

VERDANT HEALTH COMMISSION
PUBLIC HOSPITAL DISTRICT NO. 2 OF SNOHOMISH COUNTY, WASHINGTON
BOARD OF COMMISSIONERS
Regular Meeting
A G E N D A
October 23, 2013
8:00 AM to 9:30 AM

	<u>ACTION</u>	<u>TIME</u>	<u>PAGE</u>
A. Call to Order			
a) Pledge of Allegiance	---	8:00	---
B. Approval of the Minutes			
a) September 25, 2013 Board Meeting	Action	8:01	1-4
b) October 7, 2013 Special Board Meeting	Action	8:02	5
C. Executive Committee Report	Information	8:03	---
D. Board Finance Committee Report			
a) Review financial statement and cash activity	Action	8:05	6-10
b) Authorization for payment of vouchers and payroll	Action	8:10	11
c) Resolution 2013:08 surplusing fixed assets	Action	8:12	12-16
d) Public Hearing on 2014 budget and revenue	Hearing	8:14	---
e) Resolution 2013:09 adopting 2014 property tax levy	Action	8:19	17-19
f) Resolution 2013:10 adopting 2014 budget	Action	8:24	20-23
E. Program Oversight Committee Report & Recommendations			
a) Program investment recommendations	Action	8:30	24-26
b) Conflicts of interest	Action	8:40	---
F. Marketing Report	Information	8:42	---
G. Commissioner Comments	Information	8:50	---
H. Superintendent's Report	Information	8:55	---
I. Public Comments (please limit to three minutes per speaker)	---	9:00	---
J. Executive Session	---	9:05	---
a) Review ongoing litigation			
b) Review potential real estate acquisition			
K. Open Session	Action	9:25	---
L. Adjournment	---	9:30	---

PUBLIC HOSPITAL DISTRICT NO. 2 OF SNOHOMISH COUNTY, WASHINGTON
VERDANT HEALTH COMMISSION

BOARD OF COMMISSIONERS

Regular Meeting

VHC Board Room

September 25, 2013

Commissioners Present	Bob Knowles, President Fred Langer, Commissioner (via phone) Karianna Wilson, Commissioner (8:40 AM arrival) Deana Knutsen, Commissioner
Others Present	Carl Zapora, Superintendent George Kosovich, Program Director Lisa King, Finance Director Jennifer Piplic, Marketing Director Karen Goto, Executive Assistant Members of the community
Unexcused Absence	J. Bruce Williams, M.D., Commissioner
Call to Order	The Regular Meeting of the Board of Commissioners of Public Hospital District No. 2, Snohomish County, was called to order at 8:03 a.m. by President Knowles.
Approval of Minutes	<i>Motion was made, seconded and passed unanimously to approve</i> the minutes of the regular meeting on August 28, 2013.
Executive Committee	President Knowles reported that the Executive Committee met on September 20, 2013 to review the September 25, 2013 board meeting agenda.
Board Finance Committee	The committee met on September 20, 2013 to review the financial statements. Ms. King reported on the financials for August 2013 (E:52:13).
Authorization for Payment of Vouchers & Payroll	Warrant Numbers 10366 through 10388 for August 2013 for payment in the amount of \$113,590.06 were presented for approval (E:53:13). <i>Motion was made, seconded and passed unanimously to approve.</i>

**Preliminary
2014 Budget
Schedule**

2014 Budget schedule & preliminary budget were presented (E:54:13 & E:55:13). Ms. King stated that the commissioners have the option to hold a special board meeting in October to further discuss the budget.

**Resolution
2013:08
Fixed Asset
Surplus**

President Knowles noted that no action will be taken on this Resolution at today's meeting. Documentation from Swedish/Edmond's still pending. Item will be moved to October 2013 board meeting.

**Program
Oversight
Committee
Update**

The Program Oversight Committee met on September 13, 2013 to review three new program funding applications and 1 pending application from August 2013 (E:56:13).

No conflicts of interest were reported by the commissioners.

New Program Applications for Funding:

Motion was made, seconded and passed unanimously to approve the Snohomish County Health Leadership Coalition's two initiatives, Youth Activity & Palliative Care in the amount of \$125,000 for the 18-month project.

Motion was made, seconded and passed unanimously to approve Smithwright Services in the amount of \$65,000 per year for three years for wellness services to individuals with severe disabilities.

Motion was made, seconded and passed unanimously to approve the Camp Fire Snohomish County Healthy Initiatives in the amount of \$50,000 for one-year with tracking of results.

Follow-up Program Applications from August:

Motion was made, seconded and passed unanimously to approve the Snohomish County Fire District 1 Community Paramedic Program in the amount of \$144,426 per year for two years.

**Marketing
Report**

Ms. Piplic reported on 1) the upcoming Community Leader Meetings and encouraged the commissioners to RSVP for one of the three meetings, 2) on October 19, 2013 Verdant is helping to coordinate a Community Health Fair at the Lynnwood Senior Center from 2 to 6 PM, and 3) the next issue of The Canopy will be

published in mid-October highlighting some of our programs and Verdant's work.

**Commissioner
Comments**

Commissioner Knowles acknowledged Ms. Piplic's birthday, the WSHA Conference on October 16 to 17, 2013, and acknowledged the League of Women Voters for their recommendation on the district's 2014 budget.

