SoHum Health

Finance Committee

Date: Monday, October 26, 2026
Time: 10:00 a.m.
Location: Sprowel Creek Campus
Facilitator: Governing Board President Kevin Church
Link: https://shchd.webex.com/shchd/j.php?MTID=mc732ddcf6909950cedaeb0ca586a6ae0

Agenda

Page	Item
	A. Call to Order
	B. Public Comment (3-minute limit per person)
	See public comment instructions below.
	C. Announcements
	D. Previous Meeting Minutes 1. September 25, 2026 Finance Committee Minutes
	E. Discussion and Review
	1. September Comparative Balance Sheets and Graphs 2. September Comparative Income Statement and Graphs 3. September Statistics 4. September 2026 Patient Financial Services and HRG Reports
	F. Discussion Items to Report to the Board
	G. Next Meeting: November 20, 2026
	H. Adjourn

SoHum Health

PUBLIC COMMENT ON MATTERS NOT ON THE MEETING AGENDA: Members of the public are welcome to address the Board on items not listed on the agenda and within the jurisdiction of the Board of Directors. The Board is prohibited by law from taking action on matters not on the agenda but may ask questions to clarify the speaker's comment and/or briefly answer questions. The Board limits testimony on matters not on the agenda to three minutes per person and not more than ten minutes for a particular subject at the discretion of the Chair of the Board.

PUBLIC COMMENT ON MATTERS THAT ARE ON THE AGENDA: Individuals wishing to address the Board regarding items on the agenda may do so after the Board has completed their initial discussion of the item and before the matter is voted on so that the Board may have the benefit of these comments before making their decision. Please remember that it is the Board's responsibility to discuss matters thoroughly amongst themselves and that, because of Brown Act constraints, the Board meeting is their only opportunity to do so.

OTHER OPPORTUNITIES FOR PUBLIC COMMENT: Members of the public are encouraged to submit written comments to the Board at any time by writing to the Board of Directors, SHCHD, 733 Cedar Street, Garberville, CA 95542. Writers who identify themselves may, at their discretion, ask that their comments be shared publicly. All other comments shall be kept confidential to the Board and appropriate staff.

IN COMPLIANCE WITH THE AMERICANS WITH DISABILITIES ACT, if you require special accommodations to participate in a District meeting, please contact the District Clerk at 707-923-3921, ext. 1303, at least 48 hours prior to the meeting." **Times are estimated*

**Times are estimated/Posted: Friday, November 23, 2026*

SoHum Health

Finance Committee

Date: Friday, September 25, 2026
Time: 10:00 a.m.
Location: Sprowel Creek Campus-Rm 106 and via Webex
Facilitator: Governing Board President Corinne Stromstad

Minutes

Finance Committee Present Matt Rees, Corinne Stromstad, and Kevin Church
Not Present: None
Also Present: Executive Assistant Darrin Guerra, PFS Manager Marie Brown, and CFO Paul Eves
By Webex: Controller Cherie Hurt, HIM Manager Remy Quinn, and CQCO Kristen Rees

A. Call to Order – Kevin Church called the meeting to order at 10:00 a.m.

B. Public Comment (3-minute limit per person)
- Members of the public had questions and comments regarding various topics including the coalition that was formed for Measure K, curiosities about who was paying for the campaign, who is approving the flyers that are going out to the public, disparaging remarks about the volunteer for the Measure K campaign, and the validity of cuts that have financially impacted the District since the passing of HR1.
- Kevin Church advised members of the public to reach out to the Foundation Board with these concerns as the Board does not oversee the Foundation.
- Matt Rees spoke about the cuts that we have already received from HR1 and the cuts that will be affecting us over the next few years. He also spoke of his continued efforts to lobby against these cuts to help preserve funding to healthcare institutions.

C. Announcements - None

D. Previous Meeting Minutes

1. August 21, 2026

Motion: Corinne Stromstad moved to approve the August Minutes with corrections to the motion F.1
"**Motion**: Pual Eves motioned to bring the July Financials to the Board
Seocond: Kevin Church"

Second: Kevin Church
Motion Carried

E. Discussion and Review
1. August Comparative Income Statement and Graphs

2. August Comparative Balance Sheet and Graphs
3. August Statistics
4. August 2026 Patient Financial Services and HRG Report
    - Paul presented his monthly Finance report and answered corresponding and clarifying questions for the Board and the public.
    - The public had questions and comments regarding how much money the current parcel tax brings to the District each year and why the money has not been used towards the new hospital.
    - Matt covered this common misconception from the public. The original Parcel Tax that was implemented in 1986 was specifically for operating expenses and predated the Districts desire and decision to produce a new facility. It was never intended to build a new hospital but to assist in operations when the hospital was financially struggling. With the current financial success and trends of the District increasing assets of $4 Million to $40 Million in the last ten years, the District has decided to let the parcel tax sunset in June of 2028 if Measure K passes.

F. Discussion Items to Report to the Board

1. August Financials

Motion: Corinne Stromstad moved to bring the July Financials to the Board
Second: Kevin Church
Motion Carried

