

# County Council of Cuyahoga County, Ohio

## Resolution No. R2016-0203

<b>Sponsored by: Council President Brady on behalf of The MetroHealth System</b>	<b>A Resolution</b> approving The MetroHealth System Year 2017 Budget, in accordance with Ohio Revised Code Section 339.06(D), with the understanding that the allocation of County funds to the System will be made through adoption of the 2016/2017 Biennial Operating Budget and Capital Improvements Program Annual Update for 2017; and declaring the necessity that this Resolution become immediately effective.
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WHEREAS, on October 26, 2016, The MetroHealth System Board of Trustees adopted Resolution 19027 approving a proposed budget for the 2017 fiscal year and authorizing submission of same to Cuyahoga County.

WHEREAS, that if the amount appropriated to the county hospital in the annual appropriation measure for the County for the ensuing fiscal year differs from the amount shown in the approved budget, the County may require the board of county hospital trustees to revise the hospital budget accordingly. The board of trustees shall not expend such funds until its budget for that calendar year is submitted and approved by the County; and

WHEREAS, it is further necessary that this Resolution become immediately effective in order that critical services provided by the Cuyahoga County can continue and to provide for the usual, daily operation of a County entity.

**NOW, THEREFORE, BE IT RESOLVED BY THE COUNTY COUNCIL OF CUYAHOGA COUNTY, OHIO:**

**SECTION 1.** That the Cuyahoga County Council hereby approves The MetroHealth System Year 2017 Budget, in accordance with Ohio Revised Code Section 339.06(D), with the understanding that the allocation of County funds to the System will be made through adoption of the 2016/2017 Biennial Operating Budget and Capital Improvements Program Annual Update for 2017.

**SECTION 2.** That the Clerk of Council be, and she is, hereby instructed to transmit a copy of this Resolution to the Director of the Office of Budget and Management; Akram Boutros, MD, FACHE, President and CEO, The

MetroHealth System; and Craig Richmond, Senior Vice President and Chief Financial Officer, The MetroHealth System.

**SECTION 3.** It is necessary that this Resolution become immediately effective for the usual daily operation of the County and the reasons set forth in the preamble. Provided that this Resolution receives the affirmative vote of at least eight members of Council, it shall take effect and be in force immediately upon the earliest occurrence of any of the following: (1) its approval by the County Executive through signature, (2) the expiration of the time during which it may be disapproved by the County Executive under Section 3.10(6) of the Cuyahoga County Charter, or (3) its passage by at least eight members of Council after disapproval pursuant to Section 3.10(7) of the Cuyahoga County Charter. Otherwise, it shall take effect and be in force from and after the earliest period allowed by law.

**SECTION 4.** It is found and determined that all formal actions of this Council relating to the adoption of this Resolution were adopted in an open meeting of the Council, and that all deliberations of this Council and of any of its committees that resulted in such formal action were in meetings open to the public, in compliance with all legal requirements, including Section 121.22 of the Ohio Revised Code.

On a motion by Mr. Schron, seconded by Mr. Germana, the foregoing Resolution was duly adopted.

Yeas: Brown, Hairston, Simon, Greenspan, Miller, Germana, Gallagher, Schron, Conwell, Jones and Brady

Nays: None

Daniel R. Brady      12/14/2016  
County Council President      Date

[Signature]      12-14-16  
County Executive      Date

[Signature]      12/13/2016  
Clerk of Council      Date

First Reading/Referred to Committee: November 15, 2016  
Committee(s) Assigned: Committee of the Whole

Journal CC024  
December 13, 2016

**Approval of a proposed budget for the 2017 fiscal year and authorize the submission of the same to the government of Cuyahoga County, Ohio ("County")**

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**RESOLUTION 19027**

WHEREAS, the Board of Trustees of The MetroHealth System has been presented a recommendation for a proposed budget for the 2017 fiscal year and authorize the submission of the same to the government of Cuyahoga County, Ohio ("County"); and

WHEREAS, the Board's Finance Committee has reviewed this recommendation and now recommends its approval.

