Proposition #1: Hospital District Facilities Expansion Bond

The District is placing a $10 Million Facilities Expansion and Renovation Bond on the November 3rd ballot.

Bond proceeds will be used to construct a 54-unit assisted living facility to replace our existing long-term care (nursing home) facility. Proceeds will not be used for any District operational expenses.

Why now?

» Residential care allows access for community elders to age in place, to maintain a home where they grew up and live today.

» Demand for residential care services is growing.

» Due to capacity limitations and the market evolution from nursing home care to assisted living care, we can no longer keep up with community demand.

For more details, visit: www.NewportHospitalAndHealth.org and click on “2015 Bond Levy FAQs”.

The Ballot Will Read:

“The Commission of Public Hospital District No. 1, Pend Oreille County, Washington adopted Resolution No. 2015-03 concerning a proposition to finance expansion and renovation. This proposition would authorize the District to expand and renovate District facilities; issue no more than $10,000,000 of general obligation bonds maturing within 25 years; and levy annual excess property taxes to repay the bonds, all as provided in Resolution No. 2015-03.”
What is the Facilities Expansion Project?

The plan is to construct a 54-unit (expandable to 72-units) assisted living facility (three, 18-unit “neighborhoods” of care). One neighborhood will be a memory care unit (for cognitive/dementia care needs). The building will be located adjacent (to the north) of River Mountain Village (RMV) and will be designed to provide a higher level of care than is currently provided at RMV.

What will it cost? The program budget is $11.0 million, the construction bonds will not exceed $10 million in value or a 25 year term. Using actual 2014 District property values and the bond term and rates listed, the cost to a property taxpayer per $1,000 of assess property value is estimated to be:

<table>
<thead>
<tr>
<th>Bond Amount</th>
<th>Bond Term</th>
<th>3.50%</th>
<th>3.75%</th>
<th>4.00%</th>
<th>4.25%</th>
</tr>
</thead>
<tbody>
<tr>
<td>$10,000,000</td>
<td>20 yr</td>
<td>$ 124</td>
<td>$ 127</td>
<td>$ 130</td>
<td>$ 133</td>
</tr>
<tr>
<td></td>
<td>25 yr</td>
<td>$ 107</td>
<td>$ 110</td>
<td>$ 113</td>
<td>$ 116</td>
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</tbody>
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Why a New Assisted Living Facility and Not a New Nursing Home?

Assisted living facilities now offer similar care to nursing homes of 20 years ago, at a lower cost. It is one of the reasons why the number of nursing home beds in the State has decreased over the past fifteen years: 70 closures, reducing total beds from 29,000 to less than 21,000 from 1998 to 2012. (DSHS 2014 Fact Sheet)

Assisted Living monthly fee: $2,100 to $4,000
Nursing Home monthly fee: $5,500 to $8,500

NHHS 2014 Ave. Monthly Cost:
Nursing Home = $7,600
Assisted Living = $3,000