



FINANCE COMMITTEE MEETING

Tuesday, September 15, 2015

Conference Center Located at Highland Care Pavilion

1411 East 31st Street Oakland, CA 94602

Susana Flores, Interim Clerk of the Board

(510) 535-7535

LOCATION:

HCP Conference Center

MINUTES

OPEN SESSION / ROLL CALL: 4:07pm

ROLL CALL WAS TAKEN AND THE FOLLOWING TRUSTEES WERE PRESENT:

Jim Lugannani, Michele Lawrence, Anthony B. Varni, Kinkini Banerjee

TAB #1 ACTION: CONSENT AGENDA

The Minutes of the July 27th Finance Committee meeting were approved.

Action: A motion was made and seconded that the Finance Committee approve the July 27, 2015 minutes. The motion passed.

AYES: Trustees Lugannani, Lawrence, and Varni.

NAYS: None

Abstention: Trustee Banerjee

TAB #2 DISCUSSION: FINANCE COMMITTEE OPERATIONS

Trustee Lugannani discussed the plans to improve the process and the operations of the Finance Committee.

TAB #3 OPERATING REPORTS

A. Chief Financial Officer Report

David Cox, Chief Financial Officer, reported the results of operations for July, 2015, with a reported profit of \$725,000 as compared to the budgeted profit of \$864,000. Discussion ensued. Mr. Cox updated the committee on the status of cash, payables, receivables, and the annual 2015 audit progress.

B. Chief Information Officer Report

Dave Gravender, Chief Information Officer, reported on the status of the OR systems across the AHS family, key issues within the IT organization, and the need to educate committee members on the meaningful use components. Mr. Gravender also informed the committee that he will be launching the conversation around the selection of a clinical and patient financial system before the end of the year.

C. Other Reports

1. Highland Hospital Outpatient Specialty Pharmacy Program
A report on the concept of a specialty pharmacy program at Highland was presented by the Director of Pharmacy Doug Del Paggio.
2. Alameda County Interim Metrics Report
Report postponed due to meeting time constraints.
3. Alameda County Permanent Agreement
The CFO updated the committee members on the current status of negotiations with the County on the Permanent Agreement, summarizing the details of each agreement clause. County staff are aiming to present their recommendation to the Board of Supervisors in October.
4. Revenue Cycle Improvement Status Update
Individual Patient Financial Services leaders presented the improvements made in their respective departments over the past year.

TAB #4 Retrospective Review of Approvals
None presented at this meeting.

TAB #5 ACTION ITEMS

- A. Contract Amendment with Federico Castro–Moure, M.D. to provide professional Neurology Services at Highland Hospital, for the period November 1, 2015 through April 30, 2016 (six month extension). Estimated impact of this extension will not exceed a net increase of \$396,128. With this extension and prior contractual commitments to this vendor, the overall obligation (April, 2011- April, 2016), to this vendor will total an amount not to exceed \$3,863,025.
David Cox, Chief Financial Officer
- B. Contract Amendment with Atul Patel, M.D. to provide professional Neurology Services at Highland Hospital, for the period November 1, 2015 through April 30, 2016 (six month extension). Estimated impact of this extension will not exceed a net increase of \$396,128. With this extension and prior contractual commitments to this vendor, the overall obligation (April, 2011 – April, 2016) to this vendor will total an amount not to exceed \$3,863,025.
David Cox, Chief Financial Officer
- C. Contract Amendment with Nighthawk Radiology Services to provide Tele-radiology services for emergent cases requiring diagnostic imaging interpretations to Highland Hospital, for the period October 7, 2015 through

January 31, 2016 (4 month extension). Estimated impact of this extension will not exceed a net increase of \$319,050. With this extension and prior contractual commitments to this vendor, the overall obligation (April, 2010 – January, 2016), to this vendor will total amount not to exceed \$4,783,556.

David Cox, Chief Financial Officer

- D. Contract Amendment with Aretaeus Telemedicine, Inc. d/b/a OffSite Care, Inc. to provide Intensive Coverage and Telemedicine services at San Leandro Hospital, for the period October 31, 2015 through April 30, 2016 (6 month extension). Estimated impact of this extension will not exceed a net increase of \$412,200. With this extension and prior contractual commitments to this vendor, the overall obligation (October, 2013 – April, 2016) to this vendor will not exceed \$2,061,000.

David Cox, Chief Financial Officer

- E. Contract Amendment with Freed Associates, to provide Consulting Services for Revenue Cycle Improvement, for the period September 1, 2015 through June 30, 2016 (10 month extension). Estimated impact of this extension will not exceed a net increase of \$1,500,000. With this amendment and prior contractual commitments to this vendor, the overall obligation (October, 2014 – June, 2016), to this vendor will not exceed \$3,600,000.

David Cox, Chief Financial Officer

- F. Contract Amendment with Otis Elevator Company; amending contract to include Fire Service Testing, effective July 1, 2015 through January 31, 2018 (5 year agreement). Estimated impact of this extension will not exceed a net increase of \$30,690. With this amendment and prior contractual commitments to this vendor, the overall obligation (February, 2013 – January, 2018 to this vendor will not exceed \$1,413,904.

David Cox, Chief Financial Officer

- G. New Contract with Douglas Parking, LLC, to provide parking and shuttle management services, for the period October 1, 2015 through September 30, 2018 (3 year agreement). Estimated impact of this agreement will not exceed \$3,694,614.

David Cox, Chief Financial Officer

- H. Contract Amendment with General Anesthesia Services Medical Group, Inc. (Janey Kunkle, M.D.) for professional anesthesiology services for the period October 1, 2015 through December 31, 2015 (3 month extension). Estimated impact of this extension will not exceed a net increase of \$125,000. With this amendment and prior contractual commitments to this vendor, the overall obligation (April, 2010 – December, 2015) to this vendor will not exceed \$2,875,000.

David Cox, Chief Financial Officer

Action: A motion was made and seconded that the Finance Committee approve recommendation of items A, B, C, D, E, F, G, and H for full Board approval. The Motion Passed.

AYES: Trustees Lugannani, Banerjee, Lawrence and Varni

NAYS: None

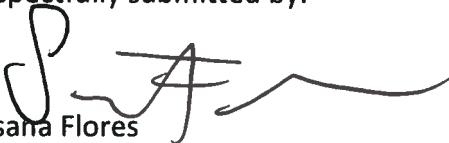
Abstention: None

Public Comment - None

Trustee Remarks - None

ADJOURNMENT – 7:02 pm

Respectfully submitted by:


Susana Flores
Interim Clerk of the Board

APPROVED AS TO FORM:

Reviewed by: 
Mike Moya
Interim General Counsel