NOW, THEREFORE, BE IT RESOLVED, the Board of Trustees of The MetroHealth System hereby approve a proposed budget for the 2017 fiscal year and authorize the submission of the same to the government of Cuyahoga County, Ohio ("County").

The information to be submitted to the County is shown in Attachments A and B.

BE IT FURTHER RESOLVED, the Chief Executive Officer and President, or his designee, are hereby authorized to take necessary actions consistent with this resolution.

AYES: Mr. McDonald, Ms. Dee, Rev. Minor, Mr. Monnolly, Mr. Schneider, Mr. Spain, Ms. Whiting

NAYS: None

ABSENT: Mr. Moss, Dr. Silvers

ABSTAINED: None

DATE: October 26, 2016



# 2017 Operating Budget

(in \$000s)

## Exhibit A

	2014	2015	2016	2016	2017	16 Projected vs. 17 Budget
	Actual	Actual	Budget	Projected	Budget	\$ %
<b>Net Patient Revenue</b>	\$ 793,343	\$ 808,102	\$ 867,000	\$ 898,416	\$ 954,250	55,834 6.2%
Other Revenue	71,500	85,613	95,995	104,571	132,719	28,148 26.9%
County Funding	40,024	40,000	32,400	32,400	32,400	0 0.0%
<b>Total Revenue</b>	<b>904,867</b>	<b>933,715</b>	<b>995,395</b>	<b>1,035,387</b>	<b>1,119,369</b>	<b>83,982 8.1%</b>
Salaries and Benefits	591,745	607,278	644,423	665,236	712,398	47,162 7.1%
Department Expenses	215,868	238,586	264,335	291,366	319,858	28,492 9.8%
General Expenses	62,052	58,064	69,237	64,502	71,613	7,111 11.0%
<b>Total Expenses</b>	<b>869,665</b>	<b>903,928</b>	<b>977,995</b>	<b>1,021,104</b>	<b>1,103,869</b>	<b>82,765 8.1%</b>
<b>Operating Income / (Loss)</b>	<b>\$ 35,202</b>	<b>\$ 29,787</b>	<b>\$ 17,400</b>	<b>\$ 14,283</b>	<b>\$ 15,500</b>	<b>1,217 8.5%</b>

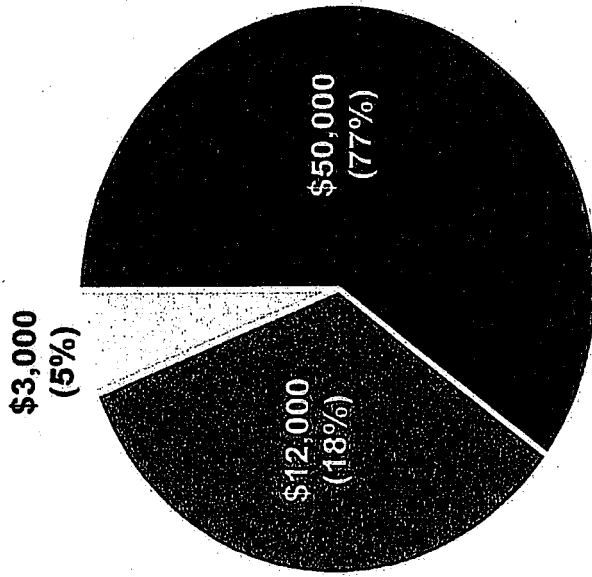




# 2017 Capital Budget

(in \$000s)

## Exhibit B



Transformation	\$ 50,000
Strategic/Routine	12,000
Contingency/Minor	<u>3,000</u>
Total	\$ 65,000

(1) 2017 Transformation capital will be funded either from operating cash flow (not to exceed \$35 million) or external borrowings.

