summit 2025	C	OS	Seattle WA	11.18.25	11.22.25	1,299.73	345.00	1,644.73
<b>Enterprise Development Total</b>								<b>1,299.73</b>	<b>345.00</b>	<b>1,644.73</b>
36	EC Configuration Analyst III	ZeOmega Connections 2025	C	OS	Dallas TX	4.28.25	4.30.25	1,847.43	240.00	2,087.43
37	Configuration Analyst IV	2025 Cognizant Health Sciences Conference	C	OS	San Antonio TX	5.18.25	5.21.25	2,266.83	185.00	2,451.83
38	Enterprise Configuration Supervisor	2025 Cognizant Health Sciences Conference	C	OS	San Antonio TX	5.18.25	5.21.25	1,611.92	185.00	1,796.92
39	Senior Director of Enterprise Process and Configuration	Local Health Plans of California - CIO Meeting	O	OUT	Scotts Valley CA	2.06.25	2.07.25	141.32	107.50	248.82
40	Senior Director of Enterprise Process and Configuration	ZeOmega Connections 2025	C	OS	Dallas TX	4.25.25	5.01.25	1,838.60	240.00	2,078.60
41	Senior Director of Enterprise Process and Configuration	Milliman Care Guidelines - Client Forum	C	OUT	San Diego CA	5.13.25	5.16.25	1,579.33	150.50	1,729.83
<b>Enterprise Configuration Total</b>								<b>9,285.43</b>	<b>1,108.00</b>	<b>10,393.43</b>
42	Cyber Security Manager	Identity Event Microsoft Irvine Hub	P	OUT	Irvine CA	3.11.25	3.11.25	218.40	64.50	282.90
43	Cyber Security Manager	Cisco Tech Days	C	OUT	Clovis CA	10.23.25	10.23.25	162.40	-	162.40
<b>Cyber Security Total</b>								<b>380.80</b>	<b>64.50</b>	<b>445.30</b>

# KERN·HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
44	Director of Claims	Local Health Plans of California - Claims Director Quarterly Meeting	R	OUT	San Diego CA	5.08.25	5.10.25	753.69	129.00	882.69
45	Senior Director of Claims	Local Health Plans of California - Claims Director Quarterly Meeting	R	OUT	San Diego CA	5.08.25	5.10.25	183.44	129.00	312.44
46	Claims Administrative Manager	2025 Cognizant Health Sciences Conference	C	OS	San Antonio TX	5.17.25	5.21.25	2,883.97	203.50	3,087.47
47	Senior Director of Claims	Health Industry Collaboration Effort - Annual Conference	C	OUT	Indian Wells CA	12.07.25	12.09.25	889.24	192.00	1,081.24
<b>Claims Total</b>								<b>4,710.34</b>	<b>653.50</b>	<b>5,363.84</b>
48	Director of Utilization Management	Milliman Care Guidelines - Client Forum	C	OUT	San Diego CA	5.13.25	5.16.25	1,121.13	-	1,121.13
<b>Health Services - UM Total</b>								<b>1,121.13</b>	<b>-</b>	<b>1,121.13</b>
49	NCQA Manager	Medi-Cal Managed Care Quality Improvement Plan Practices & Experiences Seminar	C	OUT	Sacramento CA	2.24.25	2.25.25	860.65	107.50	968.15
50	Medical Director QI	California Association of Health Plans - 2025 Annual Conference	C	OUT	Palm Desert CA	9.29.25	10.01.25	960.96	150.50	1,111.46
<b>Health Services - Quality Improvement Total</b>								<b>1,821.61</b>	<b>258.00</b>	<b>2,079.61</b>
51	Health Education Specialist Bilingual I	University of San Francisco - Tobacco Treatment Specialist Training	P	OUT	San Francisco CA	2.10.25	2.13.25	1,380.53	345.00	1,725.53
52	Health Education Specialist Bilingual I	University of San Francisco - Tobacco Treatment Specialist Training	P	OUT	San Francisco CA	2.10.25	2.13.25	691.83	345.00	1,036.83
53	Member Health Educator Bilingual II	University of San Francisco - Tobacco Treatment Specialist Training	P	OUT	San Francisco CA	2.10.25	2.13.25	691.83	345.00	1,036.83
54	Cultural & Linguistics Specialist II Bilingual II Health Education	California Healthcare Interpreting Association 2025	C	OUT	Los Angeles CA	3.20.25	3.22.25	567.80	107.50	675.30
55	Cultural & Linguistics Specialist I Bilingual II Health Education	California Healthcare Interpreting Association 2025	C	OUT	Los Angeles CA	3.20.25	3.22.25	620.86	107.50	728.36
56	HE Manager of Community Health & Wellness	2025 California School Health Conference	C	OUT	Garden Grove CA	4.27.25	4.29.25	750.97	-	750.97
57	Senior Director of Wellness & Prevention	California Immunization Coalition Summit	C	OUT	Riverside CA	4.28.25	4.30.25	738.72	193.50	932.22
58	Senior Director of Wellness & Prevention	CalAIM Bridging Public Health & Managed Care	C	OUT	Sacramento CA	5.21.25	5.22.25	604.13	107.50	711.63
59	Health & Wellness Lifestyle Coach	Community Engagement Initiative Peer - Leading & Learning Network Meeting	C	OUT	San Diego CA	12.10.25	12.12.25	-	129.00	129.00
<b>Health Services - Health Ed Total</b>								<b>6,046.67</b>	<b>1,680.00</b>	<b>7,726.67</b>

# KERN • HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
60	Director of Population Health Management	Fellowship Classes	P	OUT	Newport CA	4.29.25	5.02.25	217.42	150.50	367.92
61	Director of Population Health Management	CalAIM Bridging Public Health & Managed Care	C	OUT	Sacramento CA	5.21.25	5.22.25	865.21	129.00	994.21
62	Director of Population Health Management	Fellowship Classes	P	OUT	Millbrae CA	9.23.25	9.26.25	416.59	193.50	610.09
63	Director of Population Health Management	Annual Palliative Care Summit	C	OUT	Costa Mesa CA	10.06.25	10.07.25	420.16	86.00	506.16
<b>Population Health Management Total</b>								<b>1,919.38</b>	<b>559.00</b>	<b>2,478.38</b>
64	Director of Community & Social Services	Transitional Rent Workgroup	O	OUT	Sacramento CA	4.02.25	4.03.25	290.60	129.00	419.60
65	Director of Community & Social Services	Symposium on the Future of Behavioral Health & Housing	C	OUT	Sacramento CA	9.10.25	9.12.25	349.94	172.00	521.94
66	CSS Community and Social Services Manager	Clarity Connect 2025	C	OS	Las Vegas NV	11.17.25	11.20.25	755.27	172.00	927.27
<b>Community Support Services Total</b>								<b>1,395.81</b>	<b>473.00</b>	<b>1,868.81</b>
67	Senior Director of Provider Network	Transitional Rent Workgroup	O	OUT	Sacramento CA	4.02.25	4.03.25	682.18	129.00	811.18
68	Grants & Special Programs Manager	California Association of Health Plans - Medi-Cal Partnerships & Value Based Strategies for Sustainability	C	OUT	Burbank CA	7.08.25	7.08.25	163.60	-	163.60
69	Senior Director of Provider Network	Symposium on the Future of Behavioral Health & Housing	C	OUT	Sacramento CA	9.10.25	9.12.25	846.94	172.00	1,018.94
70	Senior Director of Provider Network	Flex Pools TA All Academy Convening	C	OUT	Sacramento CA	11.04.25	11.05.25	581.25	129.00	710.25
<b>Provider Network Management Total</b>								<b>2,273.97</b>	<b>430.00</b>	<b>2,703.97</b>
71	Homeless Services Manager	Clarity Connect 2025	C	OS	Las Vegas NV	11.17.25	11.20.25	861.56	193.50	1,055.06
<b>Homeless Management Information Systems Total</b>								<b>861.56</b>	<b>193.50</b>	<b>1,055.06</b>
72	Director of Procurement & Facilities	ProcureCon Indirect West Conference 2025	C	OS	Las Vegas NV	3.02.25	3.05.25	1,288.11	258.00	1,546.11
<b>Corporate Services Total</b>								<b>1,288.11</b>	<b>258.00</b>	<b>1,546.11</b>

# KERN·HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
73	Compliance Manager Audits & Investigations Compliance	Department of Justice - Managed Care Anti-Fraud Training	P	OUT	Los Angeles CA	2.04.25	2.04.25	45.25	43.00	88.25
74	Chief Compliance & Fraud Prevention Officer	Department of Justice - Annual Meeting	C	OUT	San Francisco CA	5.06.25	5.07.25	674.77	138.00	812.77
75	Chief Compliance & Fraud Prevention Officer	Gartner Enterprise Risk, Audit & Compliance Conference	C	OS	Grapevine TX	9.06.25	9.10.25	836.71	320.00	1,156.71
76	Director of Compliance & Regulatory Affairs	Annual National Health Care Anti-Fraud Association Training	C	OS	Nashville TN	11.18.25	11.21.25	583.89	-	583.89
<b>Compliance Total</b>								<b>2,140.62</b>	<b>501.00</b>	<b>2,641.62</b>
77	Member Engagement Representative Lead Bilingual	Strengthening Managed Care Plans - Consumer Advisory Committee In-Person Meeting	C	OUT	Oakland CA	3.04.25	3.06.25	491.37	161.00	652.37
78	Member Engagement Manager	Strengthening Managed Care Plans - Consumer Advisory Committee In-Person Meeting	C	OUT	Oakland CA	3.04.25	3.06.25	491.37	161.00	652.37
<b>Member Engagement Total</b>								<b>982.74</b>	<b>322.00</b>	<b>1,304.74</b>
79	Senior Marketing & Communications Specialist	Sprout Social for Social Media	P	OUT	Los Angeles CA	8.20.25	8.20.25	157.50	64.50	222.00
<b>Marketing Total</b>								<b>157.50</b>	<b>64.50</b>	<b>222.00</b>
80	HR Program Manager	How to Communicate with Tact & Professionalism	P	OUT	San Jose CA	4.01.25	4.03.25	963.29	207.00	1,170.29
<b>Human Resources</b>								<b>963.29</b>	<b>207.00</b>	<b>1,170.29</b>

# KERN·HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
81	Director of Behavioral Health	California Association of Health Plans - Shaping the Future of Behavioral Health	C	OUT	Burbank CA	3.26.25	3.26.25	160.24	21.50	181.74
82	Director of Behavioral Health	Department of Health Care Services - Behavioral Health & Medi-Cal Managed Care Plan Summit	C	OUT	Sacramento CA	12.09.25	12.10.25	287.45	16.00	303.45
<b>Behavioral Health</b>								<b>447.69</b>	<b>37.50</b>	<b>485.19</b>
83	Senior Health Equity Analyst	Strengthening Managed Care Plans - Consumer Advisory Committee In-Person Meeting	C	OUT	Oakland CA	3.04.25	3.06.25	591.37	161.00	752.37
84	Chief Health Equity Officer	Department of Health Care Services - CHEO On-Site Meeting	C	OUT	Sacramento CA	3.26.25	3.27.25	574.31	120.00	694.31
85	Chief Health Equity Officer	CHEO Meeting	C	OUT	Rancho Cucamonga CA	6.04.25	6.06.25	630.20	193.50	823.70
86	Chief Health Equity Officer	Racial Equity Commission Meeting	R	OUT	Salinas CA	6.25.25	6.26.25	660.00	138.00	798.00
87	Chief Health Equity Officer	California Association of Health Plans Seminar	C	OUT	Burbank CA	7.08.25	7.08.25	138.60	-	138.60
88	Chief Health Equity Officer	2025 Medi-Cal Managed Care Quality Conference	C	OUT	Sacramento CA	11.12.25	11.13.25	463.15	129.00	592.15
89	Health Equity Manager	National Committee for Quality Assurance - Health Innovation Summit	C	OUT	San Diego CA	10.12.25	10.15.25	1,786.60	172.00	1,958.60
<b>Quality and Health Equity Total</b>								<b>4,844.23</b>	<b>913.50</b>	<b>5,757.73</b>
90	Senior Director of Delegation and Oversight	2025 Medicare, Medicaid, Duals & Commercial Markets Forum	C	OS	Baltimore MD	3.25.25	3.27.25	1,400.08	301.00	1,701.08
91	Director of Delegation & Oversight	2025 Medicare, Medicaid, Duals & Commercial Markets Forum	C	OS	Baltimore MD	3.25.25	3.27.25	1,279.88	301.00	1,580.88
92	Senior Director of Delegation and Oversight	The Rise Special Needs Plan Leadership Summit	C	OS	Boston MA	4.29.25	5.03.25	2,098.36	414.00	2,512.36
93	Director of Delegation & Oversight	The Rise Special Needs Plan Leadership Summit	C	OS	Boston MA	4.29.25	5.03.25	2,025.49	414.00	2,439.49
94	Director of Delegation & Oversight	California Association of Health Plans Medicare in CA Insights & Shifting Market Dynamics	C	OUT	Burbank CA	5.13.25	5.13.25	18.00	71.12	89.12
95	Director of Delegation & Oversight	Rise Risk Adjustment Forum 2025	C	OUT	Westlake Village CA	5.13.25	5.15.25	460.10	86.00	546.10
96	Senior Director of Delegation and Oversight	Local Health Plans of California - 3rd In Person Medicare D-SNP Collaborative Meeting	C	OUT	Sacramento CA	6.25.25	6.26.25	190.55	-	190.55
97	Director of Delegation & Oversight	Local Health Plans of California - 3rd In Person Medicare D-SNP Collaborative Meeting	C	OUT	Sacramento CA	6.25.25	6.26.25	190.55	-	190.55
<b>Medicare Total</b>								<b>7,663.01</b>	<b>1,587.12</b>	<b>9,250.13</b>

# KERN • HEALTH SYSTEMS

## 2025 ANNUAL TRAVEL REPORT

	EMPLOYEE TITLE	CONFERENCE TITLE	REGULATORY OR TRADE ASSOCIATION (R), PROFESSIONAL DEVELOPMENT (P), CONFERENCES (C), OTHER (O)	IN County (IN), OUT of County (OUT), or OUT of State (OS)	LOCATION	START DATE	END DATE	TRAVEL & LODGING	MEALS	TOTAL AMOUNT SPENT
98	QP Senior Director of Contracting and Quality	Local Health Plans of California - Medi-Cal Managed Care Quality Improvement Seminar	C	OUT	Sacramento CA	2.26.25	2.27.25	1,272.39	107.50	1,379.89
99	QP MCAS/HEDIS Supervisor	Local Health Plan of California & Public Health Care System Collaboration Seminar	O	OUT	Burbank CA	5.29.25	5.29.25	37.37	21.50	58.87
100	QP Senior Director of Contracting and Quality	Department of Health Care Services - Medi-Cal Managed Care Quality Conference	C	OUT	Sacramento CA	11.12.25	11.13.25	1,098.17	129.00	1,227.17
<b>Quality Performance Total</b>								<b>2,407.93</b>	<b>258.00</b>	<b>2,665.93</b>
101	Director of Development	Onsite Directors Meeting	O	IN	Bakersfield CA	7.29.25	7.29.25	216.30	37.00	253.30
102	Director of Development	Onsite Directors Meeting	O	IN	Bakersfield CA	9.03.25	9.03.25	216.30	37.00	253.30
103	Director of Development	Onsite Leadership Meeting	O	IN	Bakersfield CA	10.09.25	10.09.25	216.30	55.50	271.80
104	Senior Application Architect	Onsite Leadership Meeting	O	IN	Bakersfield CA	10.09.25	10.09.25	61.18	-	61.18
105	Director of Development	Onsite Leadership Meeting	O	IN	Bakersfield CA	11.05.25	11.05.25	216.30	18.50	234.80
106	QP Director of Quality Performance	The Growth Network Leadership Training	P	IN	Bakersfield CA	2.11.25	2.14.25	1,177.40	-	1,177.40
<b>Onsite Total</b>								<b>2,103.78</b>	<b>148.00</b>	<b>2,251.78</b>

Sub-Totals by Travel Type	Regulatory or Trade Associations	Professional Development	Conferences	Other - Vendor	Total	2025 Budget
	2,536.12	11,214.89	86,158.64	2,612.85	102,522.50	281,014.00





---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** 2025 Annual Report for Disposed Assets  
**DATE:** February 13, 2026

---

### **Background**

Kern Health Systems Asset and Surplus Property or Equipment Disposition Policy (Attachment 2) requires an annual report (Attachment 1) to be submitted to the KHS Finance Committee.

### **Discussion**

KHS Department Managers are to identify property or equipment that is no longer being used in operations, indicate an item as non-repairable, obsolete, or surplus and are to submit a request for disposal of the item. It is the responsibility of the Corporate Services Department to dispose of equipment in a manner that maximizes returns while ensuring open and effective competition.

The principal methods for disposing of equipment no longer in use (in priority order) are:

1. Determine if the equipment can be used by another department at KHS.
2. Sale by competitive bid or direct negotiation.
3. Trade-in towards the purchase of a new, like item.
4. Donate surplus equipment within Kern County according to the following priority:
  - a) Offer equipment to contracted providers to promote electronic business to business interactions.
  - b) Offer to non-profit organizations and government agencies.
5. Sell or donate to KHS employees.
6. Items with a value of less than \$50 which cannot be sold or donated will be recycled using an E-Waste vendor.

During 2025, a loss of \$18,601 was recorded on the disposition of obsolete equipment.

### **Requested Actions**

Receive and file for informational purposes only.

# KERN·HEALTH SYSTEMS

## Attachment 1

### 2025 Asset Dispositions

Date in Service	Category	Description	Book Value at Date of Disposal	Disposition Date	Reason for Disposal	Disposition Notes
12/31/2020	Equipment	25 - Latitude 5411 w/Thunderbolt Dock	943	6/30/2025	Obsolete	Disposed-Recycled
4/1/2021	Equipment	4 - Dell CTO 5420 BTX	796	12/31/2025	Obsolete	Disposed-Recycled
4/19/2018	Equipment	1 - DELL OPTIPLEX 7050 MT XCTO S# DG4CMN2	-	11/30/2025	Obsolete	Disposed-Recycled
10/10/2019	Equipment	1 - Optiplex 7070 NT XCTO S#2XLBBZ2	-	11/30/2025	Obsolete	Disposed-Recycled
10/5/2015	Equipment	1 - Optiplex 9020 Mini Tower S#BLOPW52	-	11/30/2025	Obsolete	Disposed-Recycled
4/15/2019	Equipment	1 - OPTIPLEX 7060 MINI TOWER XCTO S# 32SY2W2	-	11/30/2025	Obsolete	Disposed-Recycled
3/5/2015	Equipment	7 - Optiplex 3020 Small Form Factor CTO Serial#JRBS842	-	6/30/2025	Obsolete	Disposed-Recycled
1/1/2014	Equipment	3 - Office Desk w/Chair and Credenza	-	8/31/2025	Obsolete	Disposed-Recycled
10/16/2019	Equipment	5 - Latitude 5400 XCTO Base S#C51YZY2	-	11/30/2025	Obsolete	Disposed-Recycled
9/8/2018	Equipment	RUBERIK R6410S APPL 120TD PART#RBKR6410S01	-	11/30/2055	Obsolete	Disposed-Recycled
9/8/2018	Equipment	RUBERIK R6410S APPL 120TD PART#RBKR6410S01	-	11/30/2025	Obsolete	Disposed-Recycled
1/31/2019	Equipment	Nutanix Hardware NX-3360-G6-6138CM 4 Node	-	11/30/2025	Obsolete	Disposed-Recycled
12/31/2021	Equipment	4- PRESIDIO NETWORKED SOLUTIONS GROUP LLC	16,862 (A)	11/30/2025	Obsolete	Disposed-Recycled
12/1/2019	Equipment	HD-RMWS3-2MN-NA REMOTE Monitoring WS, NA, 2MN, P620 S#3D8KDV	-	11/30/2025	Obsolete	Disposed-Recycled
12/1/2019	Equipment	43 iPhones tag#3257-3299	-	11/30/2025	Obsolete	Disposed-Recycled
<b>TOTAL LOSS RECOGNIZED ON DISPOSITION OF OFFICE FURNITURE &amp; EQUIPMENT</b>			<b>\$ 18,601</b>			

Footnote:

(A) Obsolete due to IT hardware consolidation; older devices were replaced, unsupported, and had no remaining or resale value at disposal.



KERN HEALTH SYSTEMS POLICY AND PROCEDURES			
<b>Policy Title</b>	Asset and Surplus Property or Equipment Disposition	<b>Policy #</b>	80.21-I
<b>Policy Owner</b>	Accounting	<b>Original Effective Date</b>	01/06/2012
<b>Revision Effective Date</b>	01/24/2024	<b>Approval Date</b>	
<b>Line of Business</b>	<input checked="" type="checkbox"/> Medi-Cal <input type="checkbox"/> Medicare		

**I. PURPOSE**

To appropriately dispose of Kern Health Systems (KHS) owned tagged assets and surplus equipment that no longer has operational value.

**II. POLICY**

**A. ASSET DISPOSITION AUTHORITY**

Any Department Manager may identify KHS’ property or equipment that is no longer being used in operations, whether that item is non-repairable, obsolete, or surplus, and may submit a request for disposal of that item. It is the responsibility of the Corporate Services department to dispose of surplus equipment in a manner that maximizes returns while ensuring open and effective competition. Surplus equipment and property may be disposed of via: interdepartmental transfer, sale by competitive bid or direct negotiation, trade-in on new property, donation, e-waste recycling, or scrap. Proceeds from the sale or recycling of equipment shall go into the KHS General Fund.

**B. NOTIFICATION AND VERIFICATION**

1. Notification to Accounting of intent to dispose of property
  - a. When a Department Manager has determined an item is non-repairable, obsolete or surplus, they will notify the Accounting department to obtain the necessary specification details located on either the item’s existing equipment card (in the case of a fixed asset) or purchasing documentation for non-capitalized items.
  - b. Upon receipt of the information from the Accounting department, the Department Manager will complete the Intent to Dispose of Property (IDP) form and will submit the form to Corporate Services.
2. Verification of Non-Repairable, Obsolete or Surplus
 

Corporate Services will make a reasonable effort to classify the item into one of the following categories: Non-Repairable, Obsolete or Surplus.

- a. Non-Repairable Equipment: equipment that is broken beyond repair.
  - b. Obsolete Equipment: equipment that has no useful value to KHS, has little to no monetary value, but may have value to another organization.
  - c. Surplus Equipment: equipment in working order that is no longer being used by a department.
3. Notification to Accounting of sale, donation or recycling of property  
When a fixed asset is sold, donated, or recycled, Corporate Services will notify Accounting by completing a Disposal of Fixed Asset (DFA) form. Corporate Services will attach the completed and executed IDP form to the DFA form. Accounting will review the DFA form and will record the disposition of the fixed asset on the equipment card.
4. The Controller will maintain the log of assets sold, transferred, traded, donated or scrapped.
5. On an annual basis, the Chief Financial Officer (CFO) will present a listing of disposed assets for review by the Finance Committee.
6. In the event a potential disposal item has a book or market value in excess of \$5,000.00, then Board approval is required before disposition is authorized.

### **C. DISPOSITION METHODS**

The principal methods for disposal of surplus equipment are:

1. Interdepartmental transfer: Prior to disposal, Corporate Services will make a reasonable effort to ensure the equipment cannot be used by another department. If the item can be used by another department, Corporate Services will deliver that item to the requesting department. In the case of a fixed asset, Corporate Services will indicate the new location on the IDP form and will forward the form to Accounting so that a change in location can be recorded on the equipment card. A copy of the IDP form will also be sent to the requesting Department Manager.
2. Sale by competitive bid or direct negotiation: If obsolete or surplus equipment is in working condition and has previously been determined to have a resale value greater than \$100, Corporate Services will attempt to bundle like (or networked) items and sell the equipment via an online auction competitive bidding process or directly negotiated sale. It will be made clear to all prospective buyers that assets are sold as-is and at the buyer's risk. No warranty or after sale service will be offered. Delivery of the equipment will be at the buyer's expense.
3. Trade-in: If the surplus equipment has trade-in value toward the purchase of a new, like item, the item will be hauled away by the new equipment vendor. The trade-in value will be reflected on the invoice for the new equipment.
4. Donate or Sell:
  - a. KHS will donate surplus equipment within Kern County according to the following priority list:
  - b. KHS Provider Network Management will offer computer equipment to contracted providers to promote electronic business to
  - c. business interactions.
  - d. KHS will offer equipment to non-profit organizations and governmental agencies.

- e. KHS will sell equipment to KHS employees.
- 5. Prior to the sale or donation of any computer equipment, KHS will ensure that the computers are scrubbed clean of all corporate information (all electronic files deleted and licensed software removed), and the operating system will be reloaded. Inventory and identification tags will be removed. KHS will donate computer equipment as is, with no guarantee toward the current or future working condition of the equipment. KHS will not provide technical assistance with set-up or operation of the equipment.
- 6. E-Waste: Electronic items that have monetary value less than \$50.00, which cannot be sold or donated, will be recycled using an approved e-waste vendor selected by Corporate Services. Corporate Services will complete a DFA form and will submit to Accounting.
- 7. Scrap: If the surplus equipment is broken and is not e-waste, Corporate Services will make a reasonable effort to determine the cost of repairs, the extended life of the repairs, and compare the repaired value against the cost of a replacement item. If the cost to repair the item is greater than replacement or if the item cannot be repaired due to the non-availability of parts, the item will be marked as scrap. Scrap equipment will be physically disposed of following current city and county dump site requirements.

**III. DEFINITIONS**

TERMS	DEFINITIONS
Asset	Any tangible property owned by KHS, either with or without value, excluding real property.
Disposal/Disposition	The sale, replacement, transfer, scrap, discard, recycling or other means of disposing of assets.
E Waste	Electronic items to be recycled such as computers, monitors, phones.
Fixed Asset	Classification of an item determined at the time of purchase to meet the capitalization requirements established by policy 80.11, Budget Guidelines.
Item	Any piece of property or equipment.
Obsolete	Significant decline in the competitiveness, usefulness, or value of an item or property whether due to alternatives that perform better, are cheaper, or both; or due to changes in user preference or requirements. For the purposes of this policy, obsolete will mean little to no monetary value.
Salvage Value	The estimated residual value of a depreciable asset (fixed asset) at the end of its economic or useful life.
Surplus Equipment	Excess, obsolete, salvageable or non-salvageable assets which are sold, replaced through the budget process, transferred, scrapped, discarded or otherwise removed from service by any other means of disposal.

Useful Life	The number of years an asset is determined to last at the time of purchase, to which a matching depreciation period is assigned.
-------------	--

**IV. ATTACHMENTS**

Attachment A: Intent to Dispose of KHS Property
Attachment B: Disposal of Fixed Asset(s)

**V. REFERENCES**

Reference Type	Specific Reference
Other	N/A

**VI. REVISION HISTORY**

Action	Date	Brief Description of Updates	Author
Revisions	01/24/2024	Revisions made by Accounting Manager to include Provider Network Management to Section 4.0, Donate or Sell. Updates also made to Attachments A & B were also made.	Maria Gonzalez
Effective	01/06/2012	Developed by KHS' Chief Financial Officer to appropriately dispose of KHS owned assets and surplus equipment that no longer have an operational value.	Robert Landis

**VII. APPROVALS**

Committees   Board (if applicable)	Date Reviewed	Date Approved
Board of Directors (BOD)		
Choose an item.		

Regulatory Agencies (if applicable)	Date Reviewed	Date Approved
Choose an item.		

Chief Executive Leadership Approval *		
Title	Signature	Date Approved
Chief Executive Officer		
Chief Financial Officer		
*Signatures are kept on file for reference but will not be on the published copy		



# KERN HEALTH SYSTEMS

## Policy and Procedure Review

**KHS Policy & Procedure:** 80.21-I, Asset and Surplus Property or Equipment Disposition

**Reason for revision:** Revisions made by Accounting Manager to include Provider Network Management to Section 4.0, Donate or Sell. Updates also made to Attachments A & B were also made.

