



**QUARTERLY FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED**

**October 31, 2024**

Memorial Healthcare System Disclosure Representative:

David M. Smith

Executive Vice President and Chief Financial Officer

3111 Stirling Road

Fort Lauderdale, Florida 33312

(954) 265-5696

DSmith@mhs.net

## **Important Information**

In accordance with undertakings of the South Broward Hospital District d/b/a Memorial Healthcare System (the “Issuer”), regarding secondary market disclosure made pursuant to SEC Rule 15c2-12(b)(5)(i), by various continuing disclosure certificates, attached is the quarterly financial information (hereinafter collectively called the “Fiscal Quarter Information”) and operating data for the Fiscal quarter ended October 31, 2024. All of the information provided herein is unaudited.

The provision of this information is not intended as an offer to sell any securities. It is provided solely to comply with the contractual undertakings made by the Issuer with respect to certain outstanding obligations of the Issuer, which contractual undertakings require the provision of limited financial information and operating data with respect to the Issuer. It is not intended to be and is not an update of all of the information included in the Issuer’s prior Official Statements. Other events may have occurred since the date of the Issuer’s prior Official Statements which might be material to investors in the Issuer’s bonds including, without limitation, changes in regulation of the healthcare industry and certain other risk factors. No representation is made as to whether any such other events have occurred with respect to the Issuer or its outstanding debt that might be material or important to owners of the Issuer’s outstanding debt. No representation is made as to the materiality or completeness of the Fiscal Quarter Information. No representation is made that the Fiscal Quarter Information is indicative of financial or operating results of the Issuer since the end of the last fiscal year or of future financial or operating results.

In connection with the sale of each bond issue, the Issuer delivered Official Statements. Capitalized terms used herein shall have the meanings ascribed to such terms in the applicable Official Statement.

This report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and any expression of opinion contained herein are subject to change without notice, and the delivery of this report will not, under any circumstances, create any implication that there has been no change in the affairs of the Issuer or other matters described.

This report may contain additional information that is not required to be provided under the terms of the continuing disclosure undertakings entered into by the Issuer. Any such additional information is provided on a voluntary basis and may be excluded from future reports without notice.

### **Information about COVID Relief Funds**

During the six months ended October 31, 2024, the Issuer recognized \$76.9 million of COVID-19 related relief funds from the Federal Emergency Management Agency for expenses incurred during the pandemic. The COVID-19 funding recognized for the six months ended October 31, 2024 are shown as part of non-operating revenue in the Statements of Revenue and Expenses and Changes in Net Position contained in this report.

### **Directed Payment Program**

During the six months ended October 31, 2024 and 2023, the Issuer recognized \$54.4 million and \$3.2 million, respectively, of net patient service revenue under the Medicaid supplemental financing initiative called the Hospital Directed Payment Program (DPP). DPP is administered regionally and is intended to bridge the difference between Medicaid reimbursement rates and the costs of providing the care. Florida’s DPP provides a financial incentive for all hospitals to engage in quality initiatives with the Medicaid managed care plans in their region. Hospitals that participate receive their DPP funding via their local Medicaid managed care plans. The DPP funds recognized for the six months ended October 31, 2024 and 2023, are included under net patient service revenue in the Statements of Revenue and Expenses and Changes in Net Position contained in this report.

