Proposed Operating and Capital Budget

Fiscal Year 2024

St John's HEALTH

Budget Introduction – Trends CEO

- Operating Expenses growing faster than Net Revenue
- Payor Mix
- Staffing Pressures
- Inflationary Pressures
- Service Line Pressures (Behavioral Health/OB)
- Cyber Security

Reinvestment in the Community

FY 2024 Assumptions

- 3% Outpatient Volume Increase
- 1% Inpatient Volume Increase
- 3.5% Price Increase
- Compensation Plan Adjustments
  - ✓Market adjustments
  - ✓Structured step and grade system
  - ✓Comp Adjustment
  - ✓Merit Adjustment
- Medical Staff Development
- SJ Health Foundation Contributions
- Reinvestment in the Community

FY 2024 Proposed Statement of Operations

OPERATING REVENUE	
Net Patient Service Revenue	182,763,433
Other Operating Revenue	4,266,709
Net Operating Revenue	**187,030,140**
OPERATING EXPENSES	
Salaries / Wages / Contract Staff / Benefits	108,216,995
Supplies and Other Expenses	74,684,961
Interest Expense	971,125
Depreciation and Amortization	11,120,317
Total Expenses	**194,993,397**
Gain / (Loss) Before Other Income	**(7,963,256)**
NON-OPERATING	
Nonoperating Revenue and Expense	13,481,433
Grants	2,563,541
SJH Foundation Contribution	1,000,000
Total Gain	**$ 9,081,718**

FY 2024 Operating / Routine Capital Request

Operating and Routine Capital	
Operations	2,786,053
Facilities	562,000
Lodging	340,000
Information Systems	983,000
Operating and Routine Capital Total	**$ 4,671,053**

(Does not include any capital projects currently in progress)

FY 2024 Strategic Capital Request

<u>**Strategic Capital**</u>

OR Remodel	3,000,000
CT / Ultrasound Remodel / Construction	2,200,000
Strategic Capital Total	$ 5,200,000

St John's HEALTH