

WESTCHESTER COUNTY HEALTH CARE CORPORATION

FINANCE COMMITTEE MEETING

MAY 1, 2024

5:00 P.M.

EXECUTIVE BOARD ROOM

COMMITTEE MEMBERS PRESENT: Mr. Tulis
Mr. Shroff
Mr. Hochberg
Mr. Rosenblut
Mr. Quintero
Mr. Wishnie
Mr. Israel

BOARD MEMBERS PRESENT: Dr. Frishman
Mr. Heimerdinger
Mr. Geist
Ms. Watson
Dr. St. Rose
Mr. Rogowsky

STAFF PRESENT: Ms. Switzer
Mr. Fersko – via WebEx
Mr. Costello
Ms. Ariel
Mr. Ratner
Mr. Morgan
Dr. Leahy
Dr. Yezzo
Mr. Moustakakis
Ms. Soares

The May 1, 2024 meeting of the Westchester County Health Care Corporation Finance Committee was called to order at 5:00 p.m. by Mr. Tulis, Chair. A quorum was present.

Minutes of April 3, 2024 Finance Committee Meeting

MR. TULIS ASKED FOR A MOTION TO APPROVE THE APRIL 3, 2024 WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE MEETING MINUTES. MR. ROSENBLUT MOTIONED, SECONDED BY MR. SHROFF. THE MOTION CARRIED UNANIMOUSLY.

Resolution

Mr. Moustakakis presented Resolution 5 to the Committee, to enter into an agreement with Kroll Associates, Inc. to purchase certain IT software and services integral to the IT security architecture of WMCHHealth Network. He stated that the agreement will have a term of thirty-six (36) months and the approximate cost of \$2 million.

A discussion ensued.

MR. TULIS ASKED FOR A MOTION TO RECOMMEND RESOLUTION 5 TO THE BOARD, TO ENTER INTO AN AGREEMENT WITH KROLL ASSOCIATES, INC. FOR A TERM OF THIRTY-SIX (36) MONTHS WITH AN APPROXIMATE COST OF \$2 MILLION. MR. ROSENBLUT MOTIONED, SECONDED BY MR. QUINTERO. THE MOTION CARRIED UNANIMOUSLY.

Capital Leases

Mr. Morgan presented the following two capital leases for the Committee's recommendation to the Board:

- i) HUNTINGTON FINANCING GROUP – \$1,330,824.25 @ 7.5% for 36 months – Hardware and software for Pure Storage Infrastructure; ePlus as Reseller; and Pure X7OR4-256TB; and
- ii) Med One Capital Funding, LLC – \$5,121,394.80 @ 5.99% for 60 months – BD Carefusion Alaris Infusion pumps and accessories

MR. TULIS ASKED FOR A MOTION TO RECOMMEND THE HUNTINGTON FINANCING GROUP, LLC AND THE MED ONE CAPITAL FUNDING, LLC CAPITAL LEASES TO THE BOARD FOR ITS APPROVAL. MR. QUINTERO MOTIONED, SECONDED BY MR. HOCHBERG. THE MOTION CARRIED UNANIMOUSLY.

March 2024 Financial Statements

Mr. Morgan informed the Committee that at March 31, 2024, WMC had \$203.0 million in cash and investments, compared to \$173.2 million at December 31, 2023. He stated that patient accounts receivable was \$297.3 million at March 31, 2024, compared to \$264.1 million at December 31, 2023; total assets were \$1.83 billion at March 31, 2024, compared to \$1.9 billion at December 31, 2023.

Mr. Morgan advised that deferred outflows of resources was \$197.9 million at March 31, 2024, compared to \$198.4 million for December 31, 2023. He stated that the line of credit was \$140 million, accounts payable and accrued expenses were \$251.5 million, and total current liabilities at March 31, 2024 was \$631.2 million, compared to \$621.7 million at December 31, 2023. Mr. Morgan advised that total liabilities at March 31, 2024, was \$2.4 billion.

Mr. Morgan informed the Committee that net patient service revenue is up \$17.7 million from the same 3 month period in 2023. He stated that total operating expenses at March 31, 2024 were \$524.9 million, compared to \$481.4 million at March 31, 2023. Mr. Morgan advised that the operating loss for March 31, 2024 was \$16.2 million, compared to \$13.1 million profit at March 31, 2023.

Mr. Morgan reviewed the year to date March 31, 2024, patient volumes and statistics for Valhalla and MHRH.

Executive Session

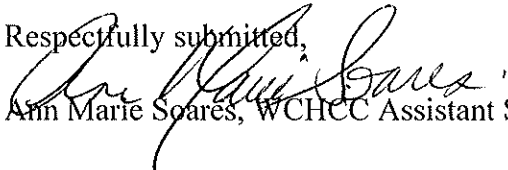
MR. TULIS ASKED FOR A MOTION TO MOVE INTO EXECUTIVE SESSION FOR THE PURPOSE OF DISCUSSING FINANCIAL STRATEGIC PLANNING. MR. QUINTERO MOTIONED, SECONDED BY MR. ROSENBLUT. THE MOTION CARRIED UNANIMOUSLY.

A MOTION WAS MADE BY MR. TULIS, SECONDED BY MR. HOCHBERG, TO MOVE OUT OF EXECUTIVE SESSION. THE MOTION CARRIED UNANIMOUSLY.

Adjournment

THE MEETING OF THE WESTCHESTER COUNTY HEALTH CARE CORPORATION FINANCE COMMITTEE ADJOURNED AT 5:56 P.M.

Respectfully submitted,


Ann Marie Soares, WCHCC Assistant Secretary