



**ANNUAL AND QUARTERLY FINANCIAL
INFORMATION**

FOR THE FOURTH QUARTER ENDED

April 30, 2023

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 April 30, 2023. 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

As of April 30, 2023, the Issuer has received a total of \$188.8 million from the Public Health and Social Services Emergency Fund (the “Provider Relief Fund”) established under the Coronavirus Aid, Relief, and Economic Security Act (“CARES Act”), \$40.2 million of which was recognized in the twelve months ended April 30, 2020, \$143.0 million in the twelve months ended April 30, 2021, and \$5.6 million in the twelve months ended April 30, 2022. Recipients of such funds agree to certain terms and conditions that require compliance with reporting requirements specified by the Secretary of the Department of Health and Human Services (“DHHS”). Among other things, health care providers that receive Provider Relief Fund payments in excess of their health care related expenses and lost revenues attributable to COVID-19 must repay the excess payments. DHHS guidance and/or clarifications concerning COVID-19 stimulus programs, including reporting, recordkeeping and repayment requirements, have been published and revised, and may be further revised from time to time. The Issuer also recognized other COVID-19 related grants and reimbursements, including \$9.4 million in the twelve months ended April 30, 2021, \$7.5 million in the twelve months ended April 30, 2022, and \$0.5 million in the twelve months ended April 30, 2023. The COVID-19 relief funds recognized for the fourth quarter and twelve months ended April 30, 2023, and 2022 are shown as part of non-operating revenue in the Statements of Revenue and Expenses and Changes in Net Position contained in this report.

The Issuer also received funding through the Accelerated and Advanced Payment Program from Medicare in the amount of approximately \$106.7 million. The program required that the Centers for Medicare and Medicaid Services recoup the accelerated and advance payments, by withholding future Medicare fee-for-service payments for claims, from April 2021 through August 2022. The funds were fully recouped as of April 30, 2023.

Directed Payment Program

During the twelve months ended April 30, 2023 and 2022, the Issuer recognized \$75.3 million and \$73.8 million, respectively, of net patient service revenue under the Medicaid supplemental financing initiative called the Hospital Directed Payment Program (“DPP”) for the years ending September 30, 2022 and 2021, respectively, (the Medicaid HMO Plan year-end). 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 twelve months ended April 30, 2023 and 2022, are included under net patient service revenue in the Statements of Revenue and Expenses and Changes in Net Position contained in this report.

Florida Medicaid Waiver funds

On November 13, 2020, the U.S. Court of Appeals for the D.C. Circuit issued its opinion in favor of the plaintiff hospitals, concluding that patient days paid for with Florida Medicaid Waiver funds from the Low Income Pool must be regarded as Medicaid patient days for purposes of computing Medicare Disproportionate Share payments. This matter affected the Issuer’s cost reports for fiscal years 2007 through 2023. Centers for Medicare and Medicaid Services declined to appeal the U.S. Court of Appeals decision, and during fiscal year 2023, CMS entered into settlement discussions with the affected hospitals, resulting in the issuance of formal payment instructions. As a result, the Issuer recognized \$65.4 million of additional net patient service revenue during the twelve months ended April 30, 2023, related to this matter, which is included 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**

