

A regular meeting of the Board of Directors of the Washington Township Health Care District was held on Wednesday, June 22, 2022 via Zoom. Director Yee called the meeting to order at 6:04 p.m. and led those present in the Pledge of Allegiance.

CALL TO ORDER

Roll call was taken. Directors present: Jeannie Yee; Bernard Stewart, DDS; MD; William Nicholson, MD

ROLL CALL

Absent: Michael Wallace; Jacob Eapen

Also present: Kimberly Hartz, Chief Executive Officer; Ed Fayen, Chief Operating Officer; Chris Henry, Chief Financial Officer; Tina Nunez, Vice President; Larry LaBossiere, Vice President; Paul Kozachenko, Legal Counsel; Dee Antonio, District Clerk

Guests: Sandy Bemiss, Sri Boddu, Angus Cochran, Kristin Ferguson, Erick Galleguillos, Nick Legge, Erica Luna, Dan Nardoni, Felipe Villanueva, Marcus Watkins, John Zubiena

Director Yee welcomed any members of the general public to the meeting. She noted that in order to continue to protect the health and safety of the members of the Board, District staff, and members of the public from the dangers posed by the SARS-CoV-2 virus, the Brown Act allows a local agency to continue to hold its meetings remotely as opposed to being required to meet in-person. Section 54953(e)(3) of the Government Code requires that the Board make certain findings every 30 days to continue meeting remotely. One such finding is that “state or local officials continue to impose or recommend measures to promote social distancing.” The Alameda County Health Officer continues to recommend social distancing and the wearing of masks indoors, as referenced by the Alameda County Health Care Services Public Health Department COVID-19 website at www.covid-19.acgov.org. The Board made such a finding at its meeting earlier in the month.

OPENING REMARKS

Director Yee noted that Public Notice for this meeting, including connection information, was posted appropriately on our website. This meeting, conducted via Zoom, is being recorded for broadcast at a later date.

There were no oral or written communications.

COMMUNICATIONS

Kimberly Hartz introduced Chris Henry and Erica Luna who presented the Budget Estimate for Fiscal Year 2023. Mr. Henry began with a review of the environment throughout the COVID-19 pandemic alongside a variety of significant challenges. He noted that WHHS has incorporated many operational changes that were required to operate during the early part of the pandemic into day-to-day operations and have stabilized into what we believe is a new normal. Going forward, we will focus on building the foundation for growth and success of WHHS into the future. Other items affecting our environment include the economic pressures that have resulted from pandemic-related issues and the war in Ukraine, recruitment and retention challenges, and government payor reimbursement.

*PRESENTATION:
BUDGET ESTIMATE FY
2022-2023*

The FY 2023 budget provides for:

- Total Operating and Non-Operating Revenue of \$557.3M

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- Funding of Capital Spending Requests of \$47.3M
- Funding of Retirement Plan and Post-Retirement Healthcare Benefits of \$11.2M
- Revenue Bond Debt Service of \$15.7M
- Property Tax Revenue of \$18.2M for General Obligation Bond Debt Service
- Net Income Targets:
 - Hospital Earnings Before Interest, Taxes, Depreciation & Amortization (EBITDA) of \$67.8M
 - Hospital Operating Income of \$22.5M
 - Hospital Total Net Income of \$25.2M
- Funding of \$23.1M in Support of Affiliate Operations
- Compliance with All Bond Requirements

Ms. Luna reviewed the FY23 budget specifics. Consisting of Income Statement,, Key Budget Assumptions, Admissions, Patient Days, Daily Census, Length of Stay, Outpatient Observation Days, Deliveries, Surgical and Cath Lab Cases, Emergency Room and Outpatient Visits, Productivity Indicators, Revenue and Expenses. Capital Spending for FY23 was reviewed.

In accordance with District law, policies, and procedures, Director Nicholson moved for adoption of Resolution No. 1243, which is the Budget Estimate for Fiscal Year 2022-2023. This Resolution provides for the necessary funds required for the operation of the District and for the continued support of the Washington Township Hospital Development Corporation in its operations to promote the charitable and community service mission of the District.

