



**Board of Commissioners
Meeting Minutes
Linkletter Hall
October 7, 2009**

The meeting was called to order by Board President Jim Leskinovitch at 5:00 pm in the Fairshter Room by authority of RCW 40.30.110(1)(A), RCW 40.30.110(1)(b), RCW 40.30.110(1)(g) to discuss litigation, real estate and personnel matters for no more than sixty minutes. Present were Commissioners Jim Cammack, Arlene Engel, Jean Hordyk, and John Nutter; Chief Executive Officer Eric Lewis; Chief Medical Officer Scott Kennedy, MD; Assistant Administrators Rhonda Curry, Pamela Hawney, Julie Rukstad; Administrative Director Donna Davison; Legal Counsel Craig Miller; and Executive Assistant Gay Lynn Iseri. Commissioner Beitzel was excused.

The meeting continued in Linkletter Hall at 6:00 pm and was opened with the pledge of allegiance.

SERVICE LINE UPDATE: DIAGNOSTIC IMAGING

Director of Diagnostic Imaging Deby King and Operations Manager John Troglia presented the service line update on Diagnostic Imaging. The presentation began with an overview and continued with key indicators, review of operations, challenges and opportunities. See attached slides.

DIGITAL MAMMOGRAPHY FOUR-YEAR MAINTENANCE AGREEMENT

Ms. King then requested board approval for the maintenance agreement for the digital mammography effective August 2010. This approval one year in advance would ensure the discounted amount.

MOTION: To approve the four-year maintenance agreement with Hologic for an annual cost of ONE HUNDRED SIXTY ONE THOUSAND SIX HUNDRED TWENTY FIVE DOLLARS (\$161,625), with the total cost of SIX HUNDRED FORTY SIX THOUSAND FIVE HUNDRED DOLLARS (\$646,500), effective after expiration of the one-year warranty period as presented.

Discussion: Maintenance agreement does include replacement parts for the mammography unit and monitoring of the pricing does occur. **Motion carried.**

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PHYSICIAN EMPLOYMENT AGREEMENT

Assistant Administrator of Specialty Services Pam Hawney presented the employment agreement for Chris Williams, MD, medical oncologist who would assist Dr. Kummet at the Cancer Center with a mutually agreed upon part time schedule. Approval of this agreement was recommended by the Board Budget and Audit Committee after their review.

MOTION: To approve the part-time physician employment agreement with Dr. Chris Williams, medical oncologist, effective October 12, 2009 at the rate of FIVE THOUSAND FOUR HUNDRED DOLLARS (\$5,400) per week including the standard benefits package as presented.

Discussion: The term was noted to be continuous with a 90-day out.
Motion carried.

HEALTH CARE REFORM UPDATE

Chief Executive Officer Eric Lewis spoke about Rural Advocacy Days sponsored by the American Hospital Association and Washington State Hospital Association that he attended with Commissioners Beitzel and Leskinovitch. He noted ten out of eleven hospitals in attendance were critical access hospitals, so it was good for representatives of Olympic Medical Center to attend. Meetings occurred with elected officials to educate them on rural health care and to discuss such issues as health care reform, Medicare Geographic Variation, rural health care equity, Medicare outpatient reimbursement and tort reform. See attached slides

Mr. Lewis discussed Initiative 1033 which will appear on the ballot this fall. State funding to hospitals would be reduced by budget cuts, making some budget cuts permanent and leading to even deeper cuts as the demand for and cost of health services grows. The board may choose to take an official stance regarding Initiative 1033 in the future.

INFORMATION TECHNOLOGY AGREEMENTS

Mr. Lewis presented the information technology agreements due to the absence of Chief Technology Officer Linda Brown:

Computer Network Consulting Agreement

As part of our EMR installation project, consulting and hardware/software from Mainline was requested.

MOTION: To approve the network consulting agreement with Mainline to provide consulting services and the hardware/software related to the computer network and wireless network to improve security and performance of the networks at a total cost of NINETY FOUR THOUSAND FIVE HUNDRED THIRTY FOUR DOLLARS (\$94,534).

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Discussion: An RFP was not issued, but a knowledge-specific source was used. ***Motion carried.***

Fiber Connection to Downtown Ambulatory Health Clinic

Mr. Lewis announced quotes are being obtained for fiber optic line connection to the Downtown Clinic. Discussion ensued about utilizing a public line instead of a dedicated line of our own. Options are being brought to the Budget and Audit Committee for detailed discussion.

Phone Switch / Network Improvements

Mr. Lewis spoke about the aging phone switch purchased in 1997. Phones need to be switched out from Nortel to Cisco, and first big proposed switch would cost approximately \$297,000 for the hospital and phone/data connection to the Downtown Clinic. Sequim and other clinic connections would be addressed following the hospital conversion and a migration plan will also be developed. This conversion will be discussed at the next Board Budget and Audit committee.

DIAGNOSTIC IMAGING ASSET PURCHASE

Chief Financial Officer Julie Rukstad briefly announced a potential purchase of diagnostic imaging asset from Peninsula Imaging, owned by Dr. Mike Fishman. More details will be presented at a future meeting regarding the purchase of furniture, fixtures and equipment, lease hold improvements in the MRI and CT rooms, the transfer of equipment including a 64-slice CT and open bore MRI unit, the loan for equipment from PMI to OMC, the nuclear medicine equipment, and the transfer of office lease ending in December 2010. More details will be discussed at next Board Budget and Audit Committee.

There being no further business, the meeting was adjourned at 7:18 pm.

APPROVED AND ADOPTED this _____ day of _____, 2009.

ATTEST:

President

Secretary

Commissioner

Commissioner

Commissioner

Commissioner

Commissioner