**South Broward Hospital District  
d/b/a Memorial Healthcare System**

**Combined Balance Sheets  
In Thousands**

	<b>October 31,</b>	
	2024	2023 (*)
<b>Assets and Deferred Outflows of Resources</b>		
Current assets:		
Cash and cash equivalents	\$ 319,820	\$ 172,440
Investments	2,463,125	2,197,798
Patient accounts receivable, net of estimated uncollectibles	382,469	347,122
Inventories	59,738	55,225
Other current assets	350,320	264,061
Restricted assets:		
Investments under indenture agreements for debt service	24,781	23,101
Investments under self-insurance agreements	13,215	13,589
Total Current Assets	3,613,468	3,073,336
Noncurrent assets:		
Designated investments for employee disability	20,909	19,495
Capital assets, net	1,262,511	1,233,984
Right-to-use lease assets, net	54,231	65,461
Right-to-use subscription assets, net	105,912	-
Other assets	45,104	41,307
Restricted assets, net of current portion:		
Investments under self-insurance agreements	51,472	47,071
Total Assets	5,153,607	4,480,654
Deferred outflows of resources:		
Pension related items	150,406	189,287
Loss on defeasance	14,115	15,389
Total deferred outflows of resources	164,521	204,676
Total assets and deferred outflows of resources	\$ 5,318,128	\$ 4,685,330
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 140,822	\$ 140,610
Accrued compensation and payroll taxes	253,663	216,189
Estimated third-party payor settlements	115,607	100,219
Current installments of long-term debt	18,280	12,935
Current portion of estimated claims liability	16,301	17,864
Current portion of lease payable	13,007	16,255
Current portion of subscription liability	24,435	-
Other current liabilities	120,274	83,545
Total current liabilities	702,389	587,617
Noncurrent liabilities:		
Long-term portion of estimated claims liability	29,255	30,739
Net pension liability	52,979	138,877
Other noncurrent liabilities	65,102	57,372
Lease payable	45,629	52,399
Subscription liability	44,257	-
Long-term debt	862,440	882,903
Total liabilities	1,802,051	1,749,907
Deferred inflows of resources:		
Pension related items	113,990	78,631
Lease related items	13,284	13,918
Total deferred inflows of resources	127,274	92,549
Net position:		
Net investment in capital assets	402,880	311,478
Restricted	25,871	23,769
Unrestricted	2,960,052	2,507,627
Total net position	3,388,803	2,842,874
Total liabilities, deferred inflows of resources and net position	\$ 5,318,128	\$ 4,685,330

\*October 31, 2023 amounts do not reflect the adoption of GASB Statement No. 96

**South Broward Hospital District  
d/b/a Memorial Healthcare System**

**Statements of Revenue and Expenses and Changes in Net Position  
In Thousands**

	Second Quarter ended October 31,		Six Months ended October 31,	
	2024	2023 (**)	2024	2023 (**)
Operating revenue:				
Net patient service revenue	\$ 811,299	\$ 711,566	\$ 1,583,064	\$ 1,404,774
Disproportionate share distributions	9,805	14,919	18,206	35,523
Other operating revenues	74,705	61,839	137,797	108,493
Total operating revenue	<u>895,809</u>	<u>788,324</u>	<u>1,739,067</u>	<u>1,548,790</u>
Operating expenses:				
Salaries and wages	430,405	390,857	827,379	756,675
Employee benefits	72,101	58,675	139,899	117,648
Professional fees	23,684	19,520	45,718	39,220
Supplies	185,563	163,573	361,975	319,414
Purchased services	59,336	66,018	115,562	134,914
Facilities	24,467	24,177	46,811	45,548
Depreciation and amortization	40,544	29,396	80,005	58,361
Other	34,283	31,320	62,332	56,042
Total operating expenses	<u>870,383</u>	<u>783,536</u>	<u>1,679,681</u>	<u>1,527,822</u>
Income from operations	25,426	4,788	59,386	20,968
Nonoperating revenues (expense), net*	<u>15,963</u>	<u>(49,096)</u>	<u>188,192</u>	<u>(53,676)</u>
Excess (deficit) of revenues over (under) expenses	41,389	(44,308)	247,578	(32,708)
Capital contributions and grants	270	1,387	338	11,387
Increase (decrease) in net position	<u>41,659</u>	<u>(42,921)</u>	<u>247,916</u>	<u>(21,321)</u>
Net position at the beginning of the period	3,347,144	2,885,795	3,140,887	2,864,195
Net position at the end of the period	<u>\$ 3,388,803</u>	<u>\$ 2,842,874</u>	<u>\$ 3,388,803</u>	<u>\$ 2,842,874</u>
Net Margin	<u>4.6%</u>	<u>-5.6%</u>	<u>14.2%</u>	<u>-2.1%</u>
* Includes as follows:				
Interest expense	\$ 8,495	\$ 8,026	\$ 17,028	\$ 16,114
COVID-19 relief funds	\$ -	\$ -	\$ 76,923	\$ -

