

**EASTERN PLUMAS HEALTH CARE DISTRICT
MEETING OF THE STANDING FINANCE COMMITTEE
OF THE BOARD OF DIRECTORS
MINUTES
Thursday, May 28, 2020 at 8:30 a.m.**

1. Call to Order

Meeting was called to order at 8:31 a.m.

2. Roll Call

Present: Paul Swanson, M.D.; Harvey West

Staff in attendance: Doug McCoy, CEO; Jayne O’Flanagan, Acting CEO; Katherine Pairish, CFO; Jessica Folchi Executive Assistant

Absent: None

3. Consent Calendar

The consent calendar was approved as submitted.

4. Board Comments

No comment was received.

5. Public Comments

No comment was received.

6. CFO Report

Report of April Financials

Summary: Our gross patient revenue was under budget for the month of April, 2020 by \$1,020,026. When compared to March, 2020, gross revenue was down by \$833,827 or 28%. We can attribute this decrease to COVID-19. For the month of April, 2020 Inpatient Revenue was under budget by \$71,811. Outpatient Revenue was under budget by \$710,148 and Clinic Revenue was under budget by \$238,067. Year-to-date gross patient revenue was over budget by \$828,576. We posted a net profit for the month in the amount of \$2,673,342 due to the receipt of \$3,814,192 in IGT’s. Without the IGT’s we would have posted a net loss for the month in the amount of \$1,140,850.

Revenues: Year-to-date total Inpatient Revenue was over budget by \$871,964. Outpatient Revenue was over budget by \$228,598 and Clinic Revenue was under budgeted by \$271,986.

Expenses: Total operating expenses for the ten months ended April 30, 2020 were over budget by \$508,781.

Revenue Cycle: Gross Accounts Receivable ended the month at \$3.7M. Gross Accounts Receivable days at April 30, 2020 were 37. We budgeted 56 and best practice is 55. This reduction in AR days is due to the reduction in Revenue and Accounts Receivable balance.

Balance Sheet: Total Assets at April 30, 2020 were \$24,152,305. Total Current Liabilities were \$6,777,789 -an increase over April 30, 2019 of \$3,128,981 or 85.75%. This increase was due to the posting of funds received for Medicare advance payments in the amount of \$4,633,940 and HHS Stimulus monies on the amount of \$623,666. The HHS Stimulus will most likely be reclassified to revenue, but we are waiting on final rulings on how to organize these funds.

Additional Information: Days cash on hand at April 30, 2020 was 151, This includes \$4,633,940 in Medicare advance payments and \$623,666 for the HHS Stimulus. We will begin paying the Medicare advance payments back in August over 12 months (interest free). Without these funds,

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days cash on hand would be 90, April 30, 2019 days cash on hand was 12. Budgets for the 20/21 fiscal year will be delayed in order to give us more time to assess the effects of COVID-19 on revenues.

Adjournment

Meeting adjourned at 9:10 a.m.

DRAFT