

Campbell County Health Board of Trustees
Special Board Meeting
January 22, 2024 - 12:00 PM

Members present:

Alan Stuber, Chairman
Tom Murphy, Vice Chair

Bill Rice, Secretary
Sara Hartsaw, Trustee

Mark Hoskinson, Trustee
John Mansell, Trustee

Also present:

Matt Shahan, CEO
Adam Popp, CFO
Natalie Tucker, CNO
Dawn Hodges, CHRO

Ryan Strusz, CLA
Brandi Miller, Recorder
Jake Goodrick, GNR

Dr. Chweh
Tom Lubnau, Attorney
David Thompson, UCH

Call to Order

Chairman Stuber called the meeting to order at 12:00 p.m.

Approval of Agenda

**TRUSTEE HOSKINSON MADE A MOTION TO APPROVE THE AGENDA AS PRESENTED.
TRUSTEE MURPHY SECONDED THE MOTION. MOTION CARRIED UNANIMOUSLY.**

FY23 Audit Presentation

CliftonLarsonAllen Principal, Ryan Strusz, was onsite to present the FY23 audit.

Financial results for FY23 were improved in comparison to FY22. CCH met both bond covenants for FY23. Two findings were noted in the audit report:

1. 2023 – 001 – Material Weakness in Internal Control Over Financial Reporting; this is due to the district engaging auditors to assist in preparing the financial statements and accompanying disclosures.
2. 2023 – 002 – Misstatements Detected by Audit; CCH went through a general ledger software package conversion. Mainly due to mapping and setup challenges with the new system, there were delays in fully reconciling account balances as of year-end, and a number of accounts that were unable to be fully reconciled as of year-end, including cash. Correcting entries have been made.

Financial Highlights

- The District's net position was \$210,235,961 at June 30, 2023, a decrease of \$10,806,340 from 2022. In 2022, net assets decreased by \$24,489,051 from the prior year, for a total of \$221,042,301.
- The District reported an operating loss in 2023 of \$35,097,737 compared to an operating loss of \$40,871,381 in 2022.
- Nonoperating revenues were reported at \$20,471,259 and \$16,693,643 for 2023 and 2022 respectively. This represents an increase of \$7,477,616 from 2022 to 2023.
- The District reported a total margin in 2023 of (\$10,926,478) compared to a total margin of (\$24,177,738) in 2022.

Net nonoperating revenue increased by \$7,447,616 from 2022 to 2023. The increase in fiscal 2023 is from increases in property taxes levied by Campbell County. During FY23, long-term debt was reduced by \$3,955,000 as a result of debt payments made during FY23.

Charity care was \$6,340,719 and \$6,109,520 for the years ended June 30, 2023, and 2022, respectively. Mr. Strusz reported that CCH charity care percentage is higher than hospitals in the Midwest but aligns with hospitals in our region.

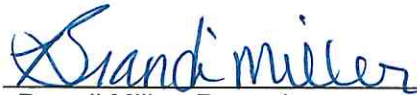
CFO, Adam Popp, will present the audit to the Board of Trustees during the January 25 Board meeting.

ADJOURN

**TRUSTEE MURPHY MOVED, SECONDED BY TRUSTEE RICE TO ADJOURN AT 12:58 PM.
MOTION CARRIED UNANIMOUSLY.**



Bill Rice, Secretary



Brandi Miller, Recorder