

MT. GRAHAM REGIONAL MEDICAL CENTER
Safford, Arizona

Board of Directors ~ MINUTES

Tuesday, May 12, 2020

0700 Hours - Board Room

Presiding: Caro Gaethje, Chair

Present:

Board Members

Debbie Watson, Vice Chair
Cindy Bryce, Secretary/Treasurer
Bruce Stanfield – Via Phone
Eldon Woodall – Via Phone
Matthew Sampson, M.D. – Via Phone
Cecil L. Evans – Via Phone
Jean Reynolds – Via Phone
Carolyn McCormies – Via Phone
Steve Goodman – Via Phone
Susan Jones, M.D. – Via Phone

Administration Staff

Roland Knox, President & CEO
Keith Bryce, VP & CFO
Eric Neal, VP & CPO
Lori Ray, VP & CNO

Excused:

John Martin
Bart J. Carter, M.D.
David Bryce, D.O.
Tom Johnson
Kim Mack

Guest:

None

Public:

None

Recording Secretary: Christi Allred, Administrative Assistant
Notice posted 5/7/20

Call to Order and Welcome – The meeting was called to order at 7:05a.m., by Caro Gaethje, Chair. Due to COVID-19 precautions, only Officers of the Board of Directors, Administrative Team and recording secretary were present in the room, all other Directors present via phone. A roll of the Directors was called. All Directors present indicated above; a quorum was established.

Public Input-None.

2020 Financial Audit Report – Tyler Bernier and Will Harrell of Eide Bailly presented the 2019 financial statements, internal control letter and audit opinion letter to the board members. The content of the various footnotes was discussed and questions were answered.

Cecil Evans joined via phone at 7:20am

Dr. Jones joined via phone at 7:22am

Mr. Bernier then discussed the financial assistance available to the hospital and other healthcare organizations through the CARES Act. He noted that the hospital has already received monies from HHS and received the SBA Loan that is expected to be converted to a grant. He further discussed the need to properly manage and document the use of the funds.

ACTION: Bruce Stanfield motioned to approve the 2019 Financial Audit Report. Motion was seconded by Carolyn McCormies. A roll call vote was called; the motion passed unanimously.

Board Committee Report-

Board of Directors Minutes: April 14, 2020.

ACTION: Bruce Stanfield motioned to approve the minutes of the April 14, 2020 Board of Directors meeting. Motion was seconded by Cindy Bryce. A roll call vote was called; the motion passed unanimously.

Finance Summary: March 2020 Finance Summary

Keith Bryce reported the Gross patient revenue for March 2020 was just over \$11.7 Million an unfavorable variance of 1.3% when compared to budget and 1.4% more than last year. The March non-operating expenses was just over \$1.5 Million, an unfavorable variance of just over \$1.6 million, due in part to an unfavorable investment market adjustment. Total hospital deficit for the month was \$2.4 million an unfavorable variance of almost \$2.2 million compared to budget and just over \$2.3 million less compared to last year. Mr. Bryce reported due to COVID-19 daily revenue is projected to be down almost 30% in April. He reported the staff has been excellent about watching costs and have been very cautious with monies received.

Executive Session regarding personnel matters and pending or contemplated litigation

ACTION: Debbie Watson motioned to enter Executive Session regarding Real Estate and Conflict of Interest. Cindy Bryce seconded motion. A roll call vote was called; the motion passed unanimously.

Directors entered Executive Session at 7:49a.m.

Roland Knox, Keith Bryce, Lori Ray, Eric Neal and Christi Allred exited the room at 7:51am

Directors exited Executive Session at 8:15a.m.

Roland Knox, Keith Bryce, Lori Ray, Eric Neal and Christi Allred entered the room at 8:17am

ACTION: Eldon Woodall motioned to Table the Real Estate Purchase of Parcel 104-37-013A number 333, until Administration has new information to report. Motion was seconded by Bruce Stanfield. A roll call vote was called; the motion passed unanimously.

Reports-

District Report – None.

Foundation Report – None.

Auxiliary Report – None.

Education/Information

Keith Bryce provided a written summary of the Financial Impact of COVID-10; Mr. Bernier of Eide Bailly covered most items.

Lori Ray provided a written summary of MGRMC COVID-19 Organizational Update; Ms. Ray reviewed daily incident command huddles and weekly EOC calls with Health Department and MGRMC COVID-19 Response Team.

Eric Neal provided a written summary of COVID Impact on MGRMC Employees; Mr. Neal reported there were no employee-to-employee exposures or patient-to-employee exposures.

CEO Report

Roland Knox provided a written update/summary on 2020 Goals and Projects for 2020. Mr. Knox reviewed the first Quarter Operational Goals Dashboard; all goals met except Resource Management due to COVID-19. Mr. Knox updated the Directors on 2020 Clinical Service Lines Goals and MGRMC projects.

Chair's report

Caro Gaethje asked for input regarding May's Finance Committee Meeting scheduled for Tuesday, May 27, 2020. After a brief discussion it was determined that no decision would be made at this time, would wait to see if COVID-19 restrictions are lifted.

Adjournment – There being no further business, the meeting adjourned at 8:33a.m.

Respectfully submitted,

Caro Gaethje, Chairman