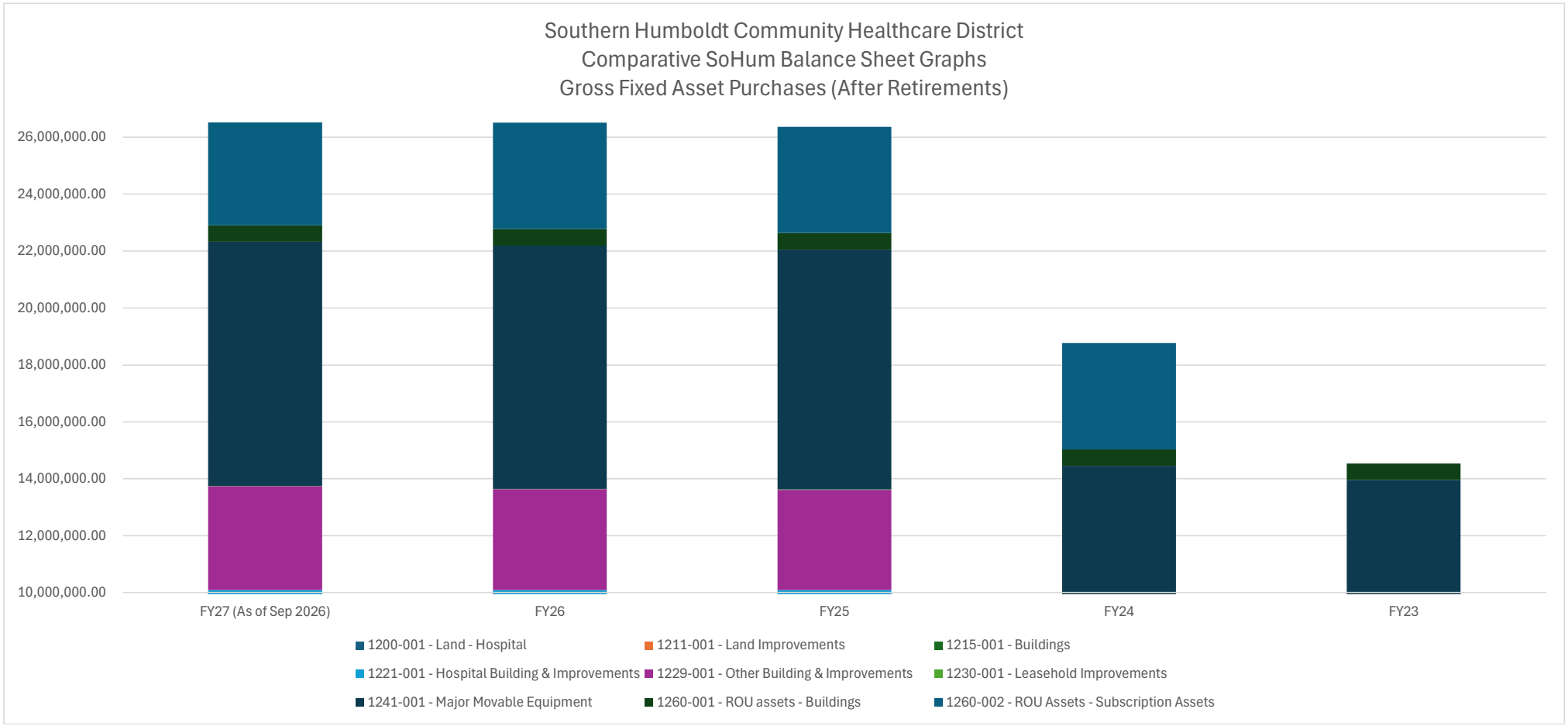
G. Next Meeting: Friday, October 26, 2026.

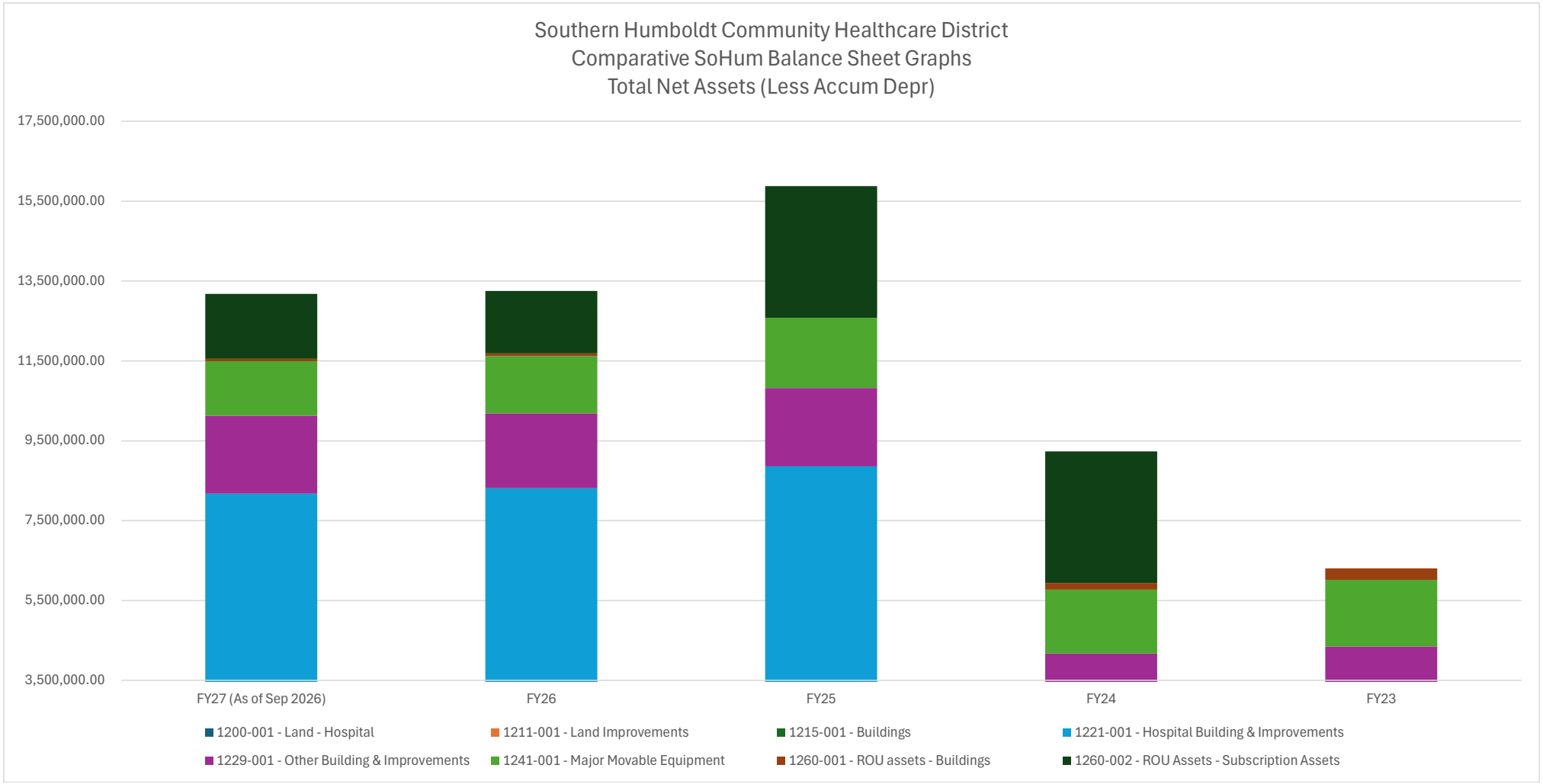
Motion: Corinne Stromstad moved to Adjourn the Finance Committee.
Second: Kevin Church
Motion Carried

