

**MEDINA COUNTY HOSPITAL DISTRICT
FINANCE COMMITTEE MEETING
August 24, 2026
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
Ashley Lowe, COO
Louisa Cuellar, Executive Assistant/Recording Secretary

ABSENT: Rebecca Deen, CNO
Marc Strode, Methodist Healthcare System

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** Mr. Hardt made a motion to approve the Finance Committee Minutes of July 27, 2026, as presented in the packet. Mr. Bain seconded the motion.
July 27, 2026

VOTE
The motion passed unanimously.

5. **REVIEW JULY FINANCIALS** The Finance Committee reviewed and discussed the July 2026 financial report as presented in the board packet.

1. **Summary** Mr. Frosch reported that July financial results were mixed overall, with most budget variances remaining relatively modest and year-to-date results continuing to be positive. He noted that Gross Revenue was below budget for the month but ahead of budget on a YTD basis. Net Operating Income was positive and exceeded budget for both the month and year-to-date. EBIDA was also ahead of budget for the month and year-to-date.
2. **Financial Summary**
3. **Income Statement**
4. **Balance Sheet**
5. **Cash Flow /Reconciliation**

Mr. Frosch stated that Waiver funds were above budget for the month due to a prior-year RAPPs adjustment, and an above-budget ATLIS accrual level, as the program allocation had been increased mid-year.

Mr. Frosch reported that Net Revenue was above budget for the month and year-to-date even though deduction rates have been elevated relative to budget. The drivers of higher than budgeted deductions were 1) lower CHIRP revenue, 2) lower

Medicare cost factors this year reducing our Medicare reimbursement (which is cost-based at 101% of Medicare cost), and 3) a shift in payer mix due to the January expiration of ACA subsidies which caused a portion of our patient base to elect out of commercial coverage and are now not insured.

Mr. Frosch reviewed expenses and reported that Total Operating Expenses were slightly above budget for the month but generally in-line with volumes & revenues. Maintenance and repairs were above budget for the period due to facility repairs.

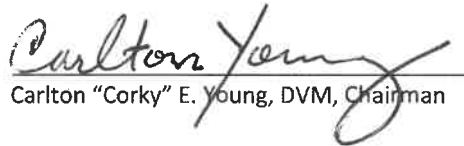
Mr. Frosch concluded by stating that July was a solid month overall with respect to revenue and volume. He also reported that the 2026 tax rate calculation worksheet had been received and that the 2027 budget process was ongoing.

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 5:50 p.m.


Carlton "Corky" E. Young, DVM, Chairman