



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

**January 31, 2024**

Memorial Healthcare System Disclosure Representative:

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Executive Vice President and Chief Financial Officer

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## **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 January 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**

As of January 31, 2024, 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.

During the nine months ended January 31, 2024, the Issuer received approximately \$21.5 million of additional COVID-19 related relief funds from the Federal Emergency Management Agency for expenses incurred during the COVID-19 pandemic related to personal protective equipment for the period between March 1, 2020 through June 30, 2022. The COVID-19 funding recognized for the third quarter and nine months ended January 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.

On November 2, 2023, in light of the Supreme Court's decision in American Hospital Association v. Becerra, the Centers for Medicare & Medicaid Services (CMS) issued a final rule outlining remedy for the invalidated OPPS 340B-acquired drug payments for calendar years 2018 through 2022. CMS finalized a policy to make an additional payment to affected providers for 340B-acquired drugs as a one-time lump sum payment. For the nine months ended January 31, 2024, the Issuer recognized a total of \$22.0 million from CMS for 340B remedy lump sum payment as part of 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>January 31,</b>	
	2024	2023
<b>Assets and Deferred Outflows of Resources</b>		
Current assets:		
Cash and cash equivalents	\$ 138,900	\$ 231,208
Investments	2,224,113	2,166,715
Patient accounts receivable, net of estimated uncollectibles	376,987	334,854
Inventories	54,056	53,918
Other current assets	398,453	171,636
Restricted assets:		
Investments under indenture agreements – debt service	18,149	17,391
Investments under self-insurance agreements	13,589	14,290
Total Current Assets	3,224,247	2,990,012
Noncurrent assets:		
Designated investments for employee disability	20,171	19,401
Capital assets, net	1,248,686	1,102,000
Right-of-use lease assets, net	61,247	74,797
Other assets	42,527	44,190
Restricted assets, net of current portion:		
Investments under self-insurance agreements	49,039	45,895
Investments under indenture agreements – project funds	-	9,547
Total Assets	4,645,917	4,285,842
Deferred outflows of resources:		
Pension related items	175,828	154,150
Loss on defeasance	15,070	16,345
Total deferred outflows of resources	190,898	170,495
Total assets and deferred outflows of resources	\$ 4,836,815	\$ 4,456,337
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 151,114	\$ 119,039
Accrued compensation and payroll taxes	201,616	207,065
Estimated third-party payor settlements	112,497	94,379
Current installments of long-term debt	12,935	12,390
Current portion of estimated claims liability	18,678	20,568
Current portion of lease payable	16,399	15,467
Other current liabilities	39,583	19,464
Total current liabilities	552,822	488,372
Noncurrent liabilities:		
Long-term portion of estimated claims liability	31,950	35,246
Net pension liability	133,503	84,379
Other noncurrent liabilities	80,450	56,554
Lease payable	48,422	61,154
Long-term debt	882,357	897,475
Total liabilities	1,729,504	1,623,180
Deferred inflows of resources:		
Pension related items	69,498	109,255
Lease related items	15,224	12,285
Total deferred inflows of resources	84,722	121,540
Net position:		
Net investment in capital assets	326,027	178,190
Restricted	19,022	18,250
Unrestricted	2,677,540	2,515,177
Total net position	3,022,589	2,711,617
Total liabilities, deferred inflows of resources and net position	\$ 4,836,815	\$ 4,456,337

*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.*

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

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

	Third Quarter ended		Nine Months ended	
	January 31,		January 31,	
	2024	2023	2024	2023
Operating revenue:				
Net patient service revenue	\$ 747,628	\$ 641,376	\$ 2,152,402	\$ 1,910,806
Disproportionate share distributions	9,628	14,618	45,151	55,502
Other operating revenues	55,712	41,462	164,189	137,672
Total operating revenue	812,968	697,457	2,361,742	2,103,981
Operating expenses:				
Salaries and wages	387,557	358,181	1,144,233	1,083,392
Employee benefits	60,302	50,470	177,950	138,818
Professional fees	19,075	17,840	58,294	48,770
Supplies	172,322	142,722	491,737	418,410
Purchased services	60,277	73,579	195,191	230,508
Facilities	20,382	13,362	65,931	58,518
Depreciation and amortization	30,287	36,056	88,648	80,069
Other	28,144	25,561	84,168	85,354
Total operating expenses	778,346	717,771	2,306,152	2,143,839
Income (loss) from operations	34,622	(20,314)	55,590	(39,858)
Nonoperating revenues (expenses), net*	144,996	83,674	91,320	(1,473)
Excess (deficit) of revenues over (under) expenses	179,618	63,360	146,910	(41,331)
Capital contributions and grants	97	-	11,485	-
Net impact of GASB Statement No. 87 implementation	-	3,465	-	3,465
Increase (decrease) in net position	179,715	66,825	158,395	(37,866)
Net position at the beginning of the period	2,842,874	2,644,792	2,864,194	2,749,483
Net position at the end of the period	\$ 3,022,589	\$ 2,711,617	\$ 3,022,589	\$ 2,711,617
Net Margin	22.1%	9.1%	6.2%	-2.0%

