

# JCHC

## GENERAL & PROFESSIONAL LIABILITY INSURANCE

### EXISTING POLICY COVERAGE & COST

MedPro General & Professional Liability; 2M/4M coverage limits	\$157,165 (\$2M/\$4M limits)
Add 4 JCHC physicians currently covered by UMIA	\$99,324 (50% JCHC & 50% Physicians)
<b>Total</b>	<b>\$256,489</b>

### OPTIONS w/ ALL PHYSICIANS ON JCHC's POLICY (JCHC pays 100%)

COVERAGE LIMITS	\$1M/\$5M pro & \$500K General	DEDUCTIBLE
MedPro	~\$230,000	None
ZURICH	\$193,798	\$10,000
<sup>2</sup> UMIA	\$191,129	\$1,000

<sup>1</sup> Wyoming Governmental Claims Act protects governmental entities, including hospital districts.

<sup>2</sup> UMIA = Utah Medical Insurance Association

### LEADERSHIP RECOMMENDATION

Effective August 1, 2020, JCHC should:

1. Change coverage limits to \$1M per occurrence and \$5M in aggregate per year for *Medical Professional Liability* based on WY Claims Act protections
2. Change coverage limits to \$500,000 per year for *General Liability* based on WY Claims Act protections
3. Change to UMIA based on:
  - The need to cover all JCHC physicians with a single liability policy
  - UMIA's expert legal interpretation of the Wyoming Governmental Claims Act
  - UMIA's philosophical approach of supporting physicians and defending good medicine
  - UMIA's healthcare expertise and commitment to the Mountain States region (UT, MT, WY & ID)
  - Complimentary risk management education for physicians and hospital leadership
  - Lower annual premium and deductible costs
  - Face-to-face interaction
  - Other fringe benefits, such as free tail coverage when physicians retire or leave

Johnson County Hospital District

BOARD MINUTES

June 24, 2020

The Board of Trustees of Johnson County Hospital District met for its June Board Meeting on Wednesday, June 24, 2020 at 6:32 P.M. in the Lake Angeline Conference Room. The following members were present:

Mark Schueler, M.D., President  
Cristy Kinghorn, Secretary  
Tom Holt, Board Member  
Bill Dooley, Treasurer  
Tom Berry, DVM, Board Member  
Alecia Kozisek, Board Member

Those Absent:

Others Present:

Sean McCallister – CEO  
Becky Rodriguez – Administration  
Crystal Smith – Family Medical Center Director  
Brenda Gorm – AHCC DON  
Mary Litzel – JCHC DON  
Amanda Walter – Home Health/Hospice Director  
Laurie Hansen – Administration  
Ryan Ludwig, MD – Chief of Staff  
Ben Kirven – Kirven & Kirven  
Steve Hammond - UMIA  
Steven Dow – Buffalo Bulletin  
Aaron Palmer – Big Horn Mountain Radio

Dr. Schueler called the meeting to order. Bill Dooley made a motion to approve the minutes from the May 27, 2020 Board meeting. Tom Holt seconded the motion. All members voted in favor of the motion.

Dr. Ludwig, Chief of Staff, informed the board the Medical Staff are doing well, he stated that everyone has handled the COVID situation well and that there is an increase in patients being seen. He also stated that medical students will again start coming to the facility with new guidelines to follow due to COVID.

Mary Litzel reported on acute care status, and gave a staffing update, she also stated that there are currently nursing students in the facility and volume in the ER is picking up.

Brenda Gorm reported a care center census of 39 (2 vacancies, and 2 beds left for isolation purposes) and updated the Board on staffing challenges. She informed the board that visitors are again allowed to visit residents with social distancing procedures in place.

Amanda Walter, RN, reported on Home Health and Hospice QAPI results, patient stats and department staffing status, she let everyone know that her department has relocated to south nurses' station.

Crystal Smith, RN, reported May Clinic statistics, clinic volume is still down but continues to increase each month.

Becky Rodriguez provided the credentialing report. The Board reviewed applications for appointment / reappointment to the Medical Staff. Following the review, Bill Dooley made a motion to appoint / reappoint and grant privileges to the following applicants. Alecia Kozisek seconded the motion. All members voted in favor of the motion.

**Initial Appointment:**

- Yu, Fang .....MD Teleradiology
- Kuo, Jarret .....MD Teleradiology

**Reappointment:**

- Gonzalez, Hermilo .....MD Family Medicine
- Marino, Gregory .....DO Internal Medicine
- Schueler, Mark .....MD Family Medicine
- Goddard, Luke .....MD Emergency Medicine
- Anderson, James .....MD Vascular Surgery
- Wicks, Allan .....MD Cardiology

Sean McCallister informed that board that the 3D mammography machine is officially accredited, and since May 4, 2020 there have been 150 patients scanned. He mentioned a new physician candidate will be here Monday June 29<sup>th</sup> for a sight visit and interviews. Sean extended an invitation to board members to participate in a lunch interview on that day if anyone is interested.

Sean gave a brief COVID-19 update and stated that the volunteers are ready to return to the facility. The Happy Apple gift shop will be reopening soon and we would like to utilize the volunteers for screening visitors entering the facility. He informed the board that the FY21 preliminary budget was presented to the county commissioners and that the hospital has been named as a beneficiary in the Wilber Holt Trust.

