

**STILLWATER MEDICAL CENTER AUTHORITY
BOARD OF TRUSTEES
Regular Meeting, April 26, 2022
Stillwater Medical Center Honska Conference Center
5:30 p.m.**

Present: Lowell Barto, Joe Haney, Dan Duncan, Gary Clark, Mayor Will Joyce, Beth Buchanan and Dr. Todd Green

Absent:

Others: CFO, Alan Lovelace, Malinda Webb, MD, Dan Brown, DO, Liz Michael, Steven Taylor, Nat Cooper, Kayla Isaacs, Joe Akin, Shyla Eggers, Butch Koemel (attorney) and Cheryl Marshall (minutes)

CALL TO ORDER

Chairman, Lowell Barto, called the meeting to order at 5:30 p.m. Each Board member signed the Freedom of Information sheet pledging their support of Oklahoma's Open Meeting and Open Records laws which was requested by the Stillwater League of Women Voters.

APPROVAL OF MINUTES

Buchanan moved the Board approve the minutes of the March 22, 2022, Board of Trustees meeting and the March 16, 2022, Finance Committee minutes as presented. Clark seconded the motion and Clark, Haney, Barto, Duncan, Joyce, Buchanan and Green voted in favor of the motion.

BALANCED SCORECARD REPORT

CFO, Alan Lovelace shared that all scores are three star or higher. This quarter's star rating is 3.5.

REPORTS FROM OFFICERS

MARCH 2022 FINANCIAL REPORT/APRIL FINANCE COMMITTEE REPORT

Lovelace gave a PowerPoint presentation of the summary of operations for March 2022. Admissions, including rehab, were 412 above budget of 410 and last year of 394. Average Daily Census, including rehab, was 50, below a budget of 60 and last year of 56.

Surgeries were 438 for the month, below budget of 529 and last year of 480. Surgeries at the Surgery Center West were 604 for the month, above a budget of 470 and last year of 559.

Emergency room visits were 2,440 below budget of 2,475 and last year of 2,515. Outpatient visits, not including ER visits, were 14,966 slightly below last year of 15,187. Births were 80 for the month, above budget of 65 and last year at 68.

Financial assistance was \$1.1M for the month. Salaries and Wages were at \$11.46M, above budget of \$11.43M and last year of \$10.6M. FTE's were 1,587 below last year of 1,600. Benefits were \$2.4M below budget of \$2.6M and last year of \$2.8M.

Operating Income for the Hospitals is \$1.9M compared to a budget of \$1.3M and last year of \$3.6M. Operating Income for the Clinics was (\$808,000) compared to a budget of (\$347,000). Operating Income Consolidated is \$1.19M, above budget of \$1.15M and below last year of \$2.9M.

Operating Income for Stillwater Medical in the month of March is \$1.8M above budget of \$1.5M and below last year of \$3.5M. Operating Income for Stillwater Medical Perry is \$115,000 above budget of (\$11,000) and below last year of \$329,000. Operating Income for Stillwater Medical Blackwell is \$75,000 above budget of (\$16,000) and last year of (\$208,000).

YTD Operating Margin Consolidated is 1.4%, compared to a budget of 3.9% and last year of 6.5%. YTD Non-Operating Revenue is (\$4.8M), below budget of \$1.2M and last year at \$2.8M. YTD Net Income is (\$3.6M), below budget of \$4.5M and last year of \$8.1M.

The BancFirst investment account increased to \$89.69M. The Arvest investment account decreased to \$9.3M. The Commerce investment account decreased to \$14.8M.

Days in Accounts Receivable is 40 days. Days Cash on Hand is 213 days. Cash on hand is \$178.8M compared to \$151.1M at year end 2021.

Lovelace shared that the Finance Committee reviewed the financials and summary of clinic operations. Arvest Bank updated the members on the investment portfolio. The Committee reviewed and recommended the Board approve the purchase of exam lighting for MCHU and the Cancer Center Expansion Project. He also updated the Committee on the BKD expense reduction and productivity assessment.

APRIL MEDICAL STAFF INTEGRATION COMMITTEE REPORT

Nat Cooper updated the members on the items discussed at the April Medical Staff Integration Committee meeting. He noted that the Committee voted to recommend to the Board the approval to recruit an additional cardiologist.

