

STATE OF TEXAS  
COUNTIES OF POTTER  
AND RANDALL  
CITY OF AMARILLO

On the 5th day of May 2015, the Amarillo Hospital District Board of Managers met at 7:30 a.m. at City Hall on the third floor in Room 306 for review of agenda items and consideration of future agenda items.

The Amarillo Hospital District Board of Managers met at 8:15 a.m. in regular session in the City Council Chambers located on the third floor of City Hall at 509 S.E. 7th Avenue.

VOTING MEMBERS	PRESENT	NO. OF MEETINGS HELD SINCE APPOINTMENT	NO. OF MEETINGS ATTENDED SINCE APPOINTMENT
MARK LOGSDON, CHAIRMAN	Yes	14	11
DR. RAKHSHANDA RAHMAN, VICE-CHAIR	Yes	10	6
SMITH ELLIS, SECRETARY/INVESTMENT OFFICER	Yes	14	11
CHUCK SPEED	Yes	23	22
RODNEY RUTHART	No	19	11
SAM LOVELADY	Yes	1	1

Also in attendance were the following:

MICHELLE BONNER	ASSISTANT CITY MANAGER, CITY OF AMARILLO
MARCUS NORRIS	CITY ATTORNEY, CITY OF AMARILLO
LAURA STORRS	DIRECTOR OF FINANCE, CITY OF AMARILLO
CASIE STOUGHTON	DIRECTOR OF PUBLIC HEALTH, CITY OF AMARILLO
ANDREA MCDONALD	RECORDING SECRETARY, CITY OF AMARILLO
ROY BROWNING	INVESTMENT CONSULTANT, WELLS FARGO ADVISORS
MARK CRAWFORD	CEO, NORTHWEST TEXAS HEALTHCARE SYSTEM
JANIE ARNOLD	CPA, CONNOR, MCMILLON, MITCHELL, & SHENNUM, PLLC
DR. TODD E. BELL	REGIONAL CHAIR, DEPT. OF PEDIATRICS, TTUHSC AT AMARILLO

Mr. Logsdon established a quorum and called the regularly scheduled meeting of the Amarillo Hospital District Board of Managers to order at 8:15 a.m.

**ITEM 1:** Presentations. Mr. Logsdon presented Dr. Bob Stafford with a plaque in appreciation for his service to the Amarillo Hospital District's Board of Directors.

**ITEM 2:** Consider Amending Bylaws to Reduce the Size of Standing Committees. Ms. Bonner explained that per the Board's request, this bylaw amendment would reduce the size of the Indigent Care and Priorities Committee from five Board members to three Board members; which would also reflect the same number of Board members on the Finance Committee. Mr. Ellis motioned to amend the Hospital District's bylaws as presented. Dr. Rahman seconded the motion and it carried unanimously.

**ITEM 3:** Election of Board Officers. Motion was made by Mr. Speed to appoint Mr. Logsdon as Chairman to the Board of Directors, Dr. Rahman as Vice-Chairman and Mr. Ellis as Secretary to the Board. Mr. Lovelady seconded the motion and it carried unanimously. Mr. Speed then motioned to appoint Dr. Rahman to the Emergency Care and Advisory (ECAB) Board as the District's representative and Mr. Ellis as the District's representative to the Tax Increment and Reinvestment Zone (TIRZ) Board. The motion was seconded by Mr. Lovelady and unanimously carried.

**ITEM 4:** Consider Appointment/Reappointment of Members to Standing Committees. Mr. Logsdon appointed Mr. Ruthart, Mr. Ellis and Mr. Lovelady to the Finance Committee and Dr. Rahman, Mr. Ellis and Mr. Speed to the Indigent Care and Priorities Committee.

**ITEM 5:** Consider Minutes. Motion was made by Mr. Ellis, seconded by Dr. Rahman and unanimously carried to approve the minutes as written from the Finance Committee meeting held January 26, 2015 and the regular meeting of the Board of Managers held January 27, 2015.

**ITEM 6:** Presentation and Discussion of the Pension Fund Investment Performance. Mr. Browning presented the Capital Markets Review and the Pension Fund's Investment Performance Analysis for the quarter ending March 31, 2015. He stated that this quarter produced a good report for both money manager and that he was very pleased overall.

**ITEM 7:** Presentation and Discussion of the AHD Corpus Investment Performance. Mr. Browning reviewed the Investment Performance Analysis of the AHD Corpus Fund at March 31, 2015. He stated

that both money managers had an excellent quarter. In closing, he added that he was pleased with the performance of both Funds this quarter.

