



February 19, 2026

TO: Legal Counsel

News Media

Salinas Californian
El Sol
Monterey County Herald
Monterey County Weekly
KION-TV
KSBW-TV/ABC Central Coast
KSMS/Entravision-TV

The next regular meeting of the FINANCE COMMITTEE - COMMITTEE OF THE WHOLE of SALINAS VALLEY HEALTH¹ will be held MONDAY, FEBRUARY 23, 2026, AT 4:00 P.M., HEART CENTER TELECONFERENCE ROOM, SALINAS VALLEY HEALTH MEDICAL CENTER, 450 E. ROMIE LANE, SALINAS, CALIFORNIA.

(For Public Access Information Visit <https://www.salinasvalleyhealth.com/about-us/healthcare-district-information-reports/board-of-directors/board-committee-meetings-virtual-link/>.)

A handwritten signature in black ink, appearing to read "Allen Radner".

Allen Radner, MD
President/Chief Executive Officer

Committee Voting Members: **Victor Rey, Jr.**, Chair, **Joel Hernandez Laguna**, Vice-Chair, **Allen Radner, MD**, President/CEO, **Iftikhar Hussain**, Chief Financial Officer, and **Steven Regwan, DO**, Medical Staff Member.

Advisory Non-Voting Members: Sanjeev Tandon

**FINANCE COMMITTEE
COMMITTEE OF THE WHOLE
SALINAS VALLEY HEALTH¹**

**MONDAY, FEBRUARY 23, 2026, 4:00 P.M.
HEART CENTER TELECONFERENCE ROOM**

**Salinas Valley Health Medical Center
450 E. Romie Lane, Salinas, California**

(Visit [SalinasValleyHealth.com/virtualboardmeeting](https://www.salinasvalleyhealth.com/virtualboardmeeting) for Public Access Information)

AGENDA

1. Call to Order / Roll Call
2. Public Comment

This opportunity is provided for members of the public to make a brief statement, not to exceed three (3) minutes, on issues or concerns within the jurisdiction of this District Board, which are not otherwise covered under an item on this agenda.

3. Approve Minutes of the Finance Committee Meeting of January 19, 2026 (REY)
 - Motion/Second
 - Public Comment
 - Action by Committee/Roll Call Vote
4. Consider Recommendation for Board Approval of Preliminary Project Budget and Award Contract to Treanor for Design and Engineering Services for the Endoscopy Suite Project (MILLER/MCCOY)
 - Staff Report
 - Committee Questions to Staff
 - Public Comment
 - Committee Discussion/Deliberation
 - Motion/Second
 - Action by Committee/Roll Call Vote

¹Salinas Valley Memorial Healthcare System operating as Salinas Valley Health

5. Consider Recommendation for Board Approval of Project Funding and Award of Construction Contract to Tomblason, Inc. for the Salinas Valley Health 559 Abbott Street X-Ray Rooms 1 & 2 Equipment Replacement Project (ALBERT/MCCOY)
 - Staff Report
 - Committee Questions to Staff
 - Public Comment
 - Committee Discussion/Deliberation
 - Motion/Second
 - Action by Committee/Roll Call Vote

6. Consider Recommendation for Board Approval for the Purchase of Eight (8) Edwards Lifesciences HemoSphere Alta Hemodynamic Monitoring Equipment (MILLER/TUALLA)
 - Staff Report
 - Committee Questions to Staff
 - Public Comment
 - Committee Discussion/Deliberation
 - Motion/Second
 - Action by Committee/Roll Call Vote

7. Consider Recommendation for Board Approval of the Lease Agreement terms between Salinas Valley Memorial Healthcare System and JS & MR Properties, LLC for 1260 South Main Street, Suite 201, Salinas, California (MILLER/MCCOY)
 - Staff Report
 - Committee Questions to Staff
 - Public Comment
 - Committee Discussion/Deliberation
 - Motion/Second
 - Action by Committee/Roll Call Vote

8. Consider Recommendation for Board Approval of Contract Terms for a Plastic Surgery Professional Services Agreement for Matthew Romans, MD (ALBERT/HEACOX)
 - Staff Report
 - Committee Questions to Staff
 - Public Comment
 - Committee Discussion/Deliberation
 - Motion/Second
 - Action by Committee/Roll Call Vote

9. Financial and Statistical Review (HUSSAIN)

10. Capital Spending YTD December 31, 2025 Update (PETERSON/SULLIVAN)

11. Closed Session

12. Reconvene Open Session / Report on Closed Session

13. Consider Recommendation to the SVH Board of Directors to Approve (i) the Purchase of Additional Units of Voting Membership Interest in Monterey Peninsula Surgery Center, and (ii) the Execution of the MPSC Subscription Agreement by the SVH President/CEO, as Approved by District Legal Counsel (RADNER/HYLAND)

- Staff Report
- Committee Questions to Staff
- Public Comment
- Committee Discussion/Deliberation
- Motion/Second
- Action by Committee/Roll Call Vote

14. Adjournment

The next Finance Committee Meeting is scheduled for **Monday, March 23, 2026** at 4:00 p.m.

¹Salinas Valley Memorial Healthcare System operating as Salinas Valley Health

This Committee meeting may be attended by Board Members who do not sit on this Committee. In the event that a quorum of the entire Board is present, this Committee shall act as a Committee of the Whole. In either case, any item acted upon by the Committee or the Committee of the Whole will require consideration and action by the full Board of Directors as a prerequisite to its legal enactment.

The Salinas Valley Health (SVH) Committee packet is available at the Committee Meeting, electronically at <https://www.salinasvalleyhealth.com/about-us/healthcare-district-information-reports/board-of-directors/meeting-agendas-packets/2026/>, and in the SVH Human Resources Department located at 611 Abbott Street, Suite 201, Salinas, California, 93901. All items appearing on the agenda are subject to action by the SVH Board.

Requests for a disability related modification or accommodation, including auxiliary aids or Spanish translation services, in order to attend or participate in-person at a meeting, need to be made to the Board Clerk during regular business hours at 831-759-3208 at least forty-eight (48) hours prior to the posted time for the meeting in order to enable the District to make reasonable accommodations.

**FINANCE COMMITTEE MEETING
COMMITTEE OF THE WHOLE
SALINAS VALLEY HEALTH**

AGENDA FOR CLOSED SESSION

Pursuant to California Government Code Section 54954.2 and 54954.5, the board agenda may describe closed session agenda items as provided below. No legislative body or elected official shall be in violation of Section 54954.2 or 54956 if the closed session items are described in substantial compliance with Section 54954.5 of the Government Code.

CLOSED SESSION AGENDA ITEMS

REPORT INVOLVING TRADE SECRET

(Government Code §37606 & Health and Safety Code § 32106)

Discussion will concern: (Specify whether discussion will concern proposed new service, program, or facility): Trade Secret, Strategic Planning, Proposed New Programs and Services

Estimated date of public disclosure: (Specify month and year): Unknown

HEARINGS/REPORTS

(Government Code §37624.3 & Health and Safety Code §§1461, 32155)

Subject matter: (Specify whether testimony/deliberation will concern staff privileges, report of medical audit committee, or report of quality assurance committee):

1. Report of Internal Audit of Epic Implementation

ADJOURN TO OPEN SESSION

CALL TO ORDER
ROLL CALL

(Chair to call the meeting to order)

PUBLIC COMMENT

DRAFT SALINAS VALLEY HEALTH¹
FINANCE COMMITTEE
COMMITTEE OF THE WHOLE
MEETING MINUTES JANUARY 19, 2026

Committee Member Attendance:

Voting Members Present: **Victor Rey, Jr.**, Chair, **Joel Hernandez Laguna**, Vice-Chair, **Allen Radner, M.D.**, President/CEO, **Iftikhar Hussain**, CFO, and Secretary/Treasurer;

Voting Members Absent: **Steven Regwan, D.O.**, Medical Staff

Advisory Non-Voting Members Present:

In person: Clement Miller, COO, Gary Ray, CLO, Carla Spencer, CNO, Alysha Hyland, CAO

Other Board Members Present, Constituting Committee of the Whole:

In person: Catherine Carson

Via teleconference: Rolando Cabrera, MD

1. CALL TO ORDER/ROLL CALL

A quorum was present and Chair Victor Rey, Jr., called the meeting to order at 4:00 p.m. in the Heart Center Teleconference Room.

2. PUBLIC COMMENT: None.

3. APPROVAL OF MINUTES FROM THE FINANCE COMMITTEE MEETING OF DECEMBER 15, 2025

Approve the minutes of the December 15, 2025 Finance Committee meeting. The information was included in the Committee packet.

PUBLIC COMMENT: None.

COMMITTEE MEMBER DISCUSSION: None.

MOTION:

Upon motion by Vice-Chair Joel Hernandez Laguna, and second by Committee Member Dr. Radner, the minutes of the December 15, 2025 Finance Committee are approved as presented.

ROLL CALL VOTE:

Ayes: Chair Rey, Vice Chair Hernandez Laguna, Dr. Radner, Hussain;

Nays: None;

Abstentions: None;

Absent: Dr. Regwan;

Motion Carried

¹Salinas Valley Memorial Healthcare System operating as Salinas Valley Health

4. FINANCIAL AND STATISTICAL REVIEW

An update was received from Iftikhar Hussain, CFO, on the Financial Performance Review for the month of November 2025. Highlights included the Consolidated Financial Results, Key Financial Indicators, Executive Financial Summary for November and the Volume Trends for Surgery Cases.

COMMITTEE MEMBER AND MANAGEMENT DISCUSSION: The committee discussed the Consolidated Financial Results and the \$7.8 million in supplemental payments received in October and included in the year to date results. In the Key Financial Indicators Vice-Chair Hernandez Laguna stated the Board will continue to monitor the Days in Accounts Receivable. Iftikhar mentioned that the increase is related to EPIC go live and will return to pre-Epic level after 3 months. Scott Cleveland, Controller mentioned that the supplemental payments will also increase the days cash on hand. The committee discussed the unfavorable numbers for FTEs, Payor Mix and Surgery Cases. Alysha Hyland commented that the outpatient surgeries were low due to holidays. Dr. Radner was happy to see the positive margins for November considering the transition from Meditech to Epic.

Scott Cleveland, Controller, we have received \$12 million from CCAH in December. He also stated that he is reviewing EPIC training costs to classify them as operating expenses.

A full report including the November Summary Financials, Financial Statements, Budget Comparison, and Statistics was included in the packet for review.

5. ADJOURNMENT

There being no other business, the meeting was adjourned at 4:15 p.m. The next Finance Committee Meeting is scheduled for **Monday, February 23, 2026** at 4:00 p.m.

Victor Rey, Jr., Chair

Finance Committee

Board Paper: Finance Committee

Agenda Item: **Consider Recommendation for Board Approval of Preliminary Project Budget and Award Contract to Treanor for Design and Engineering Services for the Endoscopy Suite Project**

Executive Sponsor: Clement Miller, Chief Operating Officer
Brad McCoy, Vice President of Facilities, Construction and Real Estate

Date: February 12, 2026

Executive Summary

SVH Administration is Seeking approval to move forward with design and project development activities to renovate and expand the existing Endoscopy Suite into the adjacent Cislina Plaza Conference Room space adjacent to the Cardiac Center North building of the facility. The current Endo Suite is undersized and unable to accommodate the hospital's current and projected caseload. This expansion will leverage space previously slated for an approved MRI Installation project, which is being replanned into the new ER Expansion building offering better adjacency to the existing lobby level imaging department for that project. Approval of this request will allow design development and contractor bidding of an approved design. The total projected cost, including construction and equipment, is expected to come in at the \$8M to \$9M range. This current request seeks authorization of \$1,000,000, where a portion, in the amount of \$640,375, funds the design team contract, and the balance of funding supports ancillary consulting and permitting expenses.

Background/Situation/Rationale

The project site in the basement of Cardiac Center North was originally slated for an MRI Installation project. Development of new conference facilities in the Downing Resource Center basement, completed in July 2025, created an opportunity to re-purpose Cislina Plaza conference areas for clinical utilization deemed more necessary to meet patient care needs. An MRI Installation project was pursued, intended to utilize both the first-level Imaging department and Cislina Plaza Conference Room space for inpatient and outpatient services. During design development of the MRI project, urgent clinical needs were re-evaluated and a feasibility study validated that repurposing this space is an effective solution to remediate the functional inadequacies and capacity constraints currently facing the Endoscopy Department.

The design team is tasked with identifying and integrating all code-required program elements necessary modern Endoscopy Suite. The core of the project includes two procedure rooms and essential support spaces such as anesthesia work areas, clean/soiled processing, patient-centric facilities. The design team services include the development of a shared use Waiting Room serving Endoscopy, Cardiology, and Imaging/Nuclear Medicine. The design scope also addresses critical adjacent departmental needs including the addition of two Echo Rooms, the relocation of a Treadmill Room and staff areas for Cardiology, and the reconfiguration of the Imaging/Nuc Med Injection Room to accommodate the new Endoscopy Suite's footprint.

The MRI project initiated a standard RFP process, and three (3) complete proposals were received by Salinas Valley Health. A core evaluation committee comprised of Salinas Valley Health clinical leadership and Facilities Management conducted a tiered scoring system and evaluated each proposal, focusing on firm experience, personnel qualifications, and management methodology.

After evaluating all proposals in accordance with the RFP criteria, the evaluation committee identified Treanor as the highest-ranked firm. The selection was made based on expertise, with fees negotiated through a sealed-bid process. Leveraging this previously vetted team ensures procurement continuity and provides the expertise necessary for the efficient transition of services to the Endoscopy Suite project.

Facilities Management will amend the current Professional Services Agreement (PSA) originally established with Treanor for the MRI Installation project. This amendment will reallocate the design and engineering scope to the Endoscopy Suite project.

Timeline/Review Process

- April 2026 – Schematic Design
- July 2026 – Design Development
- October 2026 – Construction Documents
- October 2026 – March 2027 – Design and Agency Permitting Process
- March 2027 – May 2027 – Solicitation of Construction Bids

Pillar/Goal Alignment

- Service
- People
- Quality
- Finance
- Growth
- Community

Financial/Quality/Safety/Regulatory Implications

In 2024, the Board reviewed an \$8,000,000 budget for the MRI Installation project. A complete project budget is contingent upon further design development to establish a more accurate budget for the Endoscopy Suite. Facilities Management will realign the project budget to match the new design requirements and will return to the Board with a refined project budget after contractor bidding. The following summarizes the design and engineering fees for schematic design, design development, construction documents, bid support, agency review, construction administration services:

Design Phase--Endoscopy Suite

Design Service Fee	\$632,375
<u>Reimbursable Allowance</u>	<u>\$8,000</u>
Total Design Services Fee	\$640,375

Recommendation

Consider recommendation to Board of Directors to approve a project design development budget of \$1,000,000.00 and award contract for professional services to Treanor for the design and engineering of the Endoscopy Suite, in the amount of \$640,375.00, as presented.