APRIL FACILITIES COMMITTEE REPORT

Steven Taylor updated the members on the many construction projects underway and items discussed at the April Facilities Committee meeting. He shared that we plan to joint venture with Children's Hospital to include a Level II continuous care unit for infants. Dr. Webb shared that the pediatricians are excited about this venture. Children's will staff the unit with neonatal nurse practitioners. They will also attend our high-risk deliveries. Taylor shared that we are modifying the original plans to include additional space for this unit.

Clark made a motion accept the March 2022 Financial Report, April Finance Committee Report, Medical Staff Integration Committee Report and April Facilities Committee Report as presented. Haney seconded the motion, and Barto, Haney, Duncan, Joyce, Green, Buchanan and Clark voted in favor of the motion.

APPROVAL TO RECRUIT CARDIOLOGIST

Nat Cooper shared the need to recruit an additional cardiologist. We have one cardiologist that plans to slow down soon, and we would like to expand cardiology in our surrounding areas.

Haney made a motion to recruit a cardiologist. Joyce seconded the motion, and Joyce, Green, Buchanan, Clark, Barto, Haney and Duncan voted in favor of the motion.

APPROVAL OF PURCHASE OF EXAM LIGHTING FOR MCHU

Liz Michael shared the need to purchase overhead exam lights for the new Women's Health Center. Total bid with warranty: Skytron \$153,822 and Amico for \$157,000. A third bid was received but was not complete.

Haney made a motion to approve the purchase of exam lighting from Skytron for a total cost of \$153,822 as presented. Buchanan seconded the motion, and Haney, Green, Duncan, Joyce, Clark, Buchanan and Barto voted in favor of the motion.

APPROVAL OF CANCER CENTER EXPANSION PROJECT

Steven Taylor shared a detailed list of construction items for the MR Linac/ Cancer Center expansion project. Manhattan Construction, Project Manager, provided a GMP for \$5,859,259 with a total project cost in the amount of \$7,192,459. This project is scheduled for completion August 2023.

Haney made a motion to approve the Cancer Center Expansion Project for a total cost of \$7,192,459. Clark seconded the motion, and Duncan, Clark, Green, Buchanan Joyce, Barto and Haney voted in favor of the motion.

CONSENT AGENDA

Dr. Brown updated the Board members on the Consent Agenda items of Stillwater Medical Health System and Stillwater Medical Center. All actions listed on the consent agenda were approved through our Medical Staff Committees.

Clark moved the Board approve the Consent Agenda items as presented. Joyce seconded the motion and Green, Joyce, Duncan, Buchanan, Haney, Clark and Barto voted in favor of the motion.

Steven Taylor updated the Board members on the Consent Agenda items for Stillwater Medical Perry. All actions listed on the consent agenda were approved through our Medical Staff Committees.

Haney moved the Board approve the Consent Agenda items as presented. Buchanan seconded the motion and Haney, Buchanan, Duncan, Joyce, Barto, Clark and Green voted in favor of the motion.

CEO REPORT

Lovelace shared the CEO Report as Denise Webber was attending the American Hospital Association annual meeting. The Report included the following:

OKLAHOMA NURSING TIMES ARTICLE: PROVIDING TOOLS FOR PATIENT CARE: STILLWATER MEDICAL CENTER EMPOWERS STAFF

Lea Brown, RN, Education Coordinator was featured in the Oklahoma Nursing Times. The article shared information and resources provided to our new nurses to help them achieve a successful career in nursing.

CELEBRATING NEWSWEEK'S TOP 100 HOSPITALS

With the exciting news that Stillwater Medical has again achieved recognition on NewsWeek's World's Best Hospitals, we decided to bring "April Showers" of appreciation to our SMC team. Each week, our team was showered with a little something to show appreciation for their incredible achievement.

DOCTORS DAY CELEBRATED - March 30, 2022

In celebration of Doctors' Day on March 30th, a come and go breakfast was hosted in the Stillwater Medical Center Physicians' Lounge for all providers with practice privileges at SMC.

TWO LONG-TIME PHYSICIANS RETIRE

March and April have seen the retirement of two physicians with over thirty years of local practice each serving our communities. Dr. Inge Hayes, Anesthesiology, has practiced at SMC for over 33 years and retired March 31st. Dr. Frank "Ike" Hubbard has provided primary care service for Cushing and the surrounding area for over 34 years. We appreciate them both and wish them our best.

EMPLOYEE OF THE MONTH - APRIL 2022

Brady Fields, Scribe, was chosen by his peers as the April Employee of the Month. We are so fortunate to have Brady here. His coworkers shared, "Brady is always willing to help anyone and everyone."

