

A meeting of the McAlester Regional Health Center Authority was held at 4:00 PM, on Wednesday January 04, 2017 at McAlester Regional Health Center in the Administration Board Room. Public notice, setting forth thereon the day, time and place for this regular meeting had been delivered to the office of the City Clerk at 12:01 PM, on Tuesday January 03, 2017.

TRUSTEES PRESENT:

Weldon Smith, Chairperson ~ Brent Grilliot, Secretary ~ Cara Bland ~ L.M. Milton, MD (Arrived at 4:07 PM) ~ Mark Sehgal, MD ~ Evans McBride ~ Susan Kanard ~ Mary Shannon, Vice Chairman ~ Don Lewis

TRUSTEES ABSENT:

HOSPITAL STAFF:

David Keith ~ Sonya Stone, Recording Secretary ~ Jason Bray ~ Kandra Wells ~ David Mak ~ Chris Whybrew ~ Darryl Linnington ~ Kim Stout ~ Ryan Gathard ~ John Gallagher.

OTHER ATTENDEES:

Elise Brennan, Legal Counsel ~ Dr Christopher Beene, Chief of Staff ~ Lacey Sudderth, News Capital ~ Pete Stasiak, City Manager.

CALL TO ORDER:

Chairperson Smith called the meeting to order at 4:00 PM.

Public Comment: None

Consent Agenda:

1. MRHCA Board of Trustees minutes for December 7, 2016.
2. Medical Staff credentialing appointments as follows:
 - A. Approval of appointments of (Provisional) privileges for one (1) year per the recommendation of the Medical Executive Committee.
 - a. David Ashpole, MD – Active Staff – Interventional Cardiology.
 - b. Magesh Sathaiah, MD – Active Staff – Internal Medicine/Hospitalist.
 - c. Dongxu Sun, MD – Active Staff – Internal Medicine/Hospitalist.
 - d. Gerson Valdez Figueroa, MD – Active Staff – Interventional Cardiology
 - B. Approval of Advancement privileges per the recommendation of the Medical Executive Committee as follows:
 - a. Thomas Reinsvold, MD – Active Staff – Interventional Cardiology – Remain in provisional 6 months.
 - b. Lalit Vadlamani, MD – Active Staff – Interventional Cardiologist – Remain provisional one year.
 - c. Amber Edwards, Dental Assistant – Affiliate Staff – Dental Assistant under the supervision of Clark Grilliot, DDS – Two Years
 - d. Vanessa Deshazer, Dental Assistant – Affiliate Staff – Dental Assistant under the supervision of Clark Grilliot, DDS – Two Years.
 - e. Barbara Smith, APRN-CNP – Affiliate Staff – Nurse Practitioner under the supervision of Dennis Staggs, DO – Two Years.

3. Appointment of David Keith to the Tecumseh Health Reciprocal Risk Group.

A **Motion** was made (Bland) and seconded (Lewis) to approve items one (1), two (2) and three (3) of the consent agenda as presented. The vote was taken as follows: Aye: Cara Bland, Don Lewis, Mark Sehgal, MD, Evans McBride, Susan Kanard, Mary Shannon, Brent Grilliot, and Weldon Smith. Nay: None. Absent: L. M. Milton, MD. Abstain: None. Chairperson Smith declared the motion carried.

Strategic Report:

