



# **KERN HEALTH SYSTEMS**

## **FINANCE COMMITTEE MEETING**

**Friday, February 9, 2024**

**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 9, 2024

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

#### COMMITTEE TO RECONVENE

Members: Elliott, Bowers, McGlew, 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))
  
- CA-3) Minutes for Kern Health Systems Finance Committee meeting on December 8, 2023-  
APPROVE
  
- 4) Report on Kern Health Systems Investment Portfolio for the Fourth Quarter Ending December 31, 2023 (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
  
- 5) Report on 2023 Annual Review of the Kern Health Systems Investment Policy (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
  
- 6) Report on 2023 Annual Travel Report (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
  
- 7) Report on 2023 Annual Report of Disposed Assets (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
  
- 8) Proposed Agreement with Zelis Healthcare, LLC (formerly Payspan), for the procurement of printing and mailing services along with EFT payments to providers, from February 16, 2024 through February 15, 2027 (Fiscal Impact: \$1,950,000 over the term of the contract; Budgeted) –  
APPROVE; REFER TO KHS BOARD OF DIRECTORS
  
- 9) Proposed Agreement with Microsoft Azure AVS, for Business Continuity and Disaster Recovery Solution, from February 16, 2024 through February 15, 2027 (Fiscal Impact: \$521,568 over the term of the contract; Budgeted) –  
APPROVE; REFER TO KHS BOARD OF DIRECTORS

- 10) Proposed Agreement with InComm Healthcare, for the Member Rewards Solution, from February 16, 2024 through February 15, 2027 (Fiscal Impact: \$2,520,000 over the term of the contract; Budgeted) –  
APPROVE; REFER TO KHS BOARD OF DIRECTORS
- 11) Report on Kern Health Systems Financial Statements for November 2023 (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS
- 12) Report on Accounts Payable Vendor Report, Administrative Contracts between \$50,000 and \$200,000 for November 2023 and IT Technology Consulting Resources for the period ended November 30, 2023 (Fiscal Impact: None) –  
RECEIVE AND FILE; REFER TO KHS BOARD OF DIRECTORS

ADJOURN TO FRIDAY, APRIL 12, 2024 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 KHS Finance Committee may request assistance at the Kern Health Systems office, 2900 Buck Owens Boulevard, Bakersfield, California 93308 or by calling (661) 664-5000. Every effort will be made to reasonably accommodate individuals with disabilities by making meeting material available in alternative formats. Requests for assistance should be made five (5) working days in advance of a meeting whenever possible.



## SUMMARY

### FINANCE COMMITTEE MEETING

KERN HEALTH SYSTEMS  
**2900 Buck Owens Boulevard**  
Bakersfield, California 93308

Friday, December 8, 2023

8:00 A.M.

#### COMMITTEE RECONVENED

Members: Elliott, Bowers, McGlew, Turnipseed, Watson  
ROLL CALL: 3 Present; 2 Absent – Turnipseed, Watson

NOTE: The vote is displayed in bold below each item. For example, McGlew-Bowers denotes Director McGlew 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.**

#### 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))  
**NO ONE HEARD**

**SUMMARY**

Finance Committee Meeting  
Kern Health Systems

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- 3) Report on Kern Health Systems investment portfolio for the third quarter ending September 30, 2023 (Fiscal Impact: None) – IRA COHEN, UBS FINANCIAL SERVICES, HEARD; RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS  
**McGlew-Bowers: 3 Ayes; 2 Absent – Turnipseed, Watson**
- 4) Proposed reinsurance policy renewal with IOA Re to mitigate costs incurred by Kern Health Systems for members with high dollar inpatient admissions from January 1, 2024 through December 31, 2024 in an amount not to exceed \$0.28 per member per month (Fiscal Impact: \$1,358,616 estimated; Budgeted) – KATHY BOWEN, ARTHUR J. GALLAGHER, HEARD; APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**McGlew-Bowers: 3 Ayes; 2 Absent – Turnipseed, Watson**
- 5) Proposed Kern Health Systems 2024 Operating and Capital Budgets (Fiscal Impact: None) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**McGlew-Bowers: 3 Ayes; 2 Absent – Turnipseed, Watson**
- 6) Proposed Budget Request for 2024 Project Consulting Professional Services, from January 1, 2024 through December 31, 2024 (Fiscal Impact: \$23,890,000; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-Elliott: 3 Ayes; 2 Absent – Turnipseed, Watson**
- 7) Proposed Agreement with Manifest Medex, for Health Information Exchange System to exchange data electronically across organizations, from January 2, 2024 through January 1, 2027 and Technical Professional Services in support of the Safety Net Providers, from January 2, 2024 through December 31, 2024 (Fiscal Impact: \$2,300,000; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**McGlew-Bowers: 3 Ayes; 2 Absent – Turnipseed, Watson**
- 8) Proposed Agreement with Cotiviti, for HEDIS/Stars Software Reporting Tool to support CA Medicaid, Medicare, and Dual Eligible Special Needs Plan, from December 15, 2023 through December 14, 2026 (Fiscal Impact: \$2,079,724; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-McGlew: 3 Ayes; 2 Absent – Turnipseed, Watson**
- 9) Proposed Agreement with DST Health Solutions, for John Hopkins ACG Predictive Modeler Tool and ACG GeoHealth to conduct risk stratification and predictive analytics, from January 1, 2024 through December 31, 2026 (Fiscal Impact: \$601,050; Budgeted) – APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-McGlew: 3 Ayes; 2 Absent – Turnipseed, Watson**



**SUMMARY**

Finance Committee Meeting  
Kern Health Systems

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- 10) Proposed Agreement with Harte Hanks, a national customer service engagement organization, to conduct KHS new member orientation calls for the HealthNet members transitioning to KHS, from January 1, 2024 through March 31, 2024 (Fiscal Impact: \$321,412; Budgeted) - APPROVED; REFERRED TO KHS BOARD OF DIRECTORS  
**Bowers-McGlew: 3 Ayes; 2 Absent – Turnipseed, Watson**
  
- 11) Report on Kern Health Systems financial statements for September 2023 and October 2023 (Fiscal Impact: None) –  
RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS  
**McGlew-Bowers: 3 Ayes; 2 Absent – Turnipseed, Watson**
  
- 12) Report on Accounts Payable Vendor Report, Administrative Contracts between \$50,000 and \$200,000 for September 2023 and October 2023 and IT Technology Consulting Resources for the period ended September 30, 2023 (Fiscal Impact: None) –  
RECEIVED AND FILED; REFERRED TO KHS BOARD OF DIRECTORS  
**McGlew-Bowers: 3 Ayes; 2 Absent – Turnipseed, Watson**

ADJOURN TO FRIDAY, FEBRUARY 9, 2024 AT 8:30 A.M.





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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** Quarterly Review of Kern Health Systems Investment Portfolio  
**DATE:** February 9, 2024

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### **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 time frame 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 frame 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  
December 31, 2023**

**Short Term Portfolio (under 1 year)**

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

<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	(1)	\$ 9,300,000	1.78%	100%		1 Day	None
Money Market Accounts	(A) (1)	\$ 65,550,000	12.56%	40%	5.20%	1 Day	None
Local Agency Investment Fund (LAIF)	(B) (2)	\$ 40,900,000	7.84%	50%	3.81%	2 Days	None
US T-Bills & Federal Agencies at Wells Fargo	(1)	\$ 194,800,000	37.33%	100%	5.25%	1 Day	Subject to Interest Rate Fluctuations
KHS Managed Portfolio at Wells Fargo	(C) (1)	\$ 21,100,000	4.04%		5.63%	3 Days	Subject to Interest Rate and Credit Fluctuations
<b>Sub-Total</b>		<b>\$ 331,650,000</b>	<b>63.55%</b>		<b>4.94%</b>		

**Long Term Port Folio ( 1 - 5 years)**

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

UBS Managed Portfolio	(D)	\$ 62,400,000	11.96%		5.05%	3 Days	Subject to Interest Rate and Credit Fluctuations
KHS Managed Portfolio at Wells Fargo	(C)	\$ 127,850,000	24.50%		5.43%	3 Days	Subject to Interest Rate and Credit Fluctuations
<b>Sub-Total</b>		<b>\$ 190,250,000</b>	<b>36.45%</b>		<b>5.31%</b>		
<b>Total Portfolio</b>		<b>\$ 521,900,000</b>	<b>100.00%</b>		<b>5.07%</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	4.82%	5.00%	5.10%	4.70%
2 year	4.35%	4.55%	4.70%	4.25%
3 year	4.12%	4.32%	4.50%	4.00%
5 year	3.95%	4.20%	4.39%	4.00%

- (A) Money market fund comprised of US Treasury and Repurchase Agreement Obligations.
  - (B) LAIF is part of a \$158 Billion Pooled Money Investment Account managed by the State Treasurer of CA. Majority of portfolio is comprised of Treasuries, CD's, Time Deposits and Commercial Paper.
  - (C) High quality diversified portfolio comprising Federal Agency Securities
  - (D) High quality diversified portfolio comprising certificate of deposits, corporate bonds and notes, municipal securities and US Treasury Securities. Includes investments maturing in less than 1 year that will be re-invested for over 1 year at maturity.
- 
- (1) Funds are utilized to pay providers, meet operating expenses and distribute pass-through monies, potential State premium recoupments and for amounts owed under various Risk Corridors. Extra liquidity is maintained in the event the State is late with its monthly capitation payment.
  - (2) Funds are primarily utilized to fund various Grant Programs and 2024 capital projects.



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

**Financial Advisor**  
 THE COHEN GROUP  
 6616633200

# UBS Client Review

As of December 31, 2023

**Report Prepared for:** Kern Health Systems

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

## What's inside

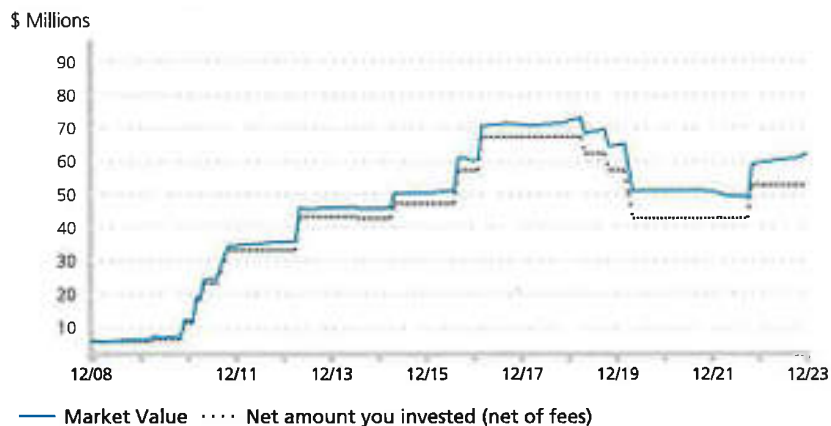
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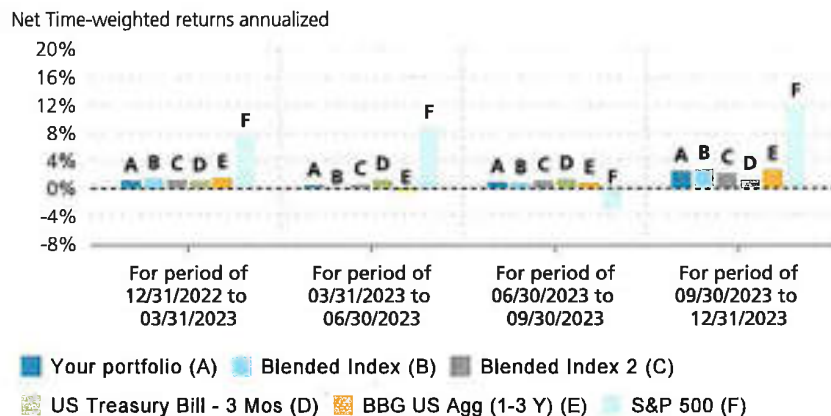
# Performance Review

as of December 31, 2023

## Sources of Portfolio Value



## Portfolio and Selected Benchmark Returns



**Blended Index:06/30/2023 - Current:** 45% BBG US Corp 1-3Y Incp76; 55% BBG US Agg Gvt & CR 1-3 Y+ **Blended Index 2:Start - Current:** 30% BofA 1Y Trs Note; 40% BofA US Corp 1-3Y A-AAA; +  
 +Additional benchmark information can be found on the benchmark composition page.  
**Past performance does not guarantee future results and current performance may be lower/higher than past data presented.**

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

## Portfolio Value and Investment Results

	Performance returns (annualized > 1 year)			
	For period of 12/31/2022 to 03/31/2023	For period of 03/31/2023 to 06/30/2023	For period of 06/30/2023 to 09/30/2023	For period of 09/30/2023 to 12/31/2023
<b>Opening value</b>	<b>59,490,576.84</b>	<b>60,142,064.85</b>	<b>60,365,771.90</b>	<b>60,906,124.88</b>
Net deposits/withdrawals	-22,280.50	-19,602.63	-24,415.91	-24,688.88
Div./interest income	266,742.34	410,573.82	289,228.91	482,680.67
Change in accr. interest	85,108.42	-48,199.15	115,882.24	-1,807.56
Change in value	321,917.75	-119,064.99	159,657.75	1,040,629.75
<b>Closing value</b>	<b>60,142,064.85</b>	<b>60,365,771.90</b>	<b>60,906,124.88</b>	<b>62,402,938.86</b>
Net Time-weighted ROR	1.10	0.37	0.90	2.46

Net deposits and withdrawals include program and account fees.

## Time Weighted Rates of Return (Net of Fees)

	Performance returns (annualized > 1 year)			
	For period of 12/31/2022 to 03/31/2023	For period of 03/31/2023 to 06/30/2023	For period of 06/30/2023 to 09/30/2023	For period of 09/30/2023 to 12/31/2023
<b>Your portfolio(%)</b>	<b>1.10</b>	<b>0.37</b>	<b>0.90</b>	<b>2.46</b>
Blended Index	1.39	-0.08	0.75	2.88
Blended Index 2	1.24	0.54	1.08	2.14
US Treasury Bill - 3 Mos	1.09	1.22	1.34	1.38
BBG US Agg (1-3 Y)	1.51	-0.36	0.74	2.71
S&P 500	7.50	8.74	-3.27	11.69



# Asset Allocation Review

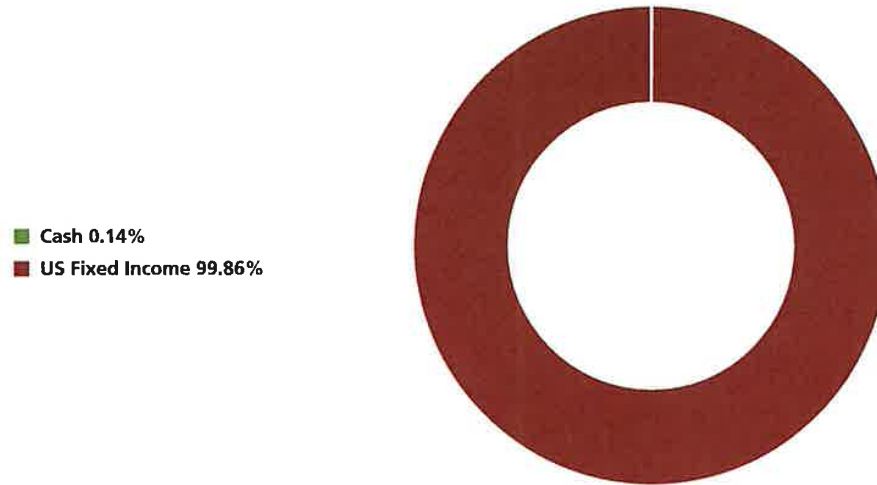
as of December 31, 2023

## Summary of Asset Allocation

	Market value (\$)	% of Portfolio
<b>Cash</b>	<b>84,813.87</b>	<b>0.14</b>
Cash	84,813.87	0.14
US	84,813.87	0.14
<b>Fixed Income</b>	<b>62,318,124.99</b>	<b>99.86</b>
US	62,318,124.99	99.86
Government	4,497,906.61	7.21
Corporate IG Credit	57,820,218.38	92.65
<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>\$62,402,938.86</b>	<b>100%</b>

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

Total Value: \$62,402,938.86



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



EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

## Asset Allocation by Account

as of December 31, 2023

	Equities (\$/%)			Fixed Income (\$/%)			Non-Traditional (\$/%)	Commodities (\$/%)	Other (\$/%)	Total	
	Cash (\$/%)	U.S.	Global	International	U.S.	Global					International
	<b>84,813.87</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>62,318,124.99</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>\$62,402,938.86</b>
<b>Total Portfolio</b>	<b>0.14</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>99.86</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>100%</b>
	84,813.87	0.00	0.00	0.00	62,318,124.99	0.00	0.00	0.00	0.00	0.00	\$62,402,938.86
	0.14	0.00	0.00	0.00	99.86	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
	<b>84,813.87</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>62,318,124.99</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>\$62,402,938.86</b>
<b>Total Portfolio</b>	<b>0.14</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>99.86</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 &amp; Annuity products are allocated in the 'Other' category

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

Report created on: January 11, 2024





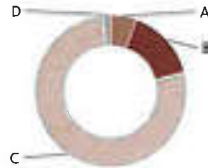
## Bond Summary as of December 31, 2023

### Bond Overview

Total quantity	62,975,000
Total market value	\$61,798,567.75
Total accrued interest	\$519,557.24
Total market value plus accrued interest	\$62,318,124.99
Total estimated annual bond interest	\$1,980,138.75
Average coupon	3.15%
Average current yield	3.20%
Average yield to maturity	5.07%
Average yield to worst	5.05%
Average modified duration	1.47
Average effective maturity	1.70

### Credit Quality of Bond Holdings

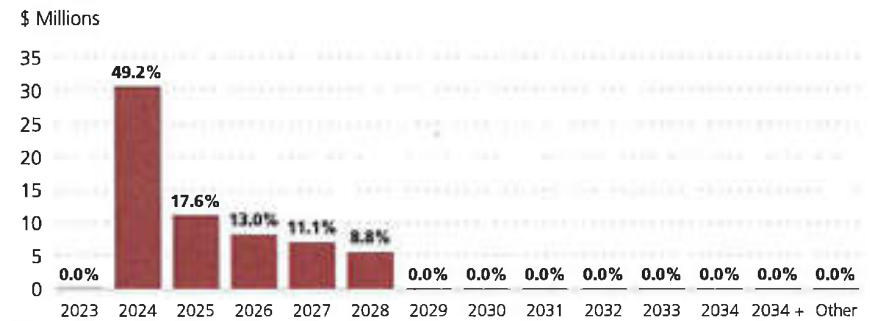
Effective credit rating	Issues	Value on 12/31/2023 (\$)	% of port.
<b>A</b> Aaa/AAA/AAA	3	3,415,450.96	5.46
<b>B</b> Aa/AA/AA	7	9,636,623.72	15.51
<b>C</b> A/A/A	33	48,284,660.86	77.46
<b>D</b> Baa/BBB/BBB	1	981,389.44	1.58
<b>E</b> Non-investment grade	0	0.00	0.00
<b>F</b> Certificate of deposit	0	0.00	0.00
<b>G</b> Not rated	0	0.00	0.00
<b>Total</b>	<b>44</b>	<b>\$62,318,124.99</b>	<b>100%</b>



### Investment Type Allocation

Investment type	Taxable (\$)	Tax-exempt / deferred (\$)	Total (\$)	% of bond port.
U.S. corporates	57,820,218.38	0.00	57,820,218.38	92.78
U.S. federal agencies	4,497,906.61	0.00	4,497,906.61	7.22
<b>Total</b>	<b>\$62,318,124.99</b>	<b>\$0.00</b>	<b>\$62,318,124.99</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, 2023

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

### Summary of Bond Holdings

Maturity Year	Issues	Quantity	Est. annual income (\$)	Current yield (%)	Yield to maturity (%)	Yield to worst (%)	Modified duration	Adjusted cost basis (\$)	Unrealized gain/loss (\$)	Mkt. value (\$)	% of bond portfolio maturing
2023	0	0			N/A	N/A	N/A				
2024	20	31,025,000	747,506.25	2.46%	5.37%	5.37%	0.66	31,128,981.26	-715,788.01	30,569,406.81	49.21%
2025	8	11,100,000	407,850.00	3.73%	4.97%	4.97%	1.35	11,032,991.01	-110,993.01	11,062,398.84	17.67%
2026	6	8,300,000	292,857.50	3.63%	4.69%	4.69%	2.34	7,961,515.5	114,271.50	8,157,456.37	13.07%
2027	6	7,050,000	295,425.00	4.28%	4.88%	4.74%	2.19	6,799,295	106,069.50	6,997,933.46	11.17%
2028	4	5,500,000	236,500.00	4.31%	4.38%	4.38%	4.01	5,372,499	109,726.00	5,530,929.51	8.87%
2029	0	0			N/A	N/A	N/A				
2030	0	0			N/A	N/A	N/A				
2031	0	0			N/A	N/A	N/A				
2032	0	0			N/A	N/A	N/A				
2033	0	0			N/A	N/A	N/A				
2034	0	0			N/A	N/A	N/A				
2035	0	0			N/A	N/A	N/A				
2036	0	0			N/A	N/A	N/A				
2037	0	0			N/A	N/A	N/A				
2038	0	0			N/A	N/A	N/A				
2039	0	0			N/A	N/A	N/A				
2040	0	0			N/A	N/A	N/A				
2041	0	0			N/A	N/A	N/A				
2042	0	0			N/A	N/A	N/A				
2043	0	0			N/A	N/A	N/A				
2044	0	0			N/A	N/A	N/A				
2045	0	0			N/A	N/A	N/A				
2046	0	0			N/A	N/A	N/A				
2047	0	0			N/A	N/A	N/A				
2048	0	0			N/A	N/A	N/A				
2048 +	0	0			N/A	N/A	N/A				
Other	0	0			N/A	N/A	N/A				
<b>Total</b>	<b>44</b>	<b>62,975,000</b>	<b>\$1,980,138.75</b>	<b>3.20%</b>	<b>5.07%</b>	<b>5.05%</b>	<b>1.47</b>	<b>\$62,295,281.77</b>	<b>\$-496,714.02</b>	<b>\$62,318,124.99</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.

Report created on: January 11, 2024



# Bond Holdings

as of December 31, 2023 (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>62,975,000</b>	<b>3.15%</b>	<b>09/12/2025</b>	<b>N/A</b>	<b>\$1,980,138.75</b> <b>3.20%</b>	<b>5.07%</b> <b>5.05%</b>	<b>1.47</b>	<b>\$62,295,281.77</b> <b>\$-496,714.02</b>	<b>N/A</b>	<b>\$61,798,567.75</b> <b>\$519,557.24</b> <b>\$62,318,124.99</b>	<b>100%</b>
<b>Maturing 2024</b>												
US BANCORP MED TERM NTS 03.375% 020524 DTD020419 FACTOR 1.000000000000	A3/A/A NR/NR/NR	300,000	3.38%	02/05/2024	01/05/2024 100.00	10,125.00 3.38%	5.68% 5.68%	0.09	300,856.12 -1,567.12	99.763	299,289.00 4,106.25	0.48%
MICROSOFT CORP NTS B/E 02.875% 020624 DTD020617 FC080617 CALL@MW+12.5BP	Aaa/WD/AAA NR/NR/NR	875,000	2.88%	02/06/2024		25,156.25 2.88%	5.25% 5.25%	0.10	869,845.02 2,976.23	99.751	872,821.25 10,132.38	1.41%
COMCAST CORP NTS B/E 03.700% 041524 DTD100518 FC041519 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,500,000	3.70%	04/15/2024	03/15/2024 100.00	55,500.00 3.72%	5.54% 5.54%	0.28	1,505,119.79 -13,279.79	99.456	1,491,840.00 11,716.67	2.41%
APPLE INC NTS B/E 2.850% 051124 DTD051117 FC111117 CALL@MW+12.5BP	Aaa/NR/AA+ NR/NR/NR	400,000	2.85%	05/11/2024	03/11/2024 100.00	11,400.00 2.88%	5.43% 5.43%	0.35	403,500.27 -7,236.27	99.066	396,264.00 1,583.33	0.64%
AMAZON COM INC NTS B/E 00.450% 051224 DTD051221 CALL@MW+2.5BP	A1/AA-/AA NR/NR/NR	2,000,000	0.45%	05/12/2024		9,000.00 0.46%	5.32% 5.32%	0.36	1,997,660.00 -32,980.00	98.234	1,964,680.00 1,225.00	3.18%
JPMORGAN CHASE & CO NTS 03.625% 051324 DTD051314 FC111314 B/E	A1/AA-/A- NR/NR/NR	1,800,000	3.63%	05/13/2024		65,250.00 3.65%	5.32% 5.32%	0.36	1,819,961.06 -31,265.06	99.372	1,788,696.00 8,700.00	2.89%
US BANCORP NTS B/E 02.400% 073024 DTD072919 FC013020	A3/A/A NR/NR/NR	2,000,000	2.40%	07/30/2024	05/30/2024 100.00	48,000.00 2.44%	5.44% 5.44%	0.56	1,967,640.00 -2,300.00	98.267	1,965,340.00 20,000.00	3.18%

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 11, 2024



## Bond Holdings

as of December 31, 2023 (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 2024</b>												
BB&T CORP NTS B/E 02.500% 080124 DTD072919 FC020120	A3/A/A- NR/NR/NR	1,000,000	2.50%	08/01/2024	07/01/2024 100.00	25,000.00 2.55%	5.81% 5.81%	0.56	1,011,411.45 -30,321.45	98.109	981,090.00 10,416.67	1.59%
UNITEDHEALTH GROUP INC 02.375% 081524 DTD072519 CALL@MW+10BP NTS	A2/A/A+ NR/NR/NR	2,250,000	2.38%	08/15/2024		53,437.50 2.42%	5.30% 5.30%	0.60	2,244,176.04 -34,361.04	98.214	2,209,815.00 20,187.50	3.58%
JOHN DEERE CAPITAL CORP 00.625% 091024 DTD091021 FC031022 NTS B/E	A2/A/A+ NR/NR/NR	1,400,000	0.63%	09/10/2024		8,750.00 0.64%	5.19% 5.19%	0.67	1,400,435.04 -43,695.04	96.910	1,356,740.00 2,697.92	2.20%
PAYPAL HOLDINGS INC NTS 02.400% 100124 DTD092619 FC040120 CALL@MW+15BP	A3/A/A- NR/NR/NR	2,250,000	2.40%	10/01/2024	09/01/2024 100.00	54,000.00 2.45%	5.31% 5.31%	0.73	2,254,253.91 -52,156.41	97.871	2,202,097.50 13,500.00	3.56%
SIMON PPTY GROUP LP B/E 03.375% 100124 DTD091014 FC040115 CALL@MW+15BP	A3/WD/A- NR/NR/NR	1,900,000	3.38%	10/01/2024	07/01/2024 100.00	64,125.00 3.43%	5.49% 5.49%	0.72	1,934,456.64 -63,944.64	98.448	1,870,512.00 16,031.25	3.03%
BK OF NY MELLON CORP NTS 00.850% 102524 DTD102521 FC042522 B/E	A1/AA/A- NR/NR/NR	1,500,000	0.85%	10/25/2024	09/25/2024 100.00	12,750.00 0.88%	5.20% 5.20%	0.79	1,500,581.05 -52,511.05	96.538	1,448,070.00 2,337.50	2.34%
BB&T CORP MED TERM NTS 02.850% 102624 DTD102617 FC042618 B/E	A3/A/A- NR/NR/NR	2,000,000	2.85%	10/26/2024	09/26/2024 100.00	57,000.00 2.91%	5.59% 5.59%	0.79	1,973,279.33 -16,899.33	97.819	1,956,380.00 10,291.67	3.17%
PNC FINL SERV GRP INC WT 02.200% 110124 DTD110119 FC050120 EXP NTS B/E	A3/A/A- NR/NR/NR	2,000,000	2.20%	11/01/2024	10/01/2024 100.00	44,000.00 2.26%	5.65% 5.65%	0.81	2,027,904.36 -83,744.36	97.208	1,944,160.00 7,333.33	3.15%
GENERAL DYNAMICS CORP 02.375% 111524 DTD091417 FC051518 CALL@MW+10BP	A3/WD/A- NR/NR/NR	1,750,000	2.38%	11/15/2024	09/15/2024 100.00	41,562.50 2.43%	5.26% 5.26%	0.84	1,774,960.77 -67,783.27	97.553	1,707,177.50 5,310.76	2.76%

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, 2023 (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 2024</b>												
ORACLE CORP NTS B/E 02.950% 111524 DTD110917 FC051518 CALL@MW+15BP	Baa2/BBB/BBB NR/NR/NR	1,000,000	2.95%	11/15/2024	09/15/2024 100.00	29,500.00 3.02%	5.59% 5.59%	0.84	1,017,591.31 -39,971.31	97.762	977,620.00 3,769.44	1.58%
TRUIST BANK NTS B/E 02.150% 120624 DTD120619 FC060620	A2/A+/A NR/NR/NR	2,000,000	2.15%	12/06/2024	11/06/2024 100.00	43,000.00 2.22%	5.41% 5.41%	0.90	1,988,302.12 -47,082.12	97.061	1,941,220.00 2,986.11	3.14%
WAL MART STORES INC NTS 02.650% 121524 DTD102017 FC061518 CALL@MW+10BP	Aa2/AA/AA NR/NR/NR	1,900,000	2.65%	12/15/2024	10/15/2024 100.00	50,350.00 2.71%	4.98% 4.98%	0.93	1,935,544.46 -76,603.46	97.839	1,858,941.00 2,237.78	3.01%
STATE STREET CORP B/E 03.300% 121624 DTD121514 FC061615	A1/AA-/A NR/NR/NR	1,200,000	3.30%	12/16/2024		39,600.00 3.35%	5.05% 5.05%	0.93	1,201,502.52 -21,062.52	98.370	1,180,440.00 1,650.00	1.91%
<b>Total 2024</b>		<b>31,025,000</b>	<b>2.41%</b>	<b>09/05/2024</b>		<b>\$747,506.25</b> <b>2.46%</b>	<b>5.37%</b> <b>5.37%</b>		<b>0.66\$31,128,981.26</b> <b>\$-715,788.01</b>		<b>\$30,413,193.25</b> <b>\$156,213.56</b>	<b>49.21%</b>
<b>Maturing 2025</b>												
JPMORGAN CHASE & CO B/E 03.125% 012325 DTD012315 FC072315	A1/AA-/A NR/NR/NR	2,400,000	3.13%	01/23/2025	10/23/2024 100.00	75,000.00 3.19%	5.16% 5.16%	1.01	2,453,526.70 -103,686.70	97.910	2,349,840.00 32,916.67	3.80%
BK OF NY MELLON CORP B/E 03.000% 022425 DTD022415 FC082415	A1/AA-/A NR/NR/NR	1,300,000	3.00%	02/24/2025	01/24/2025 100.00	39,000.00 3.07%	4.96% 4.96%	1.10	1,320,326.31 -48,627.31	97.823	1,271,699.00 13,758.33	2.06%
BURLINGTN NORTH SANTA FE 03.000% 040125 DTD030915 FC100115 CALL@MW+15BP	A3/NR/AA- NR/NR/NR	1,000,000	3.00%	04/01/2025	01/01/2025 100.00	30,000.00 3.07%	4.82% 4.82%	1.20	957,230.00 20,850.00	97.808	978,080.00 7,500.00	1.58%
PNC BK B/E 03.250% 060125 DTD060115 FC120115	A2/A+/A NR/NR/NR	300,000	3.25%	06/01/2025	05/01/2025 100.00	9,750.00 3.34%	5.26% 5.26%	1.36	295,368.00 -3,540.00	97.276	291,828.00 812.50	0.47%