Director Approval		
Title	Signature	Date Approved
Veronica Barker Controller	<i>Veronica Barker</i>	1/26/2024
Andrea Hylton Director of Procurement and Facilities		1/26/2024

Date posted to public drive: \_\_\_\_\_

Date posted to website ("P" policies only): \_\_\_\_\_

 <b>KERN HEALTH SYSTEMS</b> 2900 Buck Owens Blvd Bakersfield, CA 93308 661-664-5000	<b>Intent to Dispose of Property, Plant &amp; Equipment</b>
--	---

<b>Department:</b>	
<b>Contact Person:</b>	<b>Phone:</b>

QTY	Serial number	Description	KHS Tag #

Status of Item:  Non-Repairable       Obsolete       Surplus

**Comments:**

**Verification of Item Status:** \_\_\_\_\_

**New Location of Surplus Equipment:** \_\_\_\_\_

**Provider Network Management** \_\_\_\_\_

**Cc: Accounting, Provider Network Management, Corporate Service, Department Manager**

 <p><b>KERN HEALTH SYSTEMS</b>                  2900 Buck Owens Blvd                  Bakersfield, CA 93308                  661-664-5000</p>	<h2 style="margin: 0;">Disposal of Fixed Asset</h2>
--	---

<b>Department:</b>	
<b>Contact Person:</b>	<b>Phone:</b>

QTY	Serial number	Description	KHS Tag #

**Disposition Notes:** (method and details of disposal: donate, trade-in, sell, E-waste, scrap)

**CHAIN OF CUSTODY**

**MIS (computer equip only):** \_\_\_\_\_ **Date:** \_\_\_\_\_ **Time:** \_\_\_\_\_

**Relinquished:** \_\_\_\_\_ **Date:** \_\_\_\_\_ **Time:** \_\_\_\_\_

**Received:** \_\_\_\_\_ **Date:** \_\_\_\_\_ **Time:** \_\_\_\_\_

**cc: Accounting, Relinquishing Department and Corporate Services (Original stays with accounting)**





---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee

**FROM:** Deborah Murr, Chief Compliance and Fraud Prevention Officer

**SUBJECT:** Contract Extension with SAI360 for the Policy Management Platform and the Regulatory Compliance Manager

**DATE:** February 13, 2026

---

### **Background**

Kern Health Systems (KHS) currently relies on SAI360 to support several core compliance functions, including policy version control, document management, regulatory tracking, and internal notifications. Prior to implementing SAI360, these activities were managed manually using spreadsheets and email communications, creating challenges in accuracy, timeliness, and reporting.

With expanded lines of business, and heightened regulatory requirements, KHS required a modernized digital workflow solution to ensure consistent, auditable, and scalable compliance operations. KHS initially entered into a two-year contract with SAI360 in March 2024. Since implementation, SAI360 has served as the system of record for compliance policies and regulatory guidance and has also been expanded to support National Committee for Quality Assurance (NCQA) accreditation tracking and monitoring, and Data governance workflows integrated within the same platform.

### **Discussion**

The SAI360 platform includes two modules under the current agreement: Policy Manager and Regulatory Compliance Manager. Additionally, KHS purchased the Whistleblower and Case Management module under a separate agreement to support digital reporting and tracking of fraud, privacy concerns, ethics issues, and other regulatory requirements. Both agreements include access to SAI360's support portal and technical resources for system implementation, configuration, and user training. The modular nature of SAI360 enables KHS to expand platform capabilities over time, ensuring adaptability to evolving compliance, program integrity, and regulatory needs.

### **Financial Impact**

Cost to increase the existing not-to-exceed amount by \$142,122 in budgeted expenses.

### **Requested Action**

Approve; refer to KHS Board of Directors in authorizing the CEO to sign and amend the existing contract, with legal approval, with SAI360 for the Platform including the Policy Manager and the Regulatory Compliance Manager for a two (2) year term increasing the not-to-exceed amount by \$142,122 from \$201,270 to \$343,392 from March 28, 2026 through March 27, 2028.



# KERN HEALTH SYSTEMS

## AGREEMENT AT A GLANCE

Department Compliance Department Head: Deborah Murr  
 Name:  
 Vendor Name: SAI360 Contact Name & Email: Martha McLain  
 Address: Martha.McLain@sai360.com

### Description of Contract

Type of Agreement: Continuation of agreement

- New agreement
- Amendment No.
- Memorandum of Understanding (“MOU”)

**Background:**

Kern Health Systems (KHS) currently relies on SAI360 to support several core compliance functions, including policy version control, document management, regulatory tracking, and internal notifications. Prior to implementing SAI360, these activities were managed manually using spreadsheets and email communications, creating challenges in accuracy, timeliness, and reporting.

With expanded lines of business, and heightened regulatory requirements, KHS required a modernized digital workflow solution to ensure consistent, auditable, and scalable compliance operations. KHS initially entered into a two-year contract with SAI360 in March 2024. Since implementation, SAI360 has served as the system of record for compliance policies and regulatory guidance and has also been expanded to support National Committee for Quality Assurance (NCQA) accreditation tracking and monitoring, and Data governance workflows integrated within the same platform.

**Brief Explanation of Services to be Provided:**

The SAI360 platform includes two modules under the current agreement: Policy Manager and Regulatory Compliance Manager. Additionally, KHS purchased the Whistleblower and Case Management module under a separate agreement to support digital reporting and tracking of fraud, privacy concerns, ethics issues, and other regulatory requirements.

**Summary of Quotes and/or Bids attached.** Pursuant to KHS Policy #8.11-I, KHS will secure competitive quotes and bids to obtain the maximum value from the expenditures. Electronic (e-mail/fax) solicitation may be used for purchases of up to One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00) but must be documented on the RFQ form (Attachment A). Actual bid, sole or single source justification and/or cost price analysis documents are required for purchases over One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00). Request for Proposal (RFP) shall be used to solicit bids for professional services over Two Hundred Thousand Dollars (\$200,000). Lowest bid price not accepted must be fully explained and justified in writing. All bids will be treated as a not to exceed amount with “change orders” used to track any changes.)

Brief vendor selection justification (Please include information relevant to whether an RFI, RFQ, RFP, or vendor award was made and dates of same):

Sole source – no competitive process can be performed. Brief reason for sole source: KHS holds an ongoing agreement with SAI360.

Board of Directors Approval Required

- Regulatory Approval Required
- Retroactive Agreement

**Exhibits Required:**

- HIPAA Business Associate Agreement (“BAA”)  DMHC Administrative Services Requirements
- Vendor Data Transfer Checklist  Insurance Exhibit
- Medi-Cal Requirements

Other Exhibits required:

**Fiscal Impact**

- KHS Governing Board previously approved this expense in KHS’ FY 2026 Administrative Budget  No  Yes
- Will this require additional funds?  No  Yes
- Capital project  No  Yes

Project Type:

Budget Cost Center: 360 GL# 5407

Maximum Cost of Agreement not to exceed: \$142,122 for two years (Y1: \$63,344 | Y2: \$67,778)

An additional \$5,000 for year one and \$6,000 for year two was included for the Whistleblower and Case Management Add-on

Note: Aggregate \$343,392 with the existing MSA in place

**Contract Terms and Conditions**

Effective date: 3/28/26 Termination date: 3/27/28

Explain extension provisions, termination conditions and required notice:

**Approvals**

**Contract Owner:**

Signed by:

*Deborah Murr*

F00A348898D04C7...

Department Head or Contract Owner

Date: 2/3/2026

**Approved as to Form:**

Signed by:

*Ann Story Garza*

E325942D8E45475...

KHS Legal Counsel

Date: 2/2/2026

**Compliance DMHC/DHCS Review:**

DocuSigned by:

*Deborah Murr*

BD08CF3F87CF4C4...

Chief Compliance and Fraud Prevention Officer or  
Director of Compliance and Regulatory Affairs

Date: 2/2/2026

**Purchasing:**

Signed by:

*Alonso Hurtado*

75A924007C46480...

Director of Procurement and Business Optimization

Date: 2/2/2026

**Reviewed as to Budget:**

DocuSigned by:

*Robert Landis*

018DB2ACA6904FF...

Chief Financial Officer or Controller

Date: 2/2/2026

**IT Approval:**

DocuSigned by:

*[Signature]*

CB0457C562F24EE...

Chief Information Officer or IT Director

Date: 2/2/2026

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Date

**Board of Directors approval is required on all contracts over \$100,000 if not budgeted and \$200,000 if budgeted.**

\_\_\_\_\_  
KHS Board Chairman

\_\_\_\_\_  
Date



---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Isabel Silva, Senior Director of Wellness and Prevention  
**SUBJECT:** Contract Extension with Coffey Communications for Member Newsletters  
**DATE:** February 13, 2026

---

### **Background**

As part of its contractual obligations with the Department of Health Care Services (DHCS), Kern Health Systems (KHS) must maintain a comprehensive health education program that provides educational interventions related to the appropriate use of health care services, risk reduction, healthy lifestyle promotion, and self-care for managing health conditions. In addition, KHS is required to ensure that all written member communications are written at or below a sixth-grade reading level and are available in alternative formats, such as large print. One of the primary strategies leveraged by KHS, as well as by other Medi-Cal managed care plans, to support member education is the development and distribution of member newsletters.

To support this effort, KHS contracts with Coffey Communications. Coffey Communications also serves as a vendor for other Medi-Cal Managed Care Health Plans and the County of Kern. Coffey provides newsletter layout and design services, access to a national library of health education content, Spanish translation services, and coordination of printing and household mail fulfillment. Each member newsletter issue is produced in English, Spanish, and large-print formats and includes approximately fourteen (14) articles covering an array of topics. These topics include, but are not limited to, health education, access to services, member rights and responsibilities, instructions on accessing interpreting services or filing a grievance, changes in benefits, and available community resources.

### **Discussion**

KHS produces three (3) member newsletter issues annually to meet DHCS health education and communication requirements. Coffey Communications supplies the necessary design, translation, and production services that allow KHS to maintain compliant, accessible, and timely member communications in both print and digital formats. To maintain compliance with DHCS obligations and ensure members continue receiving essential health education materials in accessible formats that support informed use of services and overall member engagement. KHS is requesting approval to extend its agreement with Coffey Communications for an additional one-year term.

### **Financial Impact**

Cost to increase the existing not-to-exceed amount by \$195,000 in budgeted expenses.

### **Requested Action**

Approve; Refer to KHS Board of Directors in authorizing the CEO to sign and amend the existing contract, with legal approval, with Coffey Communications for the extension of our member newsletter for a term of one (1) year increasing the current not-to-exceed amount by \$195,000, from \$370,000 to \$565,000, from February 15, 2026 through February 14, 2027.



# KERN HEALTH SYSTEMS

## AGREEMENT AT A GLANCE

Department Name: HE Department Head: Isabel Silva  
 Vendor Name: Coffey Communications, Inc. Contact Name & Email Address: Ashley Doering  
adoering@coffeycomm.com

### Description of Contract

<p>Type of Agreement:</p> <p><input type="checkbox"/> New agreement</p> <p><input checked="" type="checkbox"/> Amendment No. 2</p> <p><input type="checkbox"/> Memorandum of Understanding (“MOU”)</p>	<p>Background:</p> <p><u>Kern Health Systems (KHS) is required by the Department of Health Care Services (DHCS) to maintain a comprehensive health education program that supports appropriate care use, risk reduction, healthy lifestyles, and self-management. KHS must also ensure all written member materials meet a sixth-grade reading level and are available in alternative formats. To meet these requirements, KHS develops and distributes member newsletters as a primary education strategy. Coffey Communications provides layout, design, translation, and fulfillment services, using their national library of health education content. Each issue includes approximately fourteen articles covering health education, access to care, member rights, grievances, benefits updates, and community resources.</u></p> <hr/> <p>Brief Explanation of Services to be Provided:</p> <p><u>Coffey Communications will provide KHS with three (3) member newsletter issues in both print and digital formats. Member newsletters contain health, member and benefit related articles to maintain compliance with DHCS obligations and KHS policy and procedures.</u></p>
--	--

Summary of Quotes and/or Bids attached. *Pursuant to KHS Policy #8.11-I, KHS will secure competitive quotes and bids to obtain the maximum value from the expenditures. Electronic (e-mail/fax) solicitation may be used for purchases of up to One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00) but must be documented on the RFQ form (Attachment A). Actual bid, sole or single source justification and/or cost price analysis documents are required for purchases over One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00). Request for Proposal (RFP) shall be used to solicit bids for professional services over Two Hundred Thousand Dollars (\$200,000). Lowest bid price not accepted must be fully explained and justified in writing. All bids will be treated as a not to exceed amount with “change orders” used to track any changes.)*

Brief vendor selection justification (Please include information relevant to whether an RFI, RFQ, RFP, or vendor award was made and dates of same):

Sole source – no competitive process can be performed. Brief reason for sole source:

Board of Directors Approval Required

Regulatory Approval Required

Retroactive Agreement

**Exhibits Required:**

HIPAA Business Associate Agreement (“BAA”)

DMHC Administrative Services Requirements

Vendor Data Transfer Checklist

Insurance Exhibit

Medi-Cal Requirements

Other Exhibits required:

**Fiscal Impact**

KHS Governing Board previously approved this expense in KHS’ FY 2026 Administrative Budget  No  Yes

Will this require additional funds?  No  Yes

Capital project  No  Yes

Project Type:

Budget Cost Center: 312 GL# 5645

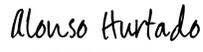
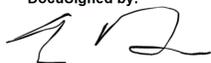
Maximum Cost of Agreement not to exceed: \$195,000 for one year

Note: This will increase the total NTE from \$370k to \$565k.

**Contract Terms and Conditions**

Effective date: 02/15/2026 Termination date: 02/14/2027

Explain extension provisions, termination conditions and required notice:

Approvals	
<p><b>Contract Owner:</b></p> <p>DocuSigned by:                        7E3F59E57ADE40A...</p> <p>Department Head or Contract Owner                      Date: 2/3/2026</p>	<p><b>Approved as to Form:</b></p> <p>KHS Legal Counsel                      Date:</p>
<p><b>Compliance DMHC/DHCS Review:</b></p> <p>DocuSigned by:                        BD08CF3F87CF4C4...</p> <p>Chief Compliance and Fraud Prevention Officer or                      Director of Compliance and Regulatory Affairs                      Date: 2/3/2026</p>	<p><b>Purchasing:</b></p> <p>Signed by:                        75A924007C46480...</p> <p>Director of Procurement and Business Optimization                      Date: 2/3/2026</p>
<p><b>Reviewed as to Budget:</b></p> <p>Chief Financial Officer or Controller                      Date:</p>	<p><b>IT Approval:</b></p> <p>DocuSigned by:                        CB0457C562F24EE...</p> <p>Chief Information Officer or IT Director                      Date: 2/3/2026</p>
<p>_____</p> <p>Chief Executive Officer</p> <p>_____</p> <p>Date</p>	
<p><b>Board of Directors approval is required on all contracts over \$100,000 if not budgeted and \$200,000 if budgeted.</b></p>	
<p>_____</p> <p>KHS Board Chairman</p> <p>_____</p> <p>Date</p>	



---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee

**FROM:** Veronica Barker, Controller

**SUBJECT:** Request to Extend the Contract with Health Management Associates for Actuarial Services

**DATE:** February 13, 2026

---

### **Background**

Health Management Associates (HMA) is a nationally recognized healthcare consulting firm that provides actuarial support required for Kern Health Systems (KHS) regulatory submissions to the Department of Health Care Services (DHCS). The Board last approved the existing contract with HMA in February 2025. HMA has extensive experience working with Medi-Cal managed care plans across California and brings the expertise needed to help KHS meet state reporting requirements, ensuring accuracy and compliance of key financial and operational filings.

### **Discussion**

HMA provides essential support for the preparation of the annual Rate Development Template (RDT), the primary data source DHCS uses to establish Medi-Cal capitation rates. The RDT is updated each year and often requires resubmission during DHCS' data refresh cycle, in addition to a written discussion guide that addresses state-identified focus areas. HMA ensures KHS' submission is complete, accurate, and reflective of the plans experience, which is critical to maintaining stable and actuarially sound capitation revenue. HMA also assists KHS throughout the year with Supplemental Data Requests (SDRs), which require detailed review of utilization, financial, and operational data. They analyze KHS' responses using internal data, past submissions, and industry benchmarks, and assess the impact of DHCS pricing workbooks tied to future rate cycles. Their guidance supports consistent, transparent reporting and informs financial and operational planning tied to upcoming rate periods.

### **Financial Impact**

There is not a financial impact as this request is limited to extending just the contract term. There is not an increase to the previously Board approved not-to-exceed amount as expenditures remain within the existing approval authority.

### **Requested Action**

Approve; Refer to KHS Board of Directors in authorizing the CEO to sign and amend the existing contract, with legal approval, with Health Management Associates for the extension of Actuarial Services for a term of one (1) year, from March 6, 2026 through March 5, 2027.



# KERN HEALTH SYSTEMS

## AGREEMENT AT A GLANCE

Department Name: ACCT Department Head: Veronica Barker  
 Vendor Name: HMA Contact Name & Email Address: Kyle Edrington  
Kedrington@wakely.com

### Description of Contract

<p>Type of Agreement:</p> <p><input type="checkbox"/> New agreement</p> <p><input checked="" type="checkbox"/> Amendment No. 2</p> <p><input type="checkbox"/> Memorandum of Understanding (“MOU”)</p>	<p>Background:</p> <p><u>Health Management Associates (HMA) is a nationally recognized healthcare consulting firm that provides actuarial support required for Kern Health Systems (KHS) regulatory submissions to the Department of Health Care Services (DHCS). The Board last approved the existing contract with HMA in February 2025. HMA has extensive experience working with Medi-Cal managed care plans across California and brings the expertise needed to help KHS meet state reporting requirements, ensuring accuracy and compliance of key financial and operational filings.</u></p> <hr/> <p>Brief Explanation of Services to be Provided:</p> <p><u>HMA will provide KHS with Actuarial Services. These services will consist of RDT and discussion guide, Rate Analysis, SDRs, and other actuarial analysis.</u></p>
--	---

Summary of Quotes and/or Bids attached. *Pursuant to KHS Policy #8.11-I, KHS will secure competitive quotes and bids to obtain the maximum value from the expenditures. Electronic (e-mail/fax) solicitation may be used for purchases of up to One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00) but must be documented on the RFQ form (Attachment A). Actual bid, sole or single source justification and/or cost price analysis documents are required for purchases over One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00). Request for Proposal (RFP) shall be used to solicit bids for professional services over Two Hundred Thousand Dollars (\$200,000). Lowest bid price not accepted must be fully explained and justified in writing. All bids will be treated as a not to exceed amount with “change orders” used to track any changes.)*

Brief vendor selection justification (Please include information relevant to whether an RFI, RFQ, RFP, or vendor award was made and dates of same):

Sole source – no competitive process can be performed. Brief reason for sole source:  
 KHS will continue with HMA to provide actuarial services due to their extensive knowledge and experience with our plan and other CA managed Care Plans. KHS leverages its use of actuarial services between two industry leaders.

Board of Directors Approval Required

Regulatory Approval Required

Retroactive Agreement

**Exhibits Required:**

- HIPAA Business Associate Agreement (“BAA”)
- Vendor Data Transfer Checklist
- Medi-Cal Requirements

- DMHC Administrative Services Requirements
- Insurance Exhibit

Other Exhibits required:

**Fiscal Impact**

- KHS Governing Board previously approved this expense in KHS’ FY 2026 Administrative Budget  No  Yes
- Will this require additional funds?  No  Yes
- Capital project  No  Yes

Project Type:

Budget Cost Center: 210 GL# 5470

Maximum Cost of Agreement not to exceed: \$398,000 in total aggregate costs approved by the KHS Board in Feb 2025.

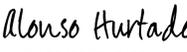
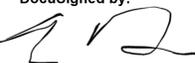
Current NTE cost approved by Board in Feb 2025 is \$398k. This agreement extends the agreement term and will not have any financial increase to the \$398k NTE. Total contract spend against NTE is \$173k with a remaining NTE

Note: balance of \$225k.

**Contract Terms and Conditions**

Effective date: 03/06/2026 Termination date: 03/05/2027

Explain extension provisions, termination conditions and required notice:

Approvals	
<p><b>Contract Owner:</b></p> <p>DocuSigned by:                        1088C33433C1403...</p> <p>Department Head or Contract Owner                      Date: 2/3/2026</p>	<p><b>Approved as to Form:</b></p> <p>KHS Legal Counsel                      Date:</p>
<p><b>Compliance DMHC/DHCS Review:</b></p> <p>DocuSigned by:                        BD08CF3F87CF4C4...</p> <p>Chief Compliance and Fraud Prevention Officer or                      Director of Compliance and Regulatory Affairs                      Date: 2/3/2026</p>	<p><b>Purchasing:</b></p> <p>Signed by:                        75A924007C46480...</p> <p>Director of Procurement and Business Optimization                      Date: 2/3/2026</p>
<p><b>Reviewed as to Budget:</b></p> <p>Chief Financial Officer or Controller                      Date:</p>	<p><b>IT Approval:</b></p> <p>DocuSigned by:                        CB0457C562F24EE...</p> <p>Chief Information Officer or IT Director                      Date: 2/3/2026</p>
<p>_____</p> <p>Chief Executive Officer</p> <p>_____</p> <p>Date</p>	
<p><b>Board of Directors approval is required on all contracts over \$100,000 if not budgeted and \$200,000 if budgeted.</b></p>	
<p>_____</p> <p>KHS Board Chairman</p> <p>_____</p> <p>Date</p>	



---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee

**FROM:** Cesar Delgado, Chief Information Officer

**SUBJECT:** Request to Increase the Not-to-Exceed amount with DST Health Solutions, LLC for the John Hopkins ACG Predictive Modeling Tool

**DATE:** February 13, 2026

---

### **Background**

Kern Health Systems (KHS) selected DST Health Solutions, LLC in 2017 to provide the Johns Hopkins ACG Predictive Modeling tool following a competitive procurement process. The tool supports KHS' population health, risk stratification, utilization forecasting, and care-management operations. It remains embedded across multiple internal systems and programs, including member stratification, provider dashboards, and population analytics. The contract was renewed in January 2024 for a three-year term through December 31, 2026, which included continued licensing for the core ACG model and the GeoHealth module.

### **Discussion**

Under the current agreement, DST calculates annual licensing and support fees based on the number of Covered Lives reported by KHS at the start of each contract year. The growth of KHS in years one (1) and two (2) of the current 2024-2026 term exceeded the levels originally projected. This growth directly impacts the annual license fee because Covered Lives drive the ACG Module pricing structure. This membership-based adjustment is consistent with the pricing methodology established in the Agreement and is necessary to maintain access to the full ACG system and GeoHealth capabilities. The requested increase to the not-to-exceed amount ensures KHS remains compliant with the contract terms, avoids service interruption, and continues to utilize the predictive modeling functions that support risk-stratified care management and operational planning.

### **Financial Impact**

Cost to increase the existing not-to-exceed amount by \$35,525 in budgeted expenses.

### **Requested Action**

Approve; refer to KHS Board of Directors in authorizing the CEO to sign and amend the existing contract, with legal approval, with DST Health Solutions, LLC for the John Hopkins ACG Predictive Modeling Tool to increase the current not-to-exceed amount by \$35,525 from \$1,226,457 to \$1,261,982 for the remaining term of the contract through December 31, 2026.



**AGREEMENT AT A GLANCE**

Department Name: MIS

Department Head: Cesar Delgado

Vendor Name: DST Health Solutions, LLC

Contact Name & Email Address: Alison Schult  
aschult@dsthealthsolutions.com

**Description of Contract**

Type of Agreement:

- New agreement
- Amendment No.
- Memorandum of Understanding (“MOU”)
- Other: Continuation of agreement

Background:

Kern Health Systems (KHS) is dedicated to establishing a cost-effective, integrated managed healthcare system, emphasizing the importance of staying within budget guidelines set by state capitation rates. Since 2017, KHS has been leveraging a predictive modeling tool, which plays a critical role in risk stratification across its entire membership. This tool facilitates early identification and predictive analytics, enabling the implementation of targeted intervention programs and contributing to cost reductions in managing complex member cases. With the evolving landscape of regulatory expectations for health plans, including the need to improve clinical quality and address health disparities, KHS recognizes the growing importance of predictive analytics in healthcare. To sustain its commitment to high-quality care and cost efficiency, KHS is pursuing the continued use of its Predictive Modeling tool, enriched by the addition of the GeoHealth Module.

Brief Explanation of Services to be Provided:

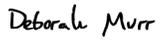
DST currently provides KHS with licensing, software, and technical support for the John Hopkins ACG predictive modeler and GeoHealth Module for a three (3) year term. Based on increase of membership. KHS is needing to increase the currently approved NTE cost to cover the remaining term.

**Summary of Quotes and/or Bids attached.** Pursuant to KHS Policy #8.11-I, KHS will secure competitive quotes and bids to obtain the maximum value from the expenditures. Electronic (e-mail/fax) solicitation may be used for purchases of up to One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00) but must be documented on the RFQ form (Attachment A). Actual bid, sole or single source justification and/or cost price analysis documents are required for purchases over One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00). Request for Proposal (RFP) shall be used to solicit bids for professional services over Two Hundred Thousand Dollars (\$200,000). Lowest bid price not accepted must be fully explained and justified in writing. All bids will be treated as a not to exceed amount with “change orders” used to track any changes.)

Brief vendor selection justification (Please include information relevant to whether an RFI, RFQ, RFP, or vendor award was made and dates of same):

- Sole source – no competitive process can be performed. Brief reason for sole source: KHS currently has an ongoing contract w/DST through 12/31/26.



Approvals	
<p><b>Contract Owner:</b></p> <p>DocuSigned by:                        CB0457C562F24EE...</p> <p>Department Head or Contract Owner                      Date: 2/3/2026</p>	<p><b>Approved as to Form:</b></p> <p>Signed by:                        E325942D8E45475...</p> <p>KHS Legal Counsel                      Date: 2/3/2026</p>
<p><b>Compliance DMHC/DHCS Review:</b></p> <p>DocuSigned by:                        BD08CF3F87CF4C4...</p> <p>Chief Compliance and Fraud Prevention Officer or                      Director of Compliance and Regulatory Affairs                      Date: 2/3/2026</p>	<p><b>Purchasing:</b></p> <p>Signed by:                        75A924007C46480...</p> <p>Director of Procurement and Business Optimization                      Date: 2/3/2026</p>
<p><b>Reviewed as to Budget:</b></p> <p>DocuSigned by:                        018DB2ACA6904FF...</p> <p>Chief Financial Officer or Controller                      Date: 2/3/2026</p>	<p><b>IT Approval:</b></p> <p>DocuSigned by:                        CB0457C562F24EE...</p> <p>Chief Information Officer or IT Director                      Date: 2/3/2026</p>
<p>_____</p> <p>Chief Executive Officer</p> <p>_____</p> <p>Date</p>	
<p><b>Board of Directors approval is required on all contracts over \$100,000 if not budgeted and \$200,000 if budgeted.</b></p>	
<p>_____</p> <p>KHS Board Chairman</p> <p>_____</p> <p>Date</p>	



---

## MEMORANDUM

---

**TO:** Kern Health Systems Finance Committee

**FROM:** Christine Pence, Senior Director of Health Services

**SUBJECT:** Request to Increase the Not-To-Exceed and Contract Extension with Anthony Dike, M.D. for Physician Review Services

**DATE:** February 13, 2026

---

### **Background**

Kern Health Systems (KHS) relies on a Physician Reviewer to perform critical Utilization Management (UM) functions that require licensed clinical review and oversight. Under state, federal, and accreditation standards, certain authorization determinations, specifically those involving modification or denial based on medical necessity, that cannot be completed by UM nurses or referral specialists and must be reviewed by a physician. The Physician Reviewer provides this level of clinical review by applying KHS' approved criteria hierarchy, including Medi-Cal and MCG guidelines, to ensure authorization decisions are accurate, consistent, and compliant with regulatory requirements.

