

**Palomar Pomerado Health
BOARD OF DIRECTORS
REGULAR BOARD MEETING
Graybill Auditorium/Palomar Medical Center
Monday, August 11, 2008**

AGENDA ITEM	DISCUSSION	CONCLUSIONS/ACTION	FOLLOW-UP/RESPONSIBLE PARTY
CALL TO ORDER	6:30 pm Quorum comprised Directors Bassett, Greer, Kleiter, Krider, Larson and Rivera.		
OPENING CEREMONY	The Pledge of Allegiance was recited in unison.		
MISSION AND VISION STATEMENTS	<p>The PPH mission and vision statements are as follows:</p> <p><i>The mission of Palomar Pomerado Health is to heal, comfort and promote health in the communities we serve.</i></p> <p><i>The vision of PPH is to be the health system of choice for patients, physicians and employees, recognized nationally for the highest quality of clinical care and access to comprehensive services.</i></p>		
NOTICE OF MEETING	Notice of Meeting was mailed consistent with legal requirements		
PUBLIC COMMENTS			
APPROVAL OF MINUTES <ul style="list-style-type: none"> • Regular Board Meeting July 14, 2008 		MOTION: by Bassett, 2 nd by Kleiter and carried to approve the July 14, 2008 minutes as submitted. All in favor. None opposed.	
APPROVAL OF AGENDA to accept the Consent Items as listed <ul style="list-style-type: none"> A. Consolidated Financial Statement B. Revolving Fund Transfers/Disbursements – June, 2008 C. Ratification of Paid Bills 		MOTION: by Bassett, 2 nd by Kleiter and carried to approve the Consent Items as submitted. All in favor. None opposed.	


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D. Physician Recruitment Agreement – Osman Khawar, M.D. E. Plan of Finance – Update Financial and Capital Plan			
PRESENTATION			
<ul style="list-style-type: none"> ▪ Judy Papenhausen, Ph.D. Director, School of Nursing, CSUSM – School of Nursing Update 	<p>Judy Papenhausen, Ph.D., was present to provide a status report on the CSUSM School of Nursing from Fall 2006 to the present. She conveyed greetings from CSUSM President Karen Haynes, Ph.D., along with her appreciation for the vision of PPH which resulted in the establishment of the School of Nursing. Student cohorts admitted since the inception of the school through 2009 projections along with other relevant statistics such as average age, gender, and ethnicity were reviewed. Program and faculty growth as of Fall 08 were reviewed. Grants and gifts, including the \$2.5 million gift from PPH which resulted in the creation of the Palomar Pomerado Health Education Center were highlighted. Student scholarships were also reviewed. Cohort support is an invaluable support to the school. Future programs rounded out the presentation. A copy of the presentation is available in the Board Office for review.</p> <p>Director Kleiter commented that the investment into this program has produced enormous benefits and is everything the Board hoped it would be. He offered congratulations to Dr. Papenhausen and CSUSM for their oversight of the nursing program. Dr. Rivera reminded everyone that it was eight years ago that the idea was brought forward by the Board with the encouragement of Director Nancy Bassett. Director Bassett commented that this program has transcended all expectations and that program that has been established is fantastic. Dr. Papenhausen was congratulated for her vision and hard work which has made</p>		

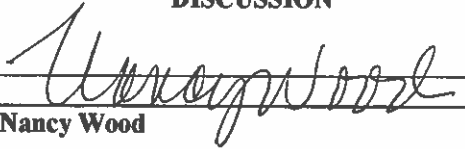
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	this program the great success that it is. Director Greer thanked Lorie Shoemaker and her staff for their role making the program possible.		
REPORTS			
Medical Staff			
Palomar Medical Center			
<ul style="list-style-type: none"> ▪ Credentialing 	John J. Lilley, MD., Chief of PMC Medical Staff, presented PMC's requests for approval of Credentialing Recommendations.	<p>MOTION: by Bassett, 2nd by Kleiter and carried to approve the PMC Medical Staff Executive Committee credentialing recommendations for the PMC Medical Staff, as presented. All in favor. None opposed.</p> <p>Directors Greer and Larson abstained to avoid potential conflict of interest.</p>	
Pomerado Hospital			
<ul style="list-style-type: none"> ▪ Credentialing 	Benjamin Kanter, MD., Chief of Pomerado Medical Staff, presented Pomerado Hospital's requests for approval of Credentialing Recommendations.	<p>MOTION: by Bassett, 2nd by Kleiter and carried to approve the Pomerado Hospital Medical Staff Executive Committee credentialing recommendations for the Pomerado Medical Staff, as presented. All in favor. None opposed.</p> <p>Directors Greer and Larson abstained to avoid potential conflict of interest.</p>	
Administrative			
Chairman - Palomar Pomerado Health Foundation			
	<p>Marsha Bryan was present to give the sad news that Francie Guiles from the Foundation passed away on Sunday.</p> <p>Bill Chaffin, Vice-Chairman of the Foundation Board of Directors, was present to report on the Gala. There is a net of \$279,000 from this event. \$4.4 million dollars has been raised in FY08. There are 844 new donors to the Foundation.</p>		

