

Munroe Regional Health System Marion County Hospital District

Board of Trustees Meeting Minutes August 31, 2020 Rich Bianculli, Chairman

Call to Order

Rich Bianculli called the August 31, 2020 Meeting of the Munroe Regional Health System and Marion County Hospital District Board/Committee Meetings to order at 5:05 pm.

Emergency Meeting Resolution – This resolution was passed by the Board as called for by the Governor's Executive Order EO 20-69. Based upon the serious nature of this emergency and the series of Executive Orders by the Governor beginning with EO 20-51 and EO 20-52 and finally EO 20-69, the District Meeting can include binding votes on matters that come before the District. The District passed this resolution announcing a State of Emergency by the District and specifically following the requirements of Florida Statute 120.54 (5)(b)2.

Public Comment (3 Minutes)

None

Board Members Present by Web

David Cope, Randy Klein (in at 5:08 PM), Ram Vasudevan, Ken Marino, Sam McConnell, Teresa Stephens

Board Members Absent

None

Others Present (by web/phone)

Joe Hanratty, Dolly Dockham, Matt White, Carlos Medina, Sheryll Goedert, Luis Delgado (in at 5:23 PM)

Present in Office /by Web

Debra Velez, Curt Bromund, Rich Bianculli, Heather Wyman

Approval of Previous Minutes – July 27, August 17 and August 25, 2020 – A Motion was made by David Cope to approve the previous minutes of July 27, August 17 and August 25, 2020 as presented. The Motion was seconded by Teresa Stephens. With no further discussion and no objections, the Motion passed unanimously by general consent.

LEGAL/OTHER

Legal Claims – Joe reported that there are no new legal claims to discuss.

Sixth and Seventh Amendment to the Lease - In the Executed Sixth Amendment it was established that \$25,775,813 had been spent. That leaves \$124,224,187 to be spent. Additionally, the Sixth Amendment provided that a "minimum" of \$80,000,000 was to be spent on the main campus, acknowledging that it is possible that more than \$80,000,000 could be spent on the main campus. Main Campus spend to be completed by 12/31/2020. Off Campus Spend complete by 1/1/20203.

Proposed Seventh Amendment - The proposed Seventh Amendment continues to provide for a Minimum of \$80 million to be spent on the Main campus. However, there is no locational requirement as to where the remaining \$44,224,187 is to be spent, only the time requirement that we agreed to. The Seventh Amendment which was a CAPEX Extension was approved by the District Trustees in June of 2020 and was sent to Advent for review and signatures, Joe has reached out to Advent to inquire about the of the document and Advent is waiting for a meeting in September with Rich and Curt to discuss. Joe and Matt discussed Advents expenditures, if they are going by the 7th amendment that states as of August 1, 2018 - \$25,775,813 was expended towards the lease commitment of \$150M. The remaining commitment of \$124,224,187 was to be expended with \$57M for the main campus before 12/31/2020; \$27M for the main campus 12/31/2021 and remaining balance to be spent on non-main campus by 1/1/2023. Total remaining commitment as of 12/31/2019 is ~\$88,767.

AHCA Medicaid Settlement - The Proposed Settlement Agreement with AHCA has finally been sent to Gryphon and it is the \$2.4 Million accounted for by the District. However, we have learned there is a lawsuit going on across the state regarding Medicaid billing. This issue currently only applies to outpatient billing because that was the case that was litigated. A similar rule challenge would be available for inpatient, but the process would have to start at the Department of Administrative Hearings (DOAH) and then wind its way through the court system. It is likely that a similar result would be obtained. Joe is still awaiting written confirmation, but there are 5 Hospitals that are in a position to appeal based upon a new decision that would allow us to not pay the \$2.4 Million Settlement until the conclusion of the appeal. Joe should have some answers for the September committee meeting.

NEW BUSINESS

COMMITTEE REPORTS

Rich Bianculli then requested that David Cope call to order the Grant Committee report.

GRANT COMMITTEE – DAVID COPE

David Cope called the Grant Committee report to order at 5:16 PM then and asked Curt to proceed with the grant report.

New Business

Grant Committee Name Change – Rich has recommended changing the Grant Committee name to be called Strategic Initiatives Committee starting in September 2020. Everyone was in agreement so the name will be changed starting September 2020.

Beacon Point Update - Building 2 - Clinical Withdrawal Management RFQ – Curt Bromund - Two responses were received for the RFQ for Clinical Withdrawal Management Services in Building 2, which are LifeStream and Park Place. Building 2 will house the Clinical Withdrawal Management program. It will provide support to both the clients who desire to transition to Medication Assisted Treatment (MAT) and then attend outpatient treatment services within building 1 at Beacon Point, as well as reduce the waiting list and delay in access to care for the current programs within the community. Luis completed a review, analysis, and comparison of both programs and considers Park Place to have the advantage in this category. Park Place has some existing staff that will be dispatched to Beacon Point that meets some critical criteria. One being a Marion County resident that performs Assessments and D/C planning at their Kissimmee location. Should they be selected, this person will be transferred to Beacon Point.

In addition to this Park Place also has some key staff members that will also be used at Beacon Point that have considerably more experience in the withdrawal management space. Park Place also has a designated Court Liaison that will be used at Beacon Point with a strong track record of Marchman Act experience, which is helpful since we are noticing a need for qualified professionals with a working knowledge of how to utilize and manage Marchman Act cases.

