

REGULAR MEETING OF THE
SAN GORGONIO MEMORIAL HOSPITAL
BOARD OF DIRECTORS

FINANCE COMMITTEE
Tuesday, May 31, 2022

The regular meeting of the San Gorgonio Memorial Hospital Board of Directors Finance Committee was held on Tuesday, May 31, 2022. To prevent the spread of COVID-19 (coronavirus), there was no public location for attending this committee meeting in person. Committee members, staff members, and members of the public participated telephonically.

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

Members Absent: None

Required Staff: Steve Barron (CEO), Pat Brown (CNO/COO), Daniel Heckathorne (CFO), Ariel Whitley (Executive Assistant), Margaret Kammer (Controller), Angela Brady (ED Director), John Peleuses (Project Manager), Annah Karam (CHRO), Karan P. Singh (CMO)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Call To Order	Chair Ngo called the meeting to order at 9:03 am.	
Public Comment	Members of the public who wished to comment on any item on the agenda were encouraged to submit comments by emailing publiccomment@sgmh.org prior to this meeting. No public comment emails were received.	
OLD BUSINESS		
Proposed Action - Approve Minutes April 26, 2022, regular meeting	Chair Ngo asked for any changes or corrections to the minutes of the April 26, 2022, regular meeting. There were none.	The minutes of the April 26, 2022, regular meeting will stand correct as presented.
NEW BUSINESS		

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP												
<p>Proposed Action – Recommend approval to Hospital Board Annual Insurance Renewals</p> <ul style="list-style-type: none"> • Professional and General Liability Programs • Property and Casualty Programs 	<p>Dan Heckathorne, CFO, reviewed the Annual Insurance Renewals including the Professional and General Liability and Property and Casualty Programs.</p> <p>Steve then discussed the Earthquake Limits proposal. The proposal was included as a handout and is available if requested.</p> <p>The Committee agreed that the Professional and General Liability Programs coverages and the Property and Casualty Programs coverages are recommended for approval to the Hospital Board as outlined.</p> <p>ROLL CALL:</p> <table border="1" data-bbox="396 768 1222 884"> <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>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table> <p>The Committee then reviewed options to obtain Earthquake insurance coverage. After discussion, it was determined that the Hospital’s budget does not have the funds required for such coverages at this time, and the Committee chose not to recommend the acquisition of earthquake coverages.</p>	DiBiasi	Yes	Ngo	Yes	Rader	Yes	Rutledge	Yes	Welch	Yes	Motion carried.		<p>M.S.C. (Rader/DiBiasi), the SGMH Finance Committee voted to recommend approval of the Annual Insurance Renewals to the Hospital Board of Directors.</p>
DiBiasi	Yes	Ngo	Yes											
Rader	Yes	Rutledge	Yes											
Welch	Yes	Motion carried.												
<p>Proposed Action – Recommend Approval to Hospital Board of Directors - Monthly Financial Report (Unaudited) – April 2022</p>	<p>Daniel Heckathorne, CFO, reviewed the Unaudited April 2022 finance report as included in the board packets.</p> <p>Mr. Heckathorne reported that April had \$1.1M negative EBIDA compared to budgeted EBIDA loss of \$1.24M. The average census remained at March’s levels, but surgery cases continued to stay high at 150 plus 16 G.I. procedures. Other adjustments/unusual items include \$236K AB 915 Supplemental Funding for the 2021 M-Cal O/P cost report.</p> <p>On a YTD basis the EBIDA is -\$3.9M compared to the budgeted -\$6.49M. Overall Expenses were \$314K under budget while Overall Operating Revenues are \$2.9M better than budget.</p> <p>It was noted that approval is recommended to the Hospital Board.</p> <p>ROLL CALL:</p> <table border="1" data-bbox="396 1766 1222 1881"> <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>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	DiBiasi	Yes	Ngo	Yes	Rader	Yes	Rutledge	Yes	Welch	Yes	Motion carried.		<p>M.S.C. (Rutledge/Welch), the SGMH Finance Committee voted to recommend approval of the Unaudited April 2022 Financial report to the Hospital Board of Directors.</p>
DiBiasi	Yes	Ngo	Yes											
Rader	Yes	Rutledge	Yes											
Welch	Yes	Motion carried.												

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Future Agenda Items	None.	
Next Meeting	The next regular Finance Committee meeting will be held on June 28, 2022.	
Adjournment	The meeting was adjourned 10:13 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