

WESTCHESTER COUNTY HEALTH CARE CORPORATION

FINANCE COMMITTEE MEETING

DECEMBER 6, 2023

5:00 P.M.

EXECUTIVE BOARD ROOM

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

BOARD MEMBERS PRESENT: Ms. Gevertz
Dr. Frishman
Mr. Heimerdinger
Mr. Geist
Ms. Mitchell

STAFF PRESENT: Ms. Switzer
Mr. Frank
Mr. Fersko – via WebEx
Mr. Costello
Ms. Ariel
Mr. Palovick
Mr. Ratner
Mr. Morgan
Dr. Leahy
Dr. Chasin
Ms. Soares

The December 6, 2023 meeting of the Westchester County Health Care Corporation Finance Committee was called to order at 5:00 p.m. by Mr. Tulis, Chair. A quorum was present.

Minutes of November 1, 2023 Finance Committee Meeting

MR. TULIS ASKED FOR A MOTION TO APPROVE THE NOVEMBER 1, 2023 WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE MEETING MINUTES. MR. SHROFF MOTIONED, SECONDED BY MR. ISRAEL. THE MOTION CARRIED UNANIMOUSLY.

September 30, 2023 Financial Statements

Mr. Morgan reported that Net patient service revenue was \$130 million higher (10%) than the comparable period last year due to higher volume and rate increases; Salaries and benefits increased by \$92 million as a result of continued investment in Physician services, salary rate increases and certain fringe benefit costs, particularly health benefits.

Mr. Morgan advised that Supplies and other expenses increased by \$56 million over the comparable period last year. He stated that the most significant area of increase was in med/lab supplies; a significant portion can be attributed to increased volume.

Mr. Morgan informed the Committee that the Operating income at September 30, 2023 was flat to last year, and was \$51.7 million. He stated that after taking in to account non-operating activities, primarily interest expense, net income was \$22.4 million compared to \$19.7 million last year.

Mr. Morgan advised that the non-cash NYS Pension adjustment was a negative \$26 million this year, compared to a positive \$21 million last year, which was a \$47 million negative swing year over year.

Mr. Morgan reported that the bottom line after taking in to account unrealized gains and losses on investments was a loss of \$28.4 million.

Mr. Morgan informed the Committee that Inpatient volume and Emergency Department visits at both the Valhalla and Mid-Hudson campuses was greater this year than the comparable period last year.

Operating Budget - 2024

Mr. Frank presented the Draft 2024 Strategic Operating Plan to the Committee and stated that the Plan assumes volume growth in many service lines, a reduction in DSH reimbursement, and a focused cost reduction initiative.

Mr. Frank advised that the Total operating revenue is budgeted at \$2.097 billion and operating expenses are budgeted at \$2.056 billion, resulting in operating income before excess fringe benefit costs of \$41.4 million.

Executive Session

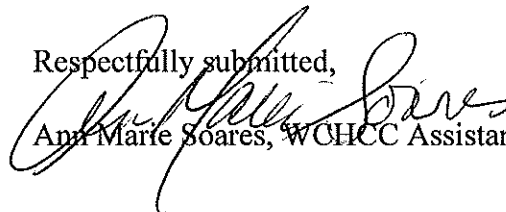
MR. TULIS ASKED FOR A MOTION TO MOVE INTO EXECUTIVE SESSION FOR THE PURPOSE OF DISCUSSING FINANCIAL STRATEGIC PLANNING. MR. ROSENBLUT MOTIONED, SECONDED BY MR. SHROFF. THE MOTION CARRIED UNANIMOUSLY.

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

Adjournment

THE MEETING OF THE WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE ADJOURNED AT 5:54 P.M.

Respectfully submitted,


Ann Marie Soares, WCHCC Assistant Secretary