

A meeting of the McAlester Regional Health Center Authority was held at 4:00 PM, on Wednesday November 02, 2016 at McAlester Center in the Administration Board Room. Public notice, setting forth thereon the day, time and place for Regional Health this regular meeting had been delivered to the office of the City Clerk at 02:16 PM, on Tuesday November 01, 2016.

TRUSTEES PRESENT:

Weldon Smith, Chairperson ~ Brent Grilliot, Secretary ~ Cara Bland ~ L.M. Milton, MD ~ Don Lewis ~ Mark Sehgal, MD ~ Evans McBride (Arrived at 4:25 PM) ~ Susan Kanard ~ Mary Shannon, Vice Chairman.

TRUSTEES ABSENT:

HOSPITAL STAFF:

David Keith ~ Sonya Stone, Recording Secretary ~ Jason Bray ~ Kandra Wells ~ David Mak ~ Chris Whybrew ~ Shawn Howard ~ Julie Powell ~ George Rachal ~ John Gallagher ~ Dr. Jason McElyea ~ Matt Eagens.

OTHER ATTENDEES:

Elise Brennan, Legal Counsel ~ Dr Christopher Beene, Chief of Staff, Larry Lipe, legal Counsel (via conference phone), Clint Hardison, Ameristate Bank in Atoka.

CALL TO ORDER:

Chairperson Smith called the meeting to order at 4:00 PM.

Public Comment: None

Consent Agenda:

1. MRHCA Board of Trustees minutes for October 5, 2016.
2. Medical Staff credentialing appointments as follows:
 - A. Approval of appointments of (Provisional) privileges for one (1) year per the recommendation of the Medical Executive Committee.
 - a. Stanley Nwokenkwo, MD – Active Staff – Internal Medicine/Hospitalist
 - b. Ann Taylor, DO - Active Staff – Family Medicine/Hospitalist
 - c. Larry Ashley, CRNA – Affiliate Staff - Nurse Anesthetist
 - d. Melody Emerson, APRN-CNP – Affiliate Staff – Nurse Practitioner under the supervision of Timothy Cook, MD
 - e. Brook Roberts, CRNA _ Affiliate Staff – Nurse Anesthetist
 - f. Stephanie Reddick, MD – Affiliate Staff - Teleradiology
 - B. Approval of Reappointment privileges for Two (2) years per the recommendation of the Medical Executive Committee.
 - a. Stephen Riddel, MD – Active Staff – OB/GYN
 - b. Catherin Keegan, MD – Affiliate Staff – Teleradiology
 - c. Adam Morgan, MD – Affiliate Staff – Teleradiology
 - C. Approval for Additional Privileges as follows per the recommendation of the Medical Executive Committee.
 - a. Harold DeLaughter, DO – Active Staff – Additional privilege request for pediatrics core privileges – Remainder of two year term
 - b. Gary Lee, MD – Active Staff – Additional privileges request for pediatrics core privileges – Remainder of two year term.

Initials _____

A Motion was made (Shannon) and seconded (Lewis) to approve items one (1) and two (2) of the consent agenda as presented. The vote was taken as follows: Aye: Mary Shannon, Don Lewis, Mark Sehgal, MD, Susan Kanard, Cara Bland, Brent Grilliot, and Weldon Smith. Nay: None. Absent: Evans McBride. Abstain: L. M. Milton, MD. Chairperson Smith declared the motion carried.

