

MINUTES OF
THE REGULAR MEETING OF THE
CITRUS COUNTY HOSPITAL BOARD

FEBRUARY 13, 2012 12:30 P.M.

(1) CALL TO ORDER

The regular monthly meeting of the Citrus County Hospital Board of Trustees was held Monday, **February 13, 2012**, at the Citrus County Hospital Board offices located at 123 N. Apopka Ave., Inverness, Florida. Mr. Smallridge, Chairman, called the meeting to order at 12:30 P.M.

(2) PUBLISHED MEETING LEGAL NOTICE

(Agenda & Published Legal notice Copies On File)

(3) ATTENDANCE

Board Members: Michael A. Smallridge (Chairman), Edwin H. Lytton (Secretary /Treasurer), V. Upender Rao, MD. (Trustee) and Deborah L. Ressler, RN, BSN (Trustee).

Also in attendance:

Harry Kilgore, CCHB Finance Director
William J. Grant, Esquire, CCHB General Counsel
Karla Dozier, CCHB Staff

Absent: Vickie LaMarche, CCHB Chief Operating Officer

Ryan Beaty, Chief Operating Officer, CMHF
Mark Williams, Chief Financial Officer, CMHF
Robert Collins, Director, CMHF
Chris Pool, Director of Marketing and Philanthropy, CMHF
Katie Mehl, Public Relations, CMHF

Prestige Court Reporting

Members of the Public: Joe Chrietberg, Mike Wright (Citrus County Chronicle), Paul Mellini, Gerri Jones, Diane Toto and Marilyn Jordan.

(4) APPROVAL OF MINUTES

MOTION by Mrs. Ressler, second by Dr. Rao to approve the minutes from January 09, 2012 Regular Meeting. The Motion passed unanimously, 4-0.

(5) PUBLIC COMMENT (FOR ITEMS NOT ALREADY APPEARING ON TODAY'S AGENDA)

- Susan Gill: Ms. Gill presented a letter to the Board on behalf of the CMHF Advisory Council (*Copy on file*)
- Ryan Beaty: Mr. Beaty presented a letter to the Board requesting money (*Copy on file*). He asked to set aside the differences between the two Boards, because there are governance issues.

- Diane Toto: Ms. Toto commented that the community needs to work together to help people in addition to keeping them out of the hospital (ER).
- Paul Mellini: Mr. Mellini commented regarding the risk rating of the bonds.
- a) CPC Update including Indigent Care by Paul Weigel, Director of Physician Practices

Mr. Weigel informed the Board that the original concept behind employing primary care physicians was to provide a stable base of primary care within Citrus County and not to provide indigent care; he also provided a map with the location of the CPCs and statistics of the practices (*Copy on file*). The Board would like to incorporate indigent care to the CPCs.

(6) ITEMS REQUIRING ACTIONS BY THE BOARD

- b) Approval of the Finance Report for January 2012: Mrs. Ressler stated that the Finance Committee recommends approval of the Finance Report as presented. (*Copy on file*).

MOTION by Mrs. Ressler, second by Mr. Lytton to approve the finance report for January 2012. The Motion passed unanimously, 4-0.

- b) Approval of the Citrus County Hospital Board Invoices: Mrs. Ressler stated that the Finance Committee recommends approval of the invoices as presented (*Copy on file*).

MOTION by Mrs. Ressler, second by Mr. Lytton to approve the invoices. The Motion passed unanimously, 4-0.

- c) Update of Citrus Memorial Health Foundation, Inc. funding request and payment authorization: Mr. Kilgore's recommendation is to pay \$225,315 for charity care reimbursement to Citrus Memorial Health Foundation, Inc. representing a total payment of \$731,737 for Fiscal Year 2010-2011.

MOTION by Mrs. Ressler, second by Mr. Smallridge to send payment of \$225,315 to Citrus Memorial Health Foundation, Inc. for charity care. After discussion the Motion passed unanimously, 4-0.

Mr. Kilgore stated that Ms. Tara Anderson requested the review of 46 accounts (Inpatient) that do not meet the 100% FPL requirement. Mr. Kilgore read a statement from the CCHB charity care policy that states "the Board may consider CMHF services for patients exceeding the above guidelines, which in this case is 100 percent of the federal poverty level, based upon catastrophic health circumstances wherein medical bills exceeding 25% of the patient's family income provided that the patient's family income does not exceed four times the FPL". Mr. Grant will give the definition of catastrophic care to Mr. Kilgore.