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 11, 2024



## Bond Holdings

as of December 31, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

	Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.
<b>Maturing 2025</b>												
UNION PAC CORP NTS B/E 03.750% 071525 DTD060818 FC011519 CALL@MW+15BP	A3/A-/A- NR/NR/NR	2,000,000	3.75%	07/15/2025	05/15/2025 100.00	75,000.00 3.81%	4.76% 4.76%	1.45	1,940,760.00 29,340.00	98.505	1,970,100.00 34,583.33	3.19%
MORGAN STANLEY B/E 04.000% 072325 DTD072315 FC012316 CALL@MW+25BP	A1/A-/A- NR/NR/NR	1,800,000	4.00%	07/23/2025		72,000.00 4.06%	4.96% 4.96%	1.47	1,798,200.00 -23,886.00	98.573	1,774,314.00 31,600.00	2.87%
COMCAST CORP NTS B/E 3.950% 101525 DTD100518 FC041519 CALL@MW+15BP	A3/A-/A- NR/NR/NR	1,000,000	3.95%	10/15/2025	08/15/2025 100.00	39,500.00 4.00%	4.74% 4.74%	1.69	968,230.00 18,310.00	98.654	986,540.00 8,338.89	1.60%
FFCB BOND 05.200 % DUE 110325 DTD 110322 FC 05032023	Aaa/AA+/AA+ NR/NR/NR	1,300,000	5.20%	11/03/2025		67,600.00 5.20%	5.21% 5.21%	1.72	1,299,350.00 247.00	99.969	1,299,597.00 10,891.11	2.10%
<b>Total 2025</b>		<b>11,100,000</b>	<b>3.68%</b>	<b>06/04/2025</b>		<b>\$407,850.00</b> <b>3.73%</b>	<b>4.97%</b> <b>4.97%</b>	<b>1.35</b>	<b>\$11,032,991.01</b> <b>\$-110,993.01</b>		<b>\$10,921,998.00</b> <b>\$140,400.84</b>	<b>17.67%</b>
<b>Maturing 2026</b>												
LOCKHEED MARTIN CORP B/E 03.550% 011526 DTD112315 FC071516 CALL@MW+20BP	A2/A-/A- NR/NR/NR	1,500,000	3.55%	01/15/2026	10/15/2025 100.00	53,250.00 3.62%	4.49% 4.49%	1.91	1,445,685.00 27,030.00	98.181	1,472,715.00 24,554.17	2.38%
BANK OF AMER CORP NTS 03.500% 041926 DTD041916 FC101916 B/E	A1/AA-/A- NR/NR/NR	1,650,000	3.50%	04/19/2026		57,750.00 3.60%	4.72% 4.72%	2.16	1,581,525.00 24,766.50	97.351	1,606,291.50 11,550.00	2.60%
PROLOGIS NTS B/E 03.250% 063026 DTD063022 FC123022 CALL@MW+30BP	A3/NR/A NR/NR/NR	1,250,000	3.25%	06/30/2026	03/30/2026 100.00	40,625.00 3.36%	4.67% 4.67%	2.32	1,183,125.00 25,275.00	96.672	1,208,400.00 20,312.50	1.96%
ARCHER-DANIELS-MIDL& CO 02.500% 081126 DTD081116 FC021117 CALL@MW+15BP	A2/A/A NR/NR/NR	1,500,000	2.50%	08/11/2026	05/11/2026 100.00	37,500.00 2.62%	4.44% 4.44%	2.46	1,425,765.00 3,075.00	95.256	1,428,840.00 14,583.33	2.31%

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 11, 2024



# Bond Holdings

as of December 31, 2023 (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 2026</b>												
WALT DISNEY COMPANY/THE 03.375% 111526 DTD111519 CALL@MW+20BP	A2/A-/A- NR/NR/NR	1,350,000	3.38%	11/15/2026	08/15/2026 100.00	45,562.50 3.47%	4.44% 4.44%	2.69	1,278,828.00 32,791.50	97.157	1,311,619.50 5,821.88	2.12%
FFCB BOND 05.540 % DUE 120126 DTD 060123 FC 12012023	Aaa/AA+/AA+ NR/NR/NR	1,050,000	5.54%	12/01/2026		58,170.00 5.55%	5.61% 5.61%	2.65	1,046,587.50 1,333.50	99.802	1,047,921.00 4,847.50	1.70%
<b>Total 2026</b>		<b>8,300,000</b>	<b>3.54%</b>	<b>07/06/2026</b>		<b>\$292,857.50</b> <b>3.63%</b>	<b>4.69%</b> <b>4.69%</b>	<b>2.34</b>	<b>\$7,961,515.50</b> <b>\$114,271.50</b>		<b>\$8,075,787.00</b> <b>\$81,669.37</b>	<b>13.07%</b>
<b>Maturing 2027</b>												
MORGAN STANLEY B/E 03.625% 012027 DTD012017 FC072017	A1/A-/A- NR/NR/NR	1,000,000	3.63%	01/20/2027	11/15/2026 100.00	36,250.00 3.74%	4.68% 4.68%	2.80	913,100.00 57,020.00	97.012	970,120.00 16,211.81	1.57%
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 3.42%	4.56% 4.56%	2.84	1,060,532.00 33.00	96.415	1,060,565.00 15,528.33	1.72%
AMAZON.COM INC NTS B/E 03.300% 041327 DTD041322 FC101322 CALL@MW+10BP	A1/AA-/AA NR/NR/NR	1,000,000	3.30%	04/13/2027	03/13/2027 100.00	33,000.00 3.40%	4.22% 4.22%	3.05	942,880.00 28,970.00	97.185	971,850.00 7,150.00	1.57%
QUALCOMM INC NTS B/E 03.250% 052027 DTD052617 FC112017 CALL @MW+20BP	A2/NR/A NR/NR/NR	350,000	3.25%	05/20/2027	02/20/2027 100.00	11,375.00 3.36%	4.27% 4.27%	3.15	336,483.00 2,376.50	96.817	338,859.50 1,295.49	0.55%
META PLATFORMS INC NTS 03.500% 081527 DTD080922 FC021523 CALL@MW+15BP	A1/NR/AA- NR/NR/NR	1,500,000	3.50%	08/15/2027	07/15/2027 100.00	52,500.00 3.59%	4.26% 4.26%	3.32	1,446,825.00 15,045.00	97.458	1,461,870.00 19,833.33	2.37%
FHLMC MED TERM NTS 06.000 % DUE 092827 DTD 092823 FC 03282024	Aaa/NR/AA+ NR/NR/NR	2,100,000	6.00%	09/28/2027	03/28/2024 100.00	126,000.00 5.99%	5.97% 5.51%	0.24	2,099,475.00 2,625.00	100.100	2,102,100.00 32,550.00	3.40%

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 11, 2024



## Bond Holdings

as of December 31, 2023 (continued)

EX XX120 • BOND PORTFOLIO • Portfolio Management Program

Prepared for Kern Health Systems

Risk profile: Conservative

Return Objective: Current Income

Effective rating/ Underlying rating (Mdy/Fitch/S&P)	Quantity	Coupon	Effective maturity	Call date/ Call price (\$)	Est. annual income (\$)/ Curr. yield (%)	YTM (%)/ YTW (%)	Modified duration	Adjusted cost basis (\$)/ Unreal. g/l (\$)	Market price (\$)	Mkt. value (\$)/ Accr. interest (\$)	% of bond port.	
<b>Maturing 2027</b>												
<b>Total 2027</b>	<b>7,050,000</b>	<b>4.21%</b>	<b>06/08/2027</b>		<b>\$295,425.00</b> <b>4.28%</b>	<b>4.88%</b> <b>4.74%</b>	<b>2.19</b>	<b>\$6,799,295.00</b> <b>\$106,069.50</b>		<b>\$6,905,364.50</b> <b>\$92,568.96</b>	<b>11.17%</b>	
<b>Maturing 2028</b>												
INTEL CORP NTS B/E 04.875% 021028 DTD021023 CALL@MW+20BP	A2/A-/A- NR/NR/NR	700,000	4.88%	02/10/2028	01/10/2028 100.00	34,125.00 4.79%	4.41% 4.40%	3.55	687,127.00 24,969.00	101.728	712,096.00 13,365.63	1.15%
BRISTOL-MYERS SQUIBB CO 03.900% 022028 DTD022020 FC082020 CALL@MW+20BP	A2/WD/A- NR/NR/NR	1,000,000	3.90%	02/20/2028	11/20/2027 100.00	39,000.00 3.97%	4.34% 4.34%	3.72	972,970.00 10,490.00	98.346	983,460.00 14,191.67	1.59%
ESTEE LAUDER CO INC NTS 04.375% 051528 DTD051223 FC111523 CALL@MW+15BP	A1/NR/A- NR/NR/NR	1,500,000	4.38%	05/15/2028	04/15/2028 100.00	65,625.00 4.39%	4.43% 4.43%	3.92	1,493,730.00 2,760.00	99.766	1,496,490.00 8,385.42	2.42%
ABBVIE INC B/E 04.250% 111428 DTD091818 FC051419 CALL@MW+25BP	A3/NR/A- NR/NR/NR	2,300,000	4.25%	11/14/2028	08/14/2028 100.00	97,750.00 4.27%	4.35% 4.35%	4.33	2,218,672.00 71,507.00	99.573	2,290,179.00 12,761.81	3.71%
<b>Total 2028</b>	<b>5,500,000</b>	<b>4.30%</b>	<b>07/03/2028</b>		<b>\$236,500.00</b> <b>4.31%</b>	<b>4.38%</b> <b>4.38%</b>	<b>4.01</b>	<b>\$5,372,499.00</b> <b>\$109,726.00</b>		<b>\$5,482,225.00</b> <b>\$48,704.51</b>	<b>8.87%</b>	
<b>Total Bond Portfolio</b>	<b>62,975,000</b>	<b>3.15%</b>	<b>09/12/2025</b>	<b>N/A</b>	<b>\$1,980,138.75</b> <b>3.20%</b>	<b>5.07%</b> <b>5.05%</b>	<b>1.47</b>	<b>\$62,295,281.77</b> <b>\$-496,714.02</b>	<b>N/A</b>	<b>\$61,798,567.75</b> <b>\$519,557.24</b> <b>\$62,318,124.99</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.

Report created on: January 11, 2024





# Additional Information About Your Portfolio

as of December 31, 2023

## Inception to date net time-weighted returns (annualized > 1 year)

	Performance Start date	ITD Start date to 12/31/2023
Account EX XX120	12/08/2008	2.12%

## 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

#### Blended Index 2

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



## 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 may be 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. Further, there is no guarantee that an investor's account will meet or exceed the stated benchmark. Index performance information has been obtained from third parties deemed to be reliable. We have not independently verified this information, nor do we make any representations or warranties to the accuracy or completeness of this information.

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

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

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

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

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

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

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

provided by the issuer.

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

**Change in Value:** Represents the change in value of the portfolio during the reporting period, excluding additions/withdrawals, dividend and interest income earned and accrued interest. Change in Value may include 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



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

during periods of significant appreciation of the underlying equity position(s), the CES account will decrease the performance that would have been achieved had the stock been held long without implementing the CES strategy.

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

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

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

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

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

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

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

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

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

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

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

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

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



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

**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.

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

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

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

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

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

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

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

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

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

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

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

**Bond Averages:** All averages are weighted averages calculated based on market value of the holding, not

including accrued interest.

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

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

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

**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 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.



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

**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 10/01/2023-12/31/2023, Call/Redemption

Entry Date	Settle Date	Activity	Description	Security#	Quantity	Price/Detail	Amount
12/07/23	12/07/23	CALL REDEMPTION	BANK OF NY MELLON CORP 00.350% 120723 DTD120720	693YF3	-2,000,000.00	REDEMPTION	2,000,000.00
11/16/23	11/16/23	CALL REDEMPTION	FANNIE MAE NTS 00.310 % DUE 111623	FH01D1	-2,000,000.00	REDEMPTION	2,000,000.00
11/02/23	11/02/23	CALL REDEMPTION	FFCB BOND 00.290 % DUE 110223	FG93R9	-2,000,000.00	REDEMPTION	2,000,000.00
10/09/23	10/09/23	CALL REDEMPTION	PEPSICO INC NTS B/E 00.400% 100723 DTD100720 AS OF 10/07/23	787AM1	-600,000.00	REDEMPTION	600,000.00

Filtered by: Entry Date 10/01/2023-12/31/2023, Bought

Entry Date	Settle Date	Activity	Description	Security#	Quantity	Price/Detail	Amount
12/15/23	12/19/23	BOUGHT	IBM CORP B/E 03.300% 012727 DTD012717 Trade#:47295 Blot:9:	670189	1,100,000.00	\$96.41	-1,074,850.33
12/11/23	12/13/23	BOUGHT	BRISTOL-MYERS SQUIBB CO 03.900% 022028 DTD022020 Trade#:11254 Blot:9:	691VG7	1,000,000.00	\$97.30	-985,211.67
11/17/23	11/21/23	BOUGHT	ABBVIE INC B/E 04.250% 111428 DTD091818 Trade#:47856 Blot:9:	682NL5	2,300,000.00	\$96.46	-2,220,572.69
11/02/23	11/03/23	BOUGHT	FHLMC MED TERM NTS 06.000 % DUE 092827 Trade#:37483 Blot:0:	FD33V1	2,100,000.00	\$99.98	-2,111,725.00
10/10/23	10/12/23	BOUGHT	INTEL CORP NTS B/E 04.875% 021028 DTD021023 Trade#:18716 Blot:9:	7386H9	700,000.00	\$98.16	-693,004.08

*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/relationshipssummary](https://ubs.com/relationshipssummary).*

*The information is based upon the market value of your account(s) as of the close of business on December 31, 2023, is subject to daily market fluctuation and in some cases may be rounded for convenience. Your UBS account statements and trade confirmation are the official records of your accounts at UBS. We assign index benchmarks to our asset allocations, strategies in our separately managed accounts and discretionary programs based on our understanding of the allocation, strategy, the investment style and our research. The benchmarks included in this report can differ from those assigned through our research process. As a result, you may find that the performance comparisons may differ, sometimes significantly, from that presented in performance reports and other materials that are prepared and delivered centrally by the Firm. Depending upon the composition of your portfolio and your investment objectives, the indexes used in this report may not be an appropriate measure for comparison purposes, and as such, are represented for illustration only. Your portfolio holdings and performance may vary significantly from the index. Your financial advisor can provide additional information about how benchmarks within this report were selected. You have discussed the receipt of this individually customized report with your Financial Advisor and understand that it is being provided for informational purposes only. If you would like to revoke such consent, and no longer receive this report, please notify your Financial Advisor and/or Branch Manager.*



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

JONATHAN CHUANG  
 1-213-253-6202

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

**Statement Period**  
**12/01/2023 - 12/31/2023**

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	126,129,214.50	65,288,486.26	16%
Bonds	262,511,138.13	343,761,323.50	84%
Stocks	0.00	0.00	0%
<b>Total Account Value</b>	<b>\$ 388,640,352.63</b>	<b>\$ 409,049,809.76</b>	<b>100%</b>
<b>Value Change Since Last Statement Period</b>		<b>\$ 20,409,457.13</b>	
<b>Percent Increase Since Last Statement Period</b>		<b>5%</b>	
<b>Value Last Year-End</b>		<b>\$ 282,409,116.61</b>	
<b>Percent Increase Since Last Year-End</b>		<b>45%</b>	

**Income Summary USD**

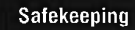
	This Period	Year-To-Date
Interest	\$ 784,708.33	\$ 5,539,266.64
Dividends/Capital Gains	0.00	0.00
Money Market Mutual Funds Dividends	413,920.12	5,228,681.92
Other	0.00	0.00
<b>Income Total</b>	<b>\$ 1,198,628.45</b>	<b>\$ 10,767,948.56</b>

**Interest Charged USD**

Description	This Period
Debit Interest For December 2023	0.00
<b>Total Interest Charged</b>	<b>\$ 0.00</b>

**Money Market Mutual Funds Summary USD**

Description	Amount
<b>Opening Balance</b>	<b>\$ 126,129,214.50</b>
Deposits and Other Additions	180,784,708.33
Distributions and Other Subtractions	(242,039,356.69)
Dividends Reinvested	413,920.12
Change in Value	0.00
<b>Closing Balance</b>	<b>\$ 65,288,486.26</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:** You have the right, in the course of normal business operations, to withdraw balances in the Bank Deposit Sweep or redeem shares of the money market mutual fund used in the sweep, subject to any open commitments in any of your accounts and have the proceeds returned to your accounts or remitted to you. Note, however, that as required by federal banking regulations, the banks in the Bank Deposit Sweep reserve the right to require seven days prior notice before permitting a transfer out of the Bank Deposit Sweep. In addition, the money market mutual funds in the sweep reserve the right to require one or more day's prior notice before permitting withdrawals. The Bank makes certain money market mutual funds available through the Bank Deposit Sweep and has

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

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

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

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

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

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

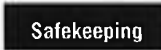
The Bank's financial statements are available upon request.

**KERN HEALTH SYSTEMS**

Account Number: XXXXXXXXXX

**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>								
912797HY6	UNITED STATES TREASURY BILL	01/09/24	0.000%	20,000,000.000	99.8980	19,979,606.00		
641062AQ7	NESTLE HOLDINGS INC	01/15/24	0.375%	3,000,000.000	99.8303	2,994,908.31		N
912797HZ3	UNITED STATES TREASURY BILL	01/16/24	0.000%	20,000,000.000	99.7960	19,959,204.40		
912797JA6	UNITED STATES TREASURY BILL	01/23/24	0.000%	20,000,000.000	99.6927	19,938,536.20		
3130AVR87	FEDERAL HOME LOAN BANK	01/26/24	5.125%	5,000,000.000	99.9836	4,999,178.90		Y
3130AVH47	FEDERAL HOME LOAN BANK	01/30/24	5.000%	5,000,000.000	99.9690	4,998,450.05		Y
912797JB4	UNITED STATES TREASURY BILL	01/30/24	0.000%	20,000,000.000	99.5883	19,917,666.80		
141781BP8	CARGILL INC	02/02/24	0.400%	1,400,000.000	99.5497	1,393,696.00		Y
3130AVW40	FEDERAL HOME LOAN BANK	02/08/24	5.150%	5,000,000.000	99.9713	4,998,565.65		Y
3130AW3U2	FEDERAL HOME LOAN BANK	02/22/24	5.050%	5,000,000.000	99.9529	4,997,645.95		Y
3130AUZ23	FEDERAL HOME LOAN BANK	03/01/24	5.250%	5,000,000.000	99.9773	4,998,864.55		Y
771196BQ4	ROCHE HOLDINGS INC	03/05/24	0.450%	1,725,000.000	99.1470	1,710,285.80		Y
3130AWD64	FEDERAL HOME LOAN BANK	03/07/24	5.250%	5,000,000.000	99.9790	4,998,950.90		Y
771196BU5	ROCHE HOLDINGS INC	03/08/24	1.882%	1,000,000.000	99.3264	993,263.55		N
717081ES8	PFIZER INC	03/15/24	2.950%	1,800,000.000	99.4913	1,790,843.81		Y
3134GY6Z0	FREDDIE MAC	03/22/24	5.050%	5,000,000.000	99.9506	4,997,528.90		Y
3130AWHA1	FEDERAL HOME LOAN BANK	04/12/24	5.350%	5,000,000.000	99.9881	4,999,405.35		Y
931142DP5	WALMART INC	04/22/24	3.300%	2,400,000.000	99.3362	2,384,069.69		Y
3135GAGV7	FANNIE MAE	04/26/24	5.125%	10,000,000.000	99.9429	9,994,287.10		Y
3135GAHK0	FANNIE MAE	05/08/24	5.000%	5,000,000.000	99.9126	4,995,628.50		Y
717081DM2	PFIZER INC	05/15/24	3.400%	1,000,000.000	99.2807	992,806.50		N
22160KAL9	COSTCO WHOLESALE CORP	05/18/24	2.750%	2,000,000.000	98.9599	1,979,197.78		Y
04636NAC7	ASTRAZENECA FINANCE LLC	05/28/24	0.700%	3,006,000.000	98.0648	2,947,826.87		Y
3134GYS60	FREDDIE MAC	06/17/24	5.200%	5,000,000.000	99.8097	4,990,484.20		Y
3135GAHX2	FANNIE MAE	06/28/24	5.330%	5,000,000.000	100.0196	5,000,981.10		Y
3135GAG47	FANNIE MAE	07/12/24	5.050%	10,000,000.000	100.0093	10,000,929.00		Y
3134GYEM0	FREDDIE MAC	07/19/24	4.800%	5,000,000.000	99.8471	4,992,354.10		Y
3135GAJA0	FANNIE MAE	07/19/24	5.400%	5,000,000.000	99.9549	4,997,744.65		Y
3135GAJ85	FANNIE MAE	07/19/24	5.500%	5,000,000.000	99.9212	4,996,058.25		Y
3134GYJM5	FREDDIE MAC	08/28/24	5.050%	5,000,000.000	99.8670	4,993,350.30		Y
191216CL2	COCA-COLA CO/THE	09/06/24	1.750%	3,000,000.000	97.7416	2,932,248.45		N
771196BE1	ROCHE HOLDINGS INC	09/30/24	3.350%	1,000,000.000	98.6539	986,539.07		Y



Statement Ending: December 31, 2023

## KERN HEALTH SYSTEMS

Account Number: ██████████

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

Security ID	Description	Maturity Date	Coupon	Current Par / Original Par	Market Price*	Market Value	Original Par Pledged**	Callable
<b>Bonds USD</b>								
3135GAJL6	FANNIE MAE	10/30/24	5.500%	5,000,000.000	99.8564	4,992,819.95		Y
3133EPTK1	FEDERAL FARM CREDIT BANK	11/21/24	5.500%	5,000,000.000	99.9606	4,998,030.95		Y
3135GAK83	FANNIE MAE	11/27/24	5.500%	5,000,000.000	99.8148	4,990,742.30		Y
3135GAJ36	FANNIE MAE	12/27/24	5.500%	5,000,000.000	99.8178	4,990,890.30		Y
3135GAJ28	FANNIE MAE	01/10/25	5.350%	5,000,000.000	100.2705	5,013,523.65		Y
3134GYP63	FREDDIE MAC	01/13/25	5.000%	5,000,000.000	99.6056	4,980,279.70		Y
3130AWN1	FEDERAL HOME LOAN BANK	01/27/25	5.550%	5,000,000.000	99.8433	4,992,165.45		Y
3135GAH20	FANNIE MAE	01/27/25	5.250%	5,000,000.000	100.0615	5,003,072.50		Y
3135GAHT1	FANNIE MAE	02/24/25	5.250%	3,000,000.000	100.1293	3,003,880.38		Y
3134GXS88	FREDDIE MAC	02/28/25	4.000%	5,000,000.000	99.1309	4,956,543.85		Y
3134GYQP0	FREDDIE MAC	05/01/25	5.375%	5,000,000.000	99.7977	4,989,884.80		Y
3134GYRH7	FREDDIE MAC	05/15/25	5.300%	5,000,000.000	99.7153	4,985,765.45		Y
3134GYSG8	FREDDIE MAC	05/22/25	5.050%	5,000,000.000	99.5996	4,979,981.30		Y
3133EPQP3	FEDERAL FARM CREDIT BANK	07/24/25	5.330%	5,000,000.000	99.8838	4,994,189.25		Y
3134GYWV0	FREDDIE MAC	07/25/25	5.600%	5,000,000.000	99.9530	4,997,650.10		Y
3134GYS94	FREDDIE MAC	05/15/26	5.000%	5,000,000.000	99.8004	4,990,021.40		Y
3134H1GR8	FREDDIE MAC	07/30/26	5.750%	3,000,000.000	100.0184	3,000,551.43		Y
3134GYZA3	FREDDIE MAC	08/14/26	5.500%	5,000,000.000	99.8816	4,994,077.55		Y
3134GYZ54	FREDDIE MAC	08/14/26	5.875%	5,000,000.000	99.9084	4,995,418.40		Y
3130AX5H7	FEDERAL HOME LOAN BANK	09/11/26	5.500%	5,000,000.000	100.0251	5,001,255.35		Y
3134H1CK7	FREDDIE MAC	09/25/26	5.050%	5,000,000.000	99.6531	4,982,656.00		Y
3135GAJS1	FANNIE MAE	10/30/26	6.020%	3,000,000.000	100.1298	3,003,894.21		Y
3130AXVD7	FEDERAL HOME LOAN BANK	11/20/26	5.400%	5,000,000.000	100.2580	5,012,900.70		Y
3130AY2Q8	FEDERAL HOME LOAN BANK	12/18/26	5.250%	5,000,000.000	99.9352	4,996,759.80		Y
3130AXM96	FEDERAL HOME LOAN BANK	12/24/26	6.000%	3,000,000.000	99.9951	2,999,854.35		Y
3130AXVH8	FEDERAL HOME LOAN BANK	11/22/27	5.500%	5,000,000.000	100.4293	5,021,463.10		Y
3130AY2W5	FEDERAL HOME LOAN BANK	12/14/27	5.600%	5,000,000.000	99.8129	4,990,645.15		Y
3134H1FS7	FREDDIE MAC	04/17/28	6.000%	3,000,000.000	100.7549	3,022,646.58		Y
3134H1GP2	FREDDIE MAC	10/17/28	6.000%	3,000,000.000	100.6358	3,019,072.92		Y
3130AXVF2	FEDERAL HOME LOAN BANK	11/27/28	6.000%	5,000,000.000	99.7794	4,988,967.65		Y
3134H1KW2	FREDDIE MAC	12/04/28	5.550%	5,000,000.000	100.5467	5,027,337.00		Y
3130AXXB9	FEDERAL HOME LOAN BANK	12/21/28	5.700%	5,000,000.000	99.8655	4,993,275.30		Y

**KERN HEALTH SYSTEMS**

Account Number: ██████████

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

Security ID	Description	Maturity Date	Coupon	Current Par / Original Par	Market Price*	Market Value	Original Par Pledged**	Callable
<b>Bonds USD</b>								
				344,331,000.000		343,761,323.50	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>									
11/28/23	12/04/23	Security Receipt	3134H1KW2	FREDDIE MAC	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
12/08/23	12/12/23	Security Receipt	771196BU5	ROCHE HOLDINGS INC	1,000,000.00	99.1287000	(991,287.00)	(4,914.11)	(996,201.11)
12/08/23	12/14/23	Security Receipt	3130AY2W5	FEDERAL HOME LOAN BANK	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
12/15/23	12/15/23	Security Receipt	912797HY6	UNITED STATES TREASURY BILL	20,000,000.00	99.6395830	(19,927,916.60)	0.00	(19,927,916.60)
12/15/23	12/15/23	Security Receipt	912797JA6	UNITED STATES TREASURY BILL	20,000,000.00	99.4377500	(19,887,550.00)	0.00	(19,887,550.00)
12/15/23	12/15/23	Security Receipt	912797JB4	UNITED STATES TREASURY BILL	20,000,000.00	99.3355560	(19,867,111.20)	0.00	(19,867,111.20)
12/08/23	12/18/23	Security Receipt	3130AY2Q8	FEDERAL HOME LOAN BANK	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)
12/18/23	12/18/23	Security Receipt	313312QZ6	FED FARM CRD DISCOUNT NT	50,000,000.00	99.8835556	(49,941,777.78)	0.00	(49,941,777.78)
12/15/23	12/19/23	Security Receipt	912797HZ3	UNITED STATES TREASURY BILL	20,000,000.00	99.5940000	(19,918,800.00)	0.00	(19,918,800.00)
11/29/23	12/21/23	Security Receipt	3130AXXB9	FEDERAL HOME LOAN BANK	5,000,000.00	100.0000000	(5,000,000.00)	0.00	(5,000,000.00)

**Income / Payment Activity USD**

12/06/23	12/06/23	Matured	3130ATVJ3	FEDERAL HOME LOAN BANK			5,000,000.00		5,000,000.00
12/06/23	12/06/23	Matured	3130ATVJ3	FEDERAL HOME LOAN BANK	(5,000,000.00)				
12/06/23	12/06/23	Interest	3130ATVJ3	FEDERAL HOME LOAN BANK				125,000.00	125,000.00
12/06/23	12/06/23	Matured	313312QD5	FEDERAL FARM CREDIT BANK			10,000,000.00		10,000,000.00
12/06/23	12/06/23	Matured	313312QD5	FEDERAL FARM CREDIT BANK	(10,000,000.00)				
12/07/23	12/07/23	Interest	3130AWD64	FEDERAL HOME LOAN BANK				131,250.00	131,250.00
12/22/23	12/22/23	Interest	3134GY6Z0	FREDDIE MAC				126,250.00	126,250.00
12/22/23	12/22/23	Matured	3130AVBE1	FEDERAL HOME LOAN BANK			5,000,000.00		5,000,000.00
12/22/23	12/22/23	Matured	3130AVBE1	FEDERAL HOME LOAN BANK	(5,000,000.00)				
12/22/23	12/22/23	Interest	3130AVBE1	FEDERAL HOME LOAN BANK				133,750.00	133,750.00
12/26/23	12/26/23	Matured	313312QZ6	FED FARM CRD DISCOUNT NT			50,000,000.00		50,000,000.00
12/26/23	12/26/23	Matured	313312QZ6	FED FARM CRD DISCOUNT NT	(50,000,000.00)				
12/27/23	12/27/23	Interest	3135GAJ36	FANNIE MAE				135,208.33	135,208.33



**KERN HEALTH SYSTEMS**

Account Number: ██████████

**Daily Account Activity (Continued)**

Your investment transactions during this statement period.

Transaction / Trade Date	Settlement / Effective Date	Activity	Security ID	Description	Par / Quantity	Price	Principal Amount	Income Amount	Debit / Credit Amount
<b>Income / Payment Activity USD</b>									
12/28/23	12/28/23	Interest	3135GAHX2	FANNIE MAE				133,250.00	133,250.00

Transaction / Trade Date	Settlement / Eff. Date	Activity	Description	Debit Amount / Disbursements	Credit Amount / Receipts
<b>Cash Activity USD</b>					
12/05/23	12/05/23	ACH/DDA Transaction	DESIGNATED DDA	21,000,000.00	
12/12/23	12/12/23	ACH/DDA Transaction	DESIGNATED DDA	19,500,000.00	
12/14/23	12/14/23	ACH/DDA Transaction	DESIGNATED DDA		35,000,000.00
12/14/23	12/14/23	ACH/DDA Transaction	DESIGNATED DDA		75,000,000.00
12/19/23	12/19/23	ACH/DDA Transaction	DESIGNATED DDA	20,000,000.00	
12/26/23	12/26/23	ACH/DDA Transaction	DESIGNATED DDA	5,000,000.00	
12/27/23	12/27/23	ACH/DDA Transaction	DESIGNATED DDA	20,000,000.00	
12/28/23	12/28/23	ACH/DDA Transaction	DESIGNATED DDA	6,000,000.00	

**Money Market Fund Activity**

Morgan Stan TreasSvc 8314	Dividend paid this period	7 day* simple yield	30 day* simple yield
*As of December 31, 2023			
USD	262.54	5.160%	5.160%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
<b>Beginning Balance</b>						
			1.0000	61,785.68		61,785.68000
12/01/23	Reinvest	262.54000			262.54	62,048.22000
<b>Ending Balance</b>						
			1.0000	62,048.22		62,048.22000

Goldman FS Tr Ob Ins 468	Dividend paid this period	7 day* simple yield	30 day* simple yield
*As of December 31, 2023			
USD	199,684.50	5.210%	5.240%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
<b>Beginning Balance</b>						
			1.0000	61,094,535.98		61,094,535.98000
12/01/23	Reinvest	199,649.11000			199,649.11	61,294,185.09000
12/04/23	Redemption	(5,000,000.00000)		(5,000,000.00)		56,294,185.09000
12/05/23	Redemption	(21,000,000.00000)		(21,000,000.00)		35,294,185.09000
12/06/23	Purchase	15,125,000.00000		15,125,000.00		50,419,185.09000

**KERN HEALTH SYSTEMS**

Account Number: ██████████

**Money Market Fund Activity (Continued)**

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
12/07/23	Purchase	131,250.00000		131,250.00		50,550,435.09000
12/12/23	Redemption	(996,201.11000)		(996,201.11)		49,554,233.98000
12/12/23	Redemption	(19,500,000.00000)		(19,500,000.00)		30,054,233.98000
12/14/23	Redemption	(5,000,000.00000)		(5,000,000.00)		25,054,233.98000
12/14/23	Purchase	75,000,000.00000		75,000,000.00		100,054,233.98000
12/15/23	Redemption	(59,682,577.80000)		(59,682,577.80)		40,371,656.18000
12/18/23	Redemption	(5,000,000.00000)		(5,000,000.00)		35,371,656.18000
12/19/23	Redemption	(19,918,800.00000)		(19,918,800.00)		15,452,856.18000
12/21/23	Redemption	(5,000,000.00000)		(5,000,000.00)		10,452,856.18000
12/21/23	Reinvest	35.39000			35.39	10,452,891.57000
12/22/23	Purchase	5,260,000.00000		5,260,000.00		15,712,891.57000
12/26/23	Purchase	50,000,000.00000		50,000,000.00		65,712,891.57000
12/26/23	Redemption	(5,000,000.00000)		(5,000,000.00)		60,712,891.57000
12/27/23	Purchase	135,208.33000		135,208.33		60,848,099.90000
12/27/23	Redemption	(20,000,000.00000)		(20,000,000.00)		40,848,099.90000
12/28/23	Purchase	133,250.00000		133,250.00		40,981,349.90000
12/28/23	Redemption	(6,000,000.00000)		(6,000,000.00)		34,981,349.90000
	<b>Ending Balance</b>		<b>1.0000</b>	<b>34,981,349.90</b>		<b>34,981,349.90000</b>

JPMorgan UST Plus Inst 3918	Dividend paid this period	7 day* simple yield	30 day* simple yield
*As of December 31, 2023			
USD	213,973.08	5.200%	5.190%

Transaction Date	Activity	Shares	Price	Market Value (\$)	Dividend Amount	Share Balance
	<b>Beginning Balance</b>		<b>1.0000</b>	<b>64,972,892.84</b>		<b>64,972,892.84000</b>
12/01/23	Reinvest	213,973.08000			213,973.08	65,186,865.92000
12/14/23	Purchase	35,000,000.00000		35,000,000.00		100,186,865.92000
12/18/23	Redemption	(49,941,777.78000)		(49,941,777.78)		50,245,088.14000
12/19/23	Redemption	(20,000,000.00000)		(20,000,000.00)		30,245,088.14000
	<b>Ending Balance</b>		<b>1.0000</b>	<b>30,245,088.14</b>		<b>30,245,088.14000</b>





## PMIA/LAIF Performance Report as of 1/17/24



### Quarterly Performance Quarter Ended 12/31/23

LAIF Apportionment Rate <sup>(2)</sup> :	4.00
LAIF Earnings Ratio <sup>(2)</sup> :	0.00010932476863589
LAIF Administrative Cost <sup>(1)*</sup> :	0.29
LAIF Fair Value Factor <sup>(1)</sup> :	0.993543131
PMIA Daily <sup>(1)</sup> :	3.96
PMIA Quarter to Date <sup>(1)</sup> :	3.81
PMIA Average Life <sup>(1)</sup> :	230

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

December	3.929
November	3.843
October	3.670
September	3.534
August	3.434
July	3.305**

### Pooled Money Investment Account Monthly Portfolio Composition <sup>(1)</sup> 12/31/23 \$158.0 billion

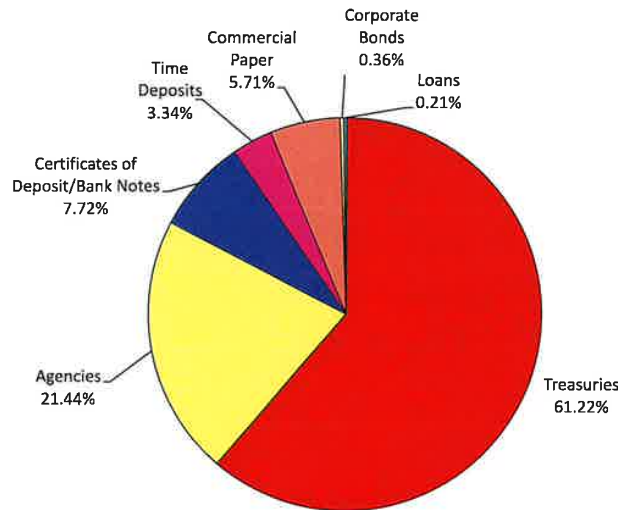


Chart does not include \$2,164,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

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) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

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

\*\* Revised

Source:

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

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







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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** 2023 Annual Review of Kern Health Systems Investment Policy  
**DATE:** February 9, 2024

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### 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 the immediate needs of the agency (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 and FDIC insured certificates of deposit with an average effective maturity of slightly less than 1 1/2 years.

