



AGENDA

**REGULAR MEETING OF THE FINANCE COMMITTEE
A COMMITTEE OF THE BOARD OF DIRECTORS**

**Tuesday, December 17, 2024
9:00 AM**

**Administration Boardroom
600 N. Highland Springs Avenue, Banning, CA 92220**

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Administration Office at (951) 769-2101. **Notification 48 hours prior to the meeting** will enable the Hospital to make reasonable arrangement to ensure accessibility to this meeting. [28 CFR 35.02-35.104 ADA Title II].

TAB

I. Call to Order S. DiBiasi

II. Public Comment

A five-minute limitation shall apply to each member of the public who wishes to address the Finance Committee of the Hospital Board of Directors on any matter under the subject jurisdiction of the Committee. A thirty-minute time limit is placed on this section. No member of the public shall be permitted to “share” his/her five minutes with any other member of the public. (Usually, any items received under this heading are referred to staff for future study, research, completion and/or future Committee Action.) (PLEASE STATE YOUR NAME AND ADDRESS FOR THE RECORD.)

On behalf of the San Gorgonio Memorial Hospital Board of Directors, we want you to know that the Board/Committee acknowledges the comments or concerns that you direct to this Committee. While the Board/Committee may wish to occasionally respond immediately to questions or comments if appropriate, they often will instruct the CEO, or other Administrative Executive personnel, to do further research and report back to the Board/Committee prior to responding to any issues raised. If you have specific questions, you will receive a response either at the meeting or shortly thereafter. The Board/Committee wants to ensure that it is fully informed before responding, and so if your questions are not addressed during the meeting, this does not indicate a lack of interest on the Board/Committee’s part; a response will be forthcoming.

OLD BUSINESS

III. * **Proposed Action – Approval of Minutes** S. DiBiasi

- November 26, 2024, regular meeting

A

TAB A

REGULAR MEETING OF THE
SAN GORGONIO MEMORIAL HOSPITAL
BOARD OF DIRECTORS

FINANCE COMMITTEE
November 26, 2024

The regular meeting of the San Gorgonio Memorial Hospital Board of Directors Finance Committee was held on Tuesday, November 26, 2024, in the Administration Boardroom, 600 N. Highland Springs Avenue, Banning, California.

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

Members Absent: Darrell Petersen

Required Staff: Steve Barron (CEO), Daniel Heckathorne (CFO), John Peleuses (VP, Ancillary & Support Services), Lani Webb (Administrative Assistant), Annah Karam (CHRO)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP								
Call To Order	Susan DiBiasi called the meeting to order at 9:04 am.									
Public Comment	No public present.									
OLD BUSINESS										
Proposed Action - Approve Minutes October 29, 2024, regular meeting	Susan DiBiasi asked for any changes or corrections to the minutes of the October 29, 2024, regular meeting. There were none.	The minutes of the October 29, 2024, regular meeting will stand correct as presented.								
NEW BUSINESS										
Proposed Action – Recommend Approval to Hospital Board of Directors - Monthly Financial Report (Unaudited) – October 2024	<p>Daniel Heckathorne, CFO, reviewed the Unaudited October 2024 finance report as informational.</p> <p>The month of October resulted in...</p> <p>ROLL CALL:</p> <table border="1" style="margin-left: auto; margin-right: auto; border-collapse: collapse;"> <tr> <td style="padding: 2px;">DiBiasi</td> <td style="padding: 2px;">Yes</td> <td style="padding: 2px;">Petersen</td> <td style="padding: 2px;">Absent</td> </tr> <tr> <td style="padding: 2px;">Rader</td> <td style="padding: 2px;">Yes</td> <td style="padding: 2px;">Rutledge</td> <td style="padding: 2px;">Yes</td> </tr> </table> <p>Motion carried.</p>	DiBiasi	Yes	Petersen	Absent	Rader	Yes	Rutledge	Yes	M.S.C. (Rader/Rutledge), the SGMH Finance Committee voted to recommend approval of the Unaudited October 2024 Financial report to the Hospital Board of Directors.
DiBiasi	Yes	Petersen	Absent							
Rader	Yes	Rutledge	Yes							
Proposed Action – Recommend Approval to Hospital Board and Healthcare District Board – FYE 24 Financial Audit	The FYE 24 Audit will be presented to the full board at the December 3, 2024, meeting. A discussion was held but no action was taken at this time.									

