Mason District Hospital Board of Director's Meeting
Administrative Conference Room
June 3, 2026

Members Present:	**Members Absent:**	**Others Present:**
D. Houghton, Chairman	R. Fornoff, Vice Chairman (Excused)	D. Adcock, CEO
D. Bryant, Secretary	M. Balbinot, Treasurer (Excused)	L. Bonnett, CFO
L. Leach		M. Markley, MD
A. Tucker		K. Canevit, CNO
D. Gunter		J. Stephens
C. Himmel		H. Lickiss, Recorder
W. Blessman		

I. **CALL TO ORDER**
Mr. Houghton, Chairman called the meeting of the Board of Directors of Mason District Hospital to order at 7:58 AM, Wednesday, June 3, 2026.

II. **QUORUM**
Roll call was taken to establish a quorum.

III. **PUBLIC COMMENTS**
No public comments at this time.

IV. **APPROVAL OF MINUTES**
The monthly meeting minutes of April 20, 2026, were approved by unanimous vote.

V. **OLD BUSINESS**
No old business to be discussed at this time.

VI. **REPORTS**

A. Finance Committee
Mr. Houghton reported that the committee met on May 19th and discussed AR and strategic information. Mrs. Adcock noted that it was an information-only meeting.

B. CEO Report
Mrs. Adcock provided an update on the MRI Project. She reported that the project is complete and received IDPH approval after a brief walkthrough on Friday, May 29th. The first MRI patient is scheduled for today at 10:00 a.m., with a celebratory press release to follow.

Mrs. Adcock reported that the Illinois General Assembly passed HB2371, the Illinois Patient Access to Pharmacy Protection Act, a significant step in strengthening and protecting the

340B Program. She reported that a transparency bill was also passed and requires hospitals to start reporting their savings with the 340B Program. ICAHN received approval for Critical Access to be waved from this requirement until 2029. It was reported that we continue to partner with ICAHN in support of 2026 payer reform efforts, including proposed Medicaid changes that impact rural healthcare providers and our patients.

Mrs. Adcock reported that we continue to partner with Health Associates to drive meaningful improvements throughout the clinic revenue cycle, noting that May was our best month for clinic AR. She reported that the hospital EMR partner, TruBridge, will be onsite the week of June 29th to conduct a comprehensive revenue cycle assessment and identify opportunities for improvement.

Mrs. Adcock provided an update on the Master Facility Plan. She reported that the design phase for Project #1, the EMS building, parking lot and ED entrance, will kick off during the week of June 15th. A proposal for this project will be presented for approval at the July Board of Directors meeting and will include project funding opportunities.

Mrs. Adcock gave an update on our partnership with Spoon River College. She reported that classes have begun for the Nursing Assistant Program at the Havana campus, and the equipment donated by MDH has helped establish the skills lab and provided students with valuable hands-on clinical learning experiences. She reported that starting in August the partnership with Spoon River College will include EMS training in Havana. Mrs. Adcock noted that this partnership will help create a pipeline for future employees.

It was reported that the MDH Foundation's Annual Golf Outing will be held on Friday, July 17, 2026, at Wee-Ma-Tuk Hills Country Club. Sponsorship opportunities are available and online registration is now open. A QR code was created this year to help streamline the process for both.

C. <u>Financials</u>

Mrs. Bonnett reviewed the Financial Report for April 2026, (a copy of April 2026 Financial Reports is attached to and considered part of the permanent minutes on file in Administration).

Mrs. Bonnett reported that for the month of April gross patient service revenue is only slightly unfavorable compared to budget, only down by 2% overall. Inpatient was unfavorable 139k actual vs. 329k budget. Outpatient was unfavorable by $21k overall with speech therapy 45k favorable, ultrasound 43k favorable, MRI 93k favorable. The clinics were over 100k favorable for the month. It was reported that after deductions, allowances and other operating revenue for the month, patient service net revenue was 3.16M vs. 3.41M, down about 7% from budget. YTD patient service net revenue was 23M vs 24.1M, down about 4% overall to budget.

On the expense side, it was reported that the wages are favorable and trending as usual. Employee benefits are favorable for the month and YTD mostly due to health care expenses. Total expenses for the month were favorable 3.2M vs 3.5M, YTD favorable 1.1M.

It was reported that the biggest item for non-operating revenue in April was the 120k MRI individual donations moved over from the Foundation. Revenue over expenses for the month was 198k vs. 55k, favorable by 142k. YTD is 145k vs. 104k, favorable by 40k. Mrs. Bonnett noted that we received the 436k for the MRI from the state of Illinois which will be in the May report. Total cash for current year is 13.6M vs. 15.7M prior year. Mrs. Bonnett reported that 937k was paid out last month for MRI costs. AR is at 8.6M vs. 7.2M last year. Patient receivables are down 700k from last month due to collections coming in. It was reported that we currently have 4 loans out totaling about 1M for ER renovation, HVAC, fire alarm system and the west campus building.

Mr. Blessman asked what we will do with bond fund money now that we have no bond debt, and will there be any legal implications for what we can do with those funds.
Mrs. Bonnett said she will need to look into that.
Mrs. Adcock stated that we will come back to this at the next meeting and the finance committee can meet before then if necessary.