### **Discussion**

KHS has an ongoing operational need for physician-level review to support timely referral processing while ensuring adherence to required turnaround time standards and maintaining the integrity of its medical necessity review workflows. To maintain continuity of services and clinical consistency within the UM program, KHS would like to continue with Anthony Dike, M.D. as a Physician Reviewer. Continuation of this agreement is necessary to ensure KHS maintains regulatory compliance, supports timely referral processing, and upholds quality standards within the UM department. KHS is requesting approval to increase the current not-to-exceed amount to cover projected expenses through the term of the current contract.

### **Financial Impact**

Cost to increase the existing not-to-exceed amount by \$314,000 in budgeted expenses.

### **Requested Action**

Approve; Refer to KHS Board of Directors in authorizing the CEO to sign and amend the existing contract, with legal approval, with Anthony Dike, M.D. for Physician Review services to increase the not-to-exceed amount by \$314,000 from \$199,000 to \$513,000, which includes \$74,000 to increase the not-to-exceed under the current term through April 17, 2026 and \$240,000 for the contract extension from April 18, 2026 through April 17, 2027.



# KERN HEALTH SYSTEMS

## AGREEMENT AT A GLANCE

Department Name: UM Department Head: Christine Pence

Vendor Name: Anthony C. Dike, M.D. Contact Name & Email Address: Anthony C. Dike, M.D.  
acdike@hotmail.com

### Description of Contract

<p>Type of Agreement:</p> <p><input type="checkbox"/> New agreement</p> <p><input checked="" type="checkbox"/> Amendment No. 1</p> <p><input type="checkbox"/> Memorandum of Understanding (“MOU”)</p>	<p>Background:</p> <p><u>Kern Health Systems (KHS) relies on a Physician Reviewer to perform critical Utilization Management (UM) functions that require licensed clinical oversight. Under state, federal, and accreditation standards, certain authorization determinations, specifically those involving modification or denial based on medical necessity, that cannot be completed by UM nurses or referral specialists and must be reviewed by a physician. The Physician Reviewer provides this level of clinical review by applying KHS’s approved criteria hierarchy, including MCG and nationally recognized guidelines, to ensure authorization decisions are accurate, consistent, and compliant with regulatory requirements. KHS has an ongoing operational need for physician-level review to support timely referral processing, meet required turnaround times, and uphold the integrity of its medical necessity review workflows in accordance with regulatory requirements.</u></p> <hr/> <p>Brief Explanation of Services to be Provided:</p> <p><u>Anthony C. Dike, M.D., will provide physician review of authorization requests to support timely referral processing.</u></p>
--	--

Summary of Quotes and/or Bids attached. *Pursuant to KHS Policy #8.11-I, KHS will secure competitive quotes and bids to obtain the maximum value from the expenditures. Electronic (e-mail/fax) solicitation may be used for purchases of up to One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00) but must be documented on the RFQ form (Attachment A). Actual bid, sole or single source justification and/or cost price analysis documents are required for purchases over One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00). Request for Proposal (RFP) shall be used to solicit bids for professional services over Two Hundred Thousand Dollars (\$200,000). Lowest bid price not accepted must be fully explained and justified in writing. All bids will be treated as a not to exceed amount with “change orders” used to track any changes.)*

Brief vendor selection justification (Please include information relevant to whether an RFI, RFQ, RFP, or vendor award was made and dates of same):

Sole source – no competitive process can be performed. Brief reason for sole source:

- Board of Directors Approval Required
- Regulatory Approval Required
- Retroactive Agreement

**Exhibits Required:**

- HIPAA Business Associate Agreement (“BAA”)                       DMHC Administrative Services Requirements
- Vendor Data Transfer Checklist     Insurance Exhibit
- Medi-Cal Requirements

Other Exhibits required:

**Fiscal Impact**

KHS Governing Board previously approved this expense in KHS’ FY 2026 Administrative Budget                       No     Yes

Will this require additional funds?     No     Yes

Capital project     No     Yes

Project Type:

Budget Cost Center:    310    GL#    5645

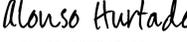
Maximum Cost of Agreement not to exceed:    \$240,000 for one year

Note:

**Contract Terms and Conditions**

Effective date:    04/18/2026    Termination date:    04/17/2027

Explain extension provisions, termination conditions and required notice:

Approvals	
<p><b>Contract Owner:</b></p> <p>Signed by:    <small>2F9D6624757043F...</small></p> <p>Department Head or Contract Owner                      Date: 2/3/2026</p>	<p><b>Approved as to Form:</b></p>  <p>KHS Legal Counsel                      Date:</p>
<p><b>Compliance DMHC/DHCS Review:</b></p> <p>DocuSigned by:    <small>BD08CF3F87CF4C4...</small></p> <p>Chief Compliance and Fraud Prevention Officer or                      Director of Compliance and Regulatory Affairs                      Date: 2/3/2026</p>	<p><b>Purchasing:</b></p> <p>Signed by:    <small>75A924007C46480...</small></p> <p>Director of Procurement and Business Optimization                      Date: 2/3/2026</p>
<p><b>Reviewed as to Budget:</b></p>  <p>Chief Financial Officer or Controller                      Date:</p>	<p><b>IT Approval:</b></p> <p>DocuSigned by:    <small>CB0457C562F24EE...</small></p> <p>Chief Information Officer or IT Director                      Date: 2/3/2026</p>
<p>_____</p> <p>Chief Executive Officer</p> <p>_____</p> <p>Date</p>	
<p><b>Board of Directors approval is required on all contracts over \$100,000 if not budgeted and \$200,000 if budgeted.</b></p>	
<p>_____</p> <p>KHS Board Chairman</p> <p>_____</p> <p>Date</p>	



**AGREEMENT AT A GLANCE**

Department Name: UM Department Head: Christine Pence

Vendor Name: Anthony C. Dike, M.D. Contact Name & Email Address: Anthony C. Dike, M.D.  
acdike@hotmail.com

**Description of Contract**

Type of Agreement:

- New agreement
- Amendment No. 1
- Memorandum of Understanding (“MOU”)

Background:

Kern Health Systems (KHS) relies on a Physician Reviewer to perform critical Utilization Management (UM) functions that require licensed clinical oversight. Under state, federal, and accreditation standards, certain authorization determinations, specifically those involving modification or denial based on medical necessity, that cannot be completed by UM nurses or referral specialists and must be reviewed by a physician. The Physician Reviewer provides this level of clinical review by applying KHS’s approved criteria hierarchy, including MCG and nationally recognized guidelines, to ensure authorization decisions are accurate, consistent, and compliant with regulatory requirements. KHS has an ongoing operational need for physician-level review to support timely referral processing, meet required turnaround times, and uphold the integrity of its medical necessity review workflows in accordance with regulatory requirements.

Brief Explanation of Services to be Provided:

Anthony C. Dike, M.D., will provide physician review of authorization requests to support timely referral processing.

**Summary of Quotes and/or Bids attached.** Pursuant to KHS Policy #8.11-I, KHS will secure competitive quotes and bids to obtain the maximum value from the expenditures. Electronic (e-mail/fax) solicitation may be used for purchases of up to One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00) but must be documented on the RFQ form (Attachment A). Actual bid, sole or single source justification and/or cost price analysis documents are required for purchases over One Hundred Thousand Dollars or more if not budgeted (\$100,000.00) and Two Hundred Thousand Dollars or more if budgeted (\$200,000.00). Request for Proposal (RFP) shall be used to solicit bids for professional services over Two Hundred Thousand Dollars (\$200,000). Lowest bid price not accepted must be fully explained and justified in writing. All bids will be treated as a not to exceed amount with “change orders” used to track any changes.)

Brief vendor selection justification (Please include information relevant to whether an RFI, RFQ, RFP, or vendor award was made and dates of same):

Sole source – no competitive process can be performed. Brief reason for sole source:

- Board of Directors Approval Required
- Regulatory Approval Required
- Retroactive Agreement

**Exhibits Required:**

- HIPAA Business Associate Agreement (“BAA”)                       DMHC Administrative Services Requirements
- Vendor Data Transfer Checklist     Insurance Exhibit
- Medi-Cal Requirements

Other Exhibits required:

**Fiscal Impact**

- KHS Governing Board previously approved this expense in KHS’ FY 2026 Administrative Budget                       No     Yes
- Will this require additional funds?     No     Yes
- Capital project     No     Yes

Project Type:

Budget Cost Center:    310                      GL#    5645

Maximum Cost of Agreement not to exceed:    An additional \$74,000 for the remainder of the term

Note:    This cost is in addition to the approved NTE of \$199k, for a new NTE of \$273k for the current term.

**Contract Terms and Conditions**

Effective date:    04/18/2025                      Termination date:    04/17/2026

Explain extension provisions, termination conditions and required notice:

**Approvals**

**Contract Owner:**

Signed by:  
*Christine Pence*  
2F9D6624757043F...

Department Head or Contract Owner  
Date: 2/3/2026

**Approved as to Form:**

KHS Legal Counsel  
Date:

**Compliance DMHC/DHCS Review:**

DocuSigned by:  
*Deborah Murr*  
BD08CF3F87CF4C4...

Chief Compliance and Fraud Prevention Officer or  
Director of Compliance and Regulatory Affairs  
Date: 2/3/2026

**Purchasing:**

Signed by:  
*Alonso Hurtado*  
75A924007C46480...

Director of Procurement and Business Optimization  
Date: 2/3/2026

**Reviewed as to Budget:**

Chief Financial Officer or Controller  
Date:

**IT Approval:**

DocuSigned by:  
*[Signature]*  
CB0457C562F24EE...

Chief Information Officer or IT Director  
Date: 2/3/2026

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Date

**Board of Directors approval is required on all contracts over \$100,000 if not budgeted and \$200,000 if budgeted.**

\_\_\_\_\_  
KHS Board Chairman

\_\_\_\_\_  
Date





---

**MEMORANDUM**

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** November 2025 Financial Results  
**DATE:** February 13, 2026

---

The November results reflect a \$13.0 million Net Decrease in Net Position which is a \$15.4 million unfavorable variance to the budget. Listed below are the major variances for the month:

- 1) Total Revenues reflect a \$30.1 million favorable variance primarily due to:
  - A) \$1.9 million unfavorable variance in Family Premium Revenue is primarily due to lower-than-expected budgeted membership.
  - B) \$2.1 million unfavorable variance in SPD Premium Revenues is primarily due to California becoming a Medicare Part A Buy-In State effective January 1, 2025. Qualifying Medi-Cal members, who are enrolled in Medicare Part B only, were automatically enrolled into Medicare Part A Buy-In by the Department of Health Care Services (“DHCS”). The rate received for members who have Part A **and** Part B is less than the rate for members who have Part B **only**, however, Medicare will now become primary for medical expenses associated with the members having both Part A and Part
  - C) \$1.0 million favorable variance in Enhanced Care Management Premiums is primarily due to receiving updated rate information from DHCS after the approval of the 2025 Budget partially offset against amounts included in 2C (2) below.
  - D) \$33.6 million favorable variance in Premium-Hospital Directed Payments is primarily due to receiving updated estimated rate information from DHCS on February 28, 2025 for Calendar Year 2025 offset against amounts included in 2D below.
- 2) Total Medical Costs reflect a \$49.4 million unfavorable variance primarily due to:
  - A) \$2.0 million unfavorable variance in Inpatient primarily due to higher-than-expected utilization by SPD and Expansion members over the last several months.
  - B) \$5.0 million unfavorable variance in Outpatient Hospital due to higher-than-expected utilization and usage of chemotherapy drug medications over the last several months.

C) \$7.7 million unfavorable variance in Other Medical primarily from:

- 1) \$3.9 million unfavorable variance in Long Term Care expense primarily due to higher-than-expected utilization and facility rate increases mandated by DHCS over the last several months.
- 2) \$3.4 million unfavorable variance in Enhanced Care Management Expense is primarily due to receiving updated rate information from DHCS after the approval of the 2025 Budget, higher than expected engaged members and utilization of program services over the last several months partially offset against amounts included in 1C above.
- 3) \$.9 million unfavorable variance in Community Support Services expenses due to higher-than-expected usage of program services over the last several months. **Medical necessity criteria have been refined to meet the State's updated requirements. The criteria and use of a risk stratification tool have helped to identify the most appropriate members for the services. This will reduce inappropriate utilization and unnecessary costs for these services. The CY 2025 funding for these services has been inadequate with minimal savings in reducing medical expenses. After numerous conversations with DHCS, senior management believes that our CY 2026 funding for Community Support Services will be sufficient to continue to maintain all Community Supports Services programs.**

D) \$33.6 million unfavorable variance in Hospital Directed Payments is primarily due to receiving updated estimated rate information from DHCS on February 28, 2025 for Calendar Year 2025 offset against amounts included in 1D above.

The November Medical Loss Ratio is 104.2%, which is unfavorable to the 91.8% budgeted amount. The November Administrative Expense Ratio is 4.5%, which is favorable to the 5.8% budgeted amount.

The results for the 11 months ending November 30, 2025 reflect a Net Decrease in Net Position of \$45.3 million. This is a \$70.3 million unfavorable variance to the budget and includes approximately \$42.9 million of favorable adjustments from the prior year. The year-to-date Medical Loss Ratio is 97.2%, which is unfavorable to the 91.8% budgeted amount. The year-to-date Administrative Expense Ratio is 5.1 % which is favorable to the 5.8% budgeted amount.



**Financial Packet  
November 2025**

**KHS – Medi-Cal Line of Business**

Comparative Statement of Net Position	Page 1
Statement of Revenue, Expenses, and Changes in Net Position	Page 2
Statement of Revenue, Expenses, and Changes in Net Position - PMPM	Page 3
Statement of Revenue, Expenses, and Changes in Net Position by Quarter	Page 4
Statement of Revenue, Expenses, and Changes in Net Position by Quarter - PMPM	Page 5
Statement of Revenue, Expenses, and Changes in Net Position 6 Month	Page 6
Statement of Revenue, Expenses, and Changes in Net Position 6 Month - PMPM	Page 7
Schedule of Revenues	Page 8
Schedule of Revenues by Month	Page 9-10
Schedule of Medical Costs	Page 11
Schedule of Medical Costs - PMPM	Page 12
Schedule of Medical Costs by Month	Page 13-14
Schedule of Medical Costs by Month – PMPM	Page 15-16
Schedule of Administrative Expenses by Department	Page 17
Schedule of Administrative Expenses by Department by Month	Page 18-19

**KHS Group Health Plan – Healthy Families Line of Business**

Comparative Statement of Net Position	Page 20
Statement of Revenue, Expenses, and Changes in Net Position	Page 21

**KHS Administrative Analysis and Other Reporting**

Monthly Member Count	Page 22
----------------------	---------

**MEDI-CAL  
STATEMENT OF NET POSITION  
AS OF NOVEMBER 30, 2025**



ASSETS	November	October	Increase/ (Decrease)
Cash and Cash Equivalents	191,529,019	178,094,487	13,434,533
Short-Term Investments	138,258,599	181,679,372	(43,420,773)
Premiums Receivable	151,167,624	153,472,293	(2,304,669)
Premiums Receivable - MCO Tax	249,000,901	186,937,001	62,063,900
Premiums Receivable - Hospital Directed Payments	979,744,388	921,634,196	58,110,192
Interest Receivable	200,339	403,269	(202,930)
Provider Advance Payment	42,525	56,913	(14,389)
Other Receivables	1,445,608	35,339	1,410,269
Prepaid Expenses & Other Current Assets	7,344,502	7,665,017	(320,516)
<b>Total Current Assets</b>	<b>1,718,733,504</b>	<b>1,629,977,887</b>	<b>88,755,617</b>
Land	4,090,706	4,090,706	-
Furniture and Equipment - Net	982,072	1,010,498	(28,426)
Computer Equipment - Net	14,912,482	15,380,212	(467,730)
Building and Improvements - Net	32,215,970	32,279,152	(63,183)
Capital Projects In Process	2,922,498	2,789,771	132,727
<b>Total Capital Assets</b>	<b>55,123,728</b>	<b>55,550,340</b>	<b>(426,612)</b>
Restricted Assets	300,000	300,000	-
Life Insurance Receivables	4,286,966	4,286,966	-
SBITA Asset	8,875,096	8,875,096	-
<b>Total Long-Term Assets</b>	<b>13,462,062</b>	<b>13,462,062</b>	<b>-</b>
Deferred Outflow of Resources	10,107,348	10,107,348	-
<b>Total Assets and Deferred Outflows of Resources</b>	<b>1,797,426,642</b>	<b>1,709,097,636</b>	<b>88,329,005</b>
<b>CURRENT LIABILITIES</b>			
Accrued Salaries and Benefits	9,385,223	10,255,782	(870,560)
Accrued Other Operating Expenses	4,853,679	4,518,000	335,679
MCO Tax Payable	275,108,912	213,034,453	62,074,459
Claims Payable (Reported)	20,084,768	21,337,612	(1,252,844)
IBNR - Inpatient Claims	81,153,376	70,298,746	10,854,630
IBNR - Physician Claims	32,459,349	27,624,554	4,834,796
IBNR - Accrued Other Medical	40,147,815	35,189,383	4,958,432
Risk Pool and Withholds Payable	11,153,880	10,555,570	598,310
Allowance for Claims Processing Expense	4,821,903	4,821,903	-
Other Liabilities	29,177,916	67,464,229	(38,286,313)
SBITA Liability – Current portion	2,217,189	2,217,189	-
Accrued Hospital Directed Payments	980,036,754	921,926,214	58,110,540
<b>Total Current Liabilities</b>	<b>1,490,600,764</b>	<b>1,389,243,636</b>	<b>101,357,128</b>
<b>NONCURRENT LIABILITIES</b>			
Net Pension Liability	13,001,788	13,001,788	-
SBITA Liability, net of current portion	5,491,541	5,491,541	-
<b>Total NonCurrent Liabilities</b>	<b>18,493,329</b>	<b>18,493,329</b>	<b>-</b>
Deferred Inflow of Resources	70,705	70,705	-
<b>NET POSITION:</b>			
Net Position at Beginning of Year	333,567,639	333,567,639	-
Increase (Decrease) in Net Position - Current Year	(45,305,795)	(32,277,672)	(13,028,123)
<b>Total Net Position</b>	<b>288,261,843</b>	<b>301,289,966</b>	<b>(13,028,123)</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<b>1,797,426,642</b>	<b>1,709,097,636</b>	<b>88,329,005</b>



**MEDI-CAL - ALL COA**  
**STATEMENT OF REVENUE, EXPENSES, AND CHANGES**  
**IN NET POSITION**  
**FOR THE MONTH ENDED NOVEMBER 30, 2025**

	November	Budget	Variance	Year to Date	Budget	Variance
<b>Family Members</b>	237,734	248,000	(10,266)	2,650,868	2,700,500	(49,632)
<b>Expansion Members</b>	113,468	113,000	468	1,264,788	1,243,000	21,788
<b>SPD Members</b>	47,671	47,000	671	521,074	517,000	4,074
<b>Total Members - MCAL</b>	398,873	408,000	(9,127)	4,436,730	4,460,500	(23,770)
<b>REVENUES</b>						
Medicaid - Family Members	54,076,842	55,969,392	(1,892,549)	603,122,480	609,457,024	(6,334,544)
Medicaid - Expansion Members	48,211,756	47,912,766	298,990	534,233,489	527,040,427	7,193,062
Medicaid - SPD Members	38,296,196	40,402,462	(2,106,266)	416,483,823	444,427,079	(27,943,256)
Premium - MCO Tax	59,136,301	60,379,920	(1,243,619)	650,499,313	660,109,395	(9,610,082)
Premium - Hospital Directed Payments	58,087,932	24,505,142	33,582,790	645,409,866	268,471,785	376,938,081
Investment Earnings And Other Income	1,649,745	2,006,777	(357,032)	21,859,743	21,991,718	(131,975)
Reinsurance Recoveries	1,468,615	276,599	1,192,016	6,563,182	3,023,046	3,540,136
Rate Adjustments - Hospital Directed Payments	24,957	-	24,957	56,624,859	-	56,624,859
Rate/Income Adjustments	632,171	-	632,171	28,038,061	-	28,038,061
<b>Total Revenues</b>	261,584,514	231,453,056	30,131,458	2,962,834,817	2,534,520,474	428,314,343
<b>EXPENSES</b>						
<b>MEDICAL COSTS</b>						
Physician Services	37,756,805	37,085,349	(671,456)	421,644,764	405,848,041	(15,796,723)
Other Professional Services	10,946,249	10,930,111	(16,137)	123,176,104	119,685,835	(3,490,270)
Emergency Room	7,320,640	6,855,872	(464,768)	73,905,686	74,989,489	1,083,803
Inpatient	36,135,732	34,160,140	(1,975,592)	383,360,181	374,508,382	(8,851,800)
Reinsurance Expense	257,831	276,599	18,768	2,879,861	3,023,046	143,185
Outpatient Hospital	20,537,887	15,502,085	(5,035,802)	179,738,095	169,996,761	(9,741,334)
Other Medical	36,851,714	29,124,981	(7,726,733)	386,234,677	319,661,214	(66,573,463)
Pay for Performance Quality Incentive	598,310	611,993	13,684	6,755,095	6,690,758	(64,337)
Risk Corridor Expense	-	-	-	2,708,699	-	(2,708,699)
Hospital Directed Payments	58,087,932	24,505,142	(33,582,790)	645,423,305	268,471,785	(376,951,520)
Hospital Directed Payment Adjustment	22,608	-	(22,608)	57,340,646	-	(57,340,646)
Non-Claims Expense Adjustment	(4,951)	-	4,951	(15,249,399)	-	15,249,399
IBNR, Incentive, Paid Claims Adjustment	(38,786)	-	38,786	(286,414)	-	286,414
<b>Total Medical Costs</b>	208,471,968	159,052,270	(49,419,697)	2,267,631,300	1,742,875,310	(524,755,990)
<b>GROSS MARGIN</b>	53,112,546	72,400,786	(19,288,240)	695,203,517	791,645,164	(96,441,647)
<b>ADMINISTRATIVE COSTS</b>						
Compensation	3,410,552	4,223,118	812,566	43,167,886	46,454,294	3,286,408
Purchased Services	1,583,377	2,343,143	759,766	21,944,383	25,774,570	3,830,187
Supplies	225,190	244,078	18,888	1,865,849	2,684,864	819,015
Depreciation	599,165	766,752	167,587	6,612,303	8,434,272	1,821,969
Other Administrative Expenses	546,113	672,404	126,291	7,300,622	7,396,455	95,833
Administrative Expense Adjustment	74,147	200,000	125,853	1,208,911	2,200,000	991,089
<b>Total Administrative Expenses</b>	6,438,543	8,449,494	2,010,951	82,099,954	92,944,456	10,844,501
<b>TOTAL EXPENSES</b>	214,910,511	167,501,765	(47,408,746)	2,349,731,255	1,835,819,766	(513,911,489)
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	46,674,003	63,951,292	(17,277,288)	613,103,562	698,700,708	(85,597,145)
<b>MCO TAX</b>	59,136,301	60,379,920	1,243,619	650,499,313	660,109,395	9,610,082
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	(12,462,298)	3,571,372	(16,033,670)	(37,395,750)	38,591,313	(75,987,063)
<b>NON-OPERATING REVENUE (EXPENSE)</b>						
Provider Grants/CalAIM/Home Health	(484,972)	(836,276)	351,305	(6,168,701)	(9,163,069)	2,994,368
D-SNP Expenses	(80,854)	(401,853)	320,999	(1,741,344)	(4,403,099)	2,661,755
<b>Total Non-Operating Revenue (Expense)</b>	(565,825)	(1,238,130)	672,304	(7,910,045)	(13,566,168)	5,656,123
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	(13,028,123)	2,333,242	(15,361,365)	(45,305,795)	25,025,145	(70,330,940)
<b>MEDICAL LOSS RATIO</b>	104.2%	91.8%	-12.4%	97.2%	91.8%	-5.4%
<b>ADMINISTRATIVE EXPENSE RATIO</b>	4.5%	5.8%	1.3%	5.1%	5.8%	0.7%



**MEDI-CAL - ALL COA**  
**STATEMENT OF REVENUE, EXPENSES, AND CHANGES**  
**IN NET POSITION**  
**FOR THE MONTH ENDED NOVEMBER 30, 2025**

	November	Budget	Variance	Year to Date	Budget	Variance
Family Members	237,734	248,000	(10,266)	2,650,868	2,700,500	(49,632)
Expansion Members	113,468	113,000	468	1,264,788	1,243,000	21,788
SPD Members	47,671	47,000	671	521,074	517,000	4,074
<b>Total Members - MCAL</b>	<b>398,873</b>	<b>408,000</b>	<b>(9,127)</b>	<b>4,436,730</b>	<b>4,460,500</b>	<b>(23,770)</b>
<b>REVENUES</b>						
Medicaid - Family Members	227.47	225.68	1.78	227.52	225.68	1.84
Medicaid - Expansion Members	424.89	424.01	0.89	422.39	424.01	(1.62)
Medicaid - SPD Members	803.34	859.63	(56.28)	799.28	859.63	(60.35)
Premium - MCO Tax	148.26	147.99	0.27	146.62	147.99	(1.37)
Premium - Hospital Directed Payments	145.63	60.06	85.57	145.47	60.19	85.28
Investment Earnings And Other Income	4.14	4.92	(0.78)	4.93	4.93	(0.00)
Reinsurance Recoveries	3.68	0.68	3.00	1.48	0.68	0.80
Rate Adjustments - Hospital Directed Payments	0.06	-	0.06	12.76	-	12.76
Rate/Income Adjustments	1.58	-	1.58	6.32	-	6.32
<b>Total Revenues</b>	<b>655.81</b>	<b>567.29</b>	<b>88.52</b>	<b>667.80</b>	<b>568.21</b>	<b>99.58</b>
<b>EXPENSES</b>						
<b>MEDICAL COSTS</b>						
Physician Services	94.66	90.90	(3.76)	95.04	90.99	(4.05)
Other Professional Services	27.44	26.79	(0.65)	27.76	26.83	(0.93)
Emergency Room	18.35	16.80	(1.55)	16.66	16.81	0.15
Inpatient	90.59	83.73	(6.87)	86.41	83.96	(2.44)
Reinsurance Expense	0.65	0.68	0.03	0.65	0.68	0.03
Outpatient Hospital	51.49	38.00	(13.49)	40.51	38.11	(2.40)
Other Medical	92.39	71.38	(21.00)	87.05	71.66	(15.39)
Pay for Performance Quality Incentive	1.50	1.50	(0.00)	1.52	1.50	(0.02)
Risk Corridor Expense	-	-	-	0.61	-	(0.61)
Hospital Directed Payments	145.63	60.06	(85.57)	145.47	60.19	(85.28)
Hospital Directed Payment Adjustment	0.06	-	(0.06)	12.92	-	(12.92)
Non-Claims Expense Adjustment	(0.01)	-	0.01	(3.44)	-	3.44
IBNR, Incentive, Paid Claims Adjustment	(0.10)	-	0.10	(0.06)	-	0.06
<b>Total Medical Costs</b>	<b>522.65</b>	<b>389.83</b>	<b>(132.82)</b>	<b>511.10</b>	<b>390.74</b>	<b>(120.37)</b>
<b>GROSS MARGIN</b>	<b>133.16</b>	<b>177.45</b>	<b>(44.30)</b>	<b>156.69</b>	<b>177.48</b>	<b>(20.79)</b>
<b>ADMINISTRATIVE COSTS</b>						
Compensation	8.55	10.35	1.80	9.73	10.41	0.68
Purchased Services	3.97	5.74	1.77	4.95	5.78	0.83
Supplies	0.56	0.60	0.03	0.42	0.60	0.18
Depreciation	1.50	1.88	0.38	1.49	1.89	0.40
Other Administrative Expenses	1.37	1.65	0.28	1.65	1.66	0.01
Administrative Expense Adjustment	0.19	0.49	0.30	0.27	0.49	0.22
<b>Total Administrative Expenses</b>	<b>16.14</b>	<b>20.71</b>	<b>4.57</b>	<b>18.50</b>	<b>20.84</b>	<b>2.33</b>
<b>TOTAL EXPENSES</b>	<b>538.79</b>	<b>410.54</b>	<b>(128.25)</b>	<b>529.61</b>	<b>411.57</b>	<b>(118.04)</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>117.01</b>	<b>156.74</b>	<b>(39.73)</b>	<b>138.19</b>	<b>156.64</b>	<b>(18.45)</b>
<b>MCO TAX</b>	<b>148.26</b>	<b>147.99</b>	<b>(0.27)</b>	<b>146.62</b>	<b>147.99</b>	<b>1.37</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>(31.24)</b>	<b>8.75</b>	<b>(40.00)</b>	<b>(8.43)</b>	<b>8.65</b>	<b>(17.08)</b>
<b>NON-OPERATING REVENUE (EXPENSE)</b>						
Provider Grants/CalAIM/Home Health	(0.20)	(2.05)	1.85	(0.39)	(2.05)	1.66
D-SNP Expenses	(1.22)	(0.98)	(0.23)	(1.39)	(0.99)	(0.40)
<b>Total Non-Operating Revenue (Expense)</b>	<b>(1.42)</b>	<b>(3.03)</b>	<b>1.62</b>	<b>(1.78)</b>	<b>(3.04)</b>	<b>1.26</b>
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>(32.66)</b>	<b>5.72</b>	<b>(38.38)</b>	<b>(10.21)</b>	<b>5.61</b>	<b>(15.82)</b>
<b>MEDICAL LOSS RATIO</b>	<b>104.2%</b>	<b>91.8%</b>	<b>-12.4%</b>	<b>97.2%</b>	<b>91.8%</b>	<b>-5.4%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>4.5%</b>	<b>5.8%</b>	<b>1.3%</b>	<b>5.1%</b>	<b>5.8%</b>	<b>0.7%</b>

