

MINUTES OF THE MEETING OF
THE BOARD OF COMMISSIONERS
PUBLIC HOSPITAL DISTRICT NO. 1
OF KING COUNTY, WASHINGTON

Held on July 26, 2010

Attendance:

Commissioner G. Sue Bowman, President; Commissioner-at-large
Commissioner Aaron Heide, M.D., Commissioner-at-large
Commissioner Anthony R. Hemstad, Commissioner, District No. 3
Commissioner Donald O. Jacobson, Secretary; Commissioner, District No. 1
Commissioner Carolyn V. Parnell, Vice-President; Commissioner, District No. 2
Richard D. Roodman, Administrator/CEO – Superintendent
Paul S. Hayes, R.N., Executive Vice President
Kathryn D. Beattie, M.D., Senior Vice President - Chief Medical Officer
Larry Smith, Senior Vice President – Chief Financial Officer
Scott Alleman, R.N., Senior Vice President – Patient Care Services
L. Michael Glenn, Senior Vice-President – Business Development
Barbara Mitchell, Senior Vice President – HR and Marketing
Robert L. Thompson, M.D., Vice President – Physician Relations
David E. Smith – General Counsel
Kim Blakeley, Public Relations Manager
Sandra Sward, Assistant to CEO and Board of Commissioners

Those present for a portion of the meeting:

Dennis Box, Editor – *Covington/Maple Valley Reporter*
Cory Cappelletti
Shannon Gilbert, Multicare
Maddie Philley, Multicare

This meeting of the Board of Commissioners of Public Hospital District No. 1 of King County was opened by President Bowman at 4:00 p.m. in the Board Room of Valley Medical Center.

President Bowman informed those present that the meeting was being audio and video recorded and taping would remain on throughout the meeting, including breaks.

Mr. Hayes provided a summary of the action that was taken subsequent to the direction determined at the May 24, 2010 Board of Commissioners meeting concerning taping of Commissioner meetings. He explained the equipment installation, the format for accommodating public comments and security related to uploading the file onto Valley's website.

Mr. Roodman congratulated the Commissioners for creating the new gold-standard for junior taxing districts and noted that no other public district hospital in the State currently video tapes meetings for public viewing. He indicated that taping procedures will be reviewed after the initial six month trial period in accordance with previous Board discussion.

Approval of Minutes: It was moved and seconded to approve the minutes of July 6, 2010. Commissioner Hemstad requested changes:

Page 6, first paragraph, third sentence: remove *preliminary*

Page 7, amend the fourth paragraph as follows (italics notes added language):
Commissioners *Bowman* and Hemstad attended the *Association of Washington Public Hospital District (AWPHD) Membership meeting and 34th Annual Washington State*

Hospital Association Rural Summer Workshop in Chelan June 27-30. He said the one stand-out item was the fact that many smaller public hospitals are working with urban specialists in different fields and coordinating through webinars. *They are working with other hospital systems and not with Valley Medical Center. As the largest public hospital district, Valley should be reaching out to these hospitals.* There is some Federal funding available for these types of programs.

Motion to approve with changes was approved with four in favor (Bowman, Hemstad, Jacobson and Parnell) and one against (Heide).

Community Affairs

Ms. Blakeley reported on various community outreach activities of the Public Relations and Marketing Department as follows:

The *Auburn* and *Renton Reporters* listed the recipients of the annual "Top Docs" award and Valley was noted for having 17 physicians on staff that were included in the *Seattle Magazine* honors.

The *Bellevue Reporter* provided coverage in their July 23 edition regarding VMC's recent recognition from the American Heart/Stroke Association's "Get With the Guidelines" program where we were awarded the Silver Plus Achievement Award in stroke and a Gold Achievement Award in heart failure.

The 10th annual Joint Center Reunion was held July 8. Almost 1000 current and former Joint Center patients attended the event, along with 90 volunteers.

Valley participated in Kent Cornucopia Days on July 9-11, Covington Days Festival on July 16-18 and Renton River Days on July 23-25. The Renton River Days included sponsoring Dizzy's Tumble Bus and fitting bike helmets on July 24.

Programs

Pay for Performance Update – Kathryn Beattie, MD

Dr. Beattie provided an update on 2010 Physician Pay for Performance as defined by the Center for Medicare and Medicaid Services. Her presentation included the vision, goals and objectives, historical evolution, current components of the program, VMC's performance in each component, financial implications, anticipated future changes and ways to support top performance.

Renton Landing Scope Modification – Todd Thomas

Mr. Thomas explained the original bid parameters and the details surrounding the lower than normal contingency fund. He clarified those aspects of the project that resulted in additional, unanticipated costs.

MOTION

It was moved and seconded to approve the budget increase as outlined in the Scope Modification to Renton Landing Clinic project. The motion was approved unanimously.

Medical Affairs

Credentials

MOTION

Recommendations dated July 20, 2010, from the Medical Executive Committee outlining appointments, reappointments, changes of staff status, change in privileges, and resignations were distributed and individually reviewed by Dr. Beattie. Following discussion, it was moved, seconded and unanimously carried to approve credentialing/privileging recommendations as presented. Copies are attached to and made part of these minutes.