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					
POLICY AND PROCEDURES					
SUBJECT: Investment Policy			POLICY #: 80.11-I		
DEPARTMENT: Finance					
Effective Date: 2010-10	Review/Revised Date: 7/21/2020	DMHC		PAC	
		DHCS		QI/UM COMMITTEE	
		BOD	X	FINANCE COMMITTEE	

Doug Hayward Date 7/21/2020  
 Douglas A. Hayward  
 Chief Executive Officer

Robert Landis Date 7/20/2020  
 Chief Financial Officer

Alan Avery Date 7/20/2020  
 Chief Operating Officer

Veronica Barker Date 7/13/2020  
 Controller

**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 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. 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 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, GNMMAs, FNMMAs or FHLMMCs 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 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 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.

<i>INSTRUMENTS</i>	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%

<i>INSTRUMENTS</i>	MAXIMUM % OF PORTFOLIO AT TIME OF PURCHASE
J. Money Market Funds	40%
K. Mortgage and Asset-backed Securities	20%
L. Variable and Floating Rate Securities	30%
M. Local Agency Investment Fund (KAIF)	50%

- a. Issuer/Counterparty Diversification Guidelines – The percentages specified below shall be adhered to on the basis of the entire portfolio:
- i. Any one Federal Agency or Government Sponsored Enterprise 35%
  - ii. Any one-repurchase agreement counterparty name
    - If maturity/term is  $\leq$  7 days 50%
    - If maturity/term is  $>$  7 days 25%
- b. 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%

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.

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:**

**Revision 2020-06:** Policy updated to reflect Board of Directors approved changes on 6/11/2020. **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  
2023 INVESTMENT ANALYSIS**

**(ATTACHMENT 2)**

	<u>UBS</u>	<u>LAIF</u>	<u>Wells Fargo Securities</u>
December 31, 2023 Balance	62,371,872	41,193,133	409,049,810
Average Monthly Balance	60,708,817	50,228,931	351,584,972
Total Dividend/Revenue (YTD)	1,572,960	1,749,365	10,667,949
Percentage	2.59%	3.48%	3.03%





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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** 2023 Annual Travel Report  
**DATE:** February 9, 2024

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### **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 to solve 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, participating on vendor advisory boards and professional education and training seminars.

During 2023 \$23,129 was spent on regulatory or trade association travel, \$23,370 was spent on professional development, \$89,186 was spent on conference attendance travel and \$22,553 was spent on on-site staff meetings and vendor meetings. The total travel expenses incurred for 2023 was \$158,238 which was approximately \$110,000 under budget.

### **Requested Action**

Receive and file for informational purposes only.

# KERN HEALTH SYSTEMS

## 2023 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	LHPC Strategic Planning Retreat	C	OUT	Berkeley CA	01/23/23	01/24/23	653.50	92.50	746.00
2	Senior Director of Government Relations & Strategic Development	LHPC Strategic Planning Retreat	C	OUT	Berkeley CA	01/23/23	01/24/23	866.53	92.50	959.03
3	Chief Executive Officer	DHCS Executive Meeting	R	OUT	Sacramento CA	02/01/23	02/01/23	860.29	138.11	998.40
4	Chief Medical Officer	DHCS Executive Meeting	R	OUT	Sacramento CA	02/01/23	02/01/23	475.24	51.75	526.99
5	Chief Financial Officer	Local Health Plans of California : CFO Meeting	R	OUT	Sacramento CA	03/08/23	03/09/23	611.01	103.50	714.51
6	Chief Information Officer	LHPC CIO Meeting	R	OUT	Los Angeles CA	03/23/23	03/24/23	324.53	55.50	380.03
7	Senior Director of Government Relations & Strategic Development	ACAP Membership Council Meeting	R	OUT	Los Angeles CA	03/28/23	03/30/23	811.07	92.50	903.57
8	Chief Executive Officer	LHPC April Board Meeting	R	OUT	Sacramento CA	04/17/23	04/18/23	713.59	103.50	817.09
9	Chief Operating Officer	ACAP Operations Meeting	R	OS	Salt Lake City UT	04/25/23	04/26/23	1,654.46	128.00	1,782.46
10	Senior Director of Government Relations & Strategic Development	CAHP State Programs Committee Meeting	R	OUT	Rancho Cucamonga CA	04/25/23	04/25/23	196.50	64.00	260.50
11	Chief Operating Officer	D-SNP Implementation Meeting	R	OUT	San Jose CA	05/18/23	05/19/23	223.68	111.00	334.68
12	Chief Information Officer	ZeOmega Connections	C	OS	Fort Worth TX	09/25/23	09/28/23	489.20		489.20
13	Senior Director of Government Relations & Strategic Development	ACAP CEO Summit	C	OS	Washington DC	06/13/23	06/16/23	2,087.35	177.75	2,265.10
14	Chief Information Officer	D-SNP Implementation Meeting	R	OUT	San Jose CA	05/18/23	5/19/23	542.86	92.50	635.36
15	Chief Operating Officer	LHPC COO Meeting	R	OUT	San Francisco CA	6/29/23	6/30/23	365.36	129.50	494.86
16	Deputy Director of Government Relations & Strategic Development	LHPC Board Meeting	R	OUT	Sacramento CA	07/16/23	07/17/23	326.98	69.00	395.98

# KERN HEALTH SYSTEMS

## 2023 ANNUAL TRAVEL REPORT

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17	Senior Director of Government Relations & Strategic Development	LHPC Board Meeting	R	OUT	Sacramento CA	07 16 23	07 17 23	709.62	69.00	778.62
18	Senior Director of Government Relations & Strategic Development	CAHP State Programs Committee Meeting	R	OUT	Sacramento CA	07 24 23	07 25 23	627.30	69.00	696.30
19	Deputy Director of Government Relations & Strategic Development	CAHP State Programs Committee Meeting	R	OUT	Sacramento CA	07 24 23	07 25 23	259.19	69.00	328.19
20	Chief Operating Officer	Microsoft Executive Briefing	O	OUT	Mountain View CA	08 21 23	08 22 23	269.99	92.50	362.49
21	Chief Information Officer	Microsoft Executive Briefing	O	OUT	Mountain View CA	08 21 23	08 22 23	500.93	92.50	593.43
22	Chief Financial Officer	DHCS All Plan CFO Meeting	C	OUT	Sacramento CA	09 19 23	09 20 23	642.70	103.50	746.20
23	Chief Information Officer	CAHP 2023 Annual Conference	C	OUT	Palm Desert CA	10 22 23	10 25 23	808.81	-	808.81
24	Chief Executive Officer	2023 Quality Conference	C	OUT	Sacramento CA	10 17 23	10 19 23	1,088.41	155.25	1,243.66
25	Chief Medical Officer	2023 Quality Conference	C	OUT	Sacramento CA	10 17 23	10 18 23	359.04	120.75	479.79
26	Deputy Director of Government Relations & Strategic Development	CAHP 2023 Annual Conference	C	OUT	Palm Desert CA	10 22 23	10 25 23	1,322.68	122.50	1,445.18
27	Senior Director of Government Relations & Strategic Development	CAHP 2023 Annual Conference	C	OUT	Palm Desert CA	10 22 23	10 25 23	1,322.68	138.00	1,460.68
28	Chief Operating Officer	CAHP 2023 Annual Conference	C	OUT	Palm Desert CA	10 22 23	10 25 23	1,289.93	189.75	1,479.68
29	Chief Financial Officer	CAHP 2023 Annual Conference	C	OUT	Palm Desert CA	10 22 23	10 25 23	556.45	51.75	608.20
30	Chief Executive Officer	ACAP CEO Retreat	C	OS	Scottsdale, AZ	11 16 23	11 17 23	914.12	103.50	1,017.62
<b>Executive Total</b>								<b>21,874.00</b>	<b>2,878.61</b>	<b>24,752.61</b>

# KERN HEALTH SYSTEMS

## 2023 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
31	Payroll & Accounting Manager	2023 Ceridian Insights	C	OS	Las Vegas NV	10.02.23	10.05.23	1,778.75	362.25	2,141.00
<b>Finance Total</b>								<b>1,778.75</b>	<b>362.25</b>	<b>2,141.00</b>
32	Product Manager, Core Systems	Trizetto Conference CANX 2.14.23	C	OS	Newark NJ	03.07.23	03.09.23	9.00	-	9.00
33	Network Operations Supervisor	Cisco Live 2023	C	OS	Las Vegas NV	06.04.23	06.08.23	676.89	189.75	866.64
34	Network Administrator III	Onsite for Juniper Upgrade	O	OS	Bakersfield CA	07.16.23	07.29.23	2,442.25	864.00	3,306.25
35	Systems Administrator II	ZeOmega Connections	C	OS	Fort Worth TX	09.25.23	09.28.23	1,053.34	160.00	1,213.34
36	Director of Clinical Operations, Strategy & Analytics (Remote EE)	Onsite Meetings with CMO	O	IN	Bakersfield CA	04.02.23	04.13.23	3,453.25	688.00	4,141.25
37	Director of Clinical Operations, Strategy & Analytics (Remote EE)	Onsite Jiva Foundational/Architectural Training	O	IN	Bakersfield CA	06.25.23	06.30.23	1,708.71	352.00	2,060.71
38	Director of Clinical Operations, Strategy & Analytics (Remote EE)	Onsite Meetings	O	IN	Bakersfield CA	07.16.23	07.21.23	2,081.70	288.00	2,369.70
39	Director of Clinical Operations, Strategy & Analytics (Remote EE)	ZeOmega Connections	C	OS	Fort Worth TX	09.25.23	09.28.23	1,793.33	144.00	1,937.33
40	Director of Clinical Operations, Strategy & Analytics (Remote EE)	ECBA Training for IIBA Certification	O	IN	Bakersfield CA	10.29.23	11.03.23	1,464.86	336.00	1,800.86
41	Systems Administrator III	VMWare Explore 2023	C	OS	Las Vegas NV	08.21.23	08.24.2023	1,017.86	155.25	1,173.11
<b>MIS Total</b>								<b>15,701.19</b>	<b>3,177.00</b>	<b>18,878.19</b>

# KERN HEALTH SYSTEMS

## 2023 ANNUAL TRAVEL REPORT

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42	Director of Business Intelligence	LHPC CIO Meeting	C	OUT	Los Angeles CA	03/23/23	03/24/23	548.57	55.50	604.07
43	Director of Business Intelligence	LHPC CIO Meeting	C	OUT	Rancho Cucamonga CA	07/27/23	07/28/23	226.00	64.00	290.00
44	Director of Business Intelligence	Microsoft Executive Briefing	O	OUT	Mountain View CA	08/21/23	08/22/23	399.59	92.50	492.09
45	Director of Business Intelligence	2023 Clarity Connection	C	OS	Las Vegas NV	10/02/23	10/06/23	1,274.04	224.25	1,498.29
46	Director of Business Intelligence	LHPC Analytics Committee	C	OUT	Alameda CA	10/18/23	10/19/23	224.19		224.19
<b>Business Intelligence Total</b>								<b>2,672.39</b>	<b>436.25</b>	<b>3,108.64</b>
47	Director of Development (Remote EE)	Onsite Meetings	O	IN	Bakersfield CA	05/17/23	05/17/23	203.05	32.00	235.05
48	Director of Development	LHPC CIO Meeting	R	OUT	Los Angeles CA	03/23/23	03/24/23	342.41		342.41
49	Director of Development (Remote EE)	Onsite Meetings	O	IN	Bakersfield CA	06/20/23	06/20/23	203.05	32.00	235.05
50	Database Administrator IV	Pass Data Community Summit	C	OS	Seattle WA	11/14/23	11/17/23	1,243.50	256.75	1,500.25
51	Database Manager	Pass Data Community Summit	C	OS	Seattle WA	11/14/23	11/17/23	1,267.36	276.50	1,543.86
<b>Enterprise Development</b>								<b>3,259.37</b>	<b>597.25</b>	<b>3,856.62</b>

# KERN HEALTH SYSTEMS

## 2023 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
52	Enterprise Configuration Manager (Remote EE)	Cognizant Health Conference	C	OS	Nashville TN	05 22 23	05 25 23	2,363.88	197.50	2,561.38
53	Product Manager, Core Systems	Cognizant Health Conference	C	OS	Nashville TN	05 22 23	05 25 23	2,130.48	355.50	2,485.98
54	Enterprise Configuration Manager (Remote EE)	Onsite Meetings	O	IN	Bakersfield CA	06 19 23	06 23 23	1,936.75	256.00	2,192.75
55	Configuration Analyst II	Cognizant Fall Customer Group Conference	C	OUT	San Diego CA	09 10 23	09 13 23	578.22	203.50	781.72
56	Enterprise Configuration Manager (Remote EE)	Cognizant Fall Customer Group Conference	C	OUT	San Diego CA	09 10 23	09 13 23	688.24	240.50	928.74
57	Enterprise Configuration Supervisor	Cognizant Fall Customer Group Conference	C	OUT	San Diego CA	09 10 23	09 13 23	1,029.70	203.50	1,233.20
58	Configuration Analyst III	ZeOmega Connections	C	OS	Fort Worth TX	09 25 23	09 27 23	1,422.60	160.00	1,582.60
59	Enterprise Configuration Manager (Remote EE)	ZeOmega Connections	C	OS	Fort Worth TX	09 25 23	09 28 23	670.80		670.80
60	System Configuration Supervisor (Remote EE)	ZeOmega Connections	C	OS	Fort Worth TX	09 25 23	09 28 23	1,304.89	240.00	1,544.89
<b>Enterprise Configuration</b>								<b>12,125.56</b>	<b>1,856.50</b>	<b>13,982.06</b>
61	Deputy Director of Claims	LHPC Claims Quarterly Meeting	R	OUT	Alameda CA	1 26 23	1 27 23	192.99	111.00	303.99
62	Director of Claims	LHPC Claims Quarterly Meeting	R	OUT	Alameda CA	1 26 23	1 27 23	574.47	92.50	666.97
63	Deputy Director of Claims	Cognizant Health Conference	C	OS	Nashville TN	05 22 23	05 25 23	2,332.78	256.75	2,589.53
64	Deputy Director of Claims	LHPC Claim Director Qtr 3 Meeting	R	OUT	Santa Barbara CA	07 27 23	07 28 23	490.35	92.50	582.85
65	Director of Claims	LHPC Claim Director Qtr 3 Meeting	R	OUT	Santa Barbara CA	07 27 23	07 28 23	271.78	92.50	364.28
66	Deputy Director of Claims	Cognizant User Conference	C	OUT	San Diego CA	09 11 23	09 13 23	1,219.45	240.50	1,459.95
67	Claims System Process Improvement Program Manager	Cognizant User Conference	C	OUT	San Diego CA	09 11 23	09 13 23	784.44	240.50	1,024.94
68	Claims Operations Senior Specialist	HICE Annual Conference	R	OUT	Indian Wells CA	12 03 23	12 06 23	853.04	189.75	1,042.79
69	Director of Claims	HICE Annual Conference	R	OUT	Indian Wells CA	12 03 23	12 06 23	607.11	172.50	779.61
<b>Claims Total</b>								<b>7,326.41</b>	<b>1,488.50</b>	<b>8,814.91</b>

# KERN HEALTH SYSTEMS

## 2023 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
70	Director of Project Management	PMI Global Summit 2023	C	OS	Atlanta GA	10.25.23	10.28.23	1,800.17	185.00	1,985.17
71	Project Manager III	PMI Global Summit 2023	C	OS	Atlanta GA	10.25.23	10.28.23	1,614.38	259.00	1,873.38
<b>Project Management Total</b>								<b>3,414.55</b>	<b>444.00</b>	<b>3,858.55</b>
72	Director of Utilization Management	CHCF LTC Carve In	P	OUT	Oakland CA	02.19.23	02.16.23	616.65	111.00	727.65
<b>Health Services - UM Total</b>								<b>616.65</b>	<b>111.00</b>	<b>727.65</b>
73	Quality Improvement Manager (Remote EE)	Onsite Meetings with Health Equity Manager	O	IN	Bakersfield CA	04.18.23	04.21.23	1,104.13	176.00	1,280.13
74	Quality Improvement Program Manager	ESRI Equity & social Justice Conference	C	OUT	San Diego CA	07.09.23	07.14.23	2,885.69	370.00	3,255.69
75	Quality Improvement RN	DHCS Triennial Convening	R	OUT	Sacramento CA	10.01.23	10.04.23	1,265.87	241.50	1,507.37
76	Quality Improvement RN II	DHCS In person re-certification	R	OUT	Sacramento CA	10.01.23	10.04.23	1,403.47	241.50	1,644.97
77	Quality Improvement RN II	Master Trainer and Certified Site Reviewers	R	OUT	Sacramento CA	10.01.23	10.04.23	1,034.67	241.50	1,276.17
<b>Health Services - Quality Improvement Total</b>								<b>7,693.83</b>	<b>1,270.50</b>	<b>8,964.33</b>
78	Cultural & Linguistics Specialist II, Bilingual II	CHIA 23rd Annual Education Conference	C	OUT	San Diego CA	03.23.23	03.25.23	782.68	129.50	912.18
79	Manager of Member Wellness & Prevention	Cal Fresh Conference	C	OUT	Garden Grove CA	10.23.23	10.25.23	900.68	185.00	1,085.68
80	Member Health Educator Bilingual II	Cal Fresh Conference	C	OUT	Garden Grove CA	10.23.23	10.25.23	928.26	185.00	1,113.26
81	Member Health Educator Bilingual II	CaCTCI Tobacco Treatment Specialist Training	P	OUT	San Francisco CA	11.23.23	11.17.23	1,638.60	369.42	2,008.02
<b>Health Services - Health Ed Total</b>								<b>4,250.22</b>	<b>868.92</b>	<b>5,119.14</b>

# KERN HEALTH SYSTEMS

## 2023 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
82	Director of Pharmacy	APhA 2023 National RX	C	OS	Phoenix AZ	03/23/23	03/28/23	1,977.86	396.75	2,374.61
83	Director of Pharmacy	Global DUR Meeting	O	OUT	Sacramento CA	05/15/23	06/16/23	757.32	103.50	860.82
<b>Health Services Pharmacy Total</b>								<b>2,735.18</b>	<b>500.25</b>	<b>3,235.43</b>
84	Director Enhanced Care Management	ECM & Community Supports Summit	C	OUT	Sacramento CA	06/08/23	06/09/23	200.83	100.00	300.83
85	Director Enhanced Care Management	CalAIM Learning Collaborative June Meeting	C	OUT	Sacramento CA	06/19/23	06/20/23	323.13	100.00	423.13
86	Director Enhanced Care Management	2023 NASW-CA Annual Conference	C	OUT	Burbank CA	10/20/23	10/21/23	393.61	129.50	523.11
<b>Enhanced Care Management Total</b>								<b>917.57</b>	<b>329.50</b>	<b>1,247.07</b>
87	Population Health Medical Director	Medical Director's Meeting	C	OUT	Sacramento CA	04/19/23	04/20/23	583.31	103.50	686.81
88	Population Health Medical Director	AAPL Annual Leadership Conference	C	OS	Chicago IL	06/08/23	06/11/23	2,718.00	197.50	2,915.50
89	PHM Outreach Specialist	CHCF LTC Carve In	P	OUT	Oakland CA	02/19/23	02/16/23	558.75	129.50	688.25
90	PHM Program Manager (Remote EF)	Onsite Meeting	O	IN	Bakersfield CA	6/18/23	6/29/23	1,854.40	768.00	2,622.40
91	PHM Program Manager (Remote EE)	CalAIM Learning Collaborative June Meeting	C	OUT	Sacramento CA	06/19/23	06/20/23	1,067.79	100.00	1,167.79
92	Population Health Medical Director	Quality & Health Equity Through The Life Cycle	C	OUT	Sacramento CA	10/09/23	10/18/23	762.58	120.75	883.33
<b>Population Health Management Total</b>								<b>7,544.83</b>	<b>1,419.25</b>	<b>8,964.08</b>



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	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
93	Director of Community & Social Services	California Advancing and Innovating Medi-Cal	C	OUT	Burbank CA	03.29.23	03.29.23	140.17	-	140.17
94	Director of Community & Social Services	CAMFT Conference	C	OUT	Santa Clara CA	05.04.23	05.06.23	1,293.82	145.00	1,438.82
95	Director of Community & Social Services	MCP Summit	P	OUT	Sacramento CA	06.08.23	06.09.23	200.84	100.00	300.84
96	Director of Community & Social Services	CalAIM Learning Collaborative June Meeting	C	OUT	Sacramento CA	06.19.23	06.20.23	585.93	100.00	685.93
<b>Community Support Services Total</b>								<b>2,220.76</b>	<b>345.00</b>	<b>2,565.76</b>
97	Senior Director of Provider Network	2023 Clarity Connection	C	OS	Las Vegas NV	10.02.23	10.06.23	1,236.88	155.25	1,392.13
<b>CalAIM Incentive Payment Program</b>								<b>1,236.88</b>	<b>155.25</b>	<b>1,392.13</b>
98	Senior Director of Provider Network	MCP Summit	P	OUT	Sacramento CA	06.08.23	06.09.23	561.10	100.00	661.10
99	Deputy Director of Provider Contracts	OIP Annual Conference	C	OUT	Sacramento CA	03.27.23	03.28.23	491.69	69.00	560.69
100	Grants Manager	Street Medicine Symposium	C	OUT	Los Angeles CA	08.16.23	08.18.23	705.92	185.00	890.92
101	Deputy Director of Provider Contracts	2023 Quality Conference	C	OUT	Sacramento CA	10.17.23	10.18.23	786.42	86.25	872.67
<b>Provider Network Management Total</b>								<b>2,545.13</b>	<b>440.25</b>	<b>2,985.38</b>

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## 2023 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
102	Member Services Manager (Remote EE)	DMHC Audit	R	OS	Bakersfield CA	01.15.23	01.29.23	981.70	-	981.70
103	Member Services Manager (Remote EE)	DHCS Audit	R	OS	Bakersfield CA	11.23.23	12.09.23	1,472.12	-	1,472.12
<b>Member Services Total</b>								<b>2,453.82</b>	<b>-</b>	<b>2,453.82</b>
104	Chief Compliance & Fraud Prevention Officer	HCCA 27th Annual Compliance Institute	C	OUT	Anaheim CA	04.23.23	04.26.23	1,003.99	296.00	1,299.99
105	Director of Compliance & Regulatory Affairs (Hybrid EE)	HCCA 27th Annual Compliance Institute	C	OUT	Anaheim CA	04.22.23	04.28.23	2,017.11	30.00	2,047.11
106	Chief Compliance & Fraud Prevention Officer	DOJ/Managed Care Anti-Fraud Training	P	OUT	San Francisco CA	05.08.23	05.09.23	828.56	118.50	947.06
107	Director of Compliance & Regulatory Affairs (Hybrid EE)	Onsite DHCS Audit	R	IN	Bakersfield CA	11.26.23	12.08.23	2,116.84	-	2,116.84
<b>Compliance Total</b>								<b>5,966.50</b>	<b>444.50</b>	<b>6,411.00</b>
108	Chief Human Resources Officer	LHPC HR Executives Quarterly Meeting	P	OUT	Los Angeles CA	04.13.23	04.14.23	454.96	111.00	565.96
109	Lead Instructional Designer III	LHPC L&D Synergies Conference	C	OUT	Fairfield CA	9.26.23	9.28.23	306.03	-	306.03
110	HR and HCM Program Manager	2023 Ceridian Insights	C	OS	Las Vegas NV	10.02.23	10.05.23	1,686.62	310.50	1,997.12
111	HCM Manager	2023 Ceridian Insights	C	OS	Las Vegas NV	10.02.23	10.05.23	1,686.62	293.25	1,979.87
<b>Human Resources</b>								<b>4,134.23</b>	<b>714.75</b>	<b>4,848.98</b>
112	Director Behavioral Health	NatCon 2023	C	OUT	Los Angeles CA	05.01.23	05.03.23	1,000.56	111.00	1,111.56
<b>Behavioral Health</b>								<b>1,000.56</b>	<b>111.00</b>	<b>1,111.56</b>

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113 Chief Health Equity Officer	2023 ITUP Conference	C	OUT	Sacramento CA	02.06.23	02.07.23	1,122.18	172.50	1,294.68
114 Chief Health Equity Officer	AHIP 2023 Forum	C	OS	Washington DC	03.13.23	03.17.23	3,305.97	316.00	3,621.97
115 Health Equity Manager	ESRI Equity & social Justice Conference	C	OUT	San Diego CA	07.09.23	07.14.23	2,885.69	370.00	3,255.69
<b>Quality and Health Equity Total</b>							<b>7,313.84</b>	<b>858.50</b>	<b>8,172.34</b>
116 Executive Director, Medicare	AHIP 2023 Forum	C	OS	Washington DC	03.14.23	03.16.23	2,860.34	316.00	3,176.34
<b>Medicare Total</b>							<b>2,860.34</b>	<b>316.00</b>	<b>3,176.34</b>
117 System Configuration Supervisor (Remote EE)	Supervisor Bootcamp 1st Session	P	IN	Bakersfield CA	05.30.23	06.02.23	2,417.64	224.00	2,641.64
118 Claims Supervisor (Remote EE)	Supervisor Bootcamp 1st Session	P	IN	Bakersfield CA	05.30.23	06.02.23	842.00	-	842.00
119 System Configuration Supervisor (Remote EE)	Supervisor Bootcamp 2nd Session	P	IN	Bakersfield CA	06.20.23	06.23.23	2,159.48	224.00	2,383.48
120 Claims Supervisor (Remote EE)	Supervisor Bootcamp 2nd Session	P	IN	Bakersfield CA	06.20.23	06.23.23	972.79	-	972.79
121 System Configuration Supervisor (Remote EE)	Supervisor Bootcamp 3rd Session	P	IN	Bakersfield CA	07.25.23	07.28.23	1,178.41	256.00	1,434.41
122 System Configuration Supervisor (Remote EE)	Supervisor Bootcamp 4th Session	P	IN	Bakersfield CA	08.22.23	08.25.23	1,528.46	256.00	1,784.46
123 Claims Supervisor (Remote EE)	Supervisor Bootcamp 4th Session	P	IN	Bakersfield CA	08.22.23	08.25.23	1,575.03	-	1,575.03
124 Health Services Manager (Remote EE)	Bootcamp	P	IN	Bakersfield CA	11.01.23	11.05.23	1,371.20	-	1,371.20
125 Member Services Manager (Remote EE)	Era Work Session	P	IN	Bakersfield CA	11.02.23	11.03.23	764.58	-	764.58
126 Member Services Manager (Remote EE)	Era Work Session	P	IN	Bakersfield CA	11.02.23	11.03.23	686.23	-	686.23

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127	Enterprise Configuration Manager (Remote EE)	Bootcamp	P	IN	Bakersfield CA	11.01.23	11.05.23	594.26	85.12	679.38
127	Director of Development (Remote EE)	Era Work Session	P	IN	Bakersfield CA	7.11.23	7.12.23	359.01	80.00	439.01
127	Enterprise Configuration Manager (Remote EE)	Bootcamp	P	IN	Bakersfield CA	11.01.23	11.05.23	1,736.59	160.00	1,896.59
<b>Onsite Total</b>								<b>16,185.68</b>	<b>1,285.12</b>	<b>17,470.80</b>

	Regulatory or Trade Associations	Professional Development	Conferences	Other-Vendor	Total
<b>Sub-Totals by Travel Type</b>	<b>23,129.61</b>	<b>23,369.68</b>	<b>89,186.12</b>	<b>22,552.98</b>	<b>158,238.39</b>



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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** 2023 Annual Report for Disposed Assets  
**DATE:** February 9, 2024

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### **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 2023, a loss of \$403 was recorded on the disposition of obsolete equipment.

### **Requested Actions**

Receive and file for informational purposes only.



