

**PACIFIC COMMUNITIES HEALTH DISTRICT  
REGULAR MEETING MINUTES OF THE BOARD OF DIRECTORS  
Monday, October 17<sup>th</sup>, 2016**

**PRESENT:** Ralph Breitenstein, MD, Chairperson  
Bonnie Saxton, Treasurer  
Kath Schonau, Secretary  
David Long, MD, Vice Chair

**ABSENT:** Fred Postlewait, Director at Large

**ALSO PRESENT:** David Bigelow, Pharm. D, CEO, SPHS  
Kathryn Doksum, Coast Finance Director, SPHS  
Jon Conner, Facilities Director  
Ursula Marinelli, Foundation Director  
Chris Minor, Legal Counsel  
Jamie Kraft, Recorder

**CALLED TO ORDER:** Chairperson Breitenstein called the Regular Monthly meeting of the Board of Directors to order at 3:05 p.m., in the Education Conference room at Samaritan Pacific Communities Hospital.

**ASSISTIVE HEARING DEVICES:**

Chairperson Breitenstein announced that hearing devices are available with 24 hr. prior notice.

**CITIZEN COMMENTS:** Chair Breitenstein opened the meeting for citizen comments. As no citizens were present, the meeting proceeded.

**CONFIRMATION OF AGENDA ITEMS:** Chair Breitenstein requested confirmation of the meeting agenda. It was agreed to add a work session to the agenda. After confirmation, the meeting proceeded.

**Work Session:** David Bigelow began the work session by presenting a power point of the current financial budget of the replacement hospital budget. Mr. Bigelow reported that Neenan Company has requested a 2m contingency but the current contingency stands at approximately 1m to due in part to some unanticipated costs. Currently the project is estimated at 122k square foot which is over the first estimate of 115k square foot. Some of the reasons for the additional square footage requirements include larger operating rooms for orthopedic procedures and additional rooms in the emergency department for mental health holds and observation beds. Regarding the existing 1988 building, it has been determined that applying for the grant through the State of Oregon to seismically upgrade the current structure requires that it be I (immediate) occupancy rather than the earlier predicted B (business) occupancy. This will result in a budget shortfall of approximately 600k above the anticipated grant amount of 1.5m. This was an unanticipated cost at the beginning of this project. Next steps include an abatement survey, traffic signage meeting, and other city related zoning meetings. Also, the East entrance option has been eliminated as an option due to the estimated cost of 450k. It was also discussed to purchase a new MRI

during construction in order to save significant costs at a later date for moving the older, existing unit to the new construction. There was discussion among the Board to consider purchasing the MRI unit and leasing it to Samaritan at reasonable rate of interest to be determined at the time of purchase. Mr. Bigelow also reported that most estimates are coming in at expected cost. At this time there are no vendor estimates over the previously budgeted amount.

**Approval of Minutes** After review of the September 20, 2016 minutes, *Director Schonau made a motion to approve the minutes as presented. The motion was seconded by Director Saxton and carried by a unanimous voice vote.*

**Financial Reports/September 2016** – Kathryn Doksum presented the September 2016 financial reports for review and approval. Presented were the Check and Deposit Detail reports, Net Asset/Liabilities reports, and the Profit and Loss Statement. Also presented was a current bond interest summary. *There was a motion made by Director Long and seconded by Director Saxton to approve the financial reports as presented. Motion carried by a unanimous voice vote.*

**Legal Report** – Mr. Minor reported that he has recently received legal briefs from the BOLI hearing for review. No decision has been made in the BOLI case at this time. Mr. Minor will update the board as information becomes available.


**Hospital Report** – David Bigelow reported that the hospital had net earnings of 425k for the month of October and 3.7m as of September 2016. Wipfli Consulting has been engaged to help determine the footprint for the Samaritan North Lincoln Hospital (SNLH) as well as recommending services lines between the two coastal sights. The Administration Team as well as physicians are being invited to participate in interviews with Wipfli.

**Construction Update** – Jon Conner reported that parking lot for the Patient Financial Services building will be resurfaced in November and the new SamFit should be finished with its remodel on or around 1/1/17.

**Mental Health** – Director Schonau discussed a recent community meeting which she attended with the topic of mental health in Lincoln County. There is concern in the community regarding the need for detox and a residential treatment facility in Lincoln County. Mr. Bigelow informed the board that a task force has been informed involving the PCHD, Samaritan, Lincoln County, various outpatient counseling services and the Siletz Tribe to come up with a sustainable solution to this need. The next meeting is scheduled for 10/24/16.

**ADJOURN:** As there was no further business to come before the Board, Chairperson Breitenstein declared the meeting adjourned at 4:51 p.m.

  
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Jamie Kraft, Recorder  
PACIFIC COMMUNITIES HEALTH  
DISTRICT

  
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Kath Schonau, BSN, RN  
PACIFIC COMMUNITIES HEALTH  
DISTRICT