



**GOVERNING BOARD
SPECIAL MEETING**

The Campbell County Hospital District Board of Trustees met in the Hospital's Boardroom on Wednesday, March 5, 2014.

Members present:

Dr. Sara Hartsaw
Ms. Nancy Tarver
Mr. Randy Hite
Mr. Mike Dugan
Mr. Harvey Jackson
Mr. George Dunlap

Also present:

Mr. Andy Fitzgerald, Chief Executive Officer
Mr. Carl Sorensen
Ms. Ellen Rehard, Recorder
Public

OPENING

Call to Order

Dr. Hartsaw, Chairman, called the meeting to order at 12:06 p.m.

Roll Call

Ms. Ellen Rehard called the roll of the Trustees of the Board of Campbell County Memorial Hospital District. Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson are present.

CONSENT ITEMS

Approval of Agenda

Mr. Dunlap inquired about voting on the Board member candidates or scheduling interviews. Dr. Hartsaw stated the vote needs to be unanimous, if it is not interviews are scheduled. Mr. Fitzgerald informed Board members that once the agenda is published for a special Board meeting, it cannot be changed.

Dr. Hartsaw moved, seconded by Mr. Dunlap, to approve the agenda as presented. Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson voted aye. Motion carried.

ADJOURNMENT INTO EXECUTIVE SESSION

Mr. Jackson moved, seconded by Mr. Dugan, to adjourn into executive session. Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson voted aye. Motion carried.



The regular meeting recessed into Executive Session at 12:11 p.m.

RECONVENE SPECIAL MEETING

The special meeting was reconvened at 12:59 p.m.

Dr. Hartsaw introduced Mr. Brandt Knowlton and asked Board members if they had any questions for Mr. Knowlton. Mr. Dunlap asked why Ascent gave an original price and then raised it. Mr. Knowlton explained that the plans were changed pretty substantially from the 50% drawings Ascent was initially furnished with. Their price was provided from those 50% drawings. About 5,000 square feet was added to the building and acreage was added to the property. There were also new issues reported with the soil condition which was released after the original meeting. This changed the conditions and requirements of the geo piers. Dr. Hartsaw informed Mr. Knowlton that part of the problem is not only that they come back \$1.2M higher but they have also changed the scope of some things, for example, the heating and air conditioning system. The price went way up but the quality went way down. Mr. Knowlton explained that there have been multiple versions of mechanical systems offered and discussed. He went on to say they do not have an agenda in any of the value based engineering items. From day 1 it was discussed that they would look at value engineering items knowing those were possible items that could help with the budget, giving options they felt were the best and also offering options that gave the best price benefit. The heating and cooling system offered right now is probably more beneficial above the original system. Dr. Hartsaw stated that in the contract that has been signed, there is an issue about fees. Mr. Knowlton responded that there was a misunderstanding with a discussion Ascent had with Ron Christenson. Mr. Fitzgerald noted that the square footage adjustment amounted to \$800,000.00 but was value engineered out to \$1.8M. Mr. Knowlton explained that the \$800,000 represents the additional 5,000 square feet, but does not accommodate the additional parking or soils issues. There were substantial changes made to the project. There has been some instability in the market with prices going up. Mr. Dunlap asked if they have lost any subcontractors. Mr. Knowlton acknowledged that they have. Mr. Jackson inquired if there were any recommendations from administration. Mr. Fitzgerald responded that the Board needs to make a decision whether to spend an additional \$1.2M or rebid the project. Taking new bids could be a risk, but with the appropriate contractor there could be a savings. Dr. Hartsaw commented that she is surprised there is not another number from Ascent. Mr. Knowlton replied that subcontractors want to raise their prices since material prices are climbing. Dr. Hartsaw asked who the point person is onsite. Mr. Knowlton stated Blue Birch is the superintendant and there is money in the budget to have two superintendants onsite. Mr. Birch is anxious to get going on the project.

ADJOURNMENT INTO EXECUTIVE SESSION

Mr. Dugan moved, seconded by Ms. Tarver, to adjourn into executive session. Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson voted aye. Motion carried.

The regular meeting recessed into Executive Session at 1:13 p.m.



RECONVENE SPECIAL MEETING

The special meeting was reconvened at 1:24 p.m.

ACTION ITEMS

Contracts

Ascent Construction

Mr. Jackson moved, seconded by Ms. Tarver, to terminate the CCMH contract with Ascent Construction without cause.

Mr. Dunlap commented that Ascent Construction has the right to bid again with everyone else.

Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson voted aye. Motion carried.

Ms. Tarver moved, seconded by Mr. Dunlap, to move forward with Facilities Committee, along with Administration, to draw up a contract for CMAR or general contract RFP.

Mr. Fitzgerald stated they will move forward without going to the next Board meeting.

Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson voted aye. Motion carried.

Dr. Laine Russell

Mr. Fitzgerald explained that Dr. Russell is a Family Practice physician at the Wright Clinic. Dr. Russell has been there for several years and has done a very good job. He would like to move her to the 50% MGMA which would move her base salary to \$225,000. Mr. Fitzgerald also proposes to lower her visit numbers for her bonus from 4,750 to 3,750.

Mr. Dunlap moved, seconded by Ms. Tarver, to accept the contract as Andy suggested. Dr. Hartsaw, Ms. Tarver, Mr. Hite, Mr. Dugan, Mr. Dunlap and Mr. Jackson voted aye. Motion carried.

ADJOURNMENT

There being no further business, the special meeting adjourned at 1:29 p.m.

The next regularly scheduled Board meeting is March 27, 2014, at 5:00 p.m. in Classroom 1.

Randy Hite, Secretary

Ellen Rehard, Recorder