



**IBERIA MEDICAL CENTER
BOARD OF COMMISSIONERS
January 27, 2022**

A meeting of the Board of Commissioners of Iberia Medical Center was held on January 27, 2022 in Boardroom on the Main Campus located at 2315 East Main Street in New Iberia, LA.

A quorum was met with the attendance of Mr. Larry Hensgens, Chairman; Deacon Roland Jeanlouis, Vice Chairman; Dr. Jose Mata, Ms. Catherine Reaves, Dr. Carlo Alphonso, Ms. Aquiline Rener-Arnold. Others in attendance included Ms. Dionne Viator, Chief Executive Officer; Mr. Shane Myers, Chief Operating Officer Ms. Sandy Morein, Chief Nursing Officer; Ms. Amy Langlinais, Vice President of Finance; Dr. Edward Haile, Medical Director of Quality; and Mr. Andy Shealy. Not in attendance was Mr. Lynn Minvielle, Mr. Brock Romero and Mr. Rory Romero.

CALL TO ORDER, OPENING PRAYER

Mr. Larry Hensgens called the meeting to order at 5:35p.m. Deacon Roland Jeanlouis led the opening prayer.

PUBLIC COMMENTS

There were no public comments request to recognize.

OFFICER ELECTIONS

Mr. Larry Hensgens stated that it was time for the officer elections and asked if there were any motions for nominations for Vice Chairman.

Ms. Catherine Reaves made a motion to nominate Mr. Roland Jeanlouis, Dr. Carlo Alphonso second the motion to re-elect Mr. Roland Jeanlouis as the Vice Chairman. Motion carried unanimously.

Mr. Hensgens asked if there were any motions for nominations for Chairman.

Mr. Roland Jeanlouis moved that Larry Hensgens continue as Chairman of the Board, Ms. Catherine Reeves second the motion. Motion carried unanimously.

APPROVAL OF MINUTES

Deacon Roland Jeanlouis moved, Ms. Aquiline Rener-Arnold seconded the motion approving the minutes of the meetings held on January 5, 2022. For December 2021. Motion carried unanimously.

ANNUAL AUDIT FY2021

Connie Benton Cagle with the CPA Firm BKD, LLP presented the committee with the annual audit report for FY2021. For the audit process Ms. Cagle reported that significant accounting policies were reviewed and compared to industry standards. Accounting treatments and financial statement disclosures were also reviewed. There were no concerns regarding the quality of or selection of accounting principles and policies. There were no difficulties encountered by the audit team and there were no disagreements with management during this audit process.

AUDIT HIGHLIGHTS

Auditor's responsibility:

- BKD is prepared to issue an unmodified, or clean opinion.

Qualitative Components of the Audit:

- Significant accounting policies were reviewed and compared to industry practice
- Accounting treatments were reviewed for variation from GAAP
- Financial statement disclosures were reviewed for completeness and accuracy
- Methodologies for developing accounting estimates were challenged and recorded estimates were reviewed for reasonableness and evidence of management bias



There were no:

- Concerns regarding the quality of or selection of accounting principles and policies
- Difficulties encountered by the BKD team when conducting the audit
- Disagreements with management
- Contentious accounting issues
- Consultation with other accountants

Management Adjustments:

- Management proposed an adjustment to recognize accounts payable and purchased services by approximately \$98,000

Passed Adjustments:

- Increase of approximately \$76,000 or 0.88% in change in net position
- Entries are adjustments to estimates based upon subsequent information
- Impact is not considered significant to the overall financial statements

The risk areas reviewed included patient account receivables. Findings for the patient accounts receivable included approximately 88% of 2020 accounts receivable had been collected in 2021. COVID-19 impacted accounts receivables. No errors noted in existence or valuation of net accounts receivable and, over a 5-year period, cash received was 99% of net revenues. Self-insured employee health obligation was the next risk area Ms. Cagle reported on. Those findings included that a passed adjustment was identified to reduce IBNR employee health claims of \$118,000. The audit team then went on to identify third-party settlements as the next risk area. It was noted that the Medicare current year estimates and cost report years 2018-2020 is approximately \$500,000. Estimated amounts due from Medicaid for current year estimates and open cost report years 2012-2020 is approximately \$761,000. Amounts recorded for Medicare Advance Payments and Provider Relief Funds were appropriately stated. On the net pension asset/liability based on review of actuarial valuation, assumptions appear reasonable. A passed adjustment was identified to reduce deferred inflows of resources for \$93,000 with a corresponding increase for accrued expenses. On the Internal controls over financial reporting and segregation of duties, Ms. Cagle reported a walkthrough procedure did not identify any gaps in controls in the current year.