THE DAISY AWARD

We have decided to join with the DAISY Foundation to show our recognition and appreciation for our nursing professionals. Stillwater Medical will be recognizing 2 nurses per quarter through the DAISY Foundation (8/year) at a national level.

DNV SURVEY - PERRY

DNV surveyors performed a virtual survey of Stillwater Medical-Perry March 31-April 1, 2022. We successfully closed all findings from last year. The final report from DNV was received last Friday, April 15th.

COLA SURVEY

Stillwater Medical Blackwell Laboratory (April 7th & 8th) and SMUC Lab (April 12) was recently inspected by COLA. The inspection went amazing with a 100% grade at SMUC and minimal deficiencies (5 total) at Blackwell!

PAWNEE

Members of our team attended a meeting in Pawnee with a group of civic and healthcare leaders in that community. They discussed the need for additional medical services offered locally in the city of Pawnee, in particular the services after normal business hours. It was suggested that a poll or survey be conducted of the citizens of Pawnee to determine the true need for additional healthcare services. Our team offered our support to help meet the needs of the citizens of the Pawnee community.

BKD REPORT

BKD is conducting a Revenue Cycle and Workforce Labor Productivity Benchmarking Assessment. These two assessments are projected to be complete in July/Aug of this year.

OHA - HHS RENEWS FEDERAL PUBLIC HEALTH EMERGENCY DECLARATION

To help meet the needs of the nation during the ongoing COVID-19 pandemic, U.S. Health and Human Services Secretary Xavier Becerra renewed the COVID-19 public health emergency declaration for an additional 90 days.

200,000 MEDICAID RECIPIENTS WILL REMAIN INSURED FOR 90 DAYS AFTER PUBLIC HEALTH EMERGENCY EXTENDED

The Oklahoma Health Care Authority (OHCA) said this week around 200,000 Oklahomans will maintain their health coverage for another 90 days, thanks to the Federal Health and Human Services' latest extension of the COVID-19 public health emergency.

ADVOCACY DAY

On Tuesday, April 5, several members of our leadership team attended the OHA's Annual Advocacy Day at the Oklahoma History Center near the capital. The event offers hospital leaders the opportunity to spend time with legislators.

OHA - HEALTH CARE POWER OF ATTORNEY AND OTHER LEGISLATION ADVANCES (4/15/2022)

HB 3815 by Rep. Preston Stinson (R-Edmond) and Sen. Brent Howard (R-Altus), which fixes health care power of attorney, passed out Senate Judiciary this week with a vote of 9-0.

Patient visitation legislation continues to move forward with ongoing negotiations with Rep. Cynthia Roe (R-Lindsay). HB 3313, which created a right to sue and daily financial penalties for hospital noncompliance, did not move forward in the Senate. However, language in SB 1259 by Rep. Roe and Sen. Jessica Garvin (R-Duncan) was replaced with similar language found in HB 3313, with the exception being it includes a one-time fine on hospitals for noncompliance rather than a daily fine.

HB 3692 passed out of Senate Rules this week with a vote of 10-1. This is an incredibly important bill to the state's public trust hospitals that will modernize the language of public bidding.

SB 1337 by Sen. Greg McCortney (R-Ada) and Rep. Marcus McEntire (R-Duncan), would reform the state's Medicaid system. This bill passed by a vote of 27-0.

Lovlace shared patient compliments and area announcements with the members.

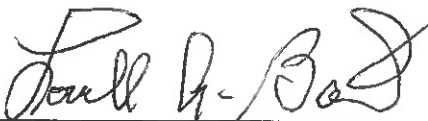
OTHER BUSINESS


Prior to the meeting, Board members reviewed the following Medical Staff meeting minutes:

<i>Stillwater Medical Perry:</i>	<i>Medical Staff Minutes</i>	<i>4/19/2022</i>
<i>Stillwater Medical Blackwell:</i>	<i>Medical Executive Committee</i>	<i>3/16/2022</i>
	<i>Patient Safety Clinical Quality</i>	<i>4/13/2022</i>

ADJOURN

There being no further business, Duncan moved that the meeting be adjourned. Haney seconded the motion, and Buchanan, Haney, Duncan, Barto, Green Joyce and Clark voted in favor of the motion. The meeting was adjourned at 6:21 p.m.


Chairman of the Board


Secretary of the Board