



Board Informational Report

By: Harry Weis
CEO

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Our summer patient volumes continue to be strong in this new fiscal year YTD after two months, which is creating a positive variance against budget.

At the end of our first two months of this fiscal year, the Health System's financial performance is also strong with a net income that is significantly higher than budget YTD, as well as prior fiscal year YTD. Please see the complete financial report included in the board packet.

Our provider office visits are continuing to grow year over year as we were just below 68,000 visits as we ended fiscal year 2018. This was a 15% increase over the previous fiscal year. The forecasted provider office visits for fiscal year 2019 is 78,000 visits. As a reference point, in 2015, the Health System had 47,000 provider office visits.

We appreciate the Board's strong support at its meeting on September 12, 2018 to approve construction contracts for the 3rd floor of the medical office building and build out of the 2nd floor of the cancer center. These areas will become key Rural Health Clinic space which is vital for patient access and financial improvement.

I attended the annual meeting of the Association of California Hospital Districts along with attending their Executive Committee and Board Meetings last week. There were great educational sessions for CEOs and board members. This gave me additional time to collaborate and visit with our area hospitals to the north.

We have important information to share with the Board at a future meeting on past, present and future mental health activities.

We will be sharing an Annual Report with the Board hopefully in October as a part of a new annual tradition to cover some of the highlights of the past fiscal year.

We look forward to reviewing, discussing and the Board's approval consideration for the Strategic Plan which looks forward to the years of 2019 through 2021 at our September board meeting.

We continue to monitor many state level bills and we have been active suggesting support or veto on applicable bills.

Keeping you informed.

Harry