\*\* Second quarter and six months ended October 31, 2023 amounts do not reflect the adoption of GASB Statement No. 96

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Hospitals and Primary Care  
Combining Statement of Revenue and Expenses  
Quarter ended October 31, 2024  
(In Thousands)**

	<b>Memorial Regional Hospital</b>	<b>Memorial Regional Hospital South</b>	<b>Joe DiMaggio Children's Hospital</b>	<b>Memorial Hospital West</b>	<b>Memorial Hospital Pembroke</b>	<b>Memorial Hospital Miramar</b>	<b>Memorial Primary Care</b>	<b>Total Hospitals and Primary Care</b>
Operating revenue:								
Net patient service revenue	\$281,484	\$39,107	\$98,051	\$221,291	\$51,614	\$82,132	\$2,425	\$776,104
Disproportionate share distributions	4,453	640	394	2,067	1,375	876	-	9,805
Other operating revenues	6,277	563	1,274	4,472	92	177	6,272	19,127
Total operating revenue	292,214	40,310	99,719	227,830	53,081	83,185	8,697	805,036
Operating expenses:								
Salaries and wages	112,744	17,817	41,529	81,191	23,028	28,846	5,089	310,244
Employee benefits	18,445	3,445	7,434	14,303	4,023	5,260	811	53,721
Professional fees	3,822	311	3,999	6,551	1,231	936	414	17,264
Supplies	63,810	6,524	14,298	48,476	7,367	9,090	296	149,861
Purchased services	11,090	2,837	4,809	12,455	3,620	5,311	635	40,757
Facilities	6,874	1,368	3,688	4,862	1,769	2,198	386	21,145
Depreciation and amortization	6,148	1,493	4,593	6,274	2,861	2,099	216	23,684
Other	6,823	1,025	2,823	5,011	1,436	1,891	729	19,738
Intrasystem allocation	37,212	5,263	12,355	30,626	7,536	9,418	653	103,063
Total operating expenses	266,968	40,083	95,528	209,749	52,871	65,049	9,229	739,477
Income (loss) from operations	25,246	227	4,191	18,081	210	18,136	(532)	65,559
Nonoperating (expenses), net	(2,168)	(217)	(710)	(2,515)	(193)	(762)	(14)	(6,579)
Excess (deficit) of revenues over (under) expenses	\$23,078	\$10	\$3,481	\$15,566	\$17	\$17,374	(\$546)	\$58,980

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Quarter ended October 31, 2024  
(In Thousands)**

	<b>Memorial Manor Nursing Home</b>	<b>Memorial Physician Group</b>	<b>Outpatient Pharmacy Services</b>	<b>Urgent Care Centers</b>	<b>Memorial Corporate Services*</b>	<b>Total Hospitals and Primary Care</b>	<b>Memorial Healthcare System</b>
Operating revenue:							
Net patient service revenue	\$3,411	\$29,598	\$907	\$1,158	\$121	\$776,104	\$811,299
Disproportionate share distributions	-	-	-	-	-	9,805	9,805
Other operating revenues	58	5,315	37,951	-	12,254	19,127	74,705
Total operating revenue	<u>3,469</u>	<u>34,913</u>	<u>38,858</u>	<u>1,158</u>	<u>12,375</u>	<u>805,036</u>	<u>895,809</u>
Operating expenses:							
Salaries and wages	3,233	58,070	3,679	1,068	54,111	310,244	430,405
Employee benefits	663	6,122	626	133	10,836	53,721	72,101
Professional fees	23	(6)	4	16	6,383	17,264	23,684
Supplies	598	4,698	28,753	79	1,574	149,861	185,563
Purchased services	330	886	210	64	17,089	40,757	59,336
Facilities	249	2,759	222	40	52	21,145	24,467
Depreciation and amortization	108	2,290	250	247	13,965	23,684	40,544
Other	87	1,019	138	34	13,267	19,738	34,283
Intrasystem allocation	330	2,976	869	97	(107,335)	103,063	-
Total operating expenses	<u>5,621</u>	<u>78,814</u>	<u>34,751</u>	<u>1,778</u>	<u>9,942</u>	<u>739,477</u>	<u>870,383</u>
(Loss) income from operations	(2,152)	(43,901)	4,107	(620)	2,433	65,559	25,426
Nonoperating (expenses) revenues, net	(7)	(173)	(7)	(23)	22,754	(6,579)	15,963
(Deficit) excess of revenues (under) over expenses	<u>(\$2,159)</u>	<u>(\$44,074)</u>	<u>\$4,100</u>	<u>(\$643)</u>	<u>\$25,187</u>	<u>\$58,980</u>	<u>\$41,389</u>

