

WESTCHESTER COUNTY HEALTH CARE CORPORATION

FINANCE COMMITTEE MEETING

May 1, 2019

5:00 P.M.

BOARD ANNEX ROOM

EXECUTIVE OFFICES

COMMITTEE MEMBERS PRESENT: Mr. Shroff
Mr. Hochberg
Mr. Tulis
Mr. Heimerdinger
Mr. Wishnie
Mr. Quintero
Mr. Rosenblut
Mr. Israel

BOARD MEMBERS PRESENT: Ms. Gevertz
Dr. Frishman

STAFF PRESENT: Ms. Switzer
Mr. Brudnicki
Mr. Fersko
Ms. Ariel
Mr. Costello
Mr. Ingber
Mr. Palovick
Mr. Ross
Mr. Ratner
Mr. Morgan
Dr. Leahy
Ms. Fernandez

The May 1, 2019 meeting of the Westchester County Health Care Corporation Finance Committee was called to order at 5:00 p.m. by Mr. Shroff, Chair. A quorum was present.

Minutes of April 3, 2019 Finance Committee Meeting

MR. SHROFF ASKED FOR A MOTION TO APPROVE THE APRIL 3, 2019 WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE MEETING MINUTES. MR. WISHNIE MOTIONED, SECONDED BY MR. TULIS. THE MOTION CARRIED UNANIMOUSLY.

1st Quarter Financial Statements

Mr. Ingber reviewed for the Committee the 1st Quarter Financial Statements for the period ended March 31, 2019. He stated that the balance sheet at March 31, 2019 was consistent with the balance sheet at December 31, 2018. Mr. Ingber advised that during the 1st Quarter, WMC received its Disproportionate Share payment; made its annual New York State (“NYS”) pension payment; and received a NYS DSRIP payment.

Mr. Ingber advised the Committee that other long term liabilities decreased primarily due to the pension payment that was made to NYS.

Mr. Ingber reviewed the Statement of Operations for the Committee. He stated that the loss for the 1st Quarter was \$5.9 million, compared to \$9.2 million for the same period last year. Mr. Ingber reminded the Committee that WMC ended 2018 with a bottom line of approximately \$4.0 million and that over the year the bottom line results improve. He stated that WMC believes it is on track for 2019.

Mr. Ingber informed the Committee that Patient Service Revenue during the 1st Quarter was impacted by a softening of case mix and payor mix.

Mr. Ingber advised the Committee that the labor cost in the Expense group reflects the impact of the new physicians hired throughout 2018, therefore 2019 has the full year effect. He stated that Supplies and Other Expenses include the cost of certain blood products that are used to treat hemophiliacs, which are very costly. Mr. Ingber advised the Committee that the increase in excess expenses growing at a rate greater than revenue was mitigated by the investment income and gains.

Mr. Ingber advised the Committee that the Valhalla census for the 1st Quarter remained stable and consistent with 2018.

Mr. Ingber advised the Committee that the MHRH census for the 1st Quarter remained stable and consistent with 2018. He stated that the census continues to remain strong through April.

Update on Investment Performance

Mr. Morgan updated the Committee on the portfolio performance of WMC’s Captive Insurance Company (“Captive”) and the Westchester Medical Center Foundation (“WMCF”). He stated

that through April 26, 2019, performance was strong with positive returns of 6.7% for the Captive and 10.1% for the WMCF.

Executive Session

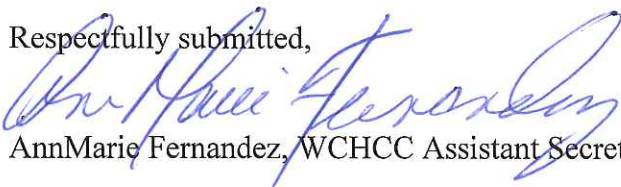
MR. SHROFF ASKED FOR A MOTION TO MOVE INTO EXECUTIVE SESSION FOR THE PURPOSE OF DISCUSSING FINANCIAL STRATEGIC PLANNING. MR. TULIS MOTIONED, SECONDED BY MR. WISHNIE. THE MOTION CARRIED UNANIMOUSLY.

A MOTION WAS MADE BY MR. SHROFF, SECONDED BY MR. TULIS, TO MOVE OUT OF EXECUTIVE SESSION. THE MOTION CARRIED UNANIMOUSLY.

Adjournment

THE MEETING OF THE WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE ADJOURNED AT 5:51 P.M.

Respectfully submitted,


AnnMarie Fernandez, WCHCC Assistant Secretary