Attachments:

- Attachment 1: Treanor Proposal January 12, 2026 – Revision 1
- Attachment 2: Endoscopy Study – preliminary suite layout – Dated November 4, 2025

Salinas Valley Health
C/O Shane Murphy
Bogard Construction
535 E Romie Ln, Suite 6
Salinas, CA 93901

January 12, 2026 - Revision 1

Re: Endoscopy Suite – Design Services Fee Proposal
HC0949.2601.00

Treanor is pleased to submit this proposal to provide Architectural and Engineering services:

1. Project Parameters

The general intent of this project is to provide full design services for the remodel of the existing Endoscopy Suite in the basement of OSHPD BLD-01641 Cardiac Center North 07, in a single construction phase, as

outlined in the approved test-fit.

The proposed project program will generally include:



- **Endoscopy Suite**

- Two Procedure Rooms
- Clean and Soiled Processing
- Clean Utility
- Soiled Hold
- Anesthesia Work Room
- Patient Holding / Recovery
- Dressing Room and Patient Toilet
- Staff Locker
- Equipment Storage
- Waiting Room

- **Cardiology**

- Two Echo Rooms
- Treadmill
- Breakroom and Office

- **Nuclear Medicine**

- Injection Room

The following assumptions are included in this proposal:

- **HVAC:** Assessment and design to mitigate existing air balance issues in the area, including the potential design and specifications for a new air handling unit to replace the current unit.
- **Electrical:** Electrical panel relocations and any necessary electrical infrastructure improvements required for the suite.
- **Pneumatic Tube:** Relocation of existing pneumatic tube system (vendor contract direct to client).
- **Medical Gas:** Design to extend medical gas systems.
- **Phasing:** An OR will be used for endo procedures during construction. The scope processing area will require a phased remodel or temporary equipment in the SPD. Temporary handwashing sinks may be required for temporary Cardiology and Nuclear Medicine spaces.

Project Scope

Estimated S.F.

Amount

4,050 SF

2. Project Team

Basic Services

Discipline	Name
Architecture	Treanor
Structural	Buehler
MEP/T, Equipment	Mazzetti

Treanor Key Personnel

Principal-in Charge	Tansy Bowermaster
Project Manager	Sharmeen Pourmoghadas
Project Architect	Craig Friedman
Interior Designer	Emily Gegg

Buehler Key Personnel

Principal-in Charge	Warren Pottebaum
Senior Associate Engineer	Anthony Jacuzzi
Engineer	Rana Kashani

Mazzetti Key Personnel

Principal-in Charge	Stacey Lin
Mechanical	Thomas Yu
Electrical	Jesse Avery
Plumbing	Brian Hageman
Technology	Scott Bowman
Medical Equipment Planning	Alexis Terry

3. Work Plan

A. Schematic Design (10 weeks):

- Request preliminary information and coordinate with equipment vendors.
- Prepare SD design and documents based on approved test-fit for Stakeholder review, comment, and approval: 100% SD. **(1 submittal)**
- Prepare annotated design diagrams as needed.
- Select initial interior finish options based on campus standards for Stakeholder feedback.
- Conduct SD review meetings and collaborate design with Stakeholders. **(2 virtual meetings)**
- Revise selected SD design based on Stakeholder feedback for Stakeholder approval to proceed.

B. Design Development (12 weeks):

- Prepare DD drawings based on approved Schematic Design.
- Conduct User review meetings for User approval on design. **(5 meetings at 1 hour each)**
- Request final drawing and coordinate with equipment vendors.
- Coordinate with nurse call and pneumatic tube vendors, hired directly by the Owner.
- Prepare and submit design documents for Bogard review and comment: 50% DD and 100% DD. **(2 submittals)**
- Coordinate with Bogard for construction cost estimate at 100% DD. **(1 round)**
- Prepare interior finish material board for Stakeholder approval.
- Conduct final user-group DD sign-off meeting: 100% DD. **(2 virtual meetings)**
- Revise selected DD design based on Stakeholder feedback for Stakeholder approval to proceed.

C. Construction Documents (12 weeks):

- Prepare construction drawings based on approved design development documents.
- Prepare project manual and technical specifications.
- Prepare functional program.
- Conduct 100% CD review meeting (Page-Turn) with Stakeholders. **(1 meeting)**
- Prepare and submit CD for Bogard review and comment: 100% CD. **(1 submittal)**
- Revise construction documents based on review comments.
- Prepare plan review submittal drawings and HCAI documents.

D. Agency Review (6 months):

- Prepare submittal package seeking agency approval.
- Respond to plan review comments. **(2 backchecks)**
- Prepare required post-approval paperwork (Building Permit, TIO, Notice of Start).

E. Bidding and Negotiation (2 months, concurrent with HCAI review):

- Prepare bid documents and coordinate with Owner on bidding requirements.
- Attend bid walk-through. **(1 meeting)**
- Answer bidder questions (RFI) and prepare addendums as required. **(1 addendum)**
- Assist the Owner to evaluate bids and contractor selection. **(1 round)**

F. Contract Administration (12 months):

The approximate construction start date is 03/01/2027 and the construction time is anticipated to be approximately 12 months. Total number of CA hours, meetings, site visits, and milestone sign-off coordination are included and listed below as allowances during the construction. When the total number of CA hours, meetings, site visits, or milestone sign-off coordination are reached, Treanor will notify the Owner. Additional services may be submitted for review and approval if the listed services below extend beyond general project expectation.

- Provide CA services: review submittals, respond to contractor RFIs, and other services as denoted in AIA Document B201, 2017 edition, unless excluded herein.
- Attend HCAI on site construction kick-off meeting. **(1 meeting)**
- Attend Owner-Architect-Contractor construction kick-off meeting. **(1 virtual meeting)**
- Visit construction as required for major milestones during the construction period. **(4 visits)**
- Attend Owner-Architect-Contractor virtual meetings once per week during the construction period. **(52 virtual meetings)**
- Prepare NMA and ACD for HCAI review as required. Changes due to unforeseen conditions or initiated by the Owner shall be considered additional services.
- Conduct punch-list walk-through and prepare punch-list. **(1 punch-list walk-through)**

G. Project Close-out:

- Prepare project close-out documents as required by AHJ.
- Coordinate efforts with Bogard, IOR, and contractor for HCAI sign-off of project.
- Conduct post-occupancy evaluation with Users 6 months after project completion.

4. **Compensation**

A. Fee Schedule:

This project will be billed on a Time & Material basis with a maximum fee of **\$632,375** broken down as follows. When the total number of hours is reached, Treanor will notify the Owner. Additional services may be submitted for review and approval if the listed services below extend beyond general project expectation.

Architectural Fees:

Schematic Design (10 Weeks)	\$ 45,925
Design Development (12 Weeks)	\$ 74,580
Construction Document (12 Weeks)	\$ 72,090
Bidding / Negotiation (8 Weeks)	\$ 19,450
Agency Review (3 Weeks)	\$ 19,540
Contract Administration (52 Weeks)	\$ 99,470
Project Close-out (1 Weeks)	\$ 7,600
Subtotal TreanorHL	\$ 338,655

Consultants Fees:

Structural	Buehler	\$ 68,500
MEP/Equip.	Mazzetti	\$ 225,220
Subtotal Consultant		\$ 293,720

Total Fees **\$ 632,375**

B. Reimbursable not to exceed \$8,000.

These expenses are not included in the total fee above. The reimbursable expenses for Treanor and our consultants will cover the costs associated with shipping, printing/plotting (including construction related printing) and other miscellaneous costs incurred by Treanor. Expenses will be invoiced at a multiple of 1.1 times the actual cost of expenses incurred and will not exceed the total estimated amount without prior authorization.

C. Exclusions

The following scope and services are currently excluded from this proposal, but could subsequently be added as Add Services:

- Signage/Way Finding
- Building accessibility upgrade work beyond the area of work
- Furniture layout, selection and specifications
- Cost estimating services
- Value engineering
- 3-D rendering for public or Stakeholder presentation purposes
- Specialized lighting and A/V design
- Detailed analysis of existing Structural or MEP systems not associated with the project as defined
- Documentation of existing building systems or characteristics requiring destructive removal
- Development of as-built or record drawings after construction

We greatly appreciate the opportunity to provide these services to Bogard and Salinas Valley Health. If you have any questions, comments, or concerns about this fee estimate, please do not hesitate to contact me.

Sincerely,



Tansy Bowermaster, AIA, ACHA, NCARB
HEALTHCARE ARCHITECT, PRINCIPAL
 Treanor
 tbowermaster@treanor.design
 c 415.238.0514

Enclosures: Consultants' Proposals

To our valued clients: The standard hourly rates quoted below are effective from February 1, 2025 and will increase on February 1, 2026. These rates apply only to projects and efforts billed on an hourly basis.

Standard Billing Rates

Effective February 1, 2025 – January 31, 2026

Category	Hourly Rate
Senior Principal	\$370
Principal II	\$350
Principal I	\$290
Project Lead IV	\$260
Project Lead III	\$235
Project Lead II	\$215
Project Lead I	\$200
Designer IV	\$170
Designer III	\$155
Designer II	\$135
Designer I	\$125
Landscape Architect	\$205
Civil Engineer II	\$163
Civil Engineer I	\$125
Intern I	\$75
Admin III	\$195
Admin II	\$150
Admin I	\$115



180 Montgomery Street, Suite 1500, San Francisco, CA 94104

415.495.1635

BuehlerEngineering.com

December 5, 2025

Tansy Bowermaster
Treanor
351 California Street, Suite 800
San Francisco, CA 94104
TBowermaster@Treanor.design

Subject: Salinas Valley Health Medical Center Endoscopy Suite
Buehler Proposal No. 25-1699

Dear Tansy,

Thank you for requesting a proposal to provide structural engineering services for the subject project. The Project consists of renovations to create a new Endoscopy Suite in existing basement level space within the Cardiac Center North Building (BLD-01641) at Salinas Valley Health Medical Center in Salinas, California.

The Project scope will include the following spaces identified in the latest approved design option:

Endoscopy Suite

Two Procedure Rooms, Clean and Dirty Processing, Clean Utility, Soiled Hold, Anesthesia Work Room, Patient Holding/Recovery, Dress Room, Patient Toilet, Staff Locker, Equipment Storage, and Waiting Room.

Cardiology

Two Echo Rooms, Treadmill, Breakroom, and Office.

Nuclear Medicine

Injection Room.

Additionally, the Project will include the following MEP upgrades:

Mechanical

Assessment and design to mitigate existing air balance issues in the area, including the potential design and specifications for a new air handling unit to replace the current unit serving this section of the facility.

Electrical

Electrical panel relocations and any necessary electrical infrastructure improvements required for the suite.

Pneumatic Tube System

Relocation of existing pneumatic tube system.

Medical Gas

Design to extend medical gas systems.

Temporary relocation of services and equipment will be necessary for the phased implementation of the Project. This will likely include the following temporary work:

- Use of an Operating Room for endoscopy procedures during construction, and scope processing in the Sterile Processing Department. This will involve installation of scope processing equipment in a yet to be determined location on a temporary basis.
- Cardiology, Nuclear Medicine, and other support spaces will need to temporarily relocate. New or temporary handwashing sinks will be needed to support this.

The existing building is currently rated SPC 4 and NPC 2. It is assumed that NPC upgrade work is not within the scope of the current Project. Renovation of the building is not anticipated to require any changes to the building's primary lateral system. The existing gravity system in the building is anticipated to be sufficient to support the proposed program, needing only minor, localized strengthen for the support of medical or MEP equipment. No modifications to the building exterior, including rooftop mechanical screens, are anticipated to be required.

Treanor (Client) and Buehler Engineering, Inc. (Buehler) agree as set forth below:

SECTION 1: BUEHLER'S SCOPE OF SERVICES

Buehler shall provide for the Client, in accordance with this Agreement, structural engineering services for the Project described above. Buehler anticipates orderly and continuous progress of the Project and shall provide these services in accordance with generally accepted professional practices for the intended use of the Project.

1.1 Buehler's Scope of Work consists of providing construction drawings and supporting calculations for the following:

- Minor alterations or strengthening of the gravity system at floors or roof.
- Anchorage of medical equipment.
- Providing phased deliverables as described in Section 2.
- BIM structural modeling in accordance with Exhibit B.

1.2 Buehler's Scope of Work includes providing structural calculations only for the following:

- Support, anchorage, and bracing for architectural components including, but not limited to partition walls and ceilings. HCAI pre-approved OPD details will be used where feasible.
- Support, anchorage, and bracing for MEPF equipment where required by code (i.e. floor-mounted or roof-mounted equipment greater than 400 pounds and ceiling or wall-mounted equipment greater than 20 pounds).

Construction documents (drawings) for the items above are to be provided by the associated design professional (Architect, Landscape Architect, Mechanical, Electrical, Plumbing, Fire Protection (MEPF) Engineers , etc.).

1.3 The following exhibits are included with this proposal:

- Exhibit A: Terms and Conditions
- Exhibit B: BIM Services

SECTION 2: BUEHLER'S SERVICES AND DELIVERABLES BY PHASE

2.1 Buehler shall provide structural engineering services as described in each of the phases below.

Schematic Design Phase (estimated 10-week duration)

Buehler shall:

- Make recommendations regarding basic structural systems.
- Review issues of concern and begin coordination with architectural, mechanical, and electrical systems.
- Identify pre-engineered and delegated structural systems.
- Attend weekly design meetings, to be held virtually and anticipated to be 30 minutes in duration.
- Visit the site, if necessary, to observe existing conditions in the Project area. Observations will be limited to areas that are readily accessible without the removal of permanent finishes. Access, including ladders, will be provided by the Owner.
- Provide the following deliverables for this phase:
 - Structural drawings in PDF format showing preliminary framing plans, if necessary, for modifications to the primary structure

Design Development Phase (estimated 12-week duration)

Buehler shall:

- Incorporate Schematic Design Phase review comments made by the Owner, Contractor, or Architect.
- Review issues of concern and coordinate with architectural, mechanical, and electrical systems.
- Attend weekly design meetings, to be held virtually and anticipated to be 30 minutes in duration.
- Provide the following deliverables at this phase:
 - Structural drawings in PDF format.
 - Progress framing plans.
 - General notes and typical details

Construction Document Phase (estimated 12-week duration)

Buehler shall:

- Commence the Construction Document Phase once the architectural model/design is frozen and primary structural elements have been located such no that further movement will occur.
- Incorporate Design Development Phase review comments made by the Owner, Contractor, or Architect.
- Finalize the preparation of the structural drawings.
- Finalize the preparation of the structural specifications.
- Finalize the preparation of the structural calculations.

