

VERDANT HEALTH COMMISSION
 (formerly South Snohomish County Commission for Health)
 PUBLIC HOSPITAL DISTRICT NO. 2 OF SNOHOMISH COUNTY, WASHINGTON
 BOARD OF COMMISSIONERS
 Regular Meeting
 A G E N D A
 October 26, 2011
 8:00 AM to 9:30 AM

	<u>ACTION</u>	<u>TIME</u>	<u>PAGE</u>
A. Call to Order	---	8:00	1
B. Approval of the Minutes			
a) September 28, 2011 regular Board meeting	Action	8:01	2-4
C. Board Finance Committee Report			
a) Review financial statement and cash activity	Action	8:03	5-12
b) Authorization for payment of vouchers and payroll	Action	8:13	13
c) Public hearing on 2012 budget and revenue	Information	8:15	14
d) Resolution 2011-09 for 2012 budget	Action	8:20	15-17
e) Resolution 2011-10 for 2012 property tax levy	Action	8:22	18-20
D. Executive Committee Report	Action	8:25	--
a) November 2011 Board Meeting date change to 11.30.2011			
b) Cancel December 2011 Board Meeting			
E. Program Oversight Committee Report & Recommendations			
a) Conflict of interests inquiry	Action	8:30	
b) Program investment recommendations	Action	8:32	21-23
F. Commissioner Comments	Information	8:40	
G. Superintendent's Report	Information	8:50	24
a) Community Leader Meetings			
H. Public Comments (please limit to three minutes per speaker)	---	9:00	--
I. Executive Session			
a) Legal matters	---	9:15	--
J. Open Session	---	9:25	--
K. Adjournment	---	9:30	--

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

BOARD OF COMMISSIONERS

Regular Meeting
September 28, 2011

Commissioners Present	Charles Day, Secretary Deana Knutsen, Commissioner J. Bruce Williams, M.D., Commissioner Bob Knowles, Commissioner
Commissioners Absent	Fred Langer, President
Others Present	Carl Zapora, Superintendent Howard Thomas, Consultant Erica Ash, Consultant Karen Goto, Executive Assistant George Kosovich, Program Director Lisa King, Finance Director Megan Aukema, Aukema & Associates Citizens from the community
Call to Order	The Regular Meeting of the Board of Commissioners of Public Hospital District No. 2, Snohomish County, was called to order at 8:10 a.m. by Secretary Day.
Approval of Minutes	<i>Motion was made, seconded and passed unanimously to approve</i> the minutes of the Regular meeting on August 24, 2011.
Board Finance Committee	Commissioner Knutsen reported that the Finance Committee met on September 20, 2011 to review the financial statements and other ongoing issues.
Profit & Loss Statement	Ms. King reported on the financials for August (E:27:11).
Authorization for Payment of Vouchers & Payroll	Warrant Numbers 10289 through 10328 for August for payment in the amount of \$178,184.40 were presented for approval (E:28:11). <i>Motion was made, seconded and passed unanimously to approve.</i>
Preliminary Budget	Ms. King presented the preliminary 2012 budget (E:29:11). There were no objections from the commissioners on the

budget draft. Note that this budget was introduced with a specific line item called "Superintendent Discretionary Fund." This fund is intended for small projects or programs that the superintendent can authorize without prior board approval but the amounts will always be reported to the board so they know what has been committed. The line item is 5% of the total community investment budget.

Superintendent's Budget

Commission for Health staff will present the Superintendent's budget at the October 26, 2011 Board meeting for approval. Mr. Zapora will not be present at the October board meeting due to a previous commitment.

Schedule Board Study Session for Budget

Commissioners are invited to schedule one-on-one meetings with the Director of Finance to review the 2012 budget rather than schedule a study session. Budget deadline is November 15, 2011.

Board Resolution for Enduris No. 2011-07

Motion was made, seconded and passed unanimously to approve Resolution 2011-07 authorizing Enduris for the purpose of providing liability and property insurance for the District.

Board Resolution for Verdant Health Commission No. 2011-08

Motion was made, seconded and passed unanimously to approve Resolution 2011-08 approving changes in the trade name under which the District operates and does business.