Both programs report similar first year expenses that will require MCHD funding. Both programs also present plans to secure and seek out funding from other areas in year 2. Both programs are existing Medicaid providers and seek to be same in this space. No significant differences in the area of funding. On integrative care and detail of programming Park Place provided a much more detailed explanation of how the program will function. They provided strong and specific information regarding how they use a Harm Reduction Model and a Recovery Oriented System of Care which, among other things, is outcome driven, very integrative, and culturally responsive in nature. We also believe Park Place has the best opportunity to achieve financial self-sufficiency during the second year of operations. So due to these findings and understanding of their current programs his recommendation at this time is to award Building 2 to Park Place.

A Motion was made by Ken Marino to approve Park Place for Clinical Withdrawal Services Contract Negotiations at Building 2 at Beacon Point. The contract will be reviewed by the MCHD attorney and then brought to the board for approval. The Motion was seconded by Ram Vasudevan. With no further discussion and no objections the Motion passed unanimously.

MCHD 2020-2021 Strategic/Operating Plans – After some discussion it was decided the Strategic/Operating Plans were acceptable as presented and the board would like updates on plans if goals are not going to be met or if the goals need to be adjusted. The final plans will be approved at the September board meeting. After some discussion it was decided that The Strategic/Operating plans will remain under the Strategic Initiatives Committee (formerly the Grant Committee) rather than the Operations Committee and Dave and Curt will monitor to make sure everything is on track monthly.

A Motion was made by Sam to accept the Grant Committee report by general consent, with no further discussion and no objections the Grant Committee report was unanimously accepted by general consent.

There being no further business, Dave closed the Grant (Strategic Initiatives) Report at 5:36 PM. Rich then asked Randy to call to order the Audit Committee.

AUDIT COMMITTEE – RANDY KLEIN

Randy called the Audit Committee to order at 5:36 PM.

New Business

RFP for Audit Update – The Marion County Hospital District Audit Committee solicited on the website and emailed various CPA firms who provide audit services the RFP for Audit and Tax Services. Two RFP's were received, Purvis and Gray and Saltmarsh. Purvis' proposal is about \$8,500 lower per year and Salt Marsh does not have a local office.

A Motion was made by Ken Marino to approve Purvis and Gray as the Auditor for the District for next three years and to accept the Audit Committee Report by general consent. With no further discussion and no objections the Motion passed unanimously by general consent.

There being no further business, Randy closed the Audit meeting at 5:37 PM. Rich then asked Sam to call to order the Operations Committee.

OPERATIONS COMMITTEE – SAM MCCONNELL

Sam McConnell called the Operations Committee to order at 5:37 PM.

New Business

MCHD New Construction Update – Debra Velez reported construction is at 40% completion and on schedule for January 2021 completion.

Advent Hospital Inspection – Debra will have an update for the September Committee Meeting.

A Motion was made by Sam to accept the Operations Committee report by general consent, with no further discussion and no objections the Operations Committee report was unanimously accepted by general consent.

There being no further business, Sam closed the Operations meeting at 5:38 PM. Rich then asked Sheryll to call to order the Investment Committee.

INVESTMENT COMMITTEE – RICH BIANCULLI

Sheryll called the Investment Committee to order at 5:39 PM. Rich has requested that Teresa be the Chair for the Investment Committee starting September 2020. Teresa has accepted and will gain information on presentation of material and what information is needed to Chair the committee.

New Business

Renasant Summary and Investment Report – Sheryll reported that the initial investment summary will be used as an accounting reconciliation tool and will no longer be provided as part of the meeting package. Renasant's reports are looking much better but Caleb was asked to also include graphic presentations of each investor group as part of his report, so we will be following up with him. Rich stated that we were up ~ 8M last month and as of close last Friday we were up \$6.7M and that the markets are pretty rich right now.

A Motion was made by Sam to accept the Investment Committee report by general consent, with no further discussion and no objections the Investment Committee report was unanimously accepted by general consent.

There being no further business, Sheryll closed the Investment Committee at 5:45 PM. Rich then requested Sheryll call to order the Finance Committee.

FINANCE COMMITTEE - SHERYLL GOEDERT

Sheryll called the Finance Committee to order at 5:45 PM.

New Business

MRHS/MCHD July 2020 Financials – Sheryll presented the financials for July, which are the first set of financials provided by our outsourced accounting firm, and noted the format is much easier to comprehend and follow. She stated that the July financials had no anomalies.

2020-2021 MRHS/MCHD Budgets – Curt and Matt presented the MRHS/MCHD budgets, the budgets were presented at the committee meeting as one budget, and it was requested that 1) Matt split the two budgets, one for MRHS and MCHD, 2) Clean up the formatting for better clarity and 3). Breakout Beacon Point grants by buildings and services. The budgets need final approval at the September board; therefore, Curt has offered to meet with trustees individually to discuss any budget items in depth before the board meeting. Sam wanted to clarify that there is only one more committee meeting before the September board where the new budget will be approved and that the board should read the documents before then should they have questions or want to make changes. Rich had also requested more discussion about social determinants within the fiscal year, next 3-5 months; thus requesting that the budget include the cost of an informational study, this cost (\$20,000) has been included in the Grants budget, as indicated by Curt. Also, it was requested for the next Strategic Initiatives Meeting to have some information provided by Interfaith in regard to what they have been doing for the last 18 months including psychotropic drugs, diabetes and drug voucher costs. Curt will also pull minutes from a previous meeting where we discussed this topic.


A Motion was made by Sam to accept the July 2020 Financials and the Finance Committee report by general consent, with no further discussion and no objections the July 2020 Financials and the Finance Committee report were unanimously accepted by general consent.

Old Business

None

There being no further business, Sheryll closed the Finance Committee at 6:07 PM.

There being no further business Rich closed the meetings at 6:08 PM.


Rich Bianculli, Chairman