

MINUTES

FINANCE COMMITTEE

Immediately following the Compliance and Ethics Committee Meeting September 11, 2019

1. NOTICE

Notice of this meeting is attached to the official Minutes as EXHIBIT I. The official Agenda for this meeting, as presented for the consideration of the Committee, is attached to the official Minutes as EXHIBIT II.

2. CALL TO ORDER 3:07 p.m.

3. COMMITTEE MEMBERS

Present: Commissioner Ray T. Berry, Chair
Commissioner Nancy W. Gregoire
Commissioner Stacy L. Angier
Commissioner Christopher T. Ure

Not Present: Commissioner Andrew M. Klein
Commissioner Marie C. Waugh

Senior Leadership

Additionally Present: Gino Santorio/President/Chief Executive Officer, Alan Goldsmith/Chief Administrative Officer, Alex Fernandez/Chief Financial Officer, Linda Epstein/Corporate General Counsel, Jerry Del Amo/ Sr. Associate, General Counsel

4. PUBLIC COMMENTS None

5. ELECTION OF FINANCE COMMITTEE OFFICERS

In regards to prior elections, Commissioner Berry shared that the Full Board Chairperson traditionally appointed committee members and their chairs. Moving forward, he recommended that once committee members were appointed via nomination at the end of the year board meeting, the newly appointed committee members nominate their own chairs at the following meeting. It was confirmed that the Secretary/Treasurer automatically assumed the chair position for the finance committee and could not serve on the audit committee.

MOTION It was *moved* by Commissioner Gregoire, *seconded* by Commissioner Ure, to:

Nominate Commissioner Ray T. Berry as Vice Chair of the Finance Committee for the North Broward Hospital District.

Motion *carried* unanimously.

6. APPROVAL OF MINUTES

6.1. Approval of Finance Committee meeting minutes, dated August 21, 2019

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MOTION It was *moved* by Commissioner Gregoire, *seconded* by Commissioner Ure, to:

Approve the Finance Committee meeting minutes, dated August 21, 2019.

Motion *carried* unanimously.

7. **TOPIC OF DISCUSSION**

7.1. Presentation of the Interim Financial Statement for the month of August, 2019

7.2. CFO Presentation

Mr. Alex Fernandez, CFO, reported that due to the rescheduling of meetings resulting from the organization's preparation for Hurricane Dorian, the August Financial Statement and CFO Presentation had not yet been finalized. He did however report that from an operational gain/loss perspective, it was anticipated that the organization would be significantly outperforming prior year's target, by closing the fiscal year slightly under budget.

7.3. BH Systemwide, 3M Healthcare Information Systems Coding and Reimbursement Software Suite

MOTION It was *moved* by Commissioner Gregoire, *seconded* by Commissioner Ure, that:

The Finance Committee recommend that the Board of Commissioners of the North Broward Hospital District authorize the President/CEO to renew the contract with 3M Health Information Systems for five years.

Motion *carried* unanimously.

7.4. BH Systemwide, Cerner Electronic Health Record

MOTION It was *moved* by Commissioner Gregoire, *seconded* by Commissioner Ure, that:

The Finance Committee recommend that the Board of Commissioners of the North Broward Hospital District authorize the President/CEO to execute a \$1,291,255 two-year agreement for professional Services with Cerner.

Commissioner Berry shared several reasons why he was opposed to approving the item as he felt Epic Systems was a superior product.

Mr. Santorio listed the challenges and expenses that would be incurred if the systems were transitioned from Cerner to Epic, as he explained that the organization's electronic health record (EHR) system was heavily integrated with Cerner at a HIMSS level 6 out of 7.

Mr. Santorio further informed the committee that Cumberland Partners, a consulting firm, would be investigating Broward Health's potential to either fully integrate with Cerner systems or combine information sharing by integrating additional systems for population health.

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North Broward Hospital District Board Of Commissioners
1700 Northwest 49th Street, Suite #150, Ft. Lauderdale, 33309

Commissioner Berry stated he would be bringing someone to a future board meeting to present on the differences between the systems and requested the item be added to the discussion agenda for the upcoming board meeting.

Motion *carried* 3 to 1.

7.5. BH Systemwide, Radiology Picture Archiving System, Intellispace, Philips Healthcare

MOTION It was *moved* by Commissioner Gregoire, *seconded* by Commissioner Ure, that:

The Finance Committee recommend that the Board of Commissioners of the North Broward Hospital District authorize the President/CEO to renew the enterprise-wide Radiology Picture Archiving system, Intellispace, from Vendor Philips Healthcare for \$1,308,622.45 over a contract term of seven (7) years along with the implementation services required for the Advanced Mammography functionality, Radiologist Workspace functionality and Hanging Protocols optimization. The approval would also authorize the capital required in the amount of \$409,119.

Motion *carried* unanimously.

7.6. BHC, 2020 Budget Financial Workshop, Board Presentation

Mr. Fernandez presented the proposed operating and capital budgets for fiscal year 2020, highlighting financial comparisons between 2018, 2019 and projections for year 2020.

BH Operating Statement	BHMC Operating Statement
BH Statistical Overview	BHMC Statistical Overview
BH Operating Statement – Medical Centers	BHMC Budget 20 Highlights
BH Budget 20 Highlights	BHMC Budget 20 > \$250K
BH Budget 20 > \$250k	BHIP Operating Statement
BH Budget 20 LIP, DSH & Rate Reductions	BHIP Statistical Overview
BH Key Financial Indicators	BHIP Budget 20 Highlights
BH 2020 Capital Budget Project Rollover	BHIP Budget 20 > \$250K
BH 2020 Capital Budget Net New	BHCS Operating Statement
BH Cash Flow Statement	BHCS Statistical Overview
Community Benefit Summary	BHCS Budget 20 Highlights
Ad Valorem Tax Analysis	BHCS Budget 20 > \$250K
BH (Est) Financial Impact of Various 19/20 Mill Rate	BHN Operating Statement
Millage Rates & Tax Receipts	BHN Statistical Overview
BHW, BHUCC, BHIMG Operating Statement	BHN Budget 20 Highlights
BHCHS Operating Statement	BHN Budget 20 > \$250K
BH HH & Hospice Operating Statement	BHPG Operating Statement
CDTC Operating Statement	BHPG Budget 20 Highlights

No action taken as the presentation was part of a workshop.

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7.7. Procurement Code

Mr. Santorio confirmed that drafts of the Proposed Procurement Code were provided to Board Members again this month for their review, as they were asked to offer feedback and/or suggestions by September 20, 2019. At that point, the culmination of the feedback would be delivered to outside counsel to ensure anything modified met regulations, legal requirements and best practices. Outside counsel's analysis, along with codified policies and components of the Proposed Procurement Code, would be brought back to the board for final approval.

8. **ADJOURNMENT** 4:37 p.m.

MOTION It was *moved* by Commissioner Berry, *seconded* by Commissioner Gregoire to:

Adjourn the Finance Committee meeting.

Motion *carried* unanimously.

Respectfully submitted,
Commissioner Stacy L. Angier, Secretary/Treasurer