

**LAKE SHORE HOSPITAL AUTHORITY
BOARD OF TRUSTEES**

**FIRST BUDGET HEARING
MINUTES
September 13, 2010**

Present: Marc Vann
Waseem Khan, M.D.
Koby Adams

Bruce Naylor
Loretta Chancy

Also

Present: Marlin Feagle
Jack Berry, LSHA Staff
Sue Frazee, LSHA Staff
Cynthia Watson, LSHA Staff
Steve Nelson, LCMC
Charles Briscoe, LCMC
Deneen Green, Shands

Richard Powell
Karl Burkhardt, LC Journal
Tony Britt, LC Reporter
Sheila Thomas, LSHA Staff
Jill Adams, LCMC
Steve Escenia, LCMC
Rhonda Sherrod, Shands

Public: Stewart Lilker
Barbara Lemley

Chairman Marc Vann opened the Public Hearing at 5:31 PM.

Chairman Marc Vann announced that the proposed millage rate of 2.022 mills is 3.05% less than the rolled back rate for 2010. The Lake Shore Hospital Authority Board of Trustees subsequently lowered the millage rate to 1.5 mills. The purpose of the levy is to fulfill the Authority's obligations under the Indigent Care Agreement and Lease Assignment Agreement for the provision of Indigent Care with Shands Lake Shore Regional Medical Center (1.5 mills).

Mr. Jack Berry, Authority Manager, reported on funds generated by the millage levy as well the revenues generated in interest in the Leasehold Fund, Patient Care Fund, and the Capital Improvement Fund. He gave an overview of the income and expenses in each fund as well.

Mr. Stewart Lilker, Fort White, had questions concerning funds that were in question, health insurance policies and procedures, and the delinquent fees that were paid to the Division of Retirement in the past fiscal year.

PRESENTATION – UF FAMILY PRACTICE

Dr. Whit Curry gave history to the relationship with Shands and the Authority before distributing the clinic budgets. He informed Board Members that they are seeking direction from the Authority as to how they would like to proceed with the funding of the clinics to keep one or both open. There were questions regarding the time factor, whether or not the expense was recurring, and if specialty care could be offered in the clinics. Chairman Marc Vann informed Board Members that the issue of moving funds around to support the clinics can be decided at the Final Budget Hearing.

PRESENTATION – SHANDS LAKE SHORE REGIONAL MEDICAL CENTER

Mrs. Rhonda Sherrod addressed Board members regarding the distribution of indigent funding to Lake City Medical Center. She stated that if there was excess funding, she felt it should come to Shands Lake Shore and asked the Board to consider it.

LAKE CITY MEDICAL CENTER REQUEST FOR FUNDING

Mr. Charles Briscoe addressed the Board Members concerning the indigent funding and challenged the Board to look at the Operating Fund to address both concerns; Lake City Medical Center and Shands Lake Shore.

Chairman Marc Vann addressed the Board and asked them to consider reducing the 1.5 mills, which would reduce the Capital Improvement Fund by one (1) million dollars.

Motion: Dr. Waseem Khan made a motion to adopt the tentative millage rate of 1.5 mills (or as amended) for the 2010-11 fiscal year. Mr. Bruce Naylor seconded the motion. All were in favor. Motion carried.

Motion: Mr. Bruce Naylor made a motion to adopt the tentative budget for the 2010-11 fiscal years as follows:

Patient Care Fund – Hospital Services	\$ 3,643,332
Patient Care Fund – Clinical Services	\$ 1,495,000
Operating Fund	\$ 3,629,070
Capital Improvements Fund	<u>\$ 3,850,000</u>
TOTAL	\$12,617,402

Mrs. Lory Chancy seconded the motion then questioned whether funding for expansion of the indigent program and personnel had budgeted. All were in favor. Motion carried.

Chairman Marc Vann closed the Budget Hearing at 6:47 PM and announced that the Final Budget Hearing will be held on Monday, September 20, 2010 at 5:30 PM at Lake Shore Hospital Authority Administrative Complex, Conference Room, 259 NE Franklin Street, Lake City, Florida 32055.

Respectfully submitted,

Waseem Khan, M.D., Secretary/Treasurer

Date of Approval