MEDI-CAL - ALL COA  
 STATEMENT OF REVENUE, EXPENSES, AND CHANGES  
 IN NET POSITION BY QUARTER  
 ROLLING 4 QUARTERS  
 FOR THE MONTH ENDED NOVEMBER 30, 2025



	2024 - Q4	2025 - Q1	2025 - Q2	2025 - Q3	Rolling 4-Quarter Totals	CURRENT QUARTER 2025 - Q4
Total Members - MCAL	1,209,901	1,215,186	1,213,588	1,208,737	4,847,412	799,219
<b>REVENUES</b>						
Medicaid - Family Members	181,853,744	164,182,925	164,643,931	164,974,083	675,654,683	109,321,541
Medicaid - Expansion Members	146,690,508	146,129,580	146,406,773	145,631,912	584,858,772	96,065,225
Medicaid - SPD Members	72,615,432	112,116,656	113,466,544	114,404,100	412,602,732	76,496,523
Medicaid - LTC Members	12,679,447	-	-	-	12,679,447	-
Premium - MCO Tax	169,305,625	177,408,904	177,408,904	177,408,904	701,532,336	118,272,602
Premium - Hospital Directed Payments	74,054,842	176,821,231	176,863,014	175,783,933	603,523,020	115,941,688
Investment Earnings And Other Income	6,363,381	6,614,108	6,619,093	5,426,773	25,023,355	3,199,769
Reinsurance Recoveries	-	-	1,600,000	3,225,949	4,825,949	1,737,233
Rate Adjustments - Hospital Directed Payments	(45,264)	105,206,644	153,982	(48,766,536)	56,548,825	30,770
Rate/Income Adjustments	29,220	2,557,018	16,334,961	4,913,067	23,834,266	4,233,016
<b>Total Revenues</b>	<b>663,546,935</b>	<b>891,037,065</b>	<b>803,497,202</b>	<b>743,002,184</b>	<b>3,101,083,386</b>	<b>525,298,366</b>
<b>EXPENSES</b>						
<b>MEDICAL COSTS</b>						
Physician Services	117,920,414	113,538,825	120,549,958	112,164,511	464,173,708	75,391,470
Other Professional Services	17,579,841	31,017,823	33,468,699	35,449,266	117,515,629	23,240,316
Emergency Room	20,264,346	20,024,420	20,408,138	19,750,790	80,447,694	13,722,339
Inpatient	109,860,804	98,477,222	112,568,469	101,887,733	422,794,228	70,426,757
Reinsurance Expense	337,245	808,856	768,322	786,038	2,700,461	516,645
Outpatient Hospital	45,089,064	46,204,757	46,499,744	47,887,562	185,681,128	39,146,032
Other Medical	95,537,563	99,350,041	108,019,275	106,965,073	409,871,953	71,900,264
Pay for Performance Quality Incentive	1,814,852	1,822,779	1,920,382	1,814,657	7,372,669	1,197,278
Risk Corridor Expense	(960,173)	-	-	1,591,081	630,908	1,117,618
Hospital Directed Payments	74,054,842	176,821,231	176,863,014	175,797,372	603,536,459	115,941,688
Hospital Directed Payment Adjustment	(45,264)	105,103,291	1,172,910	(48,962,121)	57,268,815	26,567
Non-Claims Expense Adjustment	(1,489,159)	(6,486,815)	(10,264,893)	1,520,018	(16,720,849)	(17,710)
IBNR, Incentive, Paid Claims Adjustment	(3,892,128)	658,346	(3,531,172)	2,647,971	(4,116,983)	(61,536)
<b>Total Medical Costs</b>	<b>476,072,247</b>	<b>687,340,775</b>	<b>608,442,846</b>	<b>559,299,951</b>	<b>2,331,155,820</b>	<b>412,547,727</b>
<b>GROSS MARGIN</b>	<b>187,474,687</b>	<b>203,696,289</b>	<b>195,054,356</b>	<b>183,702,233</b>	<b>769,927,565</b>	<b>112,750,639</b>
<b>ADMINISTRATIVE COSTS</b>						
Compensation	12,349,629	11,773,691	11,672,587	11,888,717	47,684,623	7,832,892
Purchased Services	6,570,351	5,241,893	7,542,567	6,004,661	25,359,472	3,155,261
Supplies	693,365	438,866	353,058	630,525	2,115,813	443,400
Depreciation	2,071,812	1,794,880	1,806,873	1,809,458	7,483,023	1,201,092
Other Administrative Expenses	1,848,717	2,016,475	2,053,315	2,222,027	8,140,534	1,008,806
Administrative Expense Adjustment	1,230,808	776,919	276,996	(308)	2,284,416	155,303
<b>Total Administrative Expenses</b>	<b>24,764,681</b>	<b>22,042,724</b>	<b>23,705,397</b>	<b>22,555,080</b>	<b>93,067,882</b>	<b>13,796,754</b>
<b>TOTAL EXPENSES</b>	<b>500,836,928</b>	<b>709,383,500</b>	<b>632,148,243</b>	<b>581,855,031</b>	<b>2,424,223,702</b>	<b>426,344,481</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>162,710,007</b>	<b>181,653,565</b>	<b>171,348,959</b>	<b>161,147,153</b>	<b>676,859,684</b>	<b>98,953,885</b>
<b>MCO TAX</b>	<b>169,305,625</b>	<b>177,408,904</b>	<b>177,408,904</b>	<b>177,408,904</b>	<b>701,532,336</b>	<b>118,272,602</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>(6,595,619)</b>	<b>4,244,662</b>	<b>(6,059,945)</b>	<b>(16,261,750)</b>	<b>(24,672,652)</b>	<b>(19,318,717)</b>
<b>NON-OPERATING REVENUE (EXPENSE)</b>						
Total Non-Operating Revenue (Expense)	(4,205,257)	(1,632,695)	(2,512,502)	(2,661,803)	(11,012,256)	(1,103,046)
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>(10,800,875)</b>	<b>2,611,967</b>	<b>(8,572,447)</b>	<b>(18,923,553)</b>	<b>(35,684,908)</b>	<b>(20,421,763)</b>
<b>MEDICAL LOSS RATIO</b>	<b>95.7%</b>	<b>93.9%</b>	<b>95.8%</b>	<b>98.6%</b>	<b>96.0%</b>	<b>101.9%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>5.9%</b>	<b>5.1%</b>	<b>5.3%</b>	<b>5.1%</b>	<b>5.4%</b>	<b>4.7%</b>

KHS Finance Committee Meeting, February 13, 2026

MEDI-CAL - ALL COA  
 STATEMENT OF REVENUE, EXPENSES, AND CHANGES  
 IN NET POSITION BY QUARTER  
 ROLLING 4 QUARTERS PMPM  
 FOR THE MONTH ENDED NOVEMBER 30, 2025



	2024 - Q4	2025 - Q1	2025 - Q2	2025 - Q3	Rolling Quarter Totals	CURRENT QUARTER 2025 - Q4
Total Members - MCAL	1,209,901	1,215,186	1,213,588	1,208,737	4,847,412	799,219
<b>REVENUES</b>						
Medicaid - Family Members	228.42	225.55	227.27	228.61	227.48	229.25
Medicaid - Expansion Members	428.47	422.74	421.81	422.25	426.16	422.95
Medicaid - SPD Members	1,039.89	791.89	798.75	804.47	975.26	803.31
Medicaid - LTC Members	8,050.44	-	-	-	4,036.75	-
Premium - MCO Tax	139.93	145.99	146.19	146.77	144.72	147.99
Premium - Hospital Directed Payments	61.21	145.51	145.74	145.43	124.50	145.07
Investment Earnings And Other Income	5.26	5.44	5.45	4.49	5.16	4.00
Reinsurance Recoveries	-	-	1.32	2.67	1.00	2.17
Rate Adjustments - Hospital Directed Payments	(0.04)	86.58	0.13	(40.35)	11.67	0.04
Rate/Income Adjustments	0.02	2.10	13.46	4.06	4.92	5.30
<b>Total Revenues</b>	<b>548.43</b>	<b>733.25</b>	<b>662.08</b>	<b>614.69</b>	<b>639.74</b>	<b>657.26</b>
<b>EXPENSES</b>						
<b>MEDICAL COSTS</b>						
Physician Services	97.46	93.43	99.33	92.79	95.76	94.33
Other Professional Services	14.53	25.53	27.58	29.33	24.24	29.08
Emergency Room	16.75	16.48	16.82	16.34	16.60	17.17
Inpatient	90.80	81.04	92.76	84.29	87.22	88.12
Reinsurance Expense	0.28	0.67	0.63	0.65	0.56	0.65
Outpatient Hospital	37.27	38.02	38.32	39.62	38.31	48.98
Other Medical	78.96	81.76	89.01	88.49	84.55	89.96
Pay for Performance Quality Incentive	1.50	1.50	1.58	1.50	1.52	1.50
Risk Corridor Expense	(0.79)	-	-	1.32	0.13	1.40
Hospital Directed Payments	61.21	145.51	145.74	145.44	124.51	145.07
Hospital Directed Payment Adjustment	(0.04)	86.49	0.97	(40.51)	11.81	0.03
Non-Claims Expense Adjustment	(1.23)	(5.34)	(8.46)	1.26	(3.45)	(0.02)
IBNR, Incentive, Paid Claims Adjustment	(3.22)	0.54	(2.91)	2.19	(0.85)	(0.08)
<b>Total Medical Costs</b>	<b>393.48</b>	<b>565.63</b>	<b>501.36</b>	<b>462.71</b>	<b>480.91</b>	<b>516.19</b>
<b>GROSS MARGIN</b>	<b>154.95</b>	<b>167.63</b>	<b>160.73</b>	<b>151.98</b>	<b>158.83</b>	<b>141.08</b>
<b>ADMINISTRATIVE COSTS</b>						
Compensation	10.21	9.69	9.62	9.84	9.84	9.80
Purchased Services	5.43	4.31	6.22	4.97	5.23	3.95
Supplies	0.57	0.36	0.29	0.52	0.44	0.55
Depreciation	1.71	1.48	1.49	1.50	1.54	1.50
Other Administrative Expenses	1.53	1.66	1.69	1.84	1.68	1.26
Administrative Expense Adjustment	1.02	0.64	0.23	(0.00)	0.47	0.19
<b>Total Administrative Expenses</b>	<b>20.47</b>	<b>18.14</b>	<b>19.53</b>	<b>18.66</b>	<b>19.20</b>	<b>17.26</b>
<b>TOTAL EXPENSES</b>	<b>413.95</b>	<b>583.77</b>	<b>520.89</b>	<b>481.37</b>	<b>500.11</b>	<b>533.45</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>134.48</b>	<b>149.49</b>	<b>141.19</b>	<b>133.32</b>	<b>139.63</b>	<b>123.81</b>
<b>MCO TAX</b>	<b>139.93</b>	<b>145.99</b>	<b>146.19</b>	<b>146.77</b>	<b>144.72</b>	<b>147.99</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>(5.45)</b>	<b>3.49</b>	<b>(4.99)</b>	<b>(13.45)</b>	<b>(5.09)</b>	<b>(24.17)</b>
<b>NON-OPERATING REVENUE (EXPENSE)</b>						
Total Non-Operating Revenue (Expense)	(3.48)	(1.34)	(2.07)	(2.20)	(2.27)	(1.38)
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>(8.93)</b>	<b>2.15</b>	<b>(7.06)</b>	<b>(15.66)</b>	<b>(7.36)</b>	<b>(25.55)</b>
<b>MEDICAL LOSS RATIO</b>	<b>95.7%</b>	<b>93.9%</b>	<b>95.8%</b>	<b>98.6%</b>	<b>96.0%</b>	<b>101.9%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>5.9%</b>	<b>5.1%</b>	<b>5.3%</b>	<b>5.1%</b>	<b>5.4%</b>	<b>4.7%</b>

**MEDI-CAL - ALL COA  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES  
IN NET POSITION BY MONTH  
ROLLING 6 MONTHS  
FOR THE MONTH ENDED NOVEMBER 30, 2025**

	MAY 2025	JUNE 2025	JULY 2025	AUGUST 2025	SEPTEMBER 2025	OCTOBER 2025	Prior 6 Month YTD	NOVEMBER 2025
<b>Total Members - MCAL</b>	403,890	404,799	405,629	402,071	401,037	400,346	2,417,772	398,873
<b>REVENUES</b>								
Medicaid - Family Members	55,024,952	54,930,744	55,112,034	55,284,966	54,577,083	55,244,699	330,174,477	54,076,842
Medicaid - Expansion Members	48,723,433	48,994,633	49,057,991	48,559,601	48,014,320	47,853,469	291,203,446	48,211,756
Medicaid - SPD Members	37,785,856	38,017,497	38,111,261	37,719,991	38,572,848	38,200,328	228,407,782	38,296,196
Medicaid - LTC Members	-	-	-	-	-	-	-	-
Premium - MCO Tax	59,124,814	59,147,788	59,136,301	(0)	118,272,602	59,136,301	354,817,807	59,136,301
Premium - Hospital Directed Payments	58,890,354	59,075,312	59,035,880	58,451,235	58,296,817	57,853,756	351,603,354	58,087,932
Investment Earnings And Other Income	1,505,898	1,908,507	1,650,374	1,911,358	1,865,041	1,550,024	10,391,203	1,649,745
Reinsurance Recoveries	-	1,600,000	300,000	772,732	2,153,218	268,618	5,094,567	1,468,615
Rate Adjustments - Hospital Directed Payments	78,980	(36,948)	4,261,053	(53,056,519)	28,929	5,813	(48,718,691)	24,957
Rate/Income Adjustments	136,042	9,673,408	4,824,965	147,916	(59,814)	3,600,845	18,323,362	632,171
<b>Total Revenues</b>	<b>261,270,330</b>	<b>273,310,941</b>	<b>271,489,861</b>	<b>149,791,279</b>	<b>321,721,045</b>	<b>263,713,852</b>	<b>1,541,297,308</b>	<b>261,584,514</b>
<b>EXPENSES</b>								
<b>MEDICAL COSTS</b>								
Physician Services	39,419,683	42,112,109	38,137,625	38,251,300	35,775,586	37,634,665	231,330,967	37,756,805
Other Professional Services	10,693,341	11,523,165	11,113,022	12,757,030	11,579,214	12,294,068	69,959,840	10,946,249
Emergency Room	7,074,183	7,003,225	6,580,865	6,307,989	6,861,936	6,401,699	40,229,896	7,320,640
Inpatient	39,326,548	39,527,275	34,361,371	34,046,492	33,479,870	34,291,026	215,032,582	36,135,732
Reinsurance Expense	271,713	255,781	260,984	262,299	262,754	258,815	1,572,346	257,831
Outpatient Hospital	14,357,942	15,379,229	15,553,674	15,218,411	17,115,477	18,608,145	96,232,878	20,537,887
Other Medical	34,883,873	37,645,117	38,154,038	34,707,037	34,103,997	35,048,550	214,542,614	36,851,714
Pay for Performance Quality Incentive	605,835	707,199	608,444	603,107	603,107	598,968	3,726,658	598,310
Risk Corridor Expense	-	-	-	-	1,591,081	1,117,618	2,708,699	-
Hospital Directed Payments	58,890,354	59,075,312	59,035,880	58,464,674	58,296,817	57,853,756	351,616,793	58,087,932
Hospital Directed Payment Adjustment	1,098,088	(37,127)	4,261,156	(53,169,871)	(53,406)	3,959	(47,897,200)	22,608
Non-Claims Expense Adjustment	(10,262,733)	(283)	99,601	6,421	1,413,996	(12,759)	(8,755,757)	(4,951)
IBNR, Incentive, Paid Claims Adjustment	(37,610)	(826,300)	822,578	1,343,361	482,033	(22,750)	1,761,312	(38,786)
<b>Total Medical Costs</b>	<b>196,321,218</b>	<b>212,364,700</b>	<b>208,989,239</b>	<b>148,798,250</b>	<b>201,512,462</b>	<b>204,075,760</b>	<b>1,172,061,629</b>	<b>208,471,968</b>
<b>GROSS MARGIN</b>	<b>64,949,112</b>	<b>60,946,241</b>	<b>62,500,621</b>	<b>993,028</b>	<b>120,208,583</b>	<b>59,638,093</b>	<b>369,235,678</b>	<b>53,112,546</b>
<b>ADMINISTRATIVE COSTS</b>								
Compensation	3,873,266	3,913,252	4,003,904	3,803,698	4,081,115	4,422,340	24,097,575	3,410,552
Purchased Services	2,687,401	2,181,469	2,832,364	1,332,630	1,839,667	1,571,884	12,445,415	1,583,377
Supplies	121,882	108,227	137,483	339,600	153,441	218,210	1,078,844	225,190
Depreciation	605,113	604,495	604,109	603,423	601,927	601,927	3,620,993	599,165
Other Administrative Expenses	836,014	656,092	1,115,773	561,313	544,941	462,693	4,176,825	546,113
Administrative Expense Adjustment	69,345	47,536	(308)	-	-	81,156	197,729	74,147
<b>Total Administrative Expenses</b>	<b>8,193,021</b>	<b>7,511,070</b>	<b>8,693,325</b>	<b>6,640,664</b>	<b>7,221,090</b>	<b>7,358,211</b>	<b>45,617,381</b>	<b>6,438,543</b>
<b>TOTAL EXPENSES</b>	<b>204,514,239</b>	<b>219,875,770</b>	<b>217,682,565</b>	<b>155,438,914</b>	<b>208,733,552</b>	<b>211,433,970</b>	<b>1,217,679,010</b>	<b>214,910,511</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>56,756,091</b>	<b>53,435,171</b>	<b>53,807,296</b>	<b>(5,647,635)</b>	<b>112,987,493</b>	<b>52,279,882</b>	<b>323,618,297</b>	<b>46,674,003</b>
<b>MCO TAX</b>	<b>59,136,301</b>	<b>59,136,301</b>	<b>59,136,301</b>	<b>(0)</b>	<b>118,272,602</b>	<b>59,136,301</b>	<b>354,817,807</b>	<b>59,136,301</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>(2,380,210)</b>	<b>(5,701,130)</b>	<b>(5,329,005)</b>	<b>(5,647,635)</b>	<b>(5,285,110)</b>	<b>(6,856,419)</b>	<b>(31,199,510)</b>	<b>(12,462,298)</b>
<b>NON-OPERATING REVENUE (EXPENSE)</b>								
<b>Total Non-Operating Revenue (Expense)</b>	<b>(845,044)</b>	<b>(1,155,740)</b>	<b>(1,441,323)</b>	<b>(319,735)</b>	<b>(900,745)</b>	<b>(537,220)</b>	<b>(5,199,807)</b>	<b>(565,825)</b>
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>(3,225,255)</b>	<b>(6,856,869)</b>	<b>(6,770,328)</b>	<b>(5,967,371)</b>	<b>(6,185,854)</b>	<b>(7,393,640)</b>	<b>(36,399,317)</b>	<b>(13,028,123)</b>
<b>MEDICAL LOSS RATIO</b>	<b>95.2%</b>	<b>98.8%</b>	<b>97.7%</b>	<b>99.4%</b>	<b>98.7%</b>	<b>99.7%</b>	<b>98.3%</b>	<b>104.2%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>5.7%</b>	<b>4.8%</b>	<b>5.8%</b>	<b>4.6%</b>	<b>5.0%</b>	<b>5.0%</b>	<b>5.2%</b>	<b>4.5%</b>

KHS Finance Committee Meeting, February 13, 2026

**MEDI-CAL - ALL COA  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES  
IN NET POSITION BY MONTH  
PMPM ROLLING 6 MONTHS  
FOR THE MONTH ENDED NOVEMBER 30, 2025**



	MAY 2025	JUNE 2025	JULY 2025	AUGUST 2025	SEPTEMBER 2025	OCTOBER 2025	6 Month Prior YTD	NOVEMBER 2025
Total Members - MCAL	403,890	404,799	405,629	402,071	401,037	400,346	2,417,772	398,873
<b>REVENUES</b>								
Medicaid - Family Members	228.41	227.71	228.01	230.12	227.71	231.03	228.83	227.47
Medicaid - Expansion Members	421.48	421.84	420.68	423.75	422.37	421.00	421.85	424.89
Medicaid - SPD Members	797.42	801.74	805.73	798.64	808.99	803.27	802.64	803.34
Medicaid - LTC Members	-	-	-	-	-	-	-	-
Premium - MCO Tax	146.39	146.12	145.79	(0.00)	294.92	147.71	146.75	148.26
Premium - Hospital Directed Payments	145.81	145.94	145.54	145.38	145.37	144.51	145.42	145.63
Investment Earnings And Other Income	3.73	4.71	4.07	4.75	4.65	3.87	4.30	4.14
Reinsurance Recoveries	-	3.95	0.74	1.92	5.37	0.67	2.11	3.68
Rate Adjustments - Hospital Directed Payments	0.20	(0.09)	10.50	(131.96)	0.07	0.01	(20.15)	0.06
Rate/Income Adjustments	0.34	23.90	11.90	0.37	(0.15)	8.99	7.58	1.58
<b>Total Revenues</b>	<b>646.88</b>	<b>675.18</b>	<b>669.31</b>	<b>372.55</b>	<b>802.22</b>	<b>658.71</b>	<b>637.49</b>	<b>655.81</b>
<b>EXPENSES</b>								
<b>MEDICAL COSTS</b>								
Physician Services	97.60	104.03	94.02	95.14	89.21	94.01	95.68	94.66
Other Professional Services	26.48	28.47	27.40	31.73	28.87	30.71	28.94	27.44
Emergency Room	17.52	17.30	16.22	15.69	17.11	15.99	16.64	18.35
Inpatient	97.37	97.65	84.71	84.68	83.48	85.65	88.94	90.59
Reinsurance Expense	0.67	0.63	0.64	0.65	0.66	0.65	0.65	0.65
Outpatient Hospital	35.55	37.99	38.34	37.85	42.68	46.48	39.80	51.49
Other Medical	86.37	93.00	94.06	86.32	85.04	87.55	88.74	92.39
Pay for Performance Quality Incentive	1.50	1.75	1.50	1.50	1.50	1.50	1.54	1.50
Risk Corridor Expense	-	-	-	-	3.97	2.79	1.12	-
Hospital Directed Payments	145.81	145.94	145.54	145.41	145.37	144.51	145.43	145.63
Hospital Directed Payment Adjustment	2.72	(0.09)	10.51	(132.24)	(0.13)	0.01	(19.81)	0.06
Non-Claims Expense Adjustment	(25.41)	(0.00)	0.25	0.02	3.53	(0.03)	(3.62)	(0.01)
IBNR, Incentive, Paid Claims Adjustment	(0.09)	(2.04)	2.03	3.34	1.20	(0.06)	0.73	(0.10)
<b>Total Medical Costs</b>	<b>486.08</b>	<b>524.62</b>	<b>515.22</b>	<b>370.08</b>	<b>502.48</b>	<b>509.75</b>	<b>484.77</b>	<b>522.65</b>
<b>GROSS MARGIN</b>	<b>160.81</b>	<b>150.56</b>	<b>154.08</b>	<b>2.47</b>	<b>299.74</b>	<b>148.97</b>	<b>152.72</b>	<b>133.16</b>
<b>ADMINISTRATIVE COSTS</b>								
Compensation	9.59	9.67	9.87	9.46	10.18	11.05	9.97	8.55
Purchased Services	6.65	5.39	6.98	3.31	4.59	3.93	5.15	3.97
Supplies	0.30	0.27	0.34	0.84	0.38	0.55	0.45	0.56
Depreciation	1.50	1.49	1.49	1.50	1.50	1.50	1.50	1.50
Other Administrative Expenses	2.07	1.62	2.75	1.40	1.36	1.16	1.73	1.37
Administrative Expense Adjustment	0.17	0.12	(0.00)	-	-	0.20	0.08	0.19
<b>Total Administrative Expenses</b>	<b>20.29</b>	<b>18.56</b>	<b>21.43</b>	<b>16.52</b>	<b>18.01</b>	<b>18.38</b>	<b>18.87</b>	<b>16.14</b>
<b>TOTAL EXPENSES</b>	<b>506.36</b>	<b>543.17</b>	<b>536.65</b>	<b>386.60</b>	<b>520.48</b>	<b>528.13</b>	<b>503.64</b>	<b>538.79</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>140.52</b>	<b>132.00</b>	<b>132.65</b>	<b>(14.05)</b>	<b>281.74</b>	<b>130.59</b>	<b>133.85</b>	<b>117.01</b>
<b>MCO TAX</b>	<b>146.42</b>	<b>146.09</b>	<b>145.79</b>	<b>(0.00)</b>	<b>294.92</b>	<b>147.71</b>	<b>146.75</b>	<b>148.26</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>(5.89)</b>	<b>(14.08)</b>	<b>(13.14)</b>	<b>(14.05)</b>	<b>(13.18)</b>	<b>(17.13)</b>	<b>(12.90)</b>	<b>(31.24)</b>
<b>NON-OPERATING REVENUE (EXPENSE)</b>								
Total Non-Operating Revenue (Expense)	(2.09)	(2.86)	(3.55)	(0.80)	(2.25)	(1.34)	(2.15)	(1.42)
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>(7.99)</b>	<b>(16.94)</b>	<b>(16.69)</b>	<b>(14.84)</b>	<b>(15.42)</b>	<b>(18.47)</b>	<b>(15.05)</b>	<b>(32.66)</b>
<b>MEDICAL LOSS RATIO</b>	<b>95.2%</b>	<b>98.8%</b>	<b>97.7%</b>	<b>99.4%</b>	<b>98.7%</b>	<b>99.7%</b>	<b>98.3%</b>	<b>104.2%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>5.7%</b>	<b>4.8%</b>	<b>5.8%</b>	<b>4.6%</b>	<b>5.0%</b>	<b>5.0%</b>	<b>5.2%</b>	<b>4.5%</b>

