

WESTCHESTER COUNTY HEALTH CARE CORPORATION

FINANCE COMMITTEE MEETING

September 4, 2019

5:00 P.M.

BOARD ANNEX ROOM

EXECUTIVE OFFICES

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

BOARD MEMBERS PRESENT: Ms. Gevertz
Dr. Frishman

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

The September 4, 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 July 17, 2019 Finance Committee Meeting

MR. SHROFF ASKED FOR A MOTION TO APPROVE THE JULY 16, 2019 WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE MEETING MINUTES. MR. WISHNIE MOTIONED, SECONDED BY MR. GEIST. THE MOTION CARRIED UNANIMOUSLY.

2nd Quarter Financial Statements

Mr. Ingber reviewed for the Committee the Financial Statements for the period ended June 30, 2019. He stated that total cash, cash equivalents, and investments at June 30, 2019 and December 31, 2018 were fairly consistent. He stated that other current assets decreased at the end of June 2019, compared to December 2018, due to Disproportionate Share payments received. Mr. Ingber advised that capital assets increased from December 2018 due to capital spending, a significant portion of which relates to the Ambulatory Care Pavilion (“ACP”). He advised that under liabilities, the current portion of other long term liabilities increased due amounts received for the DSRIP program. He stated that New York State pays the DRIP program in advance of the DSRIP program making payments to its DSRIP partners, including WMC.

Mr. Ingber advised that WMC had a net loss of \$5.5 million for the period ended June 30, 2019, compared to a net loss of \$9.0 million for the same period in 2018. He stated that patient service revenue increased primarily due to rate increases, service mix and changes in payor mix. Mr. Ingber advised that salaries, benefits and labor costs reflect the new physicians hired in 2019, as well the impact of new physicians hired in the second half of 2018. He stated that supplies and other expenses increased due to several hemophiliac patients requiring a costly blood product. Mr. Ingber advised the Committee that the increase in 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 remained stable for and acute discharges and outpatient cases were consistent with the same period in 2018. He stated that the patient census at MHRH was also consistent compared to the same period in 2018.

Mr. Morgan advised the Committee that WMC would like to enter into a Custody Agreement with BNY Mellon for the purpose of establishing an account with BNY Mellon so that transfers can be effectuated between Bermuda’s and the Corporation’s investment accounts.

MR. SHROFF ASKED FOR A MOTION TO RECOMMEND APPROVAL OF THE BNY MELLON RESOLUTION TO THE BOARD AUTHORIZING THE CORPORATION TO ENTER INTO A CUSTODY AGREEMENT FOR THE PURPOSE OF ESTABLISHING AN ACCOUNT SO THAT TRANSFERS CAN BE EFFECTUATED BETWEEN BERMUDA’S AND THE CORPORATION’S INVESTMENT ACCOUNTS. MR. TULIS MOTIONED, SECONDED BY MR. HOCHBERG. THE MOTION CARRIED UNANIMOUSLY.

Executive Session

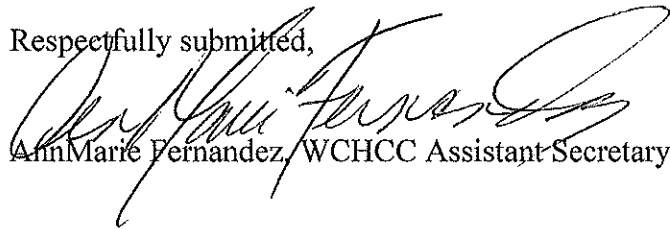
MR. SHROFF ASKED FOR A MOTION TO MOVE INTO EXECUTIVE SESSION FOR THE PURPOSE OF DISCUSSING FINANCIAL STRATEGIC PLANNING. MR. WISHNIE MOTIONED, SECONDED BY MR. ROSENBLUT. THE MOTION CARRIED UNANIMOUSLY.

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

Adjournment

THE MEETING OF THE WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE ADJOURNED AT 5:58 P.M.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Ann Marie Fernandez".

Ann Marie Fernandez, WCHCC Assistant Secretary