\* Includes: MHS Division, Memorial Retail Stores, Property Management, Memorial Health Network, Broward Guardian, Memorial Assurance, and Eliminations.

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Hospitals and Primary Care  
Combining Statement of Revenue and Expenses  
Quarter ended October 31, 2023  
(In Thousands)**

	<b>Memorial Regional Hospital</b>	<b>Memorial Regional Hospital South</b>	<b>Joe DiMaggio Children's Hospital</b>	<b>Memorial Hospital West</b>	<b>Memorial Hospital Pembroke</b>	<b>Memorial Hospital Miramar</b>	<b>Memorial Primary Care</b>	<b>Total Hospitals and Primary Care</b>
Operating revenue:								
Net patient service revenue	235,681	\$30,483	\$99,325	\$191,170	\$49,728	\$69,574	\$2,714	\$678,675
Disproportionate share distributions	5,460	749	1,693	3,764	1,978	1,275	-	14,919
Other operating revenues	6,532	632	1,049	4,967	270	380	4,640	18,470
<b>Total operating revenue</b>	<b>247,673</b>	<b>31,864</b>	<b>102,067</b>	<b>199,901</b>	<b>51,976</b>	<b>71,229</b>	<b>7,354</b>	<b>712,064</b>
Operating expenses:								
Salaries and wages	103,403	16,196	38,021	72,971	21,685	25,648	4,205	282,129
Employee benefits	15,587	2,887	5,692	11,579	3,269	4,212	717	43,943
Professional fees	3,391	359	2,067	5,105	1,281	1,364	331	13,898
Supplies	56,013	5,159	13,367	42,654	6,675	8,009	477	132,354
Purchased services	11,380	2,491	5,238	13,110	3,611	5,505	548	41,883
Facilities	6,966	2,328	2,634	4,461	1,413	2,475	353	20,630
Depreciation and amortization	6,237	1,366	4,454	5,226	2,806	2,041	182	22,312
Other	6,208	869	2,585	4,369	1,353	1,465	705	17,554
Intrasystem allocation	32,653	4,619	10,639	27,452	7,028	8,635	486	91,512
<b>Total operating expenses</b>	<b>241,838</b>	<b>36,274</b>	<b>84,697</b>	<b>186,927</b>	<b>49,121</b>	<b>59,354</b>	<b>8,004</b>	<b>666,215</b>
Income (loss) from operations	5,835	(4,410)	17,370	12,974	2,855	11,875	(650)	45,849
Nonoperating (expenses), net	(2,149)	(176)	(1,169)	(2,530)	(169)	(746)	(14)	(6,953)
<b>Excess (deficit) of revenues over (under) expenses</b>	<b>\$3,686</b>	<b>(\$4,586)</b>	<b>\$16,201</b>	<b>\$10,444</b>	<b>\$2,686</b>	<b>\$11,129</b>	<b>(\$664)</b>	<b>\$38,896</b>

Second quarter ended October 31, 2023 amounts do not reflect the adoption of GASB Statement No. 96

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Quarter ended October 31, 2023  
(In Thousands)**