Attachment 1

2023 Asset Dispositions

Date in Service	Category	Description	Book Value at Date of Disposal	Disposition Date	Reason for Disposal	Disposition Notes
9/4/2014	Equipment	1 - Optiplex 3020 w/2 Monitors	-	2/28/2023	Obsolete	Donated to CASA (Court Appointed Special Advocate)
11/25/2014	Equipment	1 - Optiplex 3020	-	2/28/2023	Obsolete	Donated to CASA (Court Appointed Special Advocate)
12/19/2014	Equipment	2 - Optiplex 3020 Small Factor CTO	-	2/28/2023	Obsolete	Donated to CASA (Court Appointed Special Advocate)
3/5/2014	Equipment	2 - Optiplex 3020 Small Factor CTO	-	2/28/2023	Obsolete	Donated to CASA (Court Appointed Special Advocate)
6/11/2015	Equipment	3 - Optiplex 3020	-	2/28/2023	Obsolete	Donated to CASA (Court Appointed Special Advocate)
9/22/2016	Equipment	4 - Optiplex 3040XCTO	-	3/31/2023	Obsolete	Donated to Boys & Girls Club
7/29/2016	Equipment	1 - Optiplex 3010	-	3/31/2023	Obsolete	Donated to Boys & Girls Club
10/24/2013	Equipment	1 - Optiplex 9020 Mini Tower	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
10/6/2017	Equipment	2 - Optiplex 3050 Small Form Factor XCTO	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
2/20/2014	Equipment	1 - Latitude 14 5000 w/dual monitor	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
9/4/2014	Equipment	8 - Optiplex 3020 w/ 2 monitors	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
10/15/2014	Equipment	2 - Latitude E7440	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
11/25/2014	Equipment	3 - Optiplex 3020	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
11/25/2014	Equipment	8 - Optiplex 3020	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
12/19/2014	Equipment	11 - Optiplex 3020 Factor CTO	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
3/5/2015	Equipment	4 - Optiplex 3020 Factor CTO	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
3/19/2015	Equipment	5 - Optiplex 3020 Factor CTO	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
6/11/2015	Equipment	5 - Optiplex 3020	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
7/9/2015	Equipment	7 - Optiplex 3020 Small	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
8/6/2015	Equipment	2 - Optiplex 3020 Small	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
5/28/2015	Equipment	1 - Dell Latitude E5450	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
1/26/2017	Equipment	2 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
2/23/2017	Equipment	4 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
4/5/2017	Equipment	3 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
5/4/2017	Equipment	1 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
7/29/2016	Equipment	1 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
9/21/2017	Equipment	2 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
10/23/2016	Equipment	4 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
11/22/2017	Equipment	1 - Dell Latitude E5470	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
9/22/2016	Equipment	5 - Optiplex 3040XCTO	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
2/9/2017	Equipment	3 - Unified Conference Phone 8831 Base	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
1/4/2018	Equipment	1 - Dell Latitude 5480XCTO	-	4/30/2023	Obsolete	Donated to Premier Valley Medical Group
10/23/2009	Equipment	1 - Canon IR 5065 W/Paper Deck	-	7/31/2023	Obsolete	Disposed-Recycled
5/26/2016	Equipment	1 - HP Laser Jet Printer	-	7/31/2023	Obsolete	Disposed-Recycled
3/8/2016	Equipment	1 - Laser Jet Printer	-	7/31/2023	Obsolete	Disposed-Recycled
5/25/2012	Equipment	2 - Optiplex 790 Desktop	-	7/31/2023	Obsolete	Disposed-Recycled
7/11/2012	Equipment	3 - Optiplex 790 Desktop	-	7/31/2023	Obsolete	Disposed-Recycled
7/27/2012	Equipment	1 - Optiplex 790 Desktop	-	7/31/2023	Obsolete	Disposed-Recycled
8/3/2012	Equipment	1 - Optiplex 790 Desktop	-	7/31/2023	Obsolete	Disposed-Recycled
10/30/2012	Equipment	1 - Optiplex 3010 Desktop	-	7/31/2023	Obsolete	Disposed-Recycled
2/8/2013	Equipment	1 - XPS 12 MOBILE DEVICE	-	7/31/2023	Obsolete	Disposed-Recycled
9/4/2014	Equipment	1 - Optiplex 3020 w/2 Monitors	-	7/31/2023	Obsolete	Disposed-Recycled
6/4/2014	Equipment	1 - Optiplex 9020 Mini Tower	-	7/31/2023	Obsolete	Disposed-Recycled
9/26/2014	Equipment	1 - Optiplex 9020 Mini Tower	-	7/31/2023	Obsolete	Disposed-Recycled
10/15/2014	Equipment	1 - Latitude E7440	-	7/31/2023	Obsolete	Disposed-Recycled
10/23/2014	Equipment	4 - Optiplex 3020	-	7/31/2023	Obsolete	Disposed-Recycled
10/23/2014	Equipment	1 - Latitude 14 5000 Series	-	7/31/2023	Obsolete	Disposed-Recycled
11/25/2014	Equipment	4 - Optiplex 3020	-	7/31/2023	Obsolete	Disposed-Recycled
12/19/2014	Equipment	5 - Optiplex Small Form Factor	-	7/31/2023	Obsolete	Disposed-Recycled
3/5/2015	Equipment	3 - Optiplex 9020	-	7/31/2023	Obsolete	Disposed-Recycled
3/5/2015	Equipment	3 - Optiplex 3020	-	7/31/2023	Obsolete	Disposed-Recycled
3/19/2015	Equipment	3 - Optiplex Small Form Factor	-	7/31/2023	Obsolete	Disposed-Recycled
6/1/2015	Equipment	3 - Optiplex 3020	-	7/31/2023	Obsolete	Disposed-Recycled
7/9/2015	Equipment	1 - XPS 13	-	7/31/2023	Obsolete	Disposed-Recycled
7/9/2015	Equipment	4 - Optiplex 3020	-	7/31/2023	Obsolete	Disposed-Recycled
8/6/2015	Equipment	1 - Optiplex 3020 Small	-	7/31/2023	Obsolete	Disposed-Recycled
10/5/2015	Equipment	5 - Optiplex Small Form Factor	-	7/31/2023	Obsolete	Disposed-Recycled
12/11/2015	Equipment	1 - Dell Latitude E5400	-	7/31/2023	Obsolete	Disposed-Recycled
7/29/2016	Equipment	3 - optiplex 3010 w/2 monitors	-	7/31/2023	Obsolete	Disposed-Recycled
9/22/2016	Equipment	7 - Optiplex 3040XCTO	-	7/31/2023	Obsolete	Disposed-Recycled
10/27/2016	Equipment	2 - Dell Latitude E5470 XCTO	-	7/31/2023	Obsolete	Disposed-Recycled
4/5/2017	Equipment	2 - Dell Latitude E5470 XCTO	-	7/31/2023	Obsolete	Disposed-Recycled
9/21/2017	Equipment	2 - Dell Latitude E5470 XCTO	-	7/31/2023	Obsolete	Disposed-Recycled



Attachment 1

2023 Asset Dispositions

Date in Service	Category	Description	Book Value at		Disposition Date	Reason for Disposal	Disposition Notes
				Date of Disposal			
11/22/2017	Equipment	1 - Dell Latitude E5470 XCTO	-		7/31/2023	Obsolete	Disposed-Recycled
1/4/2018	Equipment	2 -Dell Latitude 5480XCTO	-		7/31/2023	Obsolete	Disposed-Recycled
2/9/2018	Equipment	1 - Dell Latitude 5480XCTO	-		7/31/2023	Obsolete	Disposed-Recycled
4/19/2018	Equipment	1 - Dell Latitude 5480XCTO	-		7/31/2023	Obsolete	Disposed-Recycled
7/9/2018	Equipment	2 - Dell Latitude 5480XCTO	-		7/31/2023	Obsolete	Disposed-Recycled
2/3/2003	Equipment	1 - HP LaserJet 9050	-		7/31/2023	Obsolete	Disposed-Recycled
10/6/2017	Equipment	1 - Optiplex 3050 Small Form Factor XCTO	-		7/31/2023	Obsolete	Disposed-Recycled
2/27/2013	Equipment	1 - APC Symmetra OPX Power Module	178.77		11/30/2023	Obsolete	Disposed-Recycled
6/4/2014	Equipment	1 - Optiplex 3020 Minitower CTO	-		11/30/2023	Obsolete	Disposed-Recycled
11/25/2014	Equipment	2 - Optiplex 3020	-		11/30/2023	Obsolete	Disposed-Recycled
12/19/214	Equipment	3 - Optiplex 3020 Small Factor CTO	-		11/30/2023	Obsolete	Disposed-Recycled
8/6/2015	Equipment	2 - Optiplex 3020 Small Factor CTO	-		11/30/2023	Obsolete	Disposed-Recycled
10/5/2015	Equipment	1- Optiplex 3020 Small Factor CTO	-		11/30/2023	Obsolete	Disposed-Recycled
7/29/2016	Equipment	1 - Optiplex 3010 w/2 monitors	-		11/30/2023	Obsolete	Disposed-Recycled
9/22/2016	Equipment	5 - Optiplex 3040XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
10/27/2016	Equipment	1 - Dell Latitude E5470 CXCTO	-		11/30/2023	Obsolete	Disposed-Recycled
2/9/2017	Equipment	1 - Unified Conference Phone 8831 Base	-		11/30/2023	Obsolete	Disposed-Recycled
4/5/2017	Equipment	2 - Dell Latitude E5470 CXCTO	-		11/30/2023	Obsolete	Disposed-Recycled
10/6/2017	Equipment	1 - OptiPlex 3050 Small Form Factor XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
1/4/2018	Equipment	1 - Dell Latitude 5480XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
2/9/2018	Equipment	6 - Dell Latitude 5480XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
4/12/2018	Equipment	1 - Dell Latitude 5480XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
7/9/2018	Equipment	1 - Dell Latitude 5480XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
9/26/2018	Equipment	3 - Dell Latitude 5480XCTO	-		11/30/2023	Obsolete	Disposed-Recycled
10/31/2018	Equipment	2 - Dell Latitude 5490 Laptop	-		11/30/2023	Obsolete	Disposed-Recycled
3/29/2019	Equipment	2 - Dell Latitude 5490XCTO	223.80		11/30/2023	Obsolete	Disposed-Recycled
5/31/2019	Equipment	1 - Dell Latitude 5490XCTO (6)	-		11/30/2023	Obsolete	Disposed-Recycled
<b>TOTAL LOSS RECOGNIZED ON DISPOSITION OF OFFICE FURNITURE &amp; EQUIPMENT</b>			<b>\$</b>	<b>402.57</b>			



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>	1/31/2024
<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.
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**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)		N/A
Choose an item.		

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

Chief Executive Leadership Approval *		
Title	Signature	Date Approved
Chief Executive Officer		1/31/24
Chief Financial Officer	Robert Landis	1/29/24
*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) : \_\_\_\_\_

 <p><b>KERN HEALTH SYSTEMS</b>          2900 Buck Owens Blvd          Bakersfield, CA 93308          661-664-5000</p>	<h2 style="margin: 0;">Intent to Dispose of Property, Plant &amp; Equipment</h2>
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<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>
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<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)




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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee

**FROM:** Veronica Barker, Controller

**SUBJECT:** Healthcare Payer Services

**DATE:** February 9, 2024

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### **Background**

In January 2021, KHS performed an RFP for the outsourcing of Provider Claims Payments from vendors offering payment solutions along with print and mail fulfilment aimed at improving efficiencies, reducing administrative costs, and increasing provider satisfaction. KHS selected to continue using PaySpan, Inc., a company which has provided this service for the last nine years. In November of 2022, PaySpan was acquired by Zelis, a HealthTech company, and together continue to work towards modernizing the delivery of payments among healthcare insurers, providers, and their members. Zelis has more than 25 years of payment expertise and provides services to more than 600 Health Plans, over 100 million Members and over 1.3 million Providers.

Zelis provides an electronic settlement network delivering comprehensive capabilities for a variety of payment methods, while delivering savings and efficiencies to both KHS and Providers. Zelis uses a web-based solution designed to provide a technology-based approach to the claim's settlement process between Healthcare Payers and Providers.

- Offers various payment methods including ACH, Paper Check, and Virtual Credit Card
- Facilitates the delivery of electronic and paper payments as well as remittance data.
- Ties payment information to claims data in a single view and gives Providers flexibility for payment management
- Uses the Zelis network to reduce administrative and provider support costs.
- Enables a self- service environment for Providers to manage electronic payments from multiple payers

As part of the June 2021 Board of Directors meeting, the Board approved KHS to enter into a three-year contract with Zelis (formerly PaySpan) effective September 2021 in an amount not to exceed \$480,000 with an option to extend for two (2) years. Zelis bills KHS monthly for services and fees are primarily based on the number of electronic claims submitted in addition to mail services. The three (3) year estimate of \$480,000 was based on claims volume that existed in 2021 and projected growth in claims was based on the previous three (3) years. In January 2021, KHS had approximately 278,000 members and processed approximately 235,000 claims per month. As of January 2024, KHS has grown to approximately 405,000 members and processes over 550,000 claims per month, more than double the volume from January 2021.

Though our current three (3) year contract with Zelis is not scheduled to end until August 2024, due to significant increases in the volume of claims processed as the result of membership growth, new benefits added, and increases in State programs such as those related to CalAIM, we have reached the \$480,000 not to exceed amount.

**Discussion**

Zelis to continue to provide KHS with Healthcare Payer Services for a three (3) year term.

**Financial Impact**

Delivery of electronic and paper payments and electronic remittance advices with Zelis for a three (3) year term in the amount not to exceed \$1,950,000. This amount reflects the current increase in claims volume and allows for future claims volume growth.

There have been no price increases in over six years.

**Requested Action**

Approve; Refer to KHS Board of Directors.



# Healthcare Payer Services

February 9, 2024



**Veronica Barker**  
Controller



KHS Finance Committee Meeting, February 9, 2024

# Agenda

- Background
- Services
- Selection Process and Discussion
- Financial Impact
- Board of Directors Request



# Background

KHS currently processes approximately 550,000 claims per month and issues over 100,000 payments annually to various Providers.

Since 2015, KHS has outsourced the provider payment process. The subcontractor provides an electronic settlement network delivering comprehensive capabilities for a variety of payment methods. This in turn, has led to efficiencies and reduced administrative costs for both KHS and Providers.

This services is at no cost to Providers.

KHS pays for services monthly, and fees are accessed primarily per electronic claim.



## Services

Zelis uses a web-based solution designed to provide a technology-based approach to the claim's settlement process between Healthcare Payers and Providers

- Payment methods include ACH, Paper Checks, and Virtual Cards
- Facilitates the delivery of electronic and paper payments as well as remittance data
- Ties payment information to claims data in a single view and gives providers flexibility for payment management
- Uses the Zelis network to reduce administrative and provider support cost
- Enables a self-service environment for Providers to manage electronic payments from multiple payers



# Selection Process and Discussion

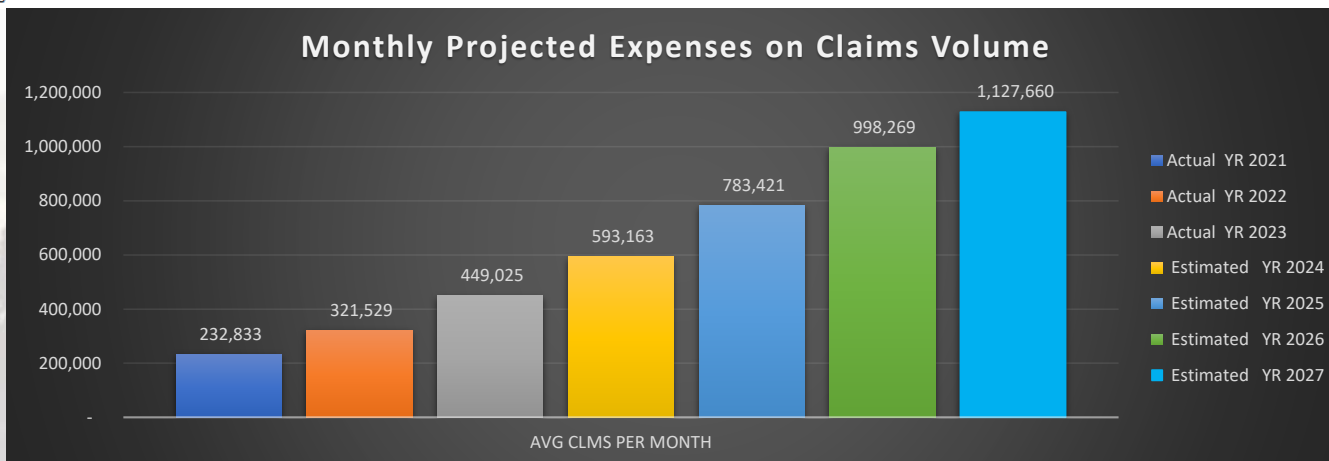
- January 2021 KHS publishes RFP for Healthcare Payment Services
- June 2021 KHS selects Zelis (formerly Payspan, Inc.) for a three (3) year term from September 2021 through August 2024.
- February 2024 KHS requests to renew with Zelis for an additional three (3) year term ahead of its current contract end date due to the volume of claims processed exceeding the volume projected in 2021 and to reflect the current increase in claims volume and allow for future claims volume growth.
- Request for three (3) years not to exceed \$1,950,000 which includes approximately \$100,000 to cover overages from November and December 2023 and January 2024.



# Financial Impact

	Actual YR 2021	Actual YR 2022	Actual YR 2023	Estimated YR 2024	Estimated YR 2025	Estimated YR 2026	Estimated YR 2027
AVG CLMS PER MONTH	232,833	321,529	449,025	593,163	783,421	998,269	1,127,660 *
INCREASE IN AVG CLAIMS FROM PY		88,696.00	127,496.00	144,138.01	190,258.31	214,847.60	129,391.08
% INCREASE IN AVG CLAIMS PER MONTH		38%	40%	32%	32%	27%	13%

\* One Month Average



# Requested Action

Authorize the CEO to approve the contract associated with the procurement of printing and mailing services along with the processing of payments to Providers with Zelis (formerly PaySpan) for three (3) years in the amount not to exceed \$1,950,000.



# You + Us = a better day!

## Questions

For additional information, please contact:

Veronica Barker

Controller

(661) 664-5024



KERN HEALTH  
SYSTEMS





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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Richard Pruitt, Chief Information Officer  
**SUBJECT:** Microsoft Azure VMware Solution (AVS)  
**DATE:** February 9, 2024

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### **Background:**

Kern Health Systems (KHS) leverages a commercial system to provide its Disaster Recovery (DR) solution. The current system has some limitations that were discovered during the last recovery test. As a result, KHS conducted research on alternative DR solutions. During this period, the team discovered that its existing contract with Microsoft provides coverage for the leading Microsoft Azure VMware Site Recovery Manager (SRM) Solution. SRM will offer a more robust, efficient, and cost-effective cloud infrastructure solution that aligns with the CalAIM and 2024 Medi-Cal contract, promoting advancements and innovation in healthcare service delivery.

### **Discussion**

Microsoft Azure VMware Solution will provide KHS with the deployment and testing of the KHS Disaster Recovery Solution for a three (3) year term.

### **Financial Impact**

Cost for a three (3) year term not to exceed \$521,568 in budgeted expenses.

### **Requested Action**

Approve; Refer to KHS Board of Directors.

# Disaster Recovery Microsoft Azure VMware Site Recovery Manager Solution

Richard M. Pruitt  
Chief Information Officer  
February 9, 2024



# Agenda

- Overview
- What is Disaster Recovery
- Why is it Important
- Sequence of Events
- Vendor Comparison / Cost Analysis
- Board of Directors Request



# Overview

Kern Health Systems (KHS) leverages a commercial system to provide its Disaster Recovery (DR) solution. The current system has some limitations that were discovered during the last recovery test. As a result, KHS conducted research on alternative DR solutions. During this period, the team discovered that its existing contract with Microsoft provides coverage for the leading Microsoft Azure VMware Site Recovery Manager (SRM) Solution. SRM will offer a more robust, efficient, and cost-effective cloud infrastructure solution that aligns with the CalAIM and 2024 Medi-Cal contract, promoting advancements and innovation in healthcare service delivery.



# What is Disaster Recovery?



•**Disaster Event:** Symbolized by a storm over a system, representing potential IT disasters like system crashes or cyberattacks.

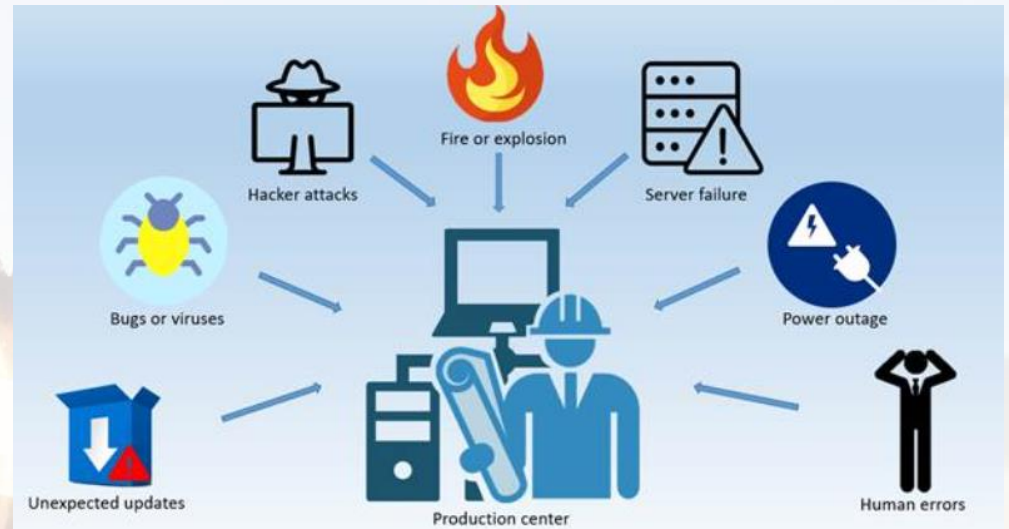
•**Recovery Process:** Illustrated by a safety net catching falling data, depicting the disaster recovery system in action, protecting and preserving our digital assets.

•**Successful Restoration:** Shown as a functioning system with a checkmark, indicating the effective restoration of our systems and data, ensuring business continuity.



# Why is it Important?

- Business Continuity
- Regulatory Compliance
- Data Protection
- Brand/Reputation Management



# Sequence of Events

April 2023 – Planned Corporate Project (Disaster Recovery)

June 2023 – Performed Disaster Recovery Testing

August 2023 – Researched Alternative Solutions

October 2023 – Budgeted Replacement Disaster Recovery Solution for 2024

January 2024 – Performed Proof of Concept

February 2024 – Request Approval from Board



# Current and Future State

## Current Vendor

- Vendor lock-in (only works with Nutanix)
- No direct ability to fail back (from Xi Leap back to on-prem)
- Requires systems shutdown to test and redirect IP Addresses manually.
- Time to recover delayed due to manual intervention.

## Microsoft Azure VMware Site Recovery Manager Solution

- Vendor agnostic
- Ability to fail over individual systems for testing/validation.
- Fastest recovery in non mirrored multiple site environments
- Covered by existing Microsoft Enterprise Agreement





# Cost Analysis

Current Vendor versus Microsoft Site Recovery Manager (SRM)

	Current Vendor	Microsoft AVS
Cost Per Month	\$ 18,300.00	\$ 14,488.00
1 Year Cost	\$ 219,600.00	\$ 173,856.00
3 Year Cost	\$ 658,800.00	\$ 521,568.00

COST SAVINGS	
1 Month Cost Savings	\$ 3,812.00
1 Year Cost Saving	\$ 45,744.00
3 Year Cost Saving	\$ 137,232.00



# Board of Directors Request

Authorize the CEO to approve an addition to the current KHS Enterprise Agreement with Microsoft for three (3) years in the amount not to exceed \$521,568 in Operating Capital expenses associated with the deployment and testing of the new KHS Disaster Recovery (DR) solution.



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## Questions

Please contact:

Richard M. Pruitt  
Chief Information Officer  
661-664-5078  
Richard.Pruitt@khs-net.com







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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Richard Pruitt, Chief Information Officer  
**SUBJECT:** Member Rewards Solution  
**DATE:** February 9, 2024

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### **Background**

Kern Health Systems (KHS) has developed a Member Engagement Strategy aimed at boosting member compliance and enhancing their overall experience, resulting in increased participation. A primary objective of this strategy is to enhance the existing Member Rewards Solution by procuring a more comprehensive package. This procurement centers on providing a reloadable rewards card, coupled with a self-management web portal, capable of offering near real-time incentives to members. Through this approach, KHS is unwavering in its commitment to delivering high-quality, sustainable healthcare services, with a particular focus on member-centric rewards. KHS has already achieved notable advancements in various quality programs, elevating the level of care provided to its members. This underscores KHS's dedication to healthcare innovation and excellence, with a central emphasis on member satisfaction and an improved healthcare experience overall.

### **Discussion**

InComm Healthcare will provide KHS with a Member Rewards Solution for a three (3) year term.

### **Financial Impact**

Cost for a three (3) year term not to exceed \$2,520,000 in budgeted expenses.

### **Requested Action**

Approve; Refer to KHS Board of Directors.

# Member Rewards

Richard M. Pruitt  
Chief Information Officer  
February 9, 2024



# Agenda

- Overview
- Program Benefits & Example
- Member Rewards System
- Sequence of Events
- Selection Matrix
- Vendor of Choice
- Cost Analysis
- Board of Directors Request



# Overview

Kern Health Systems (KHS) has developed a Member Engagement Strategy aimed at boosting member compliance and enhancing their overall experience, resulting in increased participation. A primary objective of this strategy is to enhance the existing Member Rewards Solution by procuring a more comprehensive package. This procurement centers on providing a reloadable rewards card, coupled with a self-management web portal, capable of offering near real-time incentives to members. Through this approach, KHS is unwavering in its commitment to delivering high-quality, sustainable healthcare services, with a particular focus on member-centric rewards. KHS has already achieved notable advancements in various quality programs, elevating the level of care provided to its members. This underscores KHS's dedication to healthcare innovation and excellence, with a central emphasis on member satisfaction and an improved healthcare experience overall.





# Program Benefits

The member rewards program is focused on improving the following:

- **Healthy Behaviors:** Encourage members to engage in activities that promote wellness, such as exercise, healthy eating, preventive screenings, and vaccinations through the rewards program and incentives.
- **Disease Prevention and Management:** Encourage members to manage chronic conditions, participate in disease management programs, and adhere with treatment plans through the rewards program and incentives.
- **Member Satisfaction:** Improve the overall member satisfaction and foster positive relationships by showing appreciation and support through the rewards program.
- **Reduced Healthcare Costs:** Decrease the long-term healthcare costs associated with chronic illnesses and complex medical conditions by encouraging healthier behaviors, preventative care, and early intervention through the rewards program.
- **Health Data Collection:** Gather data on member behavior and preference to identify trends for creating effective member interventions through the rewards program.

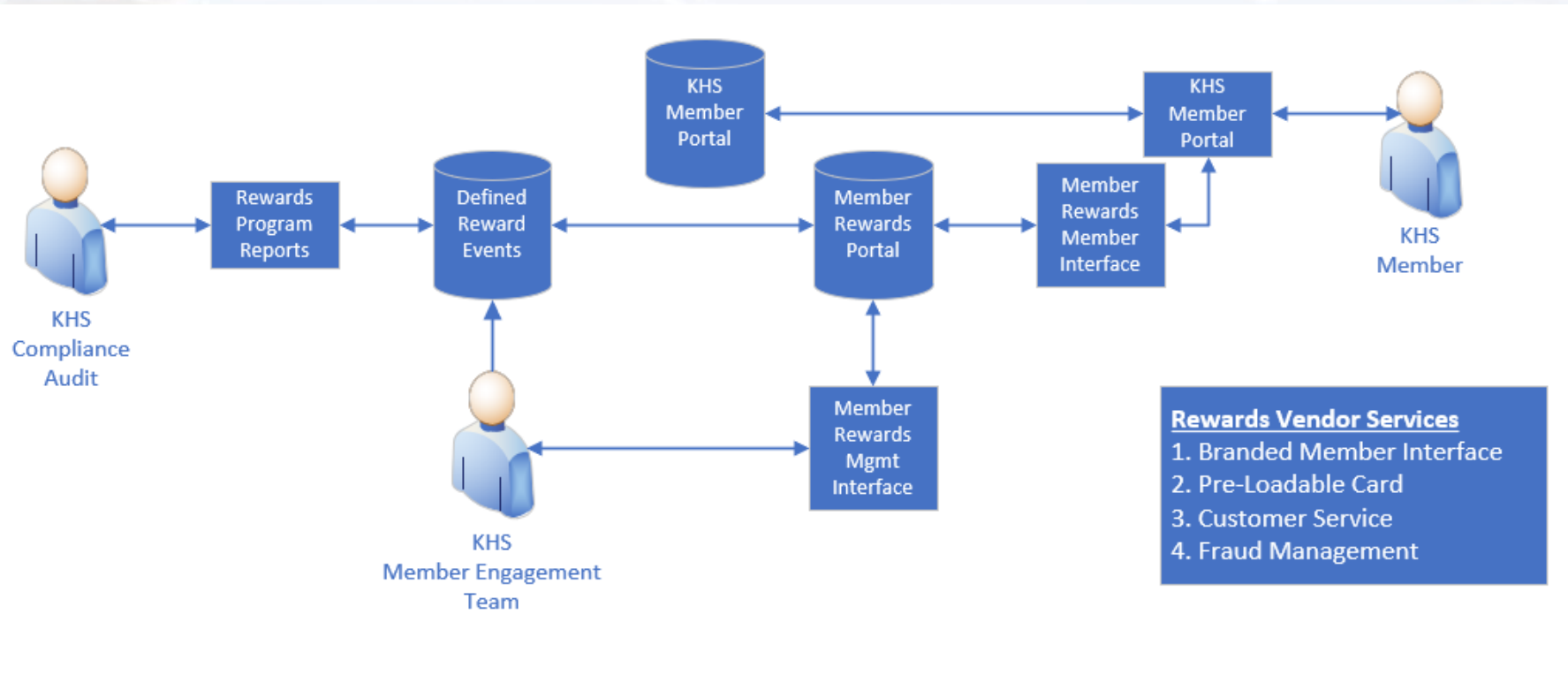


# Program Examples

- Lead Screening for Children (HEDIS/MCAS)
- Prenatal Post Partum Care (HEDIS/MCAS)
- Member Portal Registration
- Initial Health Assessments
- Health Education Classes (Asthma, Diabetes, Smoking Cessation)
- Enhanced Care Management (ECM)
- COVID Vaccinations



# Member Rewards System



# Sequence of Events

- November 2023 – RFQ Published
- November 2023 – RFQ's Received
- December 2023 – Created RFQ Committee to Review and Demo
- January 2024 – Vendor Identified
- February 2024 – Board Presentation for Approval
- June 2024 – Go Live



# Selection Matrix

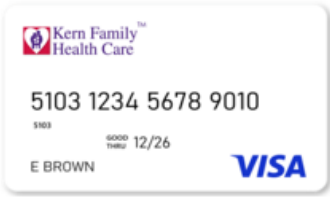

The table below outlines the selection matrix for the member rewards solution.

Vendor	Price (33.3%)	Operations (33.3%)	Technology (33.3%)	Total
Bidder 1	1.7	2.0	2.7	2.1
Bidder 2	2.0	2.0	3.8	2.6
Bidder 3	4.0	4.0	4.0	4.0
Bidder 4	2.2	2.0	2.7	2.3
Bidder 5	3.8	1.0	2.2	2.3
Bidder 6	2.0	3.7	3.7	3.1
Bidder 7	2.0	2.3	2.7	2.3

**Scale**  
 0 = Does not Meet RFP Requirements  
 1 = Meets Some RFP Requirements  
 2 = Meets RFP Minimum Requirements  
 3 = Meets More than RFP Minimum Requirements  
 4 = Exceeds RFP Minimum Requirements



# Vendor of Choice

Product Offering	New Vendor Setup	Current Vendor Setup
Single Delivery Card		
Flexibility and Ease of Use	✓	X
Restricted Card Use	✓	X
Immediate Satisfaction	✓	X
Member Rewards Platform	✓	X
Admin Rewards Platform	✓	✓
Vendor Customer Service	✓	X
System Integration	✓	X



# Vendor of Choice

The table below outlines the cost comparison for the current and new vendor member rewards solutions.

Description	Current Vendor: 2023 Actuals	New Vendor: 2023 Compare	Comments
Number of cards issued	154,326	154,326	<b>Note:</b> Total rewards value distributed in 2023 was \$5,087,709
Number of unique members earning rewards	77,014	77,014	<b>Note:</b> Goal is to increase to 200,000 engagements due to the growth in membership and new programs.
KHS administrative fees	\$118,653	Not Needed	<b>Note:</b> Line-item accounts for operational expenses associated with internal staff managing member reward inquiries, manual gift card fulfillment, manual gift card reconciliation, etc. This will become obsolete in 2024, as the new vendor will take charge of customer service calls, and the solution will be entirely automated to eliminate manual tasks.
Vendor fees	\$195,476	\$323,459	Note: Current ~\$1.25 card fee (or equivalent to ~\$0.21 PMPM fee).  Note: New vendor \$0.35 PMPM fee
Rewards System Costs:	<b>\$314,129</b>	<b>\$323,459</b>	Note: Does not include the rewards distributed



# Cost Analysis

The table below outlines the cost breakdown for the member rewards solution.

Metric	Current Demand	Future Demand
Reward Members	77,014	200,000
PMPM	\$0.35	\$0.35
1-Year Rewards System Cost	\$323,459	\$840,000
3-Year Rewards System Cost	\$970,377	<b>*\$2,520,000</b>





# Board of Directors Request

Authorize the CEO to sign a three (3) year contract with InComm Healthcare in the amount not to exceed \$2,520,000 to implement the new Member Rewards system.



# You + Us = a better day!

## Questions

Please contact:

Richard M. Pruitt  
Chief Information Officer  
661-664-5078  
[richard.pruitt@khs-net.com](mailto:richard.pruitt@khs-net.com)





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## MEMORANDUM

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**TO:** Kern Health Systems Finance Committee  
**FROM:** Robert Landis, Chief Financial Officer  
**SUBJECT:** November 2023 Financial Results  
**DATE:** February 9, 2024

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The November results reflect a \$376,142 Net Increase in Net Position which is a \$804,421 favorable variance to the budget. Listed below are the major variances for the month:

- 1) Total Revenues reflect a \$6.7 million favorable variance primarily due to:
  - A) \$4.9 million favorable variance primarily due from receiving a \$6.2 million payment under the CalAim Incentive Payment Program and from \$1.3 million of unfavorable **timing differences** on waiting for DHCS approval to record revenue under the Student Behavioral Health Incentive Program and the Housing and Homelessness Incentive Program.
  - B) \$1.4 million unfavorable variance primarily due to lower-than-expected membership in the Long-Term Care Category of Aid.
  - C) \$3.1 million favorable variance in Investment Earnings and Other Income primarily due from higher than forecasted interest rates being earned on the investment portfolio.
  