Sean provided information about a new pediatric clinic opening in Buffalo by the end of July. And then discussed holding a work session with the Foundation board members prior to the July 15 board meeting to look at the Master Plan for the facility and develop a plan to use some of the COVID stimulus funding to start work on the Master Plan. The work session will be held at 5:30 on July 15, 2020 before the regular board meeting.

Becky Rodriguez and Sean McCallister presented the Board with May 2020 month-end and year-to-date financial performance results. Followed by the FY2021 preliminary budget.

After reviewing the budget information presented Tom Berry made a motion to approve the 5% price increase for the hospital, 3% price increase for the Clinic, a 2% wage increase and the FY21 capital budget. Bill Dooley seconded the motion. All members voted in favor of the motion.

Sean presented information on changing the hospital liability policy to include four additional physicians that currently have their own policy. After briefly talking about why we are taking these steps Steve Hammond from UMIA presented further information on the policy through UMIA. He discussed the Governmental Claims Act and what coverage amounts would look like. Ben Kirven was also present to further explain the Governmental Claims Act and what he feels would be acceptable coverage limits for the hospital. Steve, Ben and Sean all three addressed questions about the coverage limits discussed, and Sean stated that we will be obtaining quotes from our current broker to bring to the board at the July meeting. After reviewing all of the information the board will need to vote on a new policy.

Sean presented and explained the job description for a new Finance Director position and discussed senior leader positions becoming exempt (salaried) positions. These changes would be made effective July 1, 2020. After further discussion Tom Holt made a motion to approve the new Finance Director position and transition senior leadership positions to exempt positions. Tom Berry seconded the motion. All members voted in favor of the motion.

Alecia Kozisek made a motion to go into Executive Session. Tom Holt seconded the motion. All members voted in favor of the motion.

Tom Berry made a motion to end the Executive Session at 8:59 P.M. Cristy Kinghorn seconded the motion. All members voted in favor of the motion.

Tom Berry made a motion to adjourn the regular Board meeting. Cristy Kinghorn seconded the motion. All members voted in favor of the motion.

Respectfully submitted,

Cristy Kinghorn, Secretary

	June	Budget	Variance	YTD	Budget	Variance
<b>Gross Patient Revenue</b>	2,119,158	2,583,622	(464,464)	28,545,792	32,216,617	(3,670,825)
<b>Other Op Revenue</b>	111,985	2,528	109,457	596,929	319,481	277,448
<b>Deductions</b>	(721,190)	(887,008)	165,818	(8,232,598)	(11,188,834)	2,956,236
	\$1,509,953	\$1,699,142	(\$189,189)	\$20,910,123	\$21,347,264	(\$437,141)
<b>Expenses</b>	(1,693,791)	(2,093,187)	399,396	(22,398,278)	(24,094,321)	1,696,043
<b>Operating Gain/Loss</b>	(\$183,838)	(\$394,045)	\$210,207	(\$1,488,155)	(\$2,747,057)	\$1,258,902
<b>Non-Operating Revenue</b>	234,591	169,593	64,998	2,777,260	2,141,216	636,044
<b>Net Gain/Loss</b>	\$50,753	(\$224,452)	\$275,205	\$1,289,105	(\$605,841)	\$1,894,946

AVERAGE # PT. PER DAY	Feb	Mar	Apr	May	Jun	June Budget	YTD	YTD Budget	Variance
ACUTE CARE	2.1	2.2	1.0	1.3	0.9	2.2	1.8	2.2	-0.4
ICU	0.5	0.1	0.1	0.3	0.2	0.4	0.3	0.5	-0.2
SWING BED	3.8	0.8	1.8	3.8	2.9	1.7	2.9	3.5	-0.6
HOSPICE	1.0	0.2	0.0	0.0	0.1	0.1	0.2	0.3	-0.1
<b>TOTAL HOSPITAL</b>	<b>7.4</b>	<b>3.3</b>	<b>2.9</b>	<b>5.4</b>	<b>4.1</b>	<b>4.4</b>	<b>5.2</b>	<b>6.5</b>	<b>-1.3</b>
<b>CARE CENTER</b>	<b>39.7</b>	<b>41.8</b>	<b>38.6</b>	<b>39.4</b>	<b>40.6</b>	<b>42.9</b>	<b>41.7</b>	<b>42.5</b>	<b>-0.8</b>

STATISTICS BY DEPARTMENT	Feb	Mar	Apr	May	Jun	June Budget	YTD	YTD Budget	Variance
DELIVERIES	4	3	4	4	2	6	41	47	-6
OPERATING ROOM	14	10	7	14	12	7	148	177	-29
SCOPE PROCEDURES	28	31	7	47	37	33	390	417	-27
ER	205	177	110	146	225	262	2,688	3,079	-391
EKG	51	31	26	33	45	81	583	925	-342
RADIOLOGY	381	326	229	421	386	454	5,173	5,620	-447
PHY/OCC THERAPY	1,140	993	792	1,174	1,027	1,207	14,039	16,151	-2112
MINUTES- ANESTHESIA	2,416	1,635	1,164	2,654	2,460	1,894	26,381	30,428	-4047
CLINIC VISITS	1,316	1,239	654	975	1,098	1,287	15,858	17,719	-1861
HOSPICE TOT VISITS	59	10	34	31	22	28	479	722	-243
HOME HEALTH VISITS	256	306	299	253	270	257	3,089	4,219	-1130