

Finance Committee  
Thursday  
January 23, 2020

Present:      Debbie Worthington      Gregg Snyder      Also Present:      John Kessler  
                 Joann Billingsley      Ron Peters                                      Tammy Gadberry  
                 Kenny Walters      Rick Boyd                                      Leah Wilson  
                 Dave Hester      Joe Redshaw                                      Janelle Smith

**I.      Call to Order**

The meeting was called to order at 5:30 p.m.

**II.     Approval of Minutes**

The committee reviewed and approved the minutes from the regular meeting of December 5, 2019.

**III.    Monthly Financial Reports**

For November financials, the gross operating revenue for the month was \$2,654,843 which was \$472,760 under budget. The net operating revenue was \$1,512,459 for the month. Operating expenses were \$1,735,453 for the month. The operating loss for the month was \$222,995. The net profit for the month was \$567,853. The operating loss for the year was \$908,451 and the net profit for the year was \$539,531.

Cash was down \$1,700 from October. Net accounts receivable was down \$193,000 from October. Accounts payable was up \$253,000 from October. Accrued expenses were up \$11,000 from October.

For December financials, the gross operating revenue for the month was \$2,989,319 which was \$212,594 under budget. The net operating revenue was \$1,978,412 for the month. Operating expenses were \$1,779,549 for the month. The operating profit for the month was \$198,863. The net profit for the month was \$294,142. The operating loss for the year was \$709,587 and the net profit for the year was \$833,673.

Cash was up \$131,000 from November. Net accounts receivable was down \$50,000 from November. Accounts payable was down \$180,000 from November. Accrued expenses were down \$8,500 from November.

Greg discussed looking at the Dashboards and make sure we are being more realistic with our goals. Tammy did state they haven't changed the goals for 2 years, but would be reevaluating the goals. She stated she will look to see if the IL CAH average has changed.

**IV.    Budget Presentation**

Tammy presented the FY2021 Proposed Budget. It was discussed to not ask for a 3% increase due to charge master changes in progress. With the proposed changes in the charge master, there is a potential of \$3.5 million in 5 months if we increase every charge to our peer groups average. Tammy stated they are looking at just changing the higher volume charges right now. Tammy is going to work on updating the budget with the potential change in charges. As HIM is still behind, this is affecting the charges and revenues in the budget and being able to budget accurately.

**V. Other**

Tammy prepared a spreadsheet for the Gardens per Kenny's request. The spreadsheet shows the revenue, expenses and hospital expenses for the gardens, including the cost report reimbursement loss. The cost report reimbursement loss took place when we became a CAH.

Tammy discussed the HIM is still behind on coding and charging. She stated she told Carrie all charges/coding needs to be in by 2/29/2020. Carrie was going to be reaching out to ICAHN to get more help/hours.

Tammy discussed the Fair Debt Collection Act. This act bill is in the federal court system and if this passes, this will mean we will have to wait a year after payment is received from the consumer, to report to a collection agency.

Tammy discussed starting 1/2021 the Medicare/Medicaid dual eligibility will fall under a MCO Plan, which will mean we won't be able to claim any of these on the cost report.

**VI. Adjournment**

Having no further business to discuss, the committee adjourned at 6:25 p.m.