

UNIVERSITY of KENTUCKY BOARD OF TRUSTEES

UNIVERSITY HEALTH CARE COMMITTEE

February 20, 2012

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I. CALL TO ORDER AND APPROVAL OF MINUTES

The meeting was called to order at 4:00pm by Ms. Barbara Young. Minutes of the previous meeting were approved unanimously.

II. QUALITY AND OPERATIONS UPDATE

The update began with a presentation from Leslie Prellwitz of UHC. Ms. Prellwitz discussed three different areas of findings regarding coding variances between UHC and UK HealthCare. Dr. Lofgren further discussed the recommendations and changes in coding submissions. Questions from the board were addressed by Dr. Lofgren.

Dr. Lofgren reviewed the Signature Performance Metrics for the period YTD December, 2012. The metrics showed not a lot of changes and that the momentum will continue into January. Countermeasures are in place to address areas of concern. The NICU had a strong month and discharges are on track.

Dr. Paul DePriest reviewed the Enterprise Quality Goals. He discussed that the advances made were the hard work of thousands. The Observed to Expected Mortality rate has dramatically dropped from 1.13 in July of 2009 to 0.6 in December 2012. Dr. DePriest addressed questions from the board members regarding the different types of hospital acquired conditions and reviewed other key areas that UK HealthCare is meeting goals regarding quality and safety.

Dr. Bernard Boulanger presented pictures of the new world class operating rooms that recently opened. He discussed the moves, closings and all the new features of both the regular and hybrid rooms.

III. FINANCIAL REPORT

Sergio Melgar presented the December financials. Overall UKHC Hospital System's financial position remains strong with assets of \$1.22B up from \$1.18B on 6/30/2011. Cash and cash equivalents are at a negative balance (due to the build out of Pavilion A) and is balanced by a loan from the University and our endowment of \$197.9M. Patient revenue is \$62.7M higher than FY11 yet the AR balance is flat at \$114.3M

Comparing December FY2012 and FY2011, cash has decreased \$81.3 million and remains the same as the November 2011 balance. Net capital assets have increased due to the construction and accounts payable have decreased.

January statistics indicate a lower discharge volume and outpatient activity. Revenue will be softer and the length of stay increased.

IV. PRIVILEGES AND CREDENTIALS

Dr. Kevin Nelson presented for approval the current list of privileges and credentials for Chandler and Good Samaritan Hospitals. The committee made a motion and all privileges and credentials were approved.

Ms. Young recognized and thanked Dr. Lofgren for all of his contributions and efforts during his years at UK HealthCare and seeing no other business Ms. Young adjourned the meeting at 5:31pm.