Branding Report

Megan Aukema presented the logo and marketing plan (E:30:11) for Verdant Health Commission. Commissioner Knutsen cautioned the commission on sponsorships and give-aways to make sure they connect to health and wellness and comply with state guidelines.

Board Executive Committee

Commissioner Day reported that the Executive Committee met on September 22, 2011 to review the agenda for the September 28, 2011 Board meeting.

Program Oversight Committee Report & Recommendations

Mr. Kosovich reported that the Program Oversight Committee met on September 21, 2011 to review four proposals (E:31:11). The commission elected not to fund at this time the Sticks 2 Schools Foundation request. ***Motion was made, seconded and passed unanimously*** to approve distribution of funds to Project Access Northwest, Jeremiah

Center Counseling Services, and Community Health Center of Snohomish County Emergency Room Diversion Project. There were no commissioner conflicts of interest on the three proposals.

Superintendent's Report

Superintendent Zapora reported that interviews were conducted with 8 candidates for the Director of Marketing & Communications position and a final applicant will be selected shortly.

Public Comments:

Mr. Al Rutledge brought up the variance on signage at Swedish/Edmonds hospital.

Executive Session

Commissioner Day recessed the regular meeting at 9:25 a.m. into Executive Session to discuss legal matters. Commissioner Day stated that the Commissioners would reconvene in approximately 10 minutes and no action would be taken in this Executive Session.

Open Session

Commissioner Day reconvened into open session at 9:35 a.m.

Adjourn

There being no further business to discuss, the meeting was adjourned at 9:36 a.m.

ATTEST BY:

President

Secretary

Public Hospital District #2 of Snohomish County

Balance Sheet

As of September 30, 2011

	<u>Dec 31, 2010</u>	<u>Sept 30, 2011</u>	<u>\$ Change</u>	<u>Comments:</u>
ASSETS				
Current Assets				
1 Total Cash Balances	1,744,208	1,259,971	(484,237)	
2 Total Accounts Receivable	17,088,177	62,845	(17,025,332)	Swedish/Edmonds settlement payment
Other Current Assets				
3 Total Investments	11,647,481	33,263,943	21,616,463	
4 Total Limited Use Assets	1,580,358	3,136,334	1,555,977	Bond principal payments due December 1
5 Total Other Miscellaneous Receivables	539,935	972,932	432,997	M&O tax levy receivable
6 Total Prepaid Expenses & Other	201,157	56,383	(144,774)	Prepaid insurance & bank fees
Total Other Current Assets	<u>13,968,931</u>	<u>37,429,593</u>	<u>23,460,662</u>	
7 Total Current Assets	32,801,316	38,752,409	5,951,094	
8 Total Fixed Assets	37,011,601	32,675,067	(4,336,534)	Monthly depreciation expense ~ \$482K
9 Total Financing & Lease Costs	391,074	376,754	(14,320)	
10 Total Other Assets	957,474	961,650	4,176	
TOTAL ASSETS	<u>71,161,464</u> *	<u>72,765,880</u>	<u>1,604,417</u>	

Public Hospital District #2 of Snohomish County

Balance Sheet

As of September 30, 2011

	<u>Dec 31, 2010</u>	<u>Sept 30, 2011</u>	<u>\$ Change</u>	<u>Comments:</u>
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
10	Total Accounts Payable	158,831	205,356	46,525
11	Total Credit Cards	195	616	420
Other Current Liabilities				
12	Total Accrued Salary and Benefits	1,020,229	487,244	(532,985) WC Reserve decreases by \$40K/mo + claims
13	Total Estimated 3rd Party Settlements	752,000	752,000	-
14	Total Interest & Orig Issue Premium	23,692	20,845	(2,847)
15	Total Other Payables and Accruals	699,563	552,633	(146,930) Accrued expenses at year-end
16	Current Portion of L-T Debt	3,428,377	3,372,553	(55,824)
	Total Other Current Liabilities	<u>5,923,861</u>	<u>5,185,275</u>	<u>(738,586)</u>
	Total Current Liabilities	6,082,887	5,391,247	(691,640)
Long Term Liabilities				
17	Total Long Term Debt - Operations	9,010,706	8,113,666	(897,041) Banc of America lease payments - McKesson
18	Total Other Long Term Liabilities	4,041,973	3,154,127	(887,846) Prof Liability Claims and S-H settlement
	Total Long Term Liabilities	<u>13,052,680</u>	<u>11,267,793</u>	<u>(1,784,887)</u>
	Total Liabilities	19,135,567	16,659,039	(2,476,527)
19	Total Equity	<u>52,025,900</u>	<u>56,106,841</u>	<u>4,080,941</u>
	TOTAL LIABILITIES & EQUITY	<u>71,161,464</u> *	<u>72,765,880</u>	<u>1,604,416</u>