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	The next gala is scheduled for June 13, 2009		
Chairman of the Board - Palomar Pomerado Health	<i>Bruce G. Krider, MA</i>		
<ul style="list-style-type: none"> • Radiology Professional Services RFP Update 	<p>Chairman Krider asked Gerald Bracht to provide a report on the Radiology Professional Services RFP process. Mr. Bracht reported that the RFP process is now closed. Seven radiology groups responded to the RFP. Their responses will now be abstracted. Dr. John Lilley will chair the RFP committee which will meet in on Monday, August 18 to review the responses. Evaluation criteria will be developed and respondents who will be interviewed will be decided at that meeting.</p> <p>Ms. Janine Sarti, General Counsel, reported that information has been received that Valley Radiology Consultants has been in contact with other radiology groups who were submitting RFPs for the purpose of asking that they not submit RFPs. PPH feels that this is tortuous interference and by way of correspondence to the attorney for VRC has asked that they stop interfering in the RFP process. The attorney for VRC has stated that he would forward PPH's letter to the group.</p>		
President and CEO	<i>Sheila Brown, Interim President and CEO</i>		
<ul style="list-style-type: none"> • Thank You 	Sheila Brown thanked the Board, Michael Covert, and the Executive Management Team for their support during the time she served as the Interim CEO.		
<ul style="list-style-type: none"> • Town Hall Meetings 	Town Hall meetings were held at Palomar Medical Center, Pomerado Hospital and Innovation Central Offices. Discussions regarding the recent reorganization and future plans of the organization were topics of note. A mechanism for employees to ask questions via an e-mail inbox set up on the PPH intranet was also established.		
<ul style="list-style-type: none"> • New Administrative 	Joanna Sainmervil has joined PPH as the		

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Fellow	fourth PPH Administrative Fellow. She is a graduate of the University of Florida with her Masters in Health Administration.		
<ul style="list-style-type: none"> • Table Top Disaster Drill 	A three hour table top drill was facilitated by staff members from San Diego County Emergency Medical Services on July 17. The report from this drill will be used for future disaster planning and submitted to the county as part of our Hospital Protection Program funding.		
<ul style="list-style-type: none"> • Board Education 	Richard Umbdenstock, President and CEO of the American Hospital Association visited with the PPH Board July 21 and presented key issues impacting hospitals across the country. Duane Dauner, President and CEO of the California Hospital Association was also present and discussed the California state budget.		
<ul style="list-style-type: none"> • Visit to Laguna Honda Hospital 	Steve Gold reported that a visit to Laguna Honda Hospital and Rehab Center was recently made by several members of the Administrative Staff. The group was interested in seeing many of the design principles and energy system being utilized in the new construction of that facility.		
<ul style="list-style-type: none"> • Cerner Smart Semi-Truck 	Lorie Shoemaker reported on the Cerner Smart semi-truck which recently visited Palomar Medical Center. The 18-wheeler was filled with some of the latest healthcare technology and allowed visitors to view an example of the hospital setting and the patient experience of the future.		
<ul style="list-style-type: none"> • PMC West Overview 	An overview of PMC West was provided to members of the Escondido City Council recently.		
INFORMATION ITEMS	<i>Discussion by exception only</i>		
<ul style="list-style-type: none"> ▪ Finance 			
COMMITTEE REPORTS			
Finance	<i>Ted Kleiter, Chair</i>		
<ul style="list-style-type: none"> • Resolution No. 08.11.08 (01) – 07 – General 	Resolution No. 08.11.08 (01) – 07 – General Obligation Bonds – Tax Levy 2008-2009 was	MOTION: by Kleiter, 2 nd by Rivera and carried to approve	

