

**MEETING OF THE BOARD OF DIRECTORS
OF OAK VALLEY HOSPITAL DISTRICT
OPEN SESSION
September 12, 2019, 5:30p.m.
1425 West H Street, Oakdale, CA 95361
Royal Oak Conference Room**

Board

Dan Cummins, Chair Person
Jim Teter, Director
Chet Mahida, M.D., Director
Edward Chock, M.D., Director
(arrived @ 5:38pm)

Excused Absence:

Louise Sanders, Vice Chair Person

Staff

John McCormick, President & C.E.O.
Ann Croskrey, CFO
Deborah Dunaj, R.N., V.P., Quality & Risk Mgmt.
Brian Beck, V.P., Human Resources
David Rodrigues, V.P., Administrative Services
Chang Ahn, Controller

Excused Absence:

Jo Saporito, R.N., V.P., Nursing Services
Dave Hiatt, V.P., Oakdale Nursing & Rehab. Center
Bruce Blackhart, M.D., Chief of Staff

MEETING CALLED TO ORDER

The District Board of Directors Meeting was called to order by Chair Person Cummins at 5:30p.m.

PUBLIC COMMENT

Public Comment not read.

CONSENT CALENDAR

The following items, 1-4, will be acted on by one action, with discussion, unless a Director or other person requests that an item be considered separately. In the event of such a request, the item will be addressed, considered and acted upon separately.

1. Patient Care Services Report

Joann Saporito, R.N., Vice President, Nursing Services

2. Oakdale Nursing and Rehabilitation Center Report

David Hiatt, V.P., Oakdale Nursing and Rehabilitation Center

3. Approval of Administrative Policies - None

4. Approval of Minutes

- August 1, 2019 – General Meeting
- August 20, 2019 – Special Meeting

Jim Teter made the motion to approve all Consent Calendar items. Chet Mahida, M.D. made the second.
No public input.

Aye:, Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

MEDICAL STAFF REPORT – Bruce Blackhart, M.D., Chief of Staff

No Report

Financial Report for July 2019

Ann Croskrey presented the July 2019 Financial Report. During the month of July the District posted a profit on operations before new hospital expenses of \$632,000. For the 1st month of the new fiscal year our EBIDA was at 12.7%. Our accounts receivable days dropped from 58 to 56 and our days of cash on hand were at 142 days.

Jim Teter made the motion to approve the Financial Reports for July 2019. Chet Mahida, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

CHAIR PERSON REPORT – Dan Cummins, Chairperson

Chair Person Cummins stated the Hospital continues to do very well both financially and to our Mission to provide healthcare to our constituents. All of our employees should be congratulated.

Public Employment Position: President & Chief Executive Officer; Annual Review of Employment Agreement for John J. McCormick

Chair Person Cummins informed the members that a vote was not obtained at the August 1, 2019 Open Session Board meeting to renew the Employment Agreement for John McCormick. This item was discussed and the following terms unanimously approved during the August 1, 2019 Closes Session meeting:

- Full 4-year contract
- 2 ½% increase as of January 2019.

Jim Teter made the motion to approve renewal of the Employment Agreement for John McCormick, President & C.E.O. with terms as stated. Chet Mahida, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

PRESIDENT AND CEO REPORT

- John McCormick, President and Chief Executive Officer

Update on Senior Swimming Pool

The City of Oakdale stated they have nothing allocated for pool funding for this current year so we will be putting together cost projects to decide how to proceed going forward.

Strategic Drivers and Operating Budget for FY 2020

Operating Budget Fiscal Year 2020 Parameters including a strategic map were reviewed and discussed. John noted because this is a public document some of the aspects are summarized. This report included aspects of the Operating Budget, which includes Economic and Demographic data as well as Primary and Secondary Market Area, 2019 of the District. The Capital Budget will be presented in the near future.

John presented the Summary of Strengths, Weaknesses, Opportunities and Threats (SWOT). The SWOT list assisted in developing the 5 Categories of the Strategic Drivers:

- Employees
- Plant
- Equipment
- Services
- Information Services

The Operating Budget FY 2020 includes General Volume Assumptions, Revenue Changes and Bond Covenants. An overview of volumes for the Emergency Department, Acute Care, Observation patients, Long Term Care and the Clinics was reviewed and discussed.

Jim Teter made a motion to accept the Strategic Drivers and Operating Budget for FY 2020. Edward Chock, M.D. made the second. No public input.