*Audited 2010 Financial Statements = \$70,737,185. Moss Adams netted the 3rd Party Payable and Receivable.

Public Hospital District #2 of Snohomish County

Profit Loss

September 2011

		<u>Aug 2011</u>	<u>Sept 2011</u>	<u>\$ Change</u>	<u>Comments:</u>
Ordinary Income/Expense					
1	Total Income	795,108.29	813,086.67	17,978.38	
Expenses					
Operating Expenses					
2	Total Workers Comp	(71,585.73)	18,351.32	89,937.05	Supplemental Benefit Refund received in Aug
3	Reserve LI Self Insurance	(40,000.00)	(40,000.00)	-	Release of workers comp reserve
4	Total Depreciation	482,155.12	482,155.12	-	
5	Total Insurance	11,467.21	3,859.58	(7,607.63)	New insurance carrier
6	Total Interest Expense	20,787.70	20,344.75	(442.95)	
7	Total Other Amortization	1,316.67	1,316.67	-	
8	Total Other Expenses	724.50	433.96	(290.54)	
9	Total Professional Services	43,652.85	32,482.78	(11,170.07)	Aug includes Marketing services
10	Total Purchased Services	2,788.57	6,399.66	3,611.09	IT setup charges paid in full
11	Total Salaries & Benefits	40,190.20	41,324.25	1,134.05	
12	Rent Expense	2,900.00	2,900.00	-	
13	Total Supplies	1,117.72	410.41	(707.31)	
14	Total Taxes	551.89	-	(551.89)	
15	Total Utilities	991.72	485.79	(505.93)	
16	Total Operating Expenses	<u>497,058.42</u>	<u>570,464.29</u>	<u>73,405.87</u>	
Program Expenses					
17	Total Program Expenses	<u>-</u>	<u>122,188.00</u>	<u>122,188.00</u>	First Program Payouts
18	Total Expense	497,058.42	692,652.29	195,593.87	
19	Net Ordinary Income	298,049.87	120,434.38	(177,615.49)	
Other Income/Expense					
Other Income					
20	Total General Obligation Bonds	100,168.54	100,086.19	(82.35)	
21	Total Non Operating Revenue	467,215.64	33,236.51	(433,979.13)	Large Unrealized Gain in August
22	Total Other Income	<u>567,384.18</u>	<u>133,322.70</u>	<u>(434,061.48)</u>	

Public Hospital District #2 of Snohomish County
Profit Loss Forecast vs. Actual
January through September 2011