**ITEM 8:** Review and Consider Resolution(s) Regarding Funding the Medicaid Program. As Necessary, May Review and Discuss Indigent Care Agreement and Healthcare Services Agreement. Mr. Crawford presented a resolution regarding funding the Medicaid program that would authorize a quarterly advance in the amount of \$1,363,942. Motion was made by Mr. Speed, seconded by Mr. Ellis and unanimously carried to approve the resolution as presented.

**ITEM 9:** Presentation and Discussion of AHD Audit. Ms. Arnold presented the Amarillo Hospital District's Annual Financial Report at September 30, 2014 and reported that the audit produced an unmodified/clean opinion.

**ITEM 10:** Presentation and Discussion of Agreed Upon Procedures Audit on the Tobacco Settlement Cost Report. Ms. Arnold presented the Independent Accountant's Report on Applying Agreed-Upon Procedures that relates to the Tobacco Settlement Expenditure Statement for the Amarillo Hospital District for the year ended December 31, 2014. Ms. Arnold explained that while reviewing pharmacy records, it was determined that the software pricing tables were not updated correctly. Northwest Texas Hospital updated the tables and the data was reviewed. She reported that there were no exceptions regarding the audit.

**ITEM 11:** Presentation of 2015 Tobacco Settlement Cost Report. Ms. Bonner presented the Hospital District's 2015 Tobacco Settlement Distribution Expenditure Statement. She reported total expenditures claimed in 2014 were \$11,868,255. Of the total expenditures claimed, Ms. Bonner reviewed Potter County reported \$913,407 in unreimbursed county expenditures for jail health care and the Amarillo Hospital District reported \$10,954,848 in other allowable expenditures.

**ITEM 12:** Presentation by Texas Tech University Health Sciences Center Department of Pediatrics. Dr. Bell gave a presentation over Texas Tech's Department of Specialized Pediatrics Services Agreement; the history of the agreement, and the benefits of the agreement. He also reviewed the Hospital District's support of Tech's subspecialties.

**ITEM 13:** Consider Corpus Investment Policy. Ms. Storrs explained that the Public Funds Investment Act requires an annual review of the District's Investment Policy. She stated that changes recommended to the Policy were mainly cleaning up wording. Ms. Storrs noted that both money managers had reviewed and approved the recommended changes. Mr. Speed motioned to approve the Investment Policy with the changes recommended as presented. Mr. Lovelady seconded the motion and it carried unanimously.

**ITEM 14:** Consider Potter County Sheriff Sale Properties. Ms. Bonner reminded the Board that the District had not levied a tax since the sale of the hospital in 1996. She reviewed that since the properties were being sold at the Sheriff Sale for less than the taxes that were due; each taxing entity is asked to approve the sale. Motion was made by Mr. Speed, seconded by Mr. Lovelady and unanimously carried to approve the Sheriff Sale properties as presented.

**ITEM 15:** Consider Professional Services Contract. Ms. Bonner reminded the Board that the District's current actuary, Mr. John Crider, had announced his intent to retire. She explained that the proposal to provide actuarial consulting services submitted by Arthur J. Gallagher & Co. was very comparable to the District's agreement with Mr. Crider and had been reviewed and recommended by staff. Mr. Lovelady motioned to accept the actuarial services consulting agreement as submitted by Gallagher. Mr. Speed seconded the motion and it carried unanimously.

**ITEM 16:** Presentation of Quarterly Financial Statements. Ms. Bonner presented the Amarillo Hospital District's quarterly financial statements at March 31, 2015 and reviewed the District's General Fund Balance Sheet, Income Statement and Budget Versus Actual Report.

**ITEM 17:** Quarterly Investment Report from Investment Officer. Mr. Ellis presented the Hospital District's Quarterly Investment Report at March 31, 2015. He reported that the Amarillo Hospital District's Portfolio was in compliance with the Amarillo Hospital District's Investment Policy and the Public Funds Investment Act.

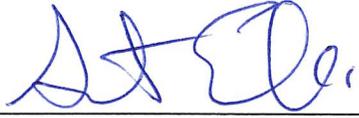
**ITEM 18:** Public Forum. There were no public comments made at this meeting.

There, being no further business, Mr. Speed motioned to adjourn the meeting. The motion was seconded by Mr. Logsdon and the meeting adjourned at 8:46 a.m. This meeting was recorded and all comments are on file with the City Finance Department.



Mark Logsdon, Chairman

ATTEST:



Smith Ellis, Secretary