\* Includes as follows:

Interest expense	\$ (8,049)	\$ (9,389)	\$ (24,163)	\$ (24,590)
COVID-19 relief funds	\$ 21,495	\$ -	\$ 21,495	\$ 529

*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.*

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Hospitals and Primary Care  
Combining Statement of Revenue and Expenses  
Quarter ended January 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	\$239,527	\$35,060	\$87,926	\$221,401	\$49,667	\$71,667	\$2,917	\$708,165
Disproportionate share distributions	2,366	298	1,336	3,124	1,549	955	-	9,628
Other operating revenues	4,972	654	1,092	6,454	348	297	2,949	16,766
Total operating revenue	<u>246,865</u>	<u>36,012</u>	<u>90,354</u>	<u>230,979</u>	<u>51,564</u>	<u>72,919</u>	<u>5,866</u>	<u>734,559</u>
Operating expenses:								
Salaries and wages	100,184	16,502	37,057	73,375	21,196	25,194	4,196	277,704
Employee benefits	15,415	2,939	6,036	11,986	3,372	4,274	697	44,719
Professional fees	3,184	318	1,666	5,417	1,197	1,301	411	13,494
Supplies	55,781	5,734	13,324	45,695	6,877	8,539	349	136,299
Purchased services	10,089	2,279	4,079	11,440	3,560	5,453	664	37,564
Facilities	5,647	1,209	2,325	4,389	1,515	2,139	356	17,580
Depreciation and amortization	6,281	1,368	4,755	5,192	2,820	2,028	303	22,747
Other	6,225	1,068	2,175	5,190	1,222	1,587	324	17,791
Intrasystem allocation	33,444	4,742	10,884	27,952	7,177	8,799	530	93,528
Total operating expenses	<u>236,250</u>	<u>36,159</u>	<u>82,301</u>	<u>190,636</u>	<u>48,936</u>	<u>59,314</u>	<u>7,830</u>	<u>661,426</u>
Income (loss) from operations	10,615	(147)	8,053	40,343	2,628	13,605	(1,964)	73,133
Nonoperating revenues (expenses), net	5,950	49	(456)	4,202	2,617	2,241	(14)	14,589
Excess (deficit) of revenues over (under) expenses	<u>\$16,565</u>	<u>(\$98)</u>	<u>\$7,597</u>	<u>\$44,545</u>	<u>\$5,245</u>	<u>\$15,846</u>	<u>(\$1,978)</u>	<u>\$87,722</u>

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Quarter ended January 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	\$3,262	\$33,860	\$891	\$1,091	\$359	\$708,165	\$747,628
Disproportionate share distributions	-	-	-	-	-	9,628	9,628
Other operating revenues	4	6,449	27,067	66	5,360	16,766	55,712
<b>Total operating revenue</b>	<b>3,266</b>	<b>40,309</b>	<b>27,958</b>	<b>1,157</b>	<b>5,719</b>	<b>734,559</b>	<b>812,968</b>
Operating expenses:							
Salaries and wages	2,935	52,611	3,237	828	50,242	277,704	387,557
Employee benefits	565	5,625	454	103	8,836	44,719	60,302
Professional fees	16	4	-	13	5,548	13,494	19,075
Supplies	527	4,029	28,306	71	3,090	136,299	172,322
Purchased services	277	677	100	156	21,503	37,564	60,277
Facilities	158	2,292	236	36	80	17,580	20,382
Depreciation and amortization	95	1,585	251	161	5,448	22,747	30,287
Other	134	1,877	73	98	8,171	17,791	28,144
Intrasystem allocation	318	2,132	849	85	(96,912)	93,528	-
<b>Total operating expenses</b>	<b>5,025</b>	<b>70,832</b>	<b>33,506</b>	<b>1,551</b>	<b>6,006</b>	<b>661,426</b>	<b>778,346</b>
<b>(Loss) income from operations</b>	<b>(1,759)</b>	<b>(30,523)</b>	<b>(5,548)</b>	<b>(394)</b>	<b>(287)</b>	<b>73,133</b>	<b>34,622</b>
Nonoperating (expenses) revenues, net	(1)	(130)	(9)	(25)	130,572	14,589	144,996
<b>(Deficit) excess of revenues (under) over expenses</b>	<b>(\$1,760)</b>	<b>(\$30,653)</b>	<b>(\$5,557)</b>	<b>(\$419)</b>	<b>\$130,285</b>	<b>\$87,722</b>	<b>\$179,618</b>