H. Adjourned at 10:53 a.m.

Southern Humboldt Community Healthcare District
Comparative SoHum Balance Sheet
5 Year Comparison - FY22 through End of September 2026

	FY23	FY24	FY25	FY26	FY27 (As of Sep 2026)
ASSETS					
Current Assets					
Total Bank	$ 10,263,542	$ 8,242,122	$ 5,086,074	$ 1,257,146	$ 1,286,963
Total Accounts Receivable	$ 2,326,716	$ 7,312,024	$ 6,146,510	$ 6,953,883	$ 6,654,912
Total Other Current Asset	$ 628,810	$ 3,094,801	$ 11,394,910	$ 12,086,421	$ 13,422,583
Total Current Assets	$ 13,219,068	$ 18,648,947	$ 22,627,494	$ 20,297,450	$ 21,364,458
Fixed Assets					
1200-001 - Land - Hospital	$ 1,028,216	$ 1,163,216	$ 1,193,526	$ 1,193,526	$ 1,193,526
1211-001 - Land Improvements	$ 553,251	$ 553,251	$ 553,251	$ 553,251	$ 553,251
1215-001 - Buildings	$ 1,474,356	$ 1,367,015	$ 1,489,909	$ 1,489,909	$ 1,489,909
1221-001 - Hospital Building & Improvements	$ 119,716	$ 119,716	$ 6,846,690	$ 6,846,690	$ 6,846,690
1229-001 - Other Building & Improvements	$ 3,387,733	$ 3,447,325	$ 3,526,173	$ 3,550,715	$ 3,656,443
1230-001 - Leasehold Improvements	$ 12,785	$ 12,785	$ 12,785	$ 12,785	$ 12,785
1241-001 - Major Movable Equipment	$ 7,378,269	$ 7,788,684	$ 8,433,015	$ 8,551,107	$ 8,575,234
1250-001 - Construction In Progress	$ 5,029,861	$ 7,683,040	$ 6,224,854	$ 9,657,264	$ 10,203,061
1260-001 - ROU assets - Buildings	$ 580,234	$ 580,234	$ 580,234	$ 580,234	$ 580,234
1260-002 - ROU Assets - Subscription Assets	$ -	$ 3,735,812	$ 3,735,812	$ 3,735,812	$ 3,805,658
Less: Accumulated Depreciation	$ (8,234,901)	$ (9,534,512)	$ (11,055,632)	$ (13,266,754)	$ (13,531,727)
Total Fixed Assets	$ 11,329,520	$ 16,916,567	$ 21,540,619	$ 22,904,540	$ 23,385,065
Total ASSETS	**$ 24,548,588**	**$ 35,565,514**	**$ 44,168,112**	**$ 43,201,990**	**$ 44,749,523**
Liabilities & Equity					
Current Liabilities					
Total Accounts Payable	$ 346,403	$ 959,621	$ 2,390,176	$ 1,440,312	$ 1,366,970
Total Other Current Liability	$ 927,074	$ 1,406,791	$ 1,762,548	$ 3,470,372	$ 4,517,902
Total Current Liabilities	$ 1,273,477	$ 2,366,412	$ 4,152,724	$ 4,935,620	$ 5,830,854
Long Term Liabilities					
2250-020 - LEAF Data Backup Liability	$ 106,365	$ 53,135	$ -	$ -	$ -
2250-021 - CapChase Data Backup Liability			$ -	$ 120,436	$ 109,488
2250-023 - Topcon Analyzer Lease			$ -	$ -	$ 67,700
2250-025 - Maple Lane Loan	$ 262,814	$ 227,867	$ 195,197	$ 121,763	$ 112,567
2250-030 - ELGA Lease Loan	$ -	$ -	$ 1,723,278	$ 1,034,479	$ 947,454
2250-034 - Ever Bank Loan				$ 66,292	$ 68,213
2260-001 - Help II Loan	$ 1,184,026	$ 1,907,907	$ 1,829,893	$ 1,654,640	$ 1,632,679
2273-002 - Lease obligations	$ 236,003	$ 730,124	$ 730,124	$ 45,940	$ 45,940
Total Long Term Liabilities	$ 1,789,208	$ 2,919,033	$ 4,478,493	$ 3,043,549	$ 2,984,040
Equity					
Equity					
Total - Equity	$ 2,830,961	$ 2,830,961	$ 2,830,961	$ 2,830,961	$ 2,830,961
Retained Earnings	$ 16,913,017	$ 18,654,947	$ 30,699,107	$ 31,204,163	$ 32,391,860
Net Income	$ 1,741,925	$ 8,794,160	$ 2,006,827	$ 1,187,696	$ 711,808
Total Equity	$ 21,485,903	$ 30,280,069	$ 35,536,895	$ 35,222,821	$ 35,934,629
Total Liabilities & Equity	**$ 24,548,588**	**$ 35,565,514**	**$ 44,168,112**	**$ 43,201,990**	**$ 44,749,523**

