

Montezuma County Hospital District Regular Board Meeting
EMS Training Room
January 8, 2025

Present:

Brandon Johnson, Chairperson
Bill Thompson, Vice-Chairperson
Robert Dobry, Secretary/Treasurer
Sean Flaherty, Director

Also Present:

Rob Owens, SHS Plant Operations Dir
Joe Theine, CEO
Adam Conley, SHS CFO
Eric Croke, SHS Vice-Chair
<u>Counsel:</u>
Keenen Lovett, MCHD Attorney

<u>Recorded by:</u>
Bridgett Jabour, Secretary
<u>Excused/Absent:</u>
Orly Lucero, Director
Bob Ower, Director

Agenda Item/Topic	Findings and Discussions	Conclusions, Recommendations, Actions, and/or Motions	Follow-up Responsible Party
Call to order	MCHD Chair Brandon Johnson called the meeting to order at 6:00 pm.		
Public Comment	None.		
Introductions	SHS Vice-Chair Eric Croke was introduced to the board as the SHS Board representative who would be attending their meetings monthly going forward.		
Consent Agenda	December 11, 2024 Regular Meeting Minutes Payment of Bills	It was moved and seconded to approve the consent agenda with correction to minutes as described. Motion: Robert Dobry Second: Sean Flaherty Motion carried.	
<u>REPORTS and ACTION ITEMS</u>			
SHS Board Report	SHS Vice Chair Eric Croke was introduced to the Board. Mr. Croke has been on the SHS board for 1 year and has been a member of the Capital Infrastructure Committee for one year as well; he has a background in engineering. Mr. Croke reported the 3 new board members came on: David Dull,		

	<p>Margi Strangl, and Mary Dodd. Their term began January 1 and their first meeting is January 30th. The SHS Board has prepared a Board Development plan and has scheduled training and orientations to get the new members up to speed.</p>		
<p>SHS Operating Report – CEO Joe Theine</p>	<p>SHS CEO Joe Theine reviewed provided a report to the MCHD board through PowerPoint, in which, he reviewed recruiting, retention, review of statistics and volumes, capital expenses, Medicare advantage updates, strategic planning and timeline, SHS board-approved objectives overview and strategic objectives. Leadership is focusing on employee retention and becoming a high reliability organization, as well as safety/quality objectives. These initiatives are expected to build growth in services. Mr. Theine advised that SHS is partnering with Montrose Regional in which they are leasing space within the facility to provide Cardiology services full-time.</p> <p>Mr. Theine advised that SHS will be providing their annual letter to the MCHD board following SHS board approval at their Jan 30th meeting. Additionally, SHS is leasing approx. 1700sf of space on the 2nd floor to Montrose Regional Health beginning 2/1/25. While not required by the lease, SHS wanted to make the Board aware.</p>		
<p>Finance Report – CFO Adam Conley</p>	<p>SHS CFO Adam Conley reviewed the enclosed aggregate budget for 2025, including expected changes in days' cash throughout the year. One of the capital expenditures enclosed includes the purchase of equipment for cardiology services by the Montrose team. Mr. Conley reviewed timing, strategies and anticipated challenges for 2025 related to the budget presented. It includes an EBIDA of \$8.3m. Gross revenue of \$83m and operating expenses of \$82m.</p> <p>Capital Equipment/Expenditure total for 2025 is \$1.225 million, with most purchases happening after the clinic Cerner conversion when it can be determined cash level</p>		