	April 30,	
	2023	2022 (*)
Assets and Deferred Outflows of Resources		
Current assets:		
Cash and cash equivalents	\$ 162,554	\$ 239,173
Investments	2,291,185	2,312,044
Patient accounts receivable, net of estimated uncollectibles	340,202	320,357
Inventories	55,859	57,968
Other current assets	198,843	161,486
Restricted assets:		
Investments under indenture agreements – debt service	28,469	27,855
Investments under self-insurance agreements	13,589	13,929
Total current assets	3,090,701	3,132,812
Noncurrent assets:		
Designated investments for employee disability	19,597	19,416
Capital assets, net	1,217,578	1,044,524
Right-of-use lease assets, net	72,406	-
Other assets	42,515	33,763
Restricted assets, net of current portion:		
Investments under self-insurance agreements	47,220	45,743
Investments under indenture agreements – project funds	-	85,474
Total assets	4,490,017	4,361,732
Deferred outflows of resources:		
Pension related items	55,015	45,084
Loss on defeasance	16,026	17,300
Total deferred outflows of resources	71,041	62,384
Total assets and deferred outflows of resources	\$ 4,561,058	\$ 4,424,116
Liabilities, Deferred Inflows of Resources and Net Position		
Current liabilities:		
Accounts payable and accrued expenses	\$ 171,221	\$ 149,605
Accrued compensation and payroll taxes	181,391	217,638
Estimated third-party payor settlements	105,506	87,421
Current installments of long-term debt	12,390	11,860
Current portion of estimated claims liability	16,573	18,591
Medicare advance payments	-	33,302
Current portion of lease payable	15,528	-
Other current liabilities	55,607	44,655
Total current liabilities	558,216	563,072
Noncurrent liabilities:		
Long-term portion of estimated claims liability	28,486	30,549
Net pension liability	79,705	3,503
Other noncurrent liabilities	55,472	57,703
Lease payable	59,179	-
Long-term debt	896,930	911,503
Total liabilities	1,677,988	1,566,330
Deferred inflows of resources:		
Pension related items	5,612	108,303
Lease related items	13,264	-
Total deferred inflows of resources	18,876	108,303
Net position:		
Net investment in capital assets	283,120	184,980
Restricted	29,444	28,713
Unrestricted	2,551,630	2,535,790
Total net position	2,864,194	2,749,483
Total liabilities, deferred inflows of resources and net position	\$ 4,561,058	\$ 4,424,116

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results of operations.

** 2022 amounts do not reflect the adoption of GASB Statement No. 87.*

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

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

	Fourth Quarter ended April 30,		Twelve Months ended April 30,	
	2023	2022 (**)	2023	2022 (**)
Operating revenue:				
Net patient service revenue	\$ 771,676	\$ 624,639	\$ 2,682,483	\$ 2,534,526
Disproportionate share distributions	12,037	17,522	67,539	55,463
Other operating revenues	42,950	37,159	180,654	170,280
Total operating revenue	<u>826,663</u>	<u>679,320</u>	<u>2,930,676</u>	<u>2,760,269</u>
Operating expenses:				
Salaries and wages	351,566	353,805	1,434,958	1,316,055
Employee benefits	38,866	35,374	177,684	152,013
Professional fees	17,406	14,000	66,176	57,759
Supplies	145,643	131,090	564,053	537,818
Purchased services	72,850	87,387	303,357	305,359
Facilities	21,656	22,928	80,174	82,335
Depreciation and amortization	29,500	26,051	109,569	89,416
Other	22,897	23,886	108,283	109,149
Total operating expenses	<u>700,384</u>	<u>694,521</u>	<u>2,844,254</u>	<u>2,649,904</u>
Income (loss) from operations	126,279	(15,201)	86,422	110,365
Nonoperating revenues (expenses), net *	<u>24,888</u>	<u>(88,923)</u>	<u>23,415</u>	<u>(126,572)</u>
Excess (deficit) of revenues over (under) expenses	151,167	(104,124)	109,837	(16,207)
Capital contributions and grants	1,410	10,000	1,408	10,403
Special items: gain from transfer of operations	(1) -	(29)	-	67,866
Net impact of GASB Statement No. 87 implementation	<u>-</u>	<u>-</u>	<u>3,466</u>	<u>-</u>
Increase (decrease) in net position	152,577	(94,153)	114,711	62,062
Net position at the beginning of the period	2,711,617	2,843,636	2,749,483	2,687,421
Net position at the end of the period	<u>\$ 2,864,194</u>	<u>\$ 2,749,483</u>	<u>\$ 2,864,194</u>	<u>\$ 2,749,483</u>
Net Margin	<u>18.3%</u>	<u>-15.3%</u>	<u>3.7%</u>	<u>-0.6%</u>

* Includes as follows:

Interest expense	\$ (7,964)	\$ (12,198)	\$ (32,553)	\$ (35,074)
COVID-19 relief funds	<u>\$ -</u>	<u>\$ 7,479</u>	<u>\$ 529</u>	<u>\$ 13,059</u>

** 2022 amounts do not reflect the adoption of GASB Statement No. 87.

(1) Includes \$3.0M from the sale of the Issuer's Home Health business line, and \$64.9M from the conveyance of all the assets exclusively used in the Issuer's breast imaging centers to a joint venture who will manage the Issuer's breast imaging and bone density business.