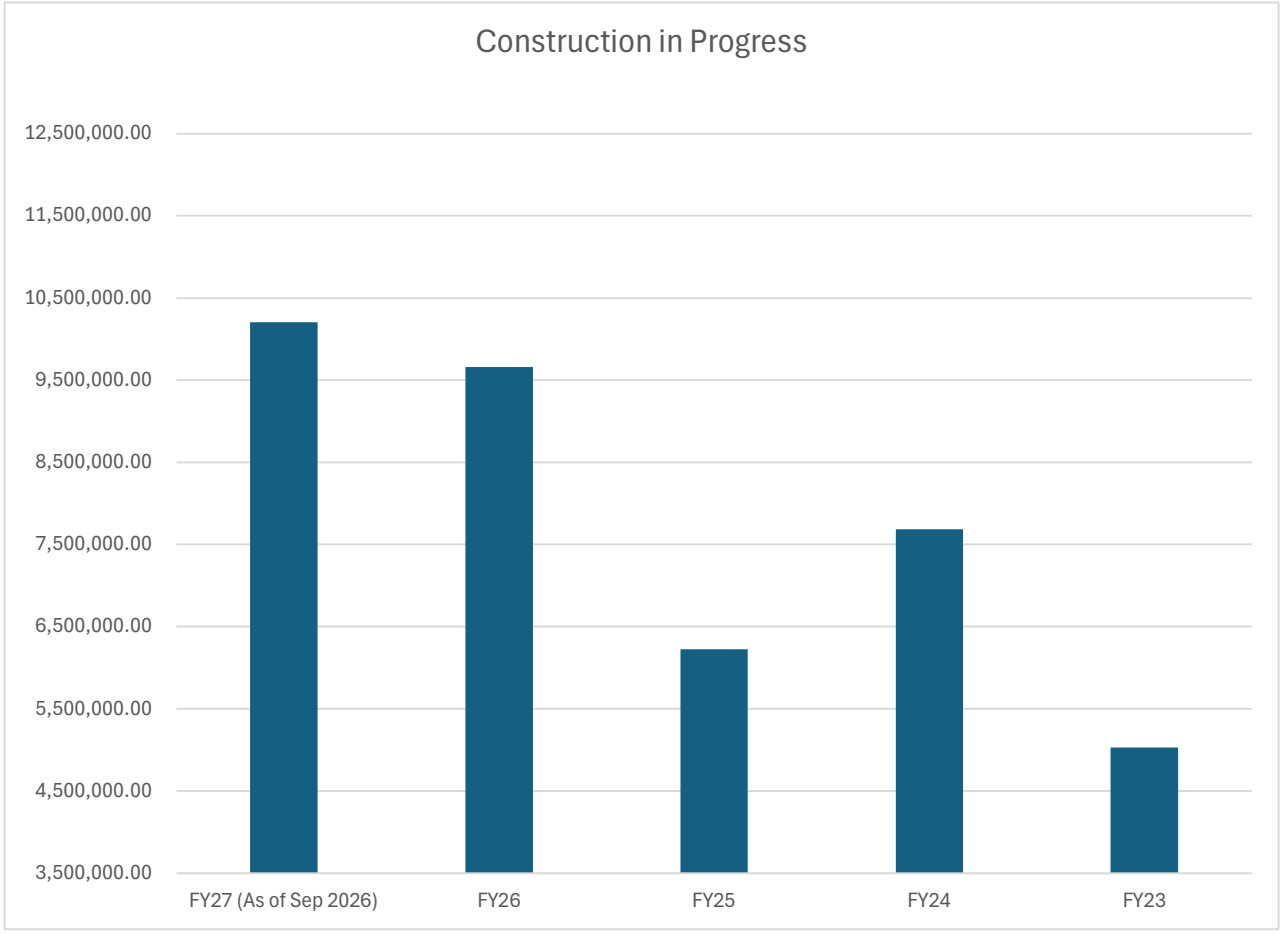

Southern Humboldt Community Healthcare District
Comparative SoHum Balance Sheet Graphs
Gross Fixed Asset Purchases (After Retirements)
26,000,000.00
24,000,000.00
22,000,000.00
20,000,000.00
18,000,000.00
16,000,000.00
14,000,000.00
12,000,000.00
10,000,000.00
FY27 (As of Sep 2026)
FY26
FY25
FY24
FY23
1200-001 - Land - Hospital
1211-001 - Land Improvements
1215-001 - Buildings
1221-001 - Hospital Building & Improvements
1229-001 - Other Building & Improvements
1230-001 - Leasehold Improvements
1241-001 - Major Movable Equipment
1260-001 - ROU assets - Buildings
1260-002 - ROU Assets - Subscription Assets


Southern Humboldt Community Healthcare District
Comparative SoHum Balance Sheet Graphs
Total Net Assets (Less Accum Depr)
17,500,000.00
15,500,000.00
13,500,000.00
11,500,000.00
9,500,000.00
7,500,000.00
5,500,000.00
3,500,000.00
FY27 (As of Sep 2026)
FY26
FY25
FY24
FY23
1200-001 - Land - Hospital
1211-001 - Land Improvements
1215-001 - Buildings
1221-001 - Hospital Building & Improvements
1229-001 - Other Building & Improvements
1241-001 - Major Movable Equipment
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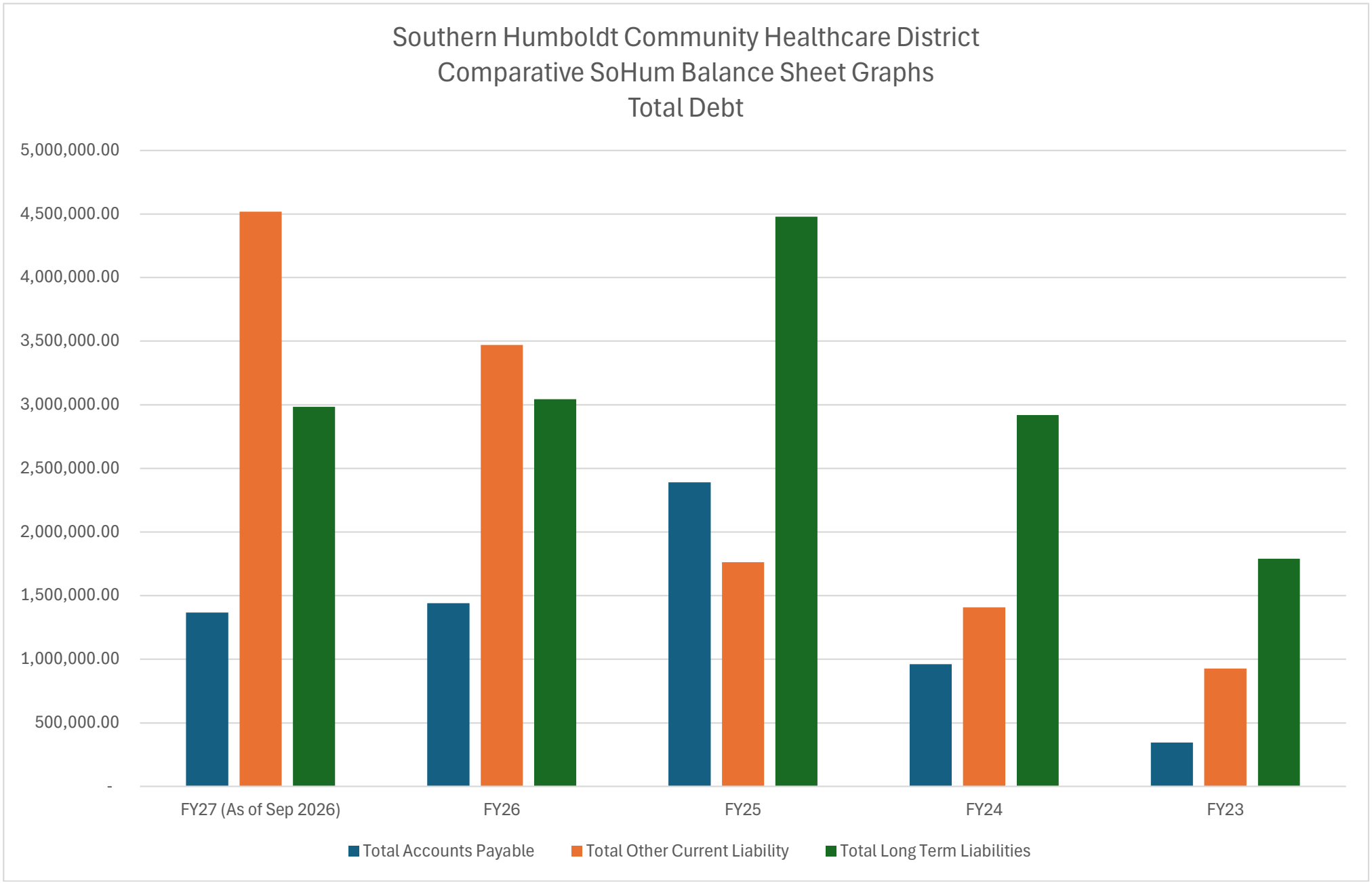
Southern Humboldt Community Healthcare District