- 2) Total Medical Costs reflect a \$4.2 million unfavorable variance primarily due to:
  - A) \$2.4 million unfavorable variance in Outpatient Hospital primarily due to higher-than-expected utilization along with rate increases over the last several months.
  - B) \$1.6 million unfavorable variance in Other Medical primarily from:
    - 1) \$2.0 million unfavorable variance in Ambulance and Non-emergency Medical Transportation (“NEMT”) due to higher-than-expected utilization of NEMT services over the last several months by our members.
    - 2) \$4.0 favorable variance in Long Term Care expense primarily due to lower than expected utilization by SPD members.

- 3) \$3.8 unfavorable variance in CalAIM Incentive Programs due to receiving provider invoices to record expenses under the CalAim Incentive Payment Program, Student Behavioral Health Incentive Program and the Housing and Homelessness Incentive Program.

The November Medical Loss Ratio is 91.0% which is favorable to the 92.9 % budgeted amount. The November Administrative Expense Ratio is 8.2% which is unfavorable to the 6.9% budgeted amount primarily due to the budgeted \$1.5 million Cost-of-Living Stipend paid to employees in November.

The results for the 11 months ended November 30, 2023 reflects a Net Increase in Net Position of \$94,342,506. This is a \$99,618,402 favorable variance to budget and includes approximately \$20.7 million of favorable adjustments from the prior year. The year-to-date Medical Loss Ratio is 84.7% which is favorable to the 92.9% budgeted amount. The year-to-date Administrative Expense Ratio is 6.8% which is favorable to the 6.9% budgeted amount.

**Kern Health Systems  
Financial Packet  
November 2023**

**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 Month	Page 4-5
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**KHS Group Health Plan – Healthy Families Line of Business**

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<b>KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF NET POSITION AS OF NOVEMBER 30, 2023</b>			
<b>ASSETS</b>	<b>NOVEMBER 2023</b>	<b>OCTOBER 2023</b>	<b>INC(DEC)</b>
<b>CURRENT ASSETS:</b>			
Cash and Cash Equivalents	\$ 154,655,404	\$ 122,316,862	\$ 32,338,542
Short-Term Investments	335,398,973	390,371,861	(54,972,888)
Premiums Receivable - Net	105,258,688	89,049,925	16,208,763
Premiums Receivable - Hospital Direct Payments	466,676,049	445,924,351	20,751,698
Interest Receivable	246,011	123,010	123,001
Provider Advance Payment	600,309	602,662	(2,353)
Other Receivables	1,093,786	589,860	503,926
Prepaid Expenses & Other Current Assets	6,847,848	6,892,622	(44,774)
<b>Total Current Assets</b>	<b>\$ 1,070,777,068</b>	<b>\$ 1,055,871,153</b>	<b>\$ 14,905,915</b>
<b>CAPITAL ASSETS - NET OF ACCUM DEPREE:</b>			
Land	4,090,706	4,090,706	-
Furniture and Equipment - Net	1,073,216	1,129,028	(55,812)
Computer Hardware and Software - Net	18,203,902	18,131,617	72,285
Building and Building Improvements - Net	33,178,692	33,255,513	(76,821)
Capital Projects in Progress	3,172,786	2,456,346	716,440
<b>Total Capital Assets</b>	<b>\$ 59,719,302</b>	<b>\$ 59,063,210</b>	<b>\$ 656,092</b>
<b>LONG TERM ASSETS:</b>			
Restricted Investments	300,000	300,000	-
Officer Life Insurance Receivables	1,602,024	1,602,024	-
<b>Total Long Term Assets</b>	<b>\$ 1,902,024</b>	<b>\$ 1,902,024</b>	<b>\$ -</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 8,886,257</b>	<b>\$ 8,886,257</b>	<b>\$ -</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 1,141,284,651</b>	<b>\$ 1,125,722,644</b>	<b>\$ 15,562,007</b>
<b>LIABILITIES AND NET POSITION</b>			
<b>CURRENT LIABILITIES:</b>			
Accrued Salaries and Employee Benefits	\$ 5,498,052	\$ 6,391,630	(893,578)
Accrued Other Operating Expenses	5,780,331	4,977,897	802,434
Claims Payable (Reported)	17,431,722	25,848,412	(8,416,690)
IBNR - Inpatient Claims	61,245,072	58,633,336	2,611,736
IBNR - Physician Claims	20,023,139	21,241,229	(1,218,090)
IBNR - Accrued Other Medical	28,882,708	27,025,271	1,857,437
Risk Pool and Withholds Payable	5,730,689	5,212,307	518,382
Statutory Allowance for Claims Processing Expense	3,195,869	3,195,869	-
Other Liabilities	101,411,211	102,238,675	(827,464)
Accrued Hospital Directed Payments	466,738,264	445,986,566	20,751,698
<b>Total Current Liabilities</b>	<b>\$ 715,937,057</b>	<b>\$ 700,751,192</b>	<b>\$ 15,185,865</b>
<b>NONCURRENT LIABILITIES:</b>			
Net Pension Liability	12,018,206	12,018,206	-
<b>TOTAL NONCURRENT LIABILITIES</b>	<b>\$ 12,018,206</b>	<b>\$ 12,018,206</b>	<b>\$ -</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>\$ 230,571</b>	<b>\$ 230,571</b>	<b>\$ -</b>
<b>NET POSITION:</b>			
Net Position - Beg. of Year	318,756,311	318,756,311	-
Increase (Decrease) in Net Position - Current Year	94,342,506	93,966,364	376,142
<b>Total Net Position</b>	<b>\$ 413,098,817</b>	<b>\$ 412,722,675</b>	<b>\$ 376,142</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<b>\$ 1,141,284,651</b>	<b>\$ 1,125,722,644</b>	<b>\$ 15,562,007</b>

CURRENT MONTH MEMBERS			KERN HEALTH SYSTEMS MEDI-CAL - ALL COA STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION FOR THE MONTH ENDED NOVEMBER 30, 2023			YEAR-TO-DATE MEMBER MONTHS		
						ACTUAL	BUDGET	VARIANCE
207,582	210,500	(2,918)	Family Members	2,327,766	2,341,500	(13,734)		
96,517	91,500	5,017	Expansion Members	1,087,470	1,028,500	58,970		
18,398	17,500	898	SPD Members	201,916	195,500	6,416		
428	650	(222)	LTC Members	4,066	5,500	(1,434)		
22,663	23,700	(1,037)	Other Members	231,837	245,700	(13,863)		
15,423	14,000	1,423	Kaiser Members	170,882	154,000	16,882		
361,011	357,850	3,161	<b>Total Members - MCAL</b>	<b>4,023,937</b>	<b>3,970,700</b>	<b>53,237</b>		
			REVENUES					
45,286,583	42,620,744	2,665,839	Title XIX - Medicaid - Family and Other	469,952,965	470,125,605	(172,640)		
36,497,717	33,582,610	2,915,107	Title XIX - Medicaid - Expansion Members	408,928,653	377,451,491	31,477,162		
19,356,792	20,005,446	(648,654)	Title XIX - Medicaid - SPD Members	212,306,319	223,489,413	(11,183,094)		
3,153,925	4,566,444	(1,412,519)	Title XIX - Medicaid - LTC Members	30,339,490	38,796,420	(8,456,930)		
-	-	-	Premium - MCO Tax	-	-	-		
20,754,284	20,636,034	118,250	Premium - Hospital Directed Payments	237,953,195	230,667,866	7,285,329		
3,571,373	428,373	3,143,000	Investment Earnings And Other Income	18,050,914	4,732,223	13,318,691		
-	75,759	(75,759)	Reinsurance Recoveries	-	840,915	(840,915)		
(2,585)	-	(2,585)	Rate Adjustments - Hospital Directed Payments	(12,152)	-	(12,152)		
21,527	-	21,527	Rate/Income Adjustments	5,377,632	-	5,377,632		
128,639,616	121,915,411	6,724,205	<b>TOTAL REVENUES</b>	<b>1,382,897,016</b>	<b>1,346,103,933</b>	<b>36,793,083</b>		
			EXPENSES					
			Medical Costs:					
21,258,592	21,239,876	(18,716)	Physician Services	229,379,660	236,303,291	6,923,631		
6,739,291	6,892,732	153,441	Other Professional Services	67,984,200	76,308,693	8,324,493		
4,921,226	5,689,908	768,682	Emergency Room	57,242,053	63,283,747	6,041,694		
23,460,211	23,225,242	(234,969)	Inpatient	248,735,118	258,967,774	10,232,656		
91,410	75,759	(15,651)	Reinsurance Expense	1,129,070	840,915	(288,155)		
12,702,928	10,346,366	(2,356,562)	Outpatient Hospital	119,941,012	114,656,994	(5,284,018)		
27,658,265	26,070,586	(1,587,679)	Other Medical	255,834,687	280,382,466	24,547,779		
518,382	515,566	(2,816)	Pay for Performance Quality Incentive	5,777,799	5,725,262	(52,537)		
20,754,284	20,636,034	(118,250)	Hospital Directed Payments	237,953,195	230,667,866	(7,285,329)		
(2,586)	-	2,586	Hospital Directed Payment Adjustment	(1,353,179)	-	1,353,179		
(662)	-	662	Non-Claims Expense Adjustment	(1,630,678)	-	1,630,678		
784,814	-	(784,814)	IBNR, Incentive, Paid Claims Adjustment	(14,453,675)	-	14,453,675		
118,886,155	114,692,068	(4,194,087)	<b>Total Medical Costs</b>	<b>1,206,539,262</b>	<b>1,267,137,008</b>	<b>60,597,746</b>		
9,753,461	7,223,342	2,530,119	<b>GROSS MARGIN</b>	<b>176,357,754</b>	<b>78,966,925</b>	<b>97,390,829</b>		
			Administrative:					
5,655,319	4,009,842	(1,645,477)	Compensation	43,445,288	44,183,251	737,963		
1,916,544	1,690,082	(226,462)	Purchased Services	17,127,904	18,590,899	1,462,995		
131,121	227,316	96,195	Supplies	1,694,942	2,500,479	805,537		
685,712	649,950	(35,762)	Depreciation	7,513,633	7,149,445	(364,188)		
498,451	449,119	(49,332)	Other Administrative Expenses	5,546,986	4,940,304	(606,682)		
(260)	-	260	Administrative Expense Adjustment	2,146,902	-	(2,146,902)		
8,886,887	7,026,308	(1,860,579)	<b>Total Administrative Expenses</b>	<b>77,475,655</b>	<b>77,364,378</b>	<b>(111,277)</b>		
127,773,042	121,718,376	(6,054,666)	<b>TOTAL EXPENSES</b>	<b>1,284,014,917</b>	<b>1,344,501,386</b>	<b>60,486,469</b>		
866,574	197,035	669,539	<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>98,882,099</b>	<b>1,602,547</b>	<b>97,279,552</b>		
-	-	-	<b>MCO TAX</b>	-	-	-		
866,574	197,035	669,539	<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>98,882,099</b>	<b>1,602,547</b>	<b>97,279,552</b>		
			NONOPERATING REVENUE (EXPENSE)					
-	-	-	Provider Grants/CalAIM/Home Health	(543)	-	(543)		
(490,432)	(625,313)	134,881	D-SNP Expenses	(4,539,050)	(6,878,443)	2,339,393		
(490,432)	(625,313)	134,881	<b>TOTAL NONOPERATING REVENUE (EXPENSE)</b>	<b>(4,539,593)</b>	<b>(6,878,443)</b>	<b>2,338,850</b>		
376,142	(428,279)	804,421	<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>94,342,506</b>	<b>(5,275,896)</b>	<b>99,618,402</b>		
91.0%	92.9%	1.9%	<b>MEDICAL LOSS RATIO</b>	<b>84.7%</b>	<b>92.9%</b>	<b>8.2%</b>		
8.2%	6.9%	-1.3%	<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>6.8%</b>	<b>6.9%</b>	<b>0.2%</b>		

			KERN HEALTH SYSTEMS MEDI-CAL					
CURRENT MONTH			STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION - PMPM FOR THE MONTH ENDED NOVEMBER 30, 2023			YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE				ACTUAL	BUDGET	VARIANCE
<b>ENROLLMENT</b>								
207,582	210,500	(2,918)	Family Members			2,327,766	2,341,500	(13,734)
96,517	91,500	5,017	Expansion Members			1,087,470	1,028,500	58,970
18,398	17,500	898	SPD Members			201,916	195,500	6,416
428	650	(222)	LTC Members			4,066	5,500	(1,434)
22,663	23,700	(1,037)	Other Members			231,837	245,700	(13,863)
15,423	14,000	1,423	Kaiser Members			170,882	154,000	16,882
361,011	357,850	3,161	Total Members - MCAL			4,023,937	3,970,700	53,237
<b>REVENUES</b>								
196.69	181.98	14.70	Title XIX - Medicaid - Family and Other			183.60	181.71	1.89
378.15	367.02	11.13	Title XIX - Medicaid - Expansion Members			376.04	366.99	9.04
1,052.11	1,143.17	(91.05)	Title XIX - Medicaid - SPD Members			1,051.46	1,143.17	(91.71)
7,368.98	7,025.30	343.69	Title XIX - Medicaid - LTC Members			7,461.75	7,053.89	407.86
0.00	0.00	0.00	Premium - MCO Tax			0.00	0.00	0.00
60.05	60.01	0.04	Premium - Hospital Directed Payments			61.76	60.44	1.32
10.33	1.25	9.09	Investment Earnings And Other Income			4.68	1.24	3.44
0.00	0.22	(0.22)	Reinsurance Recoveries			0.00	0.22	(0.22)
(0.01)	0.00	(0.01)	Rate Adjustments - Hospital Directed Payments			(0.00)	0.00	(0.00)
0.06	0.00	0.06	Rate/Income Adjustments			1.40	0.00	1.40
372.23	354.56	17.67	TOTAL REVENUES			358.91	352.69	6.22
<b>EXPENSES</b>								
<b>Medical Costs:</b>								
61.51	61.77	0.26	Physician Services			59.53	61.91	2.38
19.50	20.05	0.54	Other Professional Services			17.64	19.99	2.35
14.24	16.55	2.31	Emergency Room			14.86	16.58	1.72
67.88	67.54	(0.34)	Inpatient			64.56	67.85	3.30
0.26	0.22	(0.04)	Reinsurance Expense			0.29	0.22	(0.07)
36.76	30.09	(6.67)	Outpatient Hospital			31.13	30.04	(1.09)
80.03	75.82	(4.21)	Other Medical			66.40	73.46	7.06
1.50	1.50	(0.00)	Pay for Performance Quality Incentive			1.50	1.50	0.00
60.05	60.01	(0.04)	Hospital Directed Payments			61.76	60.44	(1.32)
(0.01)	0.00	0.01	Hospital Directed Payment Adjustment			(0.35)	0.00	0.35
(0.00)	0.00	0.00	Non-Claims Expense Adjustment			(0.42)	0.00	0.42
2.27	0.00	(2.27)	IBNR, Incentive, Paid Claims Adjustment			(3.75)	0.00	3.75
344.01	333.55	(10.46)	Total Medical Costs			313.14	332.00	18.86
28.22	21.01	7.22	GROSS MARGIN			45.77	20.69	25.08
<b>Administrative:</b>								
16.36	11.66	(4.70)	Compensation			11.28	11.58	0.30
5.55	4.92	(0.63)	Purchased Services			4.45	4.87	0.43
0.38	0.66	0.28	Supplies			0.44	0.66	0.22
1.98	1.89	(0.09)	Depreciation			1.95	1.87	(0.08)
1.44	1.31	(0.14)	Other Administrative Expenses			1.44	1.29	(0.15)
(0.00)	0.00	0.00	Administrative Expense Adjustment			0.56	0.00	(0.56)
25.72	20.43	(5.28)	Total Administrative Expenses			20.11	20.27	0.16
369.73	353.99	(15.74)	TOTAL EXPENSES			333.25	352.27	19.02
2.51	0.57	1.93	OPERATING INCOME (LOSS) BEFORE TAX			25.66	0.42	25.24
0.00	0.00	0.00	MCO TAX			0.00	0.00	0.00
2.51	0.57	1.93	OPERATING INCOME (LOSS) NET OF TAX			25.66	0.42	25.24
<b>NONOPERATING REVENUE (EXPENSE)</b>								
0.00	0.00	0.00	Gain on Sale of Assets			0.00	0.00	0.00
0.00	0.00	0.00	Reserve Fund Projects/Community Grants			(0.00)	0.00	(0.00)
(1.42)	(1.82)	0.40	Health Home			(1.18)	(1.80)	0.62
(1.42)	(1.82)	0.40	TOTAL NONOPERATING REVENUE (EXPENSE)			(1.18)	(1.80)	0.62
1.09	(1.25)	2.33	NET INCREASE (DECREASE) IN NET POSITION			24.49	(1.38)	25.87
91.0%	92.9%	1.9%	MEDICAL LOSS RATIO			84.7%	92.9%	8.2%
8.2%	6.9%	-1.3%	ADMINISTRATIVE EXPENSE RATIO			6.8%	6.9%	0.2%



KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - ROLLING 13 MONTHS THROUGH NOVEMBER 30, 2023	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY
	2022	2022	2023	2023	2023	2023	2023
<b>ENROLLMENT</b>							
Members - MCAL	331,947	336,514	332,387	349,492	351,010	353,005	355,915
<b>REVENUES</b>							
Title XIX - Medicaid - Family and Other	39,648,035	34,345,215	38,355,206	40,922,562	41,044,003	41,661,492	44,450,874
Title XIX - Medicaid - Expansion Members	32,934,833	30,862,645	35,864,920	36,154,732	35,902,983	36,465,640	38,238,101
Title XIX - Medicaid - SPD Members	15,878,315	15,500,822	18,119,057	19,012,691	19,068,659	19,567,025	19,083,062
Title XIX - Medicaid - LTC Members	-	-	201,227	2,814,382	2,968,601	2,968,602	3,026,025
Premium - MCO Tax	10,883,460	10,883,460	-	-	-	-	-
Premium - Hospital Directed Payments	19,322,384	27,573,903	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771
Investment Earnings And Other Income	888,027	714,738	1,400,146	440,597	2,337,674	1,314,336	651,530
Reinsurance Recoveries	-	152,481	-	-	-	-	-
Rate Adjustments - Hospital Directed Payments	(5,267)	12,446,127	(684,297)	33,520	32,816	37,815	5,509
Rate/Income Adjustments	1,298,007	333,950	(968,410)	350,076	1,115,116	978,086	1,497,916
<b>TOTAL REVENUES</b>	<b>120,847,794</b>	<b>132,813,341</b>	<b>113,497,522</b>	<b>121,244,507</b>	<b>124,079,553</b>	<b>124,941,153</b>	<b>128,745,788</b>
<b>EXPENSES</b>							
<b>Medical Costs:</b>							
Physician Services	18,483,343	16,678,607	20,302,072	19,187,941	20,648,045	21,262,722	21,747,296
Other Professional Services	5,432,710	6,175,363	5,493,905	5,413,638	6,067,168	5,720,799	6,643,597
Emergency Room	5,682,299	5,082,054	5,195,994	4,633,288	5,199,635	5,262,548	5,131,679
Inpatient	18,414,421	12,591,938	22,641,712	21,804,027	22,997,133	23,980,922	21,382,030
Reinsurance Expense	58,838	59,818	90,859	180,937	94,363	94,773	95,311
Outpatient Hospital	8,727,267	9,093,742	9,616,781	9,652,797	11,362,056	10,886,974	11,009,988
Other Medical	16,382,849	6,543,097	15,528,820	23,011,370	23,040,484	22,948,410	22,151,470
Pay for Performance Quality Incentive	493,681	504,771	498,590	524,238	526,516	529,507	533,873
Hospital Directed Payments	19,322,384	27,573,903	21,209,673	21,515,947	21,609,701	21,948,157	21,792,771
Hospital Directed Payment Adjustment	(5,266)	12,446,126	(684,297)	33,520	(869,333)	37,816	123,932
Non-Claims Expense Adjustment	4,018	(1,071,264)	(128,832)	3,429	72,961	177,517	(2,449,080)
IBNR, Incentive, Paid Claims Adjustment	(436,641)	(6,704,318)	9,076	32,166	(4,009,312)	(4,430,362)	(4,472,016)
<b>Total Medical Costs</b>	<b>92,559,903</b>	<b>88,973,837</b>	<b>99,774,353</b>	<b>105,993,298</b>	<b>106,739,417</b>	<b>108,419,783</b>	<b>103,690,851</b>
<b>GROSS MARGIN</b>	<b>28,287,891</b>	<b>43,839,504</b>	<b>13,723,169</b>	<b>15,251,209</b>	<b>17,340,136</b>	<b>16,521,370</b>	<b>25,054,937</b>
<b>Administrative:</b>							
Compensation	3,241,130	4,707,264	3,547,045	3,492,028	3,754,627	3,614,954	3,792,281
Purchased Services	1,034,408	1,262,419	939,926	1,549,694	1,516,766	1,481,551	1,530,859
Supplies	258,430	220,189	87,606	161,043	106,568	113,296	134,551
Depreciation	622,602	627,772	680,616	679,350	682,158	684,369	685,407
Other Administrative Expenses	320,234	966,290	660,263	384,578	557,118	442,055	441,734
Administrative Expense Adjustment	299,689	508,526	109,675	301,496	320,296	300,000	300,950
<b>Total Administrative Expenses</b>	<b>5,776,493</b>	<b>8,292,460</b>	<b>6,025,131</b>	<b>6,568,189</b>	<b>6,937,533</b>	<b>6,636,225</b>	<b>6,885,782</b>
<b>TOTAL EXPENSES</b>	<b>98,336,396</b>	<b>97,266,297</b>	<b>105,799,484</b>	<b>112,561,487</b>	<b>113,676,950</b>	<b>115,056,008</b>	<b>110,576,633</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>22,511,398</b>	<b>35,547,044</b>	<b>7,698,038</b>	<b>8,683,020</b>	<b>10,402,603</b>	<b>9,885,145</b>	<b>18,169,155</b>
<b>MCO TAX</b>	<b>10,883,460</b>	<b>10,883,459</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>11,627,938</b>	<b>24,663,585</b>	<b>7,698,038</b>	<b>8,683,020</b>	<b>10,402,603</b>	<b>9,885,145</b>	<b>18,169,155</b>
<b>TOTAL NONOPERATING REVENUE (EXPENSE)</b>	<b>4,000</b>	<b>(34,557)</b>	<b>(60,423)</b>	<b>(153,079)</b>	<b>(672,750)</b>	<b>(310,622)</b>	<b>(300,144)</b>
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>11,631,938</b>	<b>24,629,028</b>	<b>7,637,615</b>	<b>8,529,941</b>	<b>9,729,853</b>	<b>9,574,523</b>	<b>17,869,011</b>
<b>MEDICAL LOSS RATIO</b>	<b>80.8%</b>	<b>59.8%</b>	<b>85.2%</b>	<b>84.7%</b>	<b>84.0%</b>	<b>84.0%</b>	<b>76.5%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>6.4%</b>	<b>10.1%</b>	<b>6.5%</b>	<b>6.6%</b>	<b>6.8%</b>	<b>6.4%</b>	<b>6.4%</b>

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - ROLLING 13 MONTHS THROUGH NOVEMBER 30, 2023	JUNE 2023	JULY 2023	AUGUST 2023	SEPTEMBER 2023	OCTOBER 2023	NOVEMBER 2023	13 MONTH TOTAL
<b>ENROLLMENT</b>							
Members - MCAL	357,008	355,448	356,881	352,039	344,282	345,588	4,521,516
<b>REVENUES</b>							
Title XIX - Medicaid - Family and Other	45,303,824	45,811,582	41,688,820	43,328,819	42,099,200	45,286,583	543,946,215
Title XIX - Medicaid - Expansion Members	38,910,749	38,966,690	37,219,564	38,490,002	36,217,555	36,497,717	472,726,131
Title XIX - Medicaid - SPD Members	19,664,806	19,655,340	19,355,872	19,937,702	19,485,313	19,356,792	243,685,456
Title XIX - Medicaid - LTC Members	3,130,269	2,933,682	3,019,928	3,149,260	2,973,589	3,153,925	30,339,490
Premium - MCO Tax	-	-	-	-	-	-	21,766,920
Premium - Hospital Directed Payments	22,188,234	21,822,439	21,933,791	21,801,472	21,376,726	20,754,284	284,849,482
Investment Earnings And Other Income	1,485,525	1,706,041	1,300,264	1,438,685	2,404,743	3,571,373	19,653,679
Reinsurance Recoveries	-	-	-	-	-	-	152,481
Rate Adjustments - Hospital Directed Payments	15,555	(15,187)	421,005	139,435	4,262	(2,585)	12,428,708
Rate/Income Adjustments	213,618	1,690	(38,135)	2,226,733	(20,585)	21,527	7,009,589
<b>TOTAL REVENUES</b>	<b>130,912,580</b>	<b>130,882,277</b>	<b>124,901,109</b>	<b>130,512,108</b>	<b>124,540,803</b>	<b>128,639,616</b>	<b>1,636,558,151</b>
<b>EXPENSES</b>							
<b>Medical Costs:</b>							
Physician Services	21,895,594	20,488,109	20,619,449	21,311,972	20,657,868	21,258,592	264,541,610
Other Professional Services	6,838,173	5,443,151	6,830,704	6,391,087	6,402,687	6,739,291	79,592,273
Emergency Room	5,555,164	4,984,270	5,600,554	5,694,566	5,063,129	4,921,226	68,006,406
Inpatient	19,096,686	22,316,634	20,877,596	24,726,100	25,452,067	23,460,211	279,741,477
Reinsurance Expense	96,097	96,097	96,688	95,910	96,625	91,410	1,247,726
Outpatient Hospital	10,557,328	10,233,407	10,613,553	11,158,217	12,146,983	12,702,928	137,762,021
Other Medical	25,626,415	22,600,808	23,390,986	26,396,360	23,481,299	27,658,265	278,760,633
Pay for Performance Quality Incentive	533,872	535,512	534,172	529,365	513,772	518,382	6,776,251
Hospital Directed Payments	22,188,234	21,822,439	21,933,791	21,801,472	21,376,726	20,754,284	284,849,482
Hospital Directed Payment Adjustment	15,555	(15,187)	426,925	(423,787)	4,263	(2,586)	11,087,681
Non-Claims Expense Adjustment	3,040	639,578	3,672	52,429	(4,730)	(662)	(2,697,924)
IBNR, Incentive, Paid Claims Adjustment	(4,829,330)	707,021	438,520	701,159	614,589	784,814	(21,594,634)
<b>Total Medical Costs</b>	<b>107,576,828</b>	<b>109,851,839</b>	<b>111,366,610</b>	<b>118,434,850</b>	<b>115,805,278</b>	<b>118,886,155</b>	<b>1,388,073,002</b>
<b>GROSS MARGIN</b>	<b>23,335,752</b>	<b>21,030,438</b>	<b>13,534,499</b>	<b>12,077,258</b>	<b>8,735,525</b>	<b>9,753,461</b>	<b>248,485,149</b>
<b>Administrative:</b>							
Compensation	3,620,970	3,743,082	4,035,666	4,036,689	4,152,627	5,655,319	51,393,682
Purchased Services	1,863,224	1,454,753	1,385,358	1,774,151	1,715,078	1,916,544	19,424,731
Supplies	30,404	196,052	395,025	210,861	128,415	131,121	2,173,561
Depreciation	685,551	686,781	693,125	693,125	657,439	685,712	8,764,007
Other Administrative Expenses	562,847	623,127	435,112	436,285	505,416	498,451	6,833,510
Administrative Expense Adjustment	501,326	300,183	12,969	267	-	(260)	2,955,117
<b>Total Administrative Expenses</b>	<b>7,264,322</b>	<b>7,003,978</b>	<b>6,957,255</b>	<b>7,151,378</b>	<b>7,158,975</b>	<b>8,886,887</b>	<b>91,544,608</b>
<b>TOTAL EXPENSES</b>	<b>114,841,150</b>	<b>116,855,817</b>	<b>118,323,865</b>	<b>125,586,228</b>	<b>122,964,253</b>	<b>127,773,042</b>	<b>1,479,617,610</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>16,071,430</b>	<b>14,026,460</b>	<b>6,577,244</b>	<b>4,925,880</b>	<b>1,576,550</b>	<b>866,574</b>	<b>156,940,541</b>
<b>MCO TAX</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,766,919</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>16,071,430</b>	<b>14,026,460</b>	<b>6,577,244</b>	<b>4,925,880</b>	<b>1,576,550</b>	<b>866,574</b>	<b>135,173,622</b>
<b>TOTAL NONOPERATING REVENUE (EXPENSE)</b>	<b>(672,234)</b>	<b>(307,680)</b>	<b>(457,916)</b>	<b>(481,380)</b>	<b>(632,933)</b>	<b>(490,432)</b>	<b>(4,570,150)</b>
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>15,399,196</b>	<b>13,718,780</b>	<b>6,119,328</b>	<b>4,444,500</b>	<b>943,617</b>	<b>376,142</b>	<b>130,603,472</b>
<b>MEDICAL LOSS RATIO</b>	<b>78.5%</b>	<b>80.7%</b>	<b>86.8%</b>	<b>89.4%</b>	<b>91.5%</b>	<b>91.0%</b>	<b>82.9%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>6.7%</b>	<b>6.4%</b>	<b>6.8%</b>	<b>6.6%</b>	<b>6.9%</b>	<b>8.2%</b>	<b>6.9%</b>

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - PMPM ROLLING 13 MONTHS THROUGH NOVEMBER 30, 2023	NOVEMBER 2022	DECEMBER 2022	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023
<b>ENROLLMENT</b>							
Members - MCAL	331,947	336,514	332,387	349,492	351,010	353,005	355,915
<b>REVENUES</b>							
Title XIX - Medicaid - Family and Other	180.89	156.69	175.30	175.80	175.43	177.53	187.74
Title XIX - Medicaid - Expansion Members	344.93	323.22	373.01	369.48	365.87	367.09	381.03
Title XIX - Medicaid - SPD Members	919.20	897.35	1,038.82	1,030.33	1,029.51	1,052.05	1,037.24
Title XIX - Medicaid - LTC Members	0.00	0.00	7,452.85	7,425.81	7,477.58	7,440.11	7,546.20
Premium - MCO Tax	32.79	32.34	0.00	0.00	0.00	0.00	0.00
Premium - Hospital Directed Payments	58.21	81.94	63.81	61.56	61.56	62.18	61.23
Investment Earnings And Other Income	2.68	2.12	4.21	1.26	6.66	3.72	1.83
Reinsurance Recoveries	0.00	0.45	0.00	0.00	0.00	0.00	0.00
Rate Adjustments - Hospital Directed Payments	(0.02)	36.99	(2.06)	0.10	0.09	0.11	0.02
Rate/Income Adjustments	3.91	0.99	(2.91)	1.00	3.18	2.77	4.21
<b>TOTAL REVENUES</b>	<b>364.06</b>	<b>394.67</b>	<b>341.46</b>	<b>346.92</b>	<b>353.49</b>	<b>353.94</b>	<b>361.73</b>
<b>EXPENSES</b>							
Medical Costs:							
Physician Services	55.68	49.56	61.08	54.90	58.82	60.23	61.10
Other Professional Services	16.37	18.35	16.53	15.49	17.28	16.21	18.67
Emergency Room	17.12	15.10	15.63	13.26	14.81	14.91	14.42
Inpatient	55.47	37.42	68.12	62.39	65.52	67.93	60.08
Reinsurance Expense	0.18	0.18	0.27	0.52	0.27	0.27	0.27
Outpatient Hospital	26.29	27.02	28.93	27.62	32.37	30.84	30.93
Other Medical	49.35	19.44	46.72	65.84	65.64	65.01	62.24
Pay for Performance Quality Incentive	1.49	1.50	1.50	1.50	1.50	1.50	1.50
Hospital Directed Payments	58.21	81.94	63.81	61.56	61.56	62.18	61.23
Hospital Directed Payment Adjustment	(0.02)	36.99	(2.06)	0.10	(2.48)	0.11	0.35
Non-Claims Expense Adjustment	0.01	(3.18)	(0.39)	0.01	0.21	0.50	(6.88)
IBNR, Incentive, Paid Claims Adjustment	(1.32)	(19.92)	0.03	0.09	(11.42)	(12.55)	(12.56)
<b>Total Medical Costs</b>	<b>278.84</b>	<b>268.04</b>	<b>300.18</b>	<b>303.28</b>	<b>304.09</b>	<b>307.13</b>	<b>291.34</b>
<b>GROSS MARGIN</b>	<b>85.22</b>	<b>126.64</b>	<b>41.29</b>	<b>43.64</b>	<b>49.40</b>	<b>46.80</b>	<b>70.40</b>
Administrative:							
Compensation	9.76	13.99	10.67	9.99	10.70	10.24	10.66
Purchased Services	3.12	3.75	2.83	4.43	4.32	4.20	4.30
Supplies	0.78	0.65	0.26	0.46	0.30	0.32	0.38
Depreciation	1.88	1.87	2.05	1.94	1.94	1.94	1.93
Other Administrative Expenses	0.96	2.87	1.99	1.10	1.59	1.25	1.24
Administrative Expense Adjustment	0.90	1.51	0.33	0.86	0.91	0.85	0.85
<b>Total Administrative Expenses</b>	<b>17.40</b>	<b>24.64</b>	<b>18.13</b>	<b>18.79</b>	<b>19.76</b>	<b>18.80</b>	<b>19.35</b>
<b>TOTAL EXPENSES</b>	<b>296.24</b>	<b>292.68</b>	<b>318.30</b>	<b>322.07</b>	<b>323.86</b>	<b>325.93</b>	<b>310.68</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>67.82</b>	<b>102.00</b>	<b>23.16</b>	<b>24.84</b>	<b>29.64</b>	<b>28.00</b>	<b>51.05</b>
<b>MCO TAX</b>	<b>32.79</b>	<b>32.34</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>35.03</b>	<b>69.65</b>	<b>23.16</b>	<b>24.84</b>	<b>29.64</b>	<b>28.00</b>	<b>51.05</b>
<b>TOTAL NONOPERATING REVENUE (EXPENSE)</b>	<b>0.01</b>	<b>(0.10)</b>	<b>(0.18)</b>	<b>(0.44)</b>	<b>(1.92)</b>	<b>(0.88)</b>	<b>(0.84)</b>
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>35.04</b>	<b>69.55</b>	<b>22.98</b>	<b>24.41</b>	<b>27.72</b>	<b>27.12</b>	<b>50.21</b>
<b>MEDICAL LOSS RATIO</b>	<b>80.8%</b>	<b>61.3%</b>	<b>85.2%</b>	<b>84.7%</b>	<b>84.0%</b>	<b>84.0%</b>	<b>76.5%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>6.4%</b>	<b>10.1%</b>	<b>6.5%</b>	<b>6.6%</b>	<b>6.8%</b>	<b>6.4%</b>	<b>6.4%</b>