South Broward Hospital District
d/b/a Memorial Healthcare System
Hospitals and Primary Care
Combining Statement of Revenue and Expenses
Quarter ended April 30, 2023
(In Thousands)

	Memorial Regional Hospital	Memorial Regional Hospital South	Joe DiMaggio Children's Hospital	Memorial Hospital West	Memorial Hospital Pembroke	Memorial Hospital Miramar	Memorial Primary Care	Total Hospitals and Primary Care
Operating revenue:								
Net patient service revenue	\$265,677	\$34,206	\$105,442	\$208,173	\$54,620	\$73,032	\$2,224	\$743,374
Disproportionate share distributions	5,480	702	146	3,776	671	1,262	-	12,037
Other operating revenues	2,786	429	894	1,789	160	197	2,389	8,644
Total operating revenue	<u>273,943</u>	<u>35,337</u>	<u>106,482</u>	<u>213,738</u>	<u>55,451</u>	<u>74,491</u>	<u>4,613</u>	<u>764,055</u>
Operating expenses:								
Salaries and wages	92,466	15,560	33,126	66,312	20,102	23,488	3,682	254,736
Employee benefits	11,060	1,953	3,925	7,916	2,321	2,848	514	30,537
Professional fees	3,059	276	1,581	4,806	1,166	1,386	371	12,645
Supplies	48,531	5,073	11,290	38,130	6,621	7,497	232	117,374
Purchased services	12,915	2,029	9,242	14,738	4,711	5,902	652	50,189
Facilities	6,367	1,445	2,252	4,505	1,619	1,883	365	18,436
Depreciation and amortization	6,576	1,015	4,500	5,552	2,857	2,002	102	22,604
Other	3,839	723	1,833	3,494	1,184	661	202	11,936
Intrasystem allocation	29,807	4,258	9,615	24,343	7,403	7,997	220	83,643
Total operating expenses	<u>214,620</u>	<u>32,332</u>	<u>77,364</u>	<u>169,796</u>	<u>47,984</u>	<u>53,664</u>	<u>6,340</u>	<u>602,100</u>
Income (loss) from operations	59,323	3,005	29,118	43,942	7,467	20,827	(1,727)	161,955
Nonoperating (expenses), net	(2,197)	(168)	(1,127)	(2,534)	(190)	(769)	(16)	(7,001)
Excess (deficit) of revenues over (under) expenses	<u>\$57,126</u>	<u>\$2,837</u>	<u>\$27,991</u>	<u>\$41,408</u>	<u>\$7,277</u>	<u>\$20,058</u>	<u>(\$1,743)</u>	<u>\$154,954</u>

South Broward Hospital District
d/b/a Memorial Healthcare System
Ancillary Services
Combining Statement of Revenue and Expenses
Quarter ended April 30, 2023
(In Thousands)

