

REGULAR MEETING OF THE  
SAN GORGONIO MEMORIAL HOSPITAL  
BOARD OF DIRECTORS

FINANCE COMMITTEE  
Tuesday, August 30, 2022

The regular meeting of the San Gorgonio Memorial Hospital Board of Directors Finance Committee was held on Tuesday, August 30, 2022, in Classroom B, 600 N. Highland Springs Avenue, Banning, California.

Members Present: Susan DiBiasi, Ehren Ngo (Chair), Ron Rader, Steve Rutledge

Members Absent: Daniel Heckathorne (CFO), Siri Welch

Required Staff: Steve Barron (CEO), Pat Brown (CNO/COO), Ariel Whitley (Executive Assistant), Margaret Kammer (Controller), Angela Brady (ED Director), Karan P. Singh (CMO)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
<b>Call To Order</b>	Chair Ngo called the meeting to order at 9:03 am.	
<b>Public Comment</b>	No public present.	
<b>OLD BUSINESS</b>		
<b>Proposed Action - Approve Minutes July 26, 2022, regular meeting</b>	Chair Ngo asked for any changes or corrections to the minutes of the July 26, 2022, regular meeting. There were none.	<b>The minutes of the July 26, 2022, regular meeting will stand correct as presented.</b>
<b>NEW BUSINESS</b>		

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP												
<p><b>Proposed Action – Recommend Approval to Hospital Board of Directors - Monthly Financial Report (Unaudited) – July 2022</b></p>	<p>Steve Barron, CEO, reviewed the Unaudited July 2022 finance report as included in the committee packets.</p> <p>The month of July resulted in negative \$788K EBIDA compared to budgeted EBIDA loss of \$1.26M. Adjustments and items of note include:</p> <ul style="list-style-type: none"> <li>• The July Surgery visits remained high again at 142 plus 23 G.I. procedures.</li> <li>• Emergency Visits were high at 3,548.</li> <li>• Other Income was under budget due to a delay in receipt of the quarterly \$366K HQAF Direct Grant (this should be received in the next few months).</li> <li>• Total Operating Expenses were \$933K below budget due to Salaries, Adjusted Patient Days, Contract Labor, Physician Fees, and Purchased Services.</li> <li>• An Average Aggregated 4.49% rate increase was implemented in July, however, the impact to Net Revenues is nominal.</li> <li>• Non-Operating Contributions included a donation of \$1,384,498 for new CT Scanners.</li> </ul> <p>It was noted that approval is recommended to the Hospital Board.</p> <p><b>ROLL CALL:</b></p> <table border="1" data-bbox="394 1220 1219 1335"> <tr> <td>DiBiasi</td> <td>Yes</td> <td>Ngo</td> <td>Yes</td> </tr> <tr> <td>Rader</td> <td>Yes</td> <td>Rutledge</td> <td>Yes</td> </tr> <tr> <td>Welch</td> <td>Absent</td> <td colspan="2">Motion carried.</td> </tr> </table>	DiBiasi	Yes	Ngo	Yes	Rader	Yes	Rutledge	Yes	Welch	Absent	Motion carried.		<p><b>M.S.C. (Rutledge/DiBiasi), the SGMH Finance Committee voted to recommend approval of the Unaudited July 2022 Financial report to the Hospital Board of Directors.</b></p>
DiBiasi	Yes	Ngo	Yes											
Rader	Yes	Rutledge	Yes											
Welch	Absent	Motion carried.												
<p><b>Proposed Action – Recommend approval to Hospital Board and Healthcare District Board</b></p> <ul style="list-style-type: none"> <li>• <b>Update and Revision to FY 2023 Operating Budget</b></li> </ul>	<p>As a result of the “Bridge Financing” package via the proposed 2022 Revenue Bonds being finalized, the FYE June 30, 2023, Operating Budget has been updated and revised. The incorporated updates can be viewed in Tab C of the committee packet.</p> <p>It was noted that approval is recommended to the Hospital Board.</p> <p><b>ROLL CALL:</b></p> <table border="1" data-bbox="394 1734 1219 1850"> <tr> <td>DiBiasi</td> <td>Yes</td> <td>Ngo</td> <td>Yes</td> </tr> <tr> <td>Rader</td> <td>Yes</td> <td>Rutledge</td> <td>Yes</td> </tr> <tr> <td>Welch</td> <td>Absent</td> <td colspan="2">Motion carried.</td> </tr> </table>	DiBiasi	Yes	Ngo	Yes	Rader	Yes	Rutledge	Yes	Welch	Absent	Motion carried.		<p><b>M.S.C. (Rader/Rutledge), the SGMH Finance Committee voted to recommend approval of the Update and Revision to the FY 2023 Operating Budget to the Hospital Board of Directors and the Healthcare District Board of Directors.</b></p>
DiBiasi	Yes	Ngo	Yes											
Rader	Yes	Rutledge	Yes											
Welch	Absent	Motion carried.												

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
<b>Future Agenda Items</b>	<ul style="list-style-type: none"> <li data-bbox="440 264 919 296">• Audit Partner Review/Discussion</li> </ul>	
<b>Next Meeting</b>	The next regular Finance Committee meeting will be held on September 27, 2022.	
<b>Adjournment</b>	The meeting was adjourned 10:08 am.	

In accordance with The Brown Act, *Section 54957.5*, all reports, and handouts discussed during this Open Session meeting are public records and are available for public inspection. These reports and/or handouts are available for review at the Hospital Administration office located at 600 N. Highland Springs Avenue, Banning, CA 92220 during regular business hours, Monday through Friday, 8:00 am - 4:30 pm.

Minutes respectfully submitted by Ariel Whitley, Executive Assistant