

**EASTERN PLUMAS HEALTH CARE DISTRICT
MEETING OF THE STANDING FINANCE COMMITTEE
OF THE BOARD OF DIRECTORS
MINUTES**

Thursday, September 24, 2020 at 8:30 a.m.

1. Call to Order

Meeting was called to order at 8:32 a.m.

2. Roll Call

Present: Paul Swanson, M.D., Board Member

Staff in attendance: Doug McCoy, CEO; Katherine Pairish, CFO; Jessica Folchi Executive Assistant

Absent: Harvey West, Board Member

3. Consent Calendar

The consent calendar was approved as submitted.

Motion: Dr. Swanson, Seconded by: Katherine Pairish

4. Board Comments

No comment was received.

5. Public Comments

No comment was received.

6. CFO Report

Report of August Financials

Summary:

August, 2020 was another good month. We posted Gross Patient Revenues over budget in the amount of \$222,716. Included in Contractual Adjustments, as an offset, was \$228,645 for SNF rate adjustments. This brought Net Patient Revenues over budget by \$417,176. We posted a net loss in the amount of \$5,733 compared to a budgeted net loss of \$504,396 for a positive variance of \$498,663.

Revenues:

Inpatient Revenue was under budget by \$70,179. Outpatient Revenue was over budget by \$318,733 and Clinic Revenue was under budget by \$25,838.

Expenses:

Total Operating Expenses for August 2020 were under budget by \$11,737.

Salaries and Benefits: Combined Salaries and Benefits were under budget by \$44,836. This is partly due to budgeted employees who have yet to be hired.

Professional Fees: Professional Fees were over budget by \$785.

Repairs & Maintenance: Repairs & Maintenance were over budget by \$3,285.

Supplies: Supplies were under budget by \$13,885.

Purchased Services: Purchased Services were over budget by \$35,571. This included architectural fees and payments to our outside lab for COVID testing.

Depreciation Expense: Depreciation Expense was under budget by \$4,760.

Other Expenses: Other expenses were under budget by \$1,375. These include training, travel, and dues and subscriptions.

Revenue Cycle:

Gross Accounts Receivable ended the month at \$5.1M. Gross Accounts Receivable days at August 31, 2020 were 52. We budgeted 50 and best practice is 55.

Balance Sheet:

Total Assets at August 31, 2020 were \$35,031,521-An increase of \$13,791,911 over last year. As mentioned previously, included in total cash and current liabilities is \$12,520,291 total funding for Medicare Advance Payments, HHS Stimulus, and PPP loan. CMS has not yet started hold back for repayment of the Medicare Advance monies as they have yet to determine the terms regarding interest rates and timing. We will be able to retain some of the HHS stimulus monies and we will be applying for loan forgiveness on the PPP soon.

Additional Information:

We received an additional \$105,700 for HHS Stimulus for SNF COVID testing, staffing and PPE. This is included in the total listed above. We also received \$64,031 in incentives from the Department of Health Care Services for COVID response. These funds are reflected in Other Operating Revenue. We funded \$270,000 for PRIME IGT and will receive \$540,000 by the end of September. Days cash on hand at August 31, 2020 was 295. Without the PPP, Medicare Advance and HHS Stimulus funds, days cash on hand would be 121. August 31, 2019 days cash on hand was 88.

7. Adjournment

Meeting adjourned at 9:15 a.m.