**Superintendent's
Report**

Superintendent Zapora reported on 3 items:

1. Verdant closed on the former Prime Pacific Bank building on 196th St. on September 20, 2013. The first phase will include the pulling out of all bank assets. The second phase will include the architectural design. Construction will go out for public bid. Move-in is expected in Spring of 2014.
2. The Community Leader Meetings will cover five areas: 1) the new building owned by Verdant, 2) the needs assessment, 3) Verdant's new website, 4) Swedish/Edmonds campus expansion plan, and 5) a general program update and look-ahead to 2014.
3. Superintendent Zapora will be meeting with each commissioner one-on-one to do some year-end planning.

**Public
Comments:**

Mr. Al Rutledge requested the date of the district's budget meeting, and a copy of Fire District 1's program application. He noted that he attended the Lynnwood City Council meeting and mentioned to them that they could request for funds for the sewer problems from Verdant. He also noted that Verdant's name is becoming known in the community and he thanked the commission for the response to his question on the Edmonds Senior Center funding by Verdant.

Ms. Rowena Miller of the League of Women Voters thanked the commissioners for considering the removal of the M&O tax levy in 2014.

Mr. Scott Forslund of Premera provided an update on the Snohomish County Health Leadership Coalition's work. Seventy percent of the county schools have been engaged in the Youth Initiative. Commissioner Knutsen commented that the Palliative Care initiative needs to reach out to the non-English speaking

segment of the population and the faith community, and the Youth Initiative needs to address the lack of access to exercise facilities for those who are in multi-family housing.

Executive Session

President Knowles recessed the regular meeting at 8:36 a.m. into Executive Session to discuss ongoing litigation and potential real estate acquisition matters. President Knowles stated that no action would be taken in this Executive Session and the board would reconvene at 8:55 a.m.

Open Session

President Knowles reconvened into open session at 8:55 a.m.

Adjourn

There being no further business to discuss, the meeting was adjourned at 8:55 a.m.

ATTEST BY:

President

Secretary

PUBLIC HOSPITAL DISTRICT NO. 2 OF SNOHOMISH COUNTY, WASHINGTON

SPECIAL MEETING
October 7, 2013
Verdant Health Commission Board Room

Commissioners Present Bob Knowles, President
Fred Langer, Commissioner (via phone)
Deana Knutsen, Commissioner
J. Bruce Williams, MD, Commissioner
Karianna Wilson, Commissioner (6:05 PM arrival)

Staff Carl Zapora
George Kosovich
Jennifer Piplic
Lisa King
Karen Goto

Guests Members of the Community

Call to Order The Special Meeting of the Board of Commissioners was called to order by President Knowles at 6:01 p.m.

Presentation Ms. King presented the 2014 Budget, forecasting for program spending, and three reserve scenarios (E:57:13).

Special Meeting Commissioners held a discussion on the proposed 2014 budget. Board members requested staff to track the ratio of operating expense to program expense, and regularly verify the reserve amount in terms of days of cash needed to run the hospital. Commissioners also discussed expanding the program spending to gain community visibility. Staff was not directed to make any changes to the proposed budget at this time. Commissioners would also like to see the program spending amounts in Verdant's future newsletters to the community. No action was taken.

Adjourn The meeting was adjourned at 6:52 p.m.

Attest By:

President

Secretary

Balance Sheet
As of September 30, 2013

	A	B	C	D
	Dec 31, 2012	Sept 30, 2013	\$ Change	Comments:
1 ASSETS				
2 Current Assets				
3 Cash Balance	1,451,628	1,644,081	192,453	
4 Other Current Assets	42,012,053	43,829,897	1,817,844	Includes Investments
5 Total Current Assets	43,463,681	45,473,978	2,010,297	
6 Total Long-term & Fixed Assets	32,961,232	31,628,672	(1,332,560)	Depreciation
7 TOTAL ASSETS	76,424,913	77,102,650	677,737	
8 LIABILITIES & EQUITY				
9 Liabilities				
10 Current Liabilities	1,702,010	1,709,471	7,461	
11 Long-term Liabilities	6,107,870	6,107,870	-	2012 LTGO Bonds
12 Total Liabilities	7,809,880	7,817,341	7,461	
13 Total Equity	68,615,033	69,285,309	670,276	Annual Net Income
14 TOTAL LIABILITIES & EQUITY	76,424,913	77,102,650	677,737	

Profit & Loss
September 2013

	A	B	C	D	E	F
	Sept Actual	Sept Budget	Fav/(Unfav)	YTD Actual	YTD Budget	Fav/(Unfav)
1 INCOME						
2 Ordinary Income	683,171	683,228	(57)	6,007,525	6,014,286	(6,761)
3 EXPENSES						
4 Operating Expenses	62,198	120,719	58,521	905,898	1,110,739	204,841
5 Depreciation Expense	350,050	351,311	1,261	3,150,447	3,161,798	11,351
6 Program Expenses	286,401	525,000	238,599	2,007,602	4,725,000	2,717,398
7 Total Expenses	698,649	997,030	298,381	6,063,947	8,997,537	2,933,590
8 OTHER INCOME/(EXPENSE)						
9 Total Other Income/(Expense)	481,783	261,250	220,533	726,698	2,355,000	(1,628,302)
10 NET INCOME	466,305	(52,552)	518,857	670,276	(628,251)	1,298,527

Monthly Highlights
September 2013

Verdant received dividends payments of \$82,446.17 and an unrealized gain of \$229,979 on our investment portfolio in September. A total of \$823,098 in dividends has been received in 2013 for a ending market value of \$42,301,593.

