

FINANCE & INVESTMENT COMMITTEE MEETING MINUTES

Wednesday, August 9, 2023

Teleconference 1-415-655-0002 Access Code 733 575 474

GCMC Boardroom 13685 Doctors Way, Suite 190 Fort Myers, FL 33912

MEMBERS PRESENT

David Collins, Board Treasurer and Committee Chair

Donna Clarke, Board Chair and Committee Member

Ben Spence, Chief Financial Officer and Committee Sponsor

MEMBERS VIRTUAL

Kathy Bridge-Liles, Committee Member

Peter Andruskiewicz, Committee Member

Bill Gruver – Committee Member

David Klein – Committee Member

Dr. Tim Daugherty – Committee Member

OTHERS PRESENT

George Knott – Board Counsel

Kris Fay – Chief Officer Community Based Care

Tracy Pyles – Vice President Senior Deputy General Counsel

Blake Schofield – Senior Counsel

Teri Isacson – VP Assistant Deputy Senior Counsel

Scott Nygaard – Chief Operating Officer

Michael Nachev – VP Government Relations

Nick Grant – Director Government Relations

Marcelo Zottolo – VP Data Analytics

Diane Champion – Board Member

Larry Antonucci – CEO & President

The Finance and Investment Committee Meeting was called to order at 9:30 am by David Collins, Board Treasurer and Committee Chair

WELCOME AND INTRODUCTIONS

David Collins welcomed committee members to the meeting.

PUBLIC INPUT STATEMENT

David Collins, Board Treasurer and Committee Chair read the Public Input Statement.

FINANCE & INVESTMENT COMMITTEE MEETING MINUTES

A motion was made by Donna Clarke and seconded by Kathy Bridge-Liles to approve the minutes of 5/10/23 and the minutes of 6/7/23 as written. This motion carried without opposition

Lehigh Acres Land Purchase – 44 Homestead Rd.

Ms. Kris Fay, Chief Officer Community Based Care and Mr. Ben Spence, Chief Financial & Business Services officer presented an opportunity to purchase 13 acres of real estate in Lehigh Acres for expansion of outpatient offerings. Included in the potential service offerings could be expanding primary care, OB/GYN services, an urgent/convenient care center, as well as rotational space for various specialties. Following discussion, the Committee unanimously recommended that the full Board of Directors approve the following:

- 1. A motion was made by Donna Clarke and seconded by Kathy Bridge-Liles to approve the purchase of land and improvements described as lots 2-7 on 44 Homestead Road and 10661 Marble Brook Blvd. in Lehigh Acres for a purchase price of \$6,500,000. subject to the terms and conditions of the purchase agreement, including satisfactory completion of due diligence. This motion carried without opposition.**
- 2. A motion was made by Donna Clarke and seconded by Bill Gruver to authorize Lee Health's CEO or CFO to execute all purchase and closing documents with terms consistent with those presented to the Board of Directors and subject to final review and approval of these documents by Lee Health counsel and counsel to the Board of Directors**

Community Healthcare Innovations LLC (CHI) Annual Report

Mr. Ben Spence, Chief Financial & Business Services Officer and Ms. Teri Isacson, VP Assistant Deputy General Counsel presented an overview of the history of CHI and its operations. Mr. Spence provided a detailed overview of investments that have been

made by CHI and its subsidiaries and the performance of those investments to date.

Financial & Statistical Report Fiscal Year to Date as of 6/30/23 and Budget 2024 Process

Mr. Ben Spence, Chief Financial and Business Services Officer, presented the financial results for Fiscal Year 2023 through 6/30/23. The results reflected the impacts of Hurricane Ian and financial resiliency efforts. Overall, through the first three quarters of the fiscal year the system has operated at a 1.7% operating margin. The system has been trending in a positive direction and has offset early losses due to Hurricane Ian and other fiscal challenges. Mr. Spence also provided an overview of the financial performance of hospitals nationally which has trended positive, but remains challenging.

Mr. Spence shared a comprehensive overview of physician and admission volumes for the year. He and Ms. Kris Fay, Chief Officer Community Based Care provided a detailed overview of primary care staffing, access and financial performance.

Ms. Patty Duquette, VP Finance, presented an update on the 2024 budget process and provided a timeline of the Board approval and review processes.

The Committee asked robust and good questions about the financial performance and projections for FY2023 and FY2024.

NEXT REGULAR MEETING

Next meeting of the Finance & Investment Committee will be Wednesday, September 13th, 2023 at 9:30 am in the Gulf Coast Medical Center, Medical Office Building, Boardroom, 13685 Doctors Way, Fort Myers, FL 33912.

ADJOURNMENT

The Finance & Investment Committee Meeting was adjourned at 11:15 am by David Collins Board Member and Committee Chair

Minutes were recorded by Heide Maclean

Date: 6-7-2023



David Collins
10/12/2023 12:58 EDT