HINDSIGHT AND HIGHLIGHTS

OPERATING RESULTS

- Increase in Operating Revenue \$6,407,000
 - Increase in net patient service revenue \$7,367,000
- Increase in Operating Expenses of \$5,201,000
 - Decrease in pension expense \$3,654,000
 - Increase salaries, wages, and employee benefits (excluding pension expense) \$2,755,000
 - Increase in supplies and other expense \$3,279,000
 - Increase in purchased services and professional fees \$5,134,638
- Increase in Nonoperating Revenues of \$3,643,000
 - Provider Relief Funds recognized as \$5,134,638
- Overall increase in bottom line \$4,849,000

CARES ACT FUNDING & STATEWIDE AUP

- Medicare Advance Payments
 - Total received of \$14,885,000
 - Recoupments began April 2021 - \$3,084,000 in 2021
- Provider Relief Funds & Single Audit
 - Total received of \$6,428,000
 - All revenue recognized as of 9/30/21
 - Subject to single audit during the year ended 9/30/21 – to occur over the next few months
 - Pending final guidance on certain tests for single audit from HHS
- Statewide AUPs Reinstated



- Will be effective for fiscal year 2022
- Entities will not be allowed to exclude any AUP categories for Year 4
- Added various items to written policies and specific steps related to:
 - IT Disaster Recovery/business Continuity – Backups, antivirus software
 - Sexual Harassment – Policy, training and reported instances

FINANCIAL SUMMARY

Ms. Langlinais presented a summary of volume statistics for the month of December 2021.

Ms. Aquiline Rener-Arnold moved, Deacon Roland Jeanlouis seconded the motion approving the volume statistics as presented. Motion carried unanimously.

LEADERSHIP REPORT

Ms. Viator presented the Board members with the monthly leadership report update.

As of January 19th, IMC Main Campus had 30 COVID-19 patient in-house and 1 COVID-19 patient in ICU.

Ms. Viator updated the Board the installation of two (2) new air handling units is completed for the North Campus inpatient rehab and patients have been moved from the Main Campus back to the North Campus inpatient rehab unit.

Ms. Viator announced to the Board that the Iberia Medical Center Foundation's 17th Annual Golf Tournament is taking place on Friday, April 8, 2022 at Cane Row Golf & Turf Club.

Ms. Viator discussed with the Board the marketing updates:

- 4 Digital billboards have been updated to show North Emergency Room wait times
- Marketing is finalizing Heart Month activities with CIS, which includes EKGs and ABIs
- IMC has worked with the Parish President's office to formally declare February as Heart Month

Following discussion, Deacon Roland Jeanlouis moved, Ms. Catherine Reaves second the motion to accept the leadership report as presented. Motion carried unanimously.

OLG UPDATE

Ms. Viator provided the Board of Commissioners with an update on Ochsner Lafayette General.

The CMS rule for healthcare facility mandatory COVID-19 vaccinations is applicable in all 50 states after a TX federal court dismissed the state's lawsuit.

Some healthcare reforms that will ultimately pass in Federal sessions:

- Workforce funding
- Drug pricing
- Expansion of home and community-based services
- Maternal health

State Update:

- Special legislative session has been called to start on February 1, 2022 and end no later than February 20, 2022 with the sole focus on redistricting.
- Continuing to monitor bills that will be filed for the upcoming Regular Legislative Session due to begin on March 14 and ending no later than June 6.
 - Scope of practice (physician assistants, nurse practitioners) is likely to be one of the most debated issues again this year



EXECUTIVE SESSION

Mr. Larry Hensgens requested a motion to move into Executive Session. Ms. Catherine Reaves moved, Ms. Aquiline Rener-Arnold seconded the motion to move into Executive Session to discuss strategic planning as it relates to the financial as well as the future operations of the hospital per La. R.S. 46:1073. Motion carried unanimously. The Board moved into Executive Session at 6:36 p.m., and returned to Open Session at 7:58p.m.