- Attend weekly design meetings, to be held virtually and anticipated to be 30 minutes in duration.
- Provide the following deliverables for this phase:
 - Structural drawings and calculations.
 - Drawings and calculations will be submitted to the Client in PDF format for their use in the reproduction and assembling of documents necessary for building permit submittal and the construction of the Project.

Agency Review Phase (estimated 6-month duration)

Buehler shall:

- Assist the Client in obtaining approval from the governmental agency having jurisdiction (AHJ) over the Project.
- Respond to plan review comments on the structural drawings.
- Revise the structural drawings and specifications, as required, in response to plan review comments.
- Assist other disciplines with responses to structural comments on their documents for elements listed in Section 1.2. Provide PDF markups of revisions to other consultants' drawings as required in response to those comments.
- Prepare Test and Inspection Form for AHJ review and approval.
- Provide the following deliverables for this phase:
 - Structural drawings and calculations.
 - Analytical models (if requested by AHJ).
 - Plan review comment response matrix.

Bidding Phase (estimated 2-month duration concurrent with Agency Review Phase)

Buehler shall:

- Issue Addenda as appropriate to clarify or correct the contract documents.
- Provide responses to Bidder submitted Requests-for-Information (RFIs) related to structural components of the Project.

Construction Administration Phase (estimated 12-month duration)

Buehler shall with reasonable promptness:

- Prepare supplemental drawings and interpretations in response to Requests-for-Clarification by the Architect, Contractor, or the Owner.
- Review structural items within Contractor submittals for general conformance with the information given in the contract documents.
- Visit the site (up to two site visits total) periodically to observe work and to determine, in general, if the structural portions of the constructed work are in accordance with the contract documents. On the basis of this on-site observation, Buehler shall endeavor to guard the Owner against apparent defects and deficiencies in the permanent work constructed by the Contractor but shall not guarantee the performance of the Contractor. Buehler shall not be required to make exhaustive or continuous on-site observations to check the quality or quantity of the construction work and shall not be responsible for construction means, methods, techniques, sequences, procedures, or for any safety precautions in connection with the construction work. Buehler shall not be responsible for the Contractor's failure to execute the work in accordance with the construction contract.

- Assist with the preparation of closeout documents required by the authority having jurisdiction (AHJ) for the Project.
- Prepare structural Record Drawings incorporating ACDs and NMAs issued during the Construction Administration phase.

SECTION 3: EXCLUSIONS AND CONTINGENT ADDITIONAL SERVICES

3.1 Exclusions and Contingent Additional Services are not included in Buehler's Services. Contingent Additional Services may be delegated to other design professionals or added to Buehler's Services under mutually agreed terms and when authorized by the Client.

3.2 Services specifically excluded are:

- The design of construction shoring and erection bracing.
- The design of shoring and/or bracing for excavations.
- The design of temporary conditions, except as noted above.
- The design of structural support for and bracing of MEP and Fire Protection distribution systems (ductwork, piping, conduit, cable trays, etc.).
- The preparation of construction cost estimates.
- Fees associated with permitting or use of any proprietary elements.
- Inspections of any type including continuous, periodic, or detailed.

3.3 Contingent Additional Services may include, but not be limited to, the following:

- Services required due to significant changes in the Project including changes in size, use, quality, complexity, schedule, budget, or methods of bidding.
- Revisions required after the Design Development Phase to reduce construction cost due to reasons beyond the control of Buehler.
- Services resulting from damage as the result of fire, man-made disasters, or acts of God.
- The design of egress stairs, stair landings, and handrails unless specifically included in Section 1.
- Anchorage design for nonstructural elements unless noted in Section 1.
- Attendance at meetings in excess of one hour per week.
- Publishing progress documents at milestones other than those identified in Section 2.
- Preparing and/or publishing construction documents for the purposes of early procurement or permitting unless noted in Section 2.
- Review of Requests-for-Information (RFIs) or submittals beyond the second review.
- Services related to the review and design of alternate or substitute systems submitted by the Contractor.
- Services resulting from errors or omissions in construction, including but not limited to redesign or additional site observations.
- Review and analysis of Contractor's construction equipment loads and support.
- Preparation of record structural drawings or BIM models unless specifically included in Section 2.

SECTION 4: BUEHLER’S COMPENSATION

4.1 Our compensation for these services will be on an hourly basis at our hourly rates to the maximum amount indicated below:

Schematic Design Phase.....	\$12,000.00
Design Development Phase	\$11,000.00
Construction Document Phase	\$19,000.00
Agency Review Phase.....	\$6,000.00
Bidding Phase	\$1,500.00
Construction Administration Phase.....	\$19,000.00
Maximum Hourly Fee	\$68,500.00

4.2 Buehler’s hourly rates are as follows:

Senior Principal	\$325.00
Principal	\$295.00
Senior Professional	\$265.00
Professional.....	\$230.00
Designer	\$180.00
Senior Technician.....	\$185.00
Technician	\$160.00
Clerical	\$140.00

If you have any questions, please do not hesitate to contact me. Otherwise, please sign and return a copy of this proposal as your authorization to proceed with the services and your acceptance of this proposal. If you do not sign the proposal but provide verbal authorization to proceed with the services, it is our understanding that you have accepted this proposal as written.

This Agreement is entered into as of the date first written above.

BUEHLER

CLIENT

Warren R. Pottebaum, SE
For Buehler Engineering, Inc.
wpottebaum@buehlerengineering.com

Tansy Bowermaster
For Treanor

Title

Date

MAZZETTI

Creating healthier, enduring environments.

Mazzetti MEPT Engineering

December 18, 2025

Tansy Bowermaster, AIA
Principal
TREANOR
o 503.512.5809
c 415.238.0514

Re: Salinas Valley Health Endoscopy Suite
Mazzetti No: 025-010108

Dear Tansy,

Thank you for the opportunity to propose on this project. This letter and all documents it references are our integrated proposal for this project.

We have based this Proposal on your email RFP of December 1, 2025, including the program test-fit document (25-1201 SVH Endo approved test-fit).

Sincerely,

Mazzetti,



Stacey Lin, PE
Principal

Enclosures:
Fee Proposal
Professional Services Rates
Reimbursable Expenses
Work Subject to Additional Fees
Terms and Conditions
Document Reuse Agreement

FEE PROPOSAL

A. Project Details

Project Name: Salinas Valley Health (SVH) Endoscopy Suite

Project Address: 450E. Romie Lane, Salinas, CA

Proposal Date: 12/5/2025

B. Project Description

This Project is to create a new endoscopy suite inside an existing hospital area of 4,400 sf to include all spaces identified in the latest approved design option:

- **Endoscopy Suite:** (2) Procedure Rooms, Clean & Dirty Processing, Clean Utility, Soiled Hold, Anesthesia Work Room, Patient Holding/Recovery, Dress Room, Patient Toilet, Staff Locker, Equipment Storage, and Waiting Room
- **Cardiology:** (2) echo Rooms, Treadmill, Breakroom, and Office
- **Nuc Med:** Injection Room

The Project also needs to address specific MEP design requirements including:

- **HVAC:** Assessment and design to mitigate existing air balance issues in the area, including the potential design and specifications for a new air handling unit to replace the current unit serving this section of the facility.
- **Electrical:** Electrical panel relocations and any necessary electrical infrastructure improvements required for the suite.
- **Pneumatic Tube System:** Relocation of existing pneumatic tube system.
- **Medical Gas:** Design to extend medical gas systems.

C. Scope of Work

Our scope of work covers the following tasks:

- Provide Mechanical, Electrical and Plumbing (MEP) design Schematic Design and Design Development including (12) hours of online meetings.
- Provide MEP Construction Documents including (4) hours of online meetings.
- Provide IT/LV design.
- Provide MEQ planning.
- Provide Performance Specs only for Fire Protection and Fire Alarm systems; detailed design is excluded.
- Response to HCAI review comments.
- Provide design clarification during Bidding & Negotiation.
- Provide Construction Administration:
 - a. Respond to RFI's.
 - b. Review requested submittals.
 - c. Attend up to (1) site meeting.
 - d. Provide (1) punch list per discipline.
 - e. Provide (1) final walk-through per discipline.
 - f. Attend monthly on-line OAC meetings as required.

D. Fees

In consideration for this scope of services, we are proposing Not-to-Exceed fees of \$179,560 for MEPT and \$45,660 for MEQ, on hourly basis. Reimbursable expenses are estimated to be \$3,000, in addition to the fees. See attached fee estimate document for details (SVH Endoscopy Suite Fee_12.18.25).

In order to protect the Owner's interests as well as yours, we will not proceed with any services we consider to be in addition to the contract without first notifying you of our intent to do so, and without obtaining your authorization for such work as an amendment to our contract.

F. Approvals

This proposal may be accepted as outlined in the attached Terms and Conditions. Once authorized we will proceed in accordance with the scope and terms outlined herein.

Thank you again for the opportunity to present you with this Proposal. Please feel free to call me with any questions.

Sincerely,

Mazzetti



Stacey Lin, PE
Principal

to be signed and returned by:
Tansy Bowermaster, AIA
Principal at TRENOR

Date signed:

PROFESSIONAL SERVICES RATES

Principal	\$375 / hr
Associate Principal	\$295 / hr
Senior Associate	\$270 / hr
Project Manager (IT/LV)	\$270 / hr
Associate / Sr Engineer	\$234 / hr
Engineer / Sr Designer	\$195 / hr
BIM/CAD Manager	\$195 / hr
Designer / Project Coordinator (IT/LV)	\$170 / hr
BIM Specialist	\$150 / hr
Admin Support	\$150 / hr

Suspense/Review Date: December 31, 2026

Escalation Rate per Annum – 4%

REIMBURSABLE EXPANSES

The following costs are considered in addition to the fees presented in this Proposal and shall be paid at costs. This list is not intended to be all inclusive, but rather to be representative of the types of costs typically expected to be reimbursed on similar projects.

1.	Mileage: Standard mileage rate (as issued by the Internal Revenue Service) from office to and from jobsite, contactor, Authority Having Jurisdiction, airport, factory test procedure, your offices or other travel required to perform the Work.
2.	Printing and Reproduction:
	External printing and reproduction (excluding plotting below).
	Plotting: \$.80/square foot.
3.	Delivery & transport: cost times multiplier
4.	Parking & Taxis: As deemed appropriate for the Work
5.	Air Travel: Mazzetti choice of carriers appropriate for the Work.
6.	Rental Vehicles: Mazzetti choice of rental car companies, deemed appropriate for the Work.
7.	Hotel: Business-class hotel, single-occupancy.
8.	Meals: Meals only on overnight trips and extended stays.

(*) all costs billed at Cost times multiplier as referenced in Fees and Expenses section

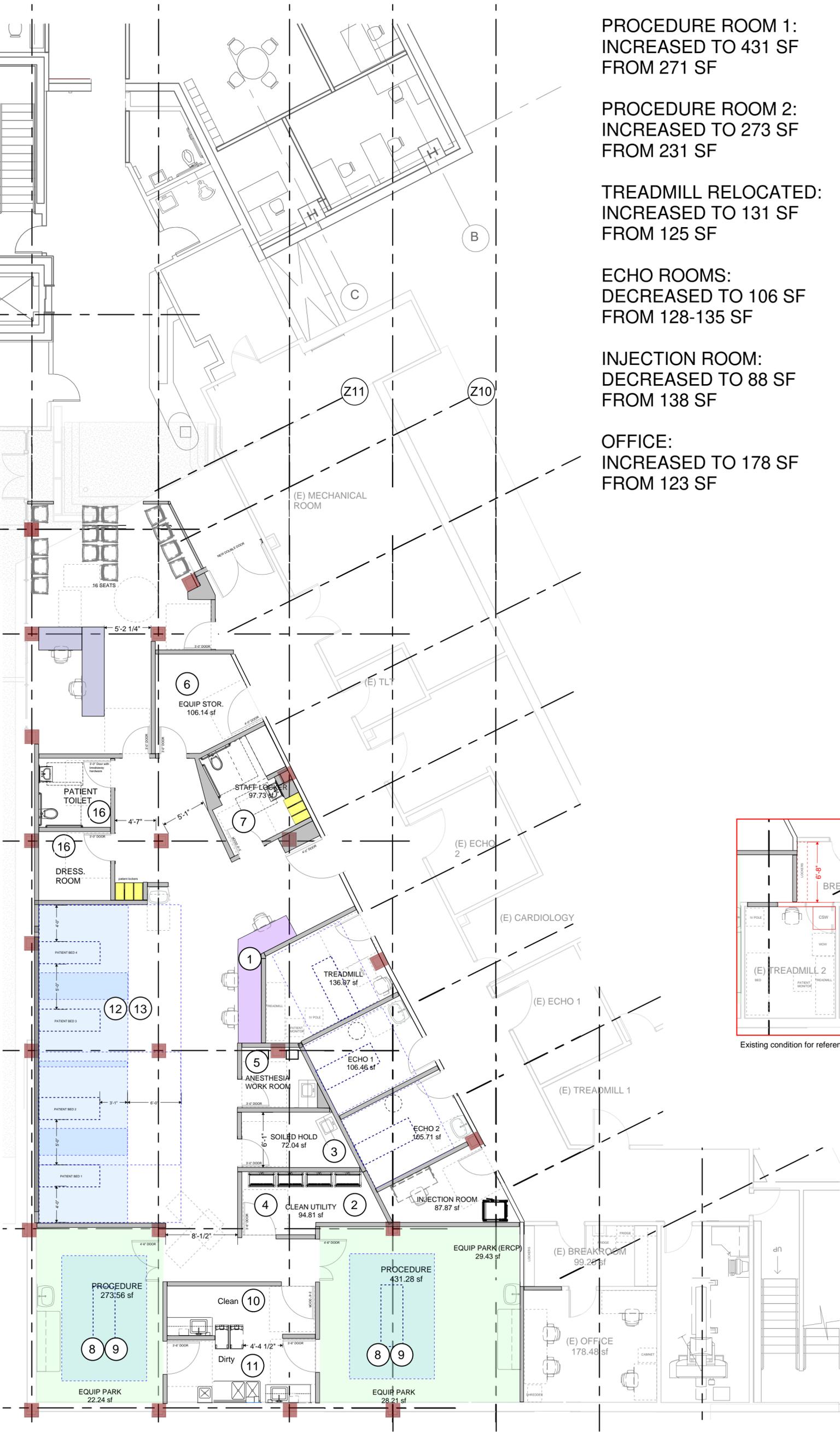
WORK SUBJECT TO ADDITIONAL FEES

This proposal is based upon the scope, schedule terms and conditions contained herein ("Basis of Fee"). Modifications to the Basis of Fee may result in additional time and fees. Such modifications may include, but are limited to the following:

1. Delays, interruptions, or modifications to the Work by others.
2. Changes to the work once work has commenced, and/or after any portion of work has been submitted and reviewed by Architect or Owner.
3. Work required to seek program flexibility, code variances, code changes that occur after commencement of the Work or efforts to appeal decisions made by the Authorities Having Jurisdiction.
4. Acoustic calculations or provisions for sound abatement for selected equipment.
5. Cost estimating.
6. Additional construction administration services beyond that specified in the Proposal. Extension of the project duration beyond what is indicated in the Proposal.
7. More than two reviews of any submittal including test and balance reports.
8. Review of substitution proposals from the contractor and any redesign work resulting from such substitutions.
9. System studies, LEED or similar certifications, energy modeling, life cycle analysis, or similar services.
10. FFE or other non-MEP equipment connection in excess of line power inputs, provided that such information is provided to allow Mazzetti to progress in the normal sequence of the Work.
11. Responsibility for coordinating, supervision or otherwise responsible for the work of various utilities related to the Project.
12. Building system commissioning.
13. Design, maintenance or support for construction activities, such as temporary power, water, technology, etc.
14. Interim life-safety measures or temporary facilities related thereto.
15. Additional work required for the assembly of or design rework resulting from separate bidding packages or the preliminary/early release of documents for purpose of budgeting, bidding or development of Guaranteed Maximum Prices (GMPs), unless specifically included in the scope of Work and schedule, above.
16. Any value engineering, redesign, or consideration of alternates necessitated by budget over-runs, not specifically resulting from the design of systems included in the scope of Work included in this proposal.
17. All Warranty Phase work. All Construction Phases services required more than 60 days after the date of substantial completion of the Work
18. Review of layouts or designs of any contractor, its subcontractors or consultants generated work, including but not limited to fire protection, life safety, low voltage, civil or utility work, temporary facilities, etc.
19. Generation of project as-builts or as-constructed documentation.
20. Negotiation with any Utility providers for service rates, the packaging and delivery or the strategic use of electricity, gas or other utilities serving or related to the project.
21. Changes to equipment provided by other Divisions of work or the Owner, its consultants or contractor including substitutions.

