



**Board of Commissioners
Meeting Minutes
Linkletter Hall
October 6, 2010**

The meeting was called to order at 6:00 pm by Board President John Beitzel in Linkletter Hall at Olympic Medical Center and was opened with the pledge of allegiance. Present were Commissioners Jim Cammack, Arlene Engel, Jean Hordyk, Jim Leskinovitch, and John Nutter; Chief Medical Officer Scott Kennedy, MD, Chief Financial Officer Julie Rukstad, Assistant Administrator Rhonda Curry, Chief Nursing Officer Lorraine Wall, public members and Executive Assistant Gay Lynn Iseri. Commissioner John Miles, MD, Chief Executive Officer Eric Lewis, and Legal Counsel Craig L. Miller were excused.

PORT ANGELES COMMUNITY FORUM FOR 2011-2013 STRATEGIC PLAN

Assistant Administrator Strategic Development Rhonda Curry presented an update on the 2010-2012 Strategic Plan goals and planning process for the 2011-2013 Plan. See attached presentation. In summary, of the twenty-eight goals in the Plan, seventeen and a half of the goals have had progress made or are on target, eight goals are in process or too soon to measure, and two and a half goals are behind target.

She then opened the floor for comments from community members and the Board of Commissioners.

- Regarding organizational performance and federal grants, EMR funding remains the priority, no grants are pending at this time, and it was noted half of the earmarked EMR appropriation was received this year.
- It was noted the hospital is not pursuing a change in status by seeking a critical access hospital (CAH) designation. Both Forks and Port Townsend have CAH designation where Medicare pays cost plus 1% for hospitals of only 25 beds maximum. OMC is one of 200 hospitals of our size. Geographic variation is being examined.
- OMC has joined a group of sole community hospitals across the nation. OMC's cost basis is based on a 1996 cost report, and this group of sole community hospitals is advocating through Congress to change this to the 2006 cost report.
- Physician recruitment was discussed.

MEDICAL STAFF CREDENTIALS REPORT FOR SEPTEMBER 2010

Chief of Staff Harry Lyndes, MD, presented the September 2010 Credentials Report for approval as follows:

ALLIED HEALTH PROFESSIONAL STAFF

Reappointment to the Allied Health Professional Staff:

- | | |
|---------------------------|--------------------|
| 1. Chommuang, Suree, ARNP | Emergency Medicine |
| 2. Fox, Lyell, CNM | OB/GYN |

MEDICAL STAFF

Appointment to the Provisional Active Staff:

- | | |
|-----------------------|------------|
| 1. Yelland, Grace, MD | Pediatrics |
|-----------------------|------------|

Reappointment to the Active Staff:

- | | |
|-------------------------|---|
| 1. Kintner, William, MD | Family Medicine – OMP Primary Care Clinic |
| 2. Bauman, Randell, MD | OB/GYN – OMP Women's Clinic |

Appointment to the Provisional Telemedicine Staff:

- | | |
|-------------------------|---------------------|
| 1. Berg, William, MD | Swedish – Neurology |
| 2. Davis, Arielle, MD | Swedish – Neurology |
| 3. Malik, Amer, MD | Swedish – Neurology |
| 4. Lindfors, Dennis, MD | RADIA – Radiology |

Leave of Absence Requested:

- | | |
|--------------------|--|
| 1. Roon, Mary, CNM | 3 month leave of absence effective Sept. 7, 2010 |
|--------------------|--|

Resignation of Privileges:

- | | |
|--------------------|---------------------------------|
| 1. Lee, Edward, MD | RADIA – Effective June 30, 2010 |
|--------------------|---------------------------------|

LOCUM TENENS PRIVILEGES GRANTED – FYI

- | | |
|-------------------------|-------------------|
| 1. Boehnke, Kathryn, MD | RADIA - Radiology |
| 2. Michel, Jerry, MD | RADIA – Radiology |
| 3. Prejean, Joseph, MD | RADIA - Radiology |

MOTION: To approve the September 2010 Medical Staff Credentials report as presented. *Motion carried unanimously.*

ADVOCACY TRIP TO WASHINGTON, DC

Commissioner Jim Leskinovitch discussed the trip in September with CEO Eric Lewis to Washington, DC sponsored by the Washington State Hospital Association in conjunction with the American Hospital Association.