	<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>
	Annual Forecast	YTD Actual	Remaining Forecast	% of Total FCST Used
Operating Revenues				
1	2,038,352	1,525,173	513,179	74.8%
2	7,542,844	5,621,134	1,921,710	74.5%
3	46,707	35,030	11,677	75.0%
4 Total Operating Revenues	9,627,903	7,181,337	2,446,566	74.6%
Operating Expenses				
5	405,346	241,144	164,202	59.5%
6	65,098	39,085	26,013	60.0%
7	(193,417)	(128,518)	(64,899)	66.4%
8	109,776	97,565	12,211	88.9%
9	296,548	238,464	58,084	80.4%
10	15,800	11,850	3,950	75.0%
11	26,100	17,400	8,700	66.7%
12	412,270	348,638	63,632	84.6%
13	59,069	37,052	22,017	62.7%
14	93,565	86,975	6,590	93.0%
15	39,815	24,815	15,000	62.3%
16	64,142	35,810	28,332	55.8%
17	10,706	6,963	3,743	65.0%
18	879	879	(0)	100.0%
19	6,078	4,694	1,384	77.2%
20	34,377	32,465	1,912	94.4%
21 Total Operating Expenses	1,446,151	1,095,282	350,870	75.7%
22	389,491	122,188	267,303	31.4%
23 Net Ordinary Income	7,792,261	5,963,867	1,828,394	76.5%
Other Income/(Expense)				
24	1,231,548	922,583	308,965	74.9%
25	(34,823)	(26,118)	(8,705)	75.0%
26	934,254	673,140	261,114	72.1%
27	1,158,433	868,825	289,608	75.0%
28	17,902	17,906	(4)	100.0%
29 Total Other Income/(Expense)	3,307,313	2,456,336	850,977	74.3%
30 Net Income (Before Depreciation)	11,099,574	8,420,203	2,679,371	75.9%
31	5,785,728	4,339,262	1,446,466	75.0%
32 Net Income (After Depreciation)	5,313,847	4,080,941	1,232,906	76.8%

**Public Hospital District #2 of Snohomish County
 Summary of Cash Receipts and Disbursements
 August 2011**

**September 2011
 Amount**

Receipts:

Other Rental Income	25,468.54	Value Village
Swedish/Edmonds Rental Income	618,000.00	
Snohomish County Tax Levy	14,931.02	
Ground Lease Payments	4,166.67	September Lease Payment
Fidelity	15,000.00	McCary Deferred Compensation
Total Receipts - September 2011	677,566.23	

Disbursements:

Debt Payment	114,171.30	August Banc of America
Reissued Warrants	4,486.59	Does not affect Financial Statements
Professional Services:		
Legal Fees	8,413.27	Litigation and Professional Liability Legal Fees
Accounting Fees	6,091.67	Ash Consulting
Consulting Fees		Paid September in October
Financial Statement & State Audits	20,725.13	Moss Adams
Professional Services	495.81	Marketing Consultant, Workers Comp Administrator, IT
Purchased Services	396.16	HR Services, Paychex
Payroll	33,032.07	2 pay periods Plus Benefit Solutions
Payroll Taxes	10,234.68	
Employee Insurance	3,045.80	Regence Medical & Principal Life
Program Expenditures	122,188.00	
Bank Fees and Charges	2,850.00	
Other Miscellaneous Expenses	18,640.81	Supplies, Rent, Interest Expense, Retirement Benefits
Total Disbursements - September 2011	344,771.29	