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<p>Obligation Bonds – Tax Levy 2008-2009</p> <ul style="list-style-type: none"> Resolution No. 08.11.08 (02) – 08 – Establishment of Appropriations Limit for Fiscal Year 	<p>brought forward for Board approval.</p> <p>Resolution No. 08.11.08 (02) – 08 – Establishment of Appropriations Limit for Fiscal Year was brought forward for Board approval.</p>	<p>Resolution No. 08.11.08 (01) – 07 – General Obligation Bonds – Tax Levy 2008-2009.</p> <p>All in favor. None opposed.</p> <p>MOTION: by Kleiter, 2nd Bassett by and carried to approve Resolution No. 08.11.08 (02) – 08 – Establishment of Appropriations Limit for Fiscal Year.</p> <p>All in favor. None opposed.</p>	
<p>COMMITTEE CHAIR COMMENTS</p>			
<ul style="list-style-type: none"> Internal Audit 	<p>No meeting in July. Director Greer thanked Janine Sarti for taking responsibility for the compliance function during the interim and until that role is filled. Tom Boyle continues to serve as Director of Audit Services.</p>		
<ul style="list-style-type: none"> Governance 	<p>No meeting in July. An ad hoc committee has been established to work out objectives of a organizational communication relationship with the Board.</p>		
<ul style="list-style-type: none"> Human Resources 	<p>No meeting in July</p>		
<ul style="list-style-type: none"> Strategic Planning 	<p>No meeting in July</p>		
<ul style="list-style-type: none"> Community Relations 	<p>No meeting in July</p>		
<ul style="list-style-type: none"> Board Facilities and Grounds 	<p>No meeting in July. The Board Facilities and Grounds Committee met today. There was discussion about how the Board would like to deal with interior design color selections for the various construction projects underway. Director Rivera reported that we are on schedule with respect to construction projects. He commented that signing authority changes in regard to building projects may be needed to ensure that the CEO, Director of Facilities and The CAO at Pomerado have appropriate signing authority levels as these projects gain momentum.</p>	<p>Chairman Krider suggested that there be discussion at the administrative level in regard to signing authority levels with a recommendation made to the Board Facilities and Grounds Committee.</p>	

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<ul style="list-style-type: none"> • Board Quality Review 	<p>A joint Quality/Finance Committee was recently held. The meeting focused on the efforts of Opal Reinbold, Chief Quality Officer. Director Rivera stated that the Health System is committed to patient safety.</p>		
<ul style="list-style-type: none"> • Finance 	<p>There will be a full Board meeting on August 12. This meeting was originally scheduled as a joint Finance and Strategic Planning Committee meeting.</p>		
<p>BOARD MEMBER COMMENTS and AGENDA ITEMS FOR NEXT MONTH</p>	<p>Chairman Krider reminded the Board that there will be a Board Self Evaluation on August 14. Chairman Krider requested that Board members bring pertinent topics for discussion.</p> <p>Director Bassett commented on a presentation she attended at a recent seminar regarding lean construction strategies and suggested that there could be areas in which PPH could employ these techniques.</p> <p>Director Greer commented on a presentation she attended in regard to retail medicine and noted that it is interesting that PPH is already in the forefront of this method of delivering health care to the community. She also thanked PPH for allowing her to attend an Executive Certification Course for Compliance Professionals conference in Chicago.</p> <p>Director Kleiter commented on a lecture he attended about quality in health care. The physician who gave lecture has written a very worthwhile book and he would be willing to share it with anyone who has an interest.</p>		
<p>ADJOURNMENT</p>	<p>7:25 p.m.</p>		
<p>SIGNATURES</p> <ul style="list-style-type: none"> • Board Secretary 	<p> Linda Bailey</p>		

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<ul style="list-style-type: none"> ▪ Interim Board Assistant 	 Nancy Wood		