

NHCC FINANCE COMMITTEE MEETING

October 5, 2020 at 5:00 p.m.

Via Zoom

MINUTES

Finance Committee Members in Attendance on Zoom:

- John Sardelis, Dr.PH, Chairman of Committee
- Dr. Bobby Kalotee, Board Director
- Jan Figueira, Board Director
- Waylyn Hobbs, Jr., Board Director
- Linda Reed, Board Director

Finance Committee Member Absent:

- Giuseppe Caruso, Board Director

NUMC Attendance in person

- Robert Detor, Chairman NHCC
- Megan Ryan, EVP/General Counsel, NUMC
- Dr. Anthony Boutin, EVP/Interim CEO/CMO, NUMC
- Richard Rank, Director of Finance, NUMC

Others in Attendance via Zoom:

- Carl Dreyer, NIFA
- Jeremy Wise, NIFA

I. Call to Order

Mr. Sardelis called the meeting to order at 5:01 pm.

II. Roll Call

Ms. Ryan advised Mr. Sardelis that he had a quorum to proceed.

III. Approval of Minutes – September 3, 2020

Mr. Sardelis asked for a motion to approve the September 3, 2020 Finance Committee meeting minutes.

Action: Dr. Kalotee made the motion to approve the minutes of the September 3, 2020 Finance Committee meeting. Ms. Figueira seconded it. All were in favor, none opposed or abstained and the motion was unanimously approved.

IV. Finance Director Report

Mr. Sardelis asked Mr. Rank to present his report.

Mr. Rank asked everyone to turn to page 8 of the August 2020 financial statement.

Dr. Kalotee asked Mr. Rank if he could answer a question on page 5 of 18 of the statement before Mr. Rank continued with his presentation. He questioned the term “reclassified” in the second line from the top of the page, and asked if this was in the hospital benefits and if not, why not.

Mr. Rank replied that right now it was being recognized as part of the CARES Act. He said that we have submitted claims to FEMA and if they accept them we will get FEMA funding so it will become FEMA revenue rather than CARES Act revenue and that would benefit us.

Dr. Kalotee thanked Mr. Rank for his explanation.

Dr. Kalotee then asked Mr. Rank a question on page 13 of 18. Mr. Kalotee pointed out that year-to-date we were down 10,028 in our ER. He noted that for the month of August it was only down 1,175. Dr. Kalotee stated that it seems to him that it was better than it was and he would like to compliment Dr. Boutin as well as Ms. Ryan for doing a good job for the hospital. He stated that the almost 50% increase across the Board was not “chump” change, and he congratulated Dr. Boutin and the team.

Dr. Kalotee noted that on page 13 of 18 the case mix index was up. He asked Mr. Rank how much 0.18 was worth. Mr. Rank explained that by being up about 0.18 it was about \$1,900 per discharge. He pointed out that we normally get about \$10,835 on average and that 0.18 equates to about \$1,900 per discharge in addition to the \$10,835 for approximately \$13,000 instead of approximately \$11,000, which totals to approximately \$20 million. Mr. Rank continued with the presentation of his report.

Ms. Figueira asked where the largest vacancy was since salaries and fringe benefits were under budget.

Mr. Rank explained that it was across the board.

There was a discussion of the cash position of the hospital and passing the hospital budget.

Mr. Rank concluded his report.

V. **Motion to Adjourn**

There being no further business to discuss, Dr. Kalotee made a motion to adjourn the meeting, it was seconded by Chairman Deter, and the vote was unanimously approved. The meeting ended at 5:51 pm.

Dated: October 15, 2020



John Sardelis, Dr.PH
Chairman, Finance Committee