Mr. Keith reported as of January 1, 2017 the Heartland Healthcare Reciprocal Risk Retention Group merged with the Indiana Healthcare Reciprocal Risk Retention Group to form Tecumseh Health Reciprocal Risk Retention Group. The merger increased scale and doubled the financial portfolio bringing the number of participating hospitals to fifteen. He stated he was elected to serve on the newly formed board for the next two years. Mr. Keith reported he has received word that Atoka Hospital is planning to file bankruptcy. MRHC is standing ready to assist with management if the opportunity arises. Mr. Keith reported MRHC has been engaged with Eastern Oklahoma Medical Center in Poteau for approximately six months and they are now, as of November, showing a profit. They are asking for a stronger affiliation with MRHC. He reported the Telehealth initiative with the McAlester Public School is underway. Mr. Jason Bray reported the contract is pending approval with the School Board that will provide primary care services through our Residency Program to the school nurses throughout the system. Mr. Keith reported he recommended an assessment of the Van Buren House to determine the possibility of expansion. He added a report will be available in the next few months. Mr. Keith reported dialogue is underway with the VA regarding moving their services from Hartshorne, OK to the MRHC campus. He stated this is an opportunity to offer our services to them and utilize their specialty services. A more robust plan will be forthcoming within the next 30 to 60 days. Mr. Chris Whybrew provided a project update regarding the wayfinding initiative, Geri-Psych Unit, ED, Surgery, Eufaula, Imaging Center, and Cancer Center projects. Mr. Darryl Linnington provided an update on the BCBS negotiations. Mr. Keith added a resolution is anticipated by the end of January 2017; however if this does not come to fruition, discussion will be held in an executive session at the next Board of Trustees meeting. Mr. Keith reported he will be bringing a report on competitive positioning, an update on the Wellness Program, update on BCBS, Accomplishments for 2016, and an update on incidents and claims to the next scheduled meeting. In Closing, Ms. Kim Stout reported that the Oklahoma State Department of Health just completed a survey on the Skilled Nursing Unit and no deficiencies were found.

Chief of Staff Report:

Dr. Christopher Beene reported December was a slow month. The Trauma System was initiated. All trauma services will be activated by the operator. He added we now have a good structured system in place for when we have a trauma alert. Dr. Beene reported the Medical Staff Search Committee is looking forward to participating in the search for Chief Medical Officer (CMO). The Committee is reviewing applications and making recommendations for final interviews. He added the Medical Staff are pushing towards a full time CMO.

Board QI Report:

Dr. Mark Sehgal reported there was no Board QI meeting held in the month of December. No report given.

Finance Committee Report:

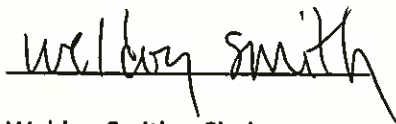
Mr. David Mak provided to an overview of the November 2016 financial reports. He reported November was a busy month with net income exceeding budget. He stated the combined hospital inpatient census continued to be below budget; however the inpatient volume decrease was more than offset by a strong growth in many of the outpatient areas including surgeries, urgent care, and physician practices. The MMS patient encounters exceeded 4,600 in November for an YTD total of 20,011 which surpassed the prior year

by 3.2%. Mr. Mak reported the overall combined net operating revenue was 2.0% above budget. He reported the total operating expenses exceeded budget marginally by 0.2%. He added higher benefit cost resulted from larger volume of claims, somewhat offset by lowered salaries and wages due to paid time off (PTO) usage over the holiday are the major variances. Mr. Mak reported the hospitals annual cost reduction plan is well underway with an estimated \$800K to become fully implemented in January. He stated the Days of Cash on Hand ended the month at 155.2 which decreased a couple of points due to operating expenses. A **Motion** was made (Bland) and seconded (Sehgal) to approve the November 2016 Financial Reports as presented. The vote was taken as follows: Yea: Cara Bland, Mark Sehgal, M.D., Brent Grilliot, Susan Kanard, Don Lewis, Evans McBride, L.M. Milton, M.D., Mary Shannon, and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the **motion** carried.

New Business: None

Adjournment:

With no further questions or business to come before the Board, a **motion** was made (Shannon) and seconded (Sehgal) to adjourn the meeting 4:55 PM. Aye: Mary Shannon, Mark Sehgal, MD, L.M. Milton, MD, Evans McBride, Don Lewis, Susan Kanard, Brent Grilliot, Cara Bland, and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the **motion** carried.



Weldon Smith ~ Chairperson



Mary Shannon ~ Secretary

/sds