

**MONTROSE MEMORIAL HOSPITAL
BOARD OF TRUSTEES
MAY 1, 2017
REGULAR MEETING MINUTES**

The regular meeting of the Board of Trustees of Montrose Memorial Hospital was held **Monday, May 1, 2017**, at 2:30 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 2:30 p.m. by President Mark Rackay.

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

Quorum present.

Also present: Allison Mason, Assistant 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: *April 3, 2017*

Trustee Tony Lobato moved to approve the agenda and accept the minutes as presented; Trustee Tim Tinaza seconded. All in favor; none opposed. Motion carried.

5.0 Compliance Report(s):

Hospital Inspections (5.01) – President Mark Rackay, Secretary/ Treasurer Pete Klingsmith and Trustee Joe Saunders attended a meeting April 17 at MMH with Stockman Kast Ryan regarding the hospital's 2016 audit. The presentation was only a draft of the findings from the audit; the final report would be forwarded to the Board when complete. The trustees mentioned that MMH has used the same audit firm for the last twenty years. Secretary Treasurer Pete Klingsmith said he was familiar with the auditors and they did good work; yet he suggested a possible reformation of the Lease that would include changing auditors every few years. Trustee Tony Lobato inspected the cafeteria, coffee shop, and bathrooms April 3.

6.0. New Items:

Certificate of Liability Insurance (6.01) – Proof of insurance received from MMHI. Trustee Tim Tinaza pointed out that these forms are generic and computer generated. The certificate does not have the Board of Trustees’ name listed. The trustees asked Allison to work with the insurance contact to have the Board of Trustees’ name added to the form.

Letter from Montrose County (6.02) – President Mark Rackay mentioned the County’s request for litigation information and asked the trustees if they agreed to let the lawyers handle it. The trustees expressed agreement and said they’d never seen a letter like this before. Trustee Tim Tinaza wondered if former county attorney Teresa Williams had handled this in the past, and since she was no longer working there, the county sent it to the Board. Trustee Tony Lobato mentioned that Ms. Williams had budgeted for legal fees through July. Secretary Pete Klingsmith suggested the Board directly ask Cindy Bennett, the Finance Director, about it. The trustees decided to let the lawyers (Westfall, Call, Clawson) decide what should be done.

7.0 Old Items: No old items.

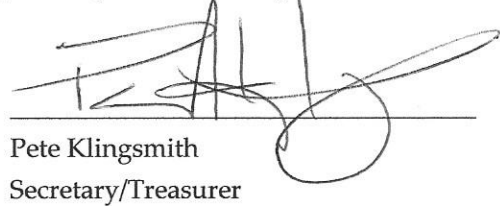
8.0 Financial Report: Secretary/Treasurer Pete Klingsmith said he would present the Board with audit information once the audit was complete. He mentioned that the hospital was out of compliance regarding return on assets, but advised the Board to wait for a response from Ron Courtney before jumping to any conclusions. The problem is typical for rural hospitals as the government continues to reduce Medicare and Medicaid payments. The hospital is in compliance with all other covenants, which offsets the problem with the return on assets.

Secretary/Treasurer Pete Klingsmith asked Allison to check on last month’s legal reimbursement, as the Board never received it from the BOCC. He then reviewed the proposed expenditures for May, which totaled \$6,730.78. Estimated balance after expenditures was \$53,356.10, before the legal reimbursement of \$12,121.52 not yet received. Trustee Tim Tinaza made a motion to accept the treasurer’s report and pay the bills; Trustee Tony Lobato seconded. All in favor; none opposed.

9.0 Adjournment: Motion to adjourn was made by Trustee Tim Tinaza; Trustee Joe Saunders seconded. All in favor; none opposed. Motion carried. Meeting was adjourned at 2:44 p.m.



Mark Rackay
President



Pete Klingsmith
Secretary/Treasurer