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Future Agenda Items	<ul style="list-style-type: none"> • Committee Appointments 	
Next Meeting	The next regular Finance Committee meeting will be held on December 17, 2024 @ 9:00 am.	
Adjournment	The meeting was adjourned at 10:00 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

TAB B

San Gorgonio Memorial Health Care District and San Gorgonio Memorial Hospital

To: Finance Committee, Board of Directors, and District Board

Agenda Item for December 17, 2024 Finance Committee and January 7, 2025 Board Meetings

Subject:

Renewal of 2025 Annual Dues for the District Hospital Leadership Forum (DHLF)

San Gorgonio Memorial Healthcare District & Hospital have been members of the DHLF for many years. The DHLF is the group which formally oversees the overall guidance and planning for all matters related to Supplemental Funding on behalf of California Healthcare Districts. DHLF also coordinates their efforts with numerous California agencies (including CHA) in areas that impact the Healthcare Districts.

A summary of the Supplemental Funding programs is attached. These programs have procured over \$501M for District/Municipal Hospitals since 2010. As you will recall, San Gorgonio is expected to receive in excess of \$20M of Supplemental Funding in the current FY 2025.

The DHLF has regular Board Meetings and weekly CFO meetings, both of which are very helpful to the CEO and CFO in planning, forecasting, and budgeting for SGMHD's Supplemental Funding.

Recommended Action: To approve the 2025 membership dues of \$86,318.76 as outlined.

Copies of the supporting documents are included in the packet.



**DISTRICT HOSPITAL
LEADERSHIP FORUM**

950 Glenn Drive
Suite 250
Folsom, CA 95630
(916) 673-2020
www.cadhlhf.org

December 4, 2024

Mr. Dan Heckathorne
Chief Financial Officer
San Geronio Memorial Hospital
600 North Highland Springs Avenue
Banning, CA 92220

Dear Mr. Heckathorne,

Enclosed is the invoice for San Geronio Memorial Hospital 2025 annual membership to the District Hospital Leadership Forum (DHLF), along with a Value Statement. The 2025 dues were approved at the November 7th DHLF board of directors meeting.

The annual dues are calculated as 0.47% of the net benefit from the supplemental funds received by the hospital in 2024 from the programs and advocacy initiatives championed by the DHLF. Such programs include the supplemental revenues received from Assembly Bill 113, Hospital Quality Assurance Fee, Medi-Cal Rate Range, and Quality Incentive Pool (QIP). The Value Statement provides a historical illustration of the benefit by program that the DHLF has helped to generate for its members.

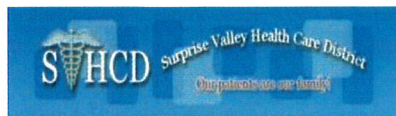
We look forward to continuing this advocacy for your hospital in 2025 and searching for new ways to add value to our members. If you have any questions, please feel free to reach out to us for assistance.

Thank You,

Ryan Witz
Executive Director
District Hospital Leadership Forum



DISTRICT HOSPITAL LEADERSHIP FORUM



“All for One and One for All”