Public Hospital District #2

Cash Activity

Warrant Number	Transaction Date	Payee	Amount	Purpose
Warrant Activity:				
10329	09/06/2011	Evergreen Print Solutions	48.40	Business Cards
10330	09/07/2011	ANDREA BENSIMON	75.00	Replace Warrant 520408 issued 1/8/09
10331	09/07/2011	SUSAN CAPRETTA	25.00	Replace Warrant 519701 issued 12/18/08
10332	09/07/2011	SOUND UROLOGY ASSOCIATES PS	700.00	Replace Warrant 534046 issued 10/8/09
10333	09/07/2011	PREMERA BLUE CROSS	154.40	Replace Warrant 526413 issued 5/14/09
10334	09/07/2011	VIRGIL BAKKEN	5.40	Replace Warrant 513614 issued 8/21/08
10335	09/07/2011	Foster Pepper	1,562.50	Legal
10336	09/07/2011	Moss Adams - Audit	20,725.13	B&O Tax Memo
10337	09/12/2011	POSTMASTER	88.00	Postage
10338	09/14/2011	LUTHER , KEITH	105.43	Replace Warrant 45993 issued 7/17/09
10339	09/14/2011	Innovative Employee Solutions	261.00	HR Director Services
10340	09/14/2011	KERRILYNN GILL	174.00	Replace Warrant 527508 issued 6/4/09
10341	09/14/2011	BRUCE JOHNSON	500.00	Replace Warrant 513439 issued 8/21/08
10342	09/14/2011	PESI	299.00	Replace Warrant 514451 issued 9/5/08
10343	09/14/2011	GLENDA SHERWOOD	765.62	Replace Warrant 512472 issued 7/31/08
10344	09/14/2011	PREMERA BLUE CROSS	404.60	Replace Warrants 519815, 513816, 536008, 513819, 516479, 515200, 513619, 516541
10345	09/21/2011	Ash Consulting	6,091.67	August Consulting Fees
10346	09/21/2011	Bank of America Credit Card	3,557.02	Misc charges
10347	09/21/2011	Benefit Solutions	11.50	FSA fee - September 2011
10348	09/21/2011	Berkley Risk Administrators Co	123.50	Workers Comp Administrator
10349	09/21/2011	Regence Blueshield	2,573.64	Medical Insurance
10350	09/21/2011	REGENCE BLUECROSS BLUE SHIELD of UTAH	250.72	Replace Warrant 522688, 513604, 518193
10351	09/21/2011	REGENCE BLUE SHIELD	88.00	Replace Warrant 513812 issued 8/21/08
10352	09/21/2011	REGENCE BLUECROSS BLUE SHIELD of OREGON	30.00	Replace Warrant 549555 issued 8/26/10
10353	09/21/2011	CONNIE BROUSSEAU	10.00	Replace Warrant 513644 issued 8/21/08
10354	09/21/2011	R JEAN BARNETT	10.00	Replace Warrant 532794 issued 9/17/09
10355	09/21/2011	WILLIAM ALBERS	14.52	Replace Warrant 513600 issued 8/21/08
10356	09/21/2011	Laura J. Cryan, M.S.W.	63.00	Replace Warrant 46886 issued 9/11/09
10357	09/21/2011	KIET LY	15.00	Replace Warrant 513639 issued 8/21/08
10358	09/21/2011	JOHN RANLETT	347.09	Replace Warrant 544381 issued 5/7/10
10359	09/21/2011	Philanthropy Northwest	297.50	Annual Membership Fee 2011
10360	09/21/2011	Carney Badley Spellman	4,239.50	Legal
Warrant	Transaction			

<u>Number</u>	<u>Date</u>	<u>Payee</u>	<u>Amount</u>	<u>Purpose</u>
10361	09/28/2011	KRISTI IRONS-CHARTIER	20.00	Replace Warrant 538886 issued 1/14/10
10362	09/28/2011	REGENCE RECOVERY	12.30	Replace Warrant 513593 issued 8/21/08
10363	09/28/2011	MARILYN ANDREWS	124.45	Replace Warrant 534492 issued 10/15/09
10364	09/28/2011	HEALTHCARE MANAGEMENT ADMIN	28.46	Replace Warrant 549538 issued 8/26/10
10365	09/28/2011	Banc of America Leasing	114,171.30	Monthly McKesson Lease Payment
10366	09/28/2011	Comcast	313.96	Internet
10367	09/28/2011	Lynnwood PFD	2,900.00	Rent
10368	09/28/2011	Principal Financial Group	472.16	October Life Insurance
10369	09/28/2011	US Bank	2,850.00	Annual Fee
10370	09/28/2011	CURTIS BRADY	264.60	Replace Warrant 542444 issued 4/8/10
10371	09/28/2011	Canon Financial Services	372.31	Copy Machine Lease Payment and Setup
		Total Warrants	<u>165,145.68</u>	

Wire Activity:

9/1/2011	Comerica	2,611.27	Octagon Professional liability (Sedgwick)
9/1/2011	US Bank	3,322.33	1999 LTGO interest (LOC)
9/9/2011	Payroll	16,244.25	ACH payroll transfer
9/9/2011	Department of Treasury	5,164.21	Payroll taxes for 9/3/11 payroll period ending
9/9/2011	Paychex	64.98	Fee for payroll processing
9/23/2011	Payroll	16,480.93	ACH payroll transfer
9/23/2011	Paychex	70.18	Fee for payroll processing
9/23/2011	Department of Treasury	5,070.47	Payroll taxes for 9/17/11 payroll period ending
9/16/2011	Benefit Solutions	10.00	FSA Payment
9/19/2011	Benefit Solutions	4.95	FSA Payment
9/20/2011	Benefit Solutions	11.30	FSA Payment
9/21/2011	Benefit Solutions	78.89	FSA Payment
9/29/2011	Benefit Solutions	201.75	FSA Payment
9/26/2011	Valic	8,102.10	July, August, September 401(a)/457 Deposit
9/15/2011	Boys & Girls Club of Snohomish County	22,168.00	Program Payment
9/15/2011	Cascade Bicycle Club Education Foundation	53,045.00	Program Payment
9/15/2011	Edmonds Public School Foundation	7,500.00	Program Payment
9/15/2011	Edmonds School District No. 15	25,475.00	Program Payment
9/15/2011	Edmonds Senior Center	14,000.00	Program Payment
	Total Wires/ACH Transactions	<u>179,625.61</u>	

Grand Total -Warrants and Electronic \$ 344,771.29

	Transaction Date	Payee	Amount	Purpose
Deposits:				
	9/1/2011	Fidelity	15,000.00	McCary Deferred Comp Payment
	9/1/2011	Value Village	25,468.54	Monthly rent
	9/7/2011	Swedish	618,000.00	Monthly payment
	9/9/2011	Snohomish County	14,931.02	Tax levy deposit
	9/26/2011	Healthcare Realty Services, Inc.	4,166.67	Lease payment
		Total Deposits	\$ 677,566.23	

SOUTH SNOHOMISH COUNTY COMMISSION FOR HEALTH
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 10329 through 10371 have been issued for payment in the amount of \$165,145.68. These warrants are hereby approved.

Attest:

Lisa M. King

Commissioner

Commissioner

Commissioner

Commissioner

Commissioner

Payroll:	08-21-11 - 09-03-11	16,244.25	
	09-04-11 - 09-17-11	<u>16,480.93</u>	
			32,725.18
Warrants Processed:	09-01-11 – 09-30-11		165,145.68
Electronic Payments:	Payroll Taxes	10,234.68	
	Comerica Bank – Prof Liability	2,611.27	
	Paychex	135.16	
	Benefit Solutions FSA	306.89	
	Valic Retirement	8,102.10	
	Bond & Interest Payments	3,322.33	
	Program Expenditures	<u>122,188.00</u>	
			<u>146,900.43</u>
	Grand Total		<u>\$344,771.29</u>

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

Other Operating Revenue	\$ 7,807,711
Maintenance and Operations Levy	<u>2,034,931</u>
Total Revenue	\$ 9,842,642
Expenses (not including depreciation)	5,573,457
Investment Income	1,080,000
Depreciation Expense	<u>5,785,728</u>
Net Income	<u><u>(\$ 436,543)</u></u>

PUBLIC HOSPITAL DISTRICT NO. 2
SNOHOMISH COUNTY, WASHINGTON

RESOLUTION NO. 2011-09

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 2012.

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 2012 budget, which proposed budget is attached hereto as Exhibit A (the "2012 Budget"); and

WHEREAS, the Commission held a public hearing on the 2012 Budget on October 26, 2011, 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 2012, 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 2012; 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 2012 Budget as the budget for the District for calendar year 2012.

Section 2. The Superintendent is directed to certify to the County Assessor, no later than November 30, 2011, 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 26th day of October, 2011.

President and Commissioner

Commissioner

Commissioner

Commissioner

Secretary and Commissioner

I, CHARLES DAY, Secretary to the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, certify that the attached copy of Resolution No. 2011-09 is a true and correct copy of the original resolution adopted on October 26, 2011, as that resolution appears on the Minute Book of the District.

DATED this 26th day of October, 2011.

Charles Day
Secretary to the Board of Commissioners

PUBLIC HOSPITAL DISTRICT NO. 2
SNOHOMISH COUNTY, WASHINGTON

RESOLUTION NO. 2011-10

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 2012.

