

MEETING MINUTES

ANTELOPE VALLEY HEALTHCARE DISTRICT BOARD OF DIRECTORS MEETING – PUBLIC SESSION

Community Resource Center – Auditorium
44151 15th Street West, Lancaster, CA 93534

JANUARY 25, 2023

<p>DIRECTORS PRESENT: Abdallah Farrukh, MD, Chair Kristina Hong, 1st Vice Chair Don Parazo, MD, Treasurer Doddanna Krishna, MD Steven Hofbauer, NREMT</p>	<p>OTHERS PRESENT: Edward Mirzabegian, Chief Executive Officer Troy Schell, General Counsel Pramod Kadambi, MD, Chief of Staff Satya Dandamudi, MD, CMO Kayla Martz, Executive Assistant to the CEO & BOD</p>
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START TIME: 7:07PM

- I. REPORTABLE ACTIONS TAKEN IN EXECUTIVE (CLOSED) SESSION** – Abdallah Farrukh, MD, Chair
- A. Report on Actions on Claims Filed with the District (**REPORT**)
 - B. Medical Staff Recommendations (**REPORT**)
- Dr. Farrukh reported on the Action on Claims filed with AVHD.
He also reported on the Medical Staff Recommendations.
- II. CONSENT CALENDAR – THE CONSENT CALENDAR, AGENDA ITEMS MAY BE ACTED UPON WITH ONE MOTION, A SECOND AND THE VOTE** – Abdallah Farrukh, MD, Chair
- A. Approval of Board Public Session Meeting Minutes of December 21, 2022 (**ACTION**)
 - B. Approval of Compliance Oversight Committee of October 13, 2022 (**ACTION**)
 - C. Approval of Compliance & Integrity Program Policy & Procedure CIP.III.B entitled SCREENING FOR EXCLUDED PARTIES (**ACTION**)
 - D. Approval of Compliance & Integrity Program Policy & Procedure CIP.III.K entitled RESPONDING TO A SEARCH WARRANT FOR BUSINESS RECORDS (**ACTION**)
 - E. Approval of Compliance & Integrity Program Policy & Procedure CIP.III.E entitled GIFTS AND OTHER CONSIDERATIONS (**ACTION**)
 - F. Approval of House Medicine Transplant Service Agreement (**ACTION**)
 - G. Approval of Peritoneal Dialysis Joint Venture with DaVita (**ACTION**)

MOTION: Dr. Krishna made a motion to accept the Consent Calendar; Seconded by Dr. Parazo.
The motion passed unanimously.

III. COMMITTEE REPORTS & RECOMMENDATIONS

- A. **Finance Committee** – Don Parazo, MD, Chair
 - 1. Approval of December 2023 - Financial Report (**ACTION**) – Nathan Dean, Interim CFO

Net Patient Revenue Trends - December 2022 Graph Reviewed

Statement of Income – December 2022

- Total Operating Revenue: Actual= 54.6 | Budget= 41.9 | LY= 39.4 | 38.6% Variance from LY
- Total Operating Expenses: Actual= 41.3 | Budget= 39.1 | LY= 36.3 | 13.8% Variance from LY
- EBIDA: Actual= 24.4% | Budget= 6.7% | LY= 7.9%
- Net Income: Actual= 11.2 | Budget= 670 | LY= 977

Statement of Income – Year to Date: Reviewed & Discussed

- Total Operating Revenue: Actual= 253.6 | Budget= 250.9 | 6.4% Variance from LY
- Total Operating Expenses: Actual= 243.4 | Budget= 235.6 | 9.9% Variance from LY
- EBIDA: Actual= 4.0% | Budget= 6.1% | LY= 7.0%
- Net Income: Actual= -3.7 | Budget= 2.3 | LY= 3.5

Payor Mix – Graph Reviewed

Medicare: 38.5% | Medi-Cal: 38.5% | Commercial: 19.8% | Other: 2.3% | Self-Pay: 0.9%

Admission Trends - December 2020-2022: Graph Reviewed**Volumes – December 2022**

- I/P Surgeries (Main): 266 | I/P Surgeries (WIP): 94 | O/P Surgeries: 251 | TOTAL: 611
- I/P GI Procedures: 157 | O/P GI Procedures: 154 | TOTAL: 311
- Total CC/IR/EP Procedures: 150 | LY: 162
- Trauma Cases: 150 | LY: 144
- ER Visits: 10,453 | LY: 10,834
- ER Admits: 1,239 | LY: 1,192
- L&D Deliveries: 298 | LY: 301

Volumes – Fiscal YTD

- I/P Surgeries (Main): 1,688 | I/P Surgeries (WIP): 570 | O/P Surgeries: 1,652 | TOTAL: 3,910
- I/P GI Procedures: 983 | O/P GI Procedures: 1,126 | TOTAL: 2,109
- Total CC/IR/EP Procedures: 869 | LY: 922
- Trauma Cases: 775 | LY: 844
- ER Visits: 63,993 | LY: 58,110
- ER Admits: 6,949 | LY: 6,704
- L&D Deliveries: 1,639 | LY: 1,927
- Acute Discharges: 9,362 | LY: 9,254
- Adjusted Discharges: 13,477 | LY: 13,254
- Acute Patient Days: 43,899 | LY: 44,094
- Adjusted Patient Days: 63,159 | LY: 63,131
- Observations (as Patient Days): 292 | LY: 945
- General Acute LOS: 4.69 | LY: 4.76
- General Acute CMI: 4.54 | LY: 1.57
- Medicare Acute LOS: 5.63 | LY: 5.77
- Medicare CMI: 2.22 | LY: 2.21

