

REGULAR MEETING OF THE
SAN GORGONIO MEMORIAL HOSPITAL
BOARD OF DIRECTORS

FINANCE COMMITTEE
June 25, 2024

The regular meeting of the San Gorgonio Memorial Hospital Board of Directors Finance Committee was held on Tuesday, June 25, 2024, in Classroom B, 600 N. Highland Springs Avenue, Banning, California.

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

Members Absent: None

Required Staff: Steve Barron (CEO), Daniel Heckathorne (CFO), John Peleuses (VP, Ancillary & Support Services), Ariel Whitley (Executive Assistant), Angela Brady (CNE)

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 May 28, 2024, regular meeting	Susan DiBiasi asked for any changes or corrections to the minutes of the May 28, 2024, regular meeting. There were none.	The minutes of the May 28, 2024, regular meeting will stand correct as presented.								
Status of FYE 23 Audit Findings on Internal Controls	Steve Barron, CEO, gave an update on the status of the FYE 23 audit findings on internal controls.									
NEW BUSINESS										
Proposed Action – Recommend Approval to the Executive Committee of the Hospital Board <ul style="list-style-type: none"> • Annual Insurance Renewals: Property and Casualty Programs 	<p>The Annual Insurance Renewals were presented to the committee by Dan Heckathorne, CFO. The Insurance Renewals include:</p> <ul style="list-style-type: none"> • Property and Casualty Programs <p>ROLL CALL:</p> <table border="1" style="margin-left: 20px;"> <tr> <td>DiBiasi</td> <td style="text-align: center;">Yes</td> <td>Petersen</td> <td style="text-align: center;">Yes</td> </tr> <tr> <td>Rader</td> <td style="text-align: center;">Yes</td> <td>Rutledge</td> <td style="text-align: center;">Yes</td> </tr> </table> <p>Motion carried.</p>	DiBiasi	Yes	Petersen	Yes	Rader	Yes	Rutledge	Yes	M.S.C. (Rader/Rutledge), the SGMH Finance Committee voted to recommend approval of the Annual Insurance Renewals: Property and Casualty Programs to the Executive Committee of the Hospital Board.
DiBiasi	Yes	Petersen	Yes							
Rader	Yes	Rutledge	Yes							

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP								
<p>Proposed Action – Recommend Approval to Hospital Board of Directors - Monthly Financial Report (Unaudited) – May 2024</p>	<p>Daniel Heckathorne, CFO, reviewed the Unaudited May 2024 finance report as informational.</p> <p>The month of May resulted in negative \$1.21M EBIDA compared to budgeted negative EBIDA of \$658K and a Flex Budget positive EBIDA of \$1.52M. Overall, Surplus was a negative \$1.52M compared to the budgeted negative \$1.1M.</p> <p>A few adjustments and items of note include:</p> <ul style="list-style-type: none"> • Patient Days, Surgeries, Emergency Visits and Adjusted Patient Days all exceeded budget. • There was \$1.15M of Supplemental Revenues in May including \$421K of unplanned P4P. • The Line of Credit remained at -0- and will be drawn down during the last week of June. <p>ROLL CALL:</p> <table border="1" data-bbox="386 829 1211 898"> <tr> <td>DiBiasi</td> <td>Yes</td> <td>Petersen</td> <td>Yes</td> </tr> <tr> <td>Rader</td> <td>Yes</td> <td>Rutledge</td> <td>Yes</td> </tr> </table> <p>Motion carried.</p>	DiBiasi	Yes	Petersen	Yes	Rader	Yes	Rutledge	Yes	<p>M.S.C. (Petersen/Rader), the SGMH Finance Committee voted to recommend approval of the Unaudited May 2024 Financial report to the Hospital Board of Directors.</p>
DiBiasi	Yes	Petersen	Yes							
Rader	Yes	Rutledge	Yes							
<p>Proposed Action – Recommend Approval to Hospital Board and Healthcare District Board of FYE 2025 Operating and Capital Budgets</p>	<p>Dan Heckathorne, CFO, presented the FYE 2025 Operating and Capital Budgets as it is an annual requirement.</p> <p>ROLL CALL:</p> <table border="1" data-bbox="386 1178 1211 1247"> <tr> <td>DiBiasi</td> <td>Yes</td> <td>Petersen</td> <td>Yes</td> </tr> <tr> <td>Rader</td> <td>Yes</td> <td>Rutledge</td> <td>Yes</td> </tr> </table> <p>Motion carried.</p>	DiBiasi	Yes	Petersen	Yes	Rader	Yes	Rutledge	Yes	<p>M.S.C. (Rutledge/Rader), the SGMH Finance Committee voted to recommend approval of the FYE 2025 Operating and Capital Budgets to the Hospital Board of Directors.</p>
DiBiasi	Yes	Petersen	Yes							
Rader	Yes	Rutledge	Yes							
<p>Future Agenda Items</p>	<ul style="list-style-type: none"> • None 									
<p>Next Meeting</p>	<p>The next regular Finance Committee meeting will be held on July 30, 2024 @ 9:00 am.</p>									
<p>Adjournment</p>	<p>The meeting was adjourned at 11:08 am.</p>									

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