

**LAKE SHORE HOSPITAL AUTHORITY**

**AGENDA  
FINAL BUDGET HEARING**

October 14, 2019  
5:15 p.m.

1. Open Public Hearing

Chair announces that the proposed millage rate of 0.962 mills is 5.97 % over the rolled back rate for 2019. The purpose of the levy is to fulfill the Authority's obligations under the Indigent Care Agreement and Lease Assignment Agreement with Lake Shore HMA, Inc.

2. Overview of budget.

3. Comments on the budget by the Authority members and staff.

4. Public input on the budget and millage rate.

5. Amendments to the proposed budget, if any.

6. **Motion:** To adopt millage rate of 0.962 mills for the 2019-20 fiscal year. (Resolution 2019-004)

7. **Motion:**To adopt budgets for the 2019-2020 fiscal year as follows:  
(Resolution 2019-005)

8. Close Public Hearing

October 2, 2019

To: Trustees

Fr: Dale Williams, Executive Director

Re: Florida Department of Revenue Finding-  
Non-Compliance of LSHA Budget Notice

The Florida Department of Revenue (DOR) has found the Budget Adoption Hearing Ad which ran prior to the Tuesday, September 17, 2019 Final Budget Hearing to be in violation; therefore, the Hearing must be re-advertised and the final budget hearing re-held.

In order to assist you with understanding DOR's issue, I am providing you the following information.

<b>Last year's property tax levy:</b>	<b>A</b>	<b>B</b>
A. Initially proposed tax levy	\$2,545,876	\$3,969,661
B. Less tax reductions due to value adjustment Board and other assessment changes	(13,521)	\$2,764,194
C. Actual property tax levy	\$2,559,397	\$2,559,397
<b>This year's proposed tax levy</b>	<b>\$2,764,194</b>	<b>\$2,764,194</b>

Column A is based on the levy of .962 mills (the actual millage approved by the Authority) and is the ad found to be in violation.

Column B is based on the levy of 1.5 mills (the millage originally proposed by the Authority) and represents the correct numerical computation as per DOR.

**Please Note.** The ad found to be in violation of DOR rules is correct with respect to the proposed tax levy. Therefore, this does not affect the budget adopted. No changes are required in the budget.