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 26, 2011; 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 2012 of \$2,034,931 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 2012 in the amount of \$0, which is a percentage increase of 0% from calendar year 2011. 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, 2011, 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 26th day of October, 2011, the following commissioners being present and voting in favor of the resolution.

President and Commissioner

Commissioner

Commissioner

Commissioner

Secretary and Commissioner

I, CHARLES DAY, Secretary to the Board of Commissioners of Public Hospital District No. 2, Snohomish County, Washington, certify that the attached copy of Resolution No. 2011-10 is a true and correct copy of the original resolution adopted on October 26, 2011, as that resolution appears on the Minute Book of the District.

DATED this 26th day of October, 2011.

Charles Day
Secretary to the Board of Commissioners

October 2011 Program Oversight Committee Summary

Summary of October Applications

- 2 applications from 2 different organizations
- Priority areas addressed (some address more than one):
 - 1 Access to Healthcare
 - 2 Prevention
 - 2 Education & Empowerment
 - 1 Policy & Advocacy

Committee Recommendations

After applying the Commission's evaluation criteria, the committee is not recommending either program for funding at this time.

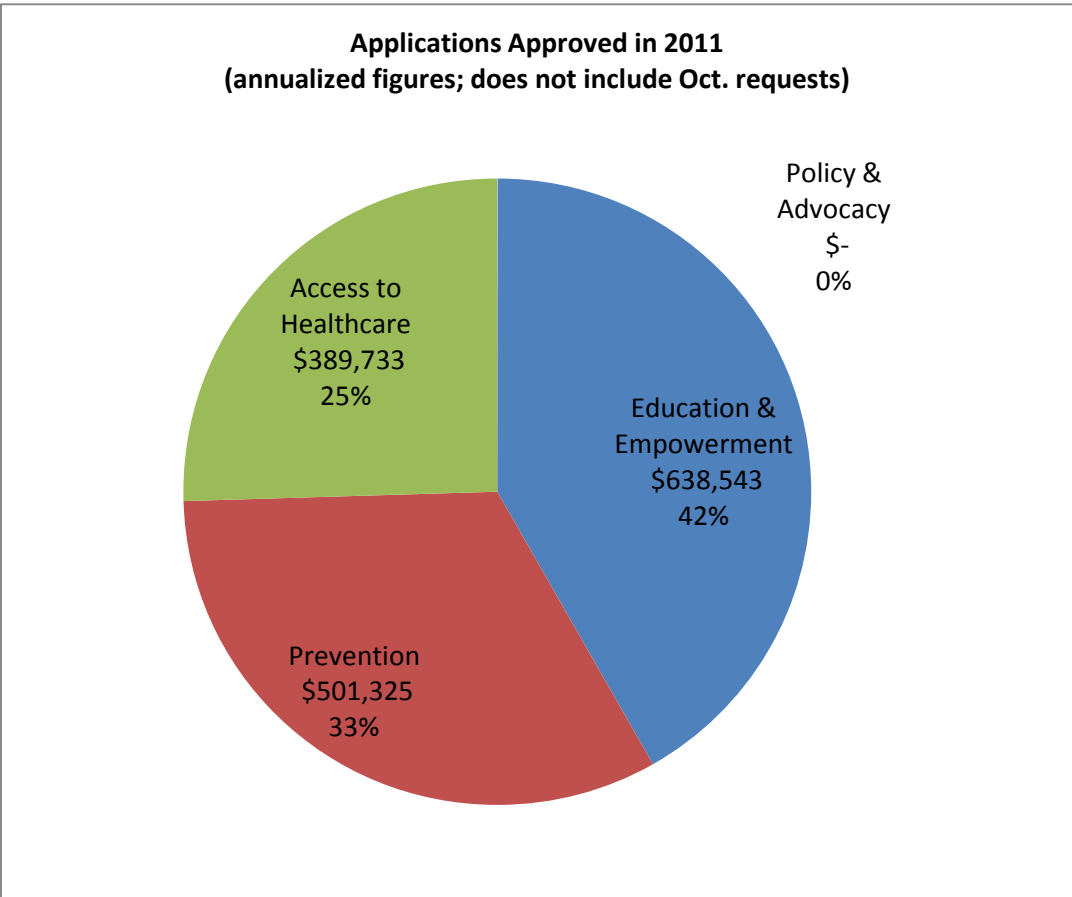
1. **Dawson Place:** a program that provides coordinated services to childhood victims of abuse. The committee is not recommending funding at this time because there is not a clear enough connection to the Commission's Health priorities. Also, only 19% of clients served come from within our district.
2. **Snohomish County Long term Care and Aging, Human Services Division Ombudsman Program:** a program that advocates for persons in nursing and adult/family homes by investigating and resolving complaints and linking people to resources. The committee is not recommending funding this program because it is not directly connect to the Commission's health priorities. At \$110,000 per year, the program is also relatively expensive for the proposed services (1 FTE ombudsman).

