

**Palomar Pomerado Health
JOINT BOD/STRATEGIC PLANNING COMMITTEE
POMERADO – CONFERENCE ROOM E
December 20, 2005**

AGENDA ITEM	DISCUSSION	CONCLUSION/ACTION	FOLLOW-UP/ RESPONSIBLE PARTY
CALL TO ORDER	The Strategic Planning Committee meeting was opened at 6:00 p.m. by Dr. Larson.		
ESTABLISHMENT OF QUORUM	Dr. Larson, Nancy Bassett, RN, Michael Covert, Linda Greer, Bruce Krider, Dr. Rivera, and Nancy Scofield. Also attending were Gerald Bracht, Dr. Buringrud, George Gigliotti, Lorie Harmon, Bob Hemker, Marcia Jackson, Dr. Kanter, Mike Shanahan. Guests: Sheila Brown, Tom Chessum, Carrie Frederick, Gustavo Friederichsen, Stephanie Heames, Andy Hoang, Joe Hook, Diane Key, Mary Oelman, Stonish Pierce, Opal Reinbold, Nick Xenitopoulos, and Steve Yundt.		
NOTICE OF MEETING	The notice of meeting was mailed consistent with legal requirements.		
PUBLIC COMMENTS	There were no requests for public comments.		
MINUTES Nov. 15, 2005		MOTION: Motion made by Director Scofield, seconded by Linda Greer, and carried for approval as presented (with Dr. Rivera abstaining since he was not at the November Committee meeting).	

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STRATEGIC PLANNING COMMITTEE 2006 MEETING SCHEDULE	<p>The Strategic Planning Committee needs to establish the 2006 meeting schedule. In 2005, the Committee met on the third Tuesday of each month at 6:00 p.m. If this schedule were to be maintained, the attached 2006 schedule would be adopted.</p> <p>After discussion, it was motioned by Nancy Bassett, R.N., seconded by Director Scofield, and carried, to keep Strategic Planning Committee meetings on the third Tuesday of each month at 6:00 p.m., with dinner at 5:30 p.m., with the following exceptions:</p> <p>The January Strategic Planning Committee to meet on January 10, at POM in Conference Room E.</p> <p>The March Joint BOD/Strategic Planning Committee to meet on March 16, at PMC in the Graybill Auditorium.</p> <p>The May Strategic Planning Committee meeting will be held on May 24, at PMC in the Graybill Auditorium.</p> <p>Lorie Harmon to update and distribute the Strategic Planning Committee 2006 Meeting Schedule at the January 10 Committee meeting.</p> <p>The Strategic Planning Committee meeting was adjourned by Dr. Larson.</p>	<p>Strategic Planning Committee 2006 Meeting Schedule to be updated and distributed at the January 10 Committee meeting.</p>	<p>L. Harmon</p>
FACILITY UPDATE	<p>Dr. Rivera opened the full PPH Board meeting.</p> <p>The August 16 Strategic Planning Committee meeting was also a Joint BOD/Strategic Planning Committee meeting, where an update on the planning and process</p>		

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	<p>status of affected PPH facilities (PMC East and West, and POM) was provided. An update on the status of these facilities was provided at the December 20 Joint BOD/Strategic Planning Committee meeting.</p> <p>This presentation was a review of project budget and scope status of the three facilities, including:</p> <ul style="list-style-type: none"> • Market Conditions of the California Hospital Market Data • Cost Data for California Hospitals, including actual, bidding, under construction, and 2005 estimates plus escalation • Strategies - Delivery Methods and Design <p>Along with Mike Shanahan, Tom Chessum and Steve Yundt from Anshen & Allen, and Joe Hook from Rudolph & Sletten, presented a Project Budget Update for POM, PMC West, and PMC East, which addressed the increases in project costs from the time that the Facilities Master Plan was adopted in July 2004, when an estimated project cost was approximately \$753 million, to the current cost estimates in December of 2005. The increased additional costs are approximately \$230 million, broken down as follows:</p> <ul style="list-style-type: none"> • Market & Schedule Conditions: 124.0 M • Program Revisions (Increases/Reductions) 31.3 M • Soft Costs (Plan Check Fees) 3.2 M • Land 19.0 M • Equipment 52.1 M <ul style="list-style-type: none"> ▪ (Program Additions) ▪ (Increasing Medical Technology Use) 		

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	<ul style="list-style-type: none"> ▪ (Reuse, Saturation of Equipment) <p>Timelines and schedules were discussed, along with their relation to cost management (design and construction preparation, re-phasing decisions, and construction completion of phasing).</p> <p>It was emphasized that we are no different than any other similar construction project out there today, which all face the same issues and challenges, including conditions that we can control (such as staying on schedule), as well as those that we have little to no control over (i.e., market conditions).</p> <p>Michael Covert announced that there will be further “quarterly snapshots” presented under the Strategic Planning Committee, with participation from facilities planning, as well as finance updates, and operational implications.</p> <p>The Board/Committee members thanked all participants for a detailed analysis and concise presentation.</p> <p>Dr. Rivera adjourned the full PPH Board meeting.</p>		

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COMMITTEE COMMENTS, SUGGESTIONS	<p>Dr. Larson thanked everyone for their participation in the Strategic Planning Committee during 2005, with a special thanks to outgoing Chief of Staff, Dr. Otoshi.</p> <p>Dr. Larson mentioned that he is working with Michael Covert and Marcia Jackson to plan a Strategic Planning Retreat in spring of 2006, which will include the full PPH Board of Directors.</p> <p>In addition, Dr. Larson announced that, for the 2006 Strategic Planning Committee Meeting Schedule, one meeting each quarter would include the full Board of Directors, for the purpose of providing a quarterly facility update.</p>		
FINAL ADJOURNMENT	7: 40		
SIGNATURES	<p>Committee Chairperson</p> <p>_____ Marcelo Rivera, M.D., Board Chairman</p> <p>Recording Secretary</p> <p>_____ Alan Larson, M.D., Committee Chairperson</p> <p>_____ Lorie Harmon</p>		