STRATEGIC PLANNING, FINANCIAL OPERATIONS, ITEM 2022.01.27.A.1 LA RS 46:1073

Item 2022.01.27.A.1, Financial Analysis, December 2021

Ms. Amy Langlinais presented the strategic financial analysis for December 2021 to the Board of Commissioners.

Following discussion, Deacon Roland Jeanlouis moved, Ms. Aquiline Rener-Arnold seconded the motion approving the December 2021 strategic financial analysis as presented. Motion carried unanimously.

OPERATIONALS REPORTS, ITEM 2022.01.27.B

Item 2022.01.27.B.1, Medical Staff Credentials Report

Dr. Edward Haile presented the Medical Staff Credentials Report reporting that sectional Chairpersons, Credentials Committee and the Medical Executive Committee have reviewed requests for APP privileges, initial appointment and reappointment, voluntary relinquishments and resignations. The requests have been recommended, and information was presented to the Board for final approval.

Dr. Haile discussed the Amendments to Bylaws, Rules & Regulations and Appointment Policy changes for FY2021.

Following discussion of the credentials report, Ms. Catherine Reave moved, Dr. Jose Mata seconded a motion approving the credentials report as presented. Motion carried unanimously.

Following discussion of the amendments to Bylaws, R&R and Appointment policy, Ms. Catherine Reave moved, Dr. Jose Mata seconded a motion approving the amendments to Bylaws, R&R and Appointment policy as presented. Motion carried unanimously.

Item 2022.01.27.B.2, Proposed Changes to Bylaws: Creation of an Infection Prevention Committee

Dr. Edward Haile presented to the Board the proposed change to the Bylaws: Creation of an Infection Prevention Committee in detail.

Following discussion of the proposed change to the Bylaws: creation of an Infection Prevention Committee, Dr. Jose Mata moved, Ms. Aquiline Rener-Arnold seconded a motion approving the proposed change as presented. Motion carried unanimously.

Item 2022.01.27.B.3, Proposed Changes to Bylaws: P&T Committee

Dr. Edward Haile presented to the Board the proposed change to the Bylaws in regards to P & T Committee.

Following discussion of the proposed change to the Bylaws: P & T Committee, Deacon Roland Jeanlouis moved, Ms. Catherine Reaves seconded a motion approving the proposed change as presented. Motion carried unanimously.

Item 2022.01.27.B.4 Quality and Nurse Leadership Report

Ms. Sandy Morein provided the Board with a verbal report on all the activities in the Nursing and Quality departments.

Following discussion, Ms. Aquiline Rener-Arnold moved, Ms. Catherine Reaves seconded the motion to accept the quality update and nurse leadership report as presented. Motion carried unanimously.



Item 2022.01.27.B.5, Strategic Leadership Report

Ms. Dionne Viator presented the Board with this month's strategic leadership report.

Following discussion, Deacon Roland Jeanlouis moved, Ms. Aquiline Rener-Arnold seconded the motion to accept the Strategic Leadership Report as presented. Motion carried unanimously

Item 2022.01.27.B.6, 2022 Incentive Plans

Ms. Dionne Viator presented the Board with the 2022 Incentive Plans.

Following discussion, Ms. Catherine Reaves moved, Dr. Jose Mata seconded the motion to accept the 2022 Incentive Plans as presented. Motion carried unanimously

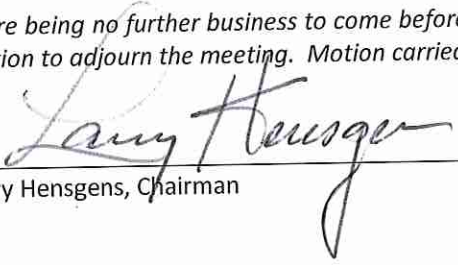
Item 2022.01.27.B.7, 2021 Approved Incentive Plan Payout

Ms. Dionne Viator presented the 2021 Approved Incentive Plan Payout.

Following discussion, Deacon Roland Jeanlouis moved, Ms. Aquiline Rener-Arnold seconded the motion to accept the 2021 Approved Incentive Plan Payout as presented. Motion carried unanimously

ADJOURN

There being no further business to come before the Board, Dr. Jose Mata moved, Ms. Catherine Reaves seconded a motion to adjourn the meeting. Motion carried unanimously, and the meeting adjourned 8:00p.m.



Larry Hensgens, Chairman