	Memorial Manor Nursing Home	Memorial Physician Group	Outpatient Pharmacy Services	Urgent Care Centers	Memorial Corporate Services*	Total Hospitals and Primary Care	Memorial Healthcare System
Operating revenue:							
Net patient service revenue	\$2,996	\$23,172	\$913	\$888	\$333	\$743,374	\$771,676
Disproportionate share distributions	-	-	-	-	-	12,037	12,037
Other operating revenues	3	4,166	23,646	-	6,491	8,644	42,950
Total operating revenue	<u>2,999</u>	<u>27,338</u>	<u>24,559</u>	<u>888</u>	<u>6,824</u>	<u>764,055</u>	<u>826,663</u>
Operating expenses:							
Salaries and wages	2,649	46,127	3,173	693	44,188	254,736	351,566
Employee benefits	333	4,064	363	80	3,489	30,537	38,866
Professional fees	4	3	-	14	4,740	12,645	17,406
Supplies	483	3,717	21,860	49	2,160	117,374	145,643
Purchased services	312	1,091	282	89	20,887	50,189	72,850
Facilities	221	2,099	220	28	652	18,436	21,656
Depreciation and amortization	96	1,503	254	119	4,924	22,604	29,500
Other	146	1,250	71	38	9,456	11,936	22,897
Intrasystem allocation	181	1,073	292	36	(85,225)	83,643	-
Total operating expenses	<u>4,425</u>	<u>60,927</u>	<u>26,515</u>	<u>1,146</u>	<u>5,271</u>	<u>602,100</u>	<u>700,384</u>
(Loss) income from operations	(1,426)	(33,589)	(1,956)	(258)	1,553	161,955	126,279
Nonoperating (expenses) revenues, net	-	(149)	(10)	(19)	32,067	(7,001)	24,888
(Deficit) excess of revenues (under) over expenses	<u>(\$1,426)</u>	<u>(\$33,738)</u>	<u>(\$1,966)</u>	<u>(\$277)</u>	<u>\$33,620</u>	<u>\$154,954</u>	<u>\$151,167</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 April 30, 2022
(In Thousands)**

	Memorial Regional Hospital	Memorial Regional Hospital South	Joe DiMaggio Children's Hospital	Memorial Hospital West	Memorial Hospital Pembroke	Memorial Hospital Miramar	Memorial Primary Care	Total Hospitals and Primary Care
Operating revenue:								
Net patient service revenue	\$212,209	\$30,103	\$83,974	\$167,732	\$41,902	\$55,902	\$746	\$592,568
Disproportionate share distributions	9,769	1,221	157	3,494	2,092	789	-	17,522
Other operating revenues	1,819	416	654	1,620	323	86	2,164	7,082
Total operating revenue	<u>223,797</u>	<u>31,740</u>	<u>84,785</u>	<u>172,846</u>	<u>44,317</u>	<u>56,777</u>	<u>2,910</u>	<u>617,172</u>
Operating expenses:								
Salaries and wages	96,834	16,647	31,876	68,488	20,112	25,350	3,662	262,969
Employee benefits	9,607	1,722	3,406	6,917	2,050	2,553	436	26,691
Professional fees	3,253	284	1,171	4,319	1,129	1,275	275	11,706
Supplies	46,206	5,464	10,258	32,897	5,536	6,561	150	107,072
Purchased services	19,898	1,393	9,680	18,850	7,911	8,753	870	67,355
Facilities	6,116	1,545	1,950	4,014	2,245	2,050	378	18,298
Depreciation and amortization	5,236	1,080	2,265	4,872	3,496	1,750	14	18,713
Other	4,463	662	1,381	3,319	925	1,095	147	11,992
Intrasystem allocation	29,583	4,019	8,181	23,199	6,186	7,766	230	79,164
Total operating expenses	<u>221,196</u>	<u>32,816</u>	<u>70,168</u>	<u>166,875</u>	<u>49,590</u>	<u>57,153</u>	<u>6,162</u>	<u>603,960</u>
Income (loss) from operations	2,601	(1,076)	14,617	5,971	(5,273)	(376)	(3,252)	13,212
Nonoperating (expenses) revenues, net	(1,723)	(84)	(1,164)	(2,322)	1,363	660	-	(3,270)
Excess (deficit) of revenues over (under) expenses	<u>\$878</u>	<u>(\$1,160)</u>	<u>\$13,453</u>	<u>\$3,649</u>	<u>(\$3,910)</u>	<u>\$284</u>	<u>(\$3,252)</u>	<u>\$9,942</u>

2022 amounts do not reflect the adoption of GASB Statement No. 87.

