

(Encl. #1)

**BOARD OF DIRECTORS MEETING**

**DATE:** July 23, 2012

**DIRECTORS PRESENT:** Laurie Tomczak, Patricia Grace-Probst, Anna Lattu, Michelle Zwickey, Gail Langhorst, and Joanne Collier,

**OTHER ATTENDEES:** See attached listing

**ABSENT:** Sharon Gossett, Christopher Thiessen, Brett Collier and Kelly Goeb

<b>AGENDA</b>	<b>DISCUSSION/CONCLUSIONS</b>	<b>RECOMMENDATIONS/ACTION WHAT/WHEN</b>
<b>ACTION AGENDA</b>	The Board of Directors meeting was called to order at 5:00 p.m. by Chairperson Zwickey.	
1. Approve Agenda	Addition was made to the agenda.  Chairperson welcomed all visitors and asked if anyone wished to address the board.	Motion: Lattu, second: G. Langhorst to approve the agenda as amended. All ayes. Motion carried.  Joanne Unzen, Trish Rodysill and Kyle Landwehr asked to address the Board of Directors.
2. Consent Agenda	Consent agenda was presented.	Motion: J. Collier, second: Tomczak to approve the consent agenda as presented. All ayes. Motion carried.
3. Community Members	Joanne Unzen and Trish Rodysill asked the Board to consider the neighborhood privacy and water runoff when the hospital begins the expansion project.  Kyle Landwehr spoke to the Board relating to the upcoming MNA union negotiations.	Board Chairperson again asked if others wished to address the Board. There was no response noted.
4. June 2012 Financial Summary	Chief Financial Officer presented the June 2012 financial statements as follows:  Mercy Hospital & HCC showed a net income of 61,734 for a YTD net income of \$874,884.  Discussion followed on the statistical summary, balance sheet, cash flow graph, A/R Days Outstanding, Statement of Revenue/Expenses, detailed expenses by major category, Monthly Patient Days by Service – hospital and daily occupied beds – hospital, Swingbed and OB/Nursery, Ratio Analysis and Aging of Gross Accounts Receivable.	Motion: G. Langhorst, second: Tomczak recommending approval of the June 2012 financial statements as presented. All ayes. Motion carried.

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5. Bad Debt Account Recommendations	<p>The Bad Debt Account Recommendations for June 2012 in the amount of \$44,707.70 were presented.</p> <ul style="list-style-type: none"> <li>a) Bad Debt – 75 accounts in the amount of \$44,129.96 for a YTD total of \$717,732.76.</li> <li>b) Bankruptcy – 2 accounts in the amount of \$529.06 for a YTD total of \$34,313.85.</li> <li>c) Uncompensated Care – 13 accounts in the amount of \$48.68 for a YTD total of \$69,359.05.</li> </ul>	Motion: G. Langhorst, second: Tomczak to recommend approval of the June 2012 Bad Deb Accounts as presented. All ayes. Motion carried.
6. Wellness Center Update	Chief Financial Officer and Director of Support Services provided the cost estimate and update on the repair and re-opening of the Wellness Center.	Informational purposes only.
<p>7. Medical Staff Report</p> <ul style="list-style-type: none"> <li>- Credentialing Report</li> <li>- Medical Staff Bylaw Review Committee</li> <li>- Greeley Peer Review Report</li> </ul>	<p>Medical Staff report was unavailable due to the absence of Sharon Gossett, M.D.</p> <p>HIS Supervisor presented the July 2012 Credentialing Report.</p> <p>Update was presented by HIS Supervisor. The Committee is currently reviewing the outline provided by legal counsel.</p> <p>HIS Supervisor presented an update on the Greeley Peer Review process.</p>	<p>Informational purposes only.</p> <p>Upon Medical Executive Committee recommendation, motion: Tomczak, second: Lattu to approve the July 2012 Credentialing report as presented. All ayes. Motion carried.</p> <p>Informational purposes only.</p> <p>Informational purposes only.</p>
8. Augustana Land Appraisal/Purchase Agreement	Discussion followed on Augustana's request to purchase property from Mercy to expand Kenwood Place to 20 units. Appraisal was completed by the firm of Lenzmier in the amount of \$2.00 per square foot. Purchase agreement was distributed and discussed.	Motion: J. Collier, second: Tomczak to authorizes Administration to execute the purchase agreement once the total square footage is known. Board member Lattu discussed amending the motion to set an amount of square footage. Motion: J. Collier, second: Tomczak amending the motion to include the wording that the square footage would not exceed 20,000. All ayes. Motion carried.
9. USDA Loan Update	Loan application documents have been completed and submitted.	Information will be brought forward as available.
10. Employee Survey Results	Human Resource Director presented the findings from the Employee Satisfaction Survey as prepared by Jim Theurer of Informed Decisions. Employee Forum meetings will be held on August 6, 2012 to present the findings to staff.	Informational purposes only.
11. Finance Committee Date	For the past several months the Finance Committee has not met quorum and the Finance meeting information was presented at the monthly Board meeting. Board Chairperson questioned whether the date and time needed to be altered to accommodate the member's schedules. Discussion followed.	Board consensus that this be monitored during August and the Committee members make a decision regarding an appropriate meeting date. Members were reminded to notify Administration if they are unable to attend.

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12. General Surgery Contract	Dr. Sharon Gossett has entered into a full time employment contract with Gateway Family Health Clinic. Draft call agreement was presented for Board review. Discussion followed on options for coverage during Dr. Gossett's absence, contract fees and completion of an annual review 60 days prior to the auto renewal date of the contract.	Motion: G. Langhorst, second: Tomczak authorizing Administration to use Tom Schroeder for the legal council review of the document and to approve acceptance of the call agreement with acceptance of the auto renewal. All ayes. Motion carried.
<b>Adjourn to Closed Session:</b>	There being no further business the Board of Directors meeting was adjourned to closed session at 6:34 p.m.	Motion: G. Langhorst, second: J. Collier to adjourn the Board of Directors meeting to closed session. All ayes. Motion carried. Visitors excused themselves from the meeting.
1. Land Purchase Discussion	A closed session meeting was held for the sole purpose of discussing the potential purchase of property.	Motion: G. Langhorst, second: J. Collier authorizing Administration to negotiate with the property owners, contingent on legal counsel's opinion that the property and two adjacent lots meet fair market value. All ayes. Motion carried.
<b>Adjourn Closed Session</b>	There being no further business the closed session meeting was adjourned at 7:00 p.m.	Motion: Tomczak, second: G. Langhorst to adjourn the closed session meeting and reopen the open meeting. All ayes. Motion carried.
<b>ADJOURN:</b>	There being no further business the meeting was adjourned at 7:01 p.m.	Motion: Tomczak, second: J. Collier to adjourn the meeting. All ayes. Motion carried.
<b>APPROVED BY:</b>		<b>Board Clerk</b>
	<b>Signature</b>	<b>Title</b>