Commission for Health Priority Areas

1. **Education & Empowerment:** We support programs that educate and empower residents to live healthy lives. These include programs that give people the tools to take ownership of their health, increase their knowledge of health issues and availability of resources, and provide motivation to improve their well-being.
2. **Prevention:** We support prevention programs, including those that promote health and wellness and that provide early detection and treatment. Of particular interest are programs that increase healthy behaviors, support necessary health screenings, and prevent injuries.
3. **Access to Healthcare Services:** Too many residents in our area go without needed healthcare services. We support programs that increase access to medical, dental, and behavioral healthcare services. Of particular interest are programs that serve pregnant or parenting mothers and fathers and the uninsured or underinsured community members.
4. **Policy and Advocacy:** We support programs that employ advocacy and public policy improvements to health systems, communities, and organizations to better meet the health and wellness needs of our residents.

Program Expenses	2011	2012	2013
Budget	\$3,900,000	\$4,100,000 (preliminary)	TBD
Committed to date	\$336,096	\$1,444,419	\$1,284,532
Program Budget Remaining	\$3,563,904	\$ 2,655,581	TBD

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	Primary Population Served
1	Dawson Place Child Advocacy Center	Coordinated services for victims of childhood abuse. Requesting support for portion of child interview specialist, outreach in South County and increase the number of children served in district.	\$124,850	\$124,850	\$124,850	X	X	X		Children
2	Snohomish County Long term Care and Aging (Human Services Division) Ombudsman Program	Funding for Long Term Care Ombudsman that advocates for persons in nursing and adult/family homes by investigating and resolving complaints and linking people to resources. County seeking funding for dedicated ombudsman in district and to recruit and manage volunteers in South County.	\$110,000	\$110,000	\$110,000	X	X		X	Seniors
Totals			\$234,850	\$234,850	\$234,850					



(date)

(first and last name)

(company)

(street)

(city, state, zip)

Dear (first name):

As you may know, the South Snohomish County Commission for Health, a program of Public Hospital District No. 2 Snohomish County, has been working since mid-year to identify health issues, gaps and opportunities in South Snohomish County, and has begun investing in quality health and wellness programs in our community.

In preparation for our first full year of operation in 2012, we would like to review with community leaders our work to-date, and gain your thoughts, perspectives and recommendations for the coming year. We request nothing other than your thoughts and guidance.

Please join us for one of the following 90-minute Community Leader Meetings:

**South Snohomish County Commission for Health
"Community Leader Meetings"
Lynnwood Convention Center
3711 196th Street SW
Lynnwood, Washington 98036 (just west of I-5)**

Please select one date:

- Friday, December 2nd, 8:00 – 9:30 AM (or)
 - Tuesday, December 6th, 8:00 – 9:30 AM (or)
 - Friday, December 9th, 8:00 – 9:30 AM
- Light Breakfast provided

If you are not able to attend, please feel free to send someone in your place.

Please RSVP to Karen Goto by email or phone: karen.goto@ssccfh.org or 425-582-8580 by **Tuesday, November 29, 2011.**

We hope to see you on December 2, 6 or 9. Thanks much.

Regards,

Carl Zapora
Superintendent
Public Hospital District No. 2 Snohomish County /
South Snohomish County Commission for Health