CEO Report:

1. AET Strategic Report:

Mr. Keith provided an overview of the AET Strategic Report. He reported the hospital received a 'C' Leapfrog Score, which is an improvement from last year's score that failed due to a lack of knowledge in submitting the application. Dr. David Auld has signed with MRHC. He is completing his Residency in Pediatrics and Internal Medicine and is expected to begin in July or August 2017. In addition Dr. Paula Guinnip, MD, Thoracic Cardiologist also joined MRHC and is currently on-boarding in orientation. Mr. Keith reported a kick off meeting with physicians to discuss recruitment and retention. He added these meetings will continue in the future. Mr. Keith reported that he developed a matrix for Board member competencies to better indicate the skillset needed when replacing outgoing Board members in February 2017. Mr. Keith offered names of possible candidates and encouraged the Board to offer candidates as well. Mr. Keith reported attending the Vizient OK/ARK/Physician Conference in Dallas, TX. He was joined by a few Board members and Physicians. He opened the floor to Ms. Shannon, Dr. Milton, and Dr. Sehgal to share their experience. Mr. Keith provided a handout from OHA that addresses the need for partnerships as we move toward population management and value-based care and Healthcare Highways. He identified pages 8, 13, and 26 of the handout as having valuable information for the Board. He added that the handout reflects the MRHC Strategic Plan and answers question of why we are going in the direction we are. Mr. Keith reported the Step-Down Unit is now open and will be important and beneficial to the hospital. He stated Mr. Matt Eagens, Interim Director of Facilities, has completed his facilities and environmental assessment and will provide a follow up report to the Board next month.

2. Strategic Plan: Strategy 1 & 5 update:

Mr. Keith provided a power point that outlined updates to Strategy 1 & 5 of the MRHC Strategic Plan. He reported nothing was eliminated from the previous plan and at the request of the Board; the plan was re-organized to enhance and emphasize quality, safety, and customer service. Mr. Keith pointed out the new and relocated milestones and goals. He closed by stating quality, safety, and customer service will be the number one goal. Dialogue followed regarding challenges with turnover, cultural changes among executives and managers, infrastructure, and future concierge services.

Strategic discussion regarding SE Alliance:

The discussion was tabled due to the unexpected absence of the presenter, Mr. Darryl Linnington.

Chief of Staff Report:

Dr. Christopher Beene reported there was a CME meeting regarding MACRA & MIPS; however there are still many questions to be answered. He reported he joined many members of the medical staff for a working dinner meeting to discuss physician recruitment and retention. The physicians were pleased with the results and look forward to the future and additional meetings. Dr. Beene reported compared to a year ago when he first became Chief of Staff, he is witnessing more and more physician involvement.

Board QI Report:

Dr. Mark Sehgal reported the Board QI Committee met on October 25, 2017. He provided an overview of the HCAHPS report. He stated there are areas where improvement is still needed; however the hospital received an award for outstanding commitment and progress toward improvement of quality and customer satisfaction and safety for being in the top 18% for Vizient Hospital Engagement Network. He added overall we are doing really well. Following a discussion regarding customer service, Mr. Keith stated personality testing is required during the new hire application process. He recommended an assessment be done to see which managers use the results of the personality test when hiring employees to determine the best fit for their area.

Finance Committee Report:

Mr. Evans McBride reported that that Morgan Stanley provided an investment update for the Finance Committee. He stated that the YTD return on the investment portfolio was 3.86% against the S&P at 6.61%. He reported considering the difference in credit risks, the hospital had a very good year and Morgan Stanley is doing a good job.

1. Financial Report for September 2016:

Mr. David Mak provided a monthly Financial Summary for September 2016. He reported the Days of Cash on Hand was 157.3. In addition to the Financial Summary, Mr. Mak provided an overview of the Statement of Operation and the Statement of Financial Position. He also provided an Analytical, Productivity, and Cost Management Report. Mr. Keith stated the bottom line is that the hospital lost money this month; however we are taking remedial action and will be aggressive. The Executive Team will take control to manage labor and skinny down purchase services to get back on track. A **Motion** was made (Sehgal) and seconded (Lewis) to approve the September 2016 Financial reports as presented. The vote was taken as follows: Yea: Mark Sehgal, M.D., Don Lewis, Cara Bland, Brent Grilliot, Susan Kanard, Evans McBride, L.M. Milton, M.D., Mary Shannon and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the **motion** carried.