Construction in Progress Detail/Graph

Construction In Progress Detail	**FY27 (As of Sep 2026)**
NEW HOSPITAL	7,731,577
817 Redwood Drive	939,678
412 Maple Lane	458,039
823 Redwood Drive	389,524
819 REDWOOD DR	310,918
JPCH-ED HVAC Upgrade	147,291
Radiology Room Refresh	92,544
531 Elm Parking Lot Upgrade	87,336
286 Sprowel Creek Parking Lot	22,595
286 SPROWEL-PARKING LOT	16,925
291 Sprowel Creek	4,700
819 Redwood Drive	1,830
887 SUNNYBANK	106
Grand Total	**10,203,061**



Total SoHum Employee Payroll	411,224
817 Redwood Drive	939,678
823 Redwood Drive	389,524
819 REDWOOD DR	310,918
Total Redwood Projects	**2,051,344**

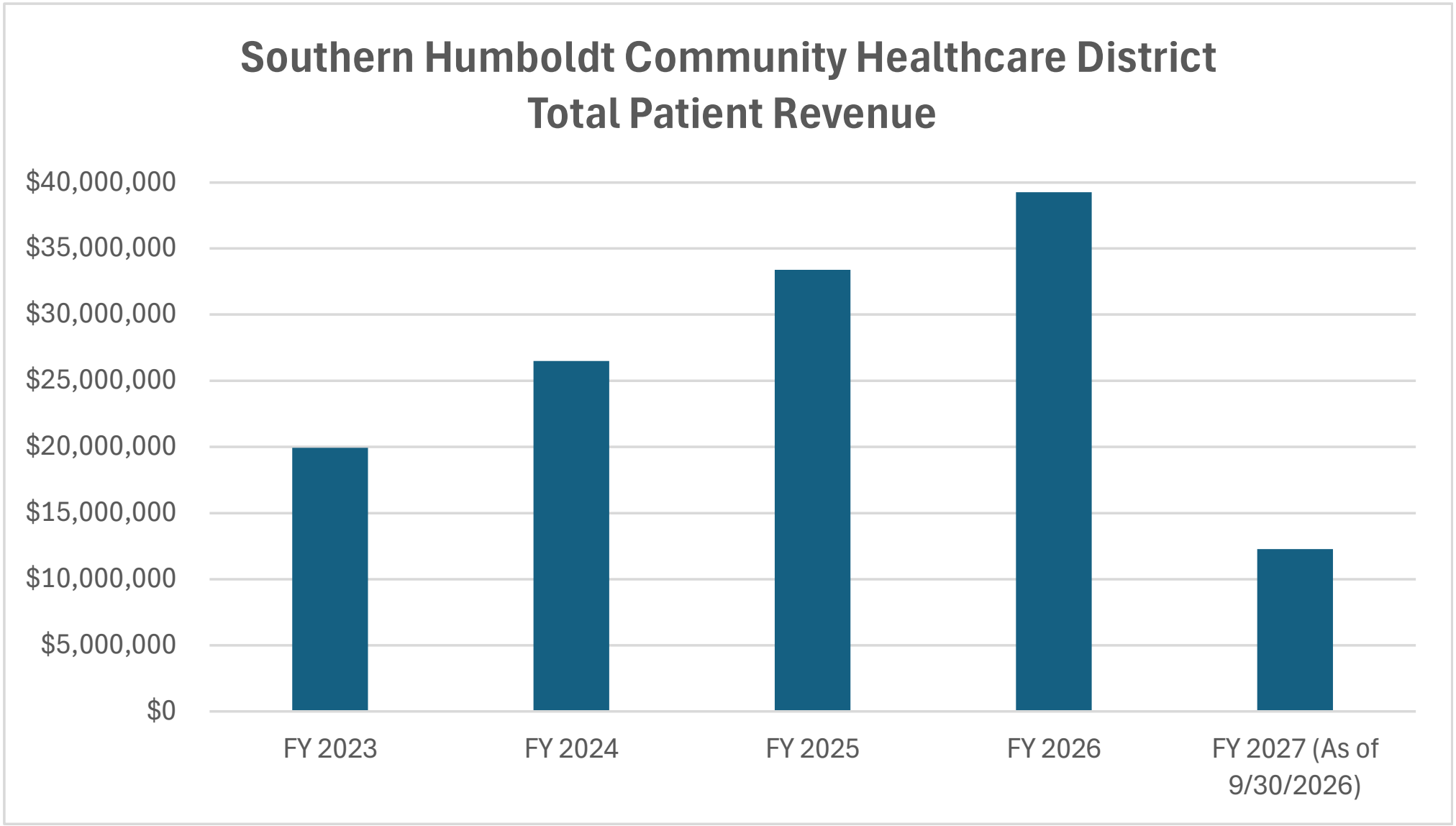

Southern Humboldt Community Healthcare District
Comparative SoHum Balance Sheet Graphs
Total Debt
5,000,000.00
4,500,000.00
4,000,000.00
3,500,000.00
3,000,000.00
2,500,000.00
2,000,000.00
1,500,000.00
1,000,000.00
500,000.00
-
FY27 (As of Sep 2026)
FY26
FY25
FY24
FY23
Total Accounts Payable
Total Other Current Liability
Total Long Term Liabilities

