

2.5 CORE Protocol for Managing New CORE Members Accepted After Budget Approved

PREAMBLE

Whereas, those teaching hospitals in Ohio that currently operate high quality educational and training programs and desire to participate in the CORE system;

Whereas, the CORE recognizes the need for new hospital members to enhance quality education for osteopathic students, interns, and residents and to support and promote the ongoing development and financial viability of the infrastructure for the statewide osteopathic medical education consortium; and

Whereas, the CORE system budget is approved by the CORE Finance Committee (CFC) and ratified by the CORE Board annually in November.

Therefore, it is understood the financial obligation of new members accepted after the November CORE Board meeting will adhere to established protocol as follows.

New Hospital Member Entry Costs

Application Fee - One time application fee established by the CFC must be paid at the time of the formal request (i.e., letter of intent for CORE membership).

CORE Reserve – One time contribution of \$10,000 as established by the CFC must be paid within 30 days of the effective date of the execution of the CORE Participation Agreement.

New Hospital Member First Year Financial Obligation

Revenue collected from new Participating and Associate hospitals will not be incorporated into the CORE system budget for the first year of membership. However, this revenue will be considered supplemental to the CORE system budget. Supplemental funds will be maintained in a separate account.

Use of CORE Supplemental Funds

Supplemental funds may be used for funding new CORE initiatives as deemed appropriate by CFC. These initiatives may be for graduate medical education or programs mutually benefiting the hospital members and college (i.e., pre and post doc).

Unexpended CORE Supplemental Funds

At fiscal year end, Participating and Associate member hospitals unexpended funds will be managed in accordance with refund language stated in the current CORE contract. Unexpended supplemental funds from Associate hospital fees will be reported to CFC and will continue to be available until depleted.

Subsequent Year(s) Financial Obligation

Starting with the second year, the financial obligation of respective new members will be incorporated into the CORE system budget to cover new initiatives as well as support the existing consortium infrastructure as approved by CFC and ratified by the CORE Board.