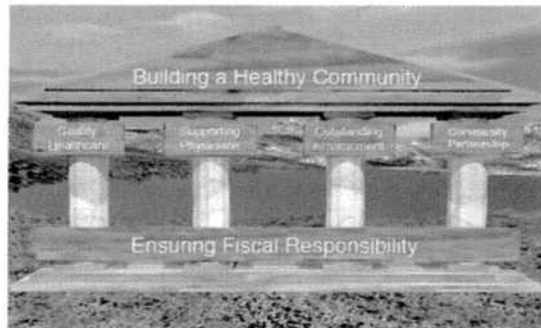


**CHELAN COUNTY PUBLIC HOSPITAL DISTRICT No. 2
LAKE CHELAN COMMUNITY HOSPITAL
MEETING OF THE GOVERNING BOARD
March 25, 2008
LCCH BOARD ROOM
6:00PM – 8:00PM**

MISSION:

Our Business is Healthcare. Our Mission is to provide healing opportunities with care, compassion and dignity.

VISION:



CALL TO ORDER

Mary Pat Scofield, Chairperson, called meeting to order at 6:00 PM.

Members Present:

Mary Pat Scofield, Chairperson
David Dickes, Vice Chair
Jim Wall, Secretary
Dennis Evans
Fred Miller

Members Excused:

Others in Attendance:

David Bernier, CEO
Toni Gomez, Executive Assistant
Lisa Anderson, CNO
Jerri Dion, Mgr. Business Office

Edward Swensen, MS, PAC
Karen Spurgeon, Interim CFO
Susan Towne, Materials Management
Karl Jonasson, Director EMS

MOTION:

It was moved, seconded and carried to accept the minutes of the February 26, 2008 Board Meeting with noted corrections.

REPORTS/PRESENTATIONS:

Quality Assurance/Risk Management CQI Report –

David Bernier reported the search for a new Director of Quality Assurance/Risk Management is in process. He hopes to interview two potential candidates within the next couple of weeks. Nancy Young added both are good candidates, one having QA/RM experience and although the second has not had QA/RM experience they do have a good background and history of hospital experience. Board Vice Chairman, David Dickes voiced concerns about the vacancy and asked if it has had any effect on the tracking/reporting process. David assured the Board that all departments were still tracking and submitting their dashboard data for reporting purposes and that Lisa Anderson, in the interim, will be compiling the data and submitting the information to the Board for review prior to the April Board meeting.

Dave reported that he and the senior staff would like a couple staff members to be “a patient for the day” at Lake Chelan Community Hospital. Individuals will go through the registration process, spend the evening in a hospital room, receive care and assistance from our clinical and nursing staff and will provide feedback of their experience to the senior staff.

Business Office Report –

Karen Spurgeon, Interim CFO, gave a brief overview of the income statements noting total reserves stand at \$2M; of that \$124K is reserved for capital interest payment on LTGO and capital improvement projects approved under the 2008 budget. As with previous month, revenue for this February is highest on record; A/R days totaled 72.4.

Copies of State Auditors financial report were distributed to Board for review; Karen reported Mike Bell and Company will be in-house closing out 2007 general ledger books and gathering information for 2007 cost report. Board Secretary Jim Wall asked what is being done to insure accountability, Karen responded that LCCH has procedures in place to cross check and track the handling of cash receipts, deposits and record keeping.

Nursing Services Report –

Lisa Anderson, CNO shared in addition to the new nursing schedule being in place, her 24/7 on-call duty has come to an end thanks to Marie Richerson who has volunteered to take on a night shift schedule until additional staff can be brought on board and worked into the schedule. We now have two LCCH staff members, who have completed their training to instruct ACLS class onsite; schedules for the upcoming classes will be sent out to clinical staff and employees.

Lisa Anderson, Ross Hurd, Tara Hensley and Jodi Sweeney recently attended the CPSI Conference in Arizona. While there, each of them accepted the opportunity to represent our region at the National Level as voting members. The National CPSI conference will be held in San Antonio, TX in September 2008. In closing Lisa stated she and Kerry Stewart plan to attend the upcoming Job Fair in Wenatchee.

David also shared news of the new social worker, Tere Ovenell coming on board. Tere will be working with Lisa Anderson to have 100% telephone contact of inpatients after discharge and a good sampling of ER patients within 24 hours of post ER care.

CEO Report –

David Bernier's trip to Chicago for the ACHE Conference was very productive; while there he attended 19 sessions and was able to do a considerable amount of networking to solicit leads on candidates for the CFO and CTO positions. He interviewed three (3) candidates while in Chicago.

Senior Staff Meeting:

Dave and his senior staff met this morning where the topic of a Smoke Free Campus came up for discussion. Dr. Arnold and Kathy Hevly believe they can implement a program to assist and support patients with smoking cessation during their stay at The Sanctuary of the Lake. Dave and staff will visit other smoke free campuses to get a better overview of how program can be set in place.

Supporting Physicians:

On March 27, 2008, Dave has arranged a dinner meeting with the physicians from Lake Chelan Clinic and Columbia Valley Community Health to discuss planning for the future. In an effort to continue open communications and support of our physicians, David will be soliciting their comments and suggestions throughout the planning process.

