

**BAY AREA HOSPITAL DISTRICT BOARD
SPECIAL BOARD MEETING MINUTES
FINANCIAL RECOVERY**

August 2, 2023

Hybrid-Administration Suite/TEAMS @ 12:00 pm

CALL TO ORDER

Mr. Brian Moore, CEO, called the Bay Area Hospital (BAH) District Board financial recovery meeting to order at 12:00 pm. A quorum was not present. The Finance Committee was also invited to this meeting as financial recovery activities are scheduled to be discussed; however, none were in attendance.

BOARD ATTENDANCE

Tom McAndrew, MD; Barb Taylor

FINANCE COMMITTEE ATTENDANCE

None

ABSENT (*excused*)

Donna Rabin, MD

Carma Erickson-Hurt

Troy Cribbins

Patrice Parrott

STAFF ATTENDANCE

Brian Moore, CEO; Mary Lou Tate, CFO; Denise Bowers, EA

LEGAL COUNSEL

None in attendance

PUBLIC ATTENDANCE AND INPUT

None in attendance

CHIEF EXECUTIVE OFFICER REPORT – Mr. Brian Moore, CEO

Bank Update

Mr. Moore shared that there was a follow-up meeting with Mr. Ron Freed and the attorneys yesterday and it went well. More work to be done on aligning the documents with the operational agreements, so we will be delayed and there will be no action brought to the board in August. We will revisit this at the September board meeting.

- Deleted language that we had added on the master trust indenture regarding our max ability to take on debt without compromising the bank loan. The language deleted was too tight and routine care like using supplies and dispensing drugs could have been limited. Some of the proposed language in the new agreement reflects that the hospital has suboptimal communication as the finances decayed during fiscal year 2022. The new language will help ensure that communication is better even if there is leader transition at the hospital.

- The changes include increased reporting frequency for monthly financial statements.

There was a robust discussion with questions asked and answered.

Epic Fee Increase

There has been a \$2M in annual Epic costs; Brian met with Jeremiah Brickhouse of St. Charles in mid-July, additional info was provided but not enough to provide solutions – their staffing costs increased by more than 100% - it is 20 FTE's needed to service us. Steve Gordon, CEO of St. Charles shared with Brian that Mr. Brickhouse and his top 4 executives are no longer with the organization. Mr. Moore has a call at 12:30 with the remaining IT person to discuss. Mr. Gordon is recommitted to supporting Bay Area Hospital and pausing on bringing in new Connect Partners. Mr. Moore is on point to find the right executive contact at St Charles for us, North Bend Medical Center and Bay Clinic.

ADJOURNMENT

There being no further business, the District Board Financial Recovery meeting was adjourned at 12:31 pm.

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Troy Cribbins, Board Chairperson

Date: 9/20/23



Patrice Parrott, Secretary

Date: 09/13/2023