**MEDI-CAL  
SCHEDULE OF REVENUES - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025**



REVENUES	November	Budget	Variance
Premium - Medi-Cal	46,645,725	49,058,617	(2,412,892)
Premium - Maternity Kick	3,481,423	3,409,618	71,805
Premium - Enhanced Care Management	2,088,795	1,779,439	309,356
Premium - Major Organ Transplant	159,061	241,039	(81,979)
Premium - Provider Enhancement	1,410,156	1,186,729	223,427
Premium - GEMT	157,937	184,829	(26,893)
Premium - Equity & Practice Transformation	38,213	-	38,213
Other	95,533	109,120	(13,587)
<b>TOTAL MEDICAID - FAMILY MEMBERS</b>	<b>54,076,842</b>	<b>55,969,392</b>	<b>(1,892,549)</b>
Premium - Medi-Cal	44,448,054	44,592,454	(144,400)
Premium - Maternity Kick	648,950	442,636	206,313
Premium - Enhanced Care Management	2,112,305	1,778,641	333,664
Premium - Major Organ Transplant	283,194	422,945	(139,751)
Premium - Provider Enhancement	423,272	364,845	58,427
Premium - GEMT	232,239	261,525	(29,286)
Premium - Equity & Practice Transformation	18,212	-	18,212
Other	45,530	49,720	(4,190)
<b>TOTAL MEDICAID - EXPANSION MEMBERS</b>	<b>48,211,756</b>	<b>47,912,766</b>	<b>298,990</b>
Premium - Medi-Cal	36,659,285	38,844,006	(2,184,721)
Premium - Enhanced Care Management	1,343,241	1,014,864	328,377
Premium - Major Organ Transplant	118,279	341,085	(222,806)
Premium - Provider Enhancement	31,997	28,525	3,472
Premium - GEMT	138,536	173,842	(35,306)
Premium - Equity & Practice Transformation	3,360	-	3,360
Premium - Distinct Part Nursing Facility	1,358	-	1,358
Other	140	140	-
<b>TOTAL MEDICAID - SPD MEMBERS</b>	<b>38,296,196</b>	<b>40,402,462</b>	<b>(2,106,266)</b>

Year to Date	Budget	Variance
520,001,816	534,204,818	(14,203,002)
39,074,395	37,127,713	1,946,681
23,287,140	19,376,512	3,910,628
1,777,539	2,624,705	(847,166)
15,732,674	12,922,428	2,810,246
1,762,333	2,012,628	(250,295)
424,738	-	424,738
1,061,846	1,188,220	(126,374)
<b>603,122,480</b>	<b>609,457,024</b>	<b>(6,334,544)</b>
494,628,199	490,516,997	4,111,202
4,855,669	4,868,999	(13,329)
23,575,999	19,565,046	4,010,953
3,149,655	4,652,395	(1,502,740)
4,720,807	4,013,295	707,512
2,592,843	2,876,775	(283,932)
202,948	-	202,948
507,370	546,920	(39,550)
<b>534,233,489</b>	<b>527,040,427</b>	<b>7,193,062</b>
398,627,047	427,284,217	(28,657,170)
14,673,210	11,163,505	3,509,706
1,273,462	3,751,935	(2,478,473)
350,134	313,775	36,359
1,508,459	1,912,262	(403,803)
36,351	-	36,351
13,775	-	13,775
1,386	1,386	-
<b>416,483,823</b>	<b>444,427,079</b>	<b>(27,943,256)</b>

KHS Finance Committee Meeting, February 13, 2026

**MEDI-CAL  
SCHEDULE OF REVENUES - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025**



REVENUES	January	February	March	April	May	June
Premium - Medi-Cal	47,363,308	47,545,964	47,551,546	47,638,089	47,672,367	47,373,580
Premium - Maternity Kick	3,443,250	3,489,058	2,840,108	3,053,880	3,351,633	3,580,674
Premium - Enhanced Care Management	2,125,064	2,131,060	2,130,863	2,133,053	2,132,628	2,122,809
Premium - Major Organ Transplant	160,356	161,697	161,742	162,891	164,567	162,543
Premium - Provider Enhancement	1,429,771	1,437,183	1,437,262	1,441,621	1,445,331	1,434,006
Premium - GEMT	160,977	161,437	161,348	161,465	161,307	160,694
Premium - Equity & Practice Transformation	-	-	-	-	-	-
Other	96,746	97,035	97,150	97,236	97,118	96,437
<b>TOTAL MEDICAID - FAMILY MEMBERS</b>	<b>54,779,472</b>	<b>55,023,433</b>	<b>54,380,020</b>	<b>54,688,236</b>	<b>55,024,952</b>	<b>54,930,744</b>
Premium - Medi-Cal	44,855,744	45,219,120	45,018,916	45,125,766	45,365,301	45,433,984
Premium - Maternity Kick	564,968	511,525	480,986	412,274	206,137	381,735
Premium - Enhanced Care Management	2,153,257	2,165,899	2,154,091	2,150,015	2,149,171	2,170,055
Premium - Major Organ Transplant	285,237	287,671	286,455	287,370	289,211	289,196
Premium - Provider Enhancement	430,414	433,175	430,922	430,557	430,991	434,307
Premium - GEMT	236,976	238,316	236,993	236,445	236,220	238,707
Premium - Equity & Practice Transformation	-	-	-	-	-	-
Other	46,164	46,490	46,262	46,280	46,403	46,649
<b>TOTAL MEDICAID - EXPANSION MEMBERS</b>	<b>48,572,760</b>	<b>48,902,196</b>	<b>48,654,624</b>	<b>48,688,708</b>	<b>48,723,433</b>	<b>48,994,633</b>
Premium - Medi-Cal	37,081,984	34,297,701	35,919,054	36,050,326	36,169,992	36,388,660
Premium - Enhanced Care Management	1,403,572	1,238,016	1,326,920	1,327,850	1,329,835	1,341,543
Premium - Major Organ Transplant	125,409	102,004	114,724	115,251	115,746	116,094
Premium - Provider Enhancement	35,647	27,621	31,770	31,745	31,837	32,025
Premium - GEMT	151,476	120,067	136,547	136,681	137,134	137,832
Premium - Equity & Practice Transformation	-	-	-	-	-	-
Premium - Distinct Part Nursing Facility	1,259	1,293	1,251	1,227	1,206	1,232
Other	112	114	115	110	106	112
<b>TOTAL MEDICAID - SPD MEMBERS</b>	<b>38,799,459</b>	<b>35,786,816</b>	<b>37,530,381</b>	<b>37,663,190</b>	<b>37,785,856</b>	<b>38,017,497</b>

**MEDI-CAL  
SCHEDULE OF REVENUES - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025**



REVENUES	July	August	September	October	November	Year to Date
Premium - Medi-Cal	47,430,400	47,285,713	46,769,228	46,725,896	46,645,725	520,001,816
Premium - Maternity Kick	3,702,830	4,031,122	3,886,062	4,214,354	3,481,423	39,074,395
Premium - Enhanced Care Management	2,122,439	2,116,979	2,092,576	2,090,874	2,088,795	23,287,140
Premium - Major Organ Transplant	162,658	162,575	159,929	159,520	159,061	1,777,539
Premium - Provider Enhancement	1,436,284	1,432,031	1,415,311	1,413,718	1,410,156	15,732,674
Premium - GEMT	160,596	160,128	158,257	158,186	157,937	1,762,333
Premium - Equity & Practice Transformation	-	-	-	386,525	38,213	424,738
Other	96,828	96,418	95,719	95,626	95,533	1,061,846
<b>TOTAL MEDICAID - FAMILY MEMBERS</b>	<b>55,112,034</b>	<b>55,284,966</b>	<b>54,577,083</b>	<b>55,244,699</b>	<b>54,076,842</b>	<b>603,122,480</b>
Premium - Medi-Cal	45,545,841	44,944,541	44,442,704	44,228,226	44,448,054	494,628,199
Premium - Maternity Kick	335,927	480,986	473,351	358,831	648,950	4,855,669
Premium - Enhanced Care Management	2,167,026	2,138,244	2,113,720	2,102,217	2,112,305	23,575,999
Premium - Major Organ Transplant	290,123	286,297	283,117	281,784	283,194	3,149,655
Premium - Provider Enhancement	434,111	428,354	423,473	421,232	423,272	4,720,807
Premium - GEMT	238,283	235,117	232,413	231,134	232,239	2,592,843
Premium - Equity & Practice Transformation	-	-	-	184,736	18,212	202,948
Other	46,680	46,062	45,542	45,309	45,530	507,370
<b>TOTAL MEDICAID - EXPANSION MEMBERS</b>	<b>49,057,991</b>	<b>48,559,601</b>	<b>48,014,320</b>	<b>47,853,469</b>	<b>48,211,756</b>	<b>534,233,489</b>
Premium - Medi-Cal	36,483,130	36,113,888	36,918,872	36,544,155	36,659,285	398,627,047
Premium - Enhanced Care Management	1,340,261	1,323,952	1,360,266	1,337,755	1,343,241	14,673,210
Premium - Major Organ Transplant	116,793	114,376	118,931	115,854	118,279	1,273,462
Premium - Provider Enhancement	31,932	31,316	32,664	31,580	31,997	350,134
Premium - GEMT	137,816	135,165	140,709	136,496	138,536	1,508,459
Premium - Equity & Practice Transformation	-	-	-	32,991	3,360	36,351
Premium - Distinct Part Nursing Facility	1,194	1,169	1,247	1,339	1,358	13,775
Other	135	124	159	158	140	1,386
<b>TOTAL MEDICAID - SPD MEMBERS</b>	<b>38,111,261</b>	<b>37,719,991</b>	<b>38,572,848</b>	<b>38,200,328</b>	<b>38,296,196</b>	<b>416,483,823</b>

KHS Finance Committee Meeting, February 13, 2026

**MEDI-CAL  
SCHEDULE OF MEDICAL COSTS - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025**



	November	Budget	Variance	Year to Date	Budget	Variance
<b>Physician Services</b>						
Primary Care Physician Services	11,642,661	8,215,225	(3,427,436)	102,807,422	89,759,629	(13,047,793)
Referral Specialty Services	25,177,072	25,010,332	(166,740)	286,544,045	273,921,707	(12,622,338)
Urgent Care & After Hours Advice	928,072	3,850,792	2,922,720	32,193,096	42,066,504	9,873,408
Hospital Admitting Team	9,000	9,000	-	100,200	100,200	-
<b>Total Physician Services</b>	<b>37,756,805</b>	<b>37,085,349</b>	<b>(671,456)</b>	<b>421,644,764</b>	<b>405,848,041</b>	<b>(15,796,723)</b>
<b>Other Professional Services</b>						
Vision Service Capitation	340,003	367,200	27,197	3,777,372	4,014,450	237,078
221 - Business Intelligence	177,177	194,224	17,047	2,171,538	2,128,449	(43,089)
223 - Enterprise Configuration	110,202	135,711	25,510	1,434,852	1,487,223	52,372
310 - Health Services - Utilization Management	756,459	780,258	23,798	8,646,822	8,550,631	(96,191)
311 - Health Services - Quality Improvement	232,377	287,955	55,577	2,693,108	3,155,615	462,507
312 - Health Services Education	285,744	358,716	72,973	3,610,908	3,931,075	320,166
313 - Pharmacy	106,556	128,716	22,159	1,333,961	1,410,562	76,601
314 - Enhanced Care Management	344,417	398,100	53,683	4,385,625	4,362,671	(22,954)
316 - Population Health Management	455,330	614,560	159,229	5,864,764	6,734,793	870,029
317 - In Lieu of Services	67,411	131,060	63,649	1,388,711	1,436,251	47,540
321 - Homeless Management Information Services	20,015	42,845	22,831	268,553	469,532	200,979
330 - Member Services	824,995	1,094,219	269,223	11,516,851	11,991,246	474,395
331 - Member Outreach	101,692	253,844	152,152	1,358,602	2,781,807	1,423,205
410 - Member Engagement	47,894	106,259	58,365	628,848	1,164,466	535,618
601 - Behavioral Health	121,103	178,092	56,989	1,652,767	1,951,662	298,896
602 - Quality & Health Equity	72,711	82,649	9,938	871,691	905,726	34,035
605 - Quality Performance	131,980	188,075	56,096	1,671,383	2,061,068	389,686
Behavior Health Treatment	3,887,059	2,851,787	(1,035,273)	39,167,921	31,182,710	(7,985,211)
Mental Health Services	659,292	681,771	22,479	7,011,514	7,476,254	464,740
Other Professional Services	2,203,830	2,054,070	(149,761)	23,720,315	22,489,642	(1,230,673)
<b>Total Other Professional Services</b>	<b>10,946,249</b>	<b>10,930,111</b>	<b>(16,137)</b>	<b>123,176,104</b>	<b>119,685,835</b>	<b>(3,490,270)</b>
Emergency Room	7,320,640	6,855,872	(464,768)	73,905,686	74,989,489	1,083,803
Inpatient Hospital	36,135,732	34,160,140	(1,975,592)	383,360,181	374,508,382	(8,851,800)
Reinsurance Expense Premium	257,831	276,599	18,768	2,879,861	3,023,046	143,185
Outpatient Hospital	20,537,887	15,502,085	(5,035,802)	179,738,095	169,996,761	(9,741,334)
<b>Other Medical</b>						
Ambulance and NEMT	4,568,473	5,067,222	498,749	65,934,176	55,606,379	(10,327,797)
Home Health Services & CBAS	1,618,518	1,321,074	(297,445)	17,176,165	14,516,698	(2,659,467)
Utilization and Quality Review Expenses	1,003,384	1,825,490	822,106	13,336,137	20,005,050	6,668,913
Long Term/SNF/Hospice	15,396,429	11,526,866	(3,869,563)	125,241,641	126,730,979	1,489,338
Provider Enhancement Expense - Prop. 56	1,772,799	1,666,244	(106,555)	19,767,927	16,387,023	(3,380,904)
Provider Enhancement Expense - GEMT	584,807	424,037	(160,770)	5,978,840	6,461,582	482,741
Enhanced Care Management	7,694,367	4,344,297	(3,350,071)	60,886,776	47,599,811	(13,286,966)
Community Support Services	948,675	-	(948,675)	41,951,699	-	(41,951,699)
Major Organ Transplant	529,617	954,816	425,199	5,935,260	10,477,583	4,542,323
Cal AIM Incentive Programs	-	-	-	1,503,032	-	(1,503,032)
Student Behavioral Health Incentive	-	-	-	1,321,164	-	(1,321,164)
Housing and Homelessness Incentive	-	-	-	1,325,000	-	(1,325,000)
Equity & Practice Transformation Expense	59,786	-	(59,786)	664,037	-	(664,037)
Distinct Part Nursing Facility Expense	1,358	-	(1,358)	13,775	-	(13,775)
DME/Rebates	2,673,501	1,994,935	(678,566)	25,199,046	21,876,109	(3,322,937)
<b>Total Other Medical</b>	<b>36,851,714</b>	<b>29,124,981</b>	<b>(7,726,733)</b>	<b>386,234,677</b>	<b>319,661,214</b>	<b>(66,573,463)</b>
Pay for Performance Quality Incentive	598,310	611,993	13,684	6,755,095	6,690,758	(64,337)
Risk Corridor Expense	-	-	-	2,708,699	-	(2,708,699)
Hospital Directed Payments	58,087,932	24,505,142	(33,582,790)	645,423,305	268,471,785	(376,951,520)
Hospital Directed Payment Adjustment	22,608	-	(22,608)	57,340,646	-	(57,340,646)
Non-Claims Expense Adjustment	(4,951)	-	4,951	(15,249,399)	-	15,249,399
IBNR, Incentive, Paid Claims Adjustment	(38,786)	-	38,786	(286,414)	-	286,414
<b>Total Medical Costs</b>	<b>208,471,968</b>	<b>159,052,270</b>	<b>(49,419,697)</b>	<b>2,267,631,300</b>	<b>1,742,875,310</b>	<b>(524,755,990)</b>

MEDI-CAL  
SCHEDULE OF MEDICAL COSTS - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025



	November	Budget	Variance
<b>TOTAL MEMBERS - MCAL</b>	<b>398,873</b>	<b>408,000</b>	<b>(9,127)</b>
<b>Physician Services</b>			
Primary Care Physician Services	29.19	20.14	(9.05)
Referral Specialty Services	63.12	61.30	(1.82)
Urgent Care & After Hours Advice	2.33	9.44	7.11
Hospital Admitting Team	0.02	0.02	(0.00)
<b>Total Physician Services</b>	<b>94.66</b>	<b>90.90</b>	<b>(3.76)</b>
<b>Other Professional Services</b>			
Vision Service Capitation	0.85	0.90	0.05
221 - Business Intelligence	0.44	0.48	0.03
223 - Enterprise Configuration	0.28	0.33	0.06
310 - Health Services - Utilization Management	1.90	1.91	0.02
311 - Health Services - Quality Improvement	0.58	0.71	0.12
312 - Health Services Education	0.72	0.88	0.16
313 - Pharmacy	0.27	0.32	0.05
314 - Enhanced Care Management	0.86	0.98	0.11
316 - Population Health Management	1.14	1.51	0.36
317 - In Lieu of Services	0.17	0.32	0.15
321 - Homeless Management Information Services	0.05	0.11	0.05
330 - Member Services	2.07	2.68	0.61
331 - Member Outreach	0.25	0.62	0.37
410 - Member Engagement	0.12	0.26	0.14
601 - Behavioral Health	0.30	0.44	0.13
602 - Quality & Health Equity	0.18	0.20	0.02
605 - Quality Performance	0.33	0.46	0.13
Behavior Health Treatment	9.75	6.99	(2.76)
Mental Health Services	1.65	1.67	0.02
Other Professional Services	5.53	5.03	(0.49)
<b>Total Other Professional Services</b>	<b>27.44</b>	<b>26.79</b>	<b>(0.65)</b>
Emergency Room	18.35	16.80	(1.55)
Inpatient Hospital	90.59	83.73	(6.87)
Reinsurance Expense Premium	0.65	0.68	0.03
Outpatient Hospital	51.49	38.00	(13.49)
<b>Other Medical</b>			
Ambulance and NEMT	11.45	12.42	0.97
Home Health Services & CBAS	4.06	3.24	(0.82)
Utilization and Quality Review Expenses	2.52	4.47	1.96
Long Term/SNF/Hospice	38.60	28.25	(10.35)
Provider Enhancement Expense - Prop. 56	4.44	4.08	(0.36)
Provider Enhancement Expense - GEMT	1.47	1.04	(0.43)
Enhanced Care Management	19.29	10.65	(8.64)
Community Support Services	2.38	-	(2.38)
Major Organ Transplant	1.33	2.34	1.01
Cal AIM Incentive Programs	-	-	-
Student Behavioral Health Incentive	-	-	-
Housing and Homelessness Incentive	-	-	-
Equity & Practice Transformation Expense	0.15	-	(0.15)
Distinct Part Nursing Facility Expense	0.00	-	(0.00)
DME/Rebates	6.70	4.89	(1.81)
<b>Total Other Medical</b>	<b>92.39</b>	<b>71.38</b>	<b>(21.00)</b>
Pay for Performance Quality Incentive	1.50	1.50	(0.00)
Risk Corridor Expense	-	-	-
Hospital Directed Payments	145.63	60.06	(85.57)
Hospital Directed Payment Adjustment	0.06	-	(0.06)
Non-Claims Expense Adjustment	(0.01)	-	0.01
IBNR, Incentive, Paid Claims Adjustment	(0.10)	-	0.10
<b>Total Medical Costs</b>	<b>522.65</b>	<b>389.83</b>	<b>(132.82)</b>

Year to Date	Budget	Variance
<b>4,436,730</b>	<b>4,460,500</b>	<b>(23,770)</b>
23.17	20.12	(3.05)
64.58	61.41	(3.17)
7.26	9.43	2.17
0.02	0.02	(0.00)
<b>95.04</b>	<b>90.99</b>	<b>(4.05)</b>
0.85	0.90	0.05
0.49	0.48	(0.01)
0.32	0.33	0.01
1.95	1.92	(0.03)
0.61	0.71	0.10
0.81	0.88	0.07
0.30	0.32	0.02
0.99	0.98	(0.01)
1.32	1.51	0.19
0.31	0.32	0.01
0.06	0.11	0.04
2.60	2.69	0.09
0.31	0.62	0.32
0.14	0.26	0.12
0.37	0.44	0.07
0.20	0.20	0.01
0.38	0.46	0.09
8.83	6.99	(1.84)
1.58	1.68	0.10
5.35	5.04	(0.30)
<b>27.76</b>	<b>26.83</b>	<b>(0.93)</b>
16.66	16.81	0.15
86.41	83.96	(2.44)
0.65	0.68	0.03
40.51	38.11	(2.40)
14.86	12.47	(2.39)
3.87	3.25	(0.62)
3.01	4.48	1.48
28.23	28.41	0.18
4.46	3.67	(0.78)
1.35	1.45	0.10
13.72	10.67	(3.05)
9.46	-	(9.46)
1.34	2.35	1.01
0.34	-	(0.34)
0.30	-	(0.30)
0.30	-	(0.30)
0.15	-	(0.15)
0.00	-	(0.00)
5.68	4.90	(0.78)
<b>87.05</b>	<b>71.66</b>	<b>(15.39)</b>
1.52	1.50	(0.02)
0.61	-	(0.61)
145.47	60.19	(85.28)
12.92	-	(12.92)
(3.44)	-	3.44
(0.06)	-	0.06
<b>511.10</b>	<b>390.74</b>	<b>(120.37)</b>

**MEDI-CAL**  
**SCHEDULE OF MEDICAL COSTS - ALL COA**  
**FOR THE MONTH ENDED NOVEMBER 30, 2025**



	January	February	March	April	May	June
<b>Physician Services</b>						
Primary Care Physician Services	6,633,777	10,235,649	8,511,088	8,021,079	8,209,102	10,026,387
Referral Specialty Services	25,541,006	24,175,932	26,067,518	27,364,943	29,514,962	29,048,662
Urgent Care & After Hours Advice	3,948,407	4,291,828	4,106,619	3,623,145	1,686,319	3,028,060
Hospital Admitting Team	9,300	8,400	9,300	9,000	9,300	9,000
<b>Total Physician Services</b>	<b>36,132,491</b>	<b>38,711,809</b>	<b>38,694,525</b>	<b>39,018,167</b>	<b>39,419,683</b>	<b>42,112,109</b>
<b>Other Professional Services</b>						
Vision Service Capitation	344,606	343,774	343,775	345,653	344,127	343,908
221 - Business Intelligence	211,963	188,504	191,787	186,842	193,999	194,435
223 - Enterprise Configuration	142,213	117,289	130,628	128,689	138,241	135,954
310 - Health Services - Utilization Management	826,640	762,266	757,294	734,148	748,550	710,325
311 - Health Services - Quality Improvement	306,121	220,471	220,433	238,693	248,061	241,982
312 - Health Services Education	321,705	307,110	316,293	312,444	315,011	323,825
313 - Pharmacy	140,301	111,951	115,447	113,186	123,215	119,553
314 - Enhanced Care Management	411,824	347,498	371,602	395,870	390,150	390,990
316 - Population Health Management	593,720	502,067	520,999	496,916	507,502	519,902
317 - In Lieu of Services	134,223	120,595	127,368	125,560	133,141	134,784
321 - Homeless Management Information Services	44,251	23,122	20,283	21,008	21,840	22,122
330 - Member Services	1,080,746	1,029,669	1,011,284	1,016,232	1,067,629	1,025,969
331 - Member Outreach	83,414	78,217	82,465	117,142	86,498	86,260
410 - Member Engagement	59,841	54,424	57,455	57,181	58,977	57,105
601 - Behavioral Health	170,807	146,523	140,152	147,490	160,019	150,152
602 - Quality & Health Equity	82,237	78,819	78,678	79,984	78,183	73,359
605 - Quality Performance	154,331	142,203	160,748	156,090	148,645	139,390
Behavior Health Treatment	3,181,908	3,355,677	2,493,778	3,786,771	2,901,828	3,914,355
Mental Health Services	974,251	506,210	300,821	550,412	609,128	555,723
Other Professional Services	2,180,697	1,568,304	2,126,040	2,241,884	2,418,598	2,383,070
<b>Total Other Professional Services</b>	<b>11,445,798</b>	<b>10,004,694</b>	<b>9,567,330</b>	<b>11,252,193</b>	<b>10,693,341</b>	<b>11,523,165</b>
Emergency Room	7,289,728	6,508,981	6,225,711	6,330,730	7,074,183	7,003,225
Inpatient Hospital	33,857,875	31,406,220	33,213,126	33,714,646	39,326,548	39,527,275
Reinsurance Expense Premium	269,619	269,619	269,619	240,829	271,713	255,781
Outpatient Hospital	16,019,765	15,697,949	14,487,044	16,762,573	14,357,942	15,379,229
<b>Other Medical</b>						
Ambulance and NEMT	5,965,805	7,090,416	6,724,343	5,827,057	6,396,406	6,536,276
Home Health Services & CBAS	1,636,266	1,531,236	1,185,227	1,395,613	1,130,422	1,646,789
Utilization and Quality Review Expenses	936,126	930,163	1,665,464	773,340	1,444,299	972,636
Long Term/SNF/Hospice	10,523,545	10,822,106	9,460,426	10,684,436	10,165,912	11,159,610
Provider Enhancement Expense - Prop. 56	1,801,039	1,803,328	1,805,739	1,809,345	1,813,309	1,805,939
Provider Enhancement Expense - GEMT	549,430	519,819	534,888	534,592	534,661	536,894
Enhanced Care Management	5,134,027	5,521,997	5,331,279	5,330,372	5,331,053	5,352,687
Community Support Services	590,845	3,824,743	4,662,690	6,140,445	5,298,573	6,510,178
Major Organ Transplant	542,452	574,592	534,775	537,237	541,047	533,290
Cal AIM Incentive Programs	275,000	188,015	390,633	125,018	90,000	-
Student Behavioral Health Incentive	-	-	-	-	-	-
Housing and Homelessness Incentive	-	-	-	-	-	200,000
Equity & Practice Transformation Expense	-	-	-	-	-	-
Distinct Part Nursing Facility Expense	1,259	1,293	1,251	1,227	1,206	1,232
DME/Rebates	2,339,823	1,958,689	1,991,312	2,331,626	2,136,985	2,389,588
<b>Total Other Medical</b>	<b>30,295,617</b>	<b>34,766,397</b>	<b>34,288,028</b>	<b>35,490,308</b>	<b>34,883,873</b>	<b>37,645,117</b>
Pay for Performance Quality Incentive	606,662	608,318	607,800	607,349	605,835	707,199
Risk Corridor Expense	-	-	-	-	-	-
Hospital Directed Payments	59,831,392	58,045,936	58,943,903	58,897,348	58,890,354	59,075,312
Hospital Directed Payment Adjustment	103,134,648	1,953,159	15,484	111,948	1,098,088	(37,127)
Non-Claims Expense Adjustment	(350,170)	(2,753,743)	(3,382,901)	(1,877)	(10,262,733)	(283)
IBNR, Incentive, Paid Claims Adjustment	388,615	248,637	21,094	(2,667,286)	(37,610)	(826,300)
<b>Total Medical Costs</b>	<b>298,922,038</b>	<b>195,467,975</b>	<b>192,950,763</b>	<b>199,756,928</b>	<b>196,321,218</b>	<b>212,364,700</b>



