

REGULAR MEETING OF THE
SAN GORGONIO MEMORIAL HOSPITAL
BOARD OF DIRECTORS

FINANCE COMMITTEE
Tuesday, January 31, 2023

The regular meeting of the San Gorgonio Memorial Hospital Board of Directors Finance Committee was held on Tuesday, January 31, 2023, in Classroom B, 600 N. Highland Springs Avenue, Banning, California.

Members Present: Susan DiBiasi, Ron Rader, Steve Rutledge, Dennis Tankersley

Members Absent: None

Required Staff: Steve Barron (CEO), Pat Brown (CNO/COO), Daniel Heckathorne (CFO), Ariel Whitley (Executive Assistant), Karan P. Singh, MD (CMO), John Peleuses (Project Manager)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Call To Order	Susan DiBiasi called the meeting to order at 9:00 am.	
Public Comment	No public present.	
OLD BUSINESS		
Proposed Action - Approve Minutes December 27, 2022, regular meeting	Susan DiBiasi asked for any changes or corrections to the minutes of the December 27, 2022, regular meeting. There were none.	The minutes of the December 27, 2022, regular meeting will stand correct as presented.
NEW BUSINESS		

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP								
<p>Proposed Action – Recommend Approval to Hospital Board and Healthcare District Board of Professional Services Agreement with Walter P. Moore to constitute critical and mandatory steps toward obtaining seismic compliance beyond 2030.</p>	<p>Balram Gupta with Walter P. Moore gave a presentation that detailed the importance of engaging in structural engineering professional services for seismic compliance.</p> <p>San Geronio Memorial Healthcare District and Hospital are mandated by the State of California to submit a plan for mitigation of potential damage from a major earthquake by January 1st, 2024. The scope of services covers NPC-3 Evaluation of NPC-2 Buildings.</p> <p>ROLL CALL:</p> <table border="1" data-bbox="386 659 1214 730"> <tr> <td>DiBiasi</td> <td>Yes</td> <td>Rader</td> <td>Yes</td> </tr> <tr> <td>Rutledge</td> <td>Yes</td> <td>Tankersley</td> <td>Yes</td> </tr> </table> <p>Motion carried.</p>	DiBiasi	Yes	Rader	Yes	Rutledge	Yes	Tankersley	Yes	<p>M.S.C. (Rader/Rutledge), the SGMH Finance Committee voted to recommend approval of a Professional Services Agreement with Walter P. Moore to constitute critical and mandatory steps toward obtaining seismic compliance beyond 2030 to the Hospital Board and Healthcare District Board.</p>
DiBiasi	Yes	Rader	Yes							
Rutledge	Yes	Tankersley	Yes							
<p>Proposed Action – Recommend Approval to Hospital Board of Directors - Monthly Financial Report (Unaudited) – December 2022</p>	<p>Daniel Heckathorne, CFO, reviewed the Unaudited December 2022 finance report as included in the committee packets.</p> <p>The month of December resulted in negative \$747K EBIDA compared to budgeted EBIDA loss of \$1.365M. Adjustments and items of note include:</p> <ul style="list-style-type: none"> • The December Patient Days were the highest month for this fiscal year. • Salaries, Benefits, and Contract Labor were over budget by \$114K, which was impacted by \$512K plus benefits, offset by 238K from the State Covid “Matching” Recognition program. • An accrual of \$900K was recorded to Non-Patient Revenues Grant Income for recently earned IEHP Pay for Performance Incentive Earnings. • A YTD software lease adjustment of \$139,377 was re-classed from Purchased Services Expense to Amortization and Interest Expenses and reflected in December’s monthly operations. <p>It was noted that approval is recommended to the Hospital Board.</p> <p>ROLL CALL:</p> <table border="1" data-bbox="386 1640 1214 1711"> <tr> <td>DiBiasi</td> <td>Yes</td> <td>Rader</td> <td>Yes</td> </tr> <tr> <td>Rutledge</td> <td>Yes</td> <td>Tankersley</td> <td>Yes</td> </tr> </table> <p>Motion carried.</p>	DiBiasi	Yes	Rader	Yes	Rutledge	Yes	Tankersley	Yes	<p>M.S.C. (Tankersley/Rader), the SGMH Finance Committee voted to recommend approval of the Unaudited December 2022 Financial report to the Hospital Board of Directors.</p>
DiBiasi	Yes	Rader	Yes							
Rutledge	Yes	Tankersley	Yes							

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Informational Report – Robotics DaVinci Surgical Program 9-Months Ended December 31, 2022	Dan Heckathorne, CFO, gave a summary of the Robotics DaVinci Surgical Program activities for 9 months ended December 31, 2022.	
Future Agenda Items	<ul style="list-style-type: none"> • Decision Support Software RFP’s • Update on Altera Upgrade • Audit Partners 	
Next Meeting	The next regular Finance Committee meeting will be held on February 28, 2023 @ 9:00 am.	
Adjournment	The meeting was adjourned 10:23 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