MOTION CARRIED

Ratification of 1 Year Proposed United Steel Workers Union Contract for Oakdale Nursing & Rehabilitation Center Employees

Dr. Mahida left the meeting @ 5:55pm and returned at 5:59pm due to a conflict of interest regarding this agenda item.

The Oakdale Nursing & Rehabilitation employees sponsored by the United Steel Workers voted to approve a 1-year agreement retroactive to January 27, 2019. Equity adjustments were approved and an increase of 2.5% increase, with a minimum of \$1.00 per hour for CNA's/RNA's and a minimum of \$ 0.75 per hour for all other employees.

Jim Teter made the motion to approve Ratification of the 1-Year Proposed United Steel Workers Union Contract for Oakdale Nursing & Rehabilitation employees. Edward Chock, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

Purchase Bariatric Bed for Long Term Care at a Cost not to Exceed \$40,000

Dan Cummins left the meeting at 5:58pm and returned 6:02pm due to a conflict of interest.

Board approval is recommended to purchase a Bariatric Bed for Long Term Care at a cost not to exceed \$40,000. Currently, the hospital rents a bariatric bed for patient care. The cost of this bed will pay for itself within a 1-year period.

Jim Teter made a motion to approve the purchase of a Bariatric Bed for Long Term Care at a Cost not to Exceed \$40,000. Edward Chock, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

OR Flooring at a Cost Not to Exceed \$30,000

Board approval was requested to install OR Flooring at a cost not to exceed \$30,000 due to sealing problems with the current flooring.

Jim Teter made the motion to approve installing OR flooring at a cost not to exceed \$30,000. Edward Chock, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

Purchase Heating/Cooling System at a Cost not to Exceed \$30,000

John requested Board approval to purchase a new heating and cooling system for blankets and leg wraps for our patients. This type of system has the ability to be utilized both as a cooling device and as a warming device for the purpose of regulating body temperature.

Jim Teter made the motion to approve the purchase of a Heating/Cooling System at a Cost not to Exceed \$30,000. Edward Chock, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

Outsourcing the Emergency Room Charge Entry Function to GeBBS, our Coding Company

Board approval is recommended to outsource coding for Emergency Room charges. The recommendation is to use the GeBBS Company, which we currently use as an outside auditor for our HIM Department. John noted to the members that if this service is outsourced it will be 1 less job in the community but it is felt this is the best direction to take in solving this issue.

Edward Chock made the motion to approve Outsourcing the Emergency Room Charge Entry Function to GeBBS. Chet Mahida, M.D. made the second. No public input.

Aye: Cummins, Teter, Chock, Mahida

Nay:

Abstain:

Absent: Sanders

MOTION CARRIED

Update on Orthopedic Clinic

John reported he is meeting with Washington Township Hospital on September 24th and will keep the Board updated regarding this issue.

Legislative Update (distributed at meeting)

- **Update on Legislative Issues Involving Local, State & District Hospitals**

John reported the Legislature 2019 session concludes this Friday, September 13th and the Governor will have until October 13, 2019 to sign or veto any bills.

The following are Bills pertaining to health care:

Assembly Bill 115: New Managed Care Organization Tax Agreement which brings nearly \$1 billion into the State's Medi-Cal program. The concern is what the final decision will be as to where these funds will be allocated.

Assembly Bill 29: Provides Medi-Cal benefits to those individuals 65 or older who cannot get benefits due to their immigration status.

Senate Bill 66: Allows an individual with Medi-Cal to receive two visits in a clinic on the same day if the second visit is more extensive than the initial one.

John reported that he attended 2 events last month. One event was held in San Francisco at which he had the opportunity to speak with Nancy Pelosi, Speaker of the House and he also attended an event in Sacramento where he met and spoke with State Republican Leadership.

ADJOURN TO CLOSED SESSION

Jim Teter made the motion to adjourn to closed session. Edward Chock, M.D. made the second.

The Oak Valley Hospital District Board meeting was adjourned to closed session at 6:12 p.m.

ANNOUNCEMENT OF CLOSED SESSION

Board meeting minutes for August 1, 2019 were approved
Quality Improvement Report, Quality & Risk Mgmt. – Report presented
President and C.E.O. Report – Personnel Issues
Conferences with Labor Negotiators – Update presented
Conferences with Real Property Negotiators – Update presented

ADJOURNMENT

Edward Chock, M.D. made the motion to adjourn the District Board of Directors meeting. Chet Mahida, M.D. made the second.

The Board of Directors meeting was adjourned at 6:40pm.

Recorder: Jill Andersen, Clerk of the Board.

APPROVED: _____
Edward Chock, M.D., Board Secretary

DATE: _____