**South Broward Hospital District
d/b/a Memorial Healthcare System
Ancillary Services
Combining Statement of Revenue and Expenses
Quarter ended April 30, 2022
(In Thousands)**

	Memorial Manor Nursing Home	Memorial Physician Group	Outpatient Pharmacy Services	Urgent Care Centers	Memorial Corporate Services*	Total Hospitals and Primary Care	Memorial Healthcare System
Operating revenue:							
Net patient service revenue	\$2,927	\$27,624	\$345	\$955	\$220	\$592,568	\$624,639
Disproportionate share distributions	-	-	-	-	-	17,522	17,522
Other operating revenues	5	3,888	19,770	-	6,414	7,082	37,159
Total operating revenue	<u>2,932</u>	<u>31,512</u>	<u>20,115</u>	<u>955</u>	<u>6,634</u>	<u>617,172</u>	<u>679,320</u>
Operating expenses:							
Salaries and wages	2,905	40,236	2,896	615	44,184	262,969	353,805
Employee benefits	286	3,424	300	63	4,610	26,691	35,374
Professional fees	19	1	-	13	2,261	11,706	14,000
Supplies	451	2,991	19,044	38	1,494	107,072	131,090
Purchased services	250	1,048	174	41	18,519	67,355	87,387
Facilities	131	2,231	262	85	1,921	18,298	22,928
Depreciation and amortization	90	919	1,962	73	4,294	18,713	26,051
Other	109	957	72	29	10,727	11,992	23,886
Intrasystem allocation	196	1,045	301	31	(80,737)	79,164	-
Total operating expenses	<u>4,437</u>	<u>52,852</u>	<u>25,011</u>	<u>988</u>	<u>7,273</u>	<u>603,960</u>	<u>694,521</u>
(Loss) income from operations	(1,505)	(21,340)	(4,896)	(33)	(639)	13,212	(15,201)
Nonoperating (expenses) revenues, net	(8)	(27)	1	-	(85,619)	(3,270)	(88,923)
(Deficit) excess of revenues (under) over expenses	<u>(\$1,513)</u>	<u>(\$21,367)</u>	<u>(\$4,895)</u>	<u>(\$33)</u>	<u>(\$86,258)</u>	<u>\$9,942</u>	<u>(\$104,124)</u>

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

South Broward Hospital District
d/b/a Memorial Healthcare System
Hospital and Primary Care
Combining Statement of Revenue and Expenses
Twelve Months ended April 30, 2023
(In Thousands)

	Memorial Regional Hospital	Memorial Regional Hospital South	Joe DiMaggio Children's Hospital	Memorial Hospital West	Memorial Hospital Pembroke	Memorial Hospital Miramar	Memorial Primary Care	Total Hospitals and Primary Care
Operating revenue:								
Net patient service revenue	\$893,268	\$122,503	\$332,661	\$741,023	\$193,875	\$267,930	\$7,204	\$2,558,464
Disproportionate share distributions	32,708	4,160	771	16,313	8,199	5,388	-	67,539
Other operating revenues	11,843	1,797	3,335	7,114	1,092	1,222	16,829	43,232
Total operating revenue	<u>937,819</u>	<u>128,460</u>	<u>336,767</u>	<u>764,450</u>	<u>203,166</u>	<u>274,540</u>	<u>24,033</u>	<u>2,669,235</u>
Operating expenses:								
Salaries and wages	388,675	65,962	134,560	278,394	83,590	99,163	14,650	1,064,994
Employee benefits	47,806	9,000	17,483	35,153	10,605	12,876	2,233	135,156
Professional fees	12,922	1,117	6,037	18,231	4,917	5,589	1,299	50,112
Supplies	191,948	21,039	45,099	144,454	26,265	29,798	1,016	459,619
Purchased services	62,672	6,900	34,097	63,761	22,604	27,030	2,144	219,208
Facilities	23,727	5,071	8,819	15,605	5,645	7,441	1,334	67,642
Depreciation and amortization	24,527	5,006	12,078	21,553	11,037	7,845	383	82,429
Other	21,511	3,331	8,049	16,851	5,402	5,312	1,476	61,932
Intrasystem allocation	113,936	16,302	36,810	93,103	28,338	30,613	843	319,945
Total operating expenses	<u>887,724</u>	<u>133,728</u>	<u>303,032</u>	<u>687,105</u>	<u>198,403</u>	<u>225,667</u>	<u>25,378</u>	<u>2,461,037</u>
Income (loss) from operations	50,095	(5,268)	33,735	77,345	4,763	48,873	(1,345)	208,198
Nonoperating (expenses), net	(8,554)	(693)	(4,375)	(10,021)	(805)	(3,106)	(59)	(27,613)
Excess (deficit) of revenues over expenses	<u>\$41,541</u>	<u>(\$5,961)</u>	<u>\$29,360</u>	<u>\$67,324</u>	<u>\$3,958</u>	<u>\$45,767</u>	<u>(\$1,404)</u>	<u>\$180,585</u>