*RESOLUTION No. 1243
BUDGET ESTIMATE FY
2022-2023*

Director Stewart seconded the motion.

Director Yee asked if there were any comments from members of the public. There were none.

Roll call was taken:

Jeannie Yee – aye
Bernard Stewart, DDS – aye
Michael Wallace – absent
Jacob Eapen – absent
William Nicholson, MD – aye

The motion carried.

Kimberly Hartz announced that Washington Hospital was now offering vaccinations to children aged 6 months to 5 years of age through our COVID clinic (telephone 510-248-8200).

ANNOUNCEMENTS

In accordance with Health & Safety Code Sections 32106, 32155 and California Government Code 54956.9(d)(2), Director Yee adjourned the meeting to closed

*ADJOURN TO CLOSED
SESSION*

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session at 6:5 p.m., as the discussion pertained to a Report of Medical Staff and Quality Assurance Committee, Health & Safety Code section 32155 (Medical Staff Credentials Committee Report), Conference involving Trade Secrets pursuant to Health & Safety Code section 32106, and Conference with Legal Counsel – Anticipated Litigation pursuant to Government Code section 54956,9(d)(2). Director Yee stated that the public has a right to know what, if any, reportable action takes place during closed session. Since this meeting is being conducted via Zoom and we have no way of knowing when the closed session will end, the public was informed they could contact the District Clerk for the Board's report beginning June 23, 2022. She indicated that the minutes of this meeting will reflect any reportable actions.

Director Yee reconvened the meeting to open session at 8:55 pm. The District Clerk reported that during the closed session, the Board approved the Medical Staff Credentials Committee Report and denied a claim filed by Justin Dominguez and a claim filed by Annabell Quiban and Englebort Quiban on behalf of Enzo Quiban by vote of all Directors present:

RECONVENE TO OPEN SESSION & REPORT ON CLOSED SESSION

Jeannie Yee
Bernard Stewart, DDS
William Nicholson, MD

There being no further business, Director Yee adjourned the meeting at 8:55 pm.

ADJOURNMENT

DocuSigned by:
Jeannie Yee
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Jeannie Yee
President

DocuSigned by:
William Nicholson
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William Nicholson, M.D.
Secretary

**RESOLUTION NO. 1243
BUDGET ESTIMATE
FY 2022-2023**

BE IT RESOLVED, that the following be, and the same is hereby adopted as the estimate of the Board of Directors as the amount of money required for the Fiscal Year 2022-2023:

SALARIES, WAGES & BENEFITS	\$306,177,000
SUPPLIES & SERVICES	148,609,000
INSURANCE & UTILITIES	10,707,000
RESERVES – DEPRECIATION	45,330,000
FIXED ASSETS	47,280,000
REVENUE BOND PRINCIPAL & INTEREST	15,686,000
GENERAL OBLIGATION BOND PRINCIPAL & INTEREST	17,881,000
FUNDING TO AFFILIATED OPERATIONS	23,093,000
RESERVES – CAPITAL & OPERATIONS	<u><57,471,000></u>
TOTAL	<u>\$557,292,000</u>

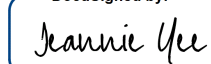
AND, BE IT FURTHER RESOLVED that WASHINGTON TOWNSHIP HEALTH CARE DISTRICT shall, for the benefit of the communities served by the District, continue to financially support WASHINGTON TOWNSHIP HOSPITAL DEVELOPMENT CORPORATION in its operations to promote the charitable and community service mission of the District.

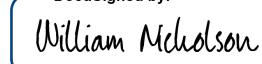
PASSED AND ADOPTED by the Board of Directors of WASHINGTON TOWNSHIP HEALTH CARE DISTRICT this 22nd day of June, 2022, by the following vote:

AYES: Directors Yee, Stewart, Nicholson

NOES:

ABSENT: Directors Wallace, Eapen

DocuSigned by:

82907A853B4B4BA...
JEANNIE YEE
President of the Washington Township
Health Care District Board of Directors

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WILLIAM NICHOLSON, M.D.
Secretary of the Washington Township
Health Care District Board of Directors