**MEDI-CAL  
SCHEDULE OF MEDICAL COSTS - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025**

	July	August	September	October	November	Year to Date
<b>Physician Services</b>						
Primary Care Physician Services	9,216,722	9,577,793	10,189,013	10,544,151	11,642,661	102,807,422
Referral Specialty Services	25,977,509	26,256,618	22,742,517	24,677,307	25,177,072	286,544,045
Urgent Care & After Hours Advice	2,934,095	2,407,589	2,835,055	2,403,907	928,072	32,193,096
Hospital Admitting Team	9,300	9,300	9,000	9,300	9,000	100,200
<b>Total Physician Services</b>	<b>38,137,625</b>	<b>38,251,300</b>	<b>35,775,586</b>	<b>37,634,665</b>	<b>37,756,805</b>	<b>421,644,764</b>
<b>Other Professional Services</b>						
Vision Service Capitation	342,449	344,852	345,490	338,736	340,003	3,777,372
221 - Business Intelligence	203,605	188,920	211,041	223,265	177,177	2,171,538
223 - Enterprise Configuration	137,093	118,366	129,610	146,567	110,202	1,434,852
310 - Health Services - Utilization Management	791,938	758,725	881,480	918,998	756,459	8,646,822
311 - Health Services - Quality Improvement	228,544	216,012	261,284	279,131	232,377	2,693,108
312 - Health Services Education	333,163	346,379	352,281	396,952	285,744	3,610,908
313 - Pharmacy	113,809	122,168	127,755	140,020	106,556	1,333,961
314 - Enhanced Care Management	411,433	391,539	441,586	488,716	344,417	4,385,625
316 - Population Health Management	565,114	513,656	575,146	614,411	455,330	5,864,764
317 - In Lieu of Services	133,606	136,171	137,205	138,646	67,411	1,388,711
321 - Homeless Management Information Services	23,226	21,901	24,334	26,452	20,015	268,553
330 - Member Services	1,061,079	1,033,664	1,106,665	1,258,918	824,995	11,516,851
331 - Member Outreach	84,852	80,192	96,102	461,767	101,692	1,358,602
410 - Member Engagement	55,111	55,771	58,621	66,468	47,894	628,848
601 - Behavioral Health	158,413	133,836	153,441	170,830	121,103	1,652,767
602 - Quality & Health Equity	83,714	72,204	84,617	87,186	72,711	871,691
605 - Quality Performance	141,810	170,657	157,585	167,942	131,980	1,671,383
Behavior Health Treatment	3,582,170	4,843,499	3,550,384	3,670,491	3,887,059	39,167,921
Mental Health Services	703,273	689,979	729,471	732,954	659,292	7,011,514
Other Professional Services	1,958,620	2,518,539	2,155,116	1,965,617	2,203,830	23,720,315
<b>Total Other Professional Services</b>	<b>11,113,022</b>	<b>12,757,030</b>	<b>11,579,214</b>	<b>12,294,068</b>	<b>10,946,249</b>	<b>123,176,104</b>
Emergency Room	6,580,865	6,307,989	6,861,936	6,401,699	7,320,640	73,905,686
Inpatient Hospital	34,361,371	34,046,492	33,479,870	34,291,026	36,135,732	383,360,181
Reinsurance Expense Premium	260,984	262,299	262,754	258,815	257,831	2,879,861
Outpatient Hospital	15,553,674	15,218,411	17,115,477	18,608,145	20,537,887	179,738,095
<b>Other Medical</b>						
Ambulance and NEMT	5,807,437	5,548,491	5,936,856	5,532,616	4,568,473	65,934,176
Home Health Services & CBAS	1,686,511	1,887,076	1,728,134	1,730,373	1,618,518	17,176,165
Utilization and Quality Review Expenses	1,266,051	1,689,659	1,362,068	1,292,945	1,003,384	13,336,137
Long Term/SNF/Hospice	10,761,685	12,559,642	11,260,496	12,447,354	15,396,429	125,241,641
Provider Enhancement Expense - Prop. 56	1,807,377	1,797,523	1,778,220	1,773,309	1,772,799	19,767,927
Provider Enhancement Expense - GEMT	537,034	555,602	551,640	539,474	584,807	5,978,840
Enhanced Care Management	6,587,375	5,019,062	4,330,252	5,254,304	7,694,367	60,886,776
Community Support Services	4,917,304	2,803,270	3,111,631	3,143,346	948,675	41,951,699
Major Organ Transplant	731,538	344,643	533,878	532,190	529,617	5,935,260
Cal AIM Incentive Programs	434,367	-	-	-	-	1,503,032
Student Behavioral Health Incentive	-	-	1,318,248	2,916	-	1,321,164
Housing and Homelessness Incentive	1,125,000	-	-	-	-	1,325,000
Equity & Practice Transformation Expense	-	-	-	604,252	59,786	664,037
Distinct Part Nursing Facility Expense	1,194	1,169	1,247	1,339	1,358	13,775
DME/Rebates	2,491,164	2,500,899	2,191,326	2,194,133	2,673,501	25,199,046
<b>Total Other Medical</b>	<b>38,154,038</b>	<b>34,707,037</b>	<b>34,103,997</b>	<b>35,048,550</b>	<b>36,851,714</b>	<b>386,234,677</b>
Pay for Performance Quality Incentive	608,444	603,107	603,107	598,968	598,310	6,755,095
Risk Corridor Expense	-	-	1,591,081	1,117,618	-	2,708,699
Hospital Directed Payments	59,035,880	58,464,674	58,296,817	57,853,756	58,087,932	645,423,305
Hospital Directed Payment Adjustment	4,261,156	(53,169,871)	(53,406)	3,959	22,608	57,340,646
Non-Claims Expense Adjustment	99,601	6,421	1,413,996	(12,759)	(4,951)	(15,249,399)
IBNR, Incentive, Paid Claims Adjustment	822,578	1,343,361	482,033	(22,750)	(38,786)	(286,414)
<b>Total Medical Costs</b>	<b>208,989,239</b>	<b>148,798,250</b>	<b>201,512,462</b>	<b>204,075,760</b>	<b>208,471,968</b>	<b>2,267,631,300</b>

**MEDI-CAL**  
**SCHEDULE OF MEDICAL COSTS - ALL COA**  
**FOR THE MONTH ENDED NOVEMBER 30, 2025**



	January	February	March	April	May	June
<b>Physician Services</b>						
Primary Care Physician Services	16.40	25.24	21.00	19.81	20.33	24.77
Referral Specialty Services	63.15	59.61	64.33	67.58	73.08	71.76
Urgent Care & After Hours Advice	9.76	10.58	10.13	8.95	4.18	7.48
Hospital Admitting Team	0.02	0.02	0.02	0.02	0.02	0.02
<b>Total Physician Services</b>	<b>89.34</b>	<b>95.46</b>	<b>95.49</b>	<b>96.37</b>	<b>97.60</b>	<b>104.03</b>
<b>Other Professional Services</b>						
Vision Service Capitation	0.85	0.85	0.85	0.85	0.85	0.85
221 - Business Intelligence	0.52	0.46	0.47	0.46	0.48	0.48
223 - Enterprise Configuration	0.35	0.29	0.32	0.32	0.34	0.34
310 - Health Services - Utilization Management	2.04	1.88	1.87	1.81	1.85	1.75
311 - Health Services - Quality Improvement	0.76	0.54	0.54	0.59	0.61	0.60
312 - Health Services Education	0.80	0.76	0.78	0.77	0.78	0.80
313 - Pharmacy	0.35	0.28	0.28	0.28	0.31	0.30
314 - Enhanced Care Management	1.02	0.86	0.92	0.98	0.97	0.97
316 - Population Health Management	1.47	1.24	1.29	1.23	1.26	1.28
317 - In Lieu of Services	0.33	0.30	0.31	0.31	0.33	0.33
321 - Homeless Management Information Services	0.11	0.06	0.05	0.05	0.05	0.05
330 - Member Services	2.67	2.54	2.50	2.51	2.64	2.53
331 - Member Outreach	0.21	0.19	0.20	0.29	0.21	0.21
410 - Member Engagement	0.15	0.13	0.14	0.14	0.15	0.14
601 - Behavioral Health	0.42	0.36	0.35	0.36	0.40	0.37
602 - Quality & Health Equity	0.20	0.19	0.19	0.20	0.19	0.18
605 - Quality Performance	0.38	0.35	0.40	0.39	0.37	0.34
Behavior Health Treatment	7.87	8.27	6.15	9.35	7.18	9.67
Mental Health Services	2.41	1.25	0.74	1.36	1.51	1.37
Other Professional Services	5.39	3.87	5.25	5.54	5.99	5.89
<b>Total Other Professional Services</b>	<b>28.30</b>	<b>24.67</b>	<b>23.61</b>	<b>27.79</b>	<b>26.48</b>	<b>28.47</b>
Emergency Room	18.02	16.05	15.36	15.64	17.52	17.30
Inpatient Hospital	83.72	77.44	81.97	83.27	97.37	97.65
Reinsurance Expense Premium	0.67	0.66	0.67	0.59	0.67	0.63
Outpatient Hospital	39.61	38.71	35.75	41.40	35.55	37.99
<b>Other Medical</b>						
Ambulance and NEMT	14.75	17.48	16.60	14.39	15.84	16.15
Home Health Services & CBAS	4.05	3.78	2.93	3.45	2.80	4.07
Utilization and Quality Review Expenses	2.31	2.29	4.11	1.91	3.58	2.40
Long Term/SNF/Hospice	26.02	26.69	23.35	26.39	25.17	27.57
Provider Enhancement Expense - Prop. 56	4.45	4.45	4.46	4.47	4.49	4.46
Provider Enhancement Expense - GEMT	1.36	1.28	1.32	1.32	1.32	1.33
Enhanced Care Management	12.69	13.62	13.16	13.16	13.20	13.22
Community Support Services	1.46	9.43	11.51	15.17	13.12	16.08
Major Organ Transplant	1.34	1.42	1.32	1.33	1.34	1.32
Cal AIM Incentive Programs	0.68	0.46	0.96	0.31	0.22	-
Student Behavioral Health Incentive	-	-	-	-	-	-
Housing and Homelessness Incentive	-	-	-	-	-	0.49
Equity & Practice Transformation Expense	-	-	-	-	-	-
Distinct Part Nursing Facility Expense	0.00	0.00	0.00	0.00	0.00	0.00
DME	5.79	4.83	4.91	5.76	5.29	5.90
<b>Total Other Medical</b>	<b>74.91</b>	<b>85.73</b>	<b>84.62</b>	<b>87.65</b>	<b>86.37</b>	<b>93.00</b>
Pay for Performance Quality Incentive	1.50	1.50	1.50	1.50	1.50	1.75
Risk Corridor Expense	-	-	-	-	-	-
Hospital Directed Payments	147.94	143.13	145.47	145.46	145.81	145.94
Hospital Directed Payment Adjustment	255.01	4.82	0.04	0.28	2.72	(0.09)
Non-Claims Expense Adjustment	(0.87)	(6.79)	(8.35)	(0.00)	(25.41)	(0.00)
IBNR, Incentive, Paid Claims Adjustment	0.96	0.61	0.05	(6.59)	(0.09)	(2.04)
<b>Total Medical Costs</b>	<b>739.10</b>	<b>481.99</b>	<b>476.19</b>	<b>493.35</b>	<b>486.08</b>	<b>524.62</b>



**MEDI-CAL  
SCHEDULE OF MEDICAL COSTS - ALL COA  
FOR THE MONTH ENDED NOVEMBER 30, 2025**

	July	August	September	October	November	Year to Date
<b>Physician Services</b>						
Primary Care Physician Services	22.72	23.82	25.41	26.34	29.19	23.17
Referral Specialty Services	64.04	65.30	56.71	61.64	63.12	64.58
Urgent Care & After Hours Advice	7.23	5.99	7.07	6.00	2.33	7.26
Hospital Admitting Team	0.02	0.02	0.02	0.02	0.02	0.02
<b>Total Physician Services</b>	<b>94.02</b>	<b>95.14</b>	<b>89.21</b>	<b>94.01</b>	<b>94.66</b>	<b>95.04</b>
<b>Other Professional Services</b>						
Vision Service Capitation	0.84	0.86	0.86	0.85	0.85	0.85
221 - Business Intelligence	0.50	0.47	0.53	0.56	0.44	0.49
223 - Enterprise Configuration	0.34	0.29	0.32	0.37	0.28	0.32
310 - Health Services - Utilization Management	1.95	1.89	2.20	2.30	1.90	1.95
311 - Health Services - Quality Improvement	0.56	0.54	0.65	0.70	0.58	0.61
312 - Health Services Education	0.82	0.86	0.88	0.99	0.72	0.81
313 - Pharmacy	0.28	0.30	0.32	0.35	0.27	0.30
314 - Enhanced Care Management	1.01	0.97	1.10	1.22	0.86	0.99
316 - Population Health Management	1.39	1.28	1.43	1.53	1.14	1.32
317 - In Lieu of Services	0.33	0.34	0.34	0.35	0.17	0.31
321 - Homeless Management Information Services	0.06	0.05	0.06	0.07	0.05	0.06
330 - Member Services	2.62	2.57	2.76	3.14	2.07	2.60
331 - Member Outreach	0.21	0.20	0.24	1.15	0.25	0.31
410 - Member Engagement	0.14	0.14	0.15	0.17	0.12	0.14
601 - Behavioral Health	0.39	0.33	0.38	0.43	0.30	0.37
602 - Quality & Health Equity	0.21	0.18	0.21	0.22	0.18	0.20
605 - Quality Performance	0.35	0.42	0.39	0.42	0.33	0.38
Behavior Health Treatment	8.83	12.05	8.85	9.17	9.75	8.83
Mental Health Services	1.73	1.72	1.82	1.83	1.65	1.58
Other Professional Services	4.83	6.26	5.37	4.91	5.53	5.35
<b>Total Other Professional Services</b>	<b>27.40</b>	<b>31.73</b>	<b>28.87</b>	<b>30.71</b>	<b>27.44</b>	<b>27.76</b>
Emergency Room	16.22	15.69	17.11	15.99	18.35	16.66
Inpatient Hospital	84.71	84.68	83.48	85.65	90.59	86.41
Reinsurance Expense Premium	0.64	0.65	0.66	0.65	0.65	0.65
Outpatient Hospital	38.34	37.85	42.68	46.48	51.49	40.51
<b>Other Medical</b>						
Ambulance and NEMT	14.32	13.80	14.80	13.82	11.45	14.86
Home Health Services & CBAS	4.16	4.69	4.31	4.32	4.06	3.87
Utilization and Quality Review Expenses	3.12	4.20	3.40	3.23	2.52	3.01
Long Term/SNF/Hospice	26.53	31.24	28.08	31.09	38.60	28.23
Provider Enhancement Expense - Prop. 56	4.46	4.47	4.43	4.43	4.44	4.46
Provider Enhancement Expense - GEMT	1.32	1.38	1.38	1.35	1.47	1.35
Enhanced Care Management	16.24	12.48	10.80	13.12	19.29	13.72
Community Support Services	12.12	6.97	7.76	7.85	2.38	9.46
Major Organ Transplant	1.80	0.86	1.33	1.33	1.33	1.34
Cal AIM Incentive Programs	1.07	-	-	-	-	0.34
Student Behavioral Health Incentive	-	-	3.29	0.01	-	0.30
Housing and Homelessness Incentive	2.77	-	-	-	-	0.30
Equity & Practice Transformation Expense	-	-	-	1.51	0.15	0.15
Distinct Part Nursing Facility Expense	0.00	0.00	0.00	0.00	0.00	0.00
DME	6.14	6.22	5.46	5.48	6.70	5.68
<b>Total Other Medical</b>	<b>94.06</b>	<b>86.32</b>	<b>85.04</b>	<b>87.55</b>	<b>92.39</b>	<b>87.05</b>
Pay for Performance Quality Incentive	1.50	1.50	1.50	1.50	1.50	1.52
Risk Corridor Expense	-	-	3.97	2.79	-	0.61
Hospital Directed Payments	145.54	145.41	145.37	144.51	145.63	145.47
Hospital Directed Payment Adjustment	10.51	(132.24)	(0.13)	0.01	0.06	12.92
Non-Claims Expense Adjustment	0.25	0.02	3.53	(0.03)	(0.01)	(3.44)
IBNR, Incentive, Paid Claims Adjustment	2.03	3.34	1.20	(0.06)	(0.10)	(0.06)
<b>Total Medical Costs</b>	<b>515.22</b>	<b>370.08</b>	<b>502.48</b>	<b>509.75</b>	<b>522.65</b>	<b>511.10</b>

**MEDI-CAL  
SCHEDULE OF ADMINISTRATIVE EXPENSES BY DEPT  
FOR THE MONTH ENDED NOVEMBER 30, 2025**

	November	Budget	Variance	Year to Date	Budget	Variance
110 - Executive	568,466	650,390	81,924	6,791,252	7,154,293	363,042
112 - Government Relations	53,542	62,942	9,400	610,016	692,361	82,345
210 - Accounting	332,618	370,068	37,450	4,000,235	4,070,743	70,508
220 - Management Information Systems (MIS)	275,056	508,775	233,719	3,398,353	5,596,520	2,198,167
221 - Business Intelligence	284,908	246,484	(38,424)	4,132,950	2,711,325	(1,421,624)
222 - MIS Development	450,991	515,722	64,731	6,016,019	5,672,947	(343,072)
223 - Enterprise Configuration	208,966	322,452	113,485	2,760,935	3,546,967	786,032
224 - Cyber Security	138,654	43,744	(94,911)	749,796	481,180	(268,617)
225 - Infrastructure	683,636	1,140,153	456,517	8,496,707	12,541,681	4,044,974
226 - Technical Administrative Services	52,094	94,102	42,008	671,370	1,035,126	363,755
230 - Claims	770,687	823,338	52,650	10,505,340	9,056,711	(1,448,629)
240 - Project Development	208,279	216,007	7,728	2,411,308	2,376,076	(35,232)
310 - Health Services - Utilization Management	45,111	50,148	5,036	562,587	551,624	(10,963)
311 - Health Services - Quality Improvement	7,434	11,596	4,161	87,776	127,551	39,775
312 - Health Services - Education	0	648	648	415	7,132	6,717
313 - Pharmacy	0	11,450	11,450	32,583	125,950	93,367
314 - Enhanced Care Management	20,986	22,583	1,597	269,441	248,409	(21,032)
316 - Population Health Management	-	2,454	2,454	1,555	26,996	25,440
317 - Community Support Services	27,040	3,150	(23,890)	79,984	34,654	(45,330)
320 - Provider Network Management	241,711	326,776	85,066	3,040,010	3,594,540	554,529
321 - Homeless Management Information Serv	54	1,854	1,800	1,835	20,396	18,561
322 - Delegation & Oversight	18,230	30,422	12,192	324,968	334,639	9,670
330 - Member Services	137,617	229,307	91,690	1,536,123	2,522,401	986,278
340 - Corporate Services	883,370	1,128,044	244,674	9,921,106	12,408,489	2,487,383
360 - Audit & Investigative Services	274,900	306,189	31,289	3,304,512	3,368,078	63,567
410 - Member Engagement	53,564	62,873	9,309	712,263	691,607	(20,657)
420 - Sales/Marketing/Public Relations	7,842	329,532	321,689	2,581,384	3,624,848	1,043,464
510 - Human Resources	347,188	460,498	113,309	4,850,565	5,065,473	214,908
520 - Legal	95,708	122,824	27,116	744,084	1,351,059	606,975
601 - Behavioral Health	5,507	3,350	(2,157)	22,228	36,850	14,622
602 - Quality & Health Equity	6,165	35,573	29,408	182,268	391,303	209,035
603 - Medicare	76	-	(76)	76	-	(76)
604 - Clinical Operations, Strategy & Analytics	0	-	(0)	0	-	(0)
605 - Quality Performance	163,995	116,048	(47,947)	2,090,997	1,276,530	(814,467)
Administrative Expense Adjustment	74,147	200,000	125,853	1,208,911	2,200,000	991,089
<b>Total Administrative Expenses</b>	<b>6,438,543</b>	<b>8,449,494</b>	<b>2,010,951</b>	<b>82,099,954</b>	<b>92,944,456</b>	<b>10,844,501</b>

**MEDI-CAL  
SCHEDULE OF ADMINISTRATIVE EXPENSES BY DEPT  
FOR THE MONTH ENDED NOVEMBER 30, 2025**

	January	February	March	April	May	June
110 - Executive	682,639	453,118	564,215	590,083	706,155	707,525
112 - Government Relations	64,745	54,023	53,593	52,753	52,122	50,607
210 - Accounting	373,730	270,170	370,641	425,988	328,977	293,602
220 - Management Information Systems (MIS)	354,906	282,955	322,843	190,927	363,642	398,515
221 - Business Intelligence	288,258	333,566	445,959	820,670	390,607	(16,886)
222 - MIS Development	390,138	339,566	481,800	492,554	674,896	841,641
223 - Enterprise Configuration	233,790	188,775	205,405	192,961	272,681	361,934
224 - Cyber Security	31,621	51,523	39,996	64,290	59,425	41,757
225 - Infrastructure	767,910	644,388	845,020	1,162,292	828,314	698,614
226 - Technical Administrative Services	70,628	64,258	67,549	47,750	79,438	79,715
230 - Claims	885,033	986,246	941,807	907,411	964,739	875,316
240 - Project Development	214,035	237,465	220,963	149,624	421,861	297,080
310 - Health Services - Utilization Management	30,019	52,541	40,446	52,147	64,953	50,249
311 - Health Services - Quality Improvement	(15,100)	31,947	7,052	8,308	8,591	7,744
312 - Health Services - Education	-	-	-	-	-	246
313 - Pharmacy	10,795	10,500	10,500	357	(0)	67
314 - Enhanced Care Management	18,954	44,579	20,337	23,983	22,006	27,607
316 - Population Health Management	103	-	-	1,030	48	5
317 - Community Support Services	-	-	883	-	0	1,310
320 - Provider Network Management	297,212	274,630	285,138	289,369	327,952	266,832
321 - Homeless Management Information Services	73	-	54	1,964	-	(901)
322 - Delegation & Oversight	50,538	1,369	26,376	45,370	45,974	36,047
330 - Member Services	174,446	228,649	118,453	159,275	190,289	178,853
340 - Corporate Services	1,085,693	680,455	851,850	876,263	885,564	887,141
360 - Audit & Investigative Services	286,424	338,436	269,614	283,804	324,297	279,420
410 - Member Engagement	67,809	62,520	64,681	66,137	67,561	62,705
420 - Sales/Marketing/Public Relations	139,774	226,357	228,233	118,236	308,542	369,105
510 - Human Resources	727,474	317,319	475,133	432,281	477,233	428,938
520 - Legal	35,231	100,899	142,724	118,635	47,741	53,469
601 - Behavioral Health	307	200	(0)	76	15,950	(0)
602 - Quality & Health Equity	10,624	9,938	10,083	72,665	10,603	14,026
603 - Medicare	-	-	-	-	-	-
604 - Clinical Operations, Strategy & Analytics	-	-	-	-	-	-
605 - Quality Performance	212,721	179,458	198,076	193,987	183,516	171,252
Administrative Expense Adjustment	202,969	198,773	375,177	160,116	69,345	47,536
<b>Total Administrative Expenses</b>	<b>7,693,499</b>	<b>6,664,623</b>	<b>7,684,602</b>	<b>8,001,306</b>	<b>8,193,021</b>	<b>7,511,070</b>

**MEDI-CAL**  
**SCHEDULE OF ADMINISTRATIVE EXPENSES BY DEPT**  
**FOR THE MONTH ENDED NOVEMBER 30, 2025**



	July	August	September	October	November	YTD TOTALS
110 - Executive	649,999	586,896	739,099	543,058	568,466	6,791,252
112 - Government Relations	51,463	55,517	61,783	59,866	53,542	610,016
210 - Accounting	385,487	342,404	363,072	513,547	332,618	4,000,235
220 - Management Information Systems (MIS)	331,263	291,676	286,783	299,787	275,056	3,398,353
221 - Business Intelligence	564,816	516,199	214,200	290,653	284,908	4,132,950
222 - MIS Development	568,876	562,724	488,230	724,603	450,991	6,016,019
223 - Enterprise Configuration	238,908	268,167	302,450	286,898	208,966	2,760,935
224 - Cyber Security	47,881	76,238	133,671	64,739	138,654	749,796
225 - Infrastructure	748,388	641,138	815,232	661,776	683,636	8,496,707
226 - Technical Administrative Services	98,333	96,432	(37,555)	52,729	52,094	671,370
230 - Claims	1,599,045	793,646	810,304	971,107	770,687	10,505,340
240 - Project Development	245,517	(187,245)	328,707	275,021	208,279	2,411,308
310 - Health Services - Utilization Management	64,004	55,256	50,160	57,700	45,111	562,587
311 - Health Services - Quality Improvement	7,312	6,911	8,357	9,222	7,434	87,776
312 - Health Services - Education	(0)	169	(0)	-	0	415
313 - Pharmacy	(0)	0	(0)	364	0	32,583
314 - Enhanced Care Management	19,956	22,214	23,216	25,602	20,986	269,441
316 - Population Health Management	0	186	0	184	-	1,555
317 - Community Support Services	(0)	25,688	24,336	728	27,040	79,984
320 - Provider Network Management	289,066	188,330	275,617	304,153	241,711	3,040,010
321 - Homeless Management Information Services	(0)	-	91	500	54	1,835
322 - Delegation & Oversight	(3,994)	31,710	24,090	49,258	18,230	324,968
330 - Member Services	180,533	202,243	168,633	(202,868)	137,617	1,536,123
340 - Corporate Services	932,377	906,946	963,014	968,432	883,370	9,921,106
360 - Audit & Investigative Services	315,648	258,896	314,342	358,732	274,900	3,304,512
410 - Member Engagement	62,404	63,798	65,372	75,711	53,564	712,263
420 - Sales/Marketing/Public Relations	630,980	136,181	190,630	225,505	7,842	2,581,384
510 - Human Resources	427,918	443,736	368,921	404,423	347,188	4,850,565
520 - Legal	46,903	33,920	32,629	36,226	95,708	744,084
601 - Behavioral Health	188	-	0	-	5,507	22,228
602 - Quality & Health Equity	14,276	9,651	11,529	12,708	6,165	182,268
603 - Medicare	-	-	-	-	76	76
604 - Clinical Operations, Strategy & Analytics	-	0	-	(0)	0	0
605 - Quality Performance	176,086	211,038	194,177	206,691	163,995	2,090,997
Administrative Expense Adjustment	(308)	-	-	81,156	74,147	1,208,911
<b>Total Administrative Expenses</b>	<b>8,693,325</b>	<b>6,640,664</b>	<b>7,221,090</b>	<b>7,358,211</b>	<b>6,438,543</b>	<b>82,099,954</b>



**KHS - GROUP HEALTH PLAN  
STATEMENT OF NET POSITION  
AS OF NOVEMBER 30, 2025**

ASSETS	November 2025	October 2025	Increase/ (Decrease)
Cash and Cash Equivalents	1,289,659	1,289,659	-
Interest Receivable	9,200	4,600	4,600
Other Receivable	125	125	-
<b>Total Current Assets</b>	<b>1,298,984</b>	<b>1,294,384</b>	<b>4,600</b>
<b>CURRENT LIABILITIES</b>			
Other Liabilities	-	-	-
<b>Total Current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET POSITION:</b>			
Net Position at Beginning of Year	1,245,606	1,245,606	-
Increase (Decrease) in Net Position - Current Year	53,378	48,778	4,600
<b>Total Net Position</b>	<b>1,298,984</b>	<b>1,294,384</b>	<b>4,600</b>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>1,298,984</b>	<b>1,294,384</b>	<b>4,600</b>



**KHS - GROUP HEALTH PLAN**  
**STATEMENT OF REVENUE, EXPENSES, AND CHANGES**  
**IN NET POSITION**  
**FOR THE MONTH ENDED NOVEMBER 30, 2025**