Mrs. Bonnett reported that March and April AR aging was favorable for overall hospital revenue and net revenue. She noted that Health Associates has been working on collections for the clinic.

Mrs. Himmell stated that there was an error on her clinic bill and she had to come in to get it resolved. She wonders how many people receive bills with errors and pay without having them corrected.
Mrs. Bonnett stated that this is something we are working on now with Health Associates.
Mrs. Adcock reported that billing calls are temporarily set up to go to Health Associates while we work on staffing the billing department. She noted that should someone come in with a billing question, someone here will be able to assist.
Mrs. Stephens reported that there will be a QR code on the clinic bills going forward that will allow you to log in to the patient portal and make a payment or see a statement online.

Mrs. Bonnett reported that for stats, 62% of acute inpatients were Medicare, Mason City ambulance transport continues to trend up, speech therapy is up, ultrasound/vascular sonogram is up, MRI is up, total outpatients is still down, senior advantage is up, and clinic is up. It was reported that there were 19 sleep studies for the month. Mrs. Canevit noted that the sleep studies are doing well because they are now done at home and covered by insurance rather than at the hospital and not covered by insurance.

D. <u>Credentials</u>

Dr. Markley reported that the Medical Executive Committee met on May 19, 2026. The Medical Executive Committee recommended that the following be granted privileges as indicated:

- Courtney Reynolds, NP – Privileges to the Allied Health Staff as a Nurse Practitioner (Graham Hospital)

- Ashley Behymer, NP – Privileges to the Allied Health Staff as a Nurse Practitioner (Graham Hospital)

- Atif Raja, MD - Privileges in Emergency Medicine & IV Sedation (EPSS)

- Sanjeev Sivakumar, MD – Privileges to the Telemedicine Staff as a Neurologist (Adjacent Health)

Mr. Blessman made a motion to grant Medical Staff membership and privileges as recommended by the Medical Staff. Seconded by Mrs. Himmel. The Ayes carried the motion by unanimous vote.

Dr. Markley reported that the Medical Executive Committee recommended the following be granted re-appointment to the Medical Staff as indicated:

- Anand Patel, MD – Re-appointment to the Telemedicine Staff as a Neurologist (Adjacent Health)

Mr. Blessman made a motion to grant Medical Staff membership and privileges as recommended by the Medical Staff. Seconded by Mrs. Himmel. The Ayes carried the motion by unanimous vote.

Dr. Markley reported that the Medical Executive Committee acknowledged the following resignations:

- Joseph Song, MD – Effective 3/27/26 (OnRad)

- Rene Elks-Cedillo, Wound Care NP – Effective 1/01/26 (Graham Hospital)

Mr. Blessman made a motion to grant Medical Staff membership and privileges as recommended by the Medical Staff. Seconded by Mrs. Himmel. The Ayes carried the motion by unanimous vote.

VII. **NEW BUSINESS**

A. Professional Advisory

Mrs. Canevit reviewed the Professional Advisory report with the Board. (Copy attached to and considered part of the permanent minutes on file in Administration).

Mr. Bryant made a motion for approval. Seconded by Mrs. Leach. The Ayes carried the motion by unanimous vote.

B. Authorization to Sign / Signature Cards

Mrs. Bonnett reported that we would like to add Mrs. Stephens to the list of authorized signatures for our operating account.

Mr. Blessman made a motion for approval. Seconded by Mr. Tucker. The Ayes carried the motion by unanimous vote.

C. Rural Health Transformation Program Education

Mrs. Adcock provided an update on the Rural Health Transformation Program. (Copy attached to and considered part of the permanent minutes on file in Administration).

It was reported that on January 1, 2026 the HR1 bill was passed regarding the payor reform model for Medicaid. It was reported that there will be $127 billion of reduction in payments from Medicaid due to enrollment issues, work requirements, coverage terms and increased costs for patients. This means there will be more self-pay, slower collections and higher write-offs for providers. Mrs. Adcock reviewed the goals for Illinois and reported that we are involved, we are in the process of writing our application, we are educating our team, and the next step is to educate the patients.

Mrs. Himmel asked if the Department of Health helps Medicaid patients fill out paperwork and who else would be a partner to assist patients.
Mrs. Adcock reported that we, as providers, would like to be one of those partners. She noted that there is patient education that rolls out in October, but we need to help patients stay enrolled and be proactive when they are in the clinic for appointments.

VIII. **EXECUTIVE SESSION**

Mrs. Himmel moved to enter Executive Session at approximately 8:51 AM for the purpose of discussing legal and personnel matters. Seconded by Mr. Gunter. The Ayes carried the motion by unanimous vote.

IX. **RECONVENE**

The regular Board Meeting was reconvened at approximately 8:52 AM.

X. **OTHER / ROUNDTABLE**

Mr. Gunter suggested we include pictures of Board and Foundation members on the internal marques so people are more aware of who the members are.

XI. **ADJOURN**

Mr. Bryant made a motion to adjourn the session at 8:55 AM. Seconded by Mr. Gunter. The Ayes carried the motion by unanimous vote.

Respectfully Submitted,

Denis Bryant, Secretary
Board of Directors