**LAKE SHORE HOSPITAL AUTHORITY**  
**TENTATIVE BUDGET**  
Fiscal Year 2019-2020  
September 17, 2019

	Reference	Patient Care Funds		Operating Fund	Capital	Total
		Hospital Services	Clinical Services		Improvement Fund	
<b>ESTIMATED REVENUES</b>						
Ad valorem taxes - 0.962 mills	A	\$ 2,615,785	\$ -	\$ -	\$ 10,200	\$ 2,625,985
		<u>2,615,785</u>	<u>-</u>	<u>-</u>	<u>10,200</u>	<u>2,625,985</u>
		<u>2,615,785</u>	<u>-</u>	<u>-</u>	<u>10,200</u>	<u>2,625,985</u>
Lease income	B	-	-	556,715	-	556,715
Interest	C	100,000	20,000	70,000	1,000	191,000
<b>Total revenues</b>		<u>2,715,785</u>	<u>20,000</u>	<u>626,715</u>	<u>11,200</u>	<u>3,373,700</u>
<b>ESTIMATED BEGINNING CASH</b>						
Cash and investments		6,000,000	1,200,000	3,700,000	1,300,000	12,200,000
<b>Total revenues and balances</b>		<u>\$ 8,715,785</u>	<u>\$ 1,220,000</u>	<u>\$ 4,326,715</u>	<u>\$ 1,311,200</u>	<u>\$ 15,573,700</u>
<b>APPROPRIATIONS</b>						
<b>Administration</b>						
<b>Personnel services:</b>						
Salaries - 3	D	\$ -	\$ -	\$ 171,610	\$ -	\$ 171,610
Medical assistance plan		-	-	5,000	-	5,000
FICA		-	-	13,129	-	13,129
Retirement		-	-	12,216	-	13,774
Workers Compensation/bond		-	-	1,343	-	203,513
		<u>-</u>	<u>-</u>	<u>203,298</u>	<u>-</u>	<u>203,298</u>
<b>Operating expenses:</b>						
Property Appraiser fees	E	75,000	-	-	-	75,000
Tax Collector fees	E	70,000	-	-	-	70,000
Legal services	F	-	-	33,000	-	33,000
Accounting and auditing	F	-	-	20,000	-	20,000
Advertising	G	-	-	5,000	-	-
Office cleaning and supplies	G	-	-	8,000	-	8,000
Telephone	G	-	-	7,000	-	7,000
Security service	G	-	-	2,000	-	2,000
IT consulting	G	-	-	12,000	-	12,000
Office supplies and expenses	G	-	-	12,000	-	12,000
Lawn maintenance	G	-	-	10,000	-	10,000
Board training	-	-	-	5,000	-	5,000
Utilities	G	-	-	15,000	-	15,000
Insurance	G	-	-	23,000	-	23,000
Building maintenance	G	-	-	10,000	-	25,000
Sales tax		-	-	33,542	-	33,542
		<u>145,000</u>	<u>-</u>	<u>195,542</u>	<u>-</u>	<u>340,542</u>
Capital outlay	M	-	-	-	5,000,000	5,000,000
<b>Total administration</b>		<u>145,000</u>	<u>-</u>	<u>398,840</u>	<u>5,000,000</u>	<u>5,543,840</u>
<b>Health care services</b>						
<b>Current expenses:</b>						
<b>Indigent patients care</b>						
<b>Shands at Lake Shore</b>						
Emergency indigent patient services	H	3,050,000	-	-	-	3,050,000
On-call physician pay	I	160,000	-	-	-	160,000
Indigent burials		5,000	-	-	-	5,000
		<u>3,215,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,215,000</u>
<b>Indigent patient care at clinics</b>						
Indigent patients services	J	-	300,000	-	-	550,000
Pharmacy	K	-	50,000	-	-	50,000
Public education	L	-	-	15,100	-	15,100
		<u>-</u>	<u>350,000</u>	<u>15,100</u>	<u>-</u>	<u>615,100</u>
<b>Total health care services</b>		<u>3,215,000</u>	<u>350,000</u>	<u>15,100</u>	<u>-</u>	<u>3,830,100</u>
<b>Total appropriations</b>		<u>3,360,000</u>	<u>350,000</u>	<u>413,940</u>	<u>5,000,000</u>	<u>9,123,940</u>
<b>Interfund transfers</b>						
Transfer to Capital Projects Fund		(3,800,000)	-	-	-	(3,800,000)
Transfer from Hospital Svs. Fund		-	-	-	3,800,000	3,800,000
		<u>(3,800,000)</u>	<u>-</u>	<u>-</u>	<u>3,800,000</u>	<u>-</u>
<b>ESTIMATED ENDING CASH</b>		<u>1,555,785</u>	<u>870,000</u>	<u>3,912,775</u>	<u>111,200</u>	<u>6,449,760</u>
<b>Total appropriations and balances</b>		<u>\$ 8,715,785</u>	<u>\$ 1,220,000</u>	<u>\$ 4,326,715</u>	<u>\$ 1,311,200</u>	<u>\$ 15,573,700</u>

**LAKE SHORE HOSPITAL AUTHORITY  
BUDGETARY FUNDS  
TENTATIVE BUDGET EXPLANATIONS  
Fiscal Year 2019- 20  
September 17, 2019**

<u>Reference</u>										
A	Ad valorem Taxes -	<p>Under the terms of the lease with Shands HMA, the Authority is required to levy or otherwise provide equivalent funds equal to 1.500 mills for indigent care at the Hospital and Clinics. Due to availability of unused funds in the current year, the indigent care funds will be provided as follows:</p> <table border="0" style="margin-left: 20px;"> <tr> <td>Ad valorem taxes</td> <td style="text-align: right;">\$ 2,625,985</td> </tr> <tr> <td>Projected Reserves:</td> <td></td> </tr> <tr> <td style="padding-left: 20px;">Hospital Services Fund</td> <td style="text-align: right;">1,468,585</td> </tr> <tr> <td>Funds equivalent to 1.500 mills</td> <td style="text-align: right;"><u>\$ 4,094,570</u></td> </tr> </table>	Ad valorem taxes	\$ 2,625,985	Projected Reserves:		Hospital Services Fund	1,468,585	Funds equivalent to 1.500 mills	<u>\$ 4,094,570</u>
Ad valorem taxes	\$ 2,625,985									
Projected Reserves:										
Hospital Services Fund	1,468,585									
Funds equivalent to 1.500 mills	<u>\$ 4,094,570</u>									
B	Lease income -	Regular: 12 monthly payments of \$46,393 from Hospital tenant. .								
C	Interest -	Estimated interest to be earned on funds based upon anticipated rates.								
D	Personnel Services -	. Continuation of taxable health insurance incentive for all employees ,equalized to County rate (\$233) Salary increase of 3% for all employees.								