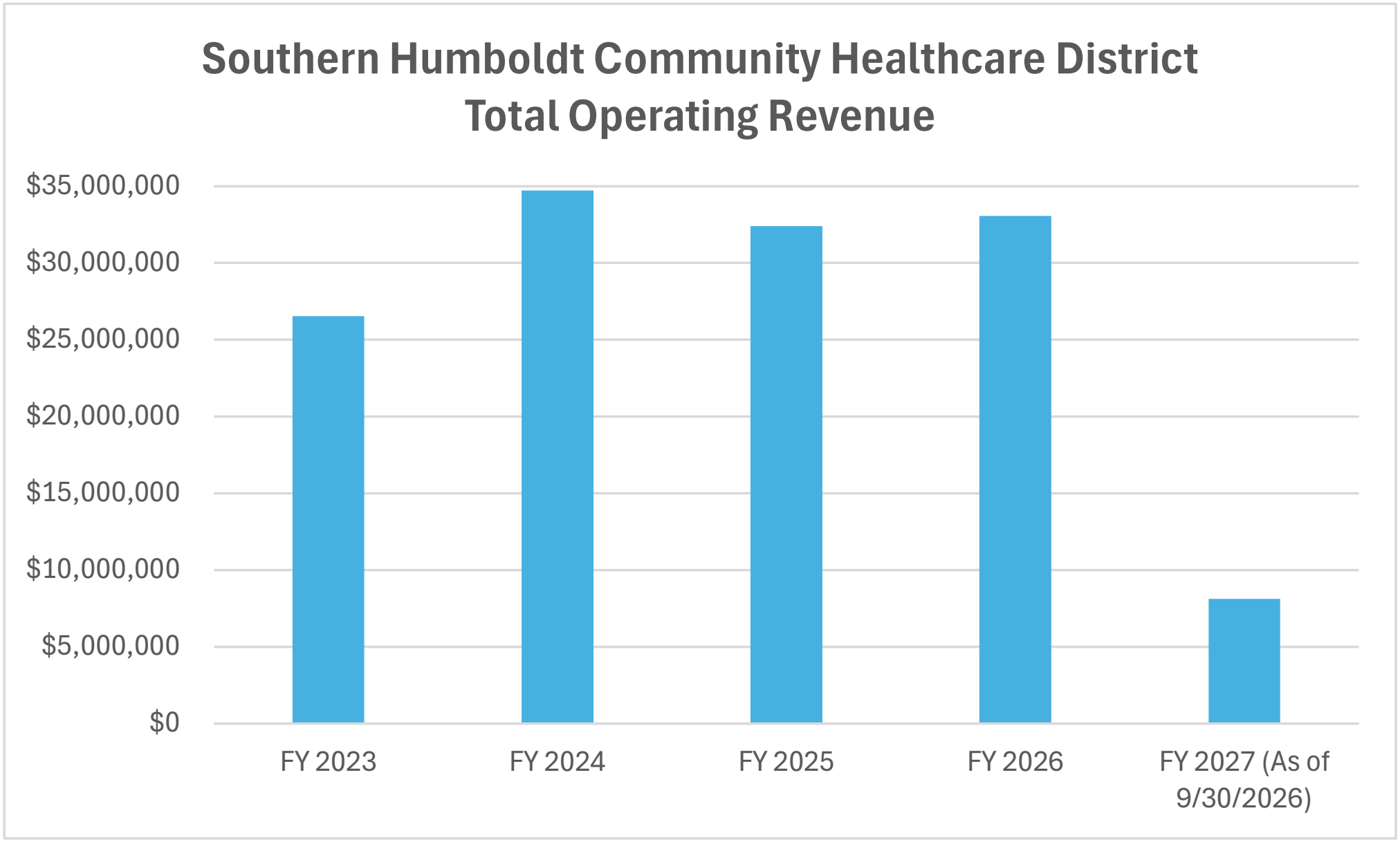
Southern Humboldt Community Healthcare District

