



**Board of Commissioners
Meeting Minutes
Linkletter Hall
May 19, 2010**

The meeting was called to order at 5:00 pm by Board President John Beitzel in the Fairshter Room and was immediately moved to executive session to discuss litigation by authority of RCW 42.30.110(A).

At 6:00 pm, the meeting continued in Linkletter Hall and was opened with the pledge of allegiance. Present were Commissioners Jim Cammack, Arlene Engel, Jean Hordyk, Jim Leskinovitch, John Miles, MD, and John Nutter; CEO Eric Lewis, CMO R. Scott Kennedy, MD, CFO Julie Rukstad, Assistant Administrators Rhonda Curry, Pam Hawney; Chief Technology Officer Linda Brown, Chief of Staff Harry Lyndes, MD, Past Chief of Staff Mark Fischer, MD, Legal Counsel Craig Miller; public participants and Executive Assistant Gay Lynn Iseri.

CONSENT AGENDA

- Minutes for April 21, 2010 and May 5, 2010;
- Bad Debt for April 2010 in the amount of \$328,178.47;
- Vouchers for the month of April 2010 in the amount of \$6,856,693.62;
- Payroll for the period of April 4, 2010 through May 8, 2010 in the amount of \$3,067,466.41.

MOTION: To approve the consent agenda as presented. *Motion carried.*

The order of the agenda was changed to accommodate schedules.

QUALITY REPORT

Focus on Satisfaction

Assistant Administrator and Chief Human Resource Officer Richard Newman presented the quarterly Satisfaction Report to the Board. He shared a new format for the dashboard and reported on the ten indicators on the inpatient Hospital Consumer Assessment of Healthcare Providers and Systems (HCAPS) survey with overall hospital patient ratings. He noted surveys for the Cancer Center began in February 2010 and data will be presented starting in the second quarter of 2010. He also noted vendors changed for the patient satisfaction survey for Home Health in April 2010 and data will be presented beginning in the second quarter 2010 as well.

Discussion ensued regarding the benchmarks for pain management. It was noted this question is only asked of patients who receive medications while they are in-house. Discussion also ensued regarding the use of “always” in questionnaires. See attached.

PUBLIC COMMENT

Adelina Gonzalez, staff with SEIU 1199NW Union and OMC employees Mary Reynolds, RN, and Dan Grimes, Storekeeper, spoke regarding the Dietary Department service contract standards and current bargaining sessions.

OLD BUSINESS

Award Elevator Construction Contract – Eric Lewis, Chief Executive Officer

Two qualified bids were received below the maximum number allowed for the project. The lowest bid came from Zeigler from Carnation, Washington, and the two sub-contractors are local. It was requested to award the contract to the lowest responsible bidder.

MOTION: To award the Elevator Construction Contract to Zeigler for the cost of TWO HUNDRED THIRTY THOUSAND EIGHT HUNDRED THIRTY FOUR DOLLARS (\$230,834) as presented. ***Motion carried unanimously.***

Design Agreements for Imaging Equipment Installation – Eric Lewis, Chief Executive Officer

The design fees for the two projects were reviewed and recommended by the Board Budget and Audit Committee, and were budgeted in 2010.

MOTION: To approve the Cancer Center CT design costs for the total of SIXTY NINE THOUSAND THREE HUNDRED THIRTY FIVE DOLLARS (\$69,335) as presented. ***Motion carried unanimously.***

The Board Budget and Audit Committee also reviewed and recommended approval of the design fees for the new hospital MRI installation.

MOTION: To approve the Hospital MRI design costs for the total cost of SEVENTY FIVE THOUSAND THIRTY SEVEN DOLLARS (\$75,037) as presented. ***Motion carried unanimously.***

CORRESPONDENCE

None

ADMINISTRATOR’S REPORT – Eric Lewis, CEO

Medicare/Medicaid Reimbursement Reductions

The Medicaid Certified Public Expenditure Program cut effective in July 2010 that could affect OMC in as much as a \$2 million annual reduction in reimbursements were discussed.

Medicare reimbursement cuts of .35% effective in October 2010 on inpatient DRG payments were also discussed with an estimated annual reduction in Medicare reimbursement to OMC of \$564,000.

More information will be presented as available, and advocacy efforts were encouraged. OMC will work on wait times and serving patients as well as possible. Capital expenditures will be tightly scrutinized. See attached.

NEW BUSINESS

Physician Professional Services Agreement - Scott Kennedy, MD, Chief Medical Officer

A new one-year personal services agreement for Werner Meier, MD locums anesthesiologist will be presented for approval at the next meeting. Dr. Meier provides up to full time services in coordination with the current anesthesia program.

Linear Accelerator Purchase - Pamela Hawney, Assistant Administrator Specialty Services

A selection team has been meeting with vendors to decide on the planned purchase of a new linear accelerator for the Cancer Center. Requests for proposals went out to two vendors, Varian and Elekta who presented at the Cancer Center and site visits are now occurring. The budget for 2010 is \$500,000, and the purchase is planned for second quarter 2011. There will be a one year lead time before fully operational.

