

**PUBLIC HEARING AND REGULAR MEETING
OF THE SAN PEDRO VALLEY HOSPITAL DISTRICT,
HELD JUNE 18, 2025
AT THE BENSON HOSPITAL SAGUARO CONFERENCE ROOM AT 9:00AM**

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| PRESENT: | CARMEN KREBS | MEMBER, VICE-CHAIRPERSON |
| | ANGEL DE LA TORRE | MEMBER |
| | RONALD DESMARAIS | MEMBER |
| | SABRINA PRIDHAM | MEMBER |
| | KIMBERLY GUILLIAMS | SECRETARY |

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| ABSENT: | JOSE CHAVEZ | MEMBER, CHAIRMAN |
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ALSO PRESENT: **GARY KARTCHNER**
 MARK NELLIS

VICE-CHAIRPERSON KREBS OPENED THE PUBLIC HEARING AT 9AM.

There were no questions or speakers for or against the 2025/2026 fiscal year budget; therefore, Vice-Chairperson Krebs closed the public hearing at 9:05AM.

VICE-CHAIRPERSON KREBS OPENED THE REGULAR MEETING AT 9:05AM

MINUTES OF THE PREVIOUS MEETING:

Mr. Desmarais moved to approve the April 30, 2025 minutes as submitted. Second by Mrs. Pridham. Motion passed.

TREASURER'S REPORT:

Ms. Guilliams submitted the Treasurer's Reports from April and May 2025. The current account balance as of Monday was \$623,489.31.

WARRANTS AND CORRESPONDENCE:

Ms. Guilliams said there are no pending warrants.

NEW BUSINESS:

A. Adoption of FY 25/26 Budget – Ms. Guilliams reported that the projected budget was published, and public notices were posted in the designated areas. Mr. Desmarais moved to adopt the 25/26 budget as submitted. Second by Mr. De La Torre. Motion passed.

B. D&O Insurance Renewal Quote – Ms. Guilliams said the quote is \$25 more than last year, the premium and policy fee are \$5,275.00 and the coverage is unchanged. Motion by Mr. Desmarais to approve the quote and coverage of the insurance renewal. Second by De La Torre. Motion carried.

C. M&O – None.

D. CEO/CFO Report - Mr. Kartchner reported that the hospital received a Level I age-friendly designation doing quality care for the elderly population. We are the only hospital in Arizona to receive that designation. When we show excellence at Level I, we will look to advance to Level II. The hospital had it's Imaging State Survey and passed with flying colors. Mr. Kartchner said that the CEO at Canyon Vista is now with TMC Health and is the CEO at Rincon Hospital. He is

San Pedro Valley Hospital District

Minutes

June 18, 2025

excited to collaborate with him as they have a good working relationship together. The hospital had its 2nd annual kids' superhero camp, and we are looking to expand it to Northern Cochise Community Hospital next year. It is a great program that shows kids aged 15-17 what opportunities are in front of them. Mr. Kartchner said that we are trying to keep care close to home and are getting quality specialists coming here. OB will be coming in late August, and we are getting closer to some other specialists. We have residents rotating through our ED currently as well.

Mr. Nellis reported on the May Hospital Financials. The hospital stats were a little red in the ED due to some pending chart delays. San Pedro Family Care is down a provider currently and Benson Family Health is doing good. Imaging and lab are good year to date. Rehab is not hitting budget like last year and we are not sure why. He reported the May balance sheet cash was up as we received some back log AHCCCS funding and we are currently at 32 days in accounts receivable. The income statement is favorable with revenues above budget. The hospital is still paying the Vail lease and we hope to resolve that soon. It has been listed with a broker. Operating income is good year to date. The hospital has submitted for a grant for lab expansion. We made the first cut and are waiting for more information.

OLD BUSINESS:

None.

CALL TO AUDIENCE:

None.

CALL TO BOARD:

None.

ADJOURNMENT:

The meeting was adjourned at 9:47AM. The next regular meeting will be held on July 30th at 9AM.

Signed: _____

Jose S. Chavira

Dated: _____

7-30-25