	November	Budget	Variance	Year to Date	Budget	Variance
<b>REVENUES</b>						
Premium	-	-	-	-	-	-
Interest	4,600	-	4,600	50,468	-	50,468
Other Investment Income	-	-	-	2,911	-	2,911
<b>Total Revenues</b>	<b>4,600</b>	<b>-</b>	<b>4,600</b>	<b>53,378</b>	<b>-</b>	<b>53,378</b>
<b>EXPENSES</b>						
<b>MEDICAL COSTS</b>						
IBNR and Paid Claims Adjustment	-	-	-	-	-	-
<b>Total Medical Costs</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>GROSS MARGIN</b>	<b>4,600</b>	<b>-</b>	<b>4,600</b>	<b>53,378</b>	<b>-</b>	<b>53,378</b>
<b>ADMINISTRATIVE COSTS</b>						
Management Fee Expense and Other Admin Exp	-	-	-	-	-	-
<b>Total Administrative Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL EXPENSES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>4,600</b>	<b>-</b>	<b>4,600</b>	<b>53,378</b>	<b>-</b>	<b>53,378</b>
<b>NON-OPERATING REVENUE (EXPENSE)</b>						
Total Non-Operating Revenue (Expense)	-	-	-	-	-	-
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>4,600</b>	<b>-</b>	<b>4,600</b>	<b>53,378</b>	<b>-</b>	<b>53,378</b>
<b>MEDICAL LOSS RATIO</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>

**KERN HEALTH SYSTEMS  
MONTHLY MEMBERS COUNT**

		2025 MEMBER MONTHS	JAN'25	FEB'25	MAR'25	APR'25	MAY'25	JUN'25	JUL'25	AUG'25	SEP'25	OCT'25	NOV'25	DEC'25
<b>MEDI-CAL</b>														
<b>ADULT AND FAMILY</b>														
ADULT (SEE COMMENT)	812,723	74,604	74,605	74,309	74,397	74,422	74,237	74,479	73,525	73,180	72,725	72,240	0	
CHILD	1,832,397	167,252	167,669	167,854	167,367	165,950	166,463	166,724	166,226	165,994	165,893	165,005	0	
<b>SUB-TOTAL ADULT &amp; FAMILY</b>	<b>2,645,120</b>	<b>241,856</b>	<b>242,274</b>	<b>242,163</b>	<b>241,764</b>	<b>240,372</b>	<b>240,700</b>	<b>241,203</b>	<b>239,751</b>	<b>239,174</b>	<b>238,618</b>	<b>237,245</b>	<b>0</b>	
<b>OTHER MEMBERS</b>														
FULL DUALS - FAMILY	5,744	566	526	545	541	533	534	510	494	504	502	489	0	
FULL DUALS - CHILD	4	0	0	0	0	0	0	0	0	0	4	0	0	
<b>SUBTOTAL OTHER MEMBERS</b>	<b>5,748</b>	<b>566</b>	<b>526</b>	<b>545</b>	<b>541</b>	<b>533</b>	<b>534</b>	<b>510</b>	<b>494</b>	<b>504</b>	<b>506</b>	<b>489</b>	<b>0</b>	
<b>TOTAL FAMILY</b>	<b>2,650,868</b>	<b>242,422</b>	<b>242,800</b>	<b>242,708</b>	<b>242,305</b>	<b>240,905</b>	<b>241,234</b>	<b>241,713</b>	<b>240,245</b>	<b>239,678</b>	<b>239,124</b>	<b>237,734</b>	<b>0</b>	
<b>SPD MEMBERS</b>														
<b>SPD (AGED AND DISABLED)</b>	<b>229,744</b>	23,226	18,391	20,998	21,034	20,905	20,961	20,698	20,780	20,834	20,976	20,941	0	
<b>OTHER MEMBERS</b>														
BCCTP - TABACCO SETTLEMENT	80	0	0	0	12	9	13	11	11	10	14	0	0	
FULL DUALS - BCCTP	21	2	1	2	2	2	2	2	2	2	2	2	0	
SPD FULL DUALS	281,780	23,272	27,695	25,425	25,375	25,671	25,597	25,812	25,590	25,927	25,610	25,806	0	
EXPANDION FULL DUALS	3,797	366	333	322	326	293	357	297	367	400	397	339	0	
<b>LONG TERM CARE (LTC)</b>														
LTC	563	48	52	54	52	52	46	49	51	56	59	44	0	
LTC DUALS	5,089	465	467	462	451	453	443	431	429	451	498	539	0	
<b>TOTAL LTC</b>	<b>5,652</b>	<b>513</b>	<b>519</b>	<b>516</b>	<b>503</b>	<b>505</b>	<b>489</b>	<b>480</b>	<b>480</b>	<b>507</b>	<b>557</b>	<b>583</b>	<b>0</b>	
<b>TOTAL SPD</b>	<b>521,074</b>	<b>47,379</b>	<b>46,939</b>	<b>47,263</b>	<b>47,252</b>	<b>47,385</b>	<b>47,419</b>	<b>47,300</b>	<b>47,230</b>	<b>47,680</b>	<b>47,556</b>	<b>47,671</b>	<b>0</b>	
<b>ACA OE - MEDI-CAL OPTIONAL EXPANSION</b>														
ACA Expansion Adult-Citizen	1,264,788	114,640	115,806	115,229	115,342	115,600	116,146	116,616	114,596	113,679	113,666	113,468	0	
<b>TOTAL EXPANSION</b>	<b>1,264,788</b>	<b>114,640</b>	<b>115,806</b>	<b>115,229</b>	<b>115,342</b>	<b>115,600</b>	<b>116,146</b>	<b>116,616</b>	<b>114,596</b>	<b>113,679</b>	<b>113,666</b>	<b>113,468</b>	<b>0</b>	
<b>TOTAL CLASSIC MEMBERS</b>	<b>4,436,730</b>	<b>404,441</b>	<b>405,545</b>	<b>405,200</b>	<b>404,899</b>	<b>403,890</b>	<b>404,799</b>	<b>405,629</b>	<b>402,071</b>	<b>401,037</b>	<b>400,346</b>	<b>398,873</b>	<b>0</b>	
<b>GRAND TOTAL</b>	<b>4,436,730</b>	<b>404,441</b>	<b>405,545</b>	<b>405,200</b>	<b>404,899</b>	<b>403,890</b>	<b>404,799</b>	<b>405,629</b>	<b>402,071</b>	<b>401,037</b>	<b>400,346</b>	<b>398,873</b>	<b>0</b>	





---

**MEMORANDUM**

---

**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** Reports on Accounts Payable, Administrative Contracts and IT Technology Consulting Resources  
**DATE:** February 13, 2026

---

Attached for your review are the following items:

- 1) Accounts Payable Vendor Report listing of payments over \$20,000 for the month of November 2025.
- 2) Administrative Contract Report listing contracts between \$50,000 and \$200,000 for the period ending November 30, 2025.
- 3) IT Technology Consulting Resources Report for the period ending November 30, 2025.

**Requested Action**

Receive and File; Refer to KHS Board of Directors.

# KERN·HEALTH SYSTEMS

**November AP Vendor Report**  
**Amounts over \$20,000.00**

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
WT/ACH	BCI HOLDINGS	919,391.16	10,341,385.82	NOV. 2025 EMPLOYEE HMO HEALTH BENEFITS & RX CLAIMS PREMIUM	VARIOUS
T1845	DEPARTMENT OF MANAGED HEALTH CARE	585,253.13	1,206,183.72	FINAL INSTALLMENT ANNUAL ASSESMENT 2025-2026	ADMINISTRATION
T4350	COMPUTER ENTERPRISE	364,085.52	5,100,244.73	OCT. 2025 PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T4737	TEKSYSTEMS, INC	263,652.82	2,646,503.03	OCT. 2025 PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T1180	LANGUAGE LINE SERVICES INC.	203,342.00	2,565,918.94	OCT. 2025 INTERPRETATION SERVICES	HEALTH SERVICES - WELLNESS & PREVENTION
WT/ACH	USPS	150,000.00	235,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T4902	CHANGE HEALTHCARE TECHNOLOGIES, LLC ****	126,498.08	205,408.30	JUL. - OCT. 2025 EDI CLAIMS	CLAIMS
T4331	COTIVITI, INC	77,000.00	394,868.11	HEDIS INTELLIGENCE IMPLEMENTATION FEE, ANNL MEDI-CAL REPORTING FEE 2025-2026	CAPITAL PROJECT/QUALITY PERFORMANCE
WT/ACH	HELPCARE AI	73,999.60	174,000.40	CLOUD BASED AI PLATFORM 2025- 2026	MIS INFRASTRUCTURE
T4237	CITIUS HEALTHCARE CONSULTING, LLC	72,640.00	512,740.00	SEPT. - OCT. 2025 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE/COMMUNITY SUPPORT SERVICES
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC.	64,761.70	786,988.51	OCT. 2025 PROFESSIONAL SERVICES & OCT. 2025 EDI CLAIMS	MIS INFRASTRUCTURE/CLAIMS
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	64,215.57	576,531.29	SEPT. 2025 VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T5886	US POSTAL SERVICE	60,000.00	540,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T5564	CLARISHEALTH, INC. ****	56,360.54	624,657.91	OCT. 2025 CLINICAL AUDIT & DATA MINING CONTINGENCY FEE	CLAIMS
T1272	COFFEY COMMUNICATIONS INC.	50,381.05	285,317.55	WINTER 2025 ISSUE FAMILY HEALTH	MARKETING & PUBLIC AFFAIRS
T5890	DELTA DENTAL OF CALIFORNIA	49,527.57	557,067.55	NOV. 2025 EMPLOYEE DENTAL HEALTH BENEFITS PREMIUM	VARIOUS

# KERN·HEALTH SYSTEMS

**November AP Vendor Report  
Amounts over \$20,000.00**

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T5520	BG HEALTHCARE CONSULTING, INC	48,737.50	540,575.00	OCT. 2025 CONSULTING SERVICES	HEALTH SERVICES - QI
T6276	KFORCE INC	44,891.92	395,517.47	OCT. 2025 PROFESSIONAL SERVICES	VARIOUS
T1189	APPLE ONE EMPLOYMENT SERVICES	41,375.73	183,036.34	OCT-NOV. 2025 TEMPORARY HELP - (1) FINANCE; (1) CS; (2) MS; (1) HE; (1) COMPLIANCE	VARIOUS
T5292	ALL'S WELL HEALTH CARE SERVICES	41,223.20	1,198,952.83	OCT. 2025 TEMPORARY HELP - (4) UM	VARIOUS
WT/ACH	PAYPRO ACH	40,954.40	473,972.39	OCT. & NOV. 2025 EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T2584	UNITED STATES POSTAL SVC - HASLER ****	40,000.00	280,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T6462	BAKER TILLY US, LLP ****	39,900.00	39,900.00	2025 AUDIT PROGRESS BILLING	FINANCE
T6272	KEY STAFFING INC	39,602.23	359,589.86	OCT. & NOV. 2025 TEMPORARY HELP - (1) FINANCE; (2) MS; (1) CLAIMS; (1) COMPLIANCE; (1) PHM; (1) PNM; (1) HE.	VARIOUS
T4460	PAYSPAN, INC	38,350.74	539,020.80	OCT. 2025 ELECTRONIC CLAIMS/PAYMENTS	FINANCE
T2941	KERN PRINT SERVICES INC.	37,752.19	239,065.83	MEMBER MATERIAL - (300K) ENVELOPES	CORPORATE SERVICES
T3011	OFFICE ALLY, INC	34,707.54	583,998.66	OCT. 2025 EDI CLAIMS	CLAIMS
T5076	MERIDIAN HEALTH SYSTEMS, PMC ****	33,210.00	250,410.00	OCT. 2025 PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T5337	CAZADOR CONSULTING GROUP INC	33,197.76	891,343.21	OCT. 2025 TEMPORARY HELP - (6) MS; (1) ME; (1) MKT; (1) UM	VARIOUS
T6020	ALLMED HEALTHCARE MANAGEMENT, LLC	32,062.50	187,335.00	SEPT. 2025 MEDICAL REVIEWS	HEALTH SERVICES - QI
T5882	RELIABLE JANITORIAL SERVICES AND CARPET CLEANING INC	31,405.00	321,370.00	NOV. 2025 JANITORIAL SERVICES & FLOOR CLEANING	CORPORATE SERVICES
T5319	CITIUSTECH INC. ****	28,208.00	105,874.00	FAST + MAINTENANCE & SUBSCRIPTION Q3 2025	INFRASTRUCTURE

# KERN·HEALTH SYSTEMS

**November AP Vendor Report**  
**Amounts over \$20,000.00**

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T4657	DAPONDE SIMPSON ROWE PC	27,134.00	307,688.50	SEPT. & OCT. 2025 LEGAL FEES	LEGAL
WT/ACH	INCOMM HEALTHCARE ACH	26,567.01	1,276,567.01	FUNDING FOR MEMBER REWARDS	MEMBER ENGAGEMENT
T5962	GeBBS SOFTWARE INTERNATIONAL, INC	25,000.00	185,000.00	OCT. 2025 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5026	TEL-TEC SECURITY SYSTEMS ****	24,676.62	31,250.35	2025-2026 MONITORING, HOSTED ACCESS & MAINTENANCE, EQUIPMENT - (2) CAMERAS INSTALLED	CAPITAL PROJECT/CORPORATE SERVICES
T6202	KRAMER WORKPLACE INVESTIGATIONS ****	24,490.50	98,065.00	JUL. - OCT. 2025 CONSULTING	HUMAN RESOURCES
T2969	AMERICAN BUSINESS MACHINES INC ****	22,622.27	119,423.35	OCT. & NOV. 2025 HARDWARE & MAINTENANCE	MIS INFRASTRUCTURE
T4521	PAYSCALE, INC. ****	21,420.00	21,420.00	COMPENSATION SALARY ANALYSIS YR 2 OF 3	HUMAN RESOURCES
T1022	UNUM LIFE INSURANCE CO.	21,189.80	221,466.86	NOV. 2025 EMPLOYEE PREMIUM	VARIOUS
		<u>3,979,787.65</u>			
	TOTAL VENDORS OVER \$20,000	3,979,787.65			
	TOTAL VENDORS UNDER \$20,000	594,350.19			
	TOTAL VENDOR EXPENSES- NOVEMBER	<u>\$ 4,574,137.84</u>			

**Note:**

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

# KERN HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
WT/ACH	BCI HOLDINGS	10,341,385.82	2025 EMPLOYEE HMO HEALTH BENEFITS & RX CLAIMS PREMIUM	VARIOUS
T4350	COMPUTER ENTERPRISE	5,100,244.73	PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
WT/ACH	BLACKHAWK ENGAGEMENT SOLUTIONS, INC	3,247,818.56	PREFUND MEMBER INCENTIVES & MCAS MEMBER REWARDS PROGRAM	HEALTH SERVICES - WELLNESS & PREVENTION & HEALTH SERVICES -QI
T4737	TEKSYSTEMS, INC.	2,646,503.03	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T1180	LANGUAGE LINE SERVICES INC.	2,565,918.94	INTERPRETATION SERVICES	HEALTH SERVICES - WELLNESS & PREVENTION
T1408	DELL MARKETING LP.	2,145,832.81	VLA ENTERPRISE LICENSE, EA RENEWAL & COMPUTER EQUIPMENT	MIS INFRASTRUCTURE
T2686	ALLIANT INSURANCE SERVICES INC.	1,853,888.95	2025-2026 INSURANCE PREMIUMS	ADMINISTRATION
T2704	MCG HEALTH LLC	1,672,813.17	ANNUAL HEALTH CARE MANAGEMENT & SOFTWARE LICENSE	UTILIZATION MANAGEMENT
T3130	OPTUMINSIGHT, INC.	1,482,371.30	CLAIMS EDIT SOFTWARE LICENSE YEAR 3 OF 5	MIS INFRASTRUCTURE
WT/ACH	INCOMM HEALTHCARE ACH	1,276,567.01	FUNDING FOR MEMBER REWARDS	MEMBER ENGAGEMENT
T1845	DEPARTMENT OF MANAGED HEALTH CARE	1,206,183.72	2025-2026 ANNUAL ASSESMENT	ADMINISTRATION
T5292	ALL'S WELL HEALTH CARE SERVICES	1,198,952.83	TEMPORARY HELP	VARIOUS
T5684	REBELLIS GROUP LLC	1,081,225.69	PROFESSIONAL SERVICES	MEDICARE
T5337	CAZADOR CONSULTING GROUP INC	891,343.21	TEMPORARY HELP	VARIOUS
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC	786,988.51	PROFESSIONAL SERVICES & EDI CLAIMS	MIS INFRASTRUCTURE/CLAIMS
T2458	HEALTHCARE FINANCIAL, INC.	667,807.37	CONSULTING SERVICES	ADMINISTRATION
T5564	CLARISHEALTH, INC	624,657.91	CONSULTING SERVICES	ADMINISTRATION
WT/ACH	PENN MUTUAL LIFE	600,000.00	CAP-EX FUNDING - EXECUTIVE BENEFIT PROGRAM	ADMINISTRATION

# KERN HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T3011	OFFICE ALLY, INC	583,998.66	EDI CLAIMS	CLAIMS
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	576,531.29	VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T5111	ENTISYS 360, E360	573,241.13	VMWARE VSPHERE ENTERPRISE PLUS 2025	TECHNICAL ADMINISTRATIVE SERVICES
T5890	DELTA DENTAL OF CALIFORNIA	557,067.55	EMPLOYEE DENTAL HEALTH BENEFITS PREMIUM	VARIOUS
T5520	BG HEALTHCARE CONSULTING, INC	540,575.00	CONSULTING SERVICES	HEALTH SERVICES - QI
T5886	US POSTAL SERVICE	540,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T4460	PAYSPAN, INC	539,020.80	ELECTRONIC CLAIMS/PAYMENTS	FINANCE
T4237	CITIUS HEALTHCARE CONSULTING, LLC	512,740.00	PROFESSIONAL SERVICES	PROJECT MANAGEMENT/ENTERPRISE CONFIGURATION
WT/ACH	PAYPRO ACH	473,972.39	EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T5877	TGN CONSULTING LLC	451,369.74	LEADERSHIP DEVELOPMENT CONSULTING	HUMAN RESOURCES
T4733	UNITED STAFFING ASSOCIATES	445,667.19	TEMPORARY HELP	VARIOUS
T1183	MILLIMAN USA	423,108.89	ACTUARIAL SERVICES	VARIOUS
T6276	KFORCE INC	395,517.47	PROFESSIONAL SERVICES	VARIOUS
T4331	COTIVITI, INC	394,868.11	MEDICAL RECORD RETRIEVAL/ HANDLING	QUALITY PERFORMANCE
T5340	GARTNER INC	386,099.99	EXECUTIVE PROGRAM LICENSE & 2025 ON SITE TRAINING	TECHNICAL ADMINISTRATIVE SERVICES/HUMAN RESOURCES
T5930	DAYFORCE US, INC	379,394.99	2025 SUBSCRIPTION FEES/PROFESSIONAL SERVICES/DAYFORCE HUMAN CAPITAL MANAGEMENT	HUMAN RESOURCES
T6246	UNIVERSAL HEALTHCARE MSO, LLC	375,848.04	D-SNP PSA IMPLEMENTATION FEES	CAPITAL PROJECT
T5298	TOTALMED, INC	372,853.75	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
T6272	KEY STAFFING INC	359,589.86	TEMPORARY HELP	VARIOUS
T5882	RELIABLE JANITORIAL SERVICES AND CARPET CLEANING INC	321,370.00	JANITORIAL SERVICES	CORPORATE SERVICES
T4657	DAPONDE SIMPSON ROWE PC	307,688.50	2025 LEGAL FEES	LEGAL
T6127	MANIFEST MEDEX	303,609.75	2025 QTR. 1 - 3 HIE SUBSCRIPTION FEE	MIS INFRASTRUCTURE
T1272	COFFEY COMMUNICATIONS INC.	285,317.55	WINTER ISSUE OF FAMILY HEALTH & WEBSITE ASSIST. MODULES	HEALTH SERVICES - WELLNESS & PREVENTION
T1128	HALL LETTER SHOP, INC	285,053.73	M-CAL RENEWALS, MEMBER SURVEY & MAIL PREP, NEW MEMBER PACKETS & ENVELOPES	VARIOUS
T2584	UNITED STATES POSTAL SVC. - HASLER	280,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T3449	CDW GOVERNMENT	278,031.96	NUTANIX CODES, ADOBE LICENSE RENEWAL & NESSUS VULNERABILITY SCANNER TOOL	MIS INFRASTRUCTURE
T2413	TREK IMAGING INC	277,888.67	MARKETING PROMOTIONAL SUPPLIES, EMPLOYEE EVENTS, NEW HIRE SHIRTS	VARIOUS
T5467	MOSS ADAMS LLP	251,157.13	AUDIT SERVICES	FINANCE
T5076	MERIDIAN HEALTH SYSTEMS, PC.	250,410.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
WT/ACH	USPS	235,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T2941	KERN PRINT SERVICES INC.	239,065.83	OFFICE SUPPLIES	CORPORATE SERVICES
T5738	INSURICA - WALTER MORTENSEN INSURANCE	228,091.00	WORKERS COMPENSATION AUDIT	ADMINISTRATION
T1022	UNUM LIFE INSURANCE CO.	221,466.86	EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T5121	TPX COMMUNICATIONS	219,953.35	LOCAL CALL SERVICES; LONG DISTANCE CALLS; INTERNET SERVICES; 800 LINES	MIS INFRASTRUCTURE
T2469	DST HEALTH SOLUTIONS, LLC	218,725.00	2025 ACG LICENSE FEE & SUPPORT	BUSINESS INTELLIGENCE
T6054	WEBMD IGNITE	207,239.75	2025 LICENSE FEES	HEALTH SERVICES - WELLNESS & PREVENTION

# KERN HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4902	CHANGE HEALTHCARE TECHNOLOGIES, LLC	205,408.30	2025 EDI CLAIMS	CLAIMS
T4514	A.J. KLEIN, INC T. DENATALE, B. GOLDNER	191,828.58	LEGAL FEES	LEGAL
T6020	ALLMED HEALTHCARE MANAGEMENT, LLC	187,335.00	2025 MEDICAL REVIEWS	HEALTH SERVICES - QI
T1960	LOCAL HEALTH PLANS OF CALIFORNIA	186,482.09	PMPY DUES 2025-2026	ADMINISTRATION
T4484	JACOBSON SOLUTIONS	186,085.54	TEMPORARY HELP	CLAIMS
T5962	GeBBS SOFTWARE INTERNATIONAL, INC.	185,000.00	CONSULTING SERVICES	BUSINESS INTELLIGENCE
T1189	APPLE ONE EMPLOYMENT SERVICES	183,036.34	TEMPORARY HELP	VARIOUS
T2167	PG&E	178,688.05	UTILITIES	CORPORATE SERVICES
T5757	BITFOCUS, INC	176,303.40	HMIS LICENSES & HEALTH CHECK TRAINING	HOMELESS MANAGEMENT INFORMATION SERVICES
T4353	TWE SOLUTIONS, INC.	174,459.58	CRITICAL START MDR SERVICES SECURITY MONITORING	CYBER SECURITY
WT/ACH	HELPCARE AI ACH	174,000.40	CLOUD BASED AI PLATFORM 2025- 2026	MIS INFRASTRUCTURE
T5329	RELAY NETWORK, LLC	171,428.07	TEXT MESSAGING SUBSCRIPTION	CAPITAL PROJECT
T4785	COMMGAP	169,765.00	INTERPRETATION SERVICES	HEALTH SERVICES - WELLNESS & PREVENTION
T5583	THE MILHALIK GROUP, LLC	168,837.50	CONSULTING SERVICES	HEALTH SERVICES - QI
T1097	NCQA (NATIONAL COMMITTEE FOR QUALITY ASSURANCE)	167,636.00	POPULATION HEALTH PROGRAM ACCREDITATION	HEALTH SERVICES - QI
T5865	HARTE-HANKS RESPONSE MANAGEMENT/AUSTIN, INC	160,182.28	PROFESSIONAL SERVICES	MEMBER SERVICES
T4165	SHI INTERNATIONAL CO.	159,850.39	APC SMART-UPS BATTERIES SERVICE , FLEX LICENSE & SUPPORT, ENTW ON-PREMISES CALLING MAINTENANCE	MIS INFRASTRUCTURE
T2918	STINSON'S	159,298.20	OFFICE SUPPLIES	VARIOUS
T4501	ALLIED UNIVERSAL SECURITY SERVICES	155,719.01	DEC. 2024-JUL. 2025 ONSITE SECURITY	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
T5509	NGUYEN CAO LUU-TRONG	148,800.00	CONSULTING SERVICES	HEALTH SERVICES - UM
T4963	LINKEDIN CORPORATION	142,532.00	2025 LEARNING HUB YEAR 1 OF 2, RECRUITMENT JOB SLOTS YEAR 1 OF 3	HUMAN RESOURCES
T1231	COUNTY OF KERN	139,145.59	REIMB M-CAL ELIGIBILITY STAFF SERVICES	MEMBER OUTREACH
T4708	HEALTH MANAGEMENT ASSOCIATES, INC. / WAKELY CONSULTING GROUP, LLC	138,070.75	PROFESSIONAL SERVICES	FINANCE
T5480	PRESS GANEY ASSOCIATES LLC	132,316.50	2025 ECM SURVEY, MEMBER SATISFACTION SURVEY, PROVIDER SATISFACTION SURVEY, CAHPS SURVEY	VARIOUS
T6261	RUSSELL REYNOLDS ASSOCIATES, INC	129,888.00	RECRUITMENT SERVICE FEE & ADMIN CHARGE FOR CIO ROLE	HUMAN RESOURCES
T1005	COLONIAL LIFE & ACCIDENT	126,431.22	LIFE INSURANCE PREMIUM	VARIOUS
T5064	QUEST DIAGNOSTICS CLINICAL LABORATORIES, INC.	124,842.33	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T6179	BPM LLP	121,734.63	CONSULTING SERVICES - ERP SOFTWARE ADVISORY	CAPITAL PROJECT
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS, INC	120,000.00	PREFUND MEMBER INCENTIVES & MCAS MEMBER REWARDS PROGRAM	HEALTH SERVICES - WELLNESS & PREVENTION & HEALTH SERVICES -QI
T6100	SYMLR	119,919.13	SOFTWARE LICENSE 2026/2026	HEALTH SERVICES - UM
T2969	AMERICAN BUSINESS MACHINES INC	119,423.35	HARDWARE AND MAINTENANCE	MIS INFRASTRUCTURE
T4503	VISION SERVICE PLAN	119,169.79	EMPLOYEE HEALTH BENEFITS	VARIOUS
T2509	UNITED STATES POSTAL SERVICE	117,573.72	PERMIT 162 SUMMER & FALL 2025 ISSUE OF FAMILY HEALTH	HEALTH SERVICES - WELLNESS & PREVENTION
T5963	ANTAGE INCORPORATED	112,880.00	PROFESSIONAL SERVICES	ENTERPRISE DEVELOPMENT
T6358	KENNADAY LEAVITT PC	111,737.66	2025 PROFESSIONAL SERVICES	LEGAL
T6022	BAKERSFIELD AMERICAN INDIAN HEALTH PROJECT	110,746.91	CONTRACTOR SERVICES	HEALTH SERVICES - UM
T5967	SAI360 INC	110,700.00	PROFESSIONAL SERVICES & 2 YR POLICY MANAGEMENT SYSTEM	AUDIT & INVESTIGATIVE SERVICES

