

**MONTROSE MEMORIAL HOSPITAL
BOARD OF TRUSTEES
DECEMBER 4, 2017
REGULAR MEETING MINUTES**

The regular meeting of the Board of Trustees of Montrose Memorial Hospital was held **Monday, December 4, 2017**, at 2:00 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 2:04 p.m. by President Mark Rackay.

Roll call:

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

Quorum present.

Also present: Roger Rash, County Commissioner
Keith Caddy, County Commissioner
Glen Davis, County Commissioner
Ken Norris, County Manager
Larry Dupper, MMHI CFO
Carolyn Clawson, Atty.
Martha Whitmore, County Atty.
Cindy Dunlap, Montrose County Finance
Trisha Schaeffer, Assistant to County Atty.
Allison Mason, Assistant Secretary

Pledge of Allegiance

1.0 Public Comments:

2.0 Commissioners Comments:

3.0 MMHI Board of Directors Report: MMHI CFO Larry Dupper gave the board an update on some financial matters concerning the hospital. He talked about refinancing the Board's standing 2003 bond and explained that the lower interest rate would probably save the community at least half a million dollars each year. The current rate of payment is 6% and would be taken down to 3 ½% or 4%. Commissioner Glen Davis asked Dupper why the hospital was in so much debt. Dupper explained that Medicare reimbursements decline every year, and 75% of revenue comes from government payers. At the same time expenses and staffing increased as necessary. If the debt was refinanced, that would be the extent of the hospital's debt for that term. He explained that the Senate and House were likely to pass a tax bill that would prohibit hospitals from borrowing tax exempt refinancing. Dupper stated that the refinancing should be done before December 31.

4.0 Consent Agenda:

Approval of Meeting Minutes (4.01) - Minutes presented: November 8, 2017 – Regular

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

5.0 Compliance Report(s):

(5.01) Hospital inspections – Trustee Joe Saunders talked with the director of Volunteer Services, Beth McGorkel, who has been at MMH for ten months. Saunders gave some highlights of the volunteer program.

6.0. New Items:

(6.01) – Moving options for trustee office – President Mark Rackay explained some options for an office and meeting space for the Board. The trustees agreed to table the issue until Rackay had a chance to look at some possible other spaces. Trustee Tony Lobato agreed to table the issue; motion seconded by Trustee Joe Saunders.

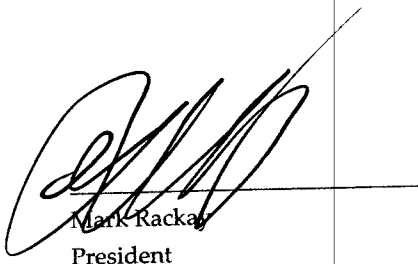
(6.02) – New rent from MMHI - President Mark Rackay worked with MMHI Board Chair Ron Courtney to decide a rental payment of \$5,000 for the month of December. Secretary/Treasurer Pete Klingsmith was to assist in deciding future rent payments that take all of the Board's finances into account, including the possibility of the Board hiring its own attorneys.

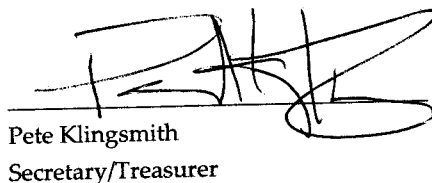
(6.03) – Bond Refinance – President Mark Rackay suggested that the board table the bond issue until the county attorneys could review the documents and give their advice. Trustee Joe Saunders made a motion to continue the issue until a special session that would be held before December 31, 2017. Motion 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 report as follows: November's beginning balance was \$79,585.78 Expenditures in November totaled \$9,209.06. These included legal fees paid to Hale Westfall, LLP in the amount of \$8,030. The Board received \$11,030 in deposits which included BOCC reimbursements of \$8,030 in legal fees and \$3,000 in rent from MMHI. The available funds for distribution were \$81,406.72. Proposed expenditures of note were legal fees to Hale Westfall in the amount of \$14,223.30; other proposed expenditures included payroll, mileage reimbursements for Trustees George Glasier and Tony Lobato, rent to Montrose County, Uber conferencing, and the Microsoft Office subscription. Total proposed expenditures amounted to \$15,090.03. Estimated balance after expenditures was \$66,316.69. Trustee Tony Lobato moved to approve the financial report and pay the bills; Trustee Joe Saunders seconded. All in favor; none opposed. **Motion carried.**

9.0 Adjournment: Motion to adjourn made by Trustee Joe Saunders; Secretary/Treasurer Pete Klingsmith seconded. All in favor; none opposed. **Motion carried.** Meeting was adjourned at 3:02 p.m.


Mark Rackay
President


Pete Klingsmith
Secretary/Treasurer