Firm Name: **MAZZETTI**
 Project Title: **SVH Endoscopy Suite**
 Date: **12/5/2025**

DISCIPLINE	SD (10 wks)			DD (12 wks)			CD (12 wks)			BID & OSHPD (6 mos)			CA (12 mos)			TOTAL			
	RATE	S	FEE	RATE	S	FEE	RATE	S	FEE	RATE	S	FEE	RATE	S	FEE	RATE	S	FEE	
MEPT BASIC SERVICES:																			
ME Principal	\$ 375	4	\$ 1,500	\$ 360	4	\$ 1,440	\$ 375	4	\$ 1,500	\$ 375	2	\$ 750	\$ 375	4	\$ 1,500	\$ 375	18	\$ 6,750	
Lead Mechanical Designer	\$ 270	16	\$ 4,320	\$ 260	16	\$ 4,160	\$ 270	32	\$ 8,640	\$ 270	16	\$ 4,320	\$ 270	40	\$ 10,800	\$ 270	120	\$ 32,400	
Mechanical Designer	\$ 170	8	\$ 1,360	\$ 160	8	\$ 1,280	\$ 170	32	\$ 5,440	\$ 170	8	\$ 1,360	\$ 170	16	\$ 2,720	\$ 170	72	\$ 12,240	
Lead Plumbing Designer	\$ 295	16	\$ 4,720	\$ 290	16	\$ 4,640	\$ 295	32	\$ 9,440	\$ 295	12	\$ 3,540	\$ 295	40	\$ 11,800	\$ 295	116	\$ 34,220	
Plumbing Designer	\$ 170	8	\$ 1,360	\$ 160	8	\$ 1,280	\$ 170	32	\$ 5,440	\$ 170	8	\$ 1,360	\$ 170	16	\$ 2,720	\$ 170	72	\$ 12,240	
EE Principal	\$ 375	8	\$ 3,000	\$ 360	8	\$ 2,880	\$ 375	8	\$ 3,000	\$ 375	4	\$ 1,500	\$ 375	4	\$ 1,500	\$ 375	32	\$ 12,000	
Electrical Designer	\$ 195	16	\$ 3,120	\$ 190	16	\$ 3,040	\$ 195	32	\$ 6,240	\$ 195	16	\$ 3,120	\$ 195	40	\$ 7,800	\$ 195	120	\$ 23,400	
Lighting Designer	\$ 195	8	\$ 1,560	\$ 190	8	\$ 1,520	\$ 195	16	\$ 3,120	\$ 195	4	\$ 780	\$ 195	8	\$ 1,560	\$ 195	44	\$ 8,580	
BIM Manager	\$ 195	8	\$ 1,560	\$ 190	8	\$ 1,520	\$ 195	16	\$ 3,120	\$ 195	2	\$ 390	\$ 195	8	\$ 1,560	\$ 195	42	\$ 8,190	
Admin Support	\$ 150	4	\$ 600	\$ 140	4	\$ 560	\$ 150	12	\$ 1,800	\$ 150	2	\$ 300	\$ 150	6	\$ 900	\$ 150	28	\$ 4,200	
IT/LV Associate Principal	\$ 295	4	\$ 1,180	\$ 290	4	\$ 1,160	\$ 295	8	\$ 2,360	\$ 295	2	\$ 590	\$ 295	2	\$ 590	\$ 295	20	\$ 5,900	
IT/LV Project Manager	\$ 270	16	\$ 4,320	\$ 260	8	\$ 2,080	\$ 270	24	\$ 6,480	\$ 270	8	\$ 2,160	\$ 270	16	\$ 4,320	\$ 270	72	\$ 19,440	
MEQ Project Manager	\$ 270	8	\$ 2,160	\$ 270	36	\$ 9,720	\$ 270	24	\$ 6,480	\$ 270	18	\$ 4,860	\$ 270	12	\$ 3,240	\$ 270	98	\$ 26,460	
MEQ Project Coordinator	\$ 180	8	\$ 1,440	\$ 180	20	\$ 3,600	\$ 180	16	\$ 2,880	\$ 180	8	\$ 1,440	\$ 180	8	\$ 1,440	\$ 180	60	\$ 10,800	
MEQ Bim Specialist	\$ 150	4	\$ 600	\$ 150	20	\$ 3,000	\$ 150	16	\$ 2,400	\$ 150	8	\$ 1,200	\$ 150	8	\$ 1,200	\$ 150	56	\$ 8,400	
Reimbursable Expenses																			
SUB-TOTAL		136	\$ 32,800		184	\$ 41,880		304	\$ 68,340		118	\$ 27,670		228	\$ 53,650		970	\$ 228,220	



PROCEDURE ROOM 1:
INCREASED TO 431 SF
FROM 271 SF

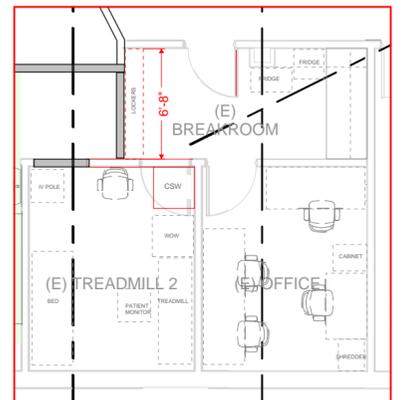
PROCEDURE ROOM 2:
INCREASED TO 273 SF
FROM 231 SF

TREADMILL RELOCATED:
INCREASED TO 131 SF
FROM 125 SF

ECHO ROOMS:
DECREASED TO 106 SF
FROM 128-135 SF

INJECTION ROOM:
DECREASED TO 88 SF
FROM 138 SF

OFFICE:
INCREASED TO 178 SF
FROM 123 SF



Existing condition for reference

Proposed Floor Plan - Scale 1/8 (SHEET SIZE: 11"x25")
PROPOSED PREVIOUSLY ALTERNATE 1 INCLUDING WORK AT
BREAK ROOM, TREADMILL AND OFFICE.

NOVEMBER 4, 2025

Board Paper: Finance Committee

Agenda Item: **Consider Recommendation for Board Approval of Project Funding and Award of Construction Contract to Tombleson, Inc. for the Salinas Valley Health 559 Abbott Street X-Ray Rooms 1 & 2 Equipment Replacement Project**

Executive Sponsor: Timothy Albert, MD, MHCM, Chief Clinical Officer
 Brad McCoy, Vice President of Facilities, Construction and Real Estate

Date: February 23, 2026

Executive Summary

In April 2025, the SVH Board approved the purchase of two new Canon X-Ray equipment packages to replace GE imaging equipment that is 15 years old and at end of life. We are now seeking approval of related costs for project design, permitting, and construction, including necessary modifications to the spaces to accommodate the equipment installation.

Background/Situation

One room will be renovated at a time in a phased approach to limit operational imaging capacity restriction. Structural work is required to adequately support the new equipment. As a result, a building permit has been applied for, will be secured, and minor disruption of adjacent areas will be required to install structural beams and posts, working closely with staff to minimize disruption. Work is limited to areas around X-Ray Room 1 (plan rm A110) and X-Ray Room 2 (plan rm A115).

In compliance with Local Healthcare District Law, bidding documents and specifications were prepared by WRD architects, an advertisement for bids was published in the Salinas Californian, plans and specs were made available to the Central Coast Builder's exchange, four prospective bidders have expressed interest and made site visits. The construction bid period closed January 13, 2026. We are seeking approval of the total project value of \$1,186,000.00, which includes the previously approved \$506,046 for the 2 equipment packages, plus \$679,954 for construction costs necessary to complete the project.

Timeline/Review Process to Date

April 2025: Board Approval of Purchase of Two (2) Canon X-ray Units.
 November 2025: Design Documents finalized for permit and bidding.
 January 2026: Contractor bidding completed.
 February 2026: Contractor recommended for Approval
 March 2026: On-site Construction Commences

Pillar/Goal Alignment

X Service People X Quality Finance Growth X Community

Financial/Quality/Safety/Regulatory Implications/Construction Contract Terms

Key Contract Terms	Contractor: Tombleson Inc.
1. Proposed effective date	Issuance of Notice to Proceed anticipated on 3/2/2026
2. Term of agreement	120 calendar days

3. Renewal terms	Not Applicable
4. Termination provision(s)	Provided in Bid Specifications-Part 12 of General Conditions-Section 007000
5. Payment Terms	Monthly billing based upon percentage complete
6. Compensation	\$439,105.00
7. Cost over life of agreement	Not Applicable
8. Budgeted (indicate y/n)	Yes. Fiscal Year 2026 Routine Capital Project included funding for this project. (Validate)

Recommendation

Consider recommendation to Board of Directors (i) to approve the total estimated project cost to furnish and install new X-Ray equipment in 559 Abbott Street Imaging Center Rooms 1 & 2 in the amount of \$1,186,000.00, and (ii) to award construction contract to Contractor Tombleson, Inc. for Salinas Valley Health 559 Abbott Street X-Ray Rooms 1 & 2 Equipment Replacement Project in the amount of \$439,105.00.

Attachments

- Project budget prepared 1/13/2026
- Bid Result Summary

Salinas Valley Health Clinics

559 Abbott Imaging Center X-Ray Equipment Installation

Architect: WRD

Subject: X-Ray 1&2 Initial Budget

Date Printed: 1/13/2026

Budget Amount: \$1,186,000

Budget Approved:

Version 2

Completion:

Prepared by: DLW, Checked by DLW & SL

Budget Summary		Project Breakdown
Line Item	Description	
	1 Construction	
100	On-Site Construction	\$460,508
101	Estimating Contingency	
	2 Design	
200	Professional Fees	\$50,000
	5 Soft Costs	
	Permits	\$6,000
502	Construction Management	\$115,000
	7 FF&E	
702	Imaging Equipment	\$506,046
704	Hazmat Surveying	\$7,000
	9	
9900	Project Contingency	\$41,446
Totals		\$1,186,000

BID RESULT SUMMARY

DATE: January 13, 2026

BID TIME: 2:00 PM

BID OPENING: 535 E Romie Lane, Suite 6, Salinas, CA 93901

	Contractor	Contact	Email Address	Phone Number	Base Bid + Allowances	Comments
1	Tombleson, Inc	Steve Locke	stevel@tomblesoninc.com	831-422-9696	\$439,105	Apparent Low
2	SSB Construction	Joseph Darpli	jdarpli@ssbconstruction.com	831-737-0638	\$563,800	
3						
4						
5						
6						
	SVMHS reserves the right to reject any or all bids and to waive any informalities in the bidding, or in any bid received.					

	Documents Acoompanying Bid	Contractor 1	Contractor 2	Contractor 3	Contractor 4	Contractor 5
1	Bid Letter	X	X			
2	List of Subcontractors	X	X			
3	Disqualification Questionnaire	X	X			
4	Acknowledgment of Insurance Requirements	X	X			
5	Bidders Guarantee: Bond or Irrevocable Standby Letter of Credit	X	X			
6	Non-Collusion Certification	X	X			
6	Non-Collusion Certification	X	X			

Board Paper: Finance Committee

Agenda Item: **Consider Recommendation for Board Approval for the purchase of eight (8) Edwards Lifesciences HemoSphere Alta hemodynamic monitoring equipment.**

Executive Sponsor: Clement Miller, Chief Operating Officer
Simplicio Tualla Jr, Chief Biomedical Engineer

Date: February 23, 2026

Executive Summary

Salinas Valley Health Medical Center desires to replace the **hemodynamic monitoring equipment** utilized in the cardiac Operating Rooms, Cath Lab and the Intensive Care Unit. The equipment requested is the HemoSphere Alta manufactured by Edwards Lifesciences. Upgrading to the HemoSphere Alta will ensure that these critical areas utilize the same equipment and allows the organization to utilize equipment that interfaces with our electronic medical record system.

Background/Situation/Rationale

The current HemoSphere monitors are end-of-sale and nearing end-of-life. As a result, vendor support, serviceability, and parts availability will continue to decline increasing the risk of service interruptions and extended repair times in critical care areas. These legacy monitors are no longer under service contracts and, due to age are no longer eligible for coverage. Beyond cost, equipment failures reduce monitor availability and disrupt clinical workflows when devices are removed from rotation.

Upgrading to the HemoSphere Alta platform mitigates these risks and ensures continuity of care. Alta is the foundation for all future HemoSphere enhancements and provides a fully integrated, future-ready hemodynamic monitoring solution. It consolidates monitoring of Swan-Ganz pulmonary artery catheters, arterial line-derived parameters, and cerebral and somatic oximetry onto a single, intuitive platform. Enhanced clinical analytics support more accurate assessment of fluid responsiveness, cardiac performance, and cerebral autoregulation.

Finally, our team of anesthesiologist have been proponents of this request. The items being requested meet the ongoing patient needs within the cardiac service line ensuring that patients receiving cardiac care are being monitored with consistency throughout their stay.

