

UNIVERSITY of KENTUCKY
HOSPITAL COMMITTEE
January 22, 2007

MEMBERS PRESENT: Ms. Barbara Young
Ms. Mira Ball
Judge Phillip Patton
Ms. Myra Tobin

COMMUNITY ADVISORY
MEMBERS PRESENT: Mr. Luther Deaton

ADVISORY
MEMBERS PRESENT: Mr. Murray Clark
Dr. Jay Perman
Dr. Lee Todd
Dr. Michael Karpf
Dr. Karen Stefaniak
Dr. Michael Cibull
Dr. Richard Lofgren

GUESTS: Mr. James Hardymon
Mr. Stephen Branscum
Ms. Ann Brand Haney
Dr. Jeff Dembo
Dr. Paul Bachner
Mr. Jay Blanton
Ms. Amanda Nelson
Ms. Ruth Booher
Mr. Harry Dadds
Mr. Frank Butler
Mr. Joe Claypool
Ms. Courtney Higdon
Ms. Barbara Jones
Mr. Sergio Melgar
Dr. Kevin Nelson
Mr. Marc Mathews
Mr. John Steiner
Mr. Bob Wiseman

I. CALL TO ORDER

The meeting was called to order at 4:00 p.m. by Ms. Barbara Young.

II. APPROVAL OF THE MINUTES

The minutes were reviewed and approved.

III. FINANCIAL REPORT

Mr. Melgar presented the financial report to the committee on the close of December. He reported that the key to the success for the month was volumes. He reviewed the income statement recognizing that a number of expense categories are doing well and investment income remains strong. Income through December has exceeded the annual budgeted targets. The balance sheet continues to be strong specifically as it relates to our cash position and days in accounts receivable.

IV. OPERATIONS AND CONSTRUCTION

Mr. Clark gave a brief report on the hospital construction project reviewing the timeline and milestones for the next six months. He also summarized the timeline for when the construction fences on the site will be in place and reviewed the plan for the construction of the temporary ED entrance. Mr. Clark also updated the committee on a number of smaller projects that are underway or in planning within the existing Hospital.

V. UK ALBERT B. CHANDLER HOSPITAL CERTIFICATE OF NEED

Dr. Karpf reviewed the presentation he will give to the full Board of Trustees on January 23. He noted the increasing trend in patient volumes and occupancy in the hospital. It is getting very full for a hospital, let alone for a hospital that is 60 years old and already faces particular limitations. He requested the committee's endorsement of his request to move forward to the full Board of Trustees for approval to apply for a Certificate of Need of up to an additional 192 beds. A motion was made and approved to present to the Board of Trustees this request for approval to move forward with an application for a Certificate of Need for up to an additional 192 beds.

VI. KMSF BYLAWS

Dr. Perman presented for the committee's information an overview of the reorganization of the Kentucky Medical Services Foundation. He discussed the case for change and reviewed the new mission statement. He went through the bylaws as it relates to the newly defined board membership, officers, meetings, and committees. He reviewed the timeline for these changes to be implemented and the next steps in the process.

Dr. Karpf noted that these changes to the organization of the physician practice are more fundamental to UK HealthCare than the building projects we are planning. This says we are building a health care system for Kentuckians.

VII. MEDICAL STAFF EXECUTIVE COMMITTEE REPORT

Dr. Cibull presented the report of medical staff. No action by the committee was required.

VIII. QUALITY AND SAFETY

Dr. Lofgren's presentation was deferred to a future meeting.

IX. ADJOURN

Ms. Young thanked everyone for attending and adjourned the meeting at 5:35 pm.