

**THE METROHEALTH SYSTEM
FINANCE COMMITTEE
BOARD OF TRUSTEES
REGULAR MEETING MINUTES**

DATE: Tuesday, March 22, 2016

TIME: 1:30 – 3:00 pm

PLACE: MetroHealth Medical Center
K107, Business Services Building

COMMITTEE TRUSTEES: Mr. McDonald, Mr. Monnolly and Dr. Silvers

ADDITIONAL TRUSTEES: Ms. Dee and Mr. Spain

STAFF: M. Bechtle, B. Boulanger, M.D., A. Boutros, M.D., FACHE, A. Connors, M.D., G. Himes, D. Kaelber, M.D., M. Kline, D. Lewis, M. Phillips, D. Reichert, C. Richmond, C. Roker and M. Stern

GUESTS:

Dr. Silvers called the regular meeting of the Finance Committee to order at 1:45 p.m. Please note the minutes are written to conform to the printed agenda and are not necessarily in the order of discussion.

- I. The minutes of the regular meeting held on January 26, 2016 were approved as presented.

II. INFORMATION ITEMS

Craig Richmond, Chief Financial Officer began the meeting providing an overview in chart form of the operating results and volume metrics for February 2016. The committee discussed that detailed financial reviews will be performed on a quarterly basis rather than monthly. Mr. Richmond proceeded with discussing the highlights for the month.

For the month of February, the System had an operating loss of \$3.6 million, which was 9.4% above budget and substantially below prior year.

Total operating revenue for the month of February was \$75.8 million which was 2.1% above budget and 4.4% above prior year. This consisted of net patient revenue of \$65.0 million and other operating revenue of \$10.8 million which were both favorable to budget for the month.

Total operating expenses are \$79.4 million and 1.6% above budget for the month and 11.2% above prior year.

Discharges were 5.5% below budget for the month and 2.2% below prior year. Outpatient visits (including emergency room) were 9.8% above budget and 14.1% above February 2015. Surgical volumes were 0.2% below budget for the month and 5.7% above prior year.

III. NON-CONSENT/ACTION ITEMS

- A. There are no items to report at this time.

IV. CONSENT ITEMS

- A. A recommendation to approve changes to the Hospital and Professional Charge Description Master (CDM) file

The Committee unanimously approved the recommendation for full Board action.

- B. A recommendation for support of United Way of Greater Cleveland campaign

The Committee unanimously approved the recommendation for full Board action.

- C. A recommendation for Certain Core Terms of a Collective Bargaining Agreement with AFSCME Local 3360, Ohio Council 8

The Committee unanimously approved the recommendation for full Board action.

- D. A recommendation for the approval of Stop Loss Coverage from Select Assurance Captive, LLC

The Committee unanimously approved the recommendation for full Board action.

- E. A recommendation for approval of Professional and General Liability Insurance from Select Assurance Captive LLC

The Committee unanimously approved the recommendation for full Board action.

- F. A recommendation for approval of Certain Amended Delegations to the President and Chief Executive Officer of Functions Related to the Management and Control of the Hospital

The Committee unanimously approved the recommendation for full Board action.

- G. A recommendation for the approval of an Excess Workers Compensation policy from Arch Insurance Company

The Committee unanimously approved the recommendation for full Board action.

- H. A recommendation for approval of Capital Projects to be Subsequently Funded by the MetroHealth Foundation

The Committee unanimously approved the recommendation for full Board action.

- I. A recommendation for approval of the Hybrid Operating Room Project

The Committee unanimously approved the recommendation for full Board action.

- J. A recommendation for approval of the services of FTI Consulting, Inc. for Clinical Integration of New Practice Sites

The Committee unanimously approved the recommendation for full Board action.

At this point in the meeting a motion was made, seconded and passed to move the Committee into Executive Session to discuss trade secrets and litigation matters. The Committee returned to regular session at 3:56 p.m.

- K.** A recommendation for approval for Acceptance of the 2015 Results compared to the 2015 Plan Measures and Goals for Performance Based Variable Compensation Program

The Committee unanimously approved the recommendation for full Board action.

- L.** A recommendation for approval of 2016 Metrics for Performance Based Variable Compensation Plan

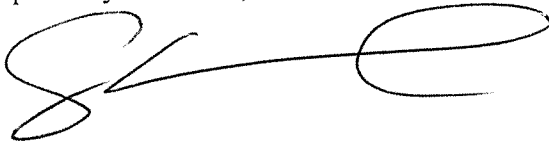
The Committee unanimously approved the recommendation for full Board action.

- M.** A recommendation for approval of Certain Capital Improvements and Related Projects

The Committee unanimously approved the recommendation for full Board action.

There being no further business to bring before the Committee, the meeting was adjourned at 3:57 p.m.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Craig Richmond', with a large, stylized flourish extending to the right.

Craig Richmond
Senior Vice President and
Chief Financial Officer