2. Geri Psych Capital Project: Item also scheduled to be in executive session.**New Business:**

Ms. Bland reported there is new business that has been brought to the Boards attention. A motion was made (Bland) and seconded (Milton) to approve the Construction Management Agreement with Manhattan Corporation. Cara Bland, L.M. Milton, MD, Mark Sehgal, MD, Evans McBride, Susan Kanard, Mary Shannon, Don Lewis, Brent Grilliot and Weldon Smith.

Executive Session:

25 O.S. § 307(B)) – Discussion and Possible Action ~ Weldon Lewis, Chairman.

25 O.S. § 307(B) (4): “Confidential communications between a public body and its attorney concerning a pending investigation, claim, or action if the public body, with the advice of its attorney, determines that disclosure will seriously impair the ability of the public body to process the claim or conduct a pending investigation litigation, or proceeding in the public interest.”

- a. Discussion regarding upcoming construction issues ~ Chris Whybrew
- b. Geri Psych Capital Project ~ Chris Whybrew

25 O.S. § 307(B) (3): “Discussing the purchase or appraisal of real property”

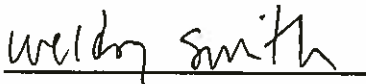
A Motion was made at 5:47 PM by (Bland) and seconded (Milton) to enter into Executive Session. The vote was taken as follows: Aye: Cara Bland, L.M. Milton, MD, Mark Sehgal, MD, Evans McBride, Susan Kanard, Mary Shannon, Don Lewis, Brent Grilliot, and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairman Smith declared the motion carried unanimously. Other members present in the executive session: Elise Brennan, Legal Counsel, Chris Whybrew, David Keith, David Mak, Matt Eagens, Larry Lipe, Legal Counsel (via conference phone)

A motion was made at 6:51 PM by (Lewis) and seconded (Milton) to conclude the Executive Session. The vote was taken as follows: Aye: Don Lewis, L.M. Milton MD, Susan Kanard, Brent Grilliot, Cara Bland, Mark Sehgal, MD, Mary Shannon, Evans McBride and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the motion carried. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the motion carried.

Following the Executive Session, Mr. McBride reported the Geri Psych Capital Project was discussed in the Finance Committee. The proposal was not complete; however the Committee chose not to defer until the next month due to the sensitivity of time with the Geri Psych project. The Committee chose to forward the proposal to the Board of Trustees for presentation and approval. He reported that the proposal as now presented was complete with the exception of a budget substitution form being executed. A motion was made (McBride) and seconded (Milton) to approve the Master Construction Management Agreement. The vote was taken as follows: Yes: Evans McBride, L.M. Milton, MD, Mary Shannon, Mark Sehgal, MD, Don Lewis, Susan Kanard, Brent Grilliot, Cara Bland and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the motion carried. A motion was made (McBride) and seconded (Milton) to approve the Amendment to the Master Construction Management Agreement that sets the Guaranteed Maximum Price for the Geri Psych Project conditioned upon the inclusion of an executed budget substitution form. The vote was taken as follows: Yes: Evans McBride, L.M. Milton, MD, Mary Shannon, Mark Sehgal, MD, Don Lewis, Susan Kanard, Brent Grilliot, Cara Bland and Weldon Smith. Nay: None. Absent: None Abstain: None.

Adjournment:

With no further questions or business to come before the Board, a motion was made (Lewis) and seconded (Milton) to adjourn the meeting 7:01 PM. A vote was taken as follows: Don Lewis, L.M. Milton, MD, Susan Kanard, Brent Grilliot, Cara Bland, Mark Sehgal, MD, Mary Shannon, Evans McBride and Weldon Smith. Nay: None. Absent: None. Abstain: None. Chairperson Smith declared the motion carried



Weldon Smith ~ Chairperson



Mary Shannon ~ Secretary

/sds