

**MONTROSE MEMORIAL HOSPITAL
BOARD OF TRUSTEES
MARCH 6, 2017
REGULAR MEETING MINUTES**

The regular meeting of the Board of Trustees of Montrose Memorial Hospital was held **Monday, March 6, 2017**, at 2:40 p.m. in the Montrose County Board Room, located at 161 S. Townsend Ave, Montrose, CO, 81401.

Call to Order: The regular meeting was called to order at 2:40 p.m. by President Mark Rackay.

Roll call:	Mark Rackay, President	- Present
	Mark Young, Vice President	- Present (via phone)
	Pete Klingsmith, Secretary /Treasurer	- Present (via phone)
	George Glasier, Trustee	- Present (via phone)
	Tony Lobato, Trustee	- Present (via phone)
	Tim Tinaza, Trustee	- Present (via phone)
	Joe Saunders, Trustee	- Absent

Quorum present.

Also present: Teresa Williams, County Attorney
Allison Mason, Board Secretary

Pledge of Allegiance

1.0 Public Comments: None

2.0 Commissioners Comments: None

3.0 MMHI Board of Directors Report: No Board of Directors from MMHI present.

4.0 Consent Agenda:

Approval of Meeting Minutes (4.01) - Minutes presented: February 6, 2017

Trustee Tim Tinaza moved to accept the minutes as presented; motion was seconded by Secretary/Treasurer Pete Klingsmith. All in favor; none opposed. Motion carried.

5.0 Compliance Report(s):

Hospital Inspections (5.01) – Trustee Joe Saunders visited the San Juan Cancer Center with Leann Tobin in February, but was not present to give a report. President Mark Rackay mentioned that he had not seen the hospital helicopter during the weekends lately. Vice President Mark Young stated that he had heard that the St. Mary’s helicopter had not been producing the revenues anticipated by St. Mary’s, so it was moved to Rifle. As a result, the Montrose helicopter often been kept in Grand Junction (but he was not fully sure of this).

6.0. New Items:

Evaluation (6.01) – Trustee Tony Lobato made a motion that the trustees continue to employ Allison Mason as secretary, grant a minimum of \$1 raise, and file her evaluation in the personnel file held by County Attorney Teresa Williams (Ms. Williams received evaluation document at this time). Motion was seconded by Secretary/Treasurer Pete Klingsmith. All in favor; none opposed. Motion carried.

7.0 Old Items: No old items.

8.0 Financial Report: Secretary/Treasurer Pete Klingsmith presented the financial report as follows: the trustees started the month with \$43,480.08. Expenditures came to \$35,259.47, including \$33,503.60 for legal fees. Deposits were \$61,013.72, including \$58,013.72 reimbursement of legal fees and \$3,000 rent from MMHI. Available funding was \$69,234.33. Proposed expenditures for the month of March were \$32,846.87, including \$31,541.77 for legal fees. After proposed expenditures, estimated balance was \$36,387.46. A screenshot was included to show the available bank balance of \$69,234.33 on February 28, and all deposits and withdrawals, along with a running total. Trustee Tony Lobato expressed his appreciation for the new format of the report, as it was easier to see the information. He then asked about the \$359 premium for the Nationwide surety bond, since the trustees had an issue with the premium being overpaid previously. President Mark Rackay asked if the current premium covered the next 2 years and Allison Mason said she thought so, but would double check after the meeting. President Mark Rackay and Secretary/Treasurer Pete Klingsmith again thanked Allison for working with the financials, commenting that the new report was easier to read. Motion to accept the financial report and pay the bills was made by Trustee Tony Lobato; seconded by Vice President Mark Young. All in favor; none opposed. Motion carried.

Secretary/Treasurer Pete Klingsmith presented the high points of the financials from MMHI for July 2016 to December 2016. The hospital ended the year with current assets of almost \$3 million. Receivables were up \$1.7 million. It paid off almost \$3 million in liabilities. It had about \$24 million in bond payments outstanding. Return on assets was 3.22. The lease requirement is 2.60, so MMHI was .62 in excess of the ROA requirement. The lease requirement for the current ratio (current assets to current liabilities) is 2.31; MMHI was operating at 3.82, 1.51 points above the requirement. The most important ratio in the lease requirement is the debt service coverage ratio of 1.2. The hospital currently operates at a 4.28 DSCR, meaning it makes four times as much as it owes. Secretary/Treasurer Pete Klingsmith commented on the financial strength of the hospital and noted that these figures have not been audited yet. He did not find anything to dispute in the report.

9.0 Adjournment: Motion to adjourn was made by Trustee Tim Tinaza; seconded by Trustee Tony Lobato. All in favor; none opposed. Motion carried. Meeting was adjourned at 2:59 p.m.

Mark Rackay
President

Pete Klingsmith
Secretary/Treasurer