Oak Valley
Hospital District

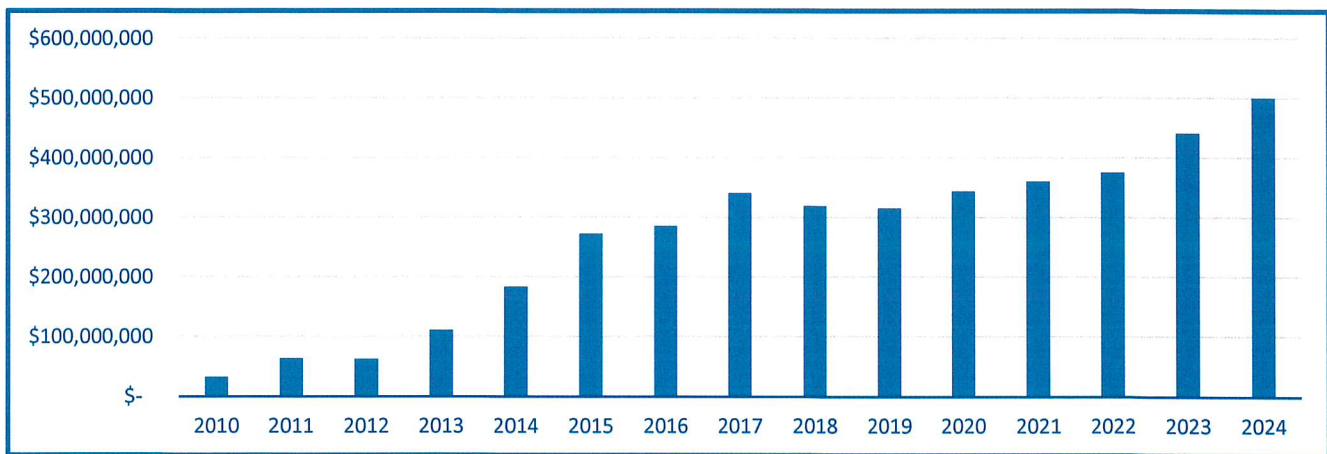




DISTRICT HOSPITAL LEADERSHIP FORUM

2024 DHLF Value Statement: Aggregate Net Supplemental Funding for District/Municipal Hospitals, 2010-2024, Cash Basis

The District Hospital Leadership Forum (DHLF) represents district and municipal hospitals throughout California. The DHLF advocates for district/municipal hospitals to address issues related to Medicare/Medi-Cal programs, and since its inception, has helped promote access to public funding opportunities including the programs identified below.



	AB 113	HQAF	Rate Range	PRIME/QIP	DHDP**	TOTAL
2010		27,000,000	6,000,000			33,000,000
2011	36,000,000	18,000,000	10,000,000			64,000,000
2012	30,000,000	18,000,000	15,000,000			63,000,000
2013	30,000,000	26,000,000	55,000,000			111,000,000
2014	52,000,000	71,000,000	61,000,000			184,000,000
2015	38,000,000	73,000,000	62,000,000	100,000,000		273,000,000
2016	38,000,000	73,000,000	75,000,000	100,000,000		286,000,000
2017	35,000,000	108,000,000	100,000,000	100,000,000		343,000,000
2018	22,000,000	108,000,000	100,000,000	90,000,000		320,000,000
2019	17,000,000	108,000,000	115,000,000	76,500,000		316,500,000
2020	14,350,000	110,000,000	142,946,000	83,275,000		350,571,000
2021	13,170,000	107,600,000	147,420,000	93,250,000		361,440,000
2022	20,301,000	108,400,000	147,420,000	100,000,000		376,121,000
2023	23,840,000	108,480,000	205,810,000	103,930,000	**	442,060,000
2024	44,723,609	123,640,789	236,285,629	96,488,816	**	501,138,843

*Excludes Medi-Cal DSH, AB 915 and DP/NF supplemental payments

**Excludes the District Hospital Directed Payment (DHDP) since the table reflects actual net benefit, based on a cash basis. The DHDP program went into effect for CY 2023 services, but supplemental revenue isn't expected to be distributed to hospitals until CY 2025.



**DISTRICT HOSPITAL
LEADERSHIP FORUM**

950 Glenn Drive
Suite 250
Folsom, CA 95630
(916) 673-2020
www.cadhlhf.org

December 4, 2024

Invoice - L25024

Mr. Dan Heckathorne
Chief Financial Officer
San Geronio Memorial Hospital
600 North Highland Springs Avenue
Banning, CA 92220

Dues for participation in the District Hospital Leadership Forum:

- 2025 Annual Dues for the period January 1, 2025 – December 31, 2025, is: \$86,318.76
- *At the 11/07/2024 DHLF Board of Directors meeting, the Board approved the 2025 DHLF budget, which contained the dues amount for your hospital listed below.*

Amount Due\$86,318.76

Please make check payable to: **District Hospital Leadership Forum**

Mail To:

California Hospital Association
1215 K Street, Suite 700
Sacramento, CA 95814

If you have any questions regarding this invoice or prefer a payment plan, please contact J.P. Marion at jpmarion@scainc.net or 916-673-2020.

The following information is for tax-exempt entities: For calendar year 2024, 990 and Medicare reporting, 19.02% of your consolidated dues are for direct lobbying expenses.