AGENDA ITEM 1: FINANCE COMMITTEE MINUTES

Joint San Francisco Health Authority &
San Francisco Community Health Authority
Finance Committee Minutes
May 20, 2026
(11:00am to 12:00pm)

Board Attendance: Steven Fugaro, MD and Johanna Liu, PharmD

Absent: Eddie Chan, PharmD

1. **Welcome.** Johanna Liu, PharmD, Chair, opened the Finance Committee meeting and welcomed everyone. There were no public comments.

2. **Review and Approval of Minutes from January 21, 2026, Finance Committee Meeting.**

   The minutes were reviewed and no issues were raised.

   Motion to approve the Finance Committee Minutes: Steven Fugaro, MD

   Second: Johanna Liu, PharmD

   The motion passed unanimously.

3. **Review and Approval of Unaudited Financial Statements and Investment Reports.** Skip Bishop, Chief Financial Officer, and Rand Takeuchi, Controller, presented the unaudited financial statements and investment income reports for the quarter ending March 31, 2026.

   For March 2026, SFHP's net operating surplus was favorable to budget by $2.1 million. Actual of $3.9 million versus budget of $1.8 million. Drivers contributing to the variance were favorable performance in gross operating surplus of $1.9 million, favorable net administrative expense of $0.5 million, unfavorable net investment income of ($0.2) million and unfavorable community reinvestment ($0.2) million. Excluding pass-throughs, total Medical Loss Ratio (MLR) came in favorable at 90.9% compared to a budget of 92.4%.

   There were no issues or concerns raised with the unaudited financials or investment reports.

   Motion to approve the unaudited quarterly financial statements and investment reports: Steven Fugaro, MD

   Second: Johanna Liu, PharmD

4. **Adjourned.** Ms. Liu adjourned the meeting to Closed Session.

5. Ms. Liu resumed the Open Session and stated that no actions were taken in Closed Session.

6. Adjourned. Ms. Liu adjourned the meeting.