

STATE OF TEXAS
COUNTIES OF POTTER
AND RANDALL
CITY OF AMARILLO

On the 26th day of January 2016, the Amarillo Hospital District Board of Managers met at 7:30 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	18	15
DR. RAKHSHANDA RAHMAN, VICE-CHAIR	Yes	14	10
SMITH ELLIS, SECRETARY/INVESTMENT OFFICER	Yes	18	15
CHUCK SPEED	Yes	27	26
RODNEY RUTHART	Yes	23	15
SAM LOVELADY	Yes	5	5

Also in attendance were the following:

MICHELLE BONNER	ASSISTANT CITY MANAGER, CITY OF AMARILLO
MICK MCKAMIE	INTERIM CITY ATTORNEY, 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
MARCUS W. NORRIS	ATTORNEY, UNDERWOOD LAW FIRM, P.C.

Mr. Logsdon established a quorum and called the regularly scheduled meeting of the Amarillo Hospital District Board of Managers to order at 7:37 a.m.

ITEM 1: Consider Minutes. Mr. Logsdon presented the minutes from the last Amarillo Hospital District Board of Managers meeting held October 27, 2015. A motion was made by Mr. Speed, seconded by Mr. Ruthart and unanimously carried to approve the minutes as written.

ITEM 2: Presentation and Discussion of the Pension Fund Investment Performance. Mr. Browning presented the Capital Markets Review and reviewed the Pension Fund's Investment Performance for the quarter ending December 31, 2015. He noted that both money managers were competitive and explained that the total Fund had achieved positive returns for all time periods and since inception.

ITEM 3: Presentation and Discussion of the AHD Corpus Investment Performance. Mr. Browning reviewed the Investment Performance Analysis of the AHD Corpus Fund at December 31, 2015. He explained that although both money managers slightly underperformed the market index for the latest quarter, he was pleased with the manager mix and felt they were doing an excellent job.

ITEM 4: Consider Changes to the District's Corpus Investment Policy. Mr. Ruthart explained that the suggested changes to the District's Corpus Investment Policy had been reviewed in-depth by the District's Finance Committee and had been recommended for approval. Ms. Bonner reviewed that clarification language of the District's investment managers with related list had been added as well as language to address the use and define the role of an investment consultant. She noted that additions to the Policy's Addendum included investment manager eligibility criteria and investment manager retention or replacement guidelines. Mr. Logsdon called on a vote from the Finance Committee's motion to approve the changes as presented, including the correct name for Frost Bank in the list of approved investment managers, to the Amarillo Hospital District's Corpus Investment Policy. The motion passed by a 6-0 vote.

ITEM 5: Consider Professional Services Engagement. Mr. Logsdon presented an engagement letter from Marcus W. Norris of Underwood Law Firm. He explained that the proposed engagement would provide for legal advice and counsel on an "as-needed" basis. Mr. Logsdon reviewed the scope of representation and noted that engagement did not include the defense of the District against any suit. Mr. McKamie added that staff recommended the engagement. Mr. Logsdon motioned to approve the engagement letter between the Underwood Law Firm and the Amarillo Hospital District as written. Mr. Lovelady seconded the motion and it carried unanimously.

ITEM 6: 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 total amount of \$1,360,956 in public funding to be transferred to the State to draw down additional Federal funding for unreimbursed services. A motion was made by Mr. Ellis, seconded by Mr. Ruthart and unanimously carried to approve the resolution as presented.

ITEM 7: Consider Resolution to Change Actuarial Assumptions of the Retirement Plan for Employees of Northwest Texas Healthcare System. Mr. Logsdon stated that this item would be moved to the agenda of the next regular meeting of the Hospital District Board of Managers. There was no action taken on this item at this time.

ITEM 8: Review and Consider the District's Bylaws. Ms. Bonner reviewed that the District's Bylaws require an annual review. She reported that there were no changes suggested by staff. Mr. Speed motioned to approve the District's Bylaws as presented with no changes. Mr. Lovelady seconded the motion and it carried unanimously.

ITEM 9: Presentation on 2012 Amarillo Public Health Delivery System Reform Incentive Payments (DSRIP) Projects ((1) restoration of adult immunization and (2) support for Amarillo Recovery from Alcohol and Drugs (ARAD)). Ms. Stoughton reviewed that status of both the Department of Public Health's DSRIP projects: Adult Immunization and ARAD. She reported that overall, most deliverables had been met.

ITEM 10. Presentation of Quarterly Financial Statements. Ms. Bonner presented the Amarillo Hospital District's quarterly financial statements at December 31, 2015. She reviewed the Balance Sheet, Income Statement, and Budget versus Actual Report of the District's General Fund.

ITEM 11. Quarterly Investment Report from Investment Officer. Mr. Ellis presented the Hospital District's Quarterly Investment Report at December 31, 2015. He reported that the Amarillo Hospital District's Portfolio was in compliance with the Amarillo Hospital District's Investment Policy and the Texas Public Funds Investment Act.

ITEM 12: Public Forum. There were no comments from the public at this meeting.

There, being no further business; the meeting adjourned at 8:10 a.m. This meeting was recorded and all comments are on file with the City of Amarillo's Finance Department.



Mark Logsdon, Chairman

ATTEST:



Smith Ellis, Secretary