	available for purchases. Lower income budgeted is due to anticipated revenue loss during EHR (Cerner) conversion.		
Financial Report – Robert Dobry MCHD Financial Report – Robert Dobry, Scty/Treas	<p>Scty/Treas Robert Dobry handed out December financials to the board. The reporting format has changed with the new accountant. Walston Accounting, the new MCHD Accounting firm, has prepared financials back to January 1, 2024.</p> <p>There is a “gap” in which there is no bank statement for 1 week in July, due to Vectra Bank’s system software conversion. Statement dates will now follow the calendar months, instead of beginning the 16th of each month.</p> <p>Payments to the accountant will be done through their portal instead of a hard check being cut after Board approval at each meeting.</p> <p>Due to how early the meeting is in January, no sales tax numbers are available. These will be reported at the February meeting.</p>	<p>In addition to the consent agenda bills approved above, Mr. Dobry motioned to approve the addition of two invoices. One to Mazzetti Engineering for \$9,247.50 as well as reimbursement to Southwest Health System, Inc. to reimburse for expenses for electrical work to hook up emergency generators for both the Mancos Clinic and Southwest Walk In Care for \$7,287.50. MOTION: Robert Dobry SECOND: Sean Flaherty Motion carried.</p>	
Capital Infrastructure Committee Report	<p>Mr. Flaherty reported that the District closed on a 28-acre parcel adjacent to the main hospital campus on the 7th of January. This property is now owned by the District.</p> <p>Mr. Flaherty advised the status of the Inpatient Pharmacy leak. Nunn Construction’s proposed resolution to the issue is not acceptable. The elevation needs to be changed in order to truly fix the problem causing the leak.</p> <p>Mr. Flaherty advised that the Reverse Osmosis system was installed. Additionally, the HVAC parts for south campus have been ordered. They’re expected to take 20 weeks for delivery. There will be an addendum for additional work to complete</p>		Mr. Lovett

	<p>this project and anticipate having final numbers for the next board meeting.</p> <p>The work to repair the leak issue at inpatient pharmacy is not fully resolved. Nunn expects MCHD to pay for some of the work needed, but Nunn will provide the work to install the flashing and raise the scuffer. No cost estimates are available until next meeting.</p>		
Foundation Report	<p>Mr. Theine reported as Mr. Ower is excused from the meeting as follows:</p> <p>The Foundation board met in December, and had pushed to maximize year-end donations to the Foundation. The OB ultrasound for the Mancos clinic was purchased and the first day seeing patients by FPOB Megan Viquez is Friday, Jan 10th. The Mancos clinic will now be open on Fridays.</p>		
Optional Board Member Report	<p>Mr. Johnson advised that he had been in contact with Jan Garner, owner of the Beehive Memory Care center regarding her request for installing a container to store food needs for her residents and staff.</p> <p>MCHD has agreed that they will allow a temporary storage building for 24 months and is required to be approved and permitted by the city of Cortez. Must be a single, neutral color.</p> <p>SHS will also have to abide by the rules above; SHS will need to remove their containers within the next 24 months. This will be a PUD-wide ruling.</p>		
Attorney Report	<p>MCHD Attorney Keenen Lovett reviewed the RFP for Owner's Rep presented to the Board. Timing was discussed as well as language edits.</p> <p>Mr. Lovett presented the 2025-01 Posting Resolution that confirms that meeting agendas will be posted at the County building on Main Street and on the website.</p>	<p>It was moved and seconded to approve the RFP with edits discussed. MOTION: Robert Dobry SECOND: Sean Flaherty Motion carried.</p> <p>It was moved and seconded to approve Resolution 2025-01 for Postings for the year of 2025 as presented. MOTION: Robert Dobry</p>	

	2025-02 Adoption Resolution for the 2025 Budget 2025-03 Appropriation Resolution for the 2025 Budget, specifically appropriating all sales tax revenue to bond repayment as approved by voters.	SECOND: Sean Flaherty Motion carried. It was moved and seconded to approve the 2025 Budget Adoption and Appropriation Resolutions as presented. MOTION: Robert Dobry SECOND: Sean Flaherty Motion carried.	
Adjournment	Next meeting to take place February 12, 2025.	It was moved and seconded to adjourn the meeting at 7:24pm. Motion carried.	

Bridgett Jabour, MCHD Secretary

Robert Dobry, Secretary/Treasurer