

**MEDINA COUNTY HOSPITAL DISTRICT
FINANCE COMMITTEE MEETING
July 28, 2025
Minutes**

PRESENT: Carlton "Corky" E. Young, DVM, Chairman
Tim Hardt, Director
William "Bill" Bain, Director
Tony Johnson, Director
Judy Winkler, Director
Mary Mangold, Director

Billie Bell, CEO
Kevin Frosch, CFO
Rebecca Deen, CNO
Ashley Lowe, COO
Marc Strode, Methodist Healthcare System
Louisa Cuellar, Executive Assistant/Recording Secretary

ABSENT:

GUESTS:

1. **CALL TO ORDER** Dr. Young called the meeting of the Finance Committee of the Medina County Hospital District to order at 5:15 p.m. He stated for the record that the Committee has three Board Committee Members present, plus three Board Members, representing a quorum.
2. **QUORUM CHECK**

3. **PUBLIC COMMENT:** There were no members of the public present.

4. **MINUTES** **MOTION**
A. **Regular Meeting of June 23, 2025** Mr. Bain made a motion to approve the Finance Committee Minutes of June 23, 2025, as presented in the packet. Mr. Hardt seconded.

VOTE
The motion passed unanimously.

5. **REVIEW JUNE 2025 FINANCIALS** The Finance Committee reviewed and discussed the financial report for June 2025, as presented in the board packet.

1. **Summary**
2. **Financial Summary**
3. **Income Statement**
4. **Balance Sheet**
5. **Cash Flow**
- Mr. Frosch reported the following: Gross revenue was above budget for the month and ahead of budget for the YTD. From a major revenue category perspective, all four categories (Inpatient Revenue, Outpatient Revenue, Emergency Department & Rural Health Clinics) reported above budget revenues in the period.

/Reconciliation Net Revenue was above budget for the month and YTD. Net Operating Income was positive and ahead of budget for the month and YTD. EBIDA was well ahead of budget for the month and YTD.

Disproportionate Share Hospital (DSH) Revenue was a positive variance from budgeted DSH. Last year we didn't qualify for DSH, but the qualification factors were adjusted this year, and we now qualify.

Waiver Funds Line resulted in a negative accrual adjustment in this period. This line contains both UC funds as well as the new ATLAS program funds, both of which were updated to match updated estimates that are below what we had budgeted.

The 340b Revenue slightly improved relative to both budget and the prior month.

MRH volumes were strong in most statistical categories this period. RHC visits, and Total Surgeries were strong in the period, both ahead of budget. Patient Days, Swing bed days, and Births were all ahead of budget, with Patient Days and Swingbed Days ahead by notable margins. ED Visits, Outpatient Visits, and Colonoscopies statistics were each below budget by a narrow margin.

Total Operating Expenses were below budget for the month and above budget for the YTD. The salaries line was below budget and Agency staffing was below budget, with the Agency Staffing variance due in part to a prior period adjustment. Employee Benefits line was above budget in the month; this category does oscillate some month-to-month but is also trending above budget on a YTD basis; this is largely due to having more covered lives on our employee health plan.

Other Expenses category was below budget; this was a function of budget for June being loaded more heavily based upon the prior year expense level that isn't recurring (it was relating to physician recruitment).

Contract Services category was above budget in the period; the primary component of this variance is associated with Chartspan service for chronic care management, and we have worked closely with the vendor to lower the cost and improve the outcomes related to this program.

Maintenance & Repairs expense category was above budget in the period due to several unscheduled repairs.

Interim Cost Report with FORVIS and HCA Audit are in process

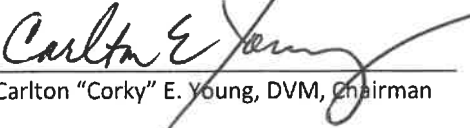
Mr. Frosch commented that June was another strong month for operations.

6. OTHER REPORTS

- A. Aged Trial Balance
- B. Accounts Payable Aging
- C. Rural Health Clinic Schedules
- D. Key Indicators and Scorecard
- E. Investments
- F. Debts & Cash Review and Analysis: MRH Debt & Cash Review report was presented and reviewed.

7. ADJOURNMENT

There being no further business to come before the Finance Committee, the meeting was adjourned at 5:48 p.m.


Carlton "Corky" E. Young, DVM, Chairman