

Finance Committee
Thursday
February 26, 2026
5:30 pm State Farm

Present: Ron Peters	Kenny Walters		Tammy Gadberry	Bridget Hamm
Debbie Worthington	Chris Trone	CMH Staff	Jason Field	Lori Orr
Emily Sullivan	Dave Hester	Present:	Kristi Hinegardner	Gregg Snyder
Jack Canter	Chad Esther			

I. Call to Order:

The meeting was called to order at 5:38 p.m.

II. Approval of Minutes:

January minutes were presented and approved.

III. Monthly Financial Report:

January financials were reviewed.

January gross revenue was \$5,047,578.77, which is 8.04% under budget. The hospital district had an operational gain of \$2,221.14, and an overall net gain of \$357,346.31 for the month of January. Gross accounts receivable was \$11,953,984, an increase of \$754,988 over previous month. Cash was approximately \$30.5 million at the end of the month of January.

Discussion was had on January financials.

- January was our first month on the self-funded health insurance plan. Health insurance continues to be represented within the Employee Benefits line of the Income Statement, along with other employee benefits expense. Self-funded insurance expense will include paid claims and an actuarial estimate for pending claims incurred. Gregg Snyder spoke on the monthly meetings he and the HR director are having with the third-party administrator. The HR department also has detailed reporting available.

IV. Other

Tammy Gadberry reported on a project underway driven by a CMS rule change requiring reassignment of benefits for all providers, which impacts claims processing and payments from CMS. The project requires new paperwork to be signed by every provider in order for the hospital district to receive claims payment on professional fees. This will cause a temporary uptick in an AR, but the hospital is able to retroactively bill and collect on these claims after CMS approval is received on a per-provider basis. Tammy estimates AR should begin to reduce around April.

Tammy presented the FY 2027 Capital Budget. The Finance Committee will recommend to Board for acceptance.

Tammy presented the FY 2027 Operating Budget. Two versions were presented. Assumptions include, but are not limited to, a 3% price increase on charges, 2% performance wage increase (correction on budget B, \$111,288 not \$1,112,878), and that all capital items are purchased in the budgeted year. It was noted that the 2% performance increases are based on FY 2026 financials. Consideration was taken for outflow of construction renovation funds. Conservative estimates were included for revenues and interest income. FY 2027 net income is budgeted at a loss of about \$315,000. Moved to Board for approval.

Jason Field presented the following capital budget expenditure requests:

- Electromek servers refresh: The Finance Committee will recommend the purchase, not to exceed \$67,000. Moved to Board for approval.
- QuidelOrtho Chemistry Analyzer: The Finance Committee will recommend the purchase, not to exceed \$223,000. Moved to Board for approval.
- Rater 8 Reputation Management platform: This is a HIPAA compliant subscription service with a 3-year contract to include surveys on physicians and location and will give us a presence in online ratings, which we do not have today. The Finance Committee will recommend the expense, not to exceed \$60,000. Moved to Board for approval.

V. **Adjournment**

Having no other business to discuss, the committee adjourned at 6:10 p.m.