



Mark Twain Health Care District

MINUTES

FINANCE COMMITTEE

MARK TWAIN HEALTHCARE DISTRICT

THURSDAY, OCTOBER 18, 2012

Mark Twain St. Joseph's Hospital
768 Mountain Ranch Road, San Andreas
7:30 a.m. Boardroom

Present: Ken McInturf, David Woodhams, DDS, Lin Reed
Also Present: John Krieg, Daymon Doss, Craig Marks, Larry Cornish
Absent: Jacob Lewis
Presiding: Ken McInturf

APPROVAL OF AGENDA

Upon motion by Lin Reed, seconded by Dr. Woodhams, the Agenda of the September 20, 2012 meeting of the Mark Twain Hospital HealthCare District Finance Committee was approved, as presented.

I. APPROVAL OF MINUTES OF SEPTEMBER 20, 2012

After discussion, Dr. Woodhams moved that the Mark Twain HealthCare District Finance Committee Minutes of August 18, 2012, as corrected. The motion was seconded by Mr. McInturf.

Correction: Page 2, Public comments: Correct Eggester to *Eggleston*.

NO PUBLIC COMMENT

II. ACCEPT FINANCIAL RESULTS AND STATEMENTS OF SEPTEMBER 2012

Mr. Krieg reviewed the Financial Results and Statement of September 2012, see attached narrative.

- Total revenue is \$109,000.
- Expenses were 21% over budget due to utilities and the overpayment for the AT&T phone bill. The Corporate AT&T contract has expired and Dignity Health (DH) is currently negotiating a new contract. Mr. Cornish, Mr. Krieg and Mr. Malcoun are working with DH to resolve the matter as quickly as possible. Mr. Doss recommended that the present invoice, that is due shortly, should be paid to ensure that the Hospital stays current on all utility bills, however, if the matter is unresolved by November, the Committee will discuss how to move forward. Mr. Cornish will report the progress to the District Finance Committee on November 15, 2012 as requested by Mrs. Reed.
- Expenses were \$118,000 (21% over budget) due to higher professional fees.
- There were no expenses for Programs and Events.
- Minority interest was a net loss of \$120,000.
- Cash and interest is \$296,000 (slightly down from prior month)

Upon motion by Mrs. Reed, seconded by Dr. Woodhams, the Financial Statement and Results of Operation for September 2012 were accepted, as presented.

PUBLIC COMMENTS

Mr. Fry requested clarification of *Current Liabilities*. Mr. Krieg stated that the Current Liabilities are a construction security deposit. He will confirm that these funds are categorized correctly.

PROPOSAL FOR AUDITOR 2012-2013 REVIEW

Mr. Doss distributed and reviewed a copy of the current Transaction / Renters & Leases, as attached.

Mrs. Reed requested that services for item #6 Legal Consultants be clarified at the November 15, 2012 meeting. In addition, she requested that fuel (Chevron) for the hospital vans, used for each event, be itemized on the financial report.

Mr. Marked inquired about the difference in square footage prices for MOB unit #103 & #104. Mr. Doss agreed to form a Real Estate Committee to research the reason for the price difference, and then report the findings to the District Finance Committee.

Mr. Doss received four proposals to perform the 2012-2013 Audit. Committee members, Mrs. Reed, Mr. McInturf and Dr. Woodhams, graded each proposal on a specific criteria provided to them. The companies were scored on a scale of 1-40 as follows:

H. Swartz Cost \$8,000

- 1. 27
- 2. 35
- 3. 15

Total score 77

TCA Partners Cost \$9,500

- 1. 33
- 2. 16
- 3. 40

Total score 89

B. Croce Cost \$7,000

- 1. 26
- 2. 23
- 3. 36

Total score 85

M & T Cost \$15,000

- 1. 35
- 2. 30
- 3. 40

Total score 105

After discussion, it is agreed that the recommendation to the Mark Twain District HealthCare District will be to utilize the services of TCA Partners to perform the FY2012-2013 audit. The Committee requested that the lead auditor to be different from the previous year.

NO PUBLIC COMMENTS

There being no further business the Mark Twain HealthCare District Finance Committee meeting was adjourned at 8:42 a.m.

Ken McInturf

Chairman