

MEDINA COUNTY HOSPITAL DISTRICT
FINANCE COMMITTEE MEETING
August 25, 2025
Minutes

PRESENT: Carlton "Corky" E. Young, DVM, Chairman
Tim Hardt, Director
William "Bill" Bain, Director
Tony Johnson, Director
Judy Winkler, 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 two 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 July 28, 2025** Mr. Hardt made a motion to approve the Finance Committee Minutes of July 28, 2025, as presented in the packet. Mr. Bain seconded.

VOTE

The motion passed unanimously.

5. **REVIEW JULY 2025 FINANCIALS**

The Finance Committee reviewed and discussed the financial report for July 2025, as presented in the board packet.

Mr. Frosch reported the following: Gross revenue was above budget for the month and is ahead of budget for the YTD. From a major revenue category perspective, three of the four categories (Outpatient Revenue, Emergency Department & Rural Health Clinics) reported above budget revenues in the period.

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.

July was a strong period for collections; we saw the impact of RHC Medicaid claims processing that has been held up due to a very slow recredentialing process at Texas Medicaid & Healthcare Partnership (TMHP).

The 340b Revenue improved as we saw the impact of contract changes with our 340b vendor that decreased our program costs, enhancing the overall returns.
1. **Summary**
2. **Financial Summary**
3. **Income Statement**
4. **Balance Sheet**
5. **Cash Flow /Reconciliation**

Other Revenue was ahead of budget due to quality bonus payments from some of our payor contracts as well as increased dietary revenues in July.

Deductions as a % of Gross Revenue were below budget for the month and are closing in on budget for the YTD; the overall revenue mix being more heavily weighted toward outpatient than what was budgeted will likely prevent MRH getting all the way to the budgeted level with regard to this measure

MRH volumes were solid overall, with strength in some of the stronger revenue/visit service categories this period. Outpatient visits, RHC visits, and Colonoscopies each recorded well above budget in the period. Inpatient was mixed, with Patient Days and Births below budget while Swingbed was above budget. ED visits and Total Surgeries were each below budget in the period.

Total Operating Expenses were above budget for the month and above budget for the YTD. The salaries line was above budget in the period, which was partially offset by the Agency staffing line which was below budget.

Employee Benefits line was above budget in the month; this category is trending above budget on a YTD basis, largely due to having more covered lives on our employee health plan.

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.

Physician Fees line was above budget in the period due to a quarterly bonus payout landing in July, while budget had spread the projected expenses across periods of the year in a more even fashion.

Interim Cost Report with FORVIS and Budget preparations are in process.

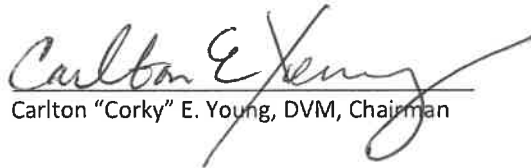
Mr. Frosch commented that July was a standout period for operation.

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 5:45 p.m.


Carlton "Corky" E. Young, DVM, Chairman