

**WESTCHESTER COUNTY HEALTH CARE CORPORATION
COMBINED FINANCE AND AUDIT COMMITTEE MEETING**

April 7, 2021

5:00 P.M.

EXECUTIVE BOARD ROOM

FINANCE COMMITTEE MEMBERS PRESENT: Mr. Tulis
Mr. Hochberg
Mr. Shroff
Mr. Wishnie
Mr. McCoy
Mr. Geist
Mr. Quintero
Mr. Heimerdinger
Dr. Frishman
Mr. Rosenblut
Mr. Flannery – Via Webex
Mr. Israel

AUDIT COMMITTEE MEMBERS PRESENT: Mr. Heimerdinger
Mr. Hochberg
Mr. McCoy
Mr. Wishnie
Mr. Tulis
Mr. Quintero
Mr. Rosenblut
Mr. Flannery – Via Webex
Mr. Israel

BOARD MEMBERS PRESENT: Dr. Adamson
Ms. Gevertz – Via Webex
Mr. Rogowsky

STAFF PRESENT: Mr. Brudnicki
Ms. Switzer
Ms. Bennorth
Mr. Fersko
Ms. Ariel
Mr. Ingber
Mr. Costello
Mr. Morgan
Mr. Ratner
Mr. Palovick

GRANT THORNTON:

Ms. Fernandez

**Michael Sorelle
Derrick McGrow
Emily Lin**

The April 7, 2021 meeting of the Westchester County Health Care Corporation combined Finance and Audit Committees was called to order at 5:00 p.m. by Mr. Heimerdinger, Chair, Audit Committee. A quorum was present.

Grant Thornton

Michael Sorelle, the Engagement Partner from Grant Thornton, addressed the Committees and introduced his colleagues, Derrick McGrow, Senior Manager and Emily Lin, Audit Manager Health Care. He presented the 2020 Westchester County Health Care Corporation's ("WCHCC") audit results together with the 2020 final draft audited financial statements to the Committees, reviewing the respective responsibilities of Grant Thornton, WCHCC's management and those charged with governance. Mr. Sorelle outlined the scope of the 2020 audit as follows: issue an opinion as of and for the year ended December 31, 2020 on the financial statements of WCHCC, in conformity with accounting principles generally accepted in the U.S.; and issue an opinion on WCHCC's Federal Award compliance, now referred to as Uniform Guidance Report; issue an opinion on the financial statements of the Westchester Medical Center Foundation; issue an opinion on the financial statements of HealthAlliance, Inc.; and issue an opinion on the financial statements of Bon Secours Charity Health System, Inc. He noted that the financial statements of WCHCC (Bermuda) Limited were audited by a correspondent firm. In addition, Grant Thornton will issue a letter on Internal Controls. Mr. Sorelle noted that no significant deficiencies or material weaknesses were identified during the audit.

Mr. McGrow informed the Committees of Grant Thornton's areas of emphasis during the 2020 audit as follows: patient accounts receivable, net patient service revenue, and related contractual allowances and bad debt reserves; estimated settlements with third party payors; cash and cash equivalents, investments, assets restricted as to use and investment income; capital assets; long term debt, compliance with debt covenants and debt transactions; accrued liabilities, including self-insured liabilities and contingencies and other liabilities; other postemployment benefit (OPEB) liabilities; net pension liability; grant revenue, subsequent events; financial reporting and financial statement presentation; tax matters related to not-for-profit component units; and fraud procedures.

A discussion ensued.

Mr. Sorelle advised the Committees that Grant Thornton is prepared to issue an unmodified opinion on WCHCC's financial statements. He advised the Committees that the audit report for WCHCC's Bermuda Captive has been issued. He stated that this was a very good audit and thanked management for their hard work and cooperation.

MR. HEIMERDINGER ASKED FOR A MOTION FOR APPROVAL TO ISSUE THE 2020 AUDITED FINANCIAL STATEMENTS IN FINAL FORM. MR. SHROFF MOTIONED, SECONDED BY MR. TULIS. THE MOTION CARRIED UNANIMOUSLY.

AUDIT AND CORPORATE COMPLIANCE COMMITTEE

MR. HEIMERDINGER ASKED FOR A MOTION TO APPROVE THE JANUARY 15, 2021 WESTHESTER COUNTY HEALTH CARE CORPORATION AUDIT AND CORPORATE COMPLIANCE COMMITTEE MEETING MINUTES. MR. TULIS MOTIONED, SECONDED BY MR. ROSENBLUT. THE MOTION CARRIED UNANIMOUSLY.

Ms. Ariel informed the Committees that there are six audits in progress and one on hold due to documentation to meet the code.

Ms. Ariel informed the Committees that the DRG Coding Review Medical Back – Valhalla audit, the High Volume Provider Documentation and Coding Review CPT-4 Codes Gastrointestinal Procedure audit, and the Inpatient Substance Abuse Detox - MHRH audit were completed. She stated that the following audits were completed with Corrective Action Plans in place Outpatient Substance Abuse – MHRH and Inpatient Rehab Facility – MHRH.

Mr. Palovick informed the Committees that the following three internal audits are in progress: Blood Bank, Gift Shop – WMC, and the Waste Management Contract Administration. He stated that the WMC – Grant Thornton Support was completed.

FINANCE COMMITTEE

MR. TULIS ASKED FOR A MOTION TO APPROVE THE MARCH 3, 2021 WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE MEETING MINUTES. MR. QUINTERO MOTIONED, SECONDED BY MR. HOCHBERG. THE MOTION CARRIED UNANIMOUSLY.

Executive Session

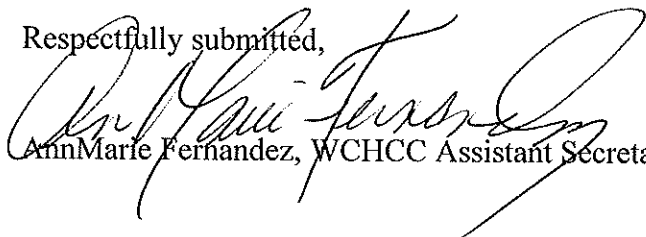
MR. TULIS ASKED FOR A MOTION TO MOVE INTO EXECUTIVE SESSION FOR THE PURPOSE OF DISCUSSING FINANCIAL STRATEGIC PLANNING, MR. ROSENBLUT MOTIONED, SECONDED BY MR. MCCOY. THE MOTION CARRIED UNANIMOUSLY.

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

Adjournment

THE MEETING OF THE WESTCHESTER COUNTY HEALTH CARE CORPORATION COMBINED FINANCE AND AUDIT COMMITTEE ADJOURNED AT 6:00 P.M.

Respectfully submitted,



AnnMarie Fernandez, WCHCC Assistant Secretary