

STATE OF TEXAS
COUNTIES OF POTTER
AND RANDALL
CITY OF AMARILLO

On the 23rd day of May 2017, the Amarillo Hospital District Board of Managers met at 7:30 a.m. in regular session in the City Council Chamber 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
SMITH ELLIS, CHAIRMAN	Yes	24	21
DR. RAKHSHANDA RAHMAN, VICE-CHAIR	Yes	20	15
CLAY STRIBLING, SECRETARY	Yes	6	4
DEAN FRIGO, INVESTMENT OFFICER	Yes	6	6
SAM LOVELADY	Yes	11	11
MENDI SEYMOUR-PERMENTER	Yes	1	1
WILLIAM BIGGS, MD	Yes	1	1

Also in attendance were the following:

MICHELLE BONNER	ASSISTANT CITY MANAGER, CITY OF AMARILLO
BRYAN MCWILLIAMS	DEPUTY CITY ATTORNEY, CITY OF AMARILLO
CASIE STOUGHTON	DIRECTOR OF PUBLIC HEALTH, CITY OF AMARILLO
JANIE ARNOLD	PARTNER, CONNOR, MCMILLON, MITCHELL & SHENNUM, LLP
FRANCES HIBBS	CITY SECRETARY, CITY OF AMARILLO
MARCUS W. NORRIS	LEGAL COUNSEL, UNDERWOOD LAW FIRM, P.C.
ROY BROWNING	INVESTMENT CONSULTANT, WELLS FARGO ADVISORS

Mr. Ellis established a quorum, called the special meeting to order at 7:30 a.m., and the following items of business