Mobile MRI Agreement - Pamela Hawney, Assistant Administrator Specialty Services

The MRI is scheduled to be removed August 13 during a one week process. Construction will occur, with a two week installation time frame. Service to patients will continue by utilizing a mobile MRI unit provided by Mobile Interim Solutions (GE). Terms of this 2010 budgeted agreement include \$38,600 per month to lease the unit for two months, plus a delivery fee for a total of \$87,912.

EMR e-Prescribing Software for Meditech - Linda Brown, Chief Technology Officer

The purchase of software for Physician Care Manager was introduced. Vendor scheduling is in high demand, there is a rush for products to be installed across the country and down payments are being made as place holders. This software will be used at discharge directly to pharmacies for meaningful use and connect to Surescripts to provide real time clinical decision support like drug interaction, appropriate doses and alerts by June 2012. The three-year contract would total \$162,052, with 25% down now. With meaningful use of a certified system, OMC is eligible for a reimbursement from the Federal stimulus package.

Utilization Review Software – Lorraine Wall, Chief Nursing Officer

The three-year contract with McKesson for Interqual Software was introduced for purchase. It would be used to determine inpatient criteria as a Medicare compliance tool to ensure proper reimbursement and interfaced with Meditech. A paper manual is currently used at the cost of

\$6,000 per year. This new contract would include the license and software, and after training and implementation would cost \$12,768 annually. This purchase will be presented at the Board Budget and Audit Committee and brought back to the board to request approval.

Surplus Property - Julie Rukstad, Chief Financial Officer

As presented, these items need to be surplus because the equipment is obsolete, not supported by clinical practices, or sold.

MOTION: To approve the property listed on page 51 of the board package as surplus as presented. ***Motion carried unanimously.***

MEDICAL STAFF REPORT

Former Chief of Staff Mark Fischer, MD requested approval of the April 2010 Medical Staff Credentials Report in place of Chief of Staff Harry Lyndes as recommended by the C& Q and Medical Executive Committee as follows:

ALLIED HEALTH PROFESSIONAL STAFF:

Appointment to the Provisional Allied Health Professional Staff:

- | | |
|-----------------------------------|---|
| 1. Depew, Margaret, ARNP | Psychiatric Mental Health |
| 2. Johnson-Driese, Laurie, RN, ND | Certified Nurse Midwife, OMP Women's Clinic |
| 3. Love, Margaret, ARNP | Psychiatric Mental Health |
| 4. VonMichalofski, Saskia, ARNP | Psychiatric Mental Health |

Reappointment to the Allied Health Professional Staff:

- | | |
|--------------------------|----------------------------------|
| 1. Funston, Lexine, ARNP | Family Medicine, Klahhane Clinic |
|--------------------------|----------------------------------|

MEDICAL STAFF:

Appointment to the Active Medical Staff:

- | | |
|------------------------|-------------------------------------|
| 1. Brooke, Cynthia, MD | OB/GYN, Provisional period complete |
|------------------------|-------------------------------------|

Reappointment to the Active Medical Staff:

- | | |
|--------------------------|-------------------|
| 1. Crim, Michael, MD | Family Medicine |
| 2. Rezvani, Lilly, MD | RADIA – Radiology |
| ▪ Drop moderate sedation | |

Reappointment to the Courtesy Medical Staff:

- | | |
|---------------------------|----------------------------|
| 1. Clarke, Denise, DMD | Oral/Maxillofacial Surgery |
| 2. McGovern, Tristan, MD | Orthopedic Surgery |
| 3. Palmer, Robert, MD | GYN privileges only |
| 4. Peterson, Norman, MD | Psychiatry |
| 5. Taylor-Smith, Paul, MD | Pathology |

Appointment to the Provisional Active Staff:

- 1. Martin, Thomas, MD Pathology

Appointment to the Telemedicine Staff:

- 1. Ch'en, Ian, MD RADIA – Telemedicine

Additional Privilege Request:

- 1. Stambaugh, Lloyd, MD RADIA - Telemedicine
 - Requesting PET/PET CT privileges
- 2. Turner, Deborah, PA-C Medical Oncology
 - Requesting lumbar puncture, bone marrow biopsies

Resignation:

- 1. Cordova, Cecilia, CNM OB/GYN, Effective March 4, 2010

LOCUM TENENS PRIVILEGES GRANTED – FYI:

- 1. Robinson, Jill, MD Radiology
- 2. Lumpkin, Elizabeth, MD Anesthesiology

MOTION: To approve the April 2010 Medical Staff Credentials Report as presented.

Discussion: The locums for radiology are for Radia. ***Motion carried unanimously.***

There being no further business the meeting was adjourned at 7:08 pm.

APPROVED AND ADOPTED this _____ day of _____, 2010.

ATTEST:

President

Secretary

Commissioner

Commissioner

Commissioner

Commissioner

Commissioner