The main items covered were physician supervision requirements, hospital safety net assessment, critical access hospital reimbursement, the 340b drug pricing program, and a new value based payment modifier for physician fee schedules.

RADIA PROFESSIONAL SERVICES AGREEMENT AMENDMENT

Chief Medical Officer R. Scott Kennedy, MD presented a professional service agreement for a full time onsite medical director. CEO Ben Harmon, MD provided the interim leadership service, and now Erik Borgnes, MD has been recruited for the position. This amendment for a three year contract will be taken to the Board Budget and Audit Committee then back for consideration by the full board.

PENINSULA COMMUNITY MENTAL HEALTH CENTER (PCMHC) RECRUITMENT

Chief Medical Officer R. Scott Kennedy, MD presented an agreement to recruit a new medical director for Peninsula Community Mental Health Center (PCMHC) for Dr. Joshua Jones, psychiatrist, currently from New York, and trained at University of Washington. The agreement includes \$26,000 support, up to \$24,000 travel expenses, \$10,000 for moving expenses, \$12,000 relocation expenses, and \$4,000 recruitment firm expenses. The agreement would be between PCMHC and OMC with a one year forgiveness period, and will be brought back to the board for consideration at a future meeting.

DUNGENESS VALLEY HEALTH AND WELLNESS CLINIC AGREEMENT

Chief Financial Officer Julie Rukstad presented a proposed change to the current agreement between OMC and the Dungeness Valley Health and Wellness Clinic (DVHWC) that would increase the amount of annual support from \$62,000 for lab and ancillary services from OMC to \$106,000 annually. This request will be taken to the Board Budget and Audit Committee for discussion and back to the full board for consideration. It was noted support to the Volunteers in Medicine of the Olympics clinic is currently also \$62,000 per year.

PHYSICIAN EMPLOYMENT AGREEMENTS

Julie Rukstad, Chief Financial Officer introduced two physician agreements for introduction. The first agreement was with Rebecca Corley, MD for both a clinical employment agreement and non-clinical agreement for the physician director position of Olympic Medical Physicians. This contract will be discussed at the Physician Compensation Committee and Board Budget and Audit Committee and back for consideration by the full board. The second agreement is with Matthew Levy, MD general surgeon who is currently a locums, beginning November 1, 2010 at 30% MGMA with incentives.

DATA STORAGE AND RECOVERY HARDWARE

Chief Financial Officer Julie Rukstad and IT Manager Sean Johnson introduced IT data storage and recovery improvements needed in the fourth quarter 2010. Wireless technology, new storage, interfaces, switches and network upgrades were presented. See attached slides.


Discussion ensued about the Cisco storage expenditures that were necessary at the time, but with new technology now available this will support us now and in the future. Cisco will change to Meru. Buy-backs on equipment and storage are still being negotiated. Roger Sanders, Senior Network Administrator added OMC now requires more complex support than Cisco could provide.

At 7:14 pm, the meeting was moved to executive session by authority of RCW 42.30.110(1)(c) to discuss real estate for no more than 20 minutes with no action to follow.

At 7:34 pm the meeting was moved back to open session and finally adjourned.

APPROVED AND ADOPTED this _____ day of _____, 2010.


ATTEST:



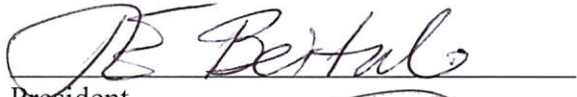
Secretary



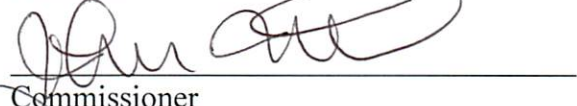
Commissioner



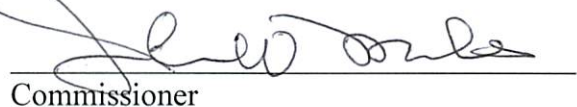
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President



Commissioner



Commissioner



Commissioner