\* 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 January 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	\$214,725	\$29,482	\$74,351	\$179,095	\$44,510	\$68,882	\$1,810	\$612,855
Disproportionate share distributions	6,538	837	175	3,733	1,839	1,496	-	14,618
Other operating revenues	3,153	431	631	1,669	598	494	2,417	9,393
Total operating revenue	<u>224,416</u>	<u>30,750</u>	<u>75,157</u>	<u>184,497</u>	<u>46,947</u>	<u>70,872</u>	<u>4,227</u>	<u>636,866</u>
Operating expenses:								
Salaries and wages	95,805	16,205	34,053	69,602	20,917	24,849	3,732	265,163
Employee benefits	12,681	2,412	4,712	9,415	2,887	3,438	606	36,151
Professional fees	3,285	300	1,884	4,160	1,266	1,515	292	12,702
Supplies	49,424	5,057	12,470	35,067	6,622	7,572	397	116,609
Purchased services	15,403	1,856	8,325	15,330	5,129	7,209	(161)	53,091
Facilities	5,280	1,062	1,984	3,727	(1,076)	1,894	172	13,043
Depreciation and amortization	7,058	1,983	3,261	5,993	5,653	2,159	244	26,351
Other	5,799	854	2,000	4,172	1,163	1,467	155	15,610
Intrasystem allocation	29,424	4,200	9,484	24,026	7,306	7,892	217	82,549
Total operating expenses	<u>224,159</u>	<u>33,929</u>	<u>78,173</u>	<u>171,492</u>	<u>49,867</u>	<u>57,995</u>	<u>5,654</u>	<u>621,269</u>
Income (loss) from operations	257	(3,179)	(3,016)	13,005	(2,920)	12,877	(1,427)	15,597
Nonoperating (expenses), net	(2,336)	(279)	(1,116)	(2,564)	(436)	(792)	(44)	(7,567)
(Deficit) excess of revenues (under) over expenses	<u>(\$2,079)</u>	<u>(\$3,458)</u>	<u>(\$4,132)</u>	<u>\$10,441</u>	<u>(\$3,356)</u>	<u>\$12,085</u>	<u>(\$1,471)</u>	<u>\$8,030</u>

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Quarter ended January 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	\$3,015	\$23,948	\$722	\$945	(\$109)	\$612,855	\$641,376
Disproportionate share distributions	-	-	-	-	-	14,618	14,618
Other operating revenues	4	3,780	22,479	-	5,807	9,393	41,463
<b>Total operating revenue</b>	<b>3,019</b>	<b>27,728</b>	<b>23,201</b>	<b>945</b>	<b>5,698</b>	<b>636,866</b>	<b>697,457</b>
Operating expenses:							
Salaries and wages	2,788	44,422	2,968	720	42,120	265,163	358,181
Employee benefits	457	4,464	406	85	8,907	36,151	50,470
Professional fees	17	1	-	15	5,105	12,702	17,840
Supplies	487	3,555	20,604	59	1,408	116,609	142,722
Purchased services	279	897	207	60	19,045	53,091	73,579
Facilities	165	834	94	(71)	(703)	13,043	13,362
Depreciation and amortization	94	2,512	361	223	6,515	26,351	36,056
Other	126	1,153	73	35	8,564	15,610	25,561
Intrasystem allocation	179	1,017	288	36	(84,069)	82,549	-
<b>Total operating expenses</b>	<b>4,592</b>	<b>58,855</b>	<b>25,001</b>	<b>1,162</b>	<b>6,892</b>	<b>621,269</b>	<b>717,771</b>
(Loss) income from operations	(1,573)	(31,127)	(1,800)	(217)	(1,194)	15,597	(20,314)
Nonoperating (expenses) revenues, net (Deficit) excess of revenues (under) over expenses	-	(424)	(30)	(60)	91,755	(7,567)	83,674
	(\$1,573)	(\$31,551)	(\$1,830)	(\$277)	\$90,561	\$8,030	\$63,360

