

**MEDINA COUNTY HOSPITAL DISTRICT  
FINANCE COMMITTEE MEETING  
May 23, 2022  
Minutes**

**PRESENT:** Dr. Carlton "Corky" Young, Chairman  
Tim Hardt, Director  
William "Bill" Bain, Director  
Tony Johnson, Director  
  
Janice Simons, CEO  
Kevin Frosch, CFO  
Billie Bell, CNO  
Randi Davis, Executive Administrative Assistant  
Marc Strode, Methodist Healthcare System

**ABSENT:** None

1. **CALL TO ORDER** Dr. Young called the meeting of the Finance Committee of the Medina County Hospital District to order at 5:00 p.m. He stated for the record that the
2. **QUORUM CHECK** Committee has four members present, representing a quorum.

3. **PUBLIC COMMENT:** There were no members of the public present.

4. **MINUTES**

- A. Regular Meeting of April 25, 2022

**MOTION**

Mr. Hardt made a motion to approve the Finance Committee Minutes of April 25, 2022 as presented in the packet. Mr. Bain seconded.

**VOTE**

The motion passed unanimously.

5. **REVIEW APRIL FINANCIALS**

There was discussion regarding the financial report for April, as presented in the board packet.

Dr. Young noted that the financials for this month were fairly positive, and asked Kevin to proceed with the Financial Report for April.

- A. Summary  
B. Financial Summary  
C. Income Statement  
D. Balance Sheet  
E. Cash Flow /Reconciliation

Mr. Frosch reviewed the April financial statement.

Mr. Frosch stated that the Gross Revenue was 1.4% above budget for the month, and 3.5% above budget on a YTD basis. The Net Revenue for the month was 3.3% above budget and is 11.5% above budget for the YTD. Expenses were 7.2% above expected levels for the period and are 2.8% above YTD. Mr. Frosch noted that Net Income and EBIDA both finished ahead of budget for the month and remain well ahead of budget on a YTD basis. Nursing Home Revenue was \$335K above budget

for the period, as the QIPP quarterly adjustment was above expected levels. 340B revenue was \$115K below budget for the month and \$506K below for the year. Unfortunately, this trend is expected to continue for the remainder of the fiscal year.

Mr. Frosch reviewed the April volumes. Admits were below budget by 9. Patient days were below expectations by 91 days, swingbed days were down by 64, outpatient visits were above expected levels by 659 visits, and RHC visits were above budget by 642 visits for the April reporting period. Emergency Department visits were up by a total of 100 visits, surgeries were down by 6 for the month, and births were down 1 from the expected levels. Mr. Frosch noted that this was a good month in terms of endoscopies. There was discussion regarding declining trends in patient days and swingbed days. Ms. Simons and Mr. Frosch explained that these trends were seen across the region and are not exclusive to Medina Regional Hospital. They also noted that they have reviewed admission trends from the ER and meet with the Medical Director regularly. MRH administration continues to monitor general variances from industry trends and address specific opportunities that arise with VEA. Additionally, filling the Rural Patient Navigator position through Methodist will increase the swingbed patients sent to the hospital.

Mr. Frosch proceeded with the Revenue/Net Revenue portion of the April Financial Report. As previously mentioned, the net revenue for the month was 3.3% above budget for the month. Cash collections were strong for the period. The deductions as a percent of gross revenue line item was 2.6% below the expected level for the period and remain at 4.6% below expectations for the year. 340B revenue came in at \$115K below budget. Dr. Young asked if administration was considering amending the budget due to the decline of the 340B program. Mr. Frosch noted that his professional recommendation is to not amend the budget and leave as is.

Mr. Frosch moved to the Expenses report for April. Total Operating Expenses were above budget by 7.2% for the month and are 2.8% above budget for the year. The Salaries line item remained below budget due to several remaining employee position openings. The Agency Staffing line item for April was \$172K above expected levels due to high agency rates and high Medina Regional Hospital usage. The Employee Benefits line item was \$73K above budget in the period, bringing the YTD total much more in-line with the budget. The Maintenance and Repairs line item was \$31K above budget due to sewer line repairs in the administration building and HVAC system repairs in the hospital.

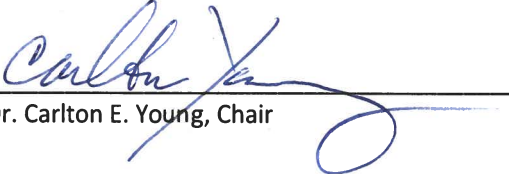
Mr. Frosch reviewed the ongoing action items, as well as accomplishments since the last reporting period. The Hospital received a letter from the state regarding the Price Transparency guidelines, specifically requesting website locations of MRH pricing information. MRH reviewed the files to ensure compliance and provided the requested information. Additionally, the QIPP, CHIRP, and RAPPS program filings are underway with HHSC.

**F. OTHER REPORTS**

- A. Aged Trial Balance
- B. Accounts Payable Aging
- C. Rural Health Clinic Schedules
- D. Key Indicators and Scorecard
- E. Investments
- F. Debts & Cash Review and Analysis: MRH Debt & Cash Review report was presented and reviewed.

**6. ADJOURNMENT**

There being no further business to come before the Finance Committee, the meeting was adjourned at 5:55 p.m.



Dr. Carlton E. Young, Chair