Timeline/Review Process to Date

October, 2025:	Vendor Demo
January, 2026:	Vendor Quote
February, 2026:	Capital Project request

Meeting our Mission, Vision, Goals Strategic Plan Alignment

The replacement of our hemodynamic monitoring equipment will allow the Salinas Valley Health Medical Center to provide the standard of care our cardiac community expects while giving our organization the opportunity have the equipment interface with Epic, in real time, reducing the documentation burden for our staff and physicians during this highly critical setting of care.

Pillar/Goal Alignment
 Service
 People
 Quality
 Finance
 Growth
 Community

Financial/Quality/Safety/Regulatory Implications

Key Contract Terms	Vendor: Edwards Lifesciences
1. Proposed effective date	March 15, 2026
2. Term of agreement	Capital purchase with 1-year extended warranty
3. Renewal terms	N/A
4. Termination provision(s)	N/A
5. Payment Terms	N/A
6. Annual cost	N/A
7. Cost over life of agreement	\$685,172.30 (\$627,160.00 plus tax of \$58,012.30)
8. Budgeted (indicate y/n)	No, reprioritizing capital funds

Recommendation

Consider Recommendation for Board Approval for the purchase of eight (8) Edwards Lifesciences HemoSphere Alta hemodynamic monitoring equipment at the cost of \$685,172.30 subject to final negotiation and legal review.

Attachments

- Equipment quote
- Sole Source Justification



Edwards

Edwards Lifesciences, LLC
Helping Patients is Our Life's Work and Life is Now

One Edwards Way
Irvine, CA 92614
P 800.822.9837 | F 949.809.5648
Email all POs to: Capital_Care@Edwards.com

Quote Number: 00070178
Quote Date: 2-12-2026
Quote Expiration: 3-13-2026
Quote Type: Purchase

Edwards Contact Information

Sales Rep Name JOHN COSTA Prepared By Michelle Huynh
Email michelle.huynh@bd.com

Customer Contact Information

Name Simplicio Tualla Jr. CBET Ship To Name SALINAS VLY MEM HTHCARE SYST - CID000167
Title Chief of Biomedical Services
Department OR Ship Address 450 E ROMIE LN SALINAS, CA 93901-4098
Email stualla@salinasvalleyhealth.com

QTY	Item UoM	Item Number	Item Details	Unit Price	Adjusted Price	UoM Qty	Line Total
8	EA	ALTAALL1SV2	HEMOSPHERE ALTA ALL ON ONE BUNDLE WITH SWAN CCO CABLE, OXIMETRY CABLE, ACUMEN IQ/CLEARLIGHT, FORESIGHT, PRESSURE CABLE FOR ACUMEN IQ/FLOTRAC, HPI, and ALTA360. Kit contains: ALTAALL1, HEMA70CC2, HEMOXSC100, HEMPC2K, EVHRS, HEMFSM10, HEMAPSC200, 50038354001. ALTA 360 PROGRAM 24MO PLAN Covers Model(s) listed under "Program Highlights."	\$99,878.00	\$77,000.00	1	\$616,000.00
8	EA	HEMOXCR1000	HEMOSPHERE OXIMETRY SMART HemoSphere accessories	\$875.50	INCLUDED	1	INCLUDED
8	EA	PCCVR	PRESSURE CONTROLLER COVER - PCCVR Included with HemoSphere, HemoSphere Alta, and HemoSphere Vita bundles, as well as Acumen IQ cuff, ClearSight cuff, and VitaWave cuff module upgrade kits	\$1.20	INCLUDED	1	INCLUDED
8	EA	HEMAPSC200	PRESSURE CABLE - HEMOSPHERE	\$6,945.00	INCLUDED	1	INCLUDED
8	EA	HEMRLSTD1000	HEMOSPHERE ROLL STAND Accessory	\$1,854.00	\$1,395.00	1	\$11,160.00

Balance Due: \$627,160.00

Payment Terms : Net 30
Shipping Method: Ground/Prepaid & Added to Invoice

Line Item Comments

- Quoted pricing of equipment is contingent on the purchase of all quoted line items at point of sale, including the purchase of Total Protection Service.
- Adjusted price is based on New Technology purchase.
- Adjusted price is based on the exchange ratio of 1 classic HemoSphere (Model: HEM1) for the purchase of 1 HemoSphere Alta monitor. Classic HemoSphere (Model: HEM1) must be returned to Edwards after Delivery and in-servicing has been completed. Customer equipment serial numbers to be determined. Equipment not returned within 30 days of delivery and in-servicing of new equipment, Edwards Lifesciences reserves the right to invoice discounted amount (Unit Price - Adjusted Price).

Service 360 Program Highlights

ALTA360 Program Highlights

- Failure of associated models listed in the ALTA bundles below will be replaced at no charge *
- Includes software updates and technology expansion upgrades to the equipment's software
- Covers physical and liquid damage to the equipment (limited)
- Guaranteed next day replacement of covered equipment
- All parts, labor and shipping costs covered
- 24/7/365 technical and product support
- Preventative Maintenance service as specified in the Operations Manual for each ClearSight subsystem pump that has reached its lifetime expiration under Covered Equipment
- Base warranty upgraded to Total Protection at no additional cost (renewals excluded)

*ALTA Smart Recovery Bundle

ALTA360 Protection Service includes model numbers ALTAALL1B, HEMPSC100, EVHRS, HEMAPSC200, and HEMPC2K.

*ALTA Cardiac Bundle

ALTA360 Protection Service includes model numbers ALTACR1, HEMPSC100, HEMFSM10, HEMA70CC2, HEMOXSC100, and HEMAPSC200.

*ALTA All-in-One Bundle

ALTA360 Protection Service includes model numbers ALTAALL1B, HEMPSC100, EVHRS, HEMPC2K, HEMFSM10, HEMA70CC2, HEMOXSC100, and HEMAPSC200.

By issuing a Purchase Order paying for the equipment, software, or service by this Quote, or using such equipment or service, Customer acknowledges and agrees to the terms and conditions at <https://www.edwards.com/about-us/commercial-terms-conditions> for the applicable equipment or service program.

Relevant only for Viewfinder connectivity suite, customer's use of any software included in the equipment or service, including any hosted services, is subject to the applicable license terms set forth at http://www.edwards.com/ViewfinderRemote_EULA, including the End User License Agreement terms that are incorporated. All of these terms are incorporated by this reference and made part of the agreement between the parties.

Please scan and email all purchase orders directly to: Capital_Care@Edwards.com

EDWARDS WARRANTY INFORMATION.

• Edwards Lifesciences ("Edwards") warrants that the equipment set forth in this quote ("Equipment") is fit for the purposes and indications described in the labeling for a period of one (1) year from the date of purchase when used in accordance with the directions for use. Unless equipment is used in accordance with such instructions, this warranty is void and of no effect. No other express or implied warranty exists, including any warranty of merchantability or fitness for a particular purpose. This warranty does not include cables, probes, or optical modules used with the Equipment. Edwards' sole obligation and purchaser's exclusive remedy for breach of any warranty shall be limited to repair or replacement of the Equipment at Edwards' option. Edwards shall not be liable for proximate, incidental, or consequential damages. Edwards shall not be obligated under this warranty to repair or replace a damaged or malfunctioning Equipment if such damage or malfunction is caused by the customer's use of catheters other than those manufactured by Edwards.

- Any warranty or liability is excluded where the warranty claim, in Edwards' reasonable opinion, arises out of (1) accident,

theft, misuse, or neglect; (2) use of the products outside of normal operating conditions, specifications, or environment or in a manner not authorized by Edwards; (3) lack of routine care or maintenance as indicated in any Edwards' operating or maintenance instructions; (4) failure to use or take any proper precautions under the circumstances; (5) user modification of any product; (6) computer viruses and other changes to the operating system or environment which adversely affect the applicable product; (7) defects, problems, or failures created by third party products (except those comprising parts or components of Edwards' products) or their interface with Edwards' products; (8) force majeure, and (9) latent defects discovered after the expiration of the applicable warranty period.

DISPOSABLE PRODUCTS

- Purchaser agrees to use only Edwards disposable products with Equipment. Edwards can make no guarantee to the accuracy and validity of the parameters displayed by any monitor contained in our Equipment when used with the sensors, finger cuffs or catheters other than Edwards disposable products. Use of non-approved sensors, finger cuffs or catheters will void the Edwards product warranty and shall have the effect of immediately terminating this Agreement. If Purchaser uses any sensors, finger cuffs or catheters that are not genuine Edwards products in connection with Edwards HemoSphere Platform, Edwards EV1000 clinical platform, Edwards Vigileo monitor, Edwards NI ClearSight platform, Edwards ForeSight Monitor, or Edwards Vigilance II monitor then Purchaser will indemnify, defend and hold harmless Edwards, its affiliates, shareholders, directors, officers, employees, successors, and assigns from and against all claims, liabilities, losses, damages, liabilities costs and expenses (including reasonable attorney fees and expenses and court costs) arising from or related to any actual or alleged death or bodily injury to any individual arising from or related to the use of such third party product

SOFTWARE UPDATES.

- During the term, updates to the Equipment's software may become available from time to time. Purchaser agrees that Edwards shall have the right to access the Equipment upon reasonable prior notice to install any and all such updates. If Purchaser does not permit Edwards to update the software in a timely fashion, Edwards may void the Equipment's warranty and/or terminate this agreement.

Confidentiality and Non-Disclosure

The pricing and terms detailed in this quote are proprietary and confidential. By accepting this quote, SALINAS VLY MEM HTHCARE SYST agrees not to disclose, submit, or share any portion of this pricing, terms, or related purchasing information with third-party benchmarking companies, consulting firms, group purchasing organization, or any similar external organizations without the prior written consent of BD/Edwards.

Justification for Sole Source Form

To: Contract Review Committee

From: Clement Miller
Simplicio Tualla Jr

Type of Purchase: (Check One)

- Non-Medical, Non-Surgical Equipment/Supplies >= \$25,000
- Data Processing/Telecommunication Goods >= \$25,000
- Medical/Surgical – Supplies/Equipment >= \$25,000
- Purchased Services >= \$350,000

<i>Total Cost \$:</i>	\$685,172.30
<i>Vendor Name:</i>	Edwards Lifesciences
<i>Agenda Item:</i>	

Statement of Need: My department's recommendation for sole source is based upon an objective review of the product/service required and appears to be in the best interest of SVMHS. The procurements proposed for acquisition through sole source are the only ones that can meet the district's need. I know of no conflict of interest on my part or personal involvement in any way with this request. No gratuities, favors or compromising action have taken place. Neither has my personal familiarity with particular brands, types of equipment, materials or firms been a deciding influence on my request to sole source this purchase when there are other known suppliers to exist.

Describe how this selection results in the best value to SVMHS. See typical examples below.

Licensed or patented product or service. No other vendor provides this. Warranty or defect correction service obligations of the consultant. **Describe.**

Existing SVMHS equipment, inventory, custom-built information system, custom built data inventory system, or similar products or programs. **Describe.** *We are seeking to upgrade our equipment to the HemoSphere Alta to ensure that there is consistency in equipment at all sites (ICU, OR, Cath Lab). Moving forward with the Edwards Equipment allows us to obtain equipment that is in line with our current system while ensuring that there is connectivity between the equipment and our electronic medical record, minimizing documentation time for staff and physicians*

Uniqueness of the service. **Describe.**

SVMHS has established a standard for this manufacturer, supplier or provider and there is only one vendor. **Describe.**

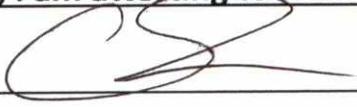
Factory-authorized warranty service available from only this single dealer. Sole availability at the location required. **Describe.**

Used item with bargain price (describe what a new item would cost). **Describe.**

Other -The above reasons are the most common and established causes for an eligible sole source. If you have a different reason, please **describe:**

By signing below, I am attesting to the accuracy and completeness of this form.

Submitter Signature

A handwritten signature in black ink, consisting of a large, stylized 'C' followed by a series of loops and a long horizontal stroke.

Date: 2/12/26

Finance Committee Board Paper

Agenda Item: **Consider Recommendation for Board Approval of the Lease Agreement terms between Salinas Valley Memorial Healthcare System and JS & MR Properties, LLC for 1260 South Main Street, Suite 201, Salinas, California**

Executive Sponsors: Clement Miller, Chief Operating Officer
Brad McCoy, Vice President Construction, Facilities Management & Real-Estate

Date: February 23, 2026

Executive Summary

As part of the SVH Clinics strategy to increase primary and specialty care clinic space, and to leverage the existing plastic surgery practice, SVH Administration recommends enter into a commercial lease for approximately **6,767 sq. ft.** of space located at 1260 South Main Street, Suite 201, Salinas, California to ensure that SVH maintains adequate space to meet the needs of the healthcare district. This location will also serve as a strategy to create available space at 355 Abbott Street for that location to undergo a phased cosmetic renovation.

Timeline

- February 23, 2026 – Request SVH Finance Committee Recommendation for Board Approval
- February 26, 2026 – SVH Board of Directors Meeting/Consider Recommendation for Approval
- April 1, 2026 – Effective Commencement Date for the Lease Agreement

Meeting our Mission, Vision, Goals—Strategic Plan Alignment

This transaction is aligned with strategic initiatives to expand SVH Clinics primary care services and to improve provider access in the Salinas area.

Pillar/Goal Alignment: Service People Quality Finance Growth Community

Financial/Quality/Safety/Regulatory Implications

The Lease Agreement is for three (3) years with two (2) one-year options for the clinic space located at **1260 South Main Street, Suite 201, Salinas, CA.**

1. Lease Extension Dates	April 1, 2026 through March 31, 2029
2. Term of Lease	Three (3) years
3. Options	Two (2) one-year options for longer term lease based on SVHC strategic plan.
4. Payment Terms	Full-Service Lease
5. Rentable square feet	Approximately 6,767 rentable square feet
6. Monthly Rent	\$20,301.00
7. Increases	3% escalator at each year anniversary date

Recommendation

SVH Administration requests that the Finance Committee make a recommendation to the SVH Board of Directors to approve the terms of a Lease Agreement for 1260 South Main Street, Suite 201, Salinas, California for Three Years, as presented.

Board Paper: Finance Committee

Agenda Item: **Consider Recommendation for Board Approval of Contract Terms for a Plastic Surgery Professional Services Agreement for Matthew Romans, MD**

Executive Sponsor: Tim Albert, MD, Chief Clinical Officer
Molly Heacox, Director of Clinic Services

Date: February 23, 2026

Executive Summary

As part of the expansion of Salinas Valley Health Clinics (SVHC) to include **plastic surgery** services, Salinas Valley Health (SVH) executive leadership has engaged with **Matthew Romans, MD** to transition Salinas Valley Plastic Surgery Associates into SVHC. The transition of Dr. Romans from his private practice to SVHC will provide a platform to stabilize the service line and to expand access to our patients.