KERN HEALTH SYSTEMS MEDI-CAL STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION BY MONTH - PMPM ROLLING 13 MONTHS THROUGH NOVEMBER 30, 2023	JUNE 2023	JULY 2023	AUGUST 2023	SEPTEMBER 2023	OCTOBER 2023	NOVEMBER 2023	13 MONTH TOTAL
<b>ENROLLMENT</b>							
Members - MCAL	357,008	355,448	356,881	352,039	344,282	345,588	4,521,516
<b>REVENUES</b>							
Title XIX - Medicaid - Family and Other	190.94	195.08	177.66	185.02	183.11	196.69	181.20
Title XIX - Medicaid - Expansion Members	383.36	409.60	390.36	385.48	378.12	378.15	369.61
Title XIX - Medicaid - SPD Members	1,052.72	1,127.03	1,110.24	1,081.04	1,071.80	1,052.11	1,030.47
Title XIX - Medicaid - LTC Members	7,506.64	7,445.89	7,530.99	7,892.88	7,342.20	7,368.98	7,461.75
Premium - MCO Tax	0.00	0.00	0.00	0.00	0.00	0.00	4.81
Premium - Hospital Directed Payments	62.15	61.39	61.46	61.93	62.09	60.05	63.00
Investment Earnings And Other Income	4.16	4.80	3.64	4.09	6.98	10.33	4.35
Reinsurance Recoveries	0.00	0.00	0.00	0.00	0.00	0.00	0.03
Rate Adjustments - Hospital Directed Payments	0.04	(0.04)	1.18	0.40	0.01	(0.01)	2.75
Rate/Income Adjustments	0.60	0.00	(0.11)	6.33	(0.06)	0.06	1.55
<b>TOTAL REVENUES</b>	<b>366.69</b>	<b>368.22</b>	<b>349.98</b>	<b>370.73</b>	<b>361.74</b>	<b>372.23</b>	<b>361.95</b>
<b>EXPENSES</b>							
Medical Costs:							
Physician Services	61.33	57.64	57.78	60.54	60.00	61.51	58.51
Other Professional Services	19.15	15.31	19.14	18.15	18.60	19.50	17.60
Emergency Room	15.56	14.02	15.69	16.18	14.71	14.24	15.04
Inpatient	53.49	62.78	58.50	70.24	73.93	67.88	61.87
Reinsurance Expense	0.27	0.27	0.27	0.27	0.28	0.26	0.28
Outpatient Hospital	29.57	28.79	29.74	31.70	35.28	36.76	30.47
Other Medical	71.78	63.58	65.54	74.98	68.20	80.03	61.65
Pay for Performance Quality Incentive	1.50	1.51	1.50	1.50	1.49	1.50	1.50
Hospital Directed Payments	62.15	61.39	61.46	61.93	62.09	60.05	63.00
Hospital Directed Payment Adjustment	0.04	(0.04)	1.20	(1.20)	0.01	(0.01)	2.45
Non-Claims Expense Adjustment	0.01	1.80	0.01	0.15	(0.01)	(0.00)	(0.60)
IBNR, Incentive, Paid Claims Adjustment	(13.53)	1.99	1.23	1.99	1.79	2.27	(4.78)
<b>Total Medical Costs</b>	<b>301.33</b>	<b>309.05</b>	<b>312.06</b>	<b>336.43</b>	<b>336.37</b>	<b>344.01</b>	<b>306.99</b>
<b>GROSS MARGIN</b>	<b>65.36</b>	<b>59.17</b>	<b>37.92</b>	<b>34.31</b>	<b>25.37</b>	<b>28.22</b>	<b>54.96</b>
Administrative:							
Compensation	10.14	10.53	11.31	11.47	12.06	16.36	11.37
Purchased Services	5.22	4.09	3.88	5.04	4.98	5.55	4.30
Supplies	0.09	0.55	1.11	0.60	0.37	0.38	0.48
Depreciation	1.92	1.93	1.94	1.97	1.91	1.98	1.94
Other Administrative Expenses	1.58	1.75	1.22	1.24	1.47	1.44	1.51
Administrative Expense Adjustment	1.40	0.84	0.04	0.00	0.00	(0.00)	0.65
<b>Total Administrative Expenses</b>	<b>20.35</b>	<b>19.70</b>	<b>19.49</b>	<b>20.31</b>	<b>20.79</b>	<b>25.72</b>	<b>20.25</b>
<b>TOTAL EXPENSES</b>	<b>321.68</b>	<b>328.76</b>	<b>331.55</b>	<b>356.74</b>	<b>357.16</b>	<b>369.73</b>	<b>327.24</b>
<b>OPERATING INCOME (LOSS) BEFORE TAX</b>	<b>45.02</b>	<b>39.46</b>	<b>18.43</b>	<b>13.99</b>	<b>4.58</b>	<b>2.51</b>	<b>34.71</b>
<b>MCO TAX</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>4.81</b>
<b>OPERATING INCOME (LOSS) NET OF TAX</b>	<b>45.02</b>	<b>39.46</b>	<b>18.43</b>	<b>13.99</b>	<b>4.58</b>	<b>2.51</b>	<b>29.90</b>
<b>TOTAL NONOPERATING REVENUE (EXPENSE)</b>	<b>(1.88)</b>	<b>(0.87)</b>	<b>(1.28)</b>	<b>(1.37)</b>	<b>(1.84)</b>	<b>(1.42)</b>	<b>(1.01)</b>
<b>NET INCREASE (DECREASE) IN NET POSITION</b>	<b>43.13</b>	<b>38.60</b>	<b>17.15</b>	<b>12.63</b>	<b>2.74</b>	<b>1.09</b>	<b>28.88</b>
<b>MEDICAL LOSS RATIO</b>	<b>78.5%</b>	<b>80.7%</b>	<b>86.8%</b>	<b>89.4%</b>	<b>91.5%</b>	<b>91.0%</b>	<b>82.9%</b>
<b>ADMINISTRATIVE EXPENSE RATIO</b>	<b>6.7%</b>	<b>6.4%</b>	<b>6.8%</b>	<b>6.6%</b>	<b>6.9%</b>	<b>8.2%</b>	<b>6.9%</b>

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF REVENUES - ALL COA FOR THE MONTH ENDED NOVEMBER 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
<b>REVENUES</b>						
<b>Title XIX - Medicaid - Family &amp; Other</b>						
33,105,046	33,988,020	(882,974)	Premium - Medi-Cal	371,562,844	374,577,529	(3,014,685)
2,699,878	2,782,482	(82,604)	Premium - Maternity Kick	29,267,123	30,607,302	(1,340,179)
647,379	678,203	(30,824)	Premium - Enhanced Care Management	7,162,206	7,379,675	(217,469)
203,183	152,755	50,428	Premium - Major Organ Transplant	2,307,826	1,697,422	610,404
4,917,601	513,512	4,404,089	Premium - Cal AIM	9,438,601	5,700,838	3,737,763
3,445,657	3,607,797	(162,140)	Premium - Provider Enhancement	39,269,210	40,229,191	(959,981)
158,445	184,326	(25,881)	Premium - Ground Emergency Medical Transportation	1,816,909	2,057,160	(240,251)
-	245,400	(245,400)	Premium - Student Behavioral Health Incentive	4,372,077	2,699,400	1,672,677
-	352,514	(352,514)	Premium - Housing and Homelessness Incentive	3,487,489	3,877,654	(390,165)
109,394	115,735	(6,341)	Other	1,268,680	1,299,435	(30,755)
45,286,583	42,620,744	2,665,839	<b>Total Title XIX - Medicaid - Family &amp; Other</b>	<b>469,952,965</b>	<b>470,125,606</b>	<b>(172,641)</b>
<b>Title XIX - Medicaid - Expansion Members</b>						
31,115,814	29,549,885	1,565,930	Premium - Medi-Cal	361,611,201	332,173,214	29,437,988
391,069	236,486	154,583	Premium - Maternity Kick	5,867,834	2,601,345	3,266,489
755,924	926,100	(170,176)	Premium - Enhanced Care Management	8,814,822	10,413,480	(1,598,658)
312,494	231,300	81,194	Premium - Major Organ Transplant	3,636,686	2,600,840	1,035,846
2,061,423	396,109	1,665,314	Premium - Cal AIM	3,994,124	13,808,761	(9,814,637)
1,604,880	1,533,100	71,780	Premium - Provider Enhancement	18,685,188	6,273,591	12,411,597
222,438	199,911	22,527	Premium - Ground Emergency Medical Transportation	2,593,330	2,170,969	422,361
-	195,905	(195,905)	Premium - Student Behavioral Health Incentive	1,854,243	2,839,035	(984,792)
-	281,415	(281,415)	Premium - Housing and Homelessness Incentive	1,478,208	1,110,717	367,491
33,675	32,400	1,275	Other	393,017	331,272	61,745
36,497,717	33,582,610	2,915,107	<b>Total Title XIX - Medicaid - Expansion Members</b>	<b>408,928,653</b>	<b>374,323,223</b>	<b>34,605,430</b>
<b>Title XIX - Medicaid - SPD Members</b>						
17,646,162	18,215,400	(569,238)	Premium - Medi-Cal	196,289,623	203,492,041	(7,202,418)
414,968	500,325	(85,357)	Premium - Enhanced Care Management	4,611,854	5,589,345	(977,491)
245,836	159,075	86,761	Premium - Major Organ Transplant	2,735,825	1,777,095	958,730
392,947	245,275	147,672	Premium - Cal AIM	746,383	2,810,126	(2,063,743)
516,360	453,239	63,121	Premium - Provider Enhancement	5,742,967	5,063,324	679,643
140,519	140,175	344	Premium - Ground Emergency Medical Transportation	1,562,355	1,565,955	(3,600)
-	119,827	(119,827)	Premium - Student Behavioral Health Incentive	346,311	1,318,097	(971,786)
-	172,130	(172,130)	Premium - Housing and Homelessness Incentive	271,001	1,893,430	(1,622,429)
19,356,792	20,005,446	(648,654)	<b>Total Title XIX - Medicaid - SPD Members</b>	<b>212,306,319</b>	<b>223,509,413</b>	<b>(11,203,094)</b>
<b>Title XIX - Medicaid - LTC Members</b>						
3,124,723	4,530,470	(1,405,747)	Premium - Medi-Cal	30,101,391	38,488,610	(8,387,219)
9,459	14,512	(5,053)	Premium - Enhanced Care Management	91,586	123,510	(31,924)
10,569	21,119	(10,550)	Premium - Major Organ Transplant	108,698	180,870	(72,172)
9,141	-	9,141	Premium - Cal AIM	16,987	-	16,987
(16)	343	(359)	Premium - Provider Enhancement	1,620	3,430	(1,810)
49	-	49	Premium - Ground Emergency Medical Transportation	5,860	-	5,860
-	-	-	Premium - Student Behavioral Health Incentive	7,441	-	7,441
-	-	-	Premium - Housing and Homelessness Incentive	5,907	-	5,907
3,153,925	4,566,444	(1,412,519)	<b>Total Title XIX - Medicaid - LTC Members</b>	<b>30,339,490</b>	<b>38,796,420</b>	<b>(8,456,930)</b>

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS - ALL COA FOR THE MONTH ENDED NOVEMBER 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
			<b>PHYSICIAN SERVICES</b>			
3,369,503	4,383,984	1,014,481	Primary Care Physician Services	44,313,680	48,674,206	4,360,526
15,438,468	14,328,887	(1,109,581)	Referral Specialty Services	161,766,943	159,572,708	(2,194,235)
2,441,621	2,518,005	76,384	Urgent Care & After Hours Advise	23,198,837	27,956,176	4,757,339
9,000	9,000	-	Hospital Admitting Team	100,200	100,200	-
21,258,592	21,239,876	(18,716)	<b>TOTAL PHYSICIAN SERVICES</b>	<b>229,379,660</b>	<b>236,303,291</b>	<b>6,923,631</b>
			<b>OTHER PROFESSIONAL SERVICES</b>			
338,549	352,120	13,571	Vision Service Capitation	3,845,839	3,908,507	62,668
2,497,215	2,804,617	307,402	Medical Departments - UM Allocation *	25,504,015	30,850,783	5,346,768
2,405,891	1,439,768	(966,123)	Behavior Health Treatment	20,113,048	15,979,785	(4,133,263)
66,327	429,960	363,633	Mental Health Services	2,506,143	4,781,391	2,275,248
1,431,309	1,866,267	434,958	Other Professional Services	16,015,155	20,788,227	4,773,072
6,739,291	6,892,732	153,441	<b>TOTAL OTHER PROFESSIONAL SERVICES</b>	<b>67,984,200</b>	<b>76,308,693</b>	<b>8,324,493</b>
4,921,226	5,689,908	768,682	<b>EMERGENCY ROOM</b>	<b>57,242,053</b>	<b>63,283,747</b>	<b>6,041,694</b>
23,460,211	23,225,242	(234,969)	<b>INPATIENT HOSPITAL</b>	<b>248,735,118</b>	<b>258,967,774</b>	<b>10,232,656</b>
91,410	75,759	(15,651)	<b>REINSURANCE EXPENSE PREMIUM</b>	<b>1,129,070</b>	<b>840,915</b>	<b>(288,155)</b>
12,702,928	10,346,366	(2,356,562)	<b>OUTPATIENT HOSPITAL SERVICES</b>	<b>119,941,012</b>	<b>114,656,994</b>	<b>(5,284,018)</b>
			<b>OTHER MEDICAL</b>			
3,590,318	1,633,267	(1,957,051)	Ambulance and NEMT	26,855,451	18,145,100	(8,710,351)
1,114,894	990,594	(124,300)	Home Health Services & CBAS	8,101,974	11,039,067	2,937,093
220,777	1,592,010	1,371,233	Utilization and Quality Review Expenses	11,114,470	17,512,107	6,397,637
6,042,894	10,064,016	4,021,122	Long Term/SNF/Hospice	74,666,304	102,612,694	27,946,390
5,288,536	5,297,403	8,867	Provider Enhancement Expense - Prop. 56	60,514,035	58,831,400	(1,682,635)
660,172	498,191	(161,981)	Provider Enhancement Expense - GEMT	6,837,298	5,577,427	(1,259,871)
2,259,826	2,013,183	(246,643)	Enhanced Care Management	21,408,713	22,330,705	921,992
733,477	536,037	(197,440)	Major Organ Transplant	8,360,789	5,943,416	(2,417,373)
6,238,961	2,395,984	(3,842,977)	Cal AIM Incentive Programs	23,358,053	26,692,408	3,334,355
1,508,410	1,049,902	(458,508)	DME/Rebates	14,617,600	11,698,143	(2,919,457)
27,658,265	26,070,586	(1,587,679)	<b>TOTAL OTHER MEDICAL</b>	<b>255,834,687</b>	<b>280,382,466</b>	<b>24,547,779</b>
518,382	515,566	(2,816)	<b>PAY FOR PERFORMANCE QUALITY INCENTIVE</b>	<b>5,777,799</b>	<b>5,725,262</b>	<b>(52,537)</b>
20,754,284	20,636,034	(118,250)	<b>HOSPITAL DIRECTED PAYMENTS</b>	<b>237,953,195</b>	<b>230,667,866</b>	<b>(7,285,329)</b>
(2,586)	-	2,586	<b>HOSPITAL DIRECTED PAYMENT ADJUSTMENT</b>	<b>(1,353,179)</b>	<b>-</b>	<b>1,353,179</b>
(662)	-	662	<b>NON-CLAIMS EXPENSE ADJUSTMENT</b>	<b>(1,630,678)</b>	<b>-</b>	<b>1,630,678</b>
784,814	-	(784,814)	<b>IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT</b>	<b>(14,453,675)</b>	<b>-</b>	<b>14,453,675</b>
118,886,155	114,692,068	(4,194,087)	<b>Total Medical Costs</b>	<b>1,206,539,262</b>	<b>1,267,137,008</b>	<b>60,597,746</b>

\* Medical costs per DMHC regulations

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS - ALL COA - PMPM FOR THE MONTH ENDED NOVEMBER 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
			<b>PHYSICIAN SERVICES</b>			
9.75	12.75	3.00	Primary Care Physician Services	11.50	12.75	1.25
44.67	41.67	(3.00)	Referral Specialty Services	41.98	41.81	(0.17)
7.07	7.32	0.26	Urgent Care & After Hours Advise	6.02	7.32	1.30
0.03	0.03	0.00	Hospital Admitting Team	0.03	0.03	0.00
61.51	61.77	0.26	<b>TOTAL PHYSICIAN SERVICES</b>	59.53	61.91	2.38
			<b>OTHER PROFESSIONAL SERVICES</b>			
0.98	1.02	0.04	Vision Service Capitation	1.00	1.02	0.03
7.23	8.16	0.93	Medical Departments - UM Allocation *	6.62	8.08	1.46
6.96	4.19	(2.77)	Behavior Health Treatment	5.22	4.19	(1.03)
0.19	1.25	1.06	Mental Health Services	0.65	1.25	0.60
4.14	5.43	1.29	Other Professional Services	4.16	5.45	1.29
19.50	20.05	0.54	<b>TOTAL OTHER PROFESSIONAL SERVICES</b>	17.64	19.99	2.35
14.24	16.55	2.31	<b>EMERGENCY ROOM</b>	14.86	16.58	1.72
67.88	67.54	(0.34)	<b>INPATIENT HOSPITAL</b>	64.56	67.85	3.30
0.26	0.22	(0.04)	<b>REINSURANCE EXPENSE PREMIUM</b>	0.29	0.22	(0.07)
36.76	30.09	(6.67)	<b>OUTPATIENT HOSPITAL SERVICES</b>	31.13	30.04	(1.09)
			<b>OTHER MEDICAL</b>			
10.39	4.75	(5.64)	Ambulance and NEMT	6.97	4.75	(2.22)
3.23	2.88	(0.35)	Home Health Services & CBAS	2.10	2.89	0.79
0.64	4.63	3.99	Utilization and Quality Review Expenses	2.88	4.59	1.70
17.49	29.27	11.78	Long Term/SNF/Hospice	19.38	26.89	7.51
15.30	15.41	0.10	Provider Enhancement Expense - Prop. 56	15.71	15.41	(0.29)
1.91	1.45	(0.46)	Provider Enhancement Expense - GEMT	1.77	1.46	(0.31)
6.54	5.85	(0.68)	Enhanced Care Management	5.56	5.85	0.29
2.12	1.56	(0.56)	Major Organ Transplant	2.17	1.56	(0.61)
18.05	6.97	(11.09)	Cal AIM Incentive Programs	6.06	6.99	0.93
4.36	3.05	(1.31)	DME	3.79	3.06	(0.73)
80.03	75.82	(4.21)	<b>TOTAL OTHER MEDICAL</b>	66.40	73.46	7.06
1.50	1.50	(0.00)	<b>PAY FOR PERFORMANCE QUALITY INCENTIVE</b>	1.50	1.50	0.00
60.05	60.01	(0.04)	<b>HOSPITAL DIRECTED PAYMENTS</b>	61.76	60.44	(1.32)
(0.01)	0.00	0.01	<b>HOSPITAL DIRECTED PAYMENT ADJUSTMENT</b>	(0.35)	0.00	0.35
(0.00)	0.00	0.00	<b>NON-CLAIMS EXPENSE ADJUSTMENT</b>	(0.42)	0.00	0.42
2.27	0.00	(2.27)	<b>IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT</b>	(3.75)	0.00	3.75
344.01	333.55	(10.46)	<b>Total Medical Costs</b>	313.14	332.00	18.86

\* Medical costs per DMHC regulations

<b>KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH FOR THE MONTH ENDED NOVEMBER 30, 2023</b>	<b>JANUARY 2023</b>	<b>FEBRUARY 2023</b>	<b>MARCH 2023</b>	<b>APRIL 2023</b>	<b>MAY 2023</b>	<b>JUNE 2023</b>
<b>PHYSICIAN SERVICES</b>						
Primary Care Physician Services	4,153,283	3,799,063	3,973,992	4,241,474	4,159,263	4,419,579
Referral Specialty Services	14,090,583	13,535,172	14,603,368	14,737,274	15,505,030	15,425,047
Urgent Care & After Hours Advise	2,048,906	1,845,306	2,061,385	2,274,974	2,073,703	2,041,968
Hospital Admitting Team	9,300	8,400	9,300	9,000	9,300	9,000
<b>TOTAL PHYSICIAN SERVICES</b>	<b>20,302,072</b>	<b>19,187,941</b>	<b>20,648,045</b>	<b>21,262,722</b>	<b>21,747,296</b>	<b>21,895,594</b>
<b>OTHER PROFESSIONAL SERVICES</b>						
Vision Service Capitation	332,837	342,049	345,365	351,010	353,005	355,915
Medical Departments - UM Allocation *	2,029,340	1,998,969	2,193,964	1,979,088	2,088,352	2,418,747
Behavior Health Treatment	1,234,423	1,340,804	1,751,711	1,545,908	2,409,753	2,090,128
Mental Health Services	378,598	277,029	277,573	229,037	195,793	258,806
Other Professional Services	1,518,707	1,454,787	1,498,555	1,615,756	1,596,694	1,714,577
<b>TOTAL OTHER PROFESSIONAL SERVICES</b>	<b>5,493,905</b>	<b>5,413,638</b>	<b>6,067,168</b>	<b>5,720,799</b>	<b>6,643,597</b>	<b>6,838,173</b>
<b>EMERGENCY ROOM</b>	<b>5,195,994</b>	<b>4,633,288</b>	<b>5,199,635</b>	<b>5,262,548</b>	<b>5,131,679</b>	<b>5,555,164</b>
<b>INPATIENT HOSPITAL</b>	<b>22,641,712</b>	<b>21,804,027</b>	<b>22,997,133</b>	<b>23,980,922</b>	<b>21,382,030</b>	<b>19,096,686</b>
<b>REINSURANCE EXPENSE PREMIUM</b>	<b>90,859</b>	<b>180,937</b>	<b>94,363</b>	<b>94,773</b>	<b>95,311</b>	<b>96,097</b>
<b>OUTPATIENT HOSPITAL SERVICES</b>	<b>9,616,781</b>	<b>9,652,797</b>	<b>11,362,056</b>	<b>10,886,974</b>	<b>11,009,988</b>	<b>10,557,328</b>
<b>OTHER MEDICAL</b>						
Ambulance and NEMT	1,792,123	1,754,080	2,159,726	2,210,825	2,254,991	2,412,744
Home Health Services & CBAS	970,272	809,536	996,283	547,188	451,622	374,989
Utilization and Quality Review Expenses	776,558	583,384	940,138	1,342,680	785,929	1,393,601
Long Term/SNF/Hospice	2,732,047	9,988,072	8,775,140	8,087,627	4,695,700	8,480,647
Provider Enhancement Expense - Prop. 56	5,430,893	5,482,690	5,503,401	5,566,537	5,561,460	5,630,380
Provider Enhancement Expense - GEMT	496,477	513,773	505,452	469,079	562,775	502,239
Enhanced Care Management	1,428,973	1,778,842	1,790,813	1,814,108	1,811,803	2,586,249
Major Organ Transplant	751,183	712,804	753,883	766,976	758,618	774,606
Cal AIM Incentive Programs	30,326	279,307	295,429	917,196	3,833,523	2,195,256
DME	1,119,968	1,108,882	1,320,219	1,226,194	1,435,049	1,275,704
<b>TOTAL OTHER MEDICAL</b>	<b>15,528,820</b>	<b>23,011,370</b>	<b>23,040,484</b>	<b>22,948,410</b>	<b>22,151,470</b>	<b>25,626,415</b>
<b>PAY FOR PERFORMANCE QUALITY INCENTIVE</b>	<b>498,590</b>	<b>524,238</b>	<b>526,516</b>	<b>529,507</b>	<b>533,873</b>	<b>533,872</b>
<b>HOSPITAL DIRECTED PAYMENTS</b>	<b>21,209,673</b>	<b>21,515,947</b>	<b>21,609,701</b>	<b>21,948,157</b>	<b>21,792,771</b>	<b>22,188,234</b>
<b>HOSPITAL DIRECTED PAYMENT ADJUSTMENT</b>	<b>(684,297)</b>	<b>33,520</b>	<b>(869,333)</b>	<b>37,816</b>	<b>123,932</b>	<b>15,555</b>
<b>NON-CLAIMS EXPENSE ADJUSTMENT</b>	<b>(128,832)</b>	<b>3,429</b>	<b>72,961</b>	<b>177,517</b>	<b>(2,449,080)</b>	<b>3,040</b>
<b>IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT</b>	<b>9,076</b>	<b>32,166</b>	<b>(4,009,312)</b>	<b>(4,430,362)</b>	<b>(4,472,016)</b>	<b>(4,829,330)</b>
<b>Total Medical Costs</b>	<b>99,774,353</b>	<b>105,993,298</b>	<b>106,739,417</b>	<b>108,419,783</b>	<b>103,690,851</b>	<b>107,576,828</b>



<b>KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH FOR THE MONTH ENDED NOVEMBER 30, 2023</b>	<b>JULY 2023</b>	<b>AUGUST 2023</b>	<b>SEPTEMBER 2023</b>	<b>OCTOBER 2023</b>	<b>NOVEMBER 2023</b>	<b>YEAR TO DATE 2023</b>
<b>PHYSICIAN SERVICES</b>						
Primary Care Physician Services	4,057,408	3,995,558	3,960,025	4,184,532	3,369,503	44,313,680
Referral Specialty Services	14,306,450	14,487,772	14,834,237	14,803,542	15,438,468	161,766,943
Urgent Care & After Hours Advise	2,114,951	2,126,819	2,508,710	1,660,494	2,441,621	23,198,837
Hospital Admitting Team	9,300	9,300	9,000	9,300	9,000	100,200
<b>TOTAL PHYSICIAN SERVICES</b>	<b>20,488,109</b>	<b>20,619,449</b>	<b>21,311,972</b>	<b>20,657,868</b>	<b>21,258,592</b>	<b>229,379,660</b>
<b>OTHER PROFESSIONAL SERVICES</b>						
Vision Service Capitation	355,915	358,101	355,222	357,871	338,549	3,845,839
Medical Departments - UM Allocation *	2,070,475	2,247,899	2,664,174	3,315,792	2,497,215	25,504,015
Behavior Health Treatment	1,277,790	2,543,178	1,969,644	1,543,818	2,405,891	20,113,048
Mental Health Services	246,684	204,118	209,930	162,248	66,327	2,506,143
Other Professional Services	1,492,287	1,477,408	1,192,117	1,022,958	1,431,309	16,015,155
<b>TOTAL OTHER PROFESSIONAL SERVICES</b>	<b>5,443,151</b>	<b>6,830,704</b>	<b>6,391,087</b>	<b>6,402,687</b>	<b>6,739,291</b>	<b>67,984,200</b>
<b>EMERGENCY ROOM</b>	<b>4,984,270</b>	<b>5,600,554</b>	<b>5,694,566</b>	<b>5,063,129</b>	<b>4,921,226</b>	<b>57,242,053</b>
<b>INPATIENT HOSPITAL</b>	<b>22,316,634</b>	<b>20,877,596</b>	<b>24,726,100</b>	<b>25,452,067</b>	<b>23,460,211</b>	<b>248,735,118</b>
<b>REINSURANCE EXPENSE PREMIUM</b>	<b>96,097</b>	<b>96,688</b>	<b>95,910</b>	<b>96,625</b>	<b>91,410</b>	<b>1,129,070</b>
<b>OUTPATIENT HOSPITAL SERVICES</b>	<b>10,233,407</b>	<b>10,613,553</b>	<b>11,158,217</b>	<b>12,146,983</b>	<b>12,702,928</b>	<b>119,941,012</b>
<b>OTHER MEDICAL</b>						
Ambulance and NEMT	2,238,756	2,359,014	3,325,205	2,757,669	3,590,318	26,855,451
Home Health Services & CBAS	586,872	916,002	721,387	612,929	1,114,894	8,101,974
Utilization and Quality Review Expenses	788,697	2,133,022	668,619	1,481,065	220,777	11,114,470
Long Term/SNF/Hospice	6,335,360	3,942,751	9,336,639	6,249,427	6,042,894	74,666,304
Provider Enhancement Expense - Prop. 56	5,547,690	5,566,967	5,521,458	5,414,023	5,288,536	60,514,035
Provider Enhancement Expense - GEMT	899,077	868,900	684,302	675,052	660,172	6,837,298
Enhanced Care Management	1,717,288	2,733,244	1,974,662	1,512,905	2,259,826	21,408,713
Major Organ Transplant	765,681	770,746	817,599	755,216	733,477	8,360,789
Cal AIM Incentive Programs	2,372,608	2,549,680	2,057,802	2,587,965	6,238,961	23,358,053
DME	1,348,779	1,550,660	1,288,687	1,435,048	1,508,410	14,617,600
<b>TOTAL OTHER MEDICAL</b>	<b>22,600,808</b>	<b>23,390,986</b>	<b>26,396,360</b>	<b>23,481,299</b>	<b>27,658,265</b>	<b>255,834,687</b>
<b>PAY FOR PERFORMANCE QUALITY INCENTIVE</b>	<b>535,512</b>	<b>534,172</b>	<b>529,365</b>	<b>513,772</b>	<b>518,382</b>	<b>5,777,799</b>
<b>HOSPITAL DIRECTED PAYMENTS</b>	<b>21,822,439</b>	<b>21,933,791</b>	<b>21,801,472</b>	<b>21,376,726</b>	<b>20,754,284</b>	<b>237,953,195</b>
<b>HOSPITAL DIRECTED PAYMENT ADJUSTMENT</b>	<b>(15,187)</b>	<b>426,925</b>	<b>(423,787)</b>	<b>4,263</b>	<b>(2,586)</b>	<b>(1,353,179)</b>
<b>NON-CLAIMS EXPENSE ADJUSTMENT</b>	<b>639,578</b>	<b>3,672</b>	<b>52,429</b>	<b>(4,730)</b>	<b>(662)</b>	<b>(1,630,678)</b>
<b>IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT</b>	<b>707,021</b>	<b>438,520</b>	<b>701,159</b>	<b>614,589</b>	<b>784,814</b>	<b>(14,453,675)</b>
<b>Total Medical Costs</b>	<b>109,851,839</b>	<b>111,366,610</b>	<b>118,434,850</b>	<b>115,805,278</b>	<b>118,886,155</b>	<b>1,206,539,262</b>