Things are moving forward in our partnering with the physicians for wellness Todd Erickson is doing a great job working with hospital staff, the clinics and community sources.

Recruitment Efforts:

Interviews are still being scheduled for the Chief Transformational Office and Quality Assurance Risk Management positions. Nancy Young is working with recruiting firm to fill Psychiatrist position. David presented an offer to candidate for the Chief Financial Officer; upon acceptance the new CFO would come on board June 2008.

Dietary Services: David approved the installation of gas lines for gas ranges. An estimated savings of \$5000.00 will be realized with purchasing gas appliances in comparison to electric. Karen Spurgeon is researching insurance coverage—whether or not changing over from electric to gas would have any affect on the hospitals current insurance premiums. With new appliances on the way plans to offer “Room Service” to patients aren't too far off in the future.

Website and Advertising: Celeste Thomas has done a great job with revamping our ads, increasing radio spots and securing front page articles in the Lake Chelan Mirror. Celeste continues to update the LCCH website and welcomes comments and suggestions.

Wellness Forums: David will be scheduling Wellness Forums for Chelan, Chelan Falls, Manson and Mansfield residents to attend. Tentative dates are May 1, 8, and 13. Interpretive services will be provided for Spanish speaking community members, at the Manson location. The forum will be advertised on our website, GoLakeChelan.com, KOZI radio, Lake Chelan Mirror, The Wenatchee World, and Quad City News.

Providing an Outstanding Environment:

The Spirit of Excellence committee has been busy developing new ideas for employee recognition. "I caught you" slips have been printed out for individuals to fill out and hand to fellow employees when they have been "caught" in the act of doing something positive and/or helpful. It has been suggested as a reward to the employee that has collected the most slips be given a day off and that CEO David Bernier step in to perform their duties for the day.

Employee Activity Council (EAC): David reminded everyone that March 30th is Doctors Day. In recognition and appreciation of their services, the EAC will present each of the physicians with a framed photo, flowers, and gift certificate to dine in our cafeteria.

Board Education: After having the opportunity to review The Governance Institute seminar brochures Board members will attend the educational sessions as follows:

September 14-17, 2008
Colorado Springs, CO
David Dickes, Vice Chairman
Jim Wall, Secretary

November 9-12, 2008
Carlsbad, CA
Mary Pat Scofield, Chairman
Dennis Evans
Fred Miller

A grant request for funding to cover cost of educational portion will be submitted to the Hospital Foundation, travel and hotel expenses will be covered by the hospital per diem.

Miscellaneous: David shared news of an upcoming visit on Wednesday, March 26th by Congressman Doc Hastings. Congressman Hastings will arrive at 2pm meet with the Board and staff from 2 - 2:30pm, then takes a tour of the hospital. David is preparing slideshow presentation for the visit and welcomes staff to attend meeting scheduled for 2pm in the Boardroom.

In closing David noted he and the Board have been extended an invitation from Barry Leahy and CEO Scott Adams to visit and tour Pullman Regional Hospital April 20th and 21st. Travel arrangements are pending.

OLD AND NEW BUSINESS:

Action Items:

It was Motioned, Seconded and Carried to:

1. Change future Board meeting times to 1:30pm-3:30pm effective May 2008.
2. Move June Board meeting time up one week to June 17th due to conflict with Rural Critical Access Conference at Campbell's Resort.
3. Move November Board meeting time up one week to November 18th due to Thanksgiving Holiday.
4. Move December Board meeting time up one week to December 16th due to Christmas Holiday.
5. Accept Vouchers/Warrants as presented: \$414,695.03 in payroll #75647 to 75687, \$563,672.62 in accounts payable and payroll registers #160029 to 160377,

6. Accept Write-Offs in bad debts for referral to collections agencies per LCCH policy. (Bad Debt: \$39,284.61, Charity Care \$42,522.91, Bankruptcy \$7,429.28).
7. Credentialing of the following Provider(s) as approved by the medical staff and reviewed by Dennis Evans:
 - Lorraine Rafaelo, CRNA (Anesthesia-6 month Provisional Privileges)

Audience:

Karl Jonasson stated they are receiving positive feedback about EMS collaboration with the Chelan Fire Station, and they are moving forward with collaborating with the Manson Fire Station as well. For informational purposes, Karl shared that McNeil Canyon will have a 30-45 day closure due to road construction and blasting. Chelan and Mansfield EMS will be meeting with the Transportation Department to work out logistics regarding continued EMS services during construction phase period.

Board members were reminded to submit their Public Disclosure forms and to mail them in by certified mail.

EXECUTIVE SESSION

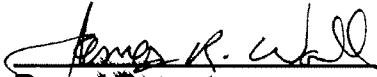
Executive Session was convened at 7:30pm for the specific purpose of discussing the performance and evaluation of the CEO's initial 90-day probationary period.

ADJOURNMENT:

Regular session was reconvened at 7:52pm and immediately adjourned with no action taken.

Submitted:

Attest:



Board Secretary



Administrator/CEO

4-22-08

Date

4-22-08

Date