

**RANGELY DISTRICT HOSPITAL
BOARD OF DIRECTORS MEETING
June 30, 2016**

BOARD MEMBERS PRESENT

John Payne, Chairman
Jason Kurrasch, Vice Chairman
Nathaniel Polley, Secretary/Treasurer
Marques L Jones, Director
Michelle Huber, Director (*Absent/Excused)

OTHERS PRESENT

Nick Goshe III, CEO
Jim Dillon, CFO
Sharma Vaughn, CNO
Cynthia Stults, Executive Assistant
Peter Brixius, Town of Rangely
Nancy Droste

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. It was noted that Michelle Huber was out of town. Her absence was excused.

II. APPROVAL OF MINUTES

A. Minutes of the Rangely District Hospital Board of Director's meeting dated May 26, 2016 were presented for review. A motion was made and seconded to accept the minutes as corrected. The motion carried unanimously. **ACTION/TAKEN/CLOSED)**

III. PUBLIC FORUM

A. Correspondence: There was no correspondence presented at this time.

B. General Public: Peter Brixius from the Town of Rangely presented his report on the Urban Renewal Authority Project that is currently being discussed for the housing and retail projects for CNCC expansion and future growth. CNCC is expanding its pilot program which is great news for Rangely. They are currently seeking a developer for the housing and retail units.

IV. MEDICAL STAFF REPORT

A. No meeting was held this month due to a lack of Quorum.

V. COMPLIANCE REPORT

- A. There was no report at this meeting as Bernie is out of town on vacation.

VI. FINANCIAL REPORTS

- A. Financial Overview and Budgeting Requirements for new Board Members:** Jim Dillon, CFO presented a Powerpoint presentation to the board members on the requirements of financial overview for a critical access hospital. This presentation is part of a series to inform board members about hospital operations, management, budgeting and projections. Financial operations are compared to budget by management and reviewed by the Board of Directors monthly. Financials are audited annually by an outside auditing firm. Data from the year is used to prepare trends and projections for the next year's budget.
- B. Presentation of May's Financial Report:** Our finished cost report was filed and we have received the \$1.7MM in June. In addition, we received about \$1.2MM of our tax levy in June. As of this writing, the district has about \$5.6MM in non-bond cash and no credit line to pay off. Our annual financial audit is finished in the draft state and we received an unqualified opinion which keeps us in good stead with our bondholders and line of credit. The board members were emailed a copy. We will be presenting the first of our board education presentations on hospital finance this evening. Stats remain better than last year and budget for the clinic and most ancillary departments. Inpatient, Acute and Skilled nursing continue to lag. Revenue is 14% better than budget and 12% better than last year. Gross profit is 2% more than last year and even with budget. Total Expenses are 1% more than budget but 9% less than last year. Payroll expense is 7% above budget but even with last year. Year-to-date Net Income is substantially better than last year and just slightly less than budget. Cash balances are as expected given the slow arrival of taxes this year. In June, we received substantial tax funds as well as the Medicare cost report settlement of \$1.7MM from 2015. Thus, cash balances will show a significant increase for June. The Check Register for May was reviewed. A motion was made and seconded to accept the May 2016 Financial Report as presented. The motion carried unanimously. **(ACTION TAKEN/CLOSED)**

VII. OLD BUSINESS

- A. John discussed with Administration their findings on sponsoring students. The hospital already provides an academic loan to high school grads as well as a loan repayment benefit for our employees. To "sponsor" a student with no guarantee that they will even graduate or come back to Rangely is a huge risk. Our education loan repayment benefit would be the wiser choice.

VIII. NEW BUSINESS

- A. **SDA Training:** The Special District Association is putting on a training session for Healthcare District Boards and Administrators. I have not been to one of their training days before but they are the ones that provide our board member manuals with all the laws so this may be of interest and it is focused on healthcare. The date is August 10th in Lakewood Colorado from 9am until 3:30pm. I have enclosed the brochure if there is interest.

B. Colorado Rural Health Center Feature: The Colorado Rural Health Center selected our clinic to be one of four featured at this year’s Rural Health Clinic Showcase for their Safety Net Clinic Week. Our clinic was selected to be featured this year because our staff and facility have demonstrated how important our facilities are to the communities we serve (their words). They were onsite videoing our staff some patients and community members as well as down town highlighting our town. They will use the video to present to legislatures on the importance of rural healthcare. On August 15th at 2pm, in Denver, we have been invited to join the Colorado Rural Health Center as they present their film to legislatures from the state with a focus on rural healthcare. Unfortunately this will be in Denver but Tammy and I will be attending this function and if any board member is interested in attending that is welcome as well. This could be an opportunity for us to discuss issues facing rural healthcare in our country. We will also get a copy of the video they are making on us and will put it on our website and display in different marketing areas like our clinic waiting room on the TV we installed.

On a side note we were featured, I am sure at least partially, because it is rare for facilities like us to have a new facility, full physician staffing like we have, participating in an Accountable Care Organization (ACO) like we are and having a full functioning EMR like we do. Many rural facilities do not have an EMR yet let alone met meaningful use like we have. So the fact they are showcasing us is an honor and if we get an opportunity to talk to state legislatures about rural healthcare issues we will take it.

C. Employee Picnic: It’s time again for our annual Employee Appreciation BBQ. The Board usually cooks the hotdogs and hamburgers for this event. The date for this event this year will be Thursday, August 11th at 6pm here at the hospital on the patio outside of the cafeteria.

IX. BUSINESS FROM THE FLOOR

A. No Business from the floor was presented at this time.

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 7:49 p.m. Motion approved. **(ACTION TAKEN/CLOSED)**

Submitted By:

Nathaniel Polley, Secretary/Treasurer, Board of Directors

Date: _____

Cynthia Stults, Executive Assistant

Date: _____