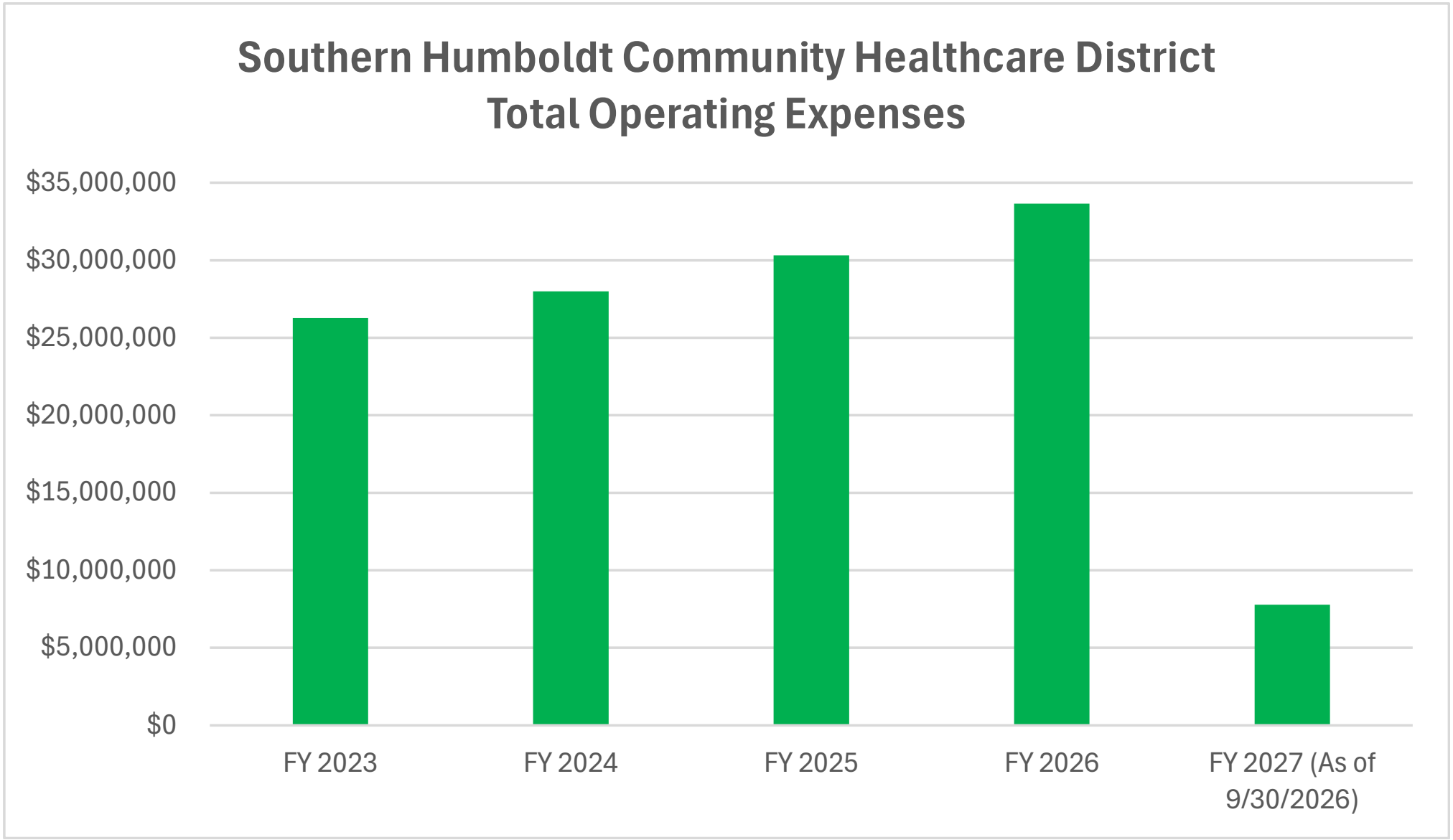
SoHum Income Statement

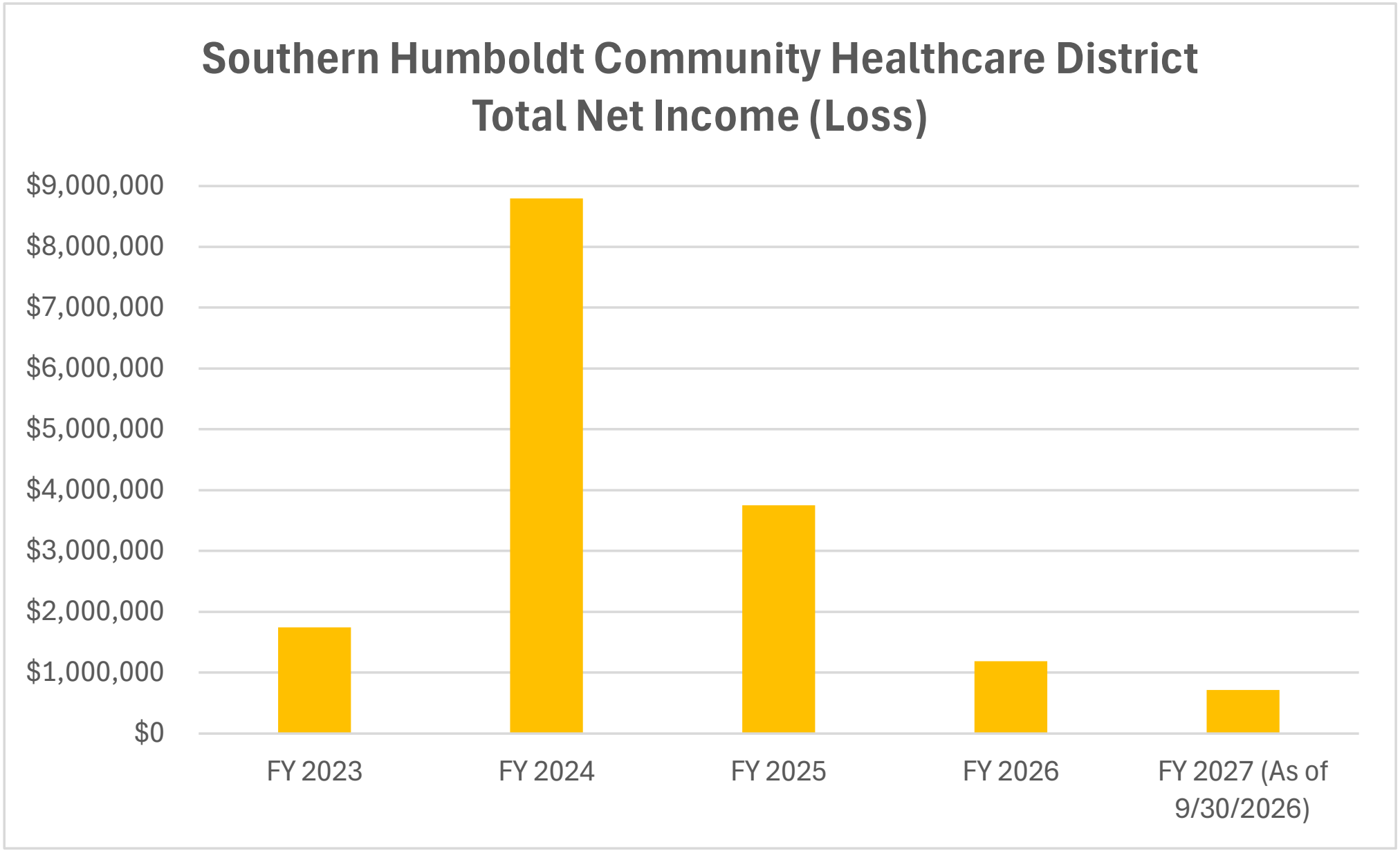
From Jul 2022 to Sep 2026

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027 (As of 9/30/2026)
Revenue					
Gross Patient Revenue					
Inpatient	$2,946,480	$2,750,181	$3,228,838	$4,238,962	$1,084,110
Inpatient Ancillary	$515,456	$359,641	$552,279	$765,360	$167,543
Outpatient	$10,154,040	$15,724,611	$19,509,296	$23,612,682	$7,653,284
Outpatient Ancillary	$6,321,147	$7,666,152	$10,098,701	$10,660,554	$3,373,147
Total Patient Revenue	**$19,937,124**	**$26,500,585**	**$33,389,114**	**$39,277,558**	**$12,278,083**
Deductions from Revenue					
9060-913 - Supplemental Revenue	($10,815,285)	($9,497,749)	($16,761,565)	($8,644,199)	($1,953,537)
Contractual Allowances	$7,458,971	$6,726,785	$17,181,721	$15,586,515	$6,771,625
Provision for Bad Debts	$48,578	$436,735	$930,313	$647,462	$0
Other Allowances / Deductions	$1,143,032	($869,207)	$525,619	$325,693	$56,913
Cost Of Sales	$0	($0)	($107)	$95	$5
Total Deductions	**($2,164,705)**	**($3,203,435)**	**$1,875,981**	**$7,915,566**	**$4,875,005**
Net Patient Revenue	**$22,101,829**	**$29,704,021**	**$31,513,133**	**$31,361,992**	**$7,403,078**
Other Operating Revenue	**$4,421,875**	**$5,027,303**	**$895,891**	**$1,691,081**	**$735,627**
Total Operating Revenue	**$26,523,704**	**$34,731,323**	**$32,409,024**	**$33,053,073**	**$8,138,705**
Expenses					
Salaries & Wages	$10,305,732	$9,809,581	$12,325,544	$14,512,459	$3,491,705
Employee Benefits	$2,235,102	$3,890,147	$4,553,596	$6,597,687	$1,470,678
Professional Fees	$3,198,650	$3,861,034	$5,334,981	$5,445,990	$1,361,594
Supplies	$5,712,133	$5,113,725	$1,297,196	$1,316,608	$227,832
Repairs & Maintenance	$342,050	$335,811	$290,698	$303,593	$52,733
Purchased Services	$2,224,256	$2,114,981	$3,063,109	$2,970,722	$599,823
Utilities	$276,547	$304,523	$351,589	$325,066	$87,374
Insurance	$172,223	$148,554	$238,076	$240,770	$76,598
Depreciation/ Amortization	$1,057,819	$1,299,611	$2,631,620	$1,100,622	$264,973
Other	$761,845	$1,111,440	$243,150	$846,872	$139,469
Total Operating Expenses	**$26,286,357**	**$27,989,408**	**$30,329,558**	**$33,660,388**	**$7,772,779**
Operating Profit (Loss)	**$237,347**	**$6,741,916**	**$2,079,466**	**($607,314)**	**$365,927**
Tax Revenue	$1,100,133	$1,084,388	$1,404,861	$1,305,498	$314,238
Other Non Operating Revenue (Expense)	$344,097	$773,827	$216,872	$483,558	$32,327
Interest Income	$62,545	$194,029	$53,857	$5,956	$4,603
Net Non Operating Revenue (Expense)	**$1,506,774**	**$2,052,245**	**$1,675,590**	**$1,795,011**	**$351,168**
Net Income (Loss)	**$1,744,122**	**$8,794,160**	**$3,755,056**	**$1,187,696**	**$717,094**


Southern Humboldt Community Healthcare District
Total Patient Revenue
$40,000,000
$35,000,000
$30,000,000
$25,000,000
$20,000,000
$15,000,000
$10,000,000
$5,000,000
$0
FY 2023
FY 2024
FY 2025
FY 2026
