



Finance Committee

August 20, 2024

Hospital Conference Room

Call to Order

Board Treasurer Nancy Lang called the meeting to order at 5:30 pm at the Hammond-Henry Hospital conference room. Board members present were Doug Ford, Kathleen Repass, Dr. Thomas Rizzo, Katie Irwin, Jon Ebert, Nancy Lang, Kim Gehling, Brett Decker and Jeff Belvel. Also present were Dave Smith, CEO; Jodie Criswell, CFO; Heather Charlet, CNO; Wyatt Brieser, VP of Operations, Hazel Butter, VP of Human Resources; Colton Anderson, Clinics Director; Krista Nixon, Quality Director; and Diane Biellier, Director of Admin. Ops. Chip Holmes, Ryan Nestrack and Kris Wolff of Ovation attended remotely. Mark Grywacheski and Scott Stoltenberg from Quad Cities Investments presented.

Quad Cities Investments -

Mark Grywacheski gave an overview of the current hospital investments with Q.C. Investment Group. Mark provided an investment performance analysis summary to the Board. There was discussion regarding the US Federal funds rate and how it reached a 43 year high in June of 2023 and the associated factors. Mark shared his projections regarding these factors, including continued change through 2024-2025. He also addressed questions from the Board.

July Financials -

For the month ended July 31, 2024, Hammond-Henry Hospital recorded a total gain of \$532,201. The budgeted gain was \$185,553. The operating loss totaled \$142,124 versus a budgeted gain of \$29,578. Inpatient discharges and patient days were below budget. Gross inpatient revenue was \$236,022 below budget. July outpatient volumes increased over June volumes though were below budget. Gross outpatient revenue was \$43,304 below budget. Clinic volumes were below budget across all locations and had a gross revenue variance from budget of \$714,038. Deductions from revenue were 61.9% of gross revenues. The budget was 62.9%. Total expenses were \$28,060 below budget with negative variances in supplies, salaries, benefits, and contract labor. Gross patient revenue totaled \$12,289,212 for the month. This was \$974,038 below budget.

Additional Updates -

Jodie referred to the packet schedule outlining the reclass entries made to May 2024 financials to reflect new information, late charges and accrual reconciliations.

An update regarding Change Healthcare was provided. Change has requested repayment of the \$460,000 they provided the hospital during the cyberattack and this payment will be reflected in the August check register. Letters to those patients whose information was compromised have been sent out.

Wipfli may be doing some additional testing and confirmations regarding the hospital revenue cycle. Jodie provided some education to the board on regular initiatives that ensure oversight of the fiscal process and help identify any opportunities for improvement. These are the biannual coding audits from an external agency, monthly checks completed in house and a revenue cycle review which usually occurs every 4-6 years. The Board asked clarifying questions.

Adjournment

A motion was made: To close the finance committee meeting at 6:02 p.m. With a second, the **motion passed.**

Respectfully Submitted by,

Diane Biellier
Director, Administrative Operations



**Board of Directors' Meeting of
Tuesday, August 20, 2024**

Call to Order

Board Chair Doug Ford called the meeting to order at 6:00 pm at the Hammond-Henry Hospital conference room. Board members present were Doug Ford, Kathleen Repass, Dr. Thomas Rizzo, Katie Irwin, Jon Ebert, Nancy Lang, Kim Gehling, Brett Decker and Jeff Belvel. Also present were: Dave Smith, CEO; Jodie Criswell, CFO; Heather Charlet, CNO; Wyatt Brieser, VP of Operations, Hazel Butter, VP of Human Resources; Colton Anderson, Clinics Director; Krista Nixon, Quality Director; and Diane Biellier, Director of Admin. Ops. Chip Holmes, Ryan Nestrack and Kris Wolff of Ovation attended remotely. Kathy Nelson with the Henry County Board attended as a member of the public.

Doug introduced Kris Wolff from Ovation Healthcare. Chip Holmes and Kris provided some background and introduced her as providing additional support to our account. Kris has a clinical background.

Public Comment:

None

Consent Agenda

Chair Ford referred to the following consent agenda:

- Foundation Board minutes of August 6, 2024
- Executive Committee meeting minutes of August 1, 2024
- Strategic Planning Committee meeting minutes of July 30, 2024
- Quality Council meeting minutes of July 24, 2024
- Board meeting minutes of July 16, 2024
- Closed Session minutes of July 16, 2024
- Finance Committee minutes of July 16, 2024
- Medical Executive Committee minutes of July 9, 2024
- Operations Review

A **motion** was made and seconded: To approve the consent agenda with a minor correction.
The **motion passed.**

Committee Business

Finance Committee

Nancy Lang provided an overview of the Finance Committee meeting, including the July Financials

Jodie Criswell provided education to the Board in relation to the EPIC implementation and an overview of Meditech Revenue Reporting. The EPIC contract was signed August 9, and a projected timeline should be determined soon.

Administrative Reporting

-Hazel Butter, VP of Human Resources, shared the September Shining Star, Jessica Harman of the Colona Clinic.

-Heather Charlet, CNO provided an update on a Long-Term Care resident.

-Colton Anderson shared that John Dooley, who specializes in pain management, has signed a professional services agreement.

-Chip Holmes and Ryan Nestruck presented on behalf of Ovation. The Ovation Leadership retreat has been scheduled for Amelia Island, FL in February of 2025. Further details to follow. Ryan informed the Board that the pre-read packet for the strategic planning retreat is being finalized and will be shared soon.

Board Action

Approval of July Bills

Chair Ford referred to the bills. The total bills for the month of July are \$4,002,537.75. A **motion** was made and seconded: To approve payment of the bills for the month of July in the amount of \$4,002,537.75. On a roll call vote the **motion passed.**

Approval of Kewanee Ultrasound Service Offering

Chair Ford referred to the information on the Kewanee ultrasound service line that was provided in the packet. There were no questions. A **motion** was made and seconded to approve the new Kewanee Ultrasound Service Offering. On a roll call vote the **motion passed.**

Recess to Closed Session

A **motion** was made and seconded to recess to closed session at 6:50 p.m. to 1) to discuss the recruitment, credentialing, discipline or formal peer review of physicians or other health care professionals for a hospital, 2) the appointment, employment, compensation or discipline, perform or dismissal of an employee.

On a roll call vote the **motion passed.**

Reconvene into Regular Session

A **motion** was made and seconded: To reconvene into the regular meeting of the Board at 7:20 p.m. The **motion passed.**

A **motion** was made and seconded: To approve the medical staff appointments and reappointment that was discussed in closed session. All appointments/ reappointments will be effective August 31, 2024. **The motion passed.**

A **motion** was made and seconded: To approve the sending of a letter of contract termination if necessary and as discussed. On a roll call vote the **motion passed 9-0.**

Adjournment

A **motion** was made and seconded: To adjourn the meeting at 7:21 p.m. The **motion passed.**

Respectfully submitted by,
Diane Biellier, Director, Administrative Operations