

**GRAYS HARBOR PUBLIC HOSPITAL DISTRICT NO. 2
SPECIAL MEETING BUDGET HEARING
November 15, 2021**

COMMISSIONERS PRESENT

- (X) Michael Bruce, District 2
- (X) Chris Thomas, District 1
- (X) Scott Dilley, At Large 2
- (X) Lynn Csernotta, District 3
- (X) David Quigg, At Large 1
- (X) Andy Bickar, District 4

OTHERS PRESENT

- (X) Tom Jensen, CEO
- (X) Niall Foley, CFO
- (X) Cindy Reynolds, Exec. Asst.

Members of the Public

CALL TO ORDER

Chairman Bruce called the Special Meeting to order at 4:01p.

BUDGET HEARING

The 2022 Budget Hearing was opened by Chairman Bruce at 4:01p.

A Budget Hearing is being held on this day, November 15, 2021, for consideration of adoption of the proposed 2022 Budget and 2022 Tax Levy of Grays Harbor Public Hospital District No. 2. Notice of this Hearing was published in the Daily World on November 04 and 13, 2021.

Resolutions

Chairman Bruce brought forward Resolution 2021-03 2022 Budget and Tax Levy, with the 2022 Budget attached.

Mr. Foley brought forward the 2022 Budget and Tax Levy increased to \$4,200,000 and remains within the 101% district limit. The levy of \$4,200,000 allows for growth in revenue from new construction, and improvements to property, and increased assessed value of state-assessed property.

Mr. Foley brought forward that he budgeted modestly for 2022.

- The 2022 budget includes the hospital, Medical Group, foundation, and Public Hospital District.
- It is projected there will be gradual growth in volumes in 2022 as the community experiences economic recovery, and staffing recovers.
- As volumes increase it is anticipated an increase in supply chain costs, equipment costs, and staffing costs will be seen.
- The WSNA contract has been finalized.
- No Federal COVID relief funding is budgeted in 2022, although timing of phase 4 is unknown.
- Overall, anticipating an operational and loss as a consolidated entity for 2022 due to increasing cost of labor and global supply/resource impacts.

Chairman Bruce brought forward Resolution 2021-04 Tax Levy.

Mr. Foley reported that the increase in the 2022 tax levy amount from the previous year is \$39,264.28 which is a percentage increase of 1% over the amount levied in 2021. The 2022 levy amount is \$4,200,000.00, allowing for growth of revenue from new construction, improvements to property, and increased assessed value of state-assessed property. The resolution also includes a refund levy of \$6,273.18.

Mr. Foley stated the hospital increasing its levy does not increase taxes to property owners; it increases the hospitals portion of the tax receipts already being collected by the County.

Chairman Bruce added additional comment that the Board Finance Committee reviewed and discussed the draft 2022 Budget on November 12, 2021.

Public Comment

Chairman Bruce opened the Budget Hearing to members of the public. No comments were brought forward.

Chairman Bruce called for action related to the Resolutions:

ACTION: A motion was made by Commissioner Dilley, seconded by Commissioner Quigg, and unanimously carried to approve Resolution 2021-03 2022 Budget & Tax Levy.

ACTION: A motion was made by Commissioner Dilley, seconded by Commissioner Thomas, and unanimously carried to approve Resolution 2021-04 2022 Tax Levy.

ADJOURNMENT

Chairman Bruce called for final adjournment.

ACTION: A motion was made by Commissioner Quigg, seconded by Commissioner Csernotta, and unanimously carried to adjourn the 2022 District Budget Hearing.

The Budget Hearing was officially closed at 4:23p.

APPROVED AND ADOPTED THIS 23rd day of November, 2021.

ATTEST:



Cindy Reynolds
Recording Secretary



Chris Thomas
Interim Board Secretary