Annual program commitments total \$3,034,270 and \$3,016,166 for 2013 and 2014, respectively. Estimated board approved internal programs, including the Community Needs Assessment, total \$237,150 for 2013. \$3,028,580 remains available to spend in 2013, of which \$313,263 is earmarked as Superintendent Discretionary.

No unusual income or expenses were recorded in September.

**Public Hospital District #2 of Snohomish County
 Summary of Cash Receipts and Disbursements
 September 2013**

**September 2013
 Amount**

Receipts:

Swedish/Edmonds Rental Income	655,636.21	
Other Rental Income	26,678.67	Value Village
Snohomish County Tax Levy	10,788.93	
Ground Lease Payments	4,166.67	Healthcare Reality
Misc. Reimbursements/Refunds	292.75	Interest Income
Total Receipts	697,563.23	

Disbursements:

Professional Services:		
Legal Fees	12,819.53	Litigation and Professional Liability Legal Fees
Accounting Fees	4,107.50	Ash Consulting & Moss Adams
Consulting Fees	8,199.00	Howard Thomas
Professional Services	11.50	Benefit Solutions Administrator, IT Support
Purchased Services	1,806.33	Paychex, Bank Service Fees, Marketing
Payroll	29,630.29	2 pay periods Plus Benefit Solutions
Payroll Taxes	10,016.67	2 pay periods
Employee Insurance	3,790.59	Regence Medical & Dental, Principal Life
Employee Retirement Contributions	3,881.90	Valic
Program Expenditures	287,864.18	
Workers Compensation	13,811.17	Eberle Vivian
Property Acquisition & Improvement	1,761,269.71	
Other Miscellaneous Expenses	15,510.59	Supplies, Rent, Canon Lease, Dues, Interest Expense, Taxes
Total Disbursements	2,152,718.96	

Public Hospital District #2**Cash Activity**

<u>Warrant Number</u>	<u>Transaction Date</u>	<u>Payee</u>	<u>Amount</u>	<u>Purpose</u>
Warrant Activity:				
10389	09/04/2013	Ash Consulting	2,557.50	Accounting Consulting
10390	09/04/2013	Comcast	328.28	Internet
10391	09/04/2013	Enduris	3,640.00	Building Insurance
10392	09/04/2013	Lynnwood PFD	197.91	Janitorial
10393	09/18/2013	Alzheimer's Association Western & Central	7,209.17	Programs
10394	09/18/2013	Assoc of WA PHD	2,264.00	2013 Dues
10395	09/18/2013	Benefit Solutions Inc.	11.50	FSA Administrative Fee
10396	09/18/2013	Canon Financial Services	301.13	Copy Machine Lease
10397	09/18/2013	Foster Pepper	4,367.38	Legal August 2013
10398	09/18/2013	Lynnwood Convention Center	1,020.00	Marketing- Space for Community Leader Meetings
10399	09/18/2013	Staples	227.09	Supplies
10400	09/18/2013	Thomas & Associates	8,199.00	Sept Retainer and August additional charges
10401	09/18/2013	US Postal Service	224.00	Postage
10402	09/18/2013	Electronic Business Machines	708.39	3Q13 Copy Machine Maintenance
10403	09/18/2013	Krames Staywell	3,000.00	Content for Website
10404	09/18/2013	Eberle Vivian	3,750.00	4Q13 Workers Compensation Administration
10405	09/18/2013	Falkin Associates, Inc.	6,205.00	July Project Management
10406	09/18/2013	Washington Employers	99.00	Attend Class?
10407	09/25/2013	Lynnwood Convention Center	310.87	Superintendent Discretionary- AV for Blue Zones
10408	09/25/2013	Principal Financial Group	623.04	Employee Life Insurance
10409	09/25/2013	Regence BlueShield	3,167.55	Medical Insurance
10410	09/25/2013	Falkin Associates, Inc.	5,582.50	August Project Management
10411	09/25/2013	Lynnwood PFD	3,045.00	Rent
10412	09/25/2013	Moss Adams - Cost Report	1,550.00	Accounting Cost Reports
10413	09/25/2013	Wells Fargo	37.43	Miscellaneous
10414	09/25/2013	Wells Fargo	481.42	Miscellaneous
10415	09/25/2013	Electronic Business Machines	70.08	Staples for Copy Machine
		Total Warrants	<u>59,177.24</u>	

Workers Compensation Claims Activity:

305053-305060	Sept 2013	Various Claimants/Vendors	<u>10,061.17</u>	Administered by Eberle Vivian
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Professional Liability Activity:

380000465-468	Sept 2013	Various Claimants/Vendors	<u>8,452.15</u>	Administered by Sedgwick
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	<u>Date</u>	<u>Payee</u>	<u>Amount</u>	<u>Purpose</u>
Wire/ACH Activity:				
	9/6/2013	Payroll	15,582.91	ACH payroll transfer
	9/6/2013	Department of Treasury	5,156.19	Payroll taxes for 8/3/13 pay period ending
	9/6/2013	Paychex	69.64	Fee for payroll processing
	9/6/2013	Valic	1,949.95	Payroll 401(a)/457 Deposit
	9/20/2013	Payroll	13,932.00	ACH payroll transfer
	9/20/2013	Department of Treasury	4,860.48	Payroll taxes for 8/17/13 pay period ending
	9/20/2013	Paychex	62.68	Fee for payroll processing
	9/20/2013	Valic	1,931.95	Payroll 401(a)/457 Deposit
	9/15/2013	Wells Fargo	55.49	Bank Service Fee
	9/15/2013	Wells Fargo	526.65	Bank Service Fee
	9/15/2013	Wells Fargo	52.05	Bank Service Fee
	9/15/2013	Bank of America - Fees	19.82	Bank Service Fee
	9/15/2013	American Diabetes Association	4,166.67	Program Payment
	9/15/2013	American Heart Association	800.00	Program Payment
	9/15/2013	Boys & Girls Club of Snohomish County	9,328.25	Program Payment
	9/15/2013	Cascade Bicycle Club Education Foundation	6,416.67	Program Payment
	9/15/2013	Center for Human Services	13,523.67	Program Payment
	9/15/2013	City of Lynnwood	6,455.67	Program Payment
	9/15/2013	Community Health Center of Snohomish Co	8,333.33	Program Payment
	9/15/2013	Domestic Violence Services Snohomish Co	1,621.08	Program Payment
	9/15/2013	Edmonds Community College	11,712.25	Program Payment
	9/15/2013	Edmonds School District No. 15	39,433.33	Program Payment
	9/15/2013	Edmonds Senior Center	5,764.50	Program Payment
	9/15/2013	Free Range Health	1,767.42	Program Payment
	9/15/2013	Little Red Schoolhouse	22,000.00	Program Payment
	9/15/2013	Medical Teams International	4,000.00	Program Payment
	9/15/2013	Parent Trust for WA Children	2,083.33	Program Payment
	9/15/2013	Prescription Drug Assistance Foundation	4,166.67	Program Payment
	9/15/2013	Program for Early Parent Support	3,333.33	Program Payment
	9/15/2013	Project Access Northwest	6,666.67	Program Payment
	9/15/2013	Providence Hospice & Home Care Foundation	12,916.67	Program Payment
	9/15/2013	Puget Sound Christian Clinic	7,500.00	Program Payment
	9/15/2013	Senior Services of Snohomish County	57,895.00	Program Payment
	9/15/2013	Wonderland Development Center	11,250.00	Program Payment
	9/15/2013	YWCA of Seattle, King and Snohomish Co	4,166.66	Program Payment
	9/15/2013	City of Mountlake Terrace	3,080.00	Program Payment
	9/15/2013	Within Reach	12,500.00	Program Payment
	9/15/2013	Washington CAN! Education & Research Fund	18,000.00	Program Payment
	9/9/2013	Strategic Learning Resources, Inc.	1,462.97	Program Payment
	9/25/2013	Benefit Solutions Inc.	57.69	FSA Payments
	9/10/2013	Benefit Solutions Inc.	57.69	FSA Payments
	9/26/2013	WA Department of Revenue	886.86	B&O tax for September 2013
	9/20/2013	First American Title Insurance Co	1,749,482.21	Purchase of Prime Pacific Bank Building
		Total Wires/ACH Transactions	<u>2,075,028.40</u>	
		Total Disbursements	<u>\$ 2,152,718.96</u>	

Date	Payer	Amount	Purpose
9/1/2013	Value Village	26,678.67	Monthly lease
9/1/2013	Swedish/Edmonds	655,636.21	Monthly lease
9/10/2013	Snohomish County	10,788.93	Tax Levy
9/24/2013	Healthcare Realty Services, Inc.	4,166.67	Monthly lease
9/30/2013	Wells Fargo Interest Income	22.96	Interest income
9/30/2013	Sedgwick-Comerica	0.39	Interest income
9/20/2013	PFD Copies	119.00	Copies
9/19/2013	FAIN ANDERSON AND VANDERHOEF PLLC	150.40	Refund
Total Deposits		\$ 697,563.23	

VERDANT HEALTH COMMISSION
PUBLIC HOSPITAL DISTRICT #2
SNOHOMISH COUNTY, WASHINGTON

WARRANT APPROVAL

We, the undersigned Board of Commissioners of Public Hospital District #2 of Snohomish County, Washington, do hereby certify that the merchandise or services hereinafter specified have been received and that Warrant Numbers 10389 through 10415 have been issued for payment in the amount of \$59,177.24. These warrants are hereby approved.

Attest:

Lisa M. King

Commissioner

Commissioner

Commissioner

Commissioner

Commissioner

Warrants Processed:	9-1-13 – 9-30-13		59,177.24
Work Comp Claims Pd:	9-1-13 – 9-30-13		10,061.17
Professional Liability Pd:	9-1-13 – 9-30-13		8,452.15
Payroll:	8-18-13 – 8-31-13	15,582.91	
	9-1-13 – 9-14-13	<u>13,932.00</u>	
			29,514.91
Electronic Payments:	Payroll Taxes	10,016.67	
	Paychex	132.32	
	Valic Retirement	3,881.90	
	Benefit Solutions	115.38	
	Bank Fees	654.01	
	WA State Dept Revenue	886.86	
	Program Expenditures	280,344.14	
	Building Purchase	<u>1,749,482.21</u>	
			<u>2,045,513.49</u>
	Grand Total		<u>\$2,152,718.96</u>

PUBLIC HOSPITAL DISTRICT NO. 2
SNOHOMISH COUNTY, WASHINGTON

RESOLUTION NO. 2013-08

A RESOLUTION of the Commission of Public Hospital District No. 2, Snohomish County, Washington, determining certain personal property to be surplus and no longer required for public hospital district purposes of the District and authorizing the Superintendent or his designee to sell all or any part of such property on a negotiated basis upon the most favorable terms and conditions obtainable or to otherwise dispose of such property, and ratifying prior actions.

