

**AMARILLO HOSPITAL DISTRICT
FINANCE COMMITTEE MEETING
AMARILLO CITY HALL, ROOM 306
MINUTES
OCTOBER 28, 2013
4:00 P.M.**

<u>Members</u>	<u>Present</u>
Mr. Rodney Ruthart	Yes
Mr. Mark Logsdon	Yes
Mr. Smith Ellis	Yes

Also Present

Ms. Michelle Bonner	Assistant City Manager, City of Amarillo
Dr. Matt Richardson	Director of Public Health, City of Amarillo
Ms. Andrea McDonald	Recording Secretary, City of Amarillo
Mr. Mark Crawford	CEO, Northwest Texas Healthcare System
Mr. Matt Ramsey	Investment Manager, Amarillo National Bank
Mr. Herman Shirly	Investment Manager, Herring Bank
Bob Stafford, MD	Chairman, AHD Board of Managers
Mr. Chuck Speed	Secretary, AHD Board of Managers

ITEM 1. Call To Order. Mr. Ruthart called the regular scheduled meeting of the Amarillo Hospital District Finance Committee to order at 4:00 p.m.

ITEM 2. Approval of Minutes from July 29, 2013 meeting. Mr. Ruthart presented the minutes from the last AHD Finance Committee meeting held July 29, 2013. There were no questions or comments. Motion to approve the minutes as written was made by Mr. Ellis, seconded by Mr. Logsdon and carried unanimously.

ITEM 3. Review and Consider Resolution(s) Regarding Uncompensated Care and Medicaid Funding. As Necessary, May Review and Discuss Indigent Care Agreement and Healthcare Services Agreement. Ms. Bonner presented a resolution regarding funding the Medicaid Program and reviewed that the resolution would authorize a payment of \$1,360,000 and extend the Amarillo Hospital District's prepayment on the Indigent Care Agreement out to November 8th, 2016. She explained that the prepayment was calculated at an 8% discount of the District's original quarterly payment of \$1,735,385. Mr. Logsdon motioned to recommend approval of the resolution as presented to the full Board. Mr. Ellis seconded the motion and it carried unanimously.

ITEM 4. Review and Consider Resolution Regarding Annual Funding of Northwest Texas Healthcare System. Ms. Bonner presented a resolution that would authorize a total amount of \$1,479,410 in public funding to be transferred to the State to draw down additional Federal funding for unreimbursed serviced or to be paid directly to Northwest as unmatched Medicaid payments in twelve monthly installments of \$123,284. Motion to recommend approval of the resolution as presented to the full Board was made by Mr. Ellis, seconded by Mr. Logsdon and unanimously carried.

ITEM 5. Consider Resolution Approving and Authorizing Funding for Delivery System Reform Incentive Payments (DSRIP) for Certain Programs of the City of Amarillo Department of Public Health. Mr. Richardson presented a resolution that would approve and authorize funding for DSRIP for certain programs of the City of Amarillo's Department of Public Health Department. Those programs, he reviewed, included the restoration of the adult safety-net immunization services to the public and support for Amarillo Recovery from Alcohol and Drugs (ARAD), a local substance abuse program. Mr. Richardson further reviewed that the resolution would authorize an Intergovernmental Transfer (IGT) of not more than \$135,000 for the second year of the ARAD DSRIP program as the local contribution to receive the federal/state incentive payment

matching disbursement to operate the two above-mentioned projects with any remaining balance to general obligations of the Public Health Department. Motion was made by Mr. Ellis to recommend approval of the resolution as presented to the full Board. Mr. Logsdon seconded the motion and it carried unanimously.

ITEM 6. Consider Funding Recommendation of the Pension Plan. Ms. Bonner reviewed that the Hospital District had budgeted a \$2 million contribution amount toward the District's Pension Plan. She reminded the Committee that the budgeted contribution amount would amortize the unfunded actuarial accrued liability over 9.2 years. Ms. Bonner explained that staff was requesting approval to make the contribution to the Pension Plan. Mr. Logsdon motioned to recommend approval of the \$2 million payment to the Pension Plan to full Board. Mr. Ellis seconded the motion and it carried unanimously.

ITEM 7. Presentation of Quarterly Financial Statements. Ms. Bonner presented the Amarillo Hospital District's Quarterly Financial Statements at September 30, 2013 and reported a total General Fund balance of approximately \$214.4 million. She reviewed a total revenue loss of about \$5.8 million, noting that the overall loss was attributed to the Fund's unrealized investment loss of approximately \$10 million. Ms. Bonner reported total expenses of about \$10 million and explained that the Fund's operating loss of \$15.8 million would be reduced to a loss of \$5.8 million if the unrealized loss was excluded. Reviewing the budget versus actual report at year-end, she stated that total revenue was 62.39% realized; Public Health was 91.11% realized; and total expenses were right at 100% realized. Ms. Bonner further reviewed from the Tobacco Fund's budget versus actual report and stated that miscellaneous income was realized at 74.95% and that total expenses of \$266,250 were realized at 100%.

ITEM 8. Quarterly Investment Report from Investment Officer. Mr. Ruthart presented the Quarterly Investment Report at September 30, 2013 and reported that the Amarillo Hospital District was in compliance with the Public Funds Investment Act and the Hospital District's Investment Policy.

ITEM 9. Public Comments. There were no public comments at this meeting.

ITEM 10: Adjournment. There, being no further business, Mr. Logsdon motioned to adjourn the meeting at 4:42 pm. Mr. Ellis seconded the motion and the meeting adjourned. This meeting was recorded and all comments are on file with the City Finance Department.


Rodney Ruthart, Committee Chairman

ATTEST:

Mark Logsdon, Vice-Chairman