Dr. Romans is a respected member of Salinas Valley Health Medical Staff providing plastic surgery services in his private practice since 1996. He is Board Certified by and is a Diplomat of the American Board of Plastic Surgery. Dr. Romans plans to transition his private practice into SVHC in Spring 2026.

Terms and Conditions of Agreement

Professional Services Agreement. Essential Terms and Conditions:

- **Professional Services Agreement (PSA).** Dr. Romans will be contracted under a PSA with Salinas Valley Health (SVH) as a member of Salinas Valley Health Clinics. Pursuant to California law, Physician will not be an employee of SVH or SVH Clinics but rather a contracted physician.
- **Term.** PSA will be for a term of two (2) years, with annual compensation reported on an IRS W-2 Form.
- **Productivity Compensation.**
 - ❖ **Non-Cosmetic:** Physician's work relative value units (wRVU) productivity compensation will be based on a wRVU conversion factor of Ninety Dollars (\$90.00) per wRVU.
 - ❖ **Cosmetic:** Physician will be compensated based on a collections methodology for cosmetic procedures under a predetermined fee schedule and wRVU productivity.
 - ❖ **Hospital Call:** Call days in excess of five (5) per month will be paid at the established rate.
- **Benefits.** Physician will be eligible for standard SVH Clinics physician benefits:
 - ❖ Access to SVH Health Plan for you and your qualified dependents. Premiums are projected based on fifteen percent (15%) of SVH cost.
 - ❖ Access to SVH 403(b) and 457 retirement plans. Five percent (5%) base contribution to 403b plan that vests after three years. This contribution is capped at the limits set by Federal law.
 - ❖ Six weeks (30 days) of time off each calendar year.
 - ❖ Continuing Medical Education (CME) annual stipend in the amount of two thousand four hundred dollars (\$2,400) paid directly to physician and reported as 1099 income. One week (5 days) off for CME related activities.
- **Professional Liability Insurance.** Professional liability will be provided through BETA Healthcare Group.

Meeting our Mission, Vision, Goals

Strategic Plan Alignment

The addition of Dr. Romans to SVHC is aligned with our strategic priorities for the quality & safety and growth pillars. We continue to develop Salinas Valley Health Clinics infrastructure that engages our physicians in a meaningful way, promotes efficiencies in care delivery, and creates opportunities for expansion of services. This investment provides a platform for growth that can be developed to better meet the needs of the residents of our District by improving access to care regardless of insurance coverage or ability to pay for services.

Pillar/Goal Alignment:

Quality & Safety People Operations Finance Growth Community

Financial/Quality/Safety/Regulatory Implications

The terms proposed in Dr. Roman's PSA have been reviewed against published industry benchmarks to confirm that the terms contemplated are fair market value and commercially reasonable.

Recommendation

Salinas Valley Health Administration requests that the Finance Committee recommend to the Salinas Valley Health Board of Directors approval of the following:

- **The Contract Terms for a Plastic Surgery Professional Services Agreement for Dr. Romans.**

Attachments

None

Financial Performance Review

December 2025

Finance Committee

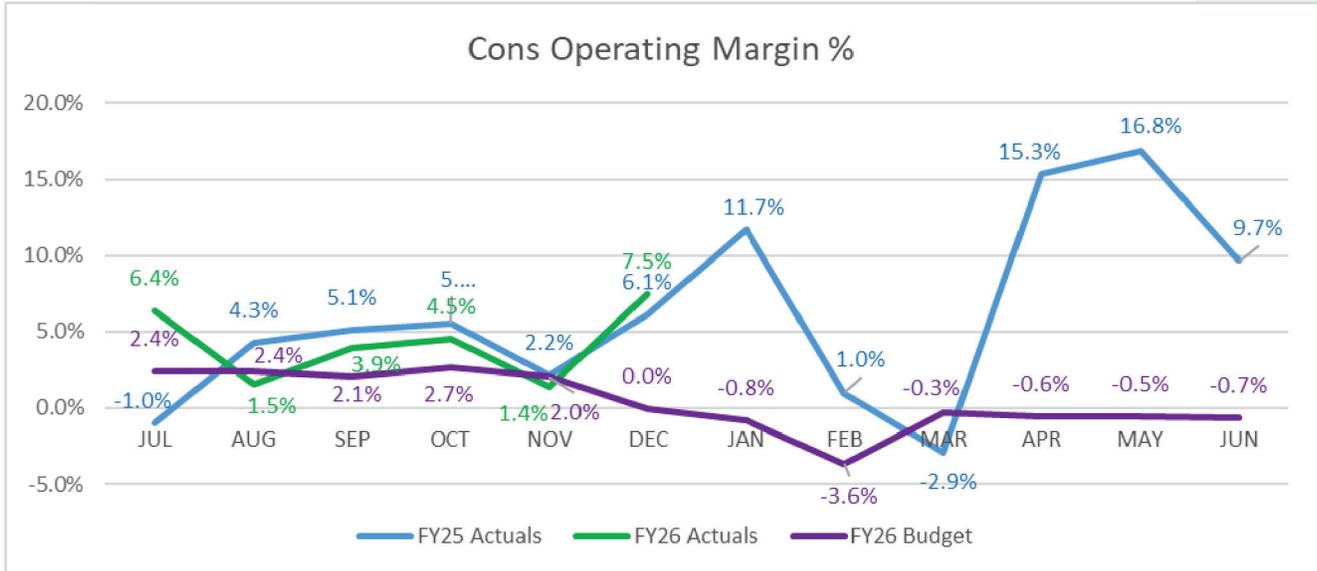
Iftikhar Hussain
Chief Financial Officer

Consolidated Financial Results December 2025

		Month		\$ in Millions	YTD			
Actual	Budget	Variance fav (unfav)			Actual	Budget	Variance fav (unfav)	
		\$	%			\$	%	
\$ 77.0	\$ 69.8	\$ 7.2	10.3%	Operating Revenue	\$ 439.5	\$ 415.8	\$ 23.7 5.7%	
71.2	69.8	(1.4)	-2.0%	Operating Expense	420.6	407.8	(12.8) -3.1%	
5.8	-	5.8	0.0%	Income from Operations	18.9	8.0	10.9 136.3%	
7.5%	0.0%	7.5%	0.00%	Operating Margin %	4.3%	1.9%	2.4% 126.3%	
				Op. margin % full year target		3.0%		
0.5	2.5	(2.0)	-80.0%	Non Operating Income	13.4	14.9	(1.5) -10.1%	
6.3	2.5	3.8	152.0%	Net Income	32.3	22.9	9.4 41.0%	
8.2%	3.5%	4.7%	134.3%	Net Income Margin %	7.3%	5.5%	1.8% 32.7%	

Results for the year include \$19.8 million in supplemental payments
December Includes \$12 million CCAH EPIC incentive payment

Consolidated Operating Margin



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Key Financial Indicators

Indicator Metric		YTD 12/31/2025	Budget	S&P A+ Rated	YTD Prior Year
Operating Margin*		4.3%	0.4%	4.0%	3.8%
Total Margin*		7.3%	4.0%	6.6%	8.7%
EBITDA Margin**		8.8%	5.4%	13.6%	8.3%
Days of Cash*		362	317	249	370
Days of Accounts Payable*		43	45	-	50
Days of Net Accounts Receivable***		74	60	49	62
Supply Expense as % NPR		15.2%	14.6%	-	14.8%
Labor Expense as % NPR		56.5%	55.7%	53.7%	53.7%
Operating Expense per APD*		7,431	7,205	-	7,529

All metrics above are consolidated for SVH except Operating Expense per APD

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Volume Summary – December 2025

Actual	Prior Year	Dec Bud	Bud Var	Key Statistics	YTD	YTD-PY	YTD Dec Bud	YTD Bud Var
Inpatient								
119	124	114	↑	4% ADC	108	114	114	↓ -5%
1,094	1,003	931	↑	18% Admissions	5,826	5,816	5,528	↑ 5%
98	101	130	↓	-25% Deliveries	651	673	774	↓ -16%
TBD	2.5	2.3	↑	Medicare Traditional ALOS CMI Adjusted	TBD	2.3	2.3	↑
TBD	1.68	1.75	↓	Medicare Traditional Case Mix	TBD	1.75	1.75	↑
Emergency Room								
4,253	4,630	4,653	↓	-9% ER OP Visits	26,604	27,287	27,621	↓ -4%
803	807	719	↑	12% ER IP Admissions	4,463	4,510	4,265	↑ 5%
Procedures								
126	127	146	↓	-14% IP Surgeries	919	884	867	↑ 6%
296	302	293	↑	1% OP Surgeries	1,871	1,781	1,738	↑ 8%
240	314	333	↓	-28% Cath Lab	1,823	1,876	1,979	↓ -8%
TBD	1,132	1,158	↓	OP Infusion Cases	TBD	6,874	6,874	↑
407	239	405	↑	0% MRI Procedures	1,949	1,638	2,402	↓ -19%
1,722	1,930	2,168	↓	-21% CT Scans	12,286	11,992	12,868	↓ -5%
Observation Cases								
162	135	148	↑	9% Obs Cases	991	720	905	↑ 10%

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Executive Summary: December Financial Performance

Salinas Valley Health's Income from Operations was \$5.8 million for the month which was favorable to budget by \$5.8M assisted by support from CCAH to cover Epic program costs

Volume and Acuity:

- **Admissions and Census**
 - **Admissions** over budget by 18% (163 cases)
 - **ADC** was 4% above budget at 119
 - **Average Length of Stay** was 5% favorable to budget at 3.6 days
- **IP Surgeries** were under budget by 14% (20 cases)
- **Deliveries** were under budget by 2% (2 cases)
- **Cath Lab** – cases were under budget by 28% (93 cases)
- **Outpatient Revenues** - unfavorable to budget by \$5M (3%), Key services driving this variance were:
 - **Observation cases** were over budget by 6% (10 cases)
 - **Outpatient surgeries** were over budget 1% (3 cases)

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Executive Summary: December Financial Performance – Continued

Cost and Utilization:

- **Worked FTEs** on a per Adjusted ADC basis were **3%** unfavorable at **6.6** - compared to a target of **6.4**
- **Payor Mix** stable compared to prior year with commercial mix at 22% and govt payors at 74%
- **Non-Operating Income** was under budget by \$2 Million on lower investment income
- **Days in AR** at **73** is over target. EPIC Days stable at a favorable 47 days at end of January.
- **Days Cash on Hand** at 362 was unchanged from November

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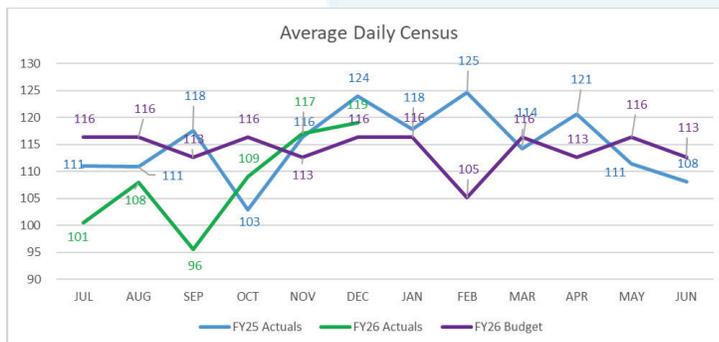
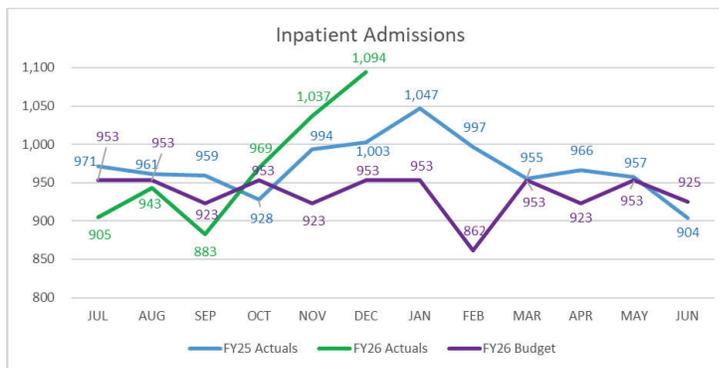
Medi-Cal and Other Supplemental Payments

IGTs & Other Significant YTD Items

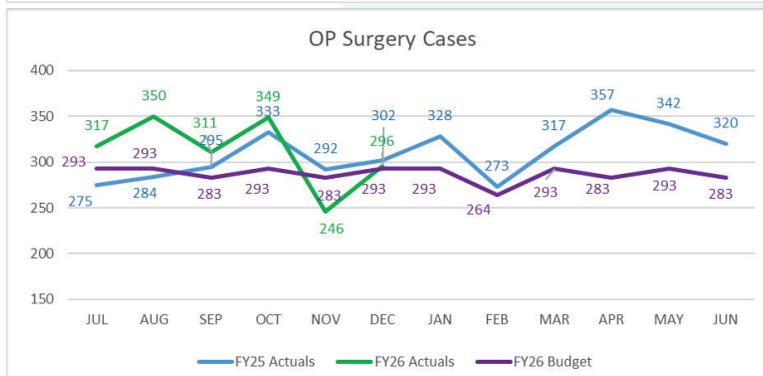
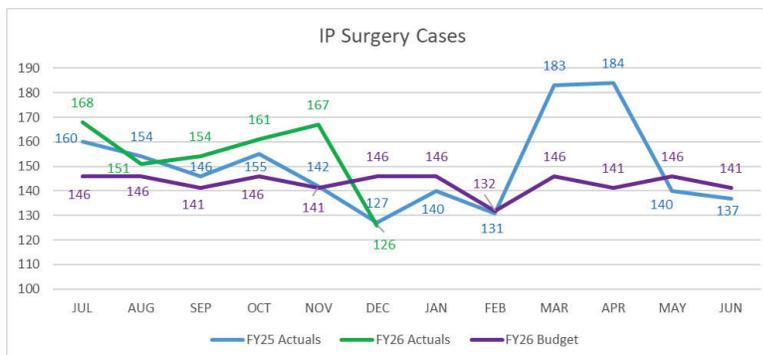
FY 2026				
Date	Payor	Description	Amount	
Oct 2025	CAAH	Direct Payment Program (net) Phase 2- CY 2023	\$4,474,778	
Oct 2025	CAAH	DMPH-Quality Incentive Payment CY 2024 Interim	\$3,326,677	
Dec 2025	CAAH	CAAH-EPIC Training and Implementation Grant	\$12,000,000	
Total FY 2026			\$19,801,455	
FY 2025				
Date	Payor	Description	Amount	
Jan 2025	CAAH	Voluntary Rate Range-CY 2023 (net)	\$4,639,758	
Apr 2025	CAAH	Medi-Cal Quality Incentive Program (net)	\$7,045,692	
Apr 2025	DHCS	Medi-Cal OP Supplemental (net) CY 2023-24	\$1,398,017	
Apr 2025	CAAH	Direct Payment Program (net) Phase 1- CY 2023	\$4,797,482	
May 2025	CAAH	NDPH HQAF (net) Program Year-2024	\$4,270,850	
Jun 2025	DHCS	Medi-Cal Rate Range (net) CY 2024-25	\$2,305,245	
Multiple Dates	FEMA	Grant Funds (net) FY2025	\$6,260,697	
Total FY 2025			\$30,717,741	