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH - PMPM FOR THE MONTH ENDED NOVEMBER 30, 2023	JANUARY 2023	FEBRUARY 2023	MARCH 2023	APRIL 2023	MAY 2023	JUNE 2023
<b>PHYSICIAN SERVICES</b>						
Primary Care Physician Services	12.50	10.87	11.32	12.02	11.69	12.38
Referral Specialty Services	42.39	38.73	41.60	41.75	43.56	43.21
Urgent Care & After Hours Advise	6.16	5.28	5.87	6.44	5.83	5.72
Hospital Admitting Team	0.03	0.02	0.03	0.03	0.03	0.03
<b>TOTAL PHYSICIAN SERVICES</b>	<b>61.08</b>	<b>54.90</b>	<b>58.82</b>	<b>60.23</b>	<b>61.10</b>	<b>61.33</b>
<b>OTHER PROFESSIONAL SERVICES</b>						
Vision Service Capitation	1.00	0.98	0.98	0.99	0.99	1.00
Medical Departments - UM Allocation *	6.11	5.72	6.25	5.61	5.87	6.78
Behavior Health Treatment	3.71	3.84	4.99	4.38	6.77	5.85
Mental Health Services	1.14	0.79	0.79	0.65	0.55	0.72
Other Professional Services	4.57	4.16	4.27	4.58	4.49	4.80
<b>TOTAL OTHER PROFESSIONAL SERVICES</b>	<b>16.53</b>	<b>15.49</b>	<b>17.28</b>	<b>16.21</b>	<b>18.67</b>	<b>19.15</b>
<b>EMERGENCY ROOM</b>	<b>15.63</b>	<b>13.26</b>	<b>14.81</b>	<b>14.91</b>	<b>14.42</b>	<b>15.56</b>
<b>INPATIENT HOSPITAL</b>	<b>68.12</b>	<b>62.39</b>	<b>65.52</b>	<b>67.93</b>	<b>60.08</b>	<b>53.49</b>
<b>REINSURANCE EXPENSE PREMIUM</b>	<b>0.27</b>	<b>0.52</b>	<b>0.27</b>	<b>0.27</b>	<b>0.27</b>	<b>0.27</b>
<b>OUTPATIENT HOSPITAL SERVICES</b>	<b>28.93</b>	<b>27.62</b>	<b>32.37</b>	<b>30.84</b>	<b>30.93</b>	<b>29.57</b>
<b>OTHER MEDICAL</b>						
Ambulance and NEMT	5.39	5.02	6.15	6.26	6.34	6.76
Home Health Services & CBAS	2.92	2.32	2.84	1.55	1.27	1.05
Utilization and Quality Review Expenses	2.34	1.67	2.68	3.80	2.21	3.90
Long Term/SNF/Hospice	8.22	28.58	25.00	22.91	13.19	23.75
Provider Enhancement Expense - Prop. 56	16.34	15.69	15.68	15.77	15.63	15.77
Provider Enhancement Expense - GEMT	1.49	1.47	1.44	1.33	1.58	1.41
Vaccine Incentive Program Expense	0.00	0.00	0.00	0.00	0.00	0.00
Behaviorial Health Integration Program	0.00	0.00	0.00	0.00	0.00	0.00
Enhanced Care Management	4.30	5.09	5.10	5.14	5.09	7.24
Major Organ Transplant	2.26	2.04	2.15	2.17	2.13	2.17
Cal AIM Incentive Programs	0.09	0.80	0.84	2.60	10.77	6.15
DME	3.37	3.17	3.76	3.47	4.03	3.57
<b>TOTAL OTHER MEDICAL</b>	<b>46.72</b>	<b>65.84</b>	<b>65.64</b>	<b>65.01</b>	<b>62.24</b>	<b>71.78</b>
<b>PAY FOR PERFORMANCE QUALITY INCENTIVE</b>	<b>1.50</b>	<b>1.50</b>	<b>1.50</b>	<b>1.50</b>	<b>1.50</b>	<b>1.50</b>
<b>HOSPITAL DIRECTED PAYMENTS</b>	<b>63.81</b>	<b>61.56</b>	<b>61.56</b>	<b>62.18</b>	<b>61.23</b>	<b>62.15</b>
<b>HOSPITAL DIRECTED PAYMENT ADJUSTMENT</b>	<b>(2.06)</b>	<b>0.10</b>	<b>(2.48)</b>	<b>0.11</b>	<b>0.35</b>	<b>0.04</b>
<b>NON-CLAIMS EXPENSE ADJUSTMENT</b>	<b>(0.39)</b>	<b>0.01</b>	<b>0.21</b>	<b>0.50</b>	<b>(6.88)</b>	<b>0.01</b>
<b>IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT</b>	<b>0.03</b>	<b>0.09</b>	<b>(11.42)</b>	<b>(12.55)</b>	<b>(12.56)</b>	<b>(13.53)</b>
<b>Total Medical Costs</b>	<b>300.18</b>	<b>303.28</b>	<b>304.09</b>	<b>307.13</b>	<b>291.34</b>	<b>301.33</b>

<b>KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF MEDICAL COSTS BY MONTH - PMPM FOR THE MONTH ENDED NOVEMBER 30, 2023</b>	<b>JULY 2023</b>	<b>AUGUST 2023</b>	<b>SEPTEMBER 2023</b>	<b>OCTOBER 2023</b>	<b>NOVEMBER 2023</b>	<b>YEAR TO DATE 2023</b>
<b>PHYSICIAN SERVICES</b>						
Primary Care Physician Services	11.41	11.20	11.25	12.15	9.75	11.50
Referral Specialty Services	40.25	40.60	42.14	43.00	44.67	41.98
Urgent Care & After Hours Advise	5.95	5.96	7.13	4.82	7.07	6.02
Hospital Admitting Team	0.03	0.03	0.03	0.03	0.03	0.03
<b>TOTAL PHYSICIAN SERVICES</b>	<b>57.64</b>	<b>57.78</b>	<b>60.54</b>	<b>60.00</b>	<b>61.51</b>	<b>59.53</b>
<b>OTHER PROFESSIONAL SERVICES</b>						
Vision Service Capitation	1.00	1.00	1.01	1.04	0.98	1.00
Medical Departments - UM Allocation *	5.82	6.30	7.57	9.63	7.23	6.62
Behavior Health Treatment	3.59	7.13	5.59	4.48	6.96	5.22
Mental Health Services	0.69	0.57	0.60	0.47	0.19	0.65
Other Professional Services	4.20	4.14	3.39	2.97	4.14	4.16
<b>TOTAL OTHER PROFESSIONAL SERVICES</b>	<b>15.31</b>	<b>19.14</b>	<b>18.15</b>	<b>18.60</b>	<b>19.50</b>	<b>17.64</b>
<b>EMERGENCY ROOM</b>	<b>14.02</b>	<b>15.69</b>	<b>16.18</b>	<b>14.71</b>	<b>14.24</b>	<b>14.86</b>
<b>INPATIENT HOSPITAL</b>	<b>62.78</b>	<b>58.50</b>	<b>70.24</b>	<b>73.93</b>	<b>67.88</b>	<b>64.56</b>
<b>REINSURANCE EXPENSE PREMIUM</b>	<b>0.27</b>	<b>0.27</b>	<b>0.27</b>	<b>0.28</b>	<b>0.26</b>	<b>0.29</b>
<b>OUTPATIENT HOSPITAL SERVICES</b>	<b>28.79</b>	<b>29.74</b>	<b>31.70</b>	<b>35.28</b>	<b>36.76</b>	<b>31.13</b>
<b>OTHER MEDICAL</b>						
Ambulance and NEMT	6.30	6.61	9.45	8.01	10.39	6.97
Home Health Services & CBAS	1.65	2.57	2.05	1.78	3.23	2.10
Utilization and Quality Review Expenses	2.22	5.98	1.90	4.30	0.64	2.88
Long Term/SNF/Hospice	17.82	11.05	26.52	18.15	17.49	19.38
Provider Enhancement Expense - Prop. 56	15.61	15.60	15.68	15.73	15.30	15.71
Provider Enhancement Expense - GEMT	2.53	2.43	1.94	1.96	1.91	1.77
Vaccine Incentive Program Expense	0.00	0.00	0.00	0.00	0.00	0.00
Behaviorial Health Integration Program	0.00	0.00	0.00	0.00	0.00	0.00
Enhanced Care Management	4.83	7.66	5.61	4.39	6.54	5.56
Major Organ Transplant	2.15	2.16	2.32	2.19	2.12	2.17
Cal AIM Incentive Programs	6.67	7.14	5.85	7.52	18.05	6.06
DME	3.79	4.35	3.66	4.17	4.36	3.79
<b>TOTAL OTHER MEDICAL</b>	<b>63.58</b>	<b>65.54</b>	<b>74.98</b>	<b>68.20</b>	<b>80.03</b>	<b>66.40</b>
<b>PAY FOR PERFORMANCE QUALITY INCENTIVE</b>	<b>1.51</b>	<b>1.50</b>	<b>1.50</b>	<b>1.49</b>	<b>1.50</b>	<b>1.50</b>
<b>HOSPITAL DIRECTED PAYMENTS</b>	<b>61.39</b>	<b>61.46</b>	<b>61.93</b>	<b>62.09</b>	<b>60.05</b>	<b>61.76</b>
<b>HOSPITAL DIRECTED PAYMENT ADJUSTMENT</b>	<b>(0.04)</b>	<b>1.20</b>	<b>(1.20)</b>	<b>0.01</b>	<b>(0.01)</b>	<b>(0.35)</b>
<b>NON-CLAIMS EXPENSE ADJUSTMENT</b>	<b>1.80</b>	<b>0.01</b>	<b>0.15</b>	<b>(0.01)</b>	<b>(0.00)</b>	<b>(0.42)</b>
<b>IBNR, INCENTIVE, AND PAID CLAIMS ADJUSTMENT</b>	<b>1.99</b>	<b>1.23</b>	<b>1.99</b>	<b>1.79</b>	<b>2.27</b>	<b>(3.75)</b>
<b>Total Medical Costs</b>	<b>309.05</b>	<b>312.06</b>	<b>336.43</b>	<b>336.37</b>	<b>344.01</b>	<b>313.14</b>

CURRENT MONTH			KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF ADMINISTRATIVE EXPENSES BY DEPT FOR THE MONTH ENDED NOVEMBER 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
719,740	503,778	(215,962)	110 - Executive	6,767,120	5,616,590	(1,150,530)
336,478	269,724	(66,754)	210 - Accounting	2,827,353	2,966,970	139,617
409,728	388,290	(21,438)	220 - Management Information Systems	3,859,688	4,271,188	411,500
207,300	26,642	(180,658)	221 - Business Intelligence	434,266	293,052	(141,214)
467,534	421,256	(46,278)	222 - Enterprise Development	4,217,840	4,633,816	415,976
250,719	201,164	(49,555)	223 - Enterprise Configuration	1,868,166	2,212,804	344,638
687,367	675,880	(11,487)	225 - Infrastructure	7,093,770	7,434,673	340,903
940,420	690,414	(250,006)	230 - Claims	7,377,283	7,594,546	217,263
400,398	272,021	(128,377)	240 - Project Management	2,979,648	2,992,223	12,575
257,903	145,307	(112,596)	310 - Health Services - Utilization Management	2,001,935	1,598,377	(403,558)
5,701	51,625	45,924	311 - Health Services - Quality Improvement	8,121	567,875	559,754
-	143	143	312 - Health Services - Education	231	1,573	1,342
36,493	70,663	34,170	313- Pharmacy	502,672	777,293	274,621
314	3,292	2,978	314 - Enhanced Care Management	29,500	36,212	6,712
80,064	78,415	(1,649)	316 -Population Health Management	821,267	862,565	41,298
(1,274)	1,218	2,492	317 - Community Based Services	767	13,398	12,631
-	31,941	31,941	318 - Housing & Homeless Incentive Program	-	351,351	351,351
(52,480)	134,370	186,850	319 - CAL AIM Incentive Payment Program (IPP)	461,580	1,478,070	1,016,490
-	947	947	601 - Behavioral Health	-	10,417	10,417
617	4,315	3,698	602 - Quality & Health Equity	21,276	47,465	26,189
486,271	345,411	(140,860)	320 - Provider Network Management	3,878,806	3,799,521	(79,285)
1,557,550	1,205,474	(352,076)	330 - Member Services	10,890,879	13,260,213	2,369,334
1,023,057	871,256	(151,801)	340 - Corporate Services	10,341,901	9,583,816	(758,085)
238,372	145,475	(92,897)	360 - Audit & Investigative Services	1,894,233	1,600,225	(294,008)
184,562	56,416	(128,146)	410 - Member Engagement	941,712	620,576	(321,136)
205,795	210,572	4,777	420 - Sales/Marketing/Public Relations	2,078,571	2,316,292	237,721
444,518	361,965	(82,553)	510 - Human Resources	4,030,167	3,981,615	(48,552)
(260)	(141,666)	(141,406)	Administrative Expense Adjustment	2,146,902	(1,558,334)	(3,705,236)
8,886,887	7,026,308	(1,860,579)	Total Administrative Expenses	77,475,655	77,364,382	(111,273)

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

KERN HEALTH SYSTEMS MEDI-CAL SCHEDULE OF ADMIN EXPENSES BY DEPT BY MONTH FOR THE MONTH ENDED NOVEMBER 30, 2023	JULY 2023	AUGUST 2023	SEPTEMBER 2023	OCTOBER 2023	NOVEMBER 2023	YEAR TO DATE 2023
110 - Executive	537,480	554,501	589,441	615,688	719,740	6,767,120
210 - Accounting	254,446	260,708	241,094	298,742	336,478	2,827,353
220 - Management Information Systems (MIS)	300,962	346,145	309,488	341,003	409,728	3,859,688
221 - Business Intelligence	(10,946)	55,044	10,407	33,085	207,300	434,266
222 - Enterprise Development	370,744	410,421	413,359	419,658	467,534	4,217,840
223 - Enterprise Configuration	181,934	171,194	164,140	202,802	250,719	1,868,166
225 - Infrastructure	851,074	671,727	761,903	578,661	687,367	7,093,770
230 - Claims	601,430	591,293	676,078	742,776	940,420	7,377,283
240 - Project Management	198,543	275,339	319,567	378,484	400,398	2,979,648
310 - Health Services - Utilization Management	180,999	179,406	206,469	178,405	257,903	2,001,935
311 - Health Services - Quality Improvement	471	(1,012)	(336)	76	5,701	8,121
312 - Health Services - Education	262	(1,093)	(206)	-	-	231
313- Pharmacy	37,659	35,247	37,033	54,125	36,493	502,672
314 - Enhanced Care Management	366	(1,236)	882	277	314	29,500
316 -Population Health Management	69,897	76,157	76,989	103,493	80,064	821,267
317 - Community Based Services	209	(162)	-	1,663	(1,274)	767
318 - Housing & Homeless Incentive Program	25	(75)	-	-	-	-
319 - CAL AIM Incentive Payment Program (IPP)	45,332	9,851	110,045	72,320	(52,480)	461,580
601 - Behavioral Health	-	(68)	-	-	-	-
602 - Quality & Health Equity	20	(41)	20,083	403	617	21,276
320 - Provider Network Management	362,501	357,061	338,081	379,808	486,271	3,878,806
330 - Member Services	960,300	1,041,329	989,617	968,800	1,557,550	10,890,879
340 - Corporate Services	943,747	1,018,956	926,670	879,023	1,023,057	10,341,901
360 - Audit & Investigative Services	171,929	191,794	194,623	243,004	238,372	1,894,233
410 - Member Engagement	78,964	113,512	141,555	94,610	184,562	941,712
420 - Sales/Marketing/Public Relations	119,606	255,433	254,996	213,868	205,795	2,078,571
510 - Human Resources	445,841	332,855	369,133	358,201	444,518	4,030,167
<b>Total Department Expenses</b>	<b>6,703,795</b>	<b>6,944,286</b>	<b>7,151,111</b>	<b>7,158,975</b>	<b>8,887,147</b>	<b>75,328,753</b>
<b>ADMINISTRATIVE EXPENSE ADJUSTMENT</b>	<b>300,183</b>	<b>12,969</b>	<b>267</b>	<b>-</b>	<b>(260)</b>	<b>2,146,902</b>
<b>Total Administrative Expenses</b>	<b>7,003,978</b>	<b>6,957,255</b>	<b>7,151,378</b>	<b>7,158,975</b>	<b>8,886,887</b>	<b>77,475,655</b>

**KERN HEALTH SYSTEMS  
GROUP HEALTH PLAN - HFAM  
BALANCE SHEET STATEMENT  
AS OF NOVEMBER 30, 2023**

<b>ASSETS</b>	<b>NOVEMBER 2023</b>	<b>OCTOBER 2023</b>	<b>INC(DEC)</b>
<b>CURRENT ASSETS:</b>			
Cash and Cash Equivalents	\$ 1,163,609	\$ 1,163,609	-
Interest Receivable	6,000	3,000	3,000
<b>TOTAL CURRENT ASSETS</b>	<b>\$ 1,169,609</b>	<b>\$ 1,166,609</b>	<b>\$ 3,000</b>

**LIABILITIES AND NET POSITION**

<b>CURRENT LIABILITIES:</b>			
Other Liabilities	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**NET POSITION:**

Net Position- Beg. of Year	1,130,625	1,130,625	-
Increase (Decrease) in Net Position - Current Year	38,984	35,984	3,000
Total Net Position	\$ 1,169,609	\$ 1,166,609	\$ 3,000
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 1,169,609</b>	<b>\$ 1,166,609</b>	<b>\$ 3,000</b>

CURRENT MONTH			KERN HEALTH SYSTEMS GROUP HEALTH PLAN - HFAM STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION FOR THE MONTH ENDED NOVEMBER 30, 2023	YEAR-TO-DATE		
ACTUAL	BUDGET	VARIANCE		ACTUAL	BUDGET	VARIANCE
<b>ENROLLMENT</b>						
-	-	-	Members	-	-	-
<b>REVENUES</b>						
-	-	-	Premium	-	-	-
3,000	-	3,000	Interest	33,286	-	33,286
-	-	-	Other Investment Income	5,698	-	5,698
3,000	-	3,000	<b>TOTAL REVENUES</b>	38,984	-	38,984
<b>EXPENSES</b>						
-	-	-	Medical Costs	-	-	-
-	-	-	IBNR and Paid Claims Adjustment	-	-	-
-	-	-	<b>Total Medical Costs</b>	-	-	-
3,000	-	3,000	<b>GROSS MARGIN</b>	38,984	-	38,984
-	-	-	Administrative Management Fee Expense and Other Admin Exp	-	-	-
-	-	-	<b>Total Administrative Expenses</b>	-	-	-
-	-	-	<b>TOTAL EXPENSES</b>	-	-	-
3,000	-	3,000	<b>OPERATING INCOME (LOSS)</b>	38,984	-	38,984
-	-	-	<b>TOTAL NONOPERATING REVENUE (EXPENSES)</b>	-	-	-
3,000	-	3,000	<b>NET INCREASE (DECREASE) IN NET POSITION</b>	38,984	-	38,984
0%	0%	0%	<b>MEDICAL LOSS RATIO</b>	0%	0%	0%
0%	0%	0%	<b>ADMINISTRATIVE EXPENSE RATIO</b>	0%	0%	0%



**KERN HEALTH SYSTEMS  
MONTHLY MEMBERS COUNT**

**KERN HEALTH SYSTEMS**

<b>MEDI-CAL</b>		<b>2023 MEMBER MONTHS</b>	<b>JAN'23</b>	<b>FEB'23</b>	<b>MAR'23</b>	<b>APR'23</b>	<b>MAY'23</b>	<b>JUN'23</b>	<b>JULY'23</b>	<b>AUG'23</b>	<b>SEPT'23</b>	<b>OCT'23</b>	<b>NOV'23</b>
<b>ADULT AND FAMILY</b>													
ADULT	<b>720,056</b>	58,409	65,757	66,276	66,418	67,971	67,525	66,503	67,740	65,809	64,032	63,616	
CHILD	<b>1,607,710</b>	149,881	145,505	145,753	146,329	146,573	147,108	146,933	146,846	145,234	143,582	143,966	
<b>SUB-TOTAL ADULT &amp; FAMILY</b>	<b>2,327,766</b>	<b>208,290</b>	<b>211,262</b>	<b>212,029</b>	<b>212,747</b>	<b>214,544</b>	<b>214,633</b>	<b>213,436</b>	<b>214,586</b>	<b>211,043</b>	<b>207,614</b>	<b>207,582</b>	
<b>OTHER MEMBERS</b>													
PARTIAL DUALS - FAMILY	<b>9,042</b>	851	875	903	822	853	818	837	787	756	740	800	
PARTIAL DUALS - CHILD	<b>0</b>	0	0	0	0	0	0	0	0	0	0	0	
PARTIAL DUALS - BCCTP	<b>110</b>	6	10	10	10	16	11	12	10	8	9	8	
<b>FULL DUALS (SPD)</b>													
SPD FULL DUALS	<b>222,685</b>	9,649	20,632	21,019	21,092	21,349	21,374	21,218	21,406	21,540	21,551	21,855	
<b>SUBTOTAL OTHER MEMBERS</b>	<b>231,837</b>	<b>10,506</b>	<b>21,517</b>	<b>21,932</b>	<b>21,924</b>	<b>22,218</b>	<b>22,203</b>	<b>22,067</b>	<b>22,203</b>	<b>22,304</b>	<b>22,300</b>	<b>22,663</b>	
<b>TOTAL FAMILY &amp; OTHER</b>	<b>2,559,603</b>	<b>218,796</b>	<b>232,779</b>	<b>233,961</b>	<b>234,671</b>	<b>236,762</b>	<b>236,836</b>	<b>235,503</b>	<b>236,789</b>	<b>233,347</b>	<b>229,914</b>	<b>230,245</b>	
<b>SPD</b>													
SPD (AGED AND DISABLED)	<b>201,916</b>	17,442	18,453	18,522	18,599	18,398	18,515	18,518	18,448	18,443	18,180	18,398	
<b>MEDI-CAL EXPANSION</b>													
ACA Expansion Adult-Citizen	<b>1,068,751</b>	94,512	96,241	96,427	97,590	98,512	99,338	99,216	99,510	98,130	94,244	95,031	
ACA Expansion Duals	<b>18,719</b>	1,637	1,613	1,703	1,746	1,842	1,908	1,809	1,716	1,720	1,539	1,486	
<b>SUB-TOTAL MED-CAL EXPANSION</b>	<b>1,087,470</b>	<b>96,149</b>	<b>97,854</b>	<b>98,130</b>	<b>99,336</b>	<b>100,354</b>	<b>101,246</b>	<b>101,025</b>	<b>101,226</b>	<b>99,850</b>	<b>95,783</b>	<b>96,517</b>	
<b>LONG TERM CARE (LTC)</b>													
LTC	<b>329</b>	27	-1	33	34	35	38	35	35	40	24	29	
LTC DUALS	<b>3,737</b>	0	380	364	365	366	373	367	383	359	381	399	
<b>TOTAL LTC</b>	<b>4,066</b>	<b>27</b>	<b>379</b>	<b>397</b>	<b>399</b>	<b>401</b>	<b>411</b>	<b>402</b>	<b>418</b>	<b>399</b>	<b>405</b>	<b>428</b>	
<b>TOTAL KAISER</b>	<b>170,882</b>	<b>14,759</b>	<b>14,960</b>	<b>15,308</b>	<b>15,562</b>	<b>15,699</b>	<b>15,881</b>	<b>15,869</b>	<b>15,966</b>	<b>15,838</b>	<b>15,617</b>	<b>15,423</b>	
<b>TOTAL MEDI-CAL MEMBERS</b>	<b>4,023,937</b>	<b>347,173</b>	<b>364,425</b>	<b>366,318</b>	<b>368,567</b>	<b>371,614</b>	<b>372,889</b>	<b>371,317</b>	<b>372,847</b>	<b>367,877</b>	<b>359,899</b>	<b>361,011</b>	



# KERN·HEALTH SYSTEMS

**November AP Vendor Report**

**Amounts over \$20,000.00**

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T1045	KAISER FOUNDATION HEALTH - HMO	641,593.23	6,621,224.30	NOV. 2023 EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T5503	SECURE-CENTRIC INC. ****	535,464.21	660,258.41	RUBRIK ENTERPRISE SOFTWARE & SUPPORT	MIS INFRASTRUCTURE
T4350	COMPUTER ENTERPRISE	533,923.29	5,370,073.87	OCT. 2023 PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T1408	DELL MARKETING L.P.	523,682.54	1,548,612.52	(22) MONITORS, (44) BASES, AND 150 VLA POWER PAGES; NEW LICENSING FOR MEMBER ENGAGEMENT	MIS INFRASTRUCTURE / CAPITAL
T1845	DEPARTMENT OF MANAGED HEALTH CARE ****	493,589.20	1,016,951.10	2023-2024 MCAL ANNUAL ASSESSMENT FINAL PAYMENT	ADMINISTRATION
T5684	REBELLIS GROUP LLC ****	253,031.25	1,299,514.96	SEPT. 2023 MAPD BUSINESS CONSULTING	MEDICARE
T4737	TEKSYSTEMS, INC.	236,126.50	2,678,087.05	OCT. 2023 PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T4695	EDIFECS, INC. ****	215,150.73	218,582.73	ANNUAL TSM MAINTENANCE	MIS INFRASTRUCTURE
T4733	UNITED STAFFING ASSOCIATES	106,944.30	812,388.37	OCT. 2023 TEMPORARY HELP - (1) FIN: (1) UM: (24) MS: (1) AD: (1) CS	VARIOUS
T2969	AMERICAN BUSINESS MACHINES INC. ****	99,890.27	164,304.62	(1) IMAGE PRESS V1000 HIGH CAPACITY PRINTER AND SUPPORT, (9) PRINTERS	VARIOUS
T5486	ALLIED GENERAL CONTRACTORS, INC ****	74,900.00	218,250.00	BUILDING IMPROVEMENT - 3RD. FLOOR CONSTRUCTION	VARIOUS
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS, INC	70,244.00	3,816,884.00	PREFUND MEMBER INCENTIVES & MCAS MEMBER REWARDS PROGRAM	UTILIZATION MANAGEMENT- QI
T5337	CAZADOR CONSULTING GROUP INC	60,192.47	1,045,520.93	OCT. 2023 TEMPORARY HELP - (16) MS: (1) CS: (1) AD	VARIOUS

# KERN·HEALTH SYSTEMS

**November AP Vendor Report**

**Amounts over \$20,000.00**

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T5344	SIGNATURE STAFF RESOURCES LLC	57,880.00	341,859.00	OCT. 2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5751	EXCELL HCA, LLC ****	57,400.00	57,400.00	SEPT. & OCT. 2023 PROFESSIONAL SERVICES	PROJECT MANAGEMENT
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	54,299.07	538,461.35	NOV. 2023 VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T5199	MOSSMAN COFFEE SHOPS & CATERING, INC. ****	52,333.52	52,333.52	ANNUAL STAFF PICNIC CATERING	HUMAN RESOURCES
T4985	CYBERCODERS, INC. ****	50,437.50	106,039.40	AUG. - OCT. 2023 PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T4514	A.J. KLEIN, INC T. DENATALE, B. GOLDNER	47,614.75	187,249.62	OCT. 2023 LEGAL FEES	ADMINISTRATION
T5291	PINNACLE RECRUITMENT SERVICES LLC ****	47,449.13	135,937.36	AUG. - OCT. 2023 TEMPORARY HELP - (5) CLM: (2) HR	VARIOUS
T2509	USPS	46,387.18	91,780.14	PERMIT #88 WINTER ISSUE FAMILY HEALTH MAGAZINE POSTAGE FUNDING	HEALTH EDUCATION
T5421	PREMIER ACCESS INSURANCE COMPANY	46,080.52	486,158.89	NOV. 2023 EMPLOYEE DENTAL BENEFITS PREMIUM	VARIOUS
T4657	DAPONDE SIMPSON ROWE PC	40,601.50	436,644.07	SEPT. 2023 LEGAL FEES	VARIOUS
T5701	THE GRANGER NETWORKS LLC	40,250.00	416,468.86	EXECUTIVE COACHING & NEXT ERA BOOTCAMP	ADMINISTRATION

# KERN·HEALTH SYSTEMS

## November AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T2584	UNITED STATES POSTAL SVC. - HASLER	40,000.00	330,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T5520	BG HEALTHCARE CONSULTING, INC	36,900.00	248,587.50	OCT. 2023 PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T5741	HEALTHWISE, INCORPORATED ****	36,607.35	65,009.58	MEMBER SELF MANAGEMENT TOOLS LICENSE JUNE - DEC	HEALTH EDUCATION
T5313	HEALTH LITERACY INNOVATIONS, LLC ****	36,100.00	36,100.00	LITERACY ADVISOR ANNUAL SOFTWARE LICENSE	HEALTH EDUCATION
T5805	MAGNOLIA OPTIMA LLC ****	34,947.05	64,417.53	OCT. & NOV. 2023 CONSULTING SERVICES	HUMAN RESOURCES
T5831	CCS FACILITY SERVICES - FRESNO INC ****	34,158.70	34,158.70	NOV. & DEC. 2023 JANITORIAL SERVICES	CORPORATE SERVICES
T5321	TYK TECHNOLOGIES LTD ****	34,000.00	34,000.00	2023/2024 TYK LICENSE RENEWAL	MIS INFRASTRUCTURE
T5076	MERIDIAN HEALTH SYSTEMS, P.C.	32,962.50	390,862.50	OCT. 2023 PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T2469	DST HEALTH SOLUTIONS, LLC ****	32,000.00	199,100.00	ANNUAL ACG LICENSE & SUPPORT	BUSINESS INTELLIGENCE
T2167	PG&E	29,336.96	380,574.71	NOV. 2023 UTILITIES	CORPORATE SERVICES
T5781	SCHELLMAN COMPLIANCE LLC	29,100.00	58,200.00	SECURITY ASSESSMENT SERVICES KICKOFF AND PLANNING	CAPITAL
T1861	CERIDIAN HCM, INC.	27,784.46	317,660.45	OCT. & NOV. 2023 SUBSCRIPTION FEES/PROFESSIONAL SERVICES/ DAYFORCE HUMAN CAPITAL MANAGEMENT	HUMAN RESOURCES
T4452	WELLS FARGO ACH	26,003.31	316,130.15	OCT. 2023 MISC CREDIT CARD PURCHASES	VARIOUS
T3011	OFFICE ALLY, INC	25,645.69	323,052.48	OCT. 2023 EDI CLAIM PROCESSING	CLAIMS

# KERN·HEALTH SYSTEMS

**November AP Vendor Report**

**Amounts over \$20,000.00**

Vendor No.	Vendor Name	Current Month	Year-to-Date	Description	Department
T5298	TOTALMED, INC	23,492.23	102,416.57	OCT. 2023 TEMPORARY HELP	VARIOUS
T4165	SHI INTERNATIONAL CO.	21,525.92	339,510.68	SOLARWINDS MAINT. & TECH. SUPPORT RENEWAL	ENTERPRISE DEVELOPMENT
T4538	CHANGE HEALTHCARE SOLUTIONS, LLC	21,054.45	225,338.77	OCT. 2023 EDI CLAIM PROCESSING	CLAIMS
T1128	HALL LETTER SHOP, INC ****	20,388.82	220,252.43	MEMBER ID CARDS, MEMBER SURVEY & MAIL PREP, NEW MEMBER PACKETS	VARIOUS
T4501	ALLIED UNIVERSAL SECURITY SERVICES ****	20,350.26	184,397.36	OCT. & NOV. 2023 ONSITE SECURITY	CORPORATE SERVICES
		<b>4,947,822.86</b>			
	TOTAL VENDORS OVER \$20,000	4,929,578.86			
	TOTAL VENDORS UNDER \$20,000	788,722.69			
	TOTAL VENDOR EXPENSES- NOVEMBER	<b>\$ 5,718,301.55</b>			

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
T1045	KAISER FOUNDATION HEALTH - HMO	6,621,224.30	EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T4350	COMPUTER ENTERPRISE	5,370,073.87	PROFESSIONAL SERVICES/CONSULTING SERVICES	VARIOUS
T5452	BLACKHAWK ENGAGEMENT SOLUTIONS INC	3,816,884.00	PREFUND MEMBER INCENTIVES & MCAS MEMBER REWARDS PROGRAM	UTILIZATION MANAGEMENT-HE & QI
T4737	TEKSYSTEMS, INC.	2,678,087.05	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5155	A-C ELECTRIC COMPANY	1,659,450.37	CARPOOL SOLAR PROJECT	CAPITAL
T3449	CDW GOVERNMENT	1,563,709.78	NUTANIX RENEWAL & ADOBE LICENSES	MIS INFRASTRUCTURE
T1408	DELL MARKETING L.P.	1,548,612.52	COMPUTER EQUIPMENT, SOFTWARE MAINTENANCE, SOFTWARE LICENCING	MIS INFRASTRUCTURE / CAPITAL
T5684	REBELLIS GROUP LLC	1,299,514.96	MAPD BUSINESS CONSULTING	MEDICARE
T3130	OPTUMINSIGHT, INC	1,270,750.51	ANNUAL LICENSED SOFTWARE	MIS INFRASTRUCTURE
T4722	COGNIZANT TRIZETTO SOFTWARE GROUP, INC	1,248,682.15	PROFESSIONAL SERVICES & ANNUAL LICENSING	VARIOUS
T2704	MCG HEALTH LLC	1,186,808.43	ANNUAL HEALTH CARE MANAGEMENT & SOFTWARE LICENSE	UTILIZATION MANAGEMENT
T2686	ALLIANT INSURANCE SERVICES INC.	1,123,000.03	2023 -2024 INSURANCE PREMIUMS	ADMINISTRATION
T5337	CAZADOR CONSULTING GROUP INC	1,045,520.93	TEMPORARY HELP	VARIOUS
T1071	CLINICA SIERRA VISTA	912,881.47	HEALTH HOMES GRANT & PROVIDER CARE QUALITY GRANT PROGRAM	COMMUNITY GRANTS