FY 2027 (As of 9/30/2026)


Southern Humboldt Community Healthcare District
Total Operating Revenue
$35,000,000
$30,000,000
$25,000,000
$20,000,000
$15,000,000
$10,000,000
$5,000,000
$0
FY 2023
FY 2024
FY 2025
FY 2026
FY 2027 (As of 9/30/2026)


Southern Humboldt Community Healthcare District
Total Operating Expenses
$35,000,000
$30,000,000
$25,000,000
$20,000,000
$15,000,000
$10,000,000
$5,000,000
$0
FY 2023
FY 2024
FY 2025
FY 2026
FY 2027 (As of 9/30/2026)


Southern Humboldt Community Healthcare District
Total Net Income (Loss)
$9,000,000
$8,000,000
$7,000,000
$6,000,000
$5,000,000
$4,000,000
$3,000,000
$2,000,000
$1,000,000
$0
FY 2023
FY 2024
FY 2025
FY 2026
FY 2027 (As of 9/30/2026)

Southern Humboldt Community Healthcare District

September 2026

Overall A/R Health– Summary of KPI Metrics

	Aug-26	Sep-26
BCBS	301,529	*Report Unavailable*
Medicare	2,529,344	*Report Unavailable*
Medicaid	2,435,865	*Report Unavailable*
Commercial	2,115,301	*Report Unavailable*
Self-Pay	1,489,910	*Report Unavailable*
Total Balance	8,871,950	7,500,827

GOAL: 55 Days

September: 56.4*

August: 62.8

Decrease of 6.4 days (10%)

*** Reports not available. Used EPIC numbers.**

Successes that reduced A/R:

- Allied Health Employee accounts: We were able to close accounts for $780,540.00 which included payments $538,312.00. This represents all domestic claims processed prior to September 30, 2026.
- Humboldt County DA: We received payment on all 48 accounts on September 28, 2026.
- Long Term Care A/R Days decreased from 79.1 to 52.2 days! due to prior system issues which prevented us from billing several Long Term Care accounts. Issue was resolved and claims were released and collected in September.

Roadblocks:

- Reports are unavailable due to an EPIC update on September 15th, 2026. TruBridge analysts are unable to export reports out of EPIC. OCHIN is currently working on the JIRA EAPPS-763250 with Southern Humboldt ESAs and TruBridge. We anticipate the main reports may be available by this month's board meeting, however due to time restrictions this narrative will not be updated.
- Aetna Medicare: While this doesn't contribute to the increase in A/R days, it remains an overall A/R collection issue. 34 accounts with outstanding claims totaling approximately $65,144 have been appealed. Aetna has only paid on 11 of those accounts totaling $40,525. This is leaving an outstanding balance of $24,619.30. While response time is typically 30 to 60 days, Aetna has not been willing to offer a completion date.
- TruBridge process emphases: The following is an update on the team process challenges reported on last month:
    - Follow up on claims every 30 days –Process was written out in a workflow. The workflow still needs to be tailored for job specifics. Will have an update on success next month.
    - Review Bad Debt Workque to submit to collections company– Workque is back into normal