	<b>Memorial Manor Nursing Home</b>	<b>Memorial Physician Group</b>	<b>Outpatient Pharmacy Services</b>	<b>Urgent Care Centers</b>	<b>Memorial Corporate Services*</b>	<b>Total Hospitals and Primary Care</b>	<b>Memorial Healthcare System</b>
Operating revenue:							
Net patient service revenue	\$3,175	\$27,850	\$839	\$934	\$93	\$678,675	\$711,566
Disproportionate share distributions	-	-	-	-	-	14,919	14,919
Other operating revenues	4	4,578	25,357	-	13,430	18,470	61,839
Total operating revenue	<u>3,179</u>	<u>32,428</u>	<u>26,196</u>	<u>934</u>	<u>13,523</u>	<u>712,064</u>	<u>788,324</u>
Operating expenses:							
Salaries and wages	2,893	52,175	3,317	764	49,579	282,129	390,857
Employee benefits	572	4,561	473	90	9,036	43,943	58,675
Professional fees	17	3	-	12	5,590	13,898	19,520
Supplies	540	3,923	25,657	71	1,028	132,354	163,573
Purchased services	364	977	232	94	22,468	41,883	66,018
Facilities	203	2,192	223	12	917	20,630	24,177
Depreciation and amortization	95	1,536	255	163	5,035	22,312	29,396
Other	115	1,023	95	55	12,478	17,554	31,320
Intrasystem allocation	286	2,222	831	78	(94,929)	91,512	-
Total operating expenses	<u>5,085</u>	<u>68,612</u>	<u>31,083</u>	<u>1,339</u>	<u>11,202</u>	<u>666,215</u>	<u>783,536</u>
(Loss) income from operations	(1,906)	(36,184)	(4,887)	(405)	2,321	45,849	4,788
Nonoperating (expenses), net (Deficit) excess of revenues (under) over expenses	(1)	(147)	(9)	(26)	(41,960)	(6,953)	(49,096)
	<u>(\$1,907)</u>	<u>(\$36,331)</u>	<u>(\$4,896)</u>	<u>(\$431)</u>	<u>(\$39,639)</u>	<u>\$38,896</u>	<u>(\$44,308)</u>

\* Includes: MHS Division, Memorial Retail Stores, Property Management, Memorial Health Network, Broward Guardian, Memorial Assurance, and Eliminations.

Second quarter ended October 31, 2023 amounts do not reflect the adoption of GASB Statement No. 96



**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Hospital and Primary Care  
Combining Statement of Revenue and Expenses  
Six Months ended October 31, 2024  
(In Thousands)**

	<b>Memorial Regional Hospital</b>	<b>Memorial Regional Hospital South</b>	<b>Joe DiMaggio Children's Hospital</b>	<b>Memorial Hospital West</b>	<b>Memorial Hospital Pembroke</b>	<b>Memorial Hospital Miramar</b>	<b>Memorial Primary Care</b>	<b>Total Hospitals and Primary Care</b>
Operating revenue:								
Net patient service revenue	\$533,569	\$75,015	\$196,044	\$438,070	\$103,174	\$160,992	\$5,204	\$1,512,068
Disproportionate share distributions	8,454	1,229	595	4,143	2,313	1,472	-	18,206
Other operating revenues	14,152	1,057	2,439	8,504	336	553	8,981	36,022
Total operating revenue	<u>556,175</u>	<u>77,301</u>	<u>199,078</u>	<u>450,717</u>	<u>105,823</u>	<u>163,017</u>	<u>14,185</u>	<u>1,566,296</u>
Operating expenses:								
Salaries and wages	217,883	34,108	80,167	156,575	45,157	55,197	9,601	598,688
Employee benefits	36,081	6,652	14,218	27,766	7,861	10,145	1,623	104,346
Professional fees	7,555	623	7,879	11,257	2,496	2,370	795	32,975
Supplies	126,591	12,328	28,739	93,776	14,657	17,827	633	294,551
Purchased services	21,890	5,536	9,294	24,621	7,318	10,573	1,275	80,507
Facilities	13,312	2,988	6,623	8,965	3,209	4,557	765	40,419
Depreciation and amortization	12,184	2,944	9,114	12,600	5,711	4,107	519	47,179
Other	12,982	1,988	5,154	10,170	2,769	3,776	917	37,756
Intrasystem allocation	71,366	10,096	23,699	58,742	14,459	18,059	1,240	197,661
Total operating expenses	<u>519,844</u>	<u>77,263</u>	<u>184,887</u>	<u>404,472</u>	<u>103,637</u>	<u>126,611</u>	<u>17,368</u>	<u>1,434,082</u>
Income (loss) from operations	36,331	38	14,191	46,245	2,186	36,406	(3,183)	132,214
Nonoperating revenues (expenses), net	23,547	627	321	15,522	9,601	9,547	(29)	59,136
Excess (deficit) of revenues over (under) expenses	<u>\$59,878</u>	<u>\$665</u>	<u>\$14,512</u>	<u>\$61,767</u>	<u>\$11,787</u>	<u>\$45,953</u>	<u>(\$3,212)</u>	<u>\$191,350</u>