**LAKE SHORE HOSPITAL AUTHORITY  
PERSONNEL SERVICES  
FISCAL YEAR 2019-20**

	<u>Executive Director</u>	<u>Administrative Assistant</u>	<u>Financial Assistance Counselor</u>	<u>Total</u>
Salary	\$ 71,350 (Maximum)	\$ 50,130	\$ 50,130	\$ 171,610
Medical assistance plan	-	2,500	2,500	5,000
FICA	5,459	3,835	3,835	13,129
Retirement	3,724	4,246	4,246	12,216
Bond	313	313	313	939
Workers' Comp.	200	102	102	404
	<u>\$ 81,046</u>	<u>\$ 61,126</u>	<u>\$ 61,126</u>	<u>\$ 203,298</u>
Total hourly rate	<u>\$ 77.92</u>	<u>\$ 29.39</u>	<u>\$ 29.39</u>	

E	Property Appraiser & Tax Collector fees -	Pursuant to <i>Florida Statutes</i> for ad valorem tax services.
F	Legal, accounting and auditing services	Budgeted at current usage levels. Paid in accordance with existing contracts (no rate increases)
G	Administrative Complex expense	<ol style="list-style-type: none"> <li>1. Office cleaning-based on current usage</li> <li>2. Telephone-based on current and anticipated usage</li> <li>3. Security-current monitoring cost of system</li> <li>4. IT consulting-maintenance of computer network</li> <li>5. Office supplies expense-based upon current and projected usage</li> <li>6. Lawn maintenance-based on current contract.</li> <li>7. Utilities-based on current usage.</li> <li>8. Insurance-based upon current rates.</li> <li>9. Building maintenance-based on current usage.</li> </ol>
H	Indigent care, hospital	Obligation under Indigent Care Agreement at Shands Lake Shore Hospital, at current reimbursement rates. Same as current year.
I	On-call physician pay	Authority administered on-call compensation for physicians at Shands at Lake Shore
J	Indigent care; primary care facilities	Funding for clinical sites based upon current and estimated usage rates.
K	Pharmacy	Funding for limited pharmacy program, based upon current and anticipated usage for clinics.
L	Public education	Authority sponsored public education program in support of healthcare services sponsored by LSHA
M	Capital outlay	Roof replacement project to be completed; appropriation subject to change based on actual specifications and bids.

**LAKE SHORE HOSPITAL AUTHORITY  
RESOLUTION NO. 2019-004**

**WHEREAS**, the Appropriations and Reserves Budget of \$15,573,700; and

**WHEREAS**, in order to adequately fund the Appropriations and Reserves Budget it is necessary to adopt the millage rate of 0.962 mills, which is 5.97% over the rolled back rate of 0.9078 for the 2019-2020 budget year.

**NOW, THEREFORE, BE IT RESOLVED** by the **BOARD OF TRUSTEES OF LAKE SHORE HOSPITAL AUTHORITY** that the Board shall and does hereby adopt and set the millage rate of 0.962 mills to be levied for property taxes for its Patient Care and Improvements Funds for the 2019-2020 budget year.

Upon Motion duly made, seconded and carried, the foregoing Resolution was adopted at a meeting of the **BOARD OF TRUSTEES OF LAKE SHORE HOSPITAL AUTHORITY** on October 14, 2019 This final millage resolution being adopted prior to the final budget resolution.

**BOARD OF TRUSTEES OF  
LAKE SHORE HOSPITAL AUTHORITY**

By: \_\_\_\_\_  
Brandon Beil, Chairman

ATTEST: \_\_\_\_\_  
Loretta Chancy, Secretary/Treasurer

**LAKE SHORE HOSPITAL AUTHORITY  
RESOLUTION NO. 2019-005**

WHEREAS, the **BOARD OF TRUSTEES OF LAKE SHORE HOSPITAL AUTHORITY** has tentatively adopted its 2019-2020 Appropriations and Reserves Budget of \$15,573,700.

NOW, THEREFORE, BE IT RESOLVED by the **BOARD OF TRUSTEES OF LAKE SHORE HOSPITAL AUTHORITY** that the Board shall and does hereby adopt its 2019-2020 Operating Funds Appropriations and Reserves Budget in the amount of \$15,573,700.

Upon Motion duly made, seconded and carried, the foregoing Resolution was adopted at a meeting of the **BOARD OF TRUSTEES OF LAKE SHORE HOSPITAL AUTHORITY** on October 14, 2019. This budget resolution being adopted by a separate vote from the millage levy resolution in accordance with Florida law; and the final millage resolution being adopted prior to this final budget resolution.

**BOARD OF TRUSTEES OF  
LAKE SHORE HOSPITAL AUTHORITY**

By: \_\_\_\_\_  
Brandon Beil, Chairman

ATTEST: \_\_\_\_\_  
Loretta Chancy, Secretary/Treasurer