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

*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.*

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Hospital and Primary Care  
Combining Statement of Revenue and Expenses  
Nine Months ended January 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	\$702,405	\$98,506	\$264,935	\$613,589	\$148,039	\$212,418	\$8,206	\$2,048,098
Disproportionate share distributions	18,997	2,510	3,435	11,071	5,364	3,774	-	45,151
Other operating revenues	15,235	1,785	2,976	14,637	801	978	9,975	46,387
Total operating revenue	<u>736,637</u>	<u>102,801</u>	<u>271,346</u>	<u>639,297</u>	<u>154,204</u>	<u>217,170</u>	<u>18,181</u>	<u>2,139,636</u>
Operating expenses:								
Salaries and wages	300,954	48,623	109,658	215,887	64,028	75,069	12,162	826,381
Employee benefits	46,871	8,777	17,398	35,394	9,977	12,803	2,176	133,396
Professional fees	10,410	1,027	5,523	15,626	3,730	4,140	1,022	41,478
Supplies	162,780	15,956	39,766	129,826	21,079	24,424	1,115	394,946
Purchased services	33,730	7,282	16,228	38,371	11,574	16,110	1,856	125,151
Facilities	18,872	4,906	7,288	12,983	4,273	6,561	1,079	55,962
Depreciation and amortization	18,685	4,019	13,397	15,742	8,434	6,114	650	67,041
Other	18,445	2,835	6,657	13,675	3,882	4,347	1,185	51,026
Intrasystem allocation	96,639	13,686	31,482	81,054	20,774	25,496	1,482	270,613
Total operating expenses	<u>707,386</u>	<u>107,111</u>	<u>247,397</u>	<u>558,558</u>	<u>147,751</u>	<u>175,064</u>	<u>22,727</u>	<u>1,965,994</u>
Income (loss) from operations	29,251	(4,310)	23,949	80,739	6,453	42,106	(4,546)	173,642
Nonoperating revenues (expenses), net	1,643	(306)	(2,812)	(875)	2,271	737	(43)	615
Excess (deficit) of revenues over (under) expenses	<u>\$30,894</u>	<u>(\$4,616)</u>	<u>\$21,137</u>	<u>\$79,864</u>	<u>\$8,724</u>	<u>\$42,843</u>	<u>(\$4,589)</u>	<u>\$174,257</u>

