

Washington Township Hospital Development Corporation

July 29, 2024

Page 1

The meeting of the Board of Directors of the Washington Township Hospital Development Corporation was held on July 29, 2024, in-person and by Teleconference via Zoom. Director Sah called the meeting to order at 7:34 a.m.

CALL TO ORDER

Directors present: Benn Sah, M.D.; Pauline Weaver; Russ Blowers; Sue Querner; Steven Chan, D.D.S.

ROLL CALL

Absent: None

Also present: Kimberly Hartz, Chief Executive Officer; Tina Nunez, Vice President, Ambulatory Care and Administrative Services; Thomas McDonagh, Vice President & CFO; Walter Choto, Chief, Ambulatory Care Services; Paul Kozachenko, Attorney; and Diana Venegas, Recording Secretary

Guests present: Dan Nardoni, CFO WTMF; Michelle Hudson, COO WTMF; Jason Krupp, M.D., CMO WTMF; Donald Pipkin, Chief, Strategic Management; Sabrina Valade, Director, Strategic Planning

A motion was made by Director Weaver, seconded by Director Chan, to approve the minutes of the meeting of April 26, 2024.

***CONSIDERATION
OF MINUTES OF
April 26, 2024***

Roll call was taken:

- Benn Sah, M.D. – aye
- Pauline Weaver – aye
- Russ Blowers – aye
- Sue Querner - aye
- Steven Chan, D.D.S. – aye

The motion passed.

There were no oral communications, but Ms. Venegas noted there was a written communication regarding the resignation letter of Benn Sah, M.D., President, DEVCO Board.

COMMUNICATIONS

Trauma Center Update

***CHIEF EXECUTIVE
OFFICER REPORT***

The Trauma Center opened on July 1, 2024. We had a successful ribbon cutting event on June 24th. Kevin Mitchell, M.D. is our new Trauma surgeon. Our Trauma Center has 3 activation levels – Alpha, Bravo and Delta, with Alpha being the highest of activation. San Jose Regional Medical Center has stated they will now be moving to a Level 3 Trauma Center.

Financial Challenges of Hospital/Hospital Budget

The consolidated budget was approved by the District Board on June 26, 2024. Trauma was included in the budget with the assumption of 850 trauma surgical cases. Economic challenges continue with inflation, higher cost of supplies,

pharmaceuticals and labor.

Parcel Tax Evaluation

We have been working with Larry Tramutola on evaluating the feasibility for a parcel tax at a future election.

Urgent Care

The District Board approved the buildout of an Urgent Care clinic. The new Urgent Care clinic will be located at our Washington Properties site and is expected to open next summer.

Mr. Pipkin presented the draft of a revised Health System Vision, Mission, and Values. Staff received feedback from the DEVCO Board on the draft.

*System Mission,
Vision and Values
Discussion – Strategic
Consideration*

Financial Report

Thomas McDonagh reviewed the DEVCO Financial Report for May 2024.

*FINANCIAL
REPORT*

Director Sah adjourned the meeting to a closed session at 8:02 a.m.

*ADJOURN TO
CLOSED SESSION*

Director Sah reconvened the meeting to open session at 9:31 a.m. Diana Venegas, Recording Secretary, reported that during the closed session the Board approved the closed session minutes of April 26, 2024 by unanimous vote of all directors present.

*RECONVENE TO
OPEN SESSION*

Mr. Nardoni, Ms. Hudson and Dr. Krupp presented the Washington Township Medical Foundation Budget Estimate for FY 2024/2025.

*ACTION ITEM:
Acceptance of the
Washington Township
Medical Foundation
Budget Estimate for
Fiscal Year 2024/2025*

The WTMF Budget Estimate for the fiscal year 2024/2025 budget included Total Operation Revenue of \$61,087,559 and Total Expenses of \$94,299,869 for a budgeted Net Loss of (\$33,212,310). The Capital Budget is estimated at 358,422.

The WTMF Budget Estimate was included in the District's consolidated budget which was approved by the District Board of Directors' on June 26, 2024.

Director Weaver moved to ratify the WTMF Budget Estimate for fiscal year 2024/2025. Director Blowers seconded the motion.

Roll call was taken:

- Benn Sah, M.D. – aye
- Russ Blowers – aye
- Pauline Weaver – aye

Washington Township Hospital Development Corporation

July 29, 2024

Page 3

- Sue Querner – aye
- Steven Chan, D.D.S. – aye

The motion carried.

Mr. Choto presented the Washington Township Hospital Development Corporation Budget Estimate for FY 2024/2025.

The FY 2024/2025 budget takes into account inflation, contracted changes and operational changes.

The Washington Township Development Corporation (DEVCO) Budget Estimate for fiscal year 2024/2025 included Total Operation Revenue of \$59,534,872 and Total Expenses of \$49,907,253 for a budgeted Net Income of \$4,477,923. The Capital Budget is estimated at \$293,000.

The DEVCO Budget Estimate was included in the District's consolidated budget which was approved by the District Board of Directors' on June 26, 2024.

Director Weaver made a motion to ratify the DEVCO Budget Estimate for fiscal year 2024/2025. Director Chan seconded the motion.

Roll call was taken:

- Benn Sah, M.D. – aye
- Russ Blowers – aye
- Pauline Weaver – aye
- Sue Querner – aye
- Steven Chan, D.D.S. – aye

The motion carried.

Director Weaver made a motion to approve the Consideration of Capital Purchase Request for the Mini C-Arm for Ortho Clinic not to exceed \$93,129. Director Blowers seconded the motion.

Roll call was taken:

- Benn Sah, M.D. – aye
- Russ Blowers – aye
- Pauline Weaver – aye
- Sue Querner – aye
- Steven Chan, D.D.S. – aye

ACTION ITEM:
Acceptance of the
Washington Township
Development
Corporation Budget
Estimate for Fiscal
Year 2024/2025

ACTION ITEM:
Consideration of
Capital Purchase
Request: Mini C-Arm
for Ortho Clinic

Washington Township Hospital Development Corporation

July 29, 2024

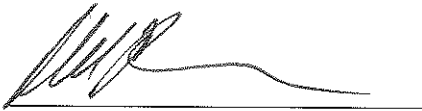
Page 4

The motion carried.

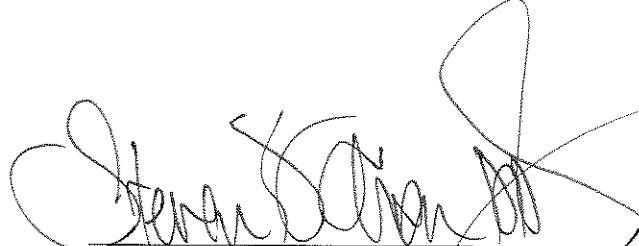
There being no further business, Director Sah adjourned the meeting at 9:38 a.m.

ADJOURNMENT

The next regularly scheduled meeting is Friday, November 15, 2024 at 7:30 a.m.



Russell Blowers
First Vice President, Board of Directors
Washington Township Hospital
Development Corporation



Steven Chan, D.D.S.
Secretary, Board of Directors
Washington Township Hospital
Development Corporation