South Broward Hospital District
d/b/a Memorial Healthcare System
Ancillary Services
Combining Statement of Revenue and Expenses
Twelve Months ended April 30, 2023
(In Thousands)

	Memorial Manor Nursing Home	Memorial Physician Group	Outpatient Pharmacy Services	Urgent Care Centers	Memorial Corporate Services*	Total Hospitals and Primary Care	Memorial Healthcare System
Operating revenue:							
Net patient service revenue	\$11,915	\$105,418	\$2,574	\$3,696	\$416	\$2,558,464	\$2,682,483
Disproportionate share distributions	-	-	-	-	-	67,539	67,539
Other operating revenues	17	18,864	87,762	78	30,701	43,232	180,654
Total operating revenue	<u>11,932</u>	<u>124,282</u>	<u>90,336</u>	<u>3,774</u>	<u>31,117</u>	<u>2,669,235</u>	<u>2,930,676</u>
Operating expenses:							
Salaries and wages	11,032	176,616	11,950	2,674	167,692	1,064,994	1,434,958
Employee benefits	1,607	15,500	1,559	312	23,550	135,156	177,684
Professional fees	41	7	-	53	15,963	50,112	66,176
Supplies	1,912	13,556	82,412	189	6,365	459,619	564,053
Purchased services	1,190	3,999	757	253	77,950	219,208	303,357
Facilities	763	7,752	873	143	3,001	67,642	80,174
Depreciation and amortization	372	5,720	989	481	19,578	82,429	109,569
Other	498	5,211	258	190	40,194	61,932	108,283
Intrasystem allocation	694	4,390	1,119	139	(326,287)	319,945	-
Total operating expenses	<u>18,109</u>	<u>232,751</u>	<u>99,917</u>	<u>4,434</u>	<u>28,006</u>	<u>2,461,037</u>	<u>2,844,254</u>
(Loss) income from operations	(6,177)	(108,469)	(9,581)	(660)	3,111	208,198	86,422
Nonoperating (expenses) revenues, net	(2)	(614)	(40)	(78)	51,762	(27,613)	23,415
(Deficit) excess of revenues (under) over expenses	<u>(\$6,179)</u>	<u>(\$109,083)</u>	<u>(\$9,621)</u>	<u>(\$738)</u>	<u>\$54,873</u>	<u>\$180,585</u>	<u>\$109,837</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
Twelve Months ended April 30, 2022
(In Thousands)**