# KERN HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T2961	SOLUTION BENCH, LLC	110,624.00	SCANFINITY ANNUAL RENEWAL 2025-2026 & M-FILES ANNUAL RENEWAL FEES 2025-2026	MIS INFRASTRUCTURE
T2446	AT&T MOBILITY	107,165.30	CELLULAR PHONE/INTERNET USAGE	MIS INFRASTRUCTURE
T5319	CITIUSTECH INC.	105,874.00	FAST + MAINTENANCE & SUBSCRIPTION Q3 2024	INFRASTRUCTURE
T4054	ASSOCIATION FOR COMMUNITY AFFILIATED PLANS	105,000.00	2025 MEMBER DUES	ADMINISTRATION
T5426	UNIVERSAL HEALTHCARE SERVICES, INC	100,000.00	INITIAL 50% COMPREHENSIVE OBESITY MANAGEMENT PROGRAM	HEALTH SERVICES - UM
T4217	CONTEXT 4 HEALTHCARE, INC	99,598.24	ANNUAL RENEWAL AMA FEES 2025-2026	MIS INFRASTRUCTURE
T6202	KRAMER WORKPLACE INVESTIGATIONS	98,065.00	CONSULTING SERVICES	HUMAN RESOURCES
T6361	NEMT SOLUTIONS LLC	97,829.95	2025 NON-MEDICAL TRANSPORTATION	TECHNICAL ADMINISTRATIVE SERVICES
T5022	SVAM INTERNATIONAL INC	95,204.00	PROFESSIONAL SERVICES	VARIOUS
T5863	MANNA HAGOS	94,668.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T5571	GHA TECHNOLOGIES INC	80,374.17	FORTINET SECURITY	MIS INFRASTRUCTURE
T6218	CLOUDERA, INC.	77,940.10	ANNUAL RENEWAL - METADATA PLATFORM	BUSINESS INTELLIGENCE
T6313	mPULSE MOBILE, INC	76,685.40	H30 PORTAL IMPLEMENTATION	CAPITAL PROJECT
T6274	PANDANAI, INC	72,000.00	2025/2026 AI SOFTWARE SUBSCRIPTION	COMPLIANCE
T5275	CREATIVE FINANCIAL STAFFING, LLC	71,508.24	TEMPORARY HELP	VARIOUS
T5850	SERRANO ADVISORS LLC	70,200.00	2025 -2027 BOARD OF DIRECTORS STRATEGIC PLANNING	ADMINISTRATION
T5562	JDM SOLUTIONS INC.	69,440.00	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T4960	ZELIS CLAIMS INTEGRITY, LLC	69,305.63	2025 CLAIMS EVALUATION SERVICES	CLAIMS
T4182	THE LAMAR COMPANIES	67,506.12	OUTDOOR ADVERTISEMENT - BILLBOARDS	MARKETING & PUBLIC AFFAIRS

# KERN HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T6215	BPO USA, P.C.	67,357.27	PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5400	CENTRO DE UNIDAD POPULAR BENITO JUAREZ, INC.	66,500.55	COMMUNITY HEALTH GRANT	GRANTS
T5550	CHARTER COMMUNICATIONS OPERATING, LLC	64,554.65	INTERNET SERVICES	MIS INFRASTRUCTURE
T4228	THE SSI GROUP, LLC	64,430.60	2025 EDI CLAIMS	CLAIMS
T6458	UPGUARD, INC	63,998.40	OCT. 2025 - OCT. 2027 CYBER SECURITY LICENSE	CYBER SECURITY
T1404	CALIFORNIA ASSOCIATION OF HEALTH PLANS	61,206.00	2025 ANNUAL DUES ASSESSMENT	ADMINISTRATION
WT/ACH	SDL LIMITED	49,290.00	TRADOS SOFTWARE LICENSE	MIS INFRASTRUCTURE
T6285	MERSMAN ENTERPRISES (MEI)	59,750.00	TGI TRAINING DEVELOPMENT CONSULTING	HEALTH EQUITY
T4607	AGILITY RECOVERY SOLUTIONS INC.	56,994.48	PROFESSIONAL SERVICES	CORPORATE SERVICES
T2933	SIERRA PRINTERS, INC.	55,130.91	MEMBER HANDBOOKS & FLYERS	MEMBER SERVICES/COMMUNITY SUPPORT SERVICES
T2441	LAURA J. BREZINSKI	55,000.00	MARKETING MATERIALS	MARKETING & PUBLIC AFFAIRS
T5977	IMAGENET, LLC	55,000.00	KIOSK SERVICES	CORPORATE SERVICES
T5171	ASPHALT DR. LLC	54,511.43	BUILDING MAINTENANCE	CORPORATE SERVICES
T5931	SPROUT SOCIAL, INC	54,000.00	2025-2026 SOCIAL MEDIA VIGILANCE MANAGEMENT	MIS INFRASTRUCTURE
T5109	RAND EMPLOYMENT SOLUTIONS	53,696.52	TEMPORARY HELP	VARIOUS
T5201	JAC SERVICES, INC.	52,632.57	AC PREVENTATIVE MAINTENANCE & REPAIRS	CORPORATE SERVICES
T6192	LANG SPECIALTY TRAILERS	51,676.95	MOBILE LAUNDRY TRAILER	MEMBER ENGAGEMENT
T5436	THE BEACON STUDIOS, LLC	50,186.62	VIDEO SERVICES	MARKETING & PUBLIC AFFAIRS
T6116	SIERRA SANDS UNIFIED SCHOOL DISTRICT	48,000.00	2025-2026 ELEMENTARY SCHOOL GRANT	HEALTH SERVICES - WELLNESS & PREVENTION

# KERN HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4993	LEGALSHIELD	47,826.15	EMPLOYEE PREMIUM	VARIOUS
T5742	MICHAEL NGUYEN	47,500.00	PROFESSIONAL SERVICES	QUALITY & HEALTH EQUITY
T5398	GOLDEN EMPIRE GLEANERS	45,638.20	FOOD BASKETS FOR MEMBERS	ENHANCED CARE MANAGEMENT
T5988	WASCO UNION HIGH SCHOOL DISTRICT	45,300.00	SCHOOL WELLNESS GRANT 2025-2026	HEALTH SERVICES - WELLNESS & PREVENTION
T6340	CITIGUARD, INC	44,957.92	ONSITE SECURITY	CORPORATE SERVICES
T6414	BAKER TILLY ADVISORY GROUP LP	43,047.38	ENTERPRISE WIDE RISK PROGRAM ASSISTANCE	COMPLIANCE
T5435	TEGRIA SERVICES GROUP - US, INC.	42,875.00	PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T2726	DST PHARMACY SOLUTIONS, INC.	42,000.00	PHARMACY CLAIMS	PHARMACY
T5012	KERN MEDICAL CENTER FOUNDATION	42,000.00	PHYSICIAN'S MIXER CME SPONSORSHIP	ADMINISTRATION
T6142	GREAT PLACE TO WORK INSTITUTE, INC	41,995.00	EMPLOYEE ENGAGEMENT SURVEY ACCELERATE PACKAGE	HUMAN RESOURCES
T5159	AT&T CORP	41,901.68	INTERNET SERVICES	MIS INFRASTRUCTURE
T6362	ARRIVE TRANSPORT SOLUTIONS LLC	40,000.00	2025 NON MEDICAL TRANSPORT	TECHNICAL ADMINISTRATIVE SERVICES
T6462	BAKER TILLY US, LLP	39,900.00	PROGRESS BILLING FOR 2025 AUDIT	FINANCE
T5851	ABSORB SOFTWARE NORTH AMERICA, LLC	39,548.96	DAYFORCE LEARNING LICENSE	MIS INFRASTRUCTURE
T1918	PUBLIC RISK, INNOVATION, SOLUTIONS AND MANAGEMENT	39,154.00	MR OCIP DEDUCTIBLE LOSS FUND CONTRIBUTION	ADMINISTRATION
T2869	COMMUNITY ACTION PARTNERSHIP OF KERN	38,800.00	2025 COMMUNITY GRANTS & RENT FOR MOJAVE & RIDGECREST OFFICES	MARKETING & PUBLIC AFFAIRS/CORPORATE SERVICES
T2641	MARANATHA GARDENING & LANDSCAPING, INC	36,975.00	2025 GARDENING & LANDSCAPE REPAIRS	CORPORATE SERVICES
T2787	SAGE SOFTWARE, INC.	35,968.95	ACCOUNTING SOFTWARE- PREMIUM LICENSE RENEWAL	FINANCE
WT/ACH	COLABS HOLDING	35,650.00	INTEL AGREE YR 3	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
T1347	ADVANCED DATA STORAGE	35,052.52	STORAGE AND SHREDDING SERVICES	CORPORATE SERVICES
T3118	AMERICAN ACADEMY HOLDINGS LLC dba AAPC	34,440.17	2025 CPC TRAINING PACKAGE & AAPC MEMBERS	CLAIMS
T6062	PTO EXCHANGE	34,285.81	OTHER OUTSOURCE SERVICES -TRANSACTION FEES	EMPLOYEE DEDUCTION
T5321	TYK TECHNOLOGIES LTD	34,000.00	SELF MANAGED ARCHITECTURE PLAN 2024/2025	MIS INFRASTRUCTURE
T5887	PREPARIS INC	33,305.34	DISASTER RECOVERY	CORPORATE SERVICES
T4766	RICHLAND SCHOOL DISTRICT	33,000.00	SCHOOL WELLNESS GRANT 2025-2026 & COMMUNITY SPONSORSHIPS	HEALTH EDUCATION/ MARKETING & PUBLIC AFFAIRS
T3081	ST. VINCENT DE PAUL STORE, INC.	32,594.38	COMMUNITY HEALTH PARTNERSHIP	COMMUNITY GRANTS
T5627	DOCUSIGN, INC.	32,379.42	eSIGNATURE SUPPORT & (20) IAM ENTERPRISE LICENSES	MIS INFRASTRUCTURE/HUMAN RESOURCES
T1957	FRIENDS OF MERCY FOUNDATION ****	32,000.00	2025 SPONSORSHIP & FOUNDATION GRANT	MARKETING & PUBLIC AFFAIRS/GRANTS
T2580	GOLDEN EMPIRE TRANSIT DISTRICT	32,000.00	MARKETING - BUS ADVERTISING	MARKETING & PUBLIC AFFAIRS
T3088	GLEN BROWN CONSULTING	31,387.50	CONSULTING SERVICES	CAPITAL PROJECT
T5026	TEL-TEC SECURITY SYSTEMS ****	31,250.35	2025-2026 MONITORING, HOSTED ACCESS & MAINTENANCE, (2) CAMERAS INSTALLED	CAPITAL PROJECT/CORPORATE SERVICES
T5936	AXIOS HQ INC	30,240.00	2024/2026 COMMUNICATIONS SOFTWARE	MIS INFRASTRUCTURE
T2135	BAKERSFIELD CITY SCHOOL DISTRICT	30,000.00	2025-2026 ELEMENTARY SCHOOL WELLNESS GRANT	HEALTH SERVICES - WELLNESS & PREVENTION
T4652	BAKERSFIELD SYMPHONY ORCHESTRA	30,000.00	2025 SPONSORSHIP	MARKETING & PUBLIC AFFAIRS
T5535	PANAMA-BUENA VISTA UNION SCHOOL DISTRICT	30,000.00	SCHOOL WELLNESS GRANT 2025-2026	HEALTH EDUCATION
T6223	WASCO UNION ELEMENTARY SCHOOL DISTRICT	30,000.00	SCHOOL WELLNESS GRANT 2025-2026	HEALTH SERVICES - WELLNESS & PREVENTION
T2955	DELTA ELECTRIC INC.	29,651.77	ELECTRICAL REPAIR	CORPORATE SERVICES
T5592	BRAND CO MARKETING	29,602.45	THE RACK WEB HOSTING FEE & STORE MERCHANDISE	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
T4024	QUADIENT INC.	29,549.17	POSTAGE METER RENTAL & SUPPORT	CORPORATE SERVICES
T5420	PAYPRO ADMINISTRATORS	29,190.20	PROFESSIONAL SERVICES	HUMAN RESOURCES
T4934	APPLE INC.	28,795.54	COMPUTER EQUIPMENT	CAPITAL PROJECT
T6442	STALWART LAW GROUP, APC	28,000.00	LEGAL FEES	LEGAL
T6252	TRISCENDNP, LLP	27,716.00	CAP-EX FUNDING - EXECUTIVE BENEFIT PROGRAM	ADMINISTRATION
T4424	GUROCK SOFTWARE GmbH	27,611.00	HOSTED SOFTWARE RENEWAL	PROJECT MANAGEMENT
T6311	JMP OFFICE TECHNOLOGIES	27,479.02	POSTAGE METER MAINTENANCE & SUPPORT	CORPORATE SERVICES
T4523	BERKSHIRE LIFE INSURANCE COMPANY OF AMERICA	27,084.90	EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T4544	BARNES WEALTH MANAGEMENT GROUP	27,030.00	RETIREMENT PLAN CONSULTANTS	ADMINISTRATION
T6004	ALLIED NETWORK SOLUTIONS, INC.	26,885.35	APEXSQL AUDIT LICENSES 2025/2027	ENTERPRISE DEVELOPMENT
T2938	SAP AMERICA, INC	26,584.72	2025/2026 ENTERPRISE SUPPORT & MAINTENANCE	MIS INFRASTRUCTURE
T4216	NEXSTAR BROADCASTING INC ****	26,436.21	2025 TELEVISION ADVERTISING	MARKETING & PUBLIC AFFAIRS
T3109	HEALTH INDUSTRY COLLABORATION EFFORT	26,000.00	2026 HICE DUES	ADMINISTRATION
T6121	JACKSON UTILIZATION MANAGEMENT CONSULTING	25,620.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UTIL REVIEW
T4230	COFFEE BREAK SERVICES, INC.	24,997.03	COFFEE SUPPLIES	CORPORATE SERVICES
T4466	MENTORS MOVING & STORAGE	24,313.06	2025 STORAGE FEES	CORPORATE SERVICES
T5536	CALIFORNIA STATE UNIVERSITY BAKERSFIELD FOUNDATION	23,300.00	COMMUNITY SCHOLARSHIPS	MARKETING & PUBLIC AFFAIRS
T2578	AMERICAN STROKE ASSOC/AMERICAN HEART ASSOC WESTERN STATES	23,000.00	GO RED FOR WOMEN & HEART WALK SPONSORSHIP	MARKETING & PUBLIC AFFAIRS
T5656	MELODY OUTLAND	22,942.50	PROFESSIONAL SERVICES	HEALTH SERVICES - UM

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4731	GO TO TECHNOLOGIES, INC	22,737.00	LOGMEIN SUBSCRIPTION RENEWAL	INFRASTRUCTURE
T5759	SHELLBY ROSE P DURLAO	22,435.00	PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T3031	THOMSON REUTERS-WEST OR WEST, A THOMSON REUTERS BUSINESS ****	22,243.44	LEGAL TOOL SUBSCRIPTION	LEGAL
T5500	MAGDALENE HOPE INC	21,500.00	COMMUNITY GRANTS	MARKETING & PUBLIC AFFAIRS
T4521	PAYSCALE, INC. ****	21,420.00	COMPENSATION SALARY ANALYSIS YR 2 OF 3	HUMAN RESOURCES
T1007	FEDERAL EXPRESS CORP ****	21,003.80	2025 SHIPPING EXPENSE	VARIOUS
T5318	CANONICAL GROUP LIMITED	20,720.00	UBUNTU PRO LICENSE & SUPPORT	INFRASTRUCTURE
T4249	LOTUS BAKERSFIELD CORP ****	20,500.00	2025 RADIO ADVERTISING	MARKETING & PUBLIC AFFAIRS
T5511	BARTZ-ALTADONNA COMMUNITY HEALTH CENTER	20,000.00	COMMUNITY HEALTH PARTNERSHIP	COMMUNITY GRANTS
		<b>63,113,519.79</b>		
	TOTAL VENDORS OVER \$20,000	63,113,519.79		
	TOTAL VENDORS UNDER \$20,000	2,890,241.78		
	TOTAL VENDOR EXPENSES- NOVEMBER	<b>66,003,761.57</b>		

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

Vendor Name	Contract Amount	Budgeted	Department	Department Head	Services that this vendor will provide to KHS	Effective Date	Termination Date
<b>January 2025</b>							
LinkedIn	\$180,900.00	Yes	HR	Devin Brown	Online Training Course Licenses	1/1/2025	12/31/2026
LinkedIn	\$188,659.83	Yes	HR	Devin Brown	Hiring Enterprise Program	1/1/2025	1/1/2028
MetaStar	\$56,700.00	Yes	QP	Kailey Collier	NCQA HEDIS Compliance Audit	1/1/2025	12/31/2027
Cloudera	\$77,940.10	Yes	IT	Cesar Delgado	Data Lineage Software	1/1/2025	12/31/2025
Gartner	\$184,800.00	Yes	HR	Devin Brown	HR licensing	1/1/2025	12/31/2025
Adobe	\$89,807.52	Yes	IT	Cesar Delgado	Pro DC, Photoshop, InDesign, etc.	1/27/2025	12/26/2026
<b>February 2025</b>							
Sprout Social	\$54,000.00	Yes	IT	Cesar Delgado	Social Media Vigilance, social management and support	2/26/2025	2/25/2026
LifeSigns	\$120,000.00	Yes	HE	Isabel Silva	ASL Interpreting Services	2/23/2025	2/22/2027
Serrano	\$70,950.00	Yes	EXEC	Emily Duran	Professional Resources	2/24/2025	5/31/2025
The Granger Network	\$175,200.00	Yes	HR	Devin Brown	2026-2028 Strategic Plan	2/3/2025	5/31/2025
Quest Diagnostics	\$125,510.00	Yes	QP	Jake Hall	Laboratory Data	2/21/2025	2/20/2026
Serrano Advisors, LLC	\$70,950.00	Yes	EXEC	Jermy McGuire	Strategic Planning Resource	2/24/2025	5/31/2025
<b>March 2025</b>							
Health Management Associates	\$199,000.00	Yes	ACCT	Veronica Baker	Actuarial Services	3/1/2025	2/28/2026
Mersman Enterprise Inc.	\$100,000.00	Yes	HEQ	Traco Matthews	Health Equity Program	3/3/2025	12/31/2025
CDW	\$113,327.83	Yes	IT	Cesar Delgado	2 Nutanix Nodes with support & Maintenance for 3 years	3/25/2025	3/24/2028
<b>April 2025</b>							
SHI	\$110,516.75	Yes	IT	Cesar Delgado	Manage KHS inbound calls	4/15/2025	4/14/2025
Citus Healthcare	\$160,888.00	Yes	PNM	Amisha Pannu	Consulting Services -Transitional Rent Consultant	4/15/2025	9/30/2025
SHI	\$110,516.75	Yes	IT	Cesar Delgado	Cisco UCCX License Renewal	4/22/2025	4/23/2026
E360	\$158,488.00	Yes	IT	Cesar Delgado	Citrix Licensing	4/2/2025	4/2/2028
Anthony C. Dike, dba Meridian Health Systems	\$199,000.00	Yes	UM	Christine Pence	UM Authorization Reviews	4/18/2025	4/17/2026
Nguyen Luu-Trong (1099)	\$199,000.00	Yes	UM	Christine Pence	UM Authorization Reviews	4/18/2025	4/17/2026
Panda Ai	\$100,000.00	Yes	COMP	Deb Murr	Ai Compliance Tool	4/1/2025	1/31/2026
Cognizant	\$64,500.00	Yes	IT	Cesar Delgado	Zelis Payment Integrity Interface	4/21/2025	3/30/2028
<b>May 2025</b>							
Shellby Dumlao, RN	\$90,000.00	Yes	PHM	Michelle Curioso	1099 RN consultant to support the PHM department	5/16/2025	5/15/2026
<b>June 2025</b>							
Symplr	\$75,905.00	No	QP	Jake Hall	Professional Services	6/3/2025	7/31/2027
Relay Network	\$100,000.00	Yes	ME	Louie Iturriria	Text Messaging Services	6/1/2025	12/31/2025
TWE	\$115,000.00	Yes	IT	Cesar Delgado	Critical Start 24x7 Security	6/23/2025	6/22/2026
ImageNet	\$75,092.00	Yes	COSA	Josh Hosch	HRA OCR	6/19/2025	4/4/2027
WebMD Ignite	\$147,249.28	Yes	HED	Isabel Silva	Care and Digital Core Tools	6/5/2025	6/4/2026
Context4Healthcare	\$99,548.24	Yes	IT	Cesar Delgado	AMA&CPT Codes	6/27/2025	6/27/2026
Thomson Reuters	\$77,927.28	Yes	HR	Devin Brown	Practical Law Subscription	6/19/2025	6/18/2028
Precision Health Strategies	\$199,000.00	Yes	EXEC	Emily Duran	Health Services Consulting	6/23/2025	12/31/2025
<b>July 2025</b>							
Blackhawk Network, Inc.	\$195,000.00	Yes	ME	Louie Iturriria	Amendment No.3 - Extension for Member Gift Cards.	7/1/2025	6/30/2026
CDW-G	\$55,942.65	Yes	IT	Cesar Delgado	Juniper switches support	7/1/2025	7/30/2026
Bakersfield American Indian Health Project	\$90,000.00	Yes	HE	Isabel Silva	Tribal Liaison	7/1/2025	6/30/2026
CHC	\$79,200.00	Yes	HE	Isabel Silva	DEEP and DPP Program	7/1/2025	6/30/2026
Helpcare AI	\$174,000.00	Yes	IT	Cesar Delgado	AI Digital Worker Platform	7/28/2025	4/30/2026
<b>August 2025</b>							
CommGap	\$198,558.00	Yes	HED	Isabel Silva	Interpreting Services - Amendment No.1	8/18/2025	7/6/2026
Wanda Jackson	\$100,000.00	Yes	UM	Christine Pence	1099 RN	8/27/2026	9/26/2025
Manna Hagos	\$198,000.00	Yes	UM	Christine Pence	1099 MD	8/22/2025	8/21/2026

Vendor Name	Contract Amount	Budgeted	Department	Department Head	Services that this vendor will provide to KHS	Effective Date	Termination Date
Symplr	\$72,508.40	Yes	UM	Christine Pence	Hayes Knowledge Center (Year 2)	8/1/2025	7/31/2026
<b>September 2025</b>							
Wanda Jackson	\$100,000.00	Yes	UM	Christine Pence	RN 1099	9/27/2025	9/26/2026
Melinda Doty	\$145,600.00	Yes	UM	Christine Pence	RN 1099	9/10/2025	9/9/2026
Gartner	\$112,653.34	Yes	CPL	Deb Murr	Compliance Licenses	9/1/2025	12/31/2026
<b>October 2025</b>							
Meridian Health Services	\$199,260.00	Yes	UM	Christine Pence	24/7 Physician on call	10/1/2025	3/31/2026
Integrity Advantage	\$82,292.00	Yes	CPL	Deborah Murr	FWA Support	10/1/2025	9/30/2026
Finthrive	\$197,511.00	Yes	CLM	Robin Dow Morales	Encounter Submission Platform	10/23/2025	10/22/2027
UpGuard	\$63,998.40	Yes	MIS	Cesar Delgado	Risk Assessment Tool	10/23/2025	10/22/2027
American Business Machines	\$130,000.00	Yes	MIS	Cesar Delgado	Printer Support and Maintenance	10/1/2025	9/30/2027
Kern County Public Health Department	\$196,253.00	Yes	HE	Isabel Silva	Community Health Assessment & Community Health Improvement Pla	10/1/2025	12/31/2027
<b>November 2025</b>							
Health Literacy Innovations	\$53,625.00	Yes	HE	Isabel Silva	Health Literacy Advisor Licenses	11/11/2025	11/10/2026
Cotiviti	\$199,420.00	Yes	MIS	Cesar Delgado	FHIR Solution	11/10/2025	11/9/2026

2025 PROJECT CONSULTING PROFESSIONAL SERVICES

ITEM	PROJECT	CAP/EXP	BUDGET	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD TOTAL	REMAINING BALANCE
1	Behavioral Health 2025	CAP	\$ 699,218	\$ 13,613	\$ 17,810	\$ 12,845	\$ 19,978	\$ 27,358	\$ 17,370	\$ 16,720	\$ 15,397	\$ 19,920	\$ 24,623	\$ 14,989	\$ -	\$ 200,624	\$ 498,594
2	Closed Loop Referral (CLR) Mgmnt	CAP	\$ 1,000,267	\$ 19,193	\$ 13,571	\$ 19,685	\$ 17,668	\$ 18,546	\$ 14,447	\$ 15,569	\$ 10,303	\$ 10,611	\$ 11,262	\$ 16,615	\$ -	\$ 167,472	\$ 832,795
3	Medicare Advantage DSNP Software Modules	CAP	\$ 4,122,638	\$ 25,050	\$ 30,431	\$ 34,859	\$ 48,603	\$ 65,807	\$ 68,007	\$ 74,917	\$ 67,042	\$ 49,344	\$ 80,357	\$ 56,441	\$ -	\$ 600,858	\$ 3,521,780
4	Accounting System Upgrade/Implementation	CAP	\$ 401,757	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 401,757
5	Member & Provider Portal Implementation	CAP	\$ 1,116,483	\$ -	\$ -	\$ 9,885	\$ 29,951	\$ 44,832	\$ 19,913	\$ 17,248	\$ 21,975	\$ 20,284	\$ 26,263	\$ 25,285	\$ -	\$ 215,635	\$ 900,849
6	Member Engagement	CAP	\$ 713,511	\$ 22,472	\$ 21,934	\$ 42,365	\$ 52,079	\$ 33,257	\$ 27,791	\$ 40,058	\$ 38,008	\$ 28,288	\$ 26,999	\$ 20,345	\$ -	\$ 353,594	\$ 359,917
7	Text Messaging - Automate and Customize	CAP	\$ 415,138	\$ 145	\$ 1,778	\$ 5,710	\$ 2,234	\$ 5,998	\$ 2,746	\$ 3,237		\$ 1,460	\$ 2,442	\$ 7,886	\$ -	\$ 33,636	\$ 381,503
8	Webex Calling Migration	CAP	\$ 644,373	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 644,373
<b>Capital Totals</b>			<b>\$ 9,113,386</b>	<b>\$ 80,473</b>	<b>\$ 85,524</b>	<b>\$ 125,348</b>	<b>\$ 170,512</b>	<b>\$ 195,799</b>	<b>\$ 150,274</b>	<b>\$ 167,749</b>	<b>\$ 152,724</b>	<b>\$ 129,907</b>	<b>\$ 171,946</b>	<b>\$ 141,562</b>	<b>\$ -</b>	<b>\$ 1,571,818</b>	<b>\$ 7,541,568</b>
9	IT Staff Augmentation	EXP	\$ 7,530,807	\$ 444,724	\$ 407,044	\$ 489,431	\$ 666,909	\$ 674,614	\$ 645,862	\$ 618,997	\$ 595,384	\$ 420,046	\$ 400,676	\$ 292,987	\$ -	\$ 5,656,674	\$ 1,874,133
10	PM Staff Augmentation	EXP	\$ 277,624	\$ 163,713	\$ 143,280	\$ 151,971	\$ 127,243	\$ 89,468	\$ 80,766	\$ 74,765	\$ 68,562	\$ 72,995	\$ 76,091	\$ 32,125	\$ -	\$ 1,080,978	\$ (803,355)
11	NCQA (The Mihalik Group)	EXP	\$ 350,000	\$ 17,800	\$ 22,823	\$ 32,990	\$ 14,250	\$ 23,215	\$ 2,400	\$ 1,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,708	\$ 235,293
12	DSNP (Rebellis)	EXP	\$ 3,000,000	\$ 163,994	\$ 73,994	\$ 100,875	\$ 151,681	\$ 159,513	\$ 121,925	\$ 56,063	\$ 1,056	\$ -	\$ -	\$ -	\$ -	\$ 829,100	\$ 2,170,900
<b>Operating Expense Totals</b>			<b>\$ 11,158,431</b>	<b>\$ 790,231</b>	<b>\$ 647,140</b>	<b>\$ 775,267</b>	<b>\$ 960,083</b>	<b>\$ 946,809</b>	<b>\$ 850,953</b>	<b>\$ 751,054</b>	<b>\$ 665,003</b>	<b>\$ 493,041</b>	<b>\$ 476,767</b>	<b>\$ 325,113</b>	<b>\$ -</b>	<b>\$ 7,681,460</b>	<b>\$ 3,476,971</b>