MOTION

Dr. Beattie presented the Microscope Privilege Criteria Form for review and approval. It was moved, seconded and unanimously carried to approve the Microscope Privilege Criteria Form as submitted. Copies are attached to and made part of these minutes.

Medical Executive Committee

Dr. Beattie introduced the Hand Hygiene Campaign, "Clean Hands Prevent Infections" which is scheduled to commence August 1.

Quality Management Update

Dr. Beattie provided an overview of throughput data for the new Emergency Department operations.

Reports

Reports from Administration

Financial Affairs

Mr. Smith provided an update on June financials, which are expected to be finalized shortly.

Bills/Vouchers

MOTION

The Board, by motion, approved payments of the following bills and vouchers:

● **CONSTRUCTION**

Lydig Construction, Inc.	VMC Emergency Tower - App. No. 31	491,964.57
S.D. Deacon	App. No. 6	7,962.09

● **WARRANT REGISTER**

	WARRANT NUMBERS		DATED	AMOUNT
	FROM	TO		
ACCOUNTS PAYABLE	40148	40260	7/7/2010	70,319.04
ACCOUNTS PAYABLE	40263	40328	7/13/2010	46,732.63
ACCOUNTS PAYABLE	40329	40431	7/20/2010	48,789.38
ACCOUNTS PAYABLE	827686	827787	7/7/2010	9,795.62
ACCOUNTS PAYABLE	827933	828080	7/14/2010	6,866.95
ACCOUNTS PAYABLE	2145782	2145782	6/30/2010	140,949.97
ACCOUNTS PAYABLE	2145783	2146010	7/7/2010	878,268.53
ACCOUNTS PAYABLE	2146011	2146011	7/8/2010	772.50
ACCOUNTS PAYABLE	2146012	2146213	7/8/2010	1,378,346.32
ACCOUNTS PAYABLE	2146214	2146379	7/13/2010	937,403.89
ACCOUNTS PAYABLE	2146380	2146383	7/13/2010	546.39
ACCOUNTS PAYABLE	2146384	2146572	7/15/2010	976,315.96

ACCOUNTS PAYABLE	2146573	2146751	7/20/2010	955,798.74
TOTAL AP				5,450,905.92
ACH/EFT/AMEX	5000767	5000811		
	6000000	6000001	7/20/2010	1,617,941.63
WIRES				3,114,113.24
TOTAL AP and EFT/WIRES				\$10,682,887.45
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●WRITE-OFF	HOSPITAL	CLINIC		
BANKRUPTCY	7,300.89	0.00		7,300.89
COLLECTION				
REFERRALS	177,591.72	0.00		177,591.72
TOTAL WRITEOFF	184,892.61	0.00		\$184,892.61
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Resolution No. 949 – Surplus Property

MOTION It was moved and seconded to approve Resolution No. 949 declaring certain equipment in the District's hospital as surplus to the needs of the District and directing the Superintendent of the District's hospital or his designee to effect proper disposal of such surplus property, as provided by the statute. Motion passed unanimously.

RECESS President Bowman acknowledged a request for a recess at 5:10 p.m.

RECONVENE The meeting reconvened at 5:20 p.m.

Operations Update

Mr. Hayes provided an information update on the continued need for additional quality Skilled Nursing facilities in the area. He discussed ongoing work with the Electronic Medical Record and the challenges related to working through the many process and implementation requirements. He explained that a transformation of operations is being reviewed with each individual unit to ensure that operations meet the current ratio of patient activity being experienced.

Patient Care Services

Mr. Alleman provided a summary of the nursing rebid that was just concluded for RNs, PCAs and Unit Secretaries.

Business Development

Mr. Glenn reported on the July 13 Covington City Hall Public Hearing that included the rezoning of the downtown area to include a Free Standing Emergency Department. He briefly addressed the upcoming hearing regarding the Certificate of Need process, which will be held at the Kent Library on August 5.

Recruitment Update

Dr. Thompson encouraged the Board to remain focused on quality patient care.

Public Comment At 6:00 p.m. President Bowman called for public comment. She provided the following instruction:

Public testimony is offered to be placed into record, not as a dialogue with Board of Commissioners during meetings. Board members take all comments into consideration and will work with the Superintendent or his designee to address issues presented during public testimony. If comments made by others are similar to yours, please consider not repeating those concerns or comments. Please start by stating your name and address for the record. Public comments are generally limited to three (3) minutes per person.

Mr. Cappelletti addressed the Board regarding the audio/video taping of the meetings. He asked that changes to Board meetings be clearly posted on Valley's website.

HR & Marketing

Ms. Mitchell provided an update on the first quarter results for the Tangerine Wellness Program. The current participant rate is 88%.

Board Educational Retreat

President Bowman indicated September 9 and 10 would be scheduled for the upcoming Board Educational Retreat. She advised the evening of September 9 would also be included in the retreat time.

RECESS

President Bowman acknowledged a request for a recess at 6:15 p.m. following which the Board convened in Executive Session for approximately twenty minutes for the purpose of discussing specific litigation issues permitted by RCW.42.30.110(1) and real estate issues permitted by RCW.42.30.110(b) and (c). No action was anticipated.

MOTION

Commissioner Excused

It was moved, seconded and carried to excuse Commissioner Heide from this meeting at 5:10 p.m.

Adjournment

There being no further business, motion was made to adjourn this meeting at 6:45 p.m.