



**Board of Commissioners
Board Meeting Minutes
May 14, 2008**

The meeting was called to order at 6:00 p.m. in Linkletter Hall of Olympic Medical Center by Board President Jim Cammack, and was opened with the pledge of allegiance. Present were commissioners John Beitzel, Arlene Engel, Jean Hordyk, Jim Leskinovitch, Gary R. Smith and Cindy Witham; Chief Executive Officer Eric Lewis; Chief Medical Officer Scott Kennedy, MD; Chief of Staff Mark Fischer, MD; Chief Financial Officer Julie Rukstad; Assistant Administrators Pam Hawney, Lorraine Wall, Rhonda Curry; Legal Counsel Craig Miller; public members and Executive Assistant Gay Lynn Iseri.

OLYMPIC MEDICAL CENTER'S ECONOMIC FUTURE

Chief Executive Officer Eric Lewis presented information regarding the economic future of Olympic Medical Center. He summarized Olympic Medical Center and National health care challenges that need to be addressed and fixed; OMC's operating margin; OMC bad debt and charity care; national Medicare hospital profit margins; Washington State aggregate Medicare margins; 2007 Medicare Cost report; OMC operating margins over the past ten years; Olympic Medical Center's action plan to turn around its financial situation; and ten year goals. Attached.

INTRODUCTION OF POTENTIAL TAX LEVY

Mr. Lewis read the introduction to draft Resolution 416 that would increase property tax levy collections for the hospital district. He noted public comment and board vote will occur on May 21, 2008

“A RESOLUTION OF THE COMMISSION OF PUBLIC HOSPITAL DISTRICT NO. 2, CLALLAM COUNTY, WASHINGTON, PROVIDING FOR THE SUBMISSION TO THE QUALIFIED ELECTORS OF THE DISTRICT AT A SPECIAL ELECTION TO BE HELD THEREIN ON AUGUST 19, 2008, IN CONJUNCTION WITH THE STATE PRIMARY ELECTION TO BE HELD ON THE SAME DATE, OF A PROPOSITION AUTHORIZING AN INCREASE IN THE DISTRICT'S REGULAR PROPERTY TAX LEVY UNDER RCW 84.55.050.”

PUBLIC COMMENT

Members of the audience, including the Peninsula Medical Coalition and SEIU 1199 members asked questions and commented on the potential tax levy. Topics included bad debt and charity care and possible city, county, state or federal assistance; cost management and improved

efficiencies; retaining local ownership of Olympic Medical Center; educating the public to approve the levy; history of OMC being designated as a public hospital district; selling to a for-profit hospital; possibility of a new private hospital opening on the peninsula; ballot language; writing letters to the editor of the local newspaper; management of funds if approved; communication and education to the public; legal restrictions during the levy campaign regarding use of OMC funds and resources.

There being no further business, the meeting was adjourned at 7:30 pm.

APPROVED AND ADOPTED this _____ day of _____, 2008.

ATTEST:

President

Secretary

Commissioner

Commissioner

Commissioner

Commissioner

Commissioner