

Minutes of September 26, 2022
San Joaquin Health Centers Board of Directors – Audit Committee

Board Members Present: Farhan Fadoo (SJHC CEO); Brian Heck (Audit Chair); Jodie Moreno (Audit Committee); Rod Place (Audit Committee)

Board Members Excused Absent: none

Board Members Unexcused Absent: none

SJHC Staff: Michael Allen (Board Clerk); Alice Souligne (COO); Kris Zuniga (CFO)

Guests: Scott Gold (Forvis Auditor)

AGENDA ITEM	ATTACHMENTS	ACTION
<p>1. <u>Call to Order (Brian Heck, Audit Chair)</u> The meeting was called to order at 3:02 p.m. A quorum was established for today's meeting.</p>	No attachments	No action required
<p>2. <u>Approval of Minutes from 2/23/2022 (Brian Heck, Audit Chair)</u> Minutes from February 23, 2022 were approved unanimously.</p>	Finance Committee Meeting Minutes 2022-02-23	Jodie motioned to accept the minutes and Rod seconded; the motion was approved unanimously
<p>3. <u>Introduction of Scott Gold from Forvis (Kris Zuniga, CFO)</u> Kris introduced Scott Gold from Forvis (formerly BKD), our third-party auditors.</p>	No attachments	No action required
<p>4. <u>Presentation of Audited Fiscal Year 2021 Financials (Scott Gold, Auditor)</u> Some challenges with including 2020 financials in this audit, so primary focus is on 2021 for most meaningful data. A</p> <p>Some common KPIs were reviewed, including 24.5 days cash on hand, 17 days net A/R, 8.3 days expense in A/P, patient service revenue per visit \$243.91, and expense per visit \$293.70.</p> <p>Grants only brought in \$2.1 million, but 340 B pharmacy and quality incentive programs helped make up the difference.</p> <p>Comparison with other California CHCs were shown, indicating 18% operating margin (12% average) and 18% growth in net patient revenue (18% average). Debt to equity was at around 12% (32% average) and days cash on hand at 25 (average 155).</p> <p>Ongoing challenges reflect continuing impacts from COVID-19, although flexibility of telehealth has helped mitigate this.</p>	Forvis Audit Presentation – 2022-09	No action required
<p>5. <u>Adjournment (Brian Heck, Audit Chair)</u> There being no further topics of discussion, Brian Heck adjourned the meeting at 3:48 p.m.</p>	No attachments	No action required



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