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Six Months ended October 31, 2024  
(In Thousands)**

	<b>Memorial Manor Nursing Home</b>	<b>Memorial Physician Group</b>	<b>Outpatient Pharmacy Services</b>	<b>Urgent Care Centers</b>	<b>Memorial Corporate Services*</b>	<b>Total Hospitals and Primary Care</b>	<b>Memorial Healthcare System</b>
Operating revenue:							
Net patient service revenue	\$7,114	\$59,020	\$2,225	\$2,392	\$245	\$1,512,068	\$1,583,064
Disproportionate share distributions	-	-	-	-	-	18,206	18,206
Other operating revenues	105	11,789	71,680	6	18,195	36,022	137,797
Total operating revenue	<u>7,219</u>	<u>70,809</u>	<u>73,905</u>	<u>2,398</u>	<u>18,440</u>	<u>1,566,296</u>	<u>1,739,067</u>
Operating expenses:							
Salaries and wages	6,255	110,244	6,949	2,049	103,194	598,688	827,379
Employee benefits	1,288	11,958	1,210	272	20,825	104,346	139,899
Professional fees	38	9	4	28	12,664	32,975	45,718
Supplies	1,200	9,723	52,999	137	3,365	294,551	361,975
Purchased services	659	1,611	414	122	32,249	80,507	115,562
Facilities	418	5,335	493	84	62	40,419	46,811
Depreciation and amortization	214	3,912	497	402	27,801	47,179	80,005
Other	236	2,159	260	69	21,852	37,756	62,332
Intrasystem allocation	633	5,745	1,666	185	(205,890)	197,661	-
Total operating expenses	<u>10,941</u>	<u>150,696</u>	<u>64,492</u>	<u>3,348</u>	<u>16,122</u>	<u>1,434,082</u>	<u>1,679,681</u>
(Loss) income from operations	(3,722)	(79,887)	9,413	(950)	2,318	132,214	59,386
Nonoperating revenues (expenses), net	24	(366)	(15)	(46)	129,459	59,136	188,192
(Deficit) excess of revenues (under) over expenses	<u>(\$3,698)</u>	<u>(\$80,253)</u>	<u>\$9,398</u>	<u>(\$996)</u>	<u>\$131,777</u>	<u>\$191,350</u>	<u>\$247,578</u>

\* Includes: MHS Division, Memorial Retail Stores, Property Management, Memorial Health Network, Broward Guardian, Memorial Assurance, and Eliminations.

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Hospital and Primary Care  
Combining Statement of Revenue and Expenses  
Six Months ended October 31, 2023  
(In Thousands)**