- d) Reimbursement Rate to Citrus Memorial Health Foundation

Mrs. Ressler informed the Board that the Finance Committee reviewed Mr. Kilgore's exhibits (*Copy on file*) to calculate the reimbursement rate to Citrus Memorial Health Foundation for charity care accounts and the Committee agrees with his recommendation. Mr. Kilgore took the historic data from the last few years and the percentage of cost-to-charge minus bad debt and came up with 22.75%. In the previous year's bad debt was included in the percentage of reimbursement; the Citrus County Hospital Board enabling legislation stated that the Board shall not reimburse bad debt to any Hospital or Doctor's office.

MOTION by Mrs. Ressler, second by Mr. Lytton to adopt the 22.75% Reimbursement Rate for cost for Fiscal Year 2011-2012. After discussion the Motion passed unanimously, 4-0.

- e) Approval of the Application and Advertising for the Associate Board of Trustees

MOTION by Dr. Rao, second by Mr. Smallridge to approve the application and advertising for the Associate Board of Trustees. The Motion passed unanimously, 4-0.

**** BREAK ****

f) ISQ/Consultant for County Health Plan

Mr. Smallridge expressed that the Citrus County Hospital Board enabling act requires the Board to create and implement a County Health Plan. The CCHB staff came up with an ISQ to hire a consultant to help with this program.

Via consensus the Board agreed to have a workshop on Tuesday, February 28, 2012 at 8:00am.

g) Foundation Governance Issues/Legal

In the case 2011-CA-1476 Mr. Grant informed the Board that they completed the depositions of many of the Foundation members, but still some witnesses are remaining over the next few days. Mr. Grant also noted that it is the CCHB position will prevail because the witnesses provided by the Foundation have not been able to testify or attest to any statement made by any Trustee regarding business.

Mr. Grant stated that a settlement agreement was sent to the Foundation and they informed Mr. Blackwell that a response would be provided over a week ago.

Mr. Grant also informed the Board that in the Lease Agreement (3.1 and 3.2) it is very clear regarding the Foundation's responsibility to make reasonable accommodation in their budget to pay the rent and other expenses of the Citrus County Hospital Board.

Mr. Smallridge received a letter from Mr. Sanders regarding the budget process. Mr. Smallridge informed the Board that he replied to Mr. Sander's letter.

Mr. Smallridge also responded to Dr. Bennett's letter regarding the CCHB public records request.

Mr. Grant also reminded the Board about two balloon payments. The 2006 bonds which are approximately eight million dollars will be due in 2016. There is another payment due for five million dollars on the 2008 bonds and will become due in 2018. The Auditor General in his final report stated that the Foundation needs to reduce their debt.

In the case 2010-CA-5399 a hearing was scheduled for February 29, 2012 at 10:00am in a motion to compel arbitration.

In the case where the Foundation sent a referral to the state Attorney in October 2011 implying that the CCHB violated the Sunshine Law and stated same in a newspaper article in September 2011 has been closed. The State Attorney advised that the Foundation matter is closed.

In the case 2011-CA-1653 no ruling by Judge Fullford.

Mr. Blackwell (via telephone) expressed his disappointment that the Foundation did not make any attempt to respond to the proposed settlement agreement sent by the CCHB to try to resolve the issues.

In the case 2011-CA-1388 Mr. Grant stated that depositions are going to be set.

d) Other: None

NEW BUSINESS

(8) TRUSTEE COMMENTS

a) E. Lytton: None.

b) V. Rao: None

c) D. Ressler: Mrs. Ressler requested clarification of the community outreach funds because she would like to support the backpack program.

d) M. Smallridge: Mr. Smallridge informed the Board that the regular meetings of the Citrus County Hospital Board were scheduled for April 09, May 13 and June 11, 2012 at 12:30pm in the CCHB office.

(9) STAFF UPDATES / REPORTS

None.

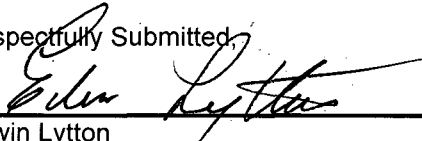
(10) NEXT SCHEDULED MEETING DATE

Next scheduled meeting will be Monday, March 12, 2012 at 12:30pm in the CCHB office.

(11) ADJOURNMENT

MOTION by Dr. Rao, second by Mrs. Ressler to adjourn the meeting. The motion passed 4-0. and the meeting adjourned at 3:36pm.

Respectfully Submitted,



Edwin Lytton
Secretary

02.13.12 Minute Copy on File:

1. Agenda & Public Notice
2. CCHB Finance Report & Invoices
3. Letter from Susan Gill
4. Letter from Ryan Beaty.