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T1845	DEPARTMENT OF MANAGED HEALTH CARE	1,016,951.10	2023-2024 MCAL ANNUAL ASSESSMENT	ADMINISTRATION
T4733	UNITED STAFFING ASSOCIATES	812,388.37	TEMPORARY HELP	VARIOUS
T1180	LANGUAGE LINE SERVICES INC	780,421.52	INTERPRETATION SERVICES	HEALTH EDUCATION
T4699	ZEOMEGA, INC	773,986.13	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5432	CATALYST SOLUTIONS, LLC	662,854.37	PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T5503	SECURE-CENTRIC INC	660,258.41	RUBRIK ENTERPRISE SUPPORT	MIS INFRASTRUCTURE
T5466	ZIPARI, INC	600,545.68	2023 JIVA MEMBER PORTAL	MIS INFRASTRUCTURE
T2458	HEALTHCARE FINANCIAL, INC	551,728.22	PROFESSIONAL SERVICES	ADMINISTRATION
T5022	SVAM INTERNATIONAL INC	540,717.57	PROFESSIONAL SERVICES	MIS ADMINISTRATION
T5658	THE PRUDENTIAL INSURANCE COMPANY OF AMERICA	538,461.35	VOLUNTARY LIFE, AD&D INSURANCE PREMIUM	VARIOUS
T4237	FLUIDEDGE CONSULTING, INC	509,387.50	CONSULTING SERVICES	VARIOUS
T5421	PREMIER ACCESS INSURANCE COMPANY	486,158.89	EMPLOYEE DENTAL BENEFITS PREMIUM	VARIOUS
T4331	COTIVITI, INC	470,255.67	2023 HEDIS LICENSE & PROFESSIONAL SERVICES	HEALTH SERVICES - QI
T4657	DAPONDE SIMPSON ROWE PC	436,644.07	LEGAL FEES	VARIOUS



# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5701	THE GRANGER NETWORK LLC	416,468.86	SUPERVISOR BOOTCAMP	ADMINISTRATION/HR
T5076	MERIDIAN HEALTH SYSTEMS, P.C.	390,862.50	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T2918	STINSON'S	380,576.87	OFFICE SUPPLIES	VARIOUS
T2167	PG&E	380,574.71	UTILITIES	CORPORATE SERVICES
T5562	JDM SOLUTIONS INC	355,400.00	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5344	SIGNATURE STAFF RESOURCES LLC	341,859.00	2023 PROFESSIONAL SERVICES	BUSINESS INTELLIGENCE
T4165	SHI INTERNATIONAL CO.	339,510.68	NETWORK SWITCHES WITH SUPPORT	VARIOUS
T2584	UNITED STATES POSTAL SVC - HASLER	330,000.00	POSTAGE (METER) FUND	CORPORATE SERVICES
T3011	OFFICE ALLY, INC	323,052.48	EDI CLAIM PROCESSING	CLAIMS
T4452	WELLS FARGO	316,130.15	ACH- MISC CREDIT CARD PURCHASES	VARIOUS
T5292	ALL'S WELL HEALTH CARE SERVICES	312,849.43	TEMPORARY HELP	VARIOUS
T1861	CERIDIAN HCM, INC.	307,660.45	MONTHLY SUBSCRIPTION FEES/PROFESSIONAL SERVICES/ DAYFORCE HUMAN CAPITAL MANAGEMENT	HUMAN RESOURCES
T2726	DST PHARMACY SOLUTIONS, INC	294,245.63	PHARMACY CLAIMS	PHARMACY
T4353	TWE SOLUTIONS, INC	256,517.54	CORTEX XDR PRO LICENSES	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
WT/ACH	USPS	250,000.00	FUND KHS POSTAL ONE/EPS ACCOUNT	CORPORATE SERVICES
T5520	BG HEALTHCARE CONSULTING, INC	248,587.50	PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T4460	PAYSPAN, INC	246,667.69	ELECTRONIC CLAIMS/PAYMENTS	FINANCE
T4538	CHANGE HEALTHCARE SOLUTIONS, LLC	225,338.77	2023 EDI CLAIM PROCESSING	CLAIMS
T1128	HALL LETTER SHOP	220,252.43	MEMBER ID CARDS, MEMBER SURVEY & MAIL PREP, NEW MEMBER PACKETS	VARIOUS
T4695	EDIFECs, INC. ****	218,582.73	ANNUAL TSM MAINTENANCE	MIS INFRASTRUCTURE
T5486	ALLIED GENERAL CONTRACTORS, INC	218,250.00	BUILDING IMPROVEMENT	CAPITAL
T5509	NGUYEN CAO LUU-TRONG	207,935.50	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T2413	TREK IMAGING INC	200,135.77	COMMUNITY AND MARKETING EVENTS, MEMBER & HEALTH ED INCENTIVES, EMPLOYEE EVENTS, NEW HIRE SHIRTS	VARIOUS
T2469	DST HEALTH SOLUTIONS, LLC	199,100.00	ANNUAL ACG LICENSE & SUPPORT	BUSINESS INTELLEGENCE
T1960	LOCAL HEALTH PLANS OF CALIFORNIA	191,356.01	WEBINAR REGISTRATIONS & SPECIAL DUES ASSESSMENT	VARIOUS
T5145	CCS ENGINEERING FRESNO INC	188,409.98	JANITORIAL SERVICES	CORPORATE SERVICES
T5546	BITWISE TECHNOLOGY CONSULTING, LLC	188,131.80	OCR SERVICES AND PROFESSIONAL SERVICES	VARIOUS
T4514	A.J. KLEIN, INC T.DENATALE, B. GOLDNER	187,249.62	LEGAL FEES	ADMINISTRATION

# KERN·HEALTH SYSTEMS

## Year to Date AP Vendor Report

Amounts over \$20,000.00

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4501	ALLIED UNIVERSAL SECURITY SERVICES	184,397.36	ONSITE SECURITY	CORPORATE SERVICES
T5340	GARTNER INC	178,380.00	ANNUAL LEADERS INDIVIDUAL ACCESS ADVISOR - PROFESSIONAL SERVICES	MIS ADMINISTRATION
T4708	WAKELY CONSULTING GROUP, LLC FRMLY HEALTH MANAGEMENT ASSOCIATES, INC.	174,870.00	PROFESSIONAL SERVICES	ADMINISTRATION
T5111	ENTISYS 360, E360	173,563.05	NUTANIX ACROPOLIS SOFTWARE LICENSE	MIS INFRASTRUCTURE
T2969	AMERICAN BUSINESS MACHINES INC	164,304.62	HARDWARE AND MAINTENANCE	CORPORATE SERVICES
T2955	DELTA ELECTRIC INC	152,755.00	OFFICE REMODEL ELECTRICAL WORK	CORPORATE SERVICES
T2933	SIERRA PRINTERS, INC	152,460.64	PRINTING OF MEMBER EDUCATION MATERIAL/PROVIDER DIRECTORY/BUSINESS CARDS	VARIOUS
T5583	THE MIHALIK GROUP, LLC	146,362.50	NCQA TRAINING	HEALTH SERVICES - QI
T5121	TPX COMMUNICATIONS	140,320.07	LOCAL CALL SERVICES; LONG DISTANCE CALLS; INTERNET SERVICES; 800 LINES	MIS INFRASTRUCTURE
T1022	UNUM LIFE INSURANCE CO.	137,502.77	EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T5291	PINNACLE RECRUITMENT SERVICES LLC	135,937.36	TEMPORARY HELP	VARIOUS
T3088	GLEN BROWN CONSULTING	135,500.00	CONSULTING	HEALTH SERVICES - IPP
T1272	COFFEY COMMUNICATIONS INC	134,017.42	MEMBER NEWSLETTER/WEBSITE IMPLEMENTATION	HEALTH EDUCATION/MEDIA & ADVERTISING
T1005	COLONIAL LIFE & ACCIDENT	130,946.76	LIFE INSURANCE PREMIUM	VARIOUS

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5329	RELAY NETWORK, LLC	128,333.25	TEXT MESSAGING SUBSCRIPTION	CAPITAL PROJECT
T5738	INSURICA - WALTER MORTENSEN INSURANCE	118,943.00	2023-2024 ANNUAL WORKERS' COMP PREMIUM	ADMINISTRATION
T4963	LINKEDIN CORPORATION	112,372.50	ANNUAL ONLINE TRAINING FOR ALL EMPLOYEES	HUMAN RESOURCES
T4985	CYBERCODERS, INC	106,039.40	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5298	TOTALMED, INC	102,416.57	TEMPORARY HELP	VARIOUS
T4503	VISION SERVICE PLAN	101,080.21	EMPLOYEE HEALTH BENEFITS	VARIOUS
T5734	CAROL ANN STILTNER	94,605.89	PROFESSIONAL SERVICES	MEDICARE
T2961	SOLUTION BENCH, LLC	94,001.55	M-FILES SOFTWARE ANNUAL RENEWAL	MIS INFRASTRUCTURE
T2509	USPS	91,780.14	PERMIT #88 SUMMER ISSUE FAMILY HEALTH MAGAZINE POSTAGE FUNDING	HEALTH EDUCATION
T4902	CHANGE HEALTHCARE TECHNOLOGIES, LLC	88,128.86	2023 EDI CLAIM PROCESSING	CLAIMS
T4217	CONTEXT 4 HEALTHCARE, INC	86,083.12	ANNUAL RENEWAL AMA FEES & CPT LICENSE	MIS INFRASTRUCTURE
T5319	CITIUSTECH INC	84,996.00	FAST+ ANNUAL MAINTENANCE & SUPPORT	MIS INFRASTRUCTURE
T2941	KERN PRINT SERVICES INC	83,808.96	OTHER PRINTING COSTS, ENVELOPES, LETTERHEAD	VARIOUS
T4483	INFUSION AND CLINICAL SERVICES, INC	80,177.67	DIABETIC GRANT PROGRAM	COMMUNITY GRANTS

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4265	SIERRA SCHOOL EQUIPMENT COMPANY	78,743.76	BOARDROOM FURNITURE	CORPORATE SERVICES
T4054	ASSOCIATION FOR COMMUNITY AFFILIATED PLANS	78,000.00	2023 ANNUAL DUES ASSESSMENT	ADMINISTRATION
T4484	JACOBSON SOLUTIONS	76,148.22	TEMPORARY HELP	HEALTH SERVICES - UM
T4785	COMMGAP	73,342.50	INTERPRETATION SERVICES	HEALTH EDUCATION
T1183	MILLIMAN USA	71,072.50	CY2021/2022 TNE & IBNP CONSULTING - ACTUARIAL	ADMINISTRATION
T4792	KP LLC	69,399.79	PROVIDER DIRECTORIES	PROVIDER NETWORK MANAGEMENT
T5550	CHARTER COMMUNICATIONS OPERATING, LLC	67,923.67	INTERNET SERVICES	MIS INFRASTRUCTURE
T5741	HEALTHWISE, INCORPORATED	65,009.58	MEMBER SELF MANAGEMENT TOOLS LICENSE JUNE - DEC	HEALTH EDUCATION
T2446	AT&T MOBILITY	64,487.43	CELLULAR PHONE/INTERNET USAGE	MIS INFRASTRUCTURE
T5805	MAGNOLIA OPTIMA LLC	64,417.53	CONSULTING SERVICES	HUMAN RESOURCES
T5392	THE KNOWLEDGE ACADEMY INC	61,485.00	CA PROJECT MANAGEMENT TRAINING	MIS ADMINISTRATION
T3986	JACQUELYN S JANS	60,450.00	CONSULTING FOR KHS PUBLIC IMAGE CAMPAIGN	ADMINISTRATION/ MARKETING
T4216	NEXSTAR BROADCASTING INC	59,770.00	ADVERTISEMENT - MEDIA	MARKETING
T5436	THE BEACON STUDIOS LLC	59,702.00	TV COMMERCIAL PRODUCTION	MEDIA & ADVERTISING

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4585	DELANO UNION SCHOOL DISTRICT	59,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T5524	REST & REASSURE, LLC	58,500.00	2023 PROFESSIONAL SERVICES	POPULATION HEALTH MANAGEMENT
T5743	INTEL AGREE, COLABS	58,375.00	CONTRACTING MANAGEMENT SOFTWARE	CAPITAL
T5781	SHELLMAN COMPLIANCE LLC	58,200.00	SECURITY ASSESSMENT SERVICES KICKOFF AND PLANNING	CAPITAL
T5751	EXCELL HCA, LLC ****	57,400.00	PROFESSIONAL SERVICES	PROJECT MANAGEMENT
T2851	SINCLAIR TELEVISION OF BAKERSFIELD, LLC	55,520.00	ADVERTISEMENT - MEDIA	MARKETING
T4934	APPLE INC.	55,236.44	EQUIPMENT - CELL PHONES	VARIOUS
T5592	BRAND CO MARKETING	53,011.55	KHS STORE INVENTORY ITEMS & PROMOTIONAL ITEMS	VARIOUS
T4607	AGILITY RECOVERY SOLUTIONS INC	52,545.47	PROFESSIONAL SERVICES	ADMINISTRATION
T5199	MOSSMAN COFFEE SHOPS & CATERING, INC ****	52,333.52	ANNUAL STAFF PICNIC CATERING	HUMAN RESOURCES
T5201	JAC SERVICES, INC	51,934.58	AC MAINTENANCE & SERVICE	CORPORATE SERVICES
T4415	DANIELLS PHILLIPS VAUGHAN AND BOCK	51,900.00	2022 AUDIT FEES	FINANCE
T1404	CALIFORNIA ASSOCIATION OF HEALTH PLANS	50,677.00	2023 ANNUAL DUES ASSESSMENT	ADMINISTRATION
T3972	JOURNEY AIR CONDITIONING CO., INC	50,293.00	HVAC NEW UNIT & INSTALL	CAPITAL

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5644	JENNIFER ELIZABETH CLANCY	49,500.00	PROFESSIONAL SERVICES	MIS INFRASTRUCTURE
T5429	JANE MACADAM	48,775.18	2022/2023 HYBRID COMMUTING	COMPLIANCE
T5479	TRANSFORMING LOCAL COMMUNITIES, INC	48,611.30	2022/2023 PROVIDER GRANT PROGRAM	COMMUNITY GRANTS
T4182	THE LAMAR COMPANIES	47,524.26	OUTDOOR ADVERTISEMENT - BILLBOARDS	ADVERTISING
T5802	MOTOR VEHICLE NETWORK	47,430.00	ADVERTISING -MOTOR VEHICLE NETWORK	MARKETING
T2441	LAURA J BREZINSKI	46,750.00	MARKETING MATERIALS	MARKETING
T5109	RAND EMPLOYMENT SOLUTIONS	46,469.58	TEMPORARY HELP	VARIOUS
T2641	MARANATHA GARDENING & LANDSCAPING, INC	46,277.50	2023 BUILDING MAINTENANCE	CORPORATE SERVICE
T5480	PRESS GANEY ASSOCIATES LLC	46,002.00	2023 ECM & PROVIDER SATISFACTION SURVEYS	VARIOUS
T5408	MARY HARRIS	45,626.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T2869	COMMUNITY ACTION PARTNERSHIP OF KERN	45,600.00	2023 COMMUNITY GRANT	COMMUNITY GRANTS
T5645	RIDGECREST REGIONAL HOSPITAL	45,000.00	PROVIDER QUALITY CARE GRANT PROGRAM	COMMUNITY GRANTS
T2580	GOLDEN EMPIRE TRANSIT DISTRICT	44,900.00	OUTDOOR ADVERTISEMENT - BUSES	ADVERTISING
T5107	CITRIX SYSTEMS, INC	42,619.20	CITRIX LICENSE RENEWAL	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
T4605	KERVILLE UNION SCHOOL DISTRICT	42,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T5687	IRISE EXECUTIVE COACHING LLC	42,000.00	EXECUTIVE RETREAT	ADMINISTRATION
T1655	KERN,KKXX,KISV,KGEO,KGFM,KEBT,KZOZ,KKJG,KVEC,KSTT, KRQK,KPAT	41,260.00	RADIO ADVERTISING	MARKETING
T5535	PANAMA-BUENA VISTA UNION SCHOOL DISTRICT	40,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T5367	ADVENTIST HEALTH DELANO	39,910.73	PROVIDER GRANT PROGRAM	COMMUNITY GRANT
T1347	ADVANCED DATA STORAGE	37,827.86	STORAGE AND SHREDDING SERVICES	CORPORATE SERVICES
T5467	MOSS ADAMS LLP	37,597.00	2023 CLAIMS AUDIT TOOL SUPPORT & LICENSES	MIS INFRASTRUCTURE
T4993	LEGALSHIELD	36,771.95	EMPLOYEE PAID VOLUNTARY COVERAGE	PAYROLL DEDUCTION
T5435	TEGRIA SERVICES GROUP - US, INC	36,500.00	PROFESSIONAL SERVICES	HEALTH SERVICES - UM
T5313	HEALTH LITERACY INNOVATIONS, LLC ****	36,100.00	LITERACY ADVISOR ANNUAL SOFTWARE LICENSE	HEALTH EDUCATION
T1694	KERN COUNTY FAIR	35,625.00	2023 FAIR SIGNAGE, EMPLOYEE TICKETS & PARKING	HUMAN RESOURCES & MARKETING
T4059	KERN VALLEY HEALTHCARE DISTRICT	35,327.26	PROVIDER GRANT PROGRAM	COMMUNITY GRANT
T2578	AMERICAN HEART ASSOCIATION - KERN COUNTY	35,000.00	SPONSORSHIP	MEDIA & ADVERTISING
T5026	TEL-TEC SECURITY SYSTEMS ****	34,765.22	MONITORING SERVICES	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
T1097	NCQA	34,502.56	HEDIS, VOL 2 PLUS QUALITY COMPASS AND POPULATION HEALTH PROGRAM ACCREDITATION	HEALTH SERVICES - QI
T2921	DOUBLETREE BY HILTON BAKERSFIELD	34,303.43	PROVIDER FORUM EDUCATIONAL EVENT	PROVIDER NETWORK MANAGEMENT
T5831	CCS FACILITY SERVICES - FRESNO INC ****	34,158.70	JANITORIAL SERVICES	CORPORATE SERVICES
T5321	TYK TECHNOLOGIES LTD ****	34,000.00	2023/2024 TYK LICENSE RENEWAL	MIS INFRASTRUCTURE
T4230	COFFEE BREAK SERVICE, INC.	32,701.74	COFFEE SUPPLIES	CORPORATE SERVICES
T1007	FEDERAL EXPRESS CORP.	31,847.34	DELIVERY SERVICES	VARIOUS
T4228	THE SSI GROUP, LLC	31,843.40	2023 EDI CLAIM PROCESSING	CLAIMS
T5696	ASA GLOBAL HEALTHCARE SERVICES PC	31,000.00	PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T5568	MICHELLE OXFORD	30,910.89	CONSULTING SERVICES	EXECUTIVE
T5574	CARMAX AUTO SUPERSTORES, INC	30,451.85	COMPANY VEHICLE	CORPORATE SERVICES
T5012	KERN MEDICAL CENTER FOUNDATION	30,000.00	VALLEY FEVER WALK SPONSORSHIP	MARKETING
T5613	SMARTY, LLC ****	30,000.00	US ADDRESS VERIFICATION LICENSE	BUSINESS INTELLIGENCE
T5653	SUN OUTDOOR ADVERTISING LLC	29,935.00	OUTDOOR ADVERTISEMENT - BILLBOARDS	ADVERTISING
T4249	LOTUS BAKERSFIELD CORP	29,750.00	RADIO ADVERTISING	MARKETING

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T4554	THE KEN BLANCHARD COMPANIES	28,845.93	LEADERSHIP TRAINING COURSES	HUMAN RESOURCES
T4982	NGC US, LLC	28,550.00	PREFUND MEMBER INCENTIVES - COVID 19 INCENTIVE PROGRAM	VARIOUS
T3084	KERN COUNTY-COUNTY COUNSEL ****	27,856.40	LEGAL SERVICES	EXECUTIVE
T5494	LDP ASSOCIATES, INC	27,300.00	2023/2024 DISASTER RECOVERY & PC COOLING MAINT.	VARIOUS
T5395	LIVONGO HEALTH, INC	27,258.00	EMPLOYEE MENTAL HEALTH BENEFITS PREMIUM	VARIOUS
T4375	EQUIFAX WORKFORCE SOLUTIONS, LLC	26,828.39	EMPLOYEE RECRUITMENT	HUMAN RESOURCES
T5300	CENTRAL VALLEY OCCUPATION MEDICAL GROUP, INC	26,780.00	COVID-19 TESTING	HUMAN RESOURCES
T4424	GUROCK SOFTWARE GmbH	26,565.97	TESTRAIL SOFTWARE RENEWAL	MIS INFRASTRUCTURE
T4544	BARNES WEALTH MANAGEMENT GROUP ****	26,260.00	RETIREMENT CONSULTING SERVICES	EXECUTIVE
T5420	PAYPRO ADMINISTRATORS	25,754.80	FSA EMPLOYEE BENEFIT	VARIOUS
T5578	KIMBERLY A MARTIN	25,665.50	PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T5260	HD DYNAMICS SOFTWARE SOLUTIONS, CORP	25,625.00	CONSULTING FEES	PROVIDER NETWORK MANAGEMENT
T4577	LA CAMPESINA, KBDS, KUFW, KMYX, KSEA, KBHH, KYLI, KCEC, KNAI ****	25,070.00	RADIO ADVERTISING	MARKETING
T4731	GO TO TECHNOLOGY CONSULTING, LLC	25,062.00	INTERNET SERVICES	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
T4417	KAISER FOUNDATION HEALTH PLAN - OR	24,183.83	EMPLOYEE HMO HEALTH BENEFITS PREMIUM	VARIOUS
T4523	BERKSHIRE LIFE INSURANCE COMPANY OF AMERICA	24,130.00	EMPLOYEE PREMIUM	PAYROLL DEDUCTION
T4195	SCRIPPS MEDIA, INC. DBA KERO-TV	24,015.00	ADVERTISEMENT - MEDIA	MARKETING
T4611	LAMONT SCHOOL DISTRICT	24,000.00	SCHOOL WELLNESS GRANT	COMMUNITY GRANTS
T5530	JONES LANG LASALLE AMERICAS, INC	23,960.00	CUBICLE SCHEDULING APP IMPLEMENTATION & TRAINING	CORPORATE SERVICES
T2787	SAGE SOFTWARE, INC	23,561.11	SAGE 300 CLOUD SOFTWARE RENEWAL	FINANCE
T5652	RACHAEL L HOBBS	23,450.00	PROFESSIONAL SERVICES	UTILIZATION MANAGEMENT-UM
T5585	LIFETIME FITNESS INC	23,300.00	LIVE BETTER PROGRAM BUTTOWILLOW & DELANO	HEALTH EDUCATION
T5759	SHELLBY ROSE P DURLAO ****	23,135.00	CONSULTING SERVICES	POPULATION HEALTH MANAGEMENT
T5317	PRESIDIO NETWORKED SOLUTIONS GROUP LLC	23,125.00	NUTANIX HARDWARE & SOFTWARE - SECURITY PROGRAM ASSESSMENT	MIS INFRASTRUCTURE
T5669	THE OPEN DOOR NETWORK	21,418.00	2023 SPONSORSHIPS & COMMUNITY GRANT	MARKETING
T2449	ASTRID ENRIQUEZ ****	20,744.51	CONSULTING SERVICES	HEALTH EDUCATION

# KERN·HEALTH SYSTEMS

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

Vendor No.	Vendor Name	Year-to-Date	Description	Department
T5159	AT&T CORP ****	20,565.96	INTERNET SERVICES	MIS INFRASTRUCTURE
T5711	CALABRIO, INC.	20,159.50	TELEOPTI WFM LICENSES	MIS INFRASTRUCTURE
T4476	KERN PARTNERSHIP FOR CHILDREN AND FAMILIES	20,000.00	SPONSORSHIP & COMMUNITY GRANT	MEDIA & ADVERTISING
		<u><b>55,490,973.38</b></u>		
	TOTAL VENDORS OVER \$20,000	55,472,729.38		
	TOTAL VENDORS UNDER \$20,000	2,327,555.21		
	TOTAL VENDOR EXPENSES- NOVEMBER	<u><b>\$ 57,800,284.59</b></u>		

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

Vendor Name	Contract Amount	Budgeted	Department	Department Head	Services that this vendor will provide to KHS	Effective Date	Termination Date
Healthwise	\$113,609.00	Yes	HE	Isabel Silva	Interactive self-management tools and patient education materials	6/5/2023	6/4/2024
The Granger Network	\$198,500.00	Yes	HR	Anita Martin	Leadership Development: Creating the Next Era	6/7/2023	11/30/2023
Context4 Healthcare	\$86,083.12	Yes	IT	Richard Pruitt	RCD-10, HCPCS, and CPT codes through American Medical Association	6/27/2023	6/26/2024
Bitfocus	\$168,704.94	Yes	MIS	Richard Pruitt	Clarity Human Services SaaS & professional services	6/22/2023	6/21/2024
LinkedIn	\$55,890.00	Yes	HR	Anita Martin	Online job postings (5 slots)	6/1/2023	5/31/2026
<b>July</b>							
Agility Recovery	\$192,600.00	Yes	CS	Andrea Hylton	Disaster Recovery & Business Continuity services	7/6/2023	7/5/2026
The Granger Network	\$144,000.00	Yes	HR	Anita Martin	Executive Coaching services	7/6/2023	7/5/2024
BG Healthcare Consulting	\$81,000.00	Yes	QI	Martha Tasinga	Consulting services for the QI department	7/12/2023	12/31/2023
Solution Bench	\$76,461.55	Yes	IT	Richard Pruitt	M-Files subscription based licenses, annual renewal	7/24/2023	7/23/2024
<b>August</b>							
Octopai	\$148,992.00	Yes	IT	Richard Pruitt	Data Lineage Software	8/12/2023	8/11/2025
Schellman	\$161,834.80	Yes	IT	Richard Pruitt	Cyber Security Assessment Services	8/21/2023	8/20/2024
<b>September</b>							
CCS	\$199,552.20	Yes	CS	Andrea Hylton	Janitorial Services	9/6/2023	9/5/2024
The Periscope Group	\$142,025.00	Yes	UM	Misty Dominguez	In-home assessment Member visits	9/5/2023	9/4/2024
TEKSystems	\$70,400.00	Yes	UM	Josh Hosch	Business Analyst for the Health Services Dept.	9/11/2023	12/31/2023
Dell	\$195,504.60	Yes	IT	Richard Pruitt	Microsoft Dynamic licenses	9/21/2023	12/31/2024
CEI	\$56,280.00	Yes	IT	Richard Pruitt	Professional Technical Resource (Business Analyst)	9/25/2023	12/31/2023
<b>October</b>							
ABM	\$111,406.00	Yes	CS	Andrea Hylton	High Production Printing System	10/2/2023	10/1/2024
ABM	\$110,934.00	Yes	IT	Richard Pruitt	Annual support and maintenance for all printing equipment	10/1/2023	9/30/2025
Secure-Centric, Inc.	\$135,893.01	Yes	IT	Richard Pruitt	Two (2) Rubrik r6412 appliances, EE - 36 months	10/26/2023	10/25/2026
Secure-Centric, Inc.	\$199,785.60	Yes	IT	Richard Pruitt	Rubrik Software (1 of 2) appliance	10/26/2023	10/25/2026
Secure-Centric, Inc.	\$199,785.60	Yes	IT	Richard Pruitt	Rubrik Software (2 of 2) appliance	10/26/2023	10/25/2026
Inclusive Insights	\$50,000.00	Yes	Health Equity	Traco Matthews	Health Equity Program (Training and Media)	10/11/2023	12/31/2023
Gartner	\$61,320.00	Yes	Compliance	Deb Murr	Two (2) Gartner for legal, risk and compliance leaders licenses	10/1/2023	9/30/2024
JMP	\$183,040.00	Yes	CS	Andrea Hylton	Mail Insert & Processing System	10/9/2023	10/8/2024
Dell	\$91,967.22	Yes	IT	Richard Pruitt	(44) Dell 5540 Latitudes Laptops & (22) Dell Monitors	10/31/2023	10/30/2027
Contour Data Solutions	\$117,600.00	Yes	IT	Richard Pruitt	Virtual Machine Right Sizing Services	10/1/2023	9/30/2024

Vendor Name	Contract Amount	Budgeted	Department	Department Head	Services that this vendor will provide to KHS	Effective Date	Termination Date
<b>November</b>							
CitiusTech, Inc.	\$96,305.00	Yes	IT	Richard Pruitt	FHIR Systems and Professional Services renewal	11/9/2023	11/8/2024
Entisys360	\$50,384.76	Yes	IT	Richard Pruitt	(12) VMware Licenses	11/21/2023	11/20/2023
Entisys360	\$132,513.09	Yes	IT	Richard Pruitt	(4) Nutanix VDI refresh	11/21/2023	11/20/2026
Entisys360	\$132,513.09	Yes	IT	Richard Pruitt	(4) Nutanix VDI - Strategic Planning	11/21/2023	11/20/2026
Entisys360	\$75,340.70	Yes	IT	Richard Pruitt	Nutanix App Prod02 Expansion	11/21/2023	11/20/2026
Entisys360	\$75,340.70	Yes	IT	Richard Pruitt	Nutanix App Prod02 Strategic Planning	11/21/2023	11/20/2026
Entisys360	\$75,310.47	Yes	IT	Richard Pruitt	Nutanix SQL Prod02-Strategic Planning	11/21/2023	11/20/2026
Entisys360	\$75,159.91	Yes	IT	Richard Pruitt	Nutanix SQL Prod02-Expansion	11/21/2023	11/20/2026
Entisys360	\$58,811.98	Yes	IT	Richard Pruitt	Nutanix SQL Prod01-Expansion	11/21/2023	11/20/2026
Press Ganey/SPH Analytics	\$78,690.00	Yes	MS	Nate Scott	CAHPS Member Satisfaction Survey	11/8/2023	11/7/2026
Absorb	\$122,668.64	Yes	HR	Alan Avery	Provider Learning Management System (LMS)	11/8/2023	11/7/2024

2023 TECHNOLOGY CONSULTING RESOURCES																		
ITEM	PROJECT	CAP/EXP	BUDGET	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEPT	OCT	NOV	DEC	YTD	TOTAL	REMAINING BALANCE
#	Project Name																	
1	Member Engagement	CA	\$158,500	\$23,832	\$22,640	\$26,215	\$23,832	\$26,215	\$26,215	\$0	\$0	\$0	\$0	\$0			\$148,949	\$9,551
2	DSNP MCAS Star Software	CA	\$158,500	\$0	\$0	\$0	\$0	\$0	\$0	\$17,476	\$21,602	\$18,447	\$20,631	\$17,719			\$95,875	\$62,625
3	Population Health Management	CA	\$356,407	\$34,348	\$32,436	\$38,231	\$36,047	\$40,719	\$39,839	\$41,432	\$27,407	\$23,832	\$0	\$0			\$314,291	\$42,116
4	DSNP JIVA Medicare Module	CA	\$81,750	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$26,215	\$19,066			\$45,281	\$36,469
5	Data Lineage and Cataloging System	CA	\$91,012	\$0	\$0	\$0	\$0	\$0	\$0	\$18,480	\$17,600	\$19,360	\$10,560				\$66,000	\$25,012
6	IT Staff Augmentation	EXP	\$6,519,524	\$549,087	\$472,083	\$607,699	\$248,118	\$570,405	\$545,734	\$469,708	\$545,286	\$432,175	\$576,608	\$528,279			\$5,545,182	\$974,342
7	PM Staff Augmentation	EXP	\$1,185,600	\$17,940	\$91,885	\$142,020	\$391,554	\$157,653	\$147,951	\$134,758	\$133,185	\$171,713	\$239,501	\$209,419			\$1,837,579	(\$651,979)
8	DSNP Staff Augmentation	EXP	\$6,515,185	\$81,624	\$309,241	\$386,281	\$412,738	\$221,676	\$587,520	\$438,419	\$445,508	\$423,600	\$395,917	\$414,457			\$4,116,980	\$2,398,205
Totals:		Totals	\$15,066,478	\$706,831	\$928,285	\$1,200,446	\$1,112,289	\$1,016,668	\$1,347,258	\$1,101,793	\$1,191,467	\$1,087,367	\$1,278,232	\$1,199,500	\$0		\$12,170,136	\$2,896,342

Updated 02/01/24



