MINUTES: Approved by Committee on June 30, 2026

REGULAR MEETING OF THE
SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT
BOARD OF DIRECTORS

FINANCE COMMITTEE
May 26, 2026

The regular meeting of the San Gorgonio Memorial Healthcare District Board of Directors Finance Committee was held on Tuesday, May 26, 2026, in the Administration Boardroom, 600 N. Highland Springs Avenue, Banning, California.

Members Present: Pat Brown, Susan DiBiasi, Ron Rader (C)

Excused: None

Required Staff: Michele Finney (CEO), Angie Brady (CNE), Daniel Heckathorne (Executive Director of Finance), John Peleuses (VP, Ancillary & Support Services), Ariel Whitley (Executive Assistant), Annah Karam (CHRO), Ryan Marshall (CFO)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Call To Order	Ron Rader called the meeting to order at 2:31 pm.	
Public Comment	No public comment.	
OLD BUSINESS		
Proposed Action - Approve Minutes **April 28, 2026, regular meeting**	Ron Rader asked for any changes or corrections to the minutes of the April 28, 2026, regular meeting. There were none.	**The minutes of the April 28, 2026, regular meeting will stand correct as presented.**
NEW BUSINESS		
CEO Report	No formal report.	
Proposed Action – Recommend Approval to the Healthcare District Board of Directors - Monthly Financial Report (Unaudited) – April 2026	Ryan Marshall, CFO, reviewed the Unaudited April 2026 Finance Report. Items of note included: • Inpatient Days and Adjusted Patient Days were significantly over budget. • Observation Count, Surgeries, and Deliveries, were notably under budget. • April's statement included $174,227 of Supplemental Funding revenues. The financials show ongoing pressure with losses continuing but with	**M.S.C. (Brown/DiBiasi), the SGMHD Finance Committee voted to recommend approval of the Unaudited April 2026 Financial Report to the Healthcare District Board of Directors.**

<table>
<tr><th>AGENDA ITEM</th><th>DISCUSSION</th><th>ACTION / FOLLOW-UP</th></tr>
<tr><td></td><td>clear volume strengths and targeted savings to improve the outlook.

ROLL CALL:

<table><tr><td>Brown</td><td>Yes</td><td>DiBiasi</td><td>Yes</td></tr><tr><td>Rader</td><td>Yes</td><td colspan="2">Motion carried.</td></tr></table></td><td></td></tr>
<tr><td>Proposed Action – Recommend Approval to the Healthcare District Board of Directors – Annual Liability Insurance Renewals with BETA</td><td>The Annual Insurance Renewals include:
• Professional and General Liability
• Directors and Officers Liability
• Employment Practices Liability
• Auto Liability
• Workers' Compensation

ROLL CALL:

<table><tr><td>Brown</td><td>Yes</td><td>DiBiasi</td><td>Yes</td></tr><tr><td>Rader</td><td>Yes</td><td colspan="2">Motion carried.</td></tr></table></td><td>M.S.C. (DiBiasi/Brown), the SGMHD Finance Committee voted to recommend approval of the Annual Liability Insurance Renewals with BETA to the Healthcare District Board of Directors</td></tr>
<tr><td>Proposed Action – Recommend Approval to the Healthcare District Board of Directors – Annual Insurance Renewals – Property and Casualty Programs</td><td>Property and Casualty Programs include:
• All Risk Property Coverage including Business Interruption Coverage, Flood Coverage (Earthquake Coverage excluded)
• Boiler and Machinery
• Pollution
• Cyber, Excess Cyber
• Cyber Boost
• Deadly Weapon
• Crime
• Foundation Crime
• Fiduciary Liability (renewed January 2026 for $5,428)
• Underground Storage Tanks Pollution (renewed March 2026 for $1,269)

ROLL CALL:

<table><tr><td>Brown</td><td>Yes</td><td>DiBiasi</td><td>Yes</td></tr><tr><td>Rader</td><td>Yes</td><td colspan="2">Motion carried.</td></tr></table></td><td>M.S.C. (Brown/DiBiasi), the SGMHD Finance Committee voted to recommend approval of the Annual Insurance Renewals - Property and Casualty Programs to the Healthcare District Board of Directors</td></tr>
<tr><td>Future Agenda Items</td><td>• FYE 27 Operating and Capital Budget</td><td></td></tr>
<tr><td>Next Meeting</td><td>The next regular Finance Committee meeting will be held on June 30, 2026 @ 2:30 pm.</td><td></td></tr>
<tr><td>Adjournment</td><td>The meeting was adjourned at 3:35 pm.</td><td></td></tr>
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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