

King County Public Hospital District No. 2
d/b/a EvergreenHealth
Board of Commissioners Meeting
EvergreenHealth Medical Center, Kirkland, WA
November 13, 2020
Special Meeting & Public Hearing on 2021 Budget
Meeting Minutes

Comms. Present: KCPHD#1 Comms. Butler, DeYoung, Edwards, Hirt, McLaughlin, Pilcher, and Snyder

Medical Staff Leadership: Sean Kincaid, MD, Chad Bentsen, MD, Jim O'Callaghan, MD

Others Present: EvergreenHealth Kirkland:
Chris Bredeson, Jeff Friedman, Monique Gablehouse, Lisa LaPlante, Richard Meeks, Aileen Mickey, MD, Tina Mycroft, Ettore Palazzo, MD, Bob Sampson, Candace Scairpon, Mary Shepler, Kay Taylor, Jeff Tomlin, MD, Jack Peters, Matt Rosenberry, Jessica Granger, Trisha West, Daria Heimerman

EvergreenHealth Monroe:
Melissa Gray, Fawn Hutton, Midori Larrabee, Malachi Lones

SCPHD#1 Comms. Greg Accetturo, Alice Cabe, Karen Gahm, and Steve Matuschak

Legal Counsel: Kevin Hansen

Guests: None present (Exhibit A)

Comm. McLaughlin called the November 13, 2020 Special Public Meeting and the Public Budget Hearing of the Board of Commissioners of King County Public Hospital District No. 2 to order at 7:00 a.m. and welcomed those present. The meeting was held jointly with Snohomish County Public Hospital District No. 1 and the Alliance Governance Board (AGB), whose meetings were also called to order. The purpose of the Special Meeting, as stated in the public notice, was to hold a public hearing on and for consideration of adoption of the proposed 2021 Budget of King County Public Hospital District No. 2 and for the Board to take action to review and adopt the same.

Comm. McLaughlin gave notice of two agenda adjustments, one to update the resolutions of KCPHD#2 and the second to adjust the order of the AGB and SCPHD#1 resolutions.

Presentation Items

**KCPHD#2
Updated 2020-
2022 Strategic
Plan & 2021
Implementation
Plan**

Jeff Tomlin, MD, CEO welcomed those present, reviewed the flow of the meeting and acknowledged the hard work of the teams who put this together.

Dr. Tomlin invited Kevin Hansen, Designated Legal Counsel, to review the legal requirements of the Budget Hearing. Mr. Hansen reviewed the public hospital district statutory requirement that the prerequisite for raising revenue through a tax levy is adopting a budget and fixing the amount of expenditures by resolution. He noted that although the AGB has been granted authority to approve the budget for EvergreenHealth Monroe, the SCPHD#1 Board must adopt and thus ratify the budget approved by the AGB.

Trisha West, Director, Strategic Planning, reviewed the 2021 Proposed System Strategic Plan Initiatives, noting that we have made very few changes to the plan. Ms. West responded to questions from the Board throughout the presentation.

**KCPHD#2 2021
Integrated
Strategic &
Financial Plan**

Tina Mycroft, CFO, reviewed the objectives of the Integrated Strategic & Financial Plan, the guiding principles, days cash on hand, key metrics – target and final, noting we are budgeting \$40M in Capital and \$28.6M for OpEBIDA Margin. Additionally, she reviewed the income statement, noting that we have COVID expenses built in, reviewed the waterfall and the contributing factors including the COVID impact.

Chris Bredeson, COO, reviewed volume trends, service lines, and next steps, including how Monroe is incorporated. The Administrative Council team reviewed the Divisional volume trends including hospital, ambulatory, and Home Care. Additionally, Jessica Granger, Director of Financial Planning and Operations, reviewed the regular and excess levy, the 2021 program recommendations, and reviewed the 2021 capital budget including assumptions, highlights, projects, etc. Additionally, the team reviewed the trended financial metrics, risks and sensitivities, system integration, etc.

Throughout the presentation, the presenters engaged in dialogue and answered questions from the Board. Comm. McLaughlin thanked the presenters for an excellent presentation.

**KCPHD#2 Public
Comment**

There were no members of the public who wished to comment.

Action Items

**2021 Levy –
Resolution No.
914-20 ~ 2021
Budget**

Comm. DeYoung made a motion to adopt Resolution No. 914-20 of the Board of Commissioners of King County Public Hospital District No. 2 establishing the Districts final Budget for the calendar year 2021.

Comm. Edwards seconded the motion.

The motion carried unanimously.

**2021 Integrated
Strategic &
Financial Plan –
Resolution No.
915-20 ~ Property
Tax Levy**

Comm. Butler made a motion to adopt Resolution No. 915-20 of the Board of Commissioners of King County Public Hospital District No. 2 authorizing the 2021 Property Tax Levy in conformance with adoption of the District’s 2021 Budget.

Comm. Hirt seconded the motion.

The motion carried unanimously.

Presentation Items

**SCPHD#1 & AGB
Monroe 2021
Budget**

Lisa LaPlante, Chief Administrative Officer of EvergreenHealth Monroe, and John Green, Financial Officer of EvergreenHealth Monroe, reviewed the EvergreenHealth Monroe 2021 Budget, responded to questions from the AGB and SCPHD#1 Board and voted on their resolutions.

Closing

Comm. McLaughlin thanked leadership for their hard work on putting this budget together. Dr. Tomlin thanked the Board and the management teams for their work on this, and thanked staff for their hard work, noting they are very important to the organization.

Adjourn

The November 13, Special Public Meeting and Public Budget Hearing of the Board of Commissioners for King County Public Hospital District No. 2 was adjourned at 9:30 a.m.

ATTEST:

Minerva Butler, Secretary/Commissioner

Minerva Butler, Commissioner/Secretary
Dec 16, 2020 9:18 AM PST

Exhibit A – Guests

Name	Residence
None	