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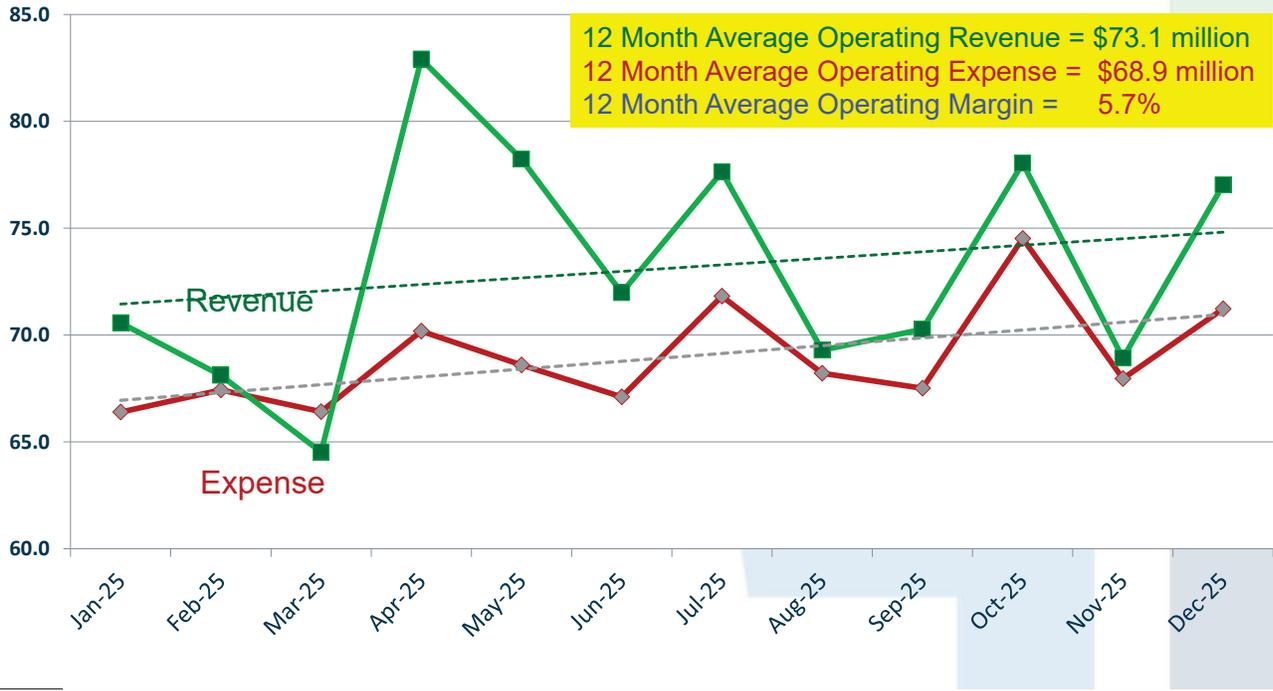
Volume Trends – Admissions & ADC



Volume Trends - Surgery Cases



Consolidated Revenues & Expenses Rolling 12 Months: Jan 25 to December 25



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Labor Productivity Key Indicators

Current Month				Year-to-Date				
Prior Year	Actual	Budget	Variance (in FTE)		Prior Year	Actual	Budget	Variance (in FTE)
1,526.4	1,640.1	1,564.6	(75.5 FTE)	Worked FTE	1,566.6	1,673.5	1,582.0	(91.5 FTE)
6.7%	6.6%	4.7%	(30.2 FTE)	Overtime as a % of Worked Hours	4.3%	4.5%	4.7%	2.7 FTE
4.6%	7.3%	3.2%	(63.0 FTE)	Contract Labor as a % of Worked Hours	4.4%	6.6%	3.2%	(53.7 FTE)

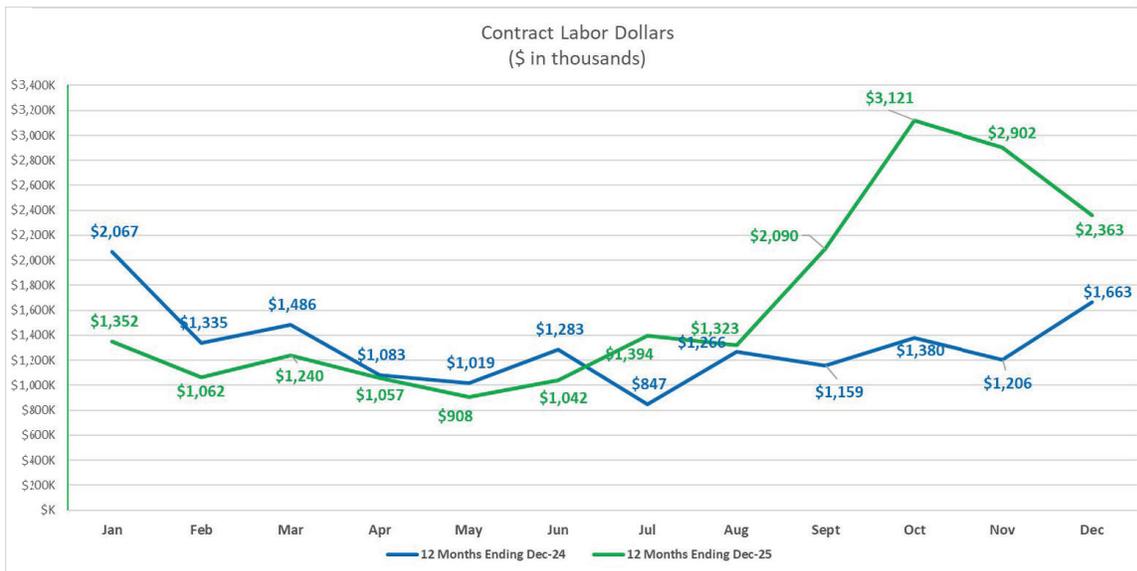
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Labor Productivity

As of December 2025 Year-to-Date

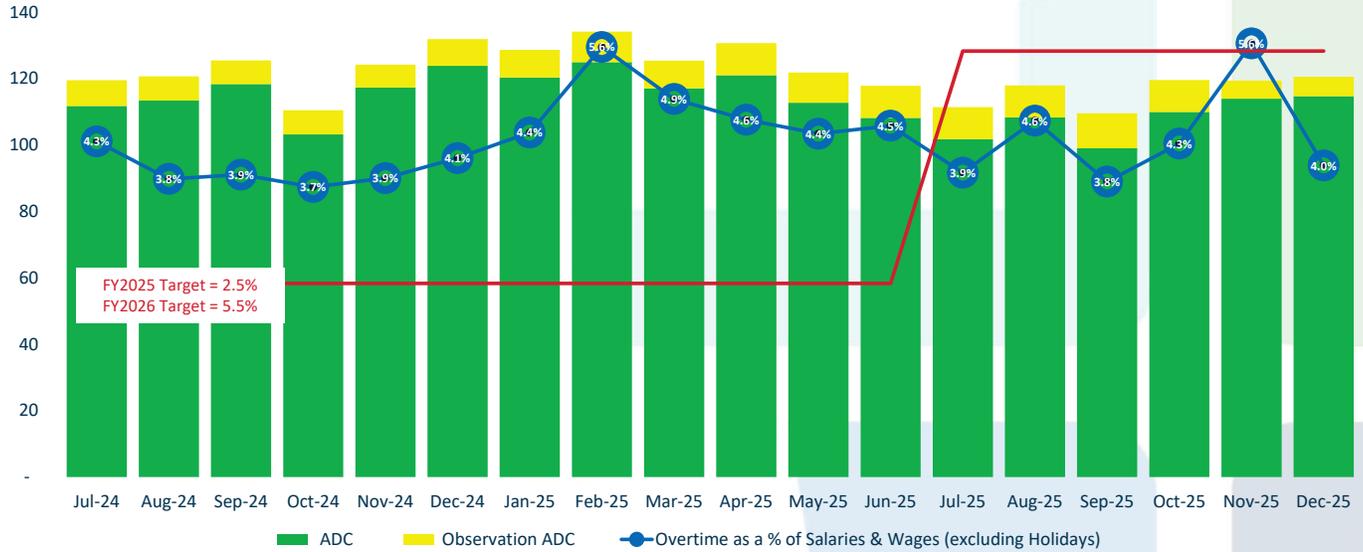
- Worked FTE:** Worked FTE is unfavorable to budget by 75.5 in the month and 91.5 on a year-to-date basis. The variance is primarily driven by:
 - Contract Labor: Both the current month and year-to-date contract labor utilization is higher than budget. The impact is a negative FTE variance of 63.0 in December and 53.7 on a year-to-date basis.
 - Approved but Unbudgeted FTE: Cyber security, Workday and system analyst positions were not added to the budget resulting in a negative variance of 9 FTE.
- Overtime:** Overtime as a percent of Worked FTE is 6.6% in the month and 4.5% on a year-to-date basis; while the year-to-date overtime usage is on target, the current month is over.
- Contract Labor:** Contract labor usage is over budget and has increased to 7.3% of Worked FTE in the month and 6.6% on a year-to-date basis.
 - The increase is driven by the Epic implementation and filling roles that have been challenging to recruit.

Labor - Contract Labor Trends



Overtime as a Percent of Total Salaries & Wages

(excluding Holidays)
FY2025 & FY2026



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Days Cash on Hand = 362 Days (\$783M) - December 2025



Consolidated Cash & Investments-Millions (\$000)



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Questions/Comments

SALINAS VALLEY HEALTH MEDICAL CENTER
SUMMARY INCOME STATEMENT
December 31 ,2025

	Month of December		Six months ended December 31	
	Current Year	Prior Year	Current Period YTD	Prior Year YTD
Operating revenue:				
Net patient revenue	\$ 52,696,536	\$ 57,682,787	\$ 349,348,943	\$ 334,713,019
Other operating revenue	13,720,242	1,477,702	25,625,795	8,991,127
Total operating revenue	<u>66,416,778</u>	<u>59,160,488</u>	<u>374,974,737</u>	<u>343,704,146</u>
Total operating expenses	55,925,790	50,368,420	333,146,775	298,890,724
Total non-operating income	<u>(4,257,045)</u>	<u>(3,725,185)</u>	<u>(10,892,745)</u>	<u>(11,459,262)</u>
Operating and non-operating income	<u>\$ 6,233,943</u>	<u>\$ 5,066,884</u>	<u>\$ 30,935,218</u>	<u>\$ 33,354,160</u>

SALINAS VALLEY HEALTH MEDICAL CENTER
 BALANCE SHEETS
 December 31 ,2025

	Current year	Prior year
Current assets	\$ 460,718,926	\$ 423,338,861
Assets whose use is limited or restricted by board	180,493,896	169,842,945
Capital assets	246,777,748	253,203,611
Other assets	388,328,474	298,329,470
Deferred pension outflows	<u>55,438,539</u>	<u>85,734,219</u>
	<u>\$ 1,331,757,582</u>	<u>\$ 1,230,449,105</u>
 LIABILITIES AND EQUITY:		
Current liabilities	\$ 100,483,424	\$ 92,679,223
Long term liabilities	42,817,410	18,592,908
Lease deferred inflows	2,707,179	1,310,788
Pension liability	79,394,685	90,863,576
Net assets	<u>1,106,354,884</u>	<u>1,027,002,610</u>
	<u>\$ 1,331,757,582</u>	<u>\$ 1,230,449,105</u>

SALINAS VALLEY HEALTH MEDICAL CENTER
SCHEDULES OF NET PATIENT REVENUE
December 31, 2025

Current Year	Prior Year		Current YTD	Prior YTD
		Patients days:		
		By payer:		
1,729	1,970	Medicare	9,261	10,408
1,046	1,111	Medi-Cal	6,032	6,290
654	606	Commercial insurance	3,708	3,590
128	123	Other patient	766	633
3,557	3,810	Total patient days	12,840	20,921
		Gross revenue:		
126,374,708	130,456,522	Medicare	776,444,528	748,325,884
80,717,292	80,210,590	Medi-Cal	506,897,570	477,798,888
60,327,001	59,124,897	Commercial Insurance	373,924,521	344,554,562
12,033,721	10,076,287	Other patient	70,957,226	62,226,286
279,452,722	279,868,296	Gross revenue	1,728,223,845	1,632,905,620
		Deductions from revenue:		
1,596,107	332,777	Administrative adjustments	3,307,896	1,108,927
294,515	573,124	Charity care	4,714,579	2,658,605
		Contractual adjustments:		
47,225,152	40,549,993	Medicare outpatient	288,871,141	249,752,023
49,092,763	53,104,830	Medicare inpatient	283,343,515	284,359,529
1,262,503	1,692,571	Medi-Cal traditional outpatient	7,653,545	9,162,164
2,165,999	2,792,094	Medi-Cal traditional inpatient	19,575,705	32,791,339
40,612,334	39,422,204	Medi-Cal managed care outpatient	254,276,931	231,810,747
30,459,032	28,560,165	Medi-Cal managed care inpatient	169,917,410	155,737,339
23,444,512	26,285,753	Commercial insurance outpatient	159,010,447	159,166,396
16,188,658	22,464,170	Commercial insurance inpatient	114,768,106	130,464,096
3,476,436	5,547,100	Uncollectible accounts expense	34,046,665	32,390,140
9,654,746	860,728	Other payors	38,098,033	8,791,296
225,472,759	222,185,509	Deductions from revenue	1,377,583,973	1,298,192,601
53,979,963	57,682,787	Net patient revenue	350,639,872	334,713,019
		Gross billed charges patient type:		
127,050,526	134,547,601	Inpatient	774,288,721	764,245,079
119,375,766	113,903,303	Outpatient	745,420,155	679,195,297
33,026,430	31,417,392	Emergency room	208,514,969	189,465,245
279,452,722	279,868,296	Total	1,728,223,845	1,632,905,620

