

RANGELY DISTRICT HOSPITAL
BOARD OF DIRECTORS MEETING
May 25th , 2017

BOARD MEMBERS PRESENT

John Payne, Chairman
Jason Kurrasch, Vice Chairman
Nathaniel Polley, Secretary/Treasurer
Marques L Jones, Director
Michelle Huber, Director

OTHERS PRESENT

Nick Goshe III, CEO
James Dillon, CFO
Bernie Rice, CCO
Sharma Vaughn, CNO
Abigail R Urish MD, COS (arrived at 6:12pm)
Cynthia Stults, Executive Assistant

I. WELCOME/CALL TO ORDER

A quorum being present, this regular meeting of the Rangely Hospital District Board of Directors was called to order at 6:00p.m. by John Payne, Chairman of the Board.

II. APPROVAL OF MINUTES

A. Minutes of the Rangely District Hospital Board of Director's meeting dated April 27, 2017 were presented for review. A motion was made and seconded to accept the meeting minutes as presented. The motion carried unanimously. **ACTION/TAKEN/CLOSED)**

III. PUBLIC FORUM

A. Correspondence:

- a. New Eden sent a thank you for the Board's support in purchasing the car seats for new expectant mothers in Rangely.
- b. Debbie Smith also sent a thank you to the Board for their support with the donation for the 4-H program.

B. General Public: No one from the general public was present.

IV. MEDICAL STAFF REPORT

A. Med Staff was cancelled this month due to lack of Quorum. There is no report to review.

V. COMPLIANCE REPORT

A. **EMR Update:** EMR is going good we are still looking at having Athena do HH, LTC, and Eagle Crest. We will be talking with CommonD this Monday on separation from Meditech strategies. Our go live date for Athena is August 22 we will be discussing the amount of overlap in the two systems. All else seems to be going in our direction.

VI. FINANCIAL REPORTS

A. **Presentation of April's Financial Report:** The state legislature recently moved the HPF fund to the enterprise fund and away from TABOR funds which should mean that hospital funding levels will return to their previous amounts. This means that RDH should receive about \$1,500,000 instead of the \$930,000 we were expecting for the year. That \$1.5MM level of funding should continue annually at least until the program is altered. Note, the state hasn't given us any numbers and we will not know for sure until the July/August time frame. As mentioned in a previous meeting, ADP did not withhold income taxes from employee pension loan payments. For the four years prior to 2016 (2012-2015) RDH is required to make the payments for any income taxes due that should have been withheld. Those amounted to the following: Federal \$60,809 and State \$14,268 for a total of \$85,077. With the discontinuance of Ultrasound we had to pay off the remaining lease in the amount of \$66,395. By offering to send the machine back early; we did receive a discount of about \$4,000. Neither of these things, which total \$141,471, were anticipated in the 2017 budget. Stats are mixed and remain relatively flat. Revenue is 5% better than budget and 2% better than last year. Gross profit is 4% better than last year and 6% better than budget. Total Expenses are 7% more than budget but 2% less than last year. If exclude the income tax payment and ultrasound lease cancellation mentioned above, expenses would be 2% more than budget and 6% less than last year. Payroll expense is 7% above budget but 2% less than last year. Year to date Net Income is (\$9,173) which is less than the budgeted amount of \$137,604 but better than last year which was (\$128,594). Of the difference, \$66,395 is due to the ultrasound lease payoff and \$85,077 is from the prior year's tax payments. Cash balances are as expected. The check register for April was reviewed. A motion was made and seconded to accept the April 2017 Financial Report as presented. The motion carried unanimously. **(ACTION TAKEN/CLOSED)**

VII. OLD BUSINESS

A. No old business was presented.

VIII. NEW BUSINESS

- A. **SB17-2678:** SB17-267 has passed which relieves some of the pressure for this year. By August we should find out what our amounts will be for next year and there may be some make up for this year even. This is very good news and what we went to the capital to testify for.

That being said, now we turn to how Medicaid will be managed at the federal level going there is a lot of uncertainty with this. The Western Healthcare Alliance and the Colorado Hospital Association are telling their members to be conservative in budgeting next year which I have never heard them say before.

At some point this summer, once we get a little more information, we need to do an updated cash flow analysis and some updated strategic planning around the cash forecasting. We are watching this closely and will continue to do so.

IX. BUSINESS FROM THE FLOOR

- A. No business from the floor was presented.

X. EXECUTIVE SESSION

- A. There was no need for an executive session this evening.

XI. ADJOURNMENT

A motion was made and seconded to adjourn this regular meeting of the Rangely Hospital District Board of Directors at 6:33 p.m. Motion approved. **(ACTION TAKEN/CLOSED)**

Submitted By:

 Nathaniel Polley, Secretary/Treasurer, Board of Directors

Date: _____

 Cynthia Stults, Executive Assistant

Date: _____