	Memorial Regional Hospital	Memorial Regional Hospital South	Joe DiMaggio Children's Hospital	Memorial Hospital West	Memorial Hospital Pembroke	Memorial Hospital Miramar	Memorial Primary Care	Total Hospitals and Primary Care
Operating revenue:								
Net patient service revenue	\$845,378	\$115,762	\$314,339	\$681,582	\$197,967	\$261,944	\$4,566	\$2,421,538
Disproportionate share distributions	30,817	3,936	591	10,873	6,688	2,558	-	55,463
Other operating revenues	9,083	1,415	2,294	5,953	1,324	765	12,806	33,640
Total operating revenue	885,278	121,113	317,224	698,408	205,979	265,267	17,372	2,510,641
Operating expenses:								
Salaries and wages	360,099	62,380	123,061	254,756	77,285	95,555	12,979	986,115
Employee benefits	40,867	7,721	15,336	29,804	9,098	11,276	1,951	116,053
Professional fees	13,567	1,152	4,344	16,701	4,746	5,186	1,311	47,007
Supplies	182,445	22,047	42,724	127,582	27,849	30,745	518	433,910
Purchased services	67,256	2,387	21,878	72,485	33,672	34,132	2,843	234,653
Facilities	22,035	4,808	7,553	13,738	9,114	7,111	1,430	65,789
Depreciation and amortization	20,643	4,524	8,760	18,415	6,041	6,796	25	65,204
Other	22,162	3,212	7,216	16,816	5,438	6,316	1,229	62,389
Intrasystem allocation	102,419	13,904	28,313	80,342	21,438	26,935	788	274,139
Total operating expenses	831,493	122,135	259,185	630,639	194,681	224,052	23,074	2,285,259
Income (loss) from operations	53,785	(1,022)	58,039	67,769	11,298	41,215	(5,702)	225,382
Nonoperating (expenses) revenues, net	(8,352)	(521)	765	(10,109)	1,093	(1,174)	-	(18,298)
Excess (deficit) of revenues over (under) expenses	\$45,433	(\$1,543)	\$58,804	\$57,660	\$12,391	\$40,041	(\$5,702)	\$207,084

2022 amounts do not reflect the adoption of GASB Statement No. 87.

**South Broward Hospital District
d/b/a Memorial Healthcare System
Ancillary Services
Combining Statement of Revenue and Expenses
Twelve Months ended April 30, 2022
(In Thousands)**

	Memorial Manor Nursing Home	Memorial Physician Group	Outpatient Pharmacy Services	Urgent Care Centers	Memorial Corporate Services*	Total Hospitals and Primary Care	Memorial Healthcare System
Operating revenue:							
Net patient service revenue	\$11,725	\$94,362	\$1,395	\$3,647	\$1,859	\$2,421,538	\$2,534,526
Disproportionate share distributions	-	-	-	-	-	55,463	55,463
Other operating revenues	19	16,713	83,472	35	36,401	33,640	170,280
Total operating revenue	<u>11,744</u>	<u>111,075</u>	<u>84,867</u>	<u>3,682</u>	<u>38,260</u>	<u>2,510,641</u>	<u>2,760,269</u>
Operating expenses:							
Salaries and wages	10,776	154,889	10,848	2,449	150,978	986,115	1,316,055
Employee benefits	1,363	13,356	1,310	263	19,668	116,053	152,013
Professional fees	99	18	73	43	10,519	47,007	57,759
Supplies	1,881	10,805	84,952	154	6,116	433,910	537,818
Purchased services	966	3,446	434	253	65,607	234,653	305,359
Facilities	564	8,850	963	344	5,825	65,789	82,335
Depreciation and amortization	361	3,717	2,556	293	17,285	65,204	89,416
Other	446	4,414	241	142	41,517	62,389	109,149
Intrasystem allocation	671	3,375	1,065	108	(279,358)	274,139	-
Total operating expenses	<u>17,127</u>	<u>202,870</u>	<u>102,442</u>	<u>4,049</u>	<u>38,157</u>	<u>2,285,259</u>	<u>2,649,904</u>
(Loss) income from operations	(5,383)	(91,795)	(17,575)	(367)	103	225,382	110,365
Nonoperating (expenses) revenues, net	(9)	(85)	1	-	(108,181)	(18,298)	(126,572)
(Deficit) excess of revenues (under) over expenses	<u>(\$5,392)</u>	<u>(\$91,880)</u>	<u>(\$17,574)</u>	<u>(\$367)</u>	<u>(\$108,078)</u>	<u>\$207,084</u>	<u>(\$16,207)</u>

* Includes: MHS Division, Memorial Retail Stores, Property Management, Memorial Health Network, Joe DiMaggio Children's Health Outpatient Surgery Center (ceased operations in October 2021 and officially closed on January 31, 2022), Broward Guardian, Memorial Home Health Services (sold business line as of September 1, 2021), and Eliminations.

2022 amounts do not reflect the adoption of GASB Statement No. 87.