

MEETING: **Board of Trustees**

DATE: **January 24, 2017**

TIME: **6:00 pm**

LOCATION: **Room # A**

Board Members:

- Patrick Drouhard, Chair
- Carolyn Beal, Secretary
- Patricia Anthony
- Brenda Harden
- Paul Hinkle
- D. Vincent Trago, MD
- Brent Winand
- Brad Wood

Other Attendees

- CJ Miller, President & CEO
- Jonathan Kelly, VP Finance
- Lorelei Heineman, VP Patient Care Services
- Thomas Freundlich, MD, Medical Staff President
- Cheryl Herbert, Sr. VP Regional Operations, OhioHealth
- Sandie Fisher, Executive Secretary
- Jon Christensen, Board Attorney

TIME	TOPIC	LEADER	DISCUSSION / RECOMMENDATIONS	FOLLOW-UP
6:00	Call to Order	Mr. Drouhard	The meeting was called to order at 6:02 p.m.	
	Approval of Minutes	Mr. Drouhard	A motion was made by Mr. Hinkle and seconded by Mr. Wood to approve the minutes of the previous meeting as written. The motion was approved unanimously.	
	Consent Agenda	Mr. Drouhard	A motion was made by Ms. Beal and seconded by Mr. Winand to approve the Consent Agenda as presented. The motion was approved unanimously.	

TIME	TOPIC	LEADER	DISCUSSION / RECOMMENDATIONS	FOLLOW-UP
		Mr. Kelly	<p><u>Financial Reports</u> Mr. Kelly reported net operating income was favorable to budget by (\$25,000) for the month. Overall, Morrow County Hospital ended the year with a favorable Net Operating Loss of \$570,000 to Budget, this is an improvement of \$1.1 million over 2015.</p> <p>Gross patient revenue was \$448,000 unfavorable to budget. Expenses were \$233,000 favorable to budget.</p> <p>Hospital days in A/R increased from 50.4 to 54.0. Days cash on hand decreased from 42.5 to 41.6 days as some key projects were finalizing. In addition to the main lobby, administrative hallway and elevator area, some improvements were made in the Rehab and Orthopedic areas.</p> <p>Mr. Kelly shared a budget spreadsheet that spread the budget out over twelve months based on the number of business days each month. He shared that individual departmental budget spreadsheets are being developed for managers as well.</p> <p><u>Finance Committee</u> The minutes of the January 18 meeting were reviewed.</p>	
		Dr. Freundlich	As there was no meeting in January, there was no Medical Staff Report.	
	Admin Council Report	Ms. Heineman	<p>Ms. Heineman reviewed the report and shared Dr. Silva's last day in the Cardington Practice is the 27th. Dr. Hintz will be relocating to the Cardington Practice later this year after RHC status has been obtained. Jayne Monk, RN, Home Health Manager did a wonderful job in bringing that service to a close. Ms. Heineman asked that Board members review the Home Health Legacy page included in this evening's packet.</p> <p>Hospital personnel attended County Coroner, Matthew Hintz, MD's meeting with</p>	

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			<p>several community services to roll out the new Coroner's process.</p> <p>MCH is working with OhioHealth and the Morrow County Sheriff's Department in training for "Active Shooter" situations. Each program will be adapted to our individual needs. The moto is "Run, Hide, Fight".</p>	
	Other Business	Dr. Trago / Mr. Kelly	<p><u>Nutrition Services Discussion</u> Dr. Trago shared his experience with two hospitals he occasionally works in that have gone to a company called Sodexo for their nutrition services. One hospital is really going well and staff seem to really enjoy the new process but the other is having a very difficult time with the program they have been given and most are not using the cafeteria as a result.</p> <p>Mr. Kelly stated that meals for anyone other than a patient have a considerable loss on the Critical Access Hospitals' cost report. At MCH only 2% of our meals are provided to patients. The other 98% is for the public, catering (Seniors on Center, day cares, other catering), and staff. This results in a loss of \$330,000 on the cost report for MCH.</p> <p>We have been told that Seniors on Center may be looking for a new location with parking and a commercial kitchen, where they can provide the senior meals themselves which would reduce the catering obligation by 475 meals per week or 24,700 per year.</p> <p>The three year contract with The Ohio District 5, Area Agency on Aging will end in December of this year. In the spring, we expect a letter from the Agency regarding our intent to bid for the next three years. A three year commitment will result in a loss on the MCH Cost Report of \$1 million.</p>	
			<p><u>Affordable Care Act</u> A discussion took place regarding the Affordable Care Act and how that might change with the new presidential administration. Ms. Herbert shared OhioHealth stays non-political but there will definitely be changes made. She also stated if expanded Medicaid is withdrawn, it will have a devastating impact on most hospitals.</p>	

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	<i>OhioHealth Report</i>	Ms. Herbert	<p>OhioHealth, Ohio University Heritage College of Osteopathic Medicine and the Ohio University Medical Associates will join forces to establish a new organization, OhioHealth Physician Group Heritage College. The University Medical Associates physicians and the Athens Medical Associates, a multi-specialty physician practice owned and operated by OhioHealth and OhioHealth O'Bleness Hospital, will be consolidated and become OhioHealth Physician Group Heritage College. This is a very positive move for southeast Ohio.</p> <p><u>Lewis Center</u> The Lewis Center Health Center is now open and was built in conjunction with Nationwide Children's Hospital. The stand-alone emergency department has one ED for children and one for adults in Lewis Center.</p> <p>Avita Hospital in Ontario is now open at the Richland Mall. It was noted this is not a Critical Access Hospital and it will have a material impact on the emergency department of OhioHealth Mansfield Hospital.</p> <p>OhioHealth is building a stand-alone emergency department in front of Meijers in Ontario and the opening is projected to be this summer.</p>	
7:17 p.m.	<i>Recess for Executive Session as Defined by Ohio Revised Code Section 121.22(G)(7), Trade Secrets</i>	Mr. Drouhard	<p>A motion was made by Ms. Beal and seconded by Mr. Hinkle to go into Executive Session for the stated reason.</p> <p>The motion was approved by roll call vote.</p> <p>Mr. Christensen was requested to remain. All others were excused.</p>	
7:46 p.m.	<i>Return to Regular Session</i>	Mr. Drouhard	<p>A motion was made by Mr. Winand and seconded by Ms. Harden to return to the Regular Session.</p> <p>The motion was approved unanimously.</p>	

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	<i>Discussion of Executive Session Topic (if any)</i>	Mr. Drouhard	None	
	<i>Action of Executive Session Discussion</i>	Mr. Drouhard	<p>In regard to the Management Performance Metrics that is a part of the recent five-year Management agreement with OhioHealth, Mr. Hinkle made a motion and Ms. Harden seconded, as follows:</p> <p>Resolved, that such Exhibit A, as attached, be and is hereby approved as part of the Agreement, and that the Chair of the Board be authorized and directed, on behalf of MCH to execute such documents as are necessary to indicate adoption of the Attachment A by the parties to the Agreement.</p> <p>The resolution was approved unanimously.</p>	
7:48 p.m.			Being no further business, the meeting was adjourned.	

Minutes submitted by:



Carolyn Beal, Secretary

Approved by:



Patrick Drouhard, Chair