

**MEDINA COUNTY HOSPITAL DISTRICT
FINANCE COMMITTEE MEETING
March 23, 2026
Minutes**

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

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

ABSENT: Billie Bell, CEO (LOA)

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 February 23, 2026** Mr. Hardt made a motion to approve the Finance Committee Minutes of February 23, 2026, as presented in the packet. Mr. Bain seconded.

VOTE
The motion passed unanimously.

5. **REVIEW FEBRUARY FINANCIALS** The Finance Committee reviewed and discussed the financial report for February 2026, as presented in the board packet.
 1. **Summary** Mr. Frosch began by reporting that February was a solid month of operations, good volumes, and revenues combined with below budget expenses. Moving into specifics, Mr. Frosch noted that Gross Revenue was above budget for the month, and that two of the four major sub-categories (Outpatient Revenue and Emergency Department) also reported above budget revenues for the month.
 2. **Financial Summary**
 3. **Income Statement**
 4. **Balance Sheet**
 5. **Cash Flow /Reconciliation** Mr. Frosch noted that Net Revenue and expenses were both below budget, leading to Net Operating Income being positive and well ahead of budget both for the month and the YTD. Mr. Frosch then noted that EBIDA was ahead of budget for the month and YTD.

Mr. Frosch reported Nursing Home Revenue was above budget because QIPP Q1 payments amounts were released and we recorded a positive quarterly adjustment to bring recorded revenue up to actual for the quarter.

Speaking in more detail about the Net Revenue drivers, Mr. Frosch noted that February was a strong collections period. He also pointed out that although 340b revenue was below budget for the month, it is quite strong and well ahead of budget YTD.

Mr. Frosch then added some specifics regarding February volumes. He noted that volumes were mostly above budget for the period and YTD, specifically Inpatient Days, Observation Days, and Swingbed Days. Outpatient visits and ED Visits were each ahead of budget in the period, with Rural Health Clinic Visits below budget by a small margin. Total Surgeries were below budget, while the Colonoscopies line was quite strong and ahead of budget.

Mr. Frosch provided some details regarding expenses, noting that Total Operating Expenses were below budget for the month and above budget for the YTD. He noted that the Salaries line, Employee Benefits line, and Agency staffing were below budget, thus total staffing costs were below budget for the month. The Physician Fees line was below budget for the month due in part to moderately below budget visits in the Rural Health Clinics this period. Mr. Frosch commented on the Maintenance and Repairs line, noting that it was above budget in the period, due to a variety of minor repair items, primarily associated with our HVAC systems.

Mr. Frosch commented that the ATLAS program has been reinstated.

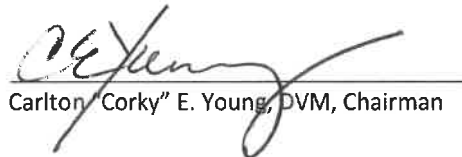
Mr. Frosch concluded by reiterating that February was a good month. He also noted that enrollment in CHIRP/RAPPS/QIPP programs is in progress and the Tobacco Settlement Expenditure Statement was completed.

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 5:55 p.m.


Carlton "Corky" E. Young, DVM, Chairman