	<b>Memorial Regional Hospital</b>	<b>Memorial Regional Hospital South</b>	<b>Joe DiMaggio Children's Hospital</b>	<b>Memorial Hospital West</b>	<b>Memorial Hospital Pembroke</b>	<b>Memorial Hospital Miramar</b>	<b>Memorial Primary Care</b>	<b>Total Hospitals and Primary Care</b>
Operating revenue:								
Net patient service revenue	\$462,878	\$63,447	\$177,009	\$392,189	\$98,371	\$140,751	\$5,288	\$1,339,933
Disproportionate share distributions	16,631	2,211	2,099	7,947	3,816	2,819	-	35,523
Other operating revenues	10,263	1,131	1,884	8,182	453	681	7,027	29,621
Total operating revenue	<u>489,772</u>	<u>66,789</u>	<u>180,992</u>	<u>408,318</u>	<u>102,640</u>	<u>144,251</u>	<u>12,315</u>	<u>1,405,077</u>
Operating expenses:								
Salaries and wages	200,769	32,121	72,600	142,512	42,832	49,876	7,967	548,677
Employee benefits	31,456	5,837	11,362	23,409	6,605	8,528	1,479	88,676
Professional fees	7,227	709	3,858	10,209	2,532	2,839	611	27,985
Supplies	106,999	10,222	26,442	84,131	14,202	15,885	766	258,647
Purchased services	23,641	5,003	12,149	26,931	8,015	10,657	1,191	87,587
Facilities	13,225	3,697	4,963	8,594	2,758	4,421	722	38,380
Depreciation and amortization	12,404	2,651	8,641	10,550	5,614	4,086	347	44,293
Other	12,220	1,767	4,483	8,486	2,659	2,760	862	33,237
Intrasystem allocation	63,194	8,945	20,599	53,100	13,597	16,698	952	177,085
Total operating expenses	<u>471,135</u>	<u>70,952</u>	<u>165,097</u>	<u>367,922</u>	<u>98,814</u>	<u>115,750</u>	<u>14,897</u>	<u>1,304,567</u>
Income (loss) from operations	18,637	(4,163)	15,895	40,396	3,826	28,501	(2,582)	100,510
Nonoperating (expenses), net	(4,307)	(355)	(2,355)	(5,077)	(348)	(1,504)	(29)	(13,975)
Excess (deficit) of revenues over (under) expenses	<u>\$14,330</u>	<u>(\$4,518)</u>	<u>\$13,540</u>	<u>\$35,319</u>	<u>\$3,478</u>	<u>\$26,997</u>	<u>(\$2,611)</u>	<u>\$86,535</u>

*Six months ended October 31, 2023 amounts do not reflect the adoption of GASB Statement No. 96*

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Six Months ended October 31, 2023  
(In Thousands)**

	<b>Memorial Manor Nursing Home</b>	<b>Memorial Physician Group</b>	<b>Outpatient Pharmacy Services</b>	<b>Urgent Care Centers</b>	<b>Memorial Corporate Services*</b>	<b>Total Hospitals and Primary Care</b>	<b>Memorial Healthcare System</b>
Operating revenue:							
Net patient service revenue	\$6,326	\$54,699	\$1,826	\$1,791	\$199	\$1,339,933	\$1,404,774
Disproportionate share distributions	-	-	-	-	-	35,523	35,523
Other operating revenues	8	9,526	49,193	7	20,138	29,621	108,493
Total operating revenue	<u>6,334</u>	<u>64,225</u>	<u>51,019</u>	<u>1,798</u>	<u>20,337</u>	<u>1,405,077</u>	<u>1,548,790</u>
Operating expenses:							
Salaries and wages	5,699	99,309	6,423	1,450	95,117	548,677	756,675
Employee benefits	1,157	9,212	969	194	17,440	88,676	117,648
Professional fees	29	3	-	26	11,177	27,985	39,220
Supplies	1,084	7,505	49,442	123	2,613	258,647	319,414
Purchased services	674	1,924	509	149	44,071	87,587	134,914
Facilities	390	4,252	464	59	2,003	38,380	45,548
Depreciation and amortization	191	3,025	508	279	10,065	44,293	58,361
Other	271	2,045	179	95	20,215	33,237	56,042
Intrasystem allocation	561	4,371	1,655	153	(183,825)	177,085	-
Total operating expenses	<u>10,056</u>	<u>131,646</u>	<u>60,149</u>	<u>2,528</u>	<u>18,876</u>	<u>1,304,567</u>	<u>1,527,822</u>
(Loss) income from operations	(3,722)	(67,421)	(9,130)	(730)	1,461	100,510	20,968
Nonoperating (expenses), net	(1)	(291)	(19)	(44)	(39,346)	(13,975)	(53,676)
(Deficit) excess of revenues (under) over expenses	<u>(\$3,723)</u>	<u>(\$67,712)</u>	<u>(\$9,149)</u>	<u>(\$774)</u>	<u>(\$37,885)</u>	<u>\$86,535</u>	<u>(\$32,708)</u>

\* Includes: MHS Division, Memorial Retail Stores, Property Management, Memorial Health Network, Broward Guardian, Memorial Assurance, and Eliminations.

Six months ended October 31, 2023 amounts do not reflect the adoption of GASB Statement No. 96