

**MINUTES  
BOARD OF TRUSTEES  
INDIAN RIVER COUNTY HOSPITAL DISTRICT  
Regular Monthly Meeting  
August 18, 2016  
4:30 PM**

TRUSTEES:	Eugene Feinour Thomas J. Spackman, MD.	Ann Marie McCrystal John Val Zudans, MD.
STAFF:	Ann Marie Suriano Kate Voss	Jennifer Frederick Jenifer Peshke, Esq.
OTHER ATTENDEESS:	Joseph Saul Karen Deigl Mary Linn Hamilton Dr. McCrystal Vicki Soule	Lewis Clark Kathy Hendrix Mayur Rao Gerri Smith Donna Spackman

***Convene Meeting – Eugene Feinour, Chairman IRCHD***

Mr. Feinour convened the regular monthly meeting of the Indian River County Hospital District (“IRCHD”) at 4:30 p.m. The first order of business was the Approval of the Chairman Meeting Minutes dated July 20; Regular Monthly Meeting Minutes dated July 21, and an August disbursement of \$1,033,620.89. Mrs. McCrystal made a motion to approve the meeting minutes and August disbursement, which was seconded by Dr. Spackman. The motion passed unanimously.

***District Counsel Report, Jennifer Peshke, Esq.***

Mrs. Peshke provided her monthly counsel report and stated she, Mr. Feinour and the District staff have been working to finalize the District office governance documents. However, there was a few suggested changes brought before the Board, prior to today’s meeting. Therefore, the board will not vote to approve the documents and the action will be placed on next month’s agenda for approval after the Trustees have reviewed the requested changes.

Further, Mrs. Peshke continues to monitor the active House and Senate Bills, which relate to Special Taxing Districts. To date, she has no further updates at this time.

Mrs. Peshke explained that she has received inquiries from individual Trustees pertaining to the upcoming election and questions regarding permissible correspondence with those running

for office. She instructed the Trustees to continue to contact her, should they have further questions, in ensure all Trustees are acting in compliance with the Sunshine Law requirements.

Lastly, Mrs. Peshke explained that a Trustee has submitted a request to change some language in the Request for Proposal, which was on the agenda for approval at this meeting. Therefore, the board will not vote to approve and the action will be placed on next month's agenda for approval, after the Trustees have reviewed the requested change.

***Financial Statement Review-Eugene Feinour, Chairman IRCHD***

Mr. Feinour provided the Treasurer's report and stated program expenses were less than budgeted and that the District is in sound financial state. Mr. Feinour made a motion to approve the monthly disbursements, which was seconded by Dr. Spackman. The motion passed unanimously.

***Executive Director Report- Eugene Feinour, Chairman IRCHD***

Mr. Feinour provided the Executive Director report on behalf of Mrs. Suriano. He explained that the District's asset evaluation prepared by Boyle & Drake has been completed. The findings will be reported in the next few months.

He further discussed the District's current office lease and explained that the building in which the District office is located is transitioning into a medical office. There has been ongoing construction at the site since January 2016. This construction is scheduled to continue throughout the rest of the year and has become disruptive to the daily workday at the District. He is working in connection with Mrs. Peshke and Mrs. Suriano to see what options the District has to find a new office location. He will keep the Trustees updated as to the progress on this matter.

Lastly, Mr. Feinour explained that the Mental Health Collaborative ("MHC") has hired a new Executive Director to head the Connections program. Additionally, Ms. Lisa Kahle has officially ceased her employment with MHC, but will stay on as a member of the committee. The site selection committee is continuing to look for an office for the Connections Program and hope to have secured a location by next month.

***IRMC, Inc. Monthly Report- Quarterly Financial Report, Gregory Gardner, IRMC CFO***

Mr. Gardner presented the hospital's financial performance for the last 3 quarters of the current fiscal year. During his discussion, the following points arose:

- Inpatient admissions were down by 3%. Mr. Gardner stated that this was due to a change with admitting criteria requirements for in-patient stays.
- Surgeries had a growth of 4%, which can be attributed to an influx of orthopedics and general surgery.
- Total operating expenses were over budget by 2%, with supplies being over budget by 5% mainly due to increased drug costs.

- Personnel Costs are over budget by 1%, which is attributed to the challenges with seasonal volume and being able to maintain adequate staff for only 4 to 5 months.
- Excess revenues over expenses are below the projected budget of \$3.9 million and are currently under by \$2.5 million. Mr. Gardner stated that the hospital anticipates to break even at the end of the fiscal year.
- Indigent Care is 20% or approximately \$1.1 million below the projected budget. The District continues to reimburse the hospital for only actual services rendered.

Additionally, Mr. Gardner stated that hospital executives have met with state Senator Joe Negron, to discuss reinstatement of the Low Income Pool (“LIP”) funding. The LIP funding schedule will be finalized by September, 2016 and the hospital expects to receive around \$3.7 million in funding, which will assist their fourth quarter financial position.

There was a discussion among the Trustees as to the hospital's financial position. Mr. Gardner explained that IRMC is reimbursed at a much lower level than many of the hospital's within Indian River County and other surrounding counties. The hospital is currently in negotiations with Blue Cross Blue Shield concerning their reimbursement rate for managed care contracts and will be receiving a 3% increase in reimbursements starting in October. Mr. Gardner stated that the hospital will continue to negotiate to try to obtain a more competitive rate.

***Public Comment-*** There was no public comment.

***Adjournment***

The meeting adjourned at 5:33 PM

Respectfully Submitted,

Ann Marie McCrystal  
Secretary