



Hospital District #6 Harper County
485 N KS HWY 2, Anthony, KS 67003
620.914.1200
pattersonhc.org

Mission Statement: Hospital District #6 provides high quality, patient, and family centered health and wellness services in partnership with our communities.

HD#6 HOSPITAL BOARD REGULAR MEETING
July 24, 2025 – 5:20 p.m. – Patterson Health Center, Large Conference Room

PRESENT:

Board of Directors

Jan Lanie, Kara Bello, Tim Penner, Pam Fallis, Dick Aldis, Kristin Stoughton, Jerid Befort

PHC Sarah Teaff, CEO; Lori Allen, COO; Sandra Owen, CFO; Heather Reames, RN, Director of Nursing;
Kim Barwick, HR Director; Robert Ritter, IT Director;

Guests None

CALL TO ORDER: Lanie called the meeting to order at 5:20 p.m.

PUBLIC COMMENTS: None

BOARD EDUCATION or PRESENTATIONS: None

APPROVAL OF MINUTES: Minutes from the regular board meeting on June 26, 2025, were presented for approval. Motion to approve by Penner; seconded by Bello; motion carried unanimously.

DEPARTMENT REPORTS, POLICY REVIEW & APPROVAL:

Med/Surg Policies – Culturally Competent Trauma Informed Consent and Unidentified Medication Handling policies were reviewed.

Reames provided the 2024 statistical and quality goals for the sleep study program. Patterson Health Center provides both inpatient and at home studies. In 2024, 80 studies resulted in 16 passing and 64 being referred for sleep apnea interventions.

Housekeeping Policies – Policies were presented for their biennial review and approval.

The policies were approved and the sleep study report accepted as presented. Motion by Penner; seconded by Fallis; motion carried unanimously.

MEDICAL STAFF AND CREDENTIALING REPORT:

The Executive Medical Staff met on July 23, 2025, to consider credentialing applications from:

- New appointments – None
- Reappointments:
Joel Alderson, M.D. (Consulting – Pathology)
Nizar Kibar, M.D. (Active – Internal Medicine)
Xing Zhao, M.D (Consulting – Pathology)

The applications were recommended for Board approval by the Executive Medical Staff. The board approved the medical staff applications and privileges as presented. Motion by Lanie, seconded by Stoughton. Motion carried unanimously

OPERATIONS REPORTS:

COO:

- The 2025 PHC Health Fair is scheduled for October 27-30, 2025, from 6:30am to 10:30am. This year, there's a change for Medicare-eligible participants regarding lab services. Medicare annual wellness labs are fully covered through a Clinic appointment. Labs at the health fair for Medicare eligible individuals will be provided at the same reduced fee that all attending will be charged.
- The Harper County Fair is August 7th-9th. The PHC booth will have a turtle theme to create fun for fair goers.
- Repairs were recently completed for the mammography machine. The machine is 10 years old, and the detector has failed twice in the past year. A fundraiser will begin to help with the cost of a new machine.
- A compressor in one of the building's two chillers has failed; its warranty recently expired. The extreme heat and humidity are causing the remaining compressors to work under increased load. To address this, two repair bids were secured: \$37,157 and \$47,345. The lower bid will be accepted.

CEO:

- The Board engaged in a comprehensive review of the current strategic plan developed in 2024. The consensus was that many key initiatives continue to progress as planned and are on target. A productive discussion ensued concerning necessary adjustments to specific elements of the plan, considering current operational and market considerations as well as community needs.
- The Board received an update on the family meetings conducted today at Heritage Estates regarding the recently implemented rate adjustments. It was reported that attendance was strong, and families openly conveyed their concerns. Primary among these concerns was the perceived absence of prior communication regarding the financial health of Heritage Estates, leading to a significant immediate rate adjustment rather than incremental changes aligned with market trends. Feedback was also gathered on specific resident services. Management has committed to a follow-up meeting with families within six months to provide ongoing communication.

FINANCIAL STATEMENTS:

Owen reported on June 2025 Financials. June's activity in cash accounts was reviewed, that included payments received and expenses paid out. Payments received from insurance and patients were \$1,130,453. Additional revenue included Property Tax Revenue of \$426,776.49 and the 2021 Amended Medicare Cost Report Reimbursement of \$191,967.00. June included two payrolls paid and four account payable runs. Days Cash on Hand increased to 168.79. Patient Accounts Receivable increased with a total AR balance of \$3,244,906.00 and AR Days at 32.18. Gross Patient Revenue for June was \$1,995,385. Inpatient revenue decreased in June with 28 patient days and had a YTD decrease of \$12,330 in revenue. Swingbed revenue increased for the month with 67 patient days and has a YTD increase of \$429,834 in revenue. YTD patient days is 667 vs 410 June 2024. Outpatient Revenue saw an increase in revenue in June but continued to have a YTD decrease in revenue of \$207,628 or 2.75%. Outpatient Departments that have seen a YTD decrease in patient services include Endoscopy, MRI, Sonogram, Occupational Therapy, and Wound Care. Total Operating Revenues experienced a YTD

increase of \$448,287 or 3.98% compared to June 2024. Total Operating Expenses increased in June with total expenses of \$2,147,486. YTD total expenses decreased by 1.46% or \$189,366 YTD. Expenses that have seen a decrease are Professional Fees and Supplies and Other. A net Loss of \$185,797 was reported for the month of June 2025 with a YTD Loss of \$270,824.

Accounts payable for June were \$1,712,453.83. Motion by Lanie, seconded by Penner, to approve accounts payable. Motion carried unanimously.

HARPER COUNTY HEALTH FOUNDATION (HCHF): The Foundation will be sponsoring a ball drop fundraiser in partnership with the Chaparral High School girls' basketball team on October 10, 2025. The golf tournament is scheduled for September 27, 2025. Sponsors are being sought for the golf tournament. The Foundation will sponsor Core meals and will have a booth at the Harper County Fair as well as walk through the parade. Plans are underway to schedule a pickle ball tournament. Tuition sponsorship applications are being reviewed for individuals interested in a career in healthcare. The Foundation is involved in applying for grants for the walking trail. Redistributing or refunding donations to the dialysis program continues. The Foundation's search for a new tax accountant continues.

UNFINISHED BUSINESS: None

NEW BUSINESS: 2026 Tax Budget - Owen presented the 2026 Tax Budget options for discussion. District valuations for 2026 increased. The 2025 Mill Levy is at 22.613. The Revenue Neutral Rate was calculated at 21.630 due to the increase in valuations. Four options were provided and discussed for the 2026 Tax Budget. The Board decided to maintain the current Mill Levy at 22.613. A Revenue Neutral Rate Hearing and Tax Budget Hearing will occur on August 28, 2025, at 5:15 p.m.

EXECUTIVE SESSION: None

ADJOURNMENT: There was no further business, and the meeting adjourned to 6:47 p.m. Motion made by Penner; seconded Fallis. Motion carried unanimously.


Kara Bello, Secretary

Approved by the Board 8/28/25 (Date)