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Nine Months ended January 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	\$9,588	\$88,558	\$2,716	\$2,883	\$559	\$2,048,098	\$2,152,402
Disproportionate share distributions	-	-	-	-	-	45,151	45,151
Other operating revenues	12	15,975	76,260	73	25,482	46,387	164,189
Total operating revenue	<u>9,600</u>	<u>104,533</u>	<u>78,976</u>	<u>2,956</u>	<u>26,041</u>	<u>2,139,636</u>	<u>2,361,742</u>
Operating expenses:							
Salaries and wages	8,634	151,920	9,660	2,278	145,360	826,381	1,144,233
Employee benefits	1,722	14,837	1,424	297	26,274	133,396	177,950
Professional fees	46	7	-	38	16,725	41,478	58,294
Supplies	1,611	11,535	77,748	196	5,701	394,946	491,737
Purchased services	950	2,601	609	305	65,575	125,151	195,191
Facilities	549	6,543	700	96	2,081	55,962	65,931
Depreciation and amortization	286	4,611	758	440	15,512	67,041	88,648
Other	404	3,922	253	193	28,370	51,026	84,168
Intrasystem allocation	879	6,502	2,504	237	(280,735)	270,613	-
Total operating expenses	<u>15,081</u>	<u>202,478</u>	<u>93,656</u>	<u>4,080</u>	<u>24,863</u>	<u>1,965,994</u>	<u>2,306,152</u>
(Loss) income from operations	(5,481)	(97,945)	(14,680)	(1,124)	1,178	173,642	55,590
Nonoperating (expenses) revenues, net	(3)	(420)	(26)	(69)	91,223	615	91,320
(Deficit) excess of revenues (under) over expenses	<u>(\$5,484)</u>	<u>(\$98,365)</u>	<u>(\$14,706)</u>	<u>(\$1,193)</u>	<u>\$92,401</u>	<u>\$174,257</u>	<u>\$146,910</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  
Nine Months ended January 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	\$627,591	\$88,297	\$227,218	\$532,850	\$139,255	\$194,898	\$4,980	\$1,815,089
Disproportionate share distributions	27,231	3,458	624	12,536	7,527	4,126	-	55,502
Other operating revenues	9,057	1,368	2,443	5,327	933	1,025	14,440	34,593
<b>Total operating revenue</b>	<b>663,879</b>	<b>93,123</b>	<b>230,285</b>	<b>550,713</b>	<b>147,715</b>	<b>200,049</b>	<b>19,420</b>	<b>1,905,184</b>
Operating expenses:								
Salaries and wages	296,209	50,402	101,434	212,082	63,488	75,675	10,967	810,257
Employee benefits	36,746	7,046	13,558	27,238	8,284	10,028	1,719	104,619
Professional fees	9,863	841	4,456	13,425	3,751	4,203	928	37,467
Supplies	143,417	15,966	33,809	106,324	19,643	22,301	784	342,244
Purchased services	49,757	4,872	24,854	49,023	17,893	21,129	1,492	169,020
Facilities	17,360	3,625	6,567	11,099	4,027	5,558	969	49,205
Depreciation and amortization	17,951	3,990	7,578	16,001	8,180	5,843	281	59,824
Other	17,672	2,610	6,217	13,358	4,218	4,650	1,275	50,000
Intrasystem allocation	84,129	12,044	27,195	68,760	20,935	22,616	623	236,302
<b>Total operating expenses</b>	<b>673,104</b>	<b>101,396</b>	<b>225,668</b>	<b>517,310</b>	<b>150,419</b>	<b>172,003</b>	<b>19,038</b>	<b>1,858,938</b>
(Loss) income from operations	(9,225)	(8,273)	4,617	33,403	(2,704)	28,046	382	46,246
Nonoperating (expenses), net	(6,358)	(525)	(3,248)	(7,486)	(616)	(2,337)	(44)	(20,614)
(Deficit) excess of revenues (under) over expenses	<b>(\$15,583)</b>	<b>(\$8,798)</b>	<b>\$1,369</b>	<b>\$25,917</b>	<b>(\$3,320)</b>	<b>\$25,709</b>	<b>\$338</b>	<b>\$25,632</b>

**South Broward Hospital District  
d/b/a Memorial Healthcare System  
Ancillary Services  
Combining Statement of Revenue and Expenses  
Nine Months ended January 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	\$8,918	\$82,246	\$1,661	\$2,809	\$83	\$1,815,089	\$1,910,806
Disproportionate share distributions	-	-	-	-	-	55,502	55,502
Other operating revenues	14	14,698	64,116	78	24,174	34,593	137,673
Total operating revenue	<u>8,932</u>	<u>96,944</u>	<u>65,777</u>	<u>2,887</u>	<u>24,257</u>	<u>1,905,184</u>	<u>2,103,981</u>
Operating expenses:							
Salaries and wages	8,383	130,489	8,777	1,980	123,506	810,257	1,083,392
Employee benefits	1,274	11,436	1,196	232	20,061	104,619	138,818
Professional fees	37	4	-	39	11,223	37,467	48,770
Supplies	1,429	9,839	60,552	140	4,206	342,244	418,410
Purchased services	877	2,908	475	165	57,063	169,020	230,508
Facilities	543	5,653	652	116	2,349	49,205	58,518
Depreciation and amortization	276	4,217	735	362	14,655	59,824	80,069
Other	352	3,961	187	151	30,703	50,000	85,354
Intrasystem allocation	512	3,317	827	103	(241,061)	236,302	-
Total operating expenses	<u>13,683</u>	<u>171,824</u>	<u>73,401</u>	<u>3,288</u>	<u>22,705</u>	<u>1,858,938</u>	<u>2,143,839</u>
(Loss) income from operations	(4,751)	(74,880)	(7,624)	(401)	1,552	46,246	(39,858)
Nonoperating (expenses) revenues, net	(2)	(464)	(31)	(61)	19,699	(20,614)	(1,473)
(Deficit) excess of revenues (under) over expenses	<u>(\$4,753)</u>	<u>(\$75,344)</u>	<u>(\$7,655)</u>	<u>(\$462)</u>	<u>\$21,251</u>	<u>\$25,632</u>	<u>(\$41,331)</u>

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

*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.*