

The February 6, 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 January 8, 2019 Finance Committee Meeting

MR. SHROFF ASKED FOR A MOTION TO APPROVE THE JANUARY 8, 2019 WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE MEETING MINUTES. MR. WISHNIE MOTIONED, SECONDED BY MR. TULIS. THE MOTION CARRIED UNANIMOUSLY.

Capital Leases

Mr. Ingber presented the following Capital leases for recommendation of approval:

Insight Investments – Belimed Central Sterile Processing Equipment
\$399,416.07 5.68% 60 months

Insight Investments – Karl Storz Scopes and Zoil Defibrillators
\$226,620.62 5.94% 60 months

MR. SHROFF ASKED FOR A MOTION TO RECOMMEND APPROVAL OF THE CAPITAL LEASES TO THE BOARD. MR. HOCHBERG MOTIONED, SECONDED BY MR. TULIS. THE MOTION CARRIED UNANIMOUSLY.

Financial Statements

Valhalla and MidHudson

Statement of Net Position – December 31, 2018

Cash and cash equivalents at the end of December 2018 was \$111.8 million and investments totaled \$128.2 million, for a combined total of cash, cash equivalents and investments of \$240.0 million.

Mr. Brudnicki advised the Committee that the Disproportionate Share (“DSH”) payment for 2018 of \$75 million was received at the end of January 2019.

Mr. Brudnicki informed the Committee that actuarial calculations associated with the NYS Pension Plan impacted the pension liability and deferred outflows and inflows in the Statement of Net Position. He advised that a five year smoothing approach is used under GASB for the actuarial pension adjustments.

Mr. Brudnicki advised the Committee that overall revenues/expenses went up 4% for 2018, with a positive bottom line of \$4.7 million, as compared to a \$32.9 million loss for 2017. He reminded the Committee that for 2017 DSH revenue was reduced resulting in the loss.

A discussion ensued.

Assets

Patient Accounts Receivable net - \$178.6 million
Total current assets - \$557.0 million
Total capital assets - \$586.9 million
Total assets - \$1.206 billion

Liabilities

Accounts payable and accrued expenses - \$177.1 million
Total current liabilities - \$323.2 million
Long term debt - \$686.8 million
Total liabilities - \$1.514 billion

Statement of Operations

Total Operating Revenue - \$1,461.7 billion
Total Operating Expenses - \$1,392.4 billion
Operating Income - \$69.3 million
Net Non-Operating Activities – (\$16.7 million)
Income Before Excess Fringe Benefits - \$52.5 million
Excess pension costs - \$18.9 million
Excess post-retirement health costs - \$17.0 million
NYS pension adjustment - \$4.1 million
Unrealized losses on investments - \$7.9 million
Net Income - \$4.7 million

Statistics

Valhalla Campus

Total Acute Discharges – 19,553
Total Acute Discharges and Outpatient Cases – 25,082
Average Length of Stay – 8.74
Psychiatric Patient Days – 29,128
E.R. Visits – 50,068

MidHudson Campus

Total Acute Discharges – 3,566
Total Acute Discharges and Outpatient Cases – 4,625
Average Length of Stay – 6.09
E.R. Visits – 27,790

Executive Session

MR. SHROFF ASKED FOR A MOTION TO MOVE INTO EXECUTIVE SESSION FOR THE PURPOSE OF DISCUSSING FINANCIAL STRATEGIC PLANNING. MR.

HEIMERDINGER MOTIONED, SECONDED BY MR. TULIS. 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 5:55 P.M.

Respectfully submitted,

AnnMarie Fernandez, WCHCC Assistant Secretary

WESTCHESTER COUNTY HEALTH CARE CORPORATION

FINANCE COMMITTEE MEETING

February 6, 2019

5:00 P.M.

BOARD ANNEX ROOM

EXECUTIVE OFFICES

COMMITTEE MEMBERS PRESENT: Mr. Shroff
Mr. Hochberg
Mr. Tulis
Mr. Heimerdinger
Mr. McCoy
Mr. Wishnie
Mr. Geist
Mr. Quintero – via phone
Mr. Rosenblut
Mr. Vodola
Mr. Israel

BOARD MEMBERS PRESENT: Ms. Gevertz

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