WHEREAS, certain personal property of the District is no longer required for District purposes and the Commission wishes to dispose of such property in a lawful manner as promptly as reasonably possible; NOW, THEREFORE,

BE IT RESOLVED BY THE COMMISSION OF PUBLIC HOSPITAL DISTRICT NO 2, SNOHOMISH COUNTY, WASHINGTON, as follows:

Section 1. It is hereby found, determined and declared that all of the personal property identified on Exhibit A hereto is no longer required for public hospital district purposes and such property therefore is surplus. It is further found and declared to be in the best interest of the District that such property (the "Surplus Property") be disposed of promptly as hereinafter provided.

Section 2. The Superintendent or his designee is hereby authorized and directed to sell on a negotiated basis upon the most favorable terms and conditions obtainable all or any part of the Surplus Property as soon as reasonably possible. Any Surplus Property not thus sold shall be disposed of and removed from the premises of Swedish Edmonds Hospital at the direction of the Superintendent or his designee at the least possible cost to the District.

ADOPTED AND APPROVED by the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, at an open public meeting thereof, this 23rd day of October, 2013, the following commissioners being present and voting in favor of the resolution.

President and Commissioner

Commissioner

Commissioner

Commissioner

Secretary and Commissioner

CERTIFICATE

I, Fred P. Langer, Secretary to the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, certify that the attached copy of Resolution No. 2013-08 is a true and correct copy of the original resolution adopted on October 23, 2013, as that resolution appears on the Minute Book of the District.

DATED this 23rd day of October, 2013.

Fred P. Langer
Secretary to the Board of Commissioners

CLAS	NUM	DEPT	DESCRIP	QTY	ACQDT	LIFE	COST	NBV
05	0990747	7250	BC OVERFLOW-ADV 100 BED	1	1/1/1999	15	5,337.15	88.95
05	0990748	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,337.15	88.95
05	0990749	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,337.15	88.95
05	0990750	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,337.15	88.95
05	0990751	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,248.64	87.48
05	0990752	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,248.64	87.48
05	0990753	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,248.64	87.48
05	0990754	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,248.64	87.48
05	0990755	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,248.64	87.48
05	0990756	7250	BC OVERFLOW-ADVANCE 1000 B	1	1/1/1999	15	5,248.62	87.47
05	9105401	6014	HOSPITAL BEDS	40	6/1/2009	12	421,084.48	269,026.21
05	7802014	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802015	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802016	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802017	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802018	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802019	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802020	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802021	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802022	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802023	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802024	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802025	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.57	5,533.20
05	7802026	6012	XPRT SLEEP SURFACE	1	7/1/2007	12	11,547.60	5,533.23
05	7802001	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802002	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802003	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802004	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802005	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802006	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802007	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802008	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802009	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802010	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802011	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802012	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.34	6,199.59
05	7802013	6012	ZOOM CRITICAL CARE BED	1	7/1/2007	12	12,938.44	6,199.69
05	8907301	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.10	11,874.26
05	8907302	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907303	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907304	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907305	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907306	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907307	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907308	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8907309	6078	LABOR & DELIVERY BED	1	9/1/2008	15	17,961.06	11,874.28
05	8909003	6014	GOBED II MED/SURG BED	16	12/1/2008	12	81,617.32	48,743.69
05	7805904	5000	BEDS-MED STAFF LOUNGES	1	1/1/2008	10	1,147.63	975.46
05	7805904	5000	BEDS-MED STAFF LOUNGES	1	1/1/2008	10	1,147.63	229.53
05	1005501	7115	PT. BEDS ADJUSTABLE	1	5/1/2010	15	2,136.26	142.42
05	1005502	7115	PT. BEDS ADJUSTABLE	1	5/1/2010	15	2,136.23	142.42
05	1005503	7115	PT. BEDS ADJUSTABLE	1	5/1/2010	15	2,136.23	142.42
05	1005504	7115	PT. BEDS ADJUSTABLE	1	5/1/2010	15	2,136.23	142.42
05	1005505	7115	PT. BEDS ADJUSTABLE	1	5/1/2010	15	2,136.23	142.42
05	1005506	7115	PT. BEDS ADJUSTABLE	1	5/1/2010	15	2,136.23	142.42
05	2000288	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000289	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000290	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000291	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000292	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000293	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000294	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000295	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000296	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000297	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000298	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29