**SALINAS VALLEY HEALTH MEDICAL CENTER
STATEMENTS OF REVENUE AND EXPENSES
December 31, 2025**

Month of December		Three months ended December 31			
Current Year	Prior Year	Current Year	Prior Year		
Operating revenue:					
\$ 279,452,722	\$ 279,868,296	\$ 1,728,223,845	\$ 1,632,905,620	Gross billed charges	
226,756,187	222,185,509	1,378,874,902	1,298,192,601	Deductions from revenue	
52,696,536	57,682,787	349,348,943	334,713,019	Net patient revenue	
13,720,242	1,477,702	25,625,795	8,991,127	Other operating revenue	
66,416,778	59,160,488	374,974,737	343,704,146	Total operating revenue	
Operating expenses:					
20,887,174	17,974,205	118,756,345	105,453,439	Salaries and wages	
2,997,338	3,078,644	20,400,949	18,572,384	Compensated absences	
5,918,489	6,626,759	46,229,103	47,244,184	Employee benefits	
9,725,930	9,349,330	56,166,246	51,904,880	Supplies, food, and linen	
5,323,008	3,514,572	27,490,906	23,299,429	Purchased department functions	
2,184,047	2,705,916	16,110,068	15,041,807	Medical Fees	
3,144,592	2,609,166	17,834,025	11,541,657	Other Fees	
4,235,832	2,705,538	18,292,488	15,188,415	Depreciation	
1,509,380	1,804,289	11,866,645	10,644,529	All other expense	
55,925,790	50,368,420	333,146,775	298,890,724	Total Operating expenses	
10,490,988	8,792,068	41,827,962	44,813,422	Income from operations	
Non-operating Income:					
50,045	230,929	647,705	4,007,960	Donations	
500,550	476,714	3,003,300	2,860,286	Property taxes	
(266,393)	(120,673)	7,136,594	9,762,714	Investment Income	
(4,541,246)	(4,312,155)	(21,680,344)	(28,090,222)	Income from subsidiaries	
(4,257,045)	(3,725,185)	(10,892,745)	(11,459,262)	Total non-operating income	
\$ 6,233,943	\$ 5,066,884	\$ 30,935,218	\$ 33,354,160	Operating and non-operating income	

SALINAS VALLEY HEALTH MEDICAL CENTER
BALANCE SHEETS
December 31, 2025

	Current Year	Prior Year
ASSETS		
Current assets:		
Cash and Cash Equivalents	\$ 291,418,284	\$ 283,531,552
Patient accounts receivable, net of estimated uncollectibles	148,883,615	115,978,756
Supplies inventory at cost	5,581,166	9,241,513
Current portion of lease receivable	550,301	1,067,519
Other current assets	14,285,560	13,519,522
	<hr/>	<hr/>
Total current assets	460,718,926	423,338,861
	<hr/>	<hr/>
Assets whose use is limited or restricted by board	180,493,896	169,842,945
	<hr/>	<hr/>
Capital assets:		
Land and construction in process	43,025,374	42,424,154
Other capital assets, net of depreciation	203,752,374	210,779,457
	<hr/>	<hr/>
Total capital assets	246,777,748	253,203,611
	<hr/>	<hr/>
Other assets:		
Right of use assets, net of amortization	10,104,908	6,333,251
Long term lease receivable	2,222,038	277,483
Subscription assets, net of amortization	54,930,998	7,891,305
Investment in securities	277,928,833	263,993,737
Investment in SVMC	3,070,323	(2,331,384)
Investment in Aspire/CHI/Coastal	1,676,779	1,757,016
Investment in other affiliates	17,808,049	21,442,296
Net Pension Asset	20,054,372	(1,566,407)
Goodwill	532,173	532,173
	<hr/>	<hr/>
Total other assets	388,328,474	298,329,470
	<hr/>	<hr/>
Deferred Pension Outflows	55,438,539	85,734,219
	<hr/>	<hr/>
Total assets	\$ 1,331,757,582	\$ 1,230,449,105
	<hr/>	<hr/>
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	60,021,228	60,921,254
Due to third party payors	4,757,683	3,635,397
Current portion of self-insurance liability	21,589,875	22,648,944
Current subscription liability	5,385,125	2,984,587
Current portion of lease liability	3,650,644	2,489,041
Current portion of compensated absences	5,078,868	-
	<hr/>	<hr/>
Total current liabilities	100,483,424	92,679,223
	<hr/>	<hr/>
Long term portion of workers comp liability	11,655,972	12,078,720
Long term portion of lease liability	6,955,108	3,933,983
Long term subscription liability	12,154,176	2,580,205
Long term portion of compensated absences	12,052,154	-
	<hr/>	<hr/>
Total Liabilities	143,300,834	111,272,131
	<hr/>	<hr/>
Lease deferred inflows	2,707,179	1,310,788
Pension Liability	79,394,685	90,863,576
	<hr/>	<hr/>
Net Assets:		
Invested in capital assets, net of related debt	246,777,748	253,203,611
Unrestricted	859,577,137	773,799,000
	<hr/>	<hr/>
Total Net Assets	1,106,354,884	1,027,002,610
	<hr/>	<hr/>
Total liabilities and net assets	\$ 1,331,757,582	\$ 1,230,449,105
	<hr/>	<hr/>

**SALINAS VALLEY HEALTH MEDICAL CENTER
STATEMENTS OF REVENUE AND EXPENSES - ('000)
December 31, 2025**

Actuals	Budget	\$ Variance	% Variance		Actuals YTD	Budget YTD	\$ Variance YTD	% Variance YTD
				Operating revenue:				
279,452,722	290,967,486	(11,514,764)	4.0%	Gross billed charges	1,728,223,845	1,727,266,182	957,663	-0.1%
226,756,187	234,347,634	(7,591,447)	-3.2%	Deductions from revenue	1,378,874,902	1,386,358,020	(7,483,118)	0.5%
52,696,536	56,619,853	(3,923,317)	6.9%	Net patient revenue	349,348,943	340,908,162	8,440,780	-2.5%
13,720,242	1,721,629	11,998,613	-696.9%	Other operating revenue	25,625,795	10,329,773	15,296,022	-148.1%
66,416,778	58,341,481	(8,075,296)	13.8%	Total operating revenue	374,974,737	351,237,935	(23,736,802)	6.8%
				Operating expenses:				
20,887,174	18,196,011	2,691,163	14.8%	Salaries and wages	118,756,345	111,450,596	7,305,750	-6.6%
2,997,338	4,915,313	(1,917,975)	-39.0%	Compensated absences	20,400,949	22,813,549	(2,412,600)	10.6%
5,918,489	7,294,098	(1,375,609)	-18.9%	Employee benefits	46,229,103	46,744,962	(515,859)	1.1%
9,725,930	9,051,530	674,400	7.5%	Supplies, food, and linen	56,166,246	53,650,296	2,515,950	-4.7%
5,323,008	4,698,013	624,995	13.3%	Purchased department functions	27,490,906	27,205,035	285,871	1.1%
2,184,047	2,615,198	(431,151)	-16.5%	Medical Fees	16,110,068	15,683,688	426,380	-2.7%
3,144,592	1,495,564	1,649,028	110.3%	Other Fees	17,834,025	8,933,474	8,900,551	-99.6%
4,235,832	3,664,124	571,708	15.6%	Depreciation	18,292,488	16,482,162	1,810,326	-11.0%
1,509,380	1,998,756	(489,376)	-24.5%	All other expense	11,866,645	12,091,572	(224,928)	-1.9%
55,925,790	53,928,606	1,997,184	3.7%	Total Operating expenses	333,146,775	315,055,334	18,091,441	-5.7%
10,490,988	4,412,876	(6,078,112)	137.7%	Income from operations	41,827,962	36,182,601	(5,645,361)	15.6%
				Non-operating Income:				
50,045	216,667	(166,622)	76.9%	Donations	647,705	1,300,000	(652,295)	50.2%
500,550	500,550	0	0.0%	Property taxes	3,003,300	3,003,300	0	0.0%
(266,393)	1,242,700	(1,509,093)	121.4%	Investment Income	7,136,594	7,454,873	(318,279)	4.3%
(4,541,246)	(4,216,518)	(324,729)	-7.7%	Income from subsidiaries	(21,680,344)	(26,922,177)	5,241,832	19.5%
(4,257,045)	(2,256,601)	(2,000,443)	-88.6%	Total non-operating income	(10,892,745)	(15,164,003)	4,271,258	28.2%
6,233,943	2,156,274	(4,077,669)	189.1%	Operating and non-operating income	30,935,218	21,018,598	(9,916,620)	47.2%

Capital Spending Update: Active Projects Approved by the Board

Status as of: December 2025 Year to Date

Board Approved Capital Project Spend – Through December 2025

	(1) Project Name	(2) Month Board Approved	(3) Board Approved Amount	(4) FY2026 Spend	(5) Total Project Spend Since Inception	(6) Under / (Over) Spend Since Inception	(7) Anticipated Completion Date
1	SVH Rebranding (Capital Portion - Signage)		\$1,878,690	\$0	\$1,097,995	\$780,695	Q4 FY2026
2	Medical Center Campus Painting	September 2023	\$3,500,000	\$538,252	\$1,350,547	\$2,149,453	Q4 FY2026
3	Epic IP Electronic Health Record (5 Year Capital Portion)	May 2024	\$57,359,817	\$5,972,129	\$24,046,478	\$33,313,339	Q4 FY2028
4	Workday Financial and Supply Chain Software (Capital Portion)	July 2024	\$3,074,618	\$446,199	\$2,945,032	\$129,586	Q2 FY2026
5	X-Ray Rooms 1 & 2	August 2024	\$3,000,001	\$123,727	\$265,430	\$2,734,571	Q3 FY2026
6	Endoscopy Suite Renovation	October 2024	\$8,000,000	\$0	\$4,474	\$7,995,526	Q4 FY2028
7	Chiller and Lab Air Handling Unit Replacement	November 2024	\$7,609,838	\$365,146	\$583,521	\$7,026,317	Q4 FY2027
8	Nurse Call Phase 3	December 2024	\$2,772,043	\$437,204	\$967,050	\$1,804,993	Q4 FY2026
9	Seismic Retrofit	January 2025	\$62,500,000	\$583,257	\$4,971,299	\$57,528,701	Q4 FY2033
10	MRI (626 Brunken Avenue - Capital Portion)	January 2025 February 2025	\$2,917,810	\$15,261	\$97,547	\$2,820,263	Q4 FY2027
11	MRI (444 E. Romie - Capital Portion)	February 2025	\$3,645,299	\$20,004	\$46,359	\$3,598,940	Q4 FY2027

Board Approved Capital Project Spend – Through December 2025 (continued)

	(1) Project Name	(2) Month Board Approved	(3) Board Approved Amount	(4) FY2026 Spend	(5) Total Project Spend Since Inception	(6) Under / (Over) Spend Since Inception	(7) Anticipated Completion Date
12	Labor & Delivery Lights	March 2025	\$625,000	\$77,790	\$280,365	\$344,635	Q4 FY2026
13	Canon X-Ray Units (Quantity = 2)	April 2025	\$506,046	\$50,774	\$59,955	\$446,091	Q3 FY2026
14	Cath Lab 3 Replacement	October 2023 May 2024 May 2025	\$5,811,253	\$206,686	\$785,849	\$5,025,404	Q4 FY2028
15	Angio Suite Replacement	October 2023 May 2024 May 2025	\$5,595,184	\$772,655	\$1,284,601	\$4,310,583	Q4 FY2027
16	Emergency Department	June 2025	\$2,081,742	\$65,755	\$143,224	\$1,938,518	Q4 FY2032
17	Thermafluid Heating Plant Replacement (Phase 1)	August 2025	\$5,595,184	\$330,248	\$474,261	\$5,120,923	Q4 FY2027
18	Roofing Replacement (5 Lower Ragsdale)	September 2025	\$2,372,745	\$867,249	\$1,911,713	\$461,032	Q4 FY2026
Total			\$178,845,279	\$10,872,337	\$41,315,702	\$137,529,568	
Other Projects							
19	IT Switches, Servers, Network, Computers, AV Upgrades.	N/A		\$1,623,382			
20	All Other SVMH/SVMC Capital Spending	N/A		\$12,650,064			
Grand Total				\$25,145,784			

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Questions or Comments?

CLOSED SESSION

*(Report on Items to be
Discussed in Closed Session)*

*RECONVENE OPEN SESSION/
REPORT ON CLOSED SESSION*

(Meeting Chair)

Board Paper—Finance Committee

Agenda Item: **Consider recommendation to the SVH Board of Directors to approve (i) the purchase of additional units of Voting Membership Interest in Monterey Peninsula Surgery Center for the amount of \$3,966,000.00, and (ii) the execution of the MPSC Subscription Agreement by the SVH President/CEO, as approved by District Legal Counsel**

Executive: Allen Radner, MD, President/CEO
 Sponsors: Alysha Hyland, Chief Administrative Officer
 Gary Ray, Chief Legal Officer

Date: February 23, 2026

Executive Summary

A key strategic objective for Salinas Valley Health is to develop and expand partnerships that drive value for our patients. Recognizing the importance of providing a low cost, high quality option for surgical services needed by our residents, Salinas Valley Health has been offered an opportunity to increase its investment in our partnership with Monterey Peninsula Surgery Center (MPSC), which operates surgery centers in Salinas, Monterey, and Santa Cruz.

MPSC has notified SVH that there is an additional number of units of voting membership interest available for purchase, and MPSC’s board has approved the sale of these units to SVH. The proposed transaction is the acquisition of additional voting membership interest units at a purchase price of **Three Million Nine Hundred Sixty-Six Thousand Dollars (\$3,966,000.00)**. This additional investment will increase SVH’s total ownership interest in MPSC to approximately twenty percent (20%).

Meeting our Mission, Vision, Goals

Strategic Plan Alignment

The increase in our investment in MPSC is aligned with the further develop of population health management capabilities and the development of a sustainable cost structure. Population health management requires expansion of services beyond the walls of SVH. As a high quality, lower cost option for some surgical services, MPSC represents a significant value to our patients. Additionally, MPSC is a well-managed business that has generated a historically stable return on investment for SVH.

Pillar/Goal Alignment: Service People Quality Finance Growth Community

Financial/Quality/Safety/Regulatory Implications

This investment represents an expansion of our current ownership interest in MPSC at fair market value as determined by the most recent independent appraisal of MPSC and as such, there is no quality, safety or regulatory implications related to this transaction. MPSC Subscription Agreement attached.

1. MPSC Valuation of Additional Interest	Three Million Nine Hundred Sixty-Six Thousand Dollars (\$3,966,000.00)
2. Additional MPSC Interest Offered	Additional units of voting membership interest
3. Additional SVH Investment Amount	Three Million Nine Hundred Sixty-Six Thousand Dollars (\$3,966,000.00)
4. Documentation	Subscription Agreement for Purchase of Voting Membership Interests

Recommendation

Administration requests that the Finance Committee recommend to the SVH Board of Directors to approve (i) the purchase of additional units of Voting Membership Interests in Monterey Peninsula Surgery Center for the amount of \$3,966,000.00, and (ii) the execution of the MPSC Subscription Agreement by the SVH President/CEO, as approved by District Legal Counsel

ADJOURNMENT