Collection & Debt Service Coverage Requirements – December 2022

- Bond Covenant Requirements - Days Cash on Hand: 116.0 | Requirement: 55.0
- Debt Service Coverage: 2.15 | Requirement: 1.20

AVOIC – CYTD – Reviewed Preliminary Numbers

Will show actuals in next month's Finance Committee Meeting.

Mr. Mirzabegian noting that most hospitals in the US, especially California hospitals are suffering with the lack of Medicare & Medi-Cal Payments. Subsidies are being cut causing financial stress on healthcare organizations.

MOTION: Ms. Hong made a motion to accept the December 2022 Financial Report; Seconded by Dr. Krishna.
The motion passed unanimously.

IV. BOARD ORGANIZATIONAL MATTERS – Abdallah Farrukh, MD, Chair

A. Review and Approval of Antelope Valley Healthcare District Governing Body By-Laws (ACTION)

B. Review and Approval of Policy LD.16 Board of Directors – Standing Committee & Subcommittee Appointments (ACTION)

C. Review and Approval of Policy LD.21 Board of Directors – Orientation, Continuing Education and Self-Evaluation (ACTION)

MOTION: Dr. Krishna made a motion to approve agenda items IV. A-C; Seconded by Dr. Parazo.
The motion passed unanimously.

D. Nominations and Election of Board Officers (ACTION)

MOTION: Dr. Krishna made a motion to nominate Dr. Farrukh as Board Chair.

Dr. Parazo discusses the By-Laws of the AVHD Board of Directors and the Nominations and Election of the Board Officers. The motion fails due to Dr. Farrukh fulfilling his allotted time as Chair of the Board of Directors per the AVHD By-Laws.

MOTION: Dr. Farrukh made a motion to nominate Ms. Kristina Hong as Board Chair; Seconded by Mr. Hofbauer.
The motion passes unanimously.

Chair: Kristina Hong, NP

MOTION: Dr. Farrukh made a motion to nominate Dr. Krishna as First Vice-Chair; Seconded by Dr. Parazo.
The motion passed unanimously.

1st Vice-Chair: Doddanna Krishna, MD

MOTION: Dr. Farrukh made a motion to nominate Dr. Parazo as Second Vice-Chair; Seconded by Dr. Krishna.
The motion passed unanimously.

2nd Vice-Chair: Don Parazo, MD

MOTION: Dr. Farrukh made a motion to nominate Mr. Hofbauer as Treasurer; Seconded by Dr. Krishna.
The motion passed unanimously.

Treasurer: Steve Hofbauer, NREMT

MOTION: Ms. Hong made a motion to nominate Dr. Farrukh as Secretary; Seconded by Dr. Krishna.
The motion passed unanimously.

Secretary: Abdallah Farrukh, MD

E. Standing Board Committee Appointments (ACTION)

- **Medical Quality Assurance Committee** - CHAIR: Dr. Farrukh, VICE-CHAIR: Dr. Krishna

- **Finance Committee** CHAIR: Ms. Hong, VICE CHAIR: Mr. Hofbauer

- **Retirement Advisory Committee** – CHAIR: Dr. Farrukh, VICE-CHAIR: Mr. Hofbauer

- **Compliance Oversight Committee** – CHAIR: Dr. Parazo, VICE-CHAIR: Ms. Hong

- **Human Resources Committee** – CHAIR: Ms. Hong, VICE-CHAIR: Dr. Krishna

V. NEW BUSINESS

VI. CHIEF EXECUTIVE OFFICER'S REPORT (INFORMATION ONLY) – Edward Mirzabegian, CEO

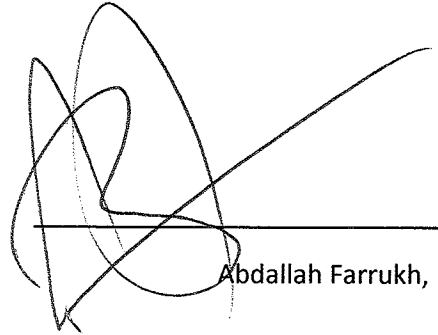
- Update on: COVID-19, Monkey Pox, Ebola Update
- Home Dialysis Joint Venture with DaVita

- Infusion Center Update
- Pharmacy Update

VII. PUBLIC COMMENT ON NON-AGENDA ITEMS

Dr. Farrukh provides comment regarding the purpose of the AVHD Board of Directors and the AVMC Chief Executive Officer. Specifically fiduciary responsibilities.

VIII. ADJOURNMENT: 7:30PM



Abdallah Farrukh, MD, Chair