CLAS	NUM	DEPT	DESCRIP	QTY	ACQDT	LIFE	COST	NBV
05	2000299	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2000300	6078	FETAL MONITORING SYSTEM	1	1/24/2001	15	1,421.99	213.29
05	2020188	7140	DICOM MEDIAL GR CD BURNER	1	12/1/2002	10	23,958.00	-
05	2020189	7140	ALARE2905 LASER FILM DIGI	1	12/1/2002	10	28,041.75	-
05	7800202	8540	SERVER HP DL360G5 4M CTO C	1	10/1/2007	3	4,000.98	-
05	7800203	8540	SERVER HP DL360G5 4M CTO C	1	10/1/2007	3	4,000.99	-
05	7800204	8540	SERVER HP DL360G5 4M FX 51	1	10/1/2007	3	7,615.38	-
05	8904401	8540	HP LAPTOP (LINDA CHRISTIAN	1	5/1/2008	3	1,271.37	-
05	8907602	7153	LAPTOP (BREAST BIOPSY)	1	9/1/2008	3	1,236.02	-
05	8909201	8540	CISCO FIREWALL APPLIANCE	1	9/1/2008	3	5,936.29	-
05	8909202	8540	CISCO FIREWALL APPLIANCE	1	9/1/2008	3	5,936.29	-
05	8906301	8540	CLASSROOM LAPTOP HP 6710B	1	10/1/2008	3	1,236.07	-
05	8906308	8540	CLASSROOM LAPTOP HP 6710B	1	10/1/2008	3	1,236.01	-
05	8906309	8540	CLASSROOM LAPTOP HP 6710B	1	10/1/2008	3	1,236.01	-
05	8906310	8540	CLASSROOM LAPTOP HP 6710B	1	10/1/2008	3	1,236.01	-
05	8906311	8540	CLASSROOM LAPTOP HP 6710B	1	10/1/2008	3	1,236.01	-
05	8906312	8540	CLASSROOM LAPTOP HP 6710B	1	10/1/2008	3	1,236.01	-
05	8909203	8540	CISCO FIREWALL APPLIANCE	1	10/1/2008	3	1,324.88	-
05	8909204	8540	CISCO FIREWALL APPLIANCE	1	10/1/2008	3	1,324.87	-
05	9107701	8540	WEB FILTER 610	1	5/1/2009	3	8,231.70	-
05	9105601	8540	EXCHANGE SERVER UPGRADE	1	6/1/2009	5	20,812.03	2,774.92
05	9108101	8540	INTRUSION DETECTION SYSTEM	1	8/1/2009	3	14,077.27	-
05	9102933	8540	HP DC7900 E5200 TOWER	1	9/1/2009	3	2,012.40	-
05	9106503	9520	EXAM RM NETWORK EQUIPMENT	1	9/1/2009	3	8,824.00	-
05	9107702	8540	BARRACUDA SPAM & VIRUS FIR	1	9/1/2009	3	8,367.42	-
05	9112101	8540	SAN SWITCH UPGRADE	2	9/1/2009	3	43,112.84	-
05	9112002	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112006	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112010	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112012	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112015	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112016	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112018	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9112019	8540	ZEBRA PRINTER TLP2844-Z	1	10/1/2009	3	612.05	-
05	9105701	8540	DOMAIN CONTROLLER SOFTWARE	1	12/1/2009	5	22,517.26	5,254.03
05	1001901	8540	RME COMPUTER HARDWARE	1	2/1/2010	3	3,653.46	25.37
05	9118501	8540	HP PROCURVE SWITCH	16	2/1/2010	3	8,888.72	1,543.18
05	9118801	8540	RIGHT FAX CARD & UPGRADE	1	2/1/2010	3	8,322.00	57.79
05	1002101	8540	SAN SHELF	15	3/1/2010	3	30,047.92	417.33
05	9118601	8540	RME WORKSTATION & HARDWARE	1	3/1/2010	3	2,715.60	37.72
05	1001801	8540	PROCURVE SWITCH 5400ZL	1	4/1/2010	3	3,476.57	72.43
05	1001802	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.62	19.53
05	1001803	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1001804	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1001805	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1001806	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1001807	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1001808	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1001809	8540	HP DUAL PORT FLEX NC522M	1	4/1/2010	3	937.59	19.53
05	1002501	9520	SCANNER (FUJITSU FI-6670)	1	4/1/2010	3	4,373.68	91.12
05	1005901	8540	HP ELITEBOOK (BFC EMR TABL	1	5/1/2010	3	1,721.65	47.82
05	1005902	8540	HP ELITEBOOK (BFC EMR TABL	1	5/1/2010	3	1,721.64	47.82
05	1001336	8540	HP TOWER ELITE 8000	1	6/1/2010	3	1,424.18	49.45
05	1001810	8540	SERVER UPGRADES (SATA HD)	9	6/1/2010	3	3,917.71	136.03
05	9118502	8540	NETWORK UPGRADES	99	6/1/2010	3	3,764.62	130.72
05	9118503	8540	HP PROCURVE SWITCH	1	6/1/2010	3	2,773.55	96.30
05	9118504	8540	HP PROCURVE SWITCH	1	6/1/2010	3	2,773.54	96.30
05	9118505	8540	HP PROCURVE SWITCH	1	6/1/2010	3	2,773.54	96.30
05	1013401	8540	DATACENTER UPS BATTERIES	1	8/1/2010	3	13,591.14	660.68
05	8908201	7025	BRAVO RECEIVER 9043K0103	1	9/1/2008	5	6,762.69	225.42
05	8909004	6014	ZENITH 20" LCD TV	14	12/1/2008	5	11,171.91	512.05
05	7806006	5000	TELEVISIONS (ED WAITING)	15	1/1/2008	5	6,632.47	-
							1,422,028.90	595,406.71

PUBLIC HOSPITAL DISTRICT NO. 2
SNOHOMISH COUNTY, WASHINGTON

RESOLUTION NO. 2013-09

A resolution of the Commission of Public Hospital District No. 2, Snohomish County, Washington (the "District"), approving the dollar amount and percentage increase in the District's regular property tax levy for calendar year 2014.

WHEREAS, RCW 84.55.120 requires a taxing district, other than the state, that collects regular levies to hold a public hearing on revenue sources for the district's following year's current expense budget; and

WHEREAS, RCW 84.55.120 further requires the hearing to include consideration of possible increases in property tax revenues and requires that the hearing be held prior to the time the taxing district levies the taxes or makes the request to have the taxes levied; and

WHEREAS, RCW 84.55.120 authorizes the taxing district to hold a public hearing in conjunction with its annual budget hearing required by RCW 70.44.060(6); and

WHEREAS, a hearing in compliance with RCW 84.55.120 and RCW 70.44.060(6) was held on October 23, 2013; and

WHEREAS, the Board of Commissioners of the District, after hearing and duly considering all relevant evidence and testimony presented, determined that the District requires an increase in property tax revenue from the previous year, in addition to that resulting from the addition of new construction, increases in assessed value due to construction of electric generation wind turbine facilities classified as personal property, improvements to property and any increase in the value of state-assessed property, in order to discharge the expected expenses and obligations of the District; NOW, THEREFORE,

BE IT RESOLVED by the Commission of Public Hospital District No. 2, Snohomish County, Washington, as follows:

Section 1. The Board of Commissioners hereby determines that the District requires a regular levy in calendar year 2014 of \$2,104,000 which amount is exclusive of the additional tax revenue resulting from the addition of new construction, increases in assessed value due to construction of electric generation wind turbine facilities classified as personal property, improvements to property and any increase in the value of state-assessed property, and amounts authorized by law as a result of any refunds made, in order to discharge the expected expenses and obligations of the District.

Section 2. The Board of Commissioners hereby approves an increase in the District's regular property tax levy for calendar year 2014 in the amount of \$20,563, which is a percentage increase of 1% from calendar year 2013. This increase shall be in addition to the increase in tax revenue resulting from the addition of new construction, increases in assessed value due to construction of electric generation wind turbine facilities classified as personal property, improvements to property and any increase in the value of state-assessed property.

Section 3. The Superintendent is directed to certify to the County Assessor, no later than November 30, 2013, a copy of this Resolution showing its adoption; and to perform such other duties as are necessary or required by law to the end that the maximum levy capacity available to the District under chapter 84.55 RCW, as determined by the Washington State Supreme Court, is banked for use in future years.

ADOPTED AND APPROVED by the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, at an open public meeting thereof, this 23rd day of October, 2013, the following commissioners being present and voting in favor of the resolution.

President and Commissioner

Commissioner

Commissioner

Commissioner

Secretary and Commissioner

I, FRED P. LANGER, Secretary to the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, certify that the attached copy of Resolution No. 2013-09 is a true and correct copy of the original resolution adopted on October 23, 2013, as that resolution appears on the Minute Book of the District.

DATED this 23rd day of October, 2013.

Fred P. Langer
Secretary to the Board of Commissioners

PUBLIC HOSPITAL DISTRICT NO. 2
SNOHOMISH COUNTY, WASHINGTON

RESOLUTION NO. 2013-10

A resolution of the Commission of Public Hospital District No. 2, Snohomish County, Washington (the "District"), approving and adopting the District's budget for calendar year 2014.

WHEREAS, RCW 70.44.060 requires the Superintendent of the District to prepare a proposed budget of the contemplated financial transactions of the District for the ensuing year and to file the budget in the records of the Commission on or before the first day in November; and

WHEREAS, RCW 70.44.060 further requires the District to publish public notice of the proposed budget and the date and place of a hearing on the budget, which is required to be held on or before the fifteenth day of November, for two consecutive weeks in a newspaper printed and of general circulation in Snohomish County; and

WHEREAS, in compliance with the requirements of RCW 70.44.060, the Superintendent has prepared, filed and provided notice of the District's proposed 2014 budget, which proposed budget is attached hereto as Exhibit A (the "2014 Budget"); and

WHEREAS, the Commission held a public hearing on the 2014 Budget on October 23, 2013, in compliance with the requirements of RCW 70.44.060 and RCW 84.55.120; and

WHEREAS, the Board of Commissioners of the District, in the course of considering the budget for calendar year 2014, reviewed all sources of revenues and examined all anticipated expenses and obligations; and

WHEREAS, the Board of commissioners of the District has met and considered its budget for the calendar year 2014; NOW, THEREFORE,

BE IT RESOLVED by the Commission of Public Hospital District No. 2, Snohomish County, Washington, as follows:

Section 1. The Commission hereby adopts the 2014 Budget as the budget for the District for calendar year 2014.

Section 2. The Superintendent is directed to certify to the County Assessor, no later than November 30, 2013, a copy of this Resolution showing its adoption.

ADOPTED AND APPROVED by the Commission of Public Hospital District No. 2, Snohomish County, Washington, at an open public meeting thereof, held this 23rd day of October, 2013.

President and Commissioner

Commissioner

Commissioner

Commissioner

Secretary and Commissioner

I, FRED P. LANGER, Secretary to the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, certify that the attached copy of Resolution No. 2013-10 is a true and correct copy of the original resolution adopted on October 23, 2013, as that resolution appears on the Minute Book of the District.

DATED this 23rd day of October, 2013.

Fred P. Langer
Secretary to the Board of Commissioners

EXHIBIT A
Public Hospital District No 2
of Snohomish County, Washington

Operating Revenue	\$ 8,268,300
Operating Expenses (excluding depreciation)	7,211,503
Maintenance and Operations Levy	2,104,000
Other Non-operating Revenue	1,093,239
Depreciation Expense	<u>3,020,740</u>
Net Income	<u><u>\$ 1,233,297</u></u>

October 2013 Program Summary

Summary of Programs for Discussion

- 2 new program funding applications
- 1 pending application for follow-up
- 2 funding renewal requests

New Program Applications for Funding

Not Recommended for Funding :

- **Puget Sound Kidney Center Foundation – Chronic Kidney Disease Education and Prevention Program:** a new program focused on helping to reduce the progression of kidney disease. The request would fund 2 full-time-equivalent positions for a program manager, social worker, dietician, and a nurse, and funds would also be used to develop curriculum for the program. The program would expect to serve 50 individuals per year out of the organization's Mountlake Terrace office, and outcomes would be focused on keeping patients off of dialysis and increasing use of home therapy options.

The program committee is not recommending this program for funding at this time. There were concerns about the program budget, which included \$100,000 for new curriculum development, and appeared to cost \$8,000-\$10,000 per patient served. The committee would be interested in exploring a smaller request focused on education that could clearly show how the program would engage earlier-stage patients in improving their health.

- **International Community Health Services - Shoreline Clinic:** a one-time capital request of \$540,000 to support a new community health clinic at 165th and HWY 99 in Shoreline. The clinic would be focused on serving low-income families, including immigrants, and it is scheduled to open in June of 2014. An estimated 29% of patients would be expected to come from Verdant's district, with 90% coming from within a five mile radius of the clinic location. **The committee is not recommending funding the request given that the site is located 2 miles outside of our district.** To support this type of capital request for a community clinic, the committee felt that it was important for the clinic to be located in our district and serve a much higher percentage of district residents.

Follow-up on Previous Applications

- **Snohomish County Fire District 1 - Disaster Medicine Project:** a multi-year funding request to create a community-based disaster readiness program. The project would recruit military veterans and volunteers, train hospital staff and first responders, and conduct disaster exercises. Funds would be used for several new staff positions, exercises, and equipment. **After further discussion and a Q&A session with the applicant, the program committee is recommending the applicant rework the proposal.** The committee had some concerns about the size of the request and the budget given that the program will go from zero paid staff to the equivalent of 3.5 FTE to start. The committee sees the need for enhanced disaster readiness, but would be interested in seeing a more focused proposal.

Program Funding Renewal Requests

- **ChildStrive (formerly Little Red Schoolhouse) – Nurse Family Partnership:** a home visiting program for first time young mothers. The renewal request would increase funding by 3% in 2014 and 2% in subsequent years. Overall, program results have been good; in the first year of the program participation was 33% higher than anticipated, and results were better than expected for measures like breastfeeding, immunization rates, and the mother’s social/economic standing (ex. GED completion). **The program committee is recommending funding the program for two additional years at the requested amount for \$271,920 in 2014 and \$277,359 in 2015.**
- **Puget Sound Christian Clinic (PSCC) – Edmonds Mobile Medical Clinic:** a weekly medical clinic in Edmonds that serves uninsured individuals, focusing on chronic health conditions like high blood pressure and diabetes. The applicant is requesting three additional years of funding. During the first year of the program, the clinic was at 96% of its goal for number of patients served. The program met its goals for return visits and improvements in chronic conditions measures, and the clinic is also now an enrollment site for Affordable Care Act (ACA) enrollment activities. **The program committee is recommending funding the program for two additional years at \$90,000 per year.**

Verdant Health Commission Proposal Summary October 2013

A		B		C			D	E	F	G	H	I
New Programs for October Review				Request for funding			Priority Area					
#	Name	Description		Year 1	Year 2	Year 3	Education & Empowerment	Prevention	Access to Healthcare	Policy & Advocacy		
1	Puget Sound Kidney Centers Foundation - Chronic Kidney Disease Education and Prevention Program	A new program focused on helping to reduce the progression of kidney disease and stabilize kidney function for patients, particularly for individuals with chronic kidney disease. The request would fund 2 FTE for a program manager, social worker, dietician, and a nurse, and funds would also be used to develop curriculum for the program. The program would expect to serve 50 individuals per year out of the organization's MLT office, and outcomes would be focused on keeping patients off of dialysis and increasing use of home therapy options.		\$326,000	\$194,000	\$203,000	X	X	X			
2	International Community Health Services - Shoreline Clinic	A one-time capital request to support a new community health clinic at 165th and HWY 99 in Shoreline. The clinic would be focused on serving low-income families, including immigrants, and it is scheduled to open in June of 2014. An estimated 29% of patients would be expected to come from Verdant's district, with 90% coming from within a five mile radius of the clinic location.		\$540,000						X		
Subtotal				\$866,000	\$194,000	\$203,000						
Renewal Funding Requests				Request for funding			Priority Area					
3	ChildStrive (New name for Little Red School House) - Nurse Family Partnership	A renewal funding request for the Nurse Family Partnership, which is a home visiting program for first time young mothers. The request would increase funding by 3% in 2014 and 2% in both 2015 and 2016.		\$271,920	\$277,359	\$282,906	X	X	X			
4	Puget Sound Christian Clinic - Mobile Medical Clinic	A renewal funding request for the Edmonds Mobile Medical Clinic. The organization is seeking three additional years of funding. The mobile medical clinic was initially funded for 1.75 years because of uncertainty about the Affordable Care Act.		\$90,000	\$90,000	\$90,000		X	X			
Subtotal				\$361,920	\$367,359	\$372,906						
Previous Funding Requests				Request for funding			Priority Area					
5	Disaster Medicine Project - Fire District 1	A funding request to create a community-based disaster readiness program. The purpose is to build the capability for first responders and hospital staff to respond in emergencies. The project would recruit military veterans and volunteers, train hospital staff and first responders, and conduct disaster exercises. Funds would be used for staffing (3 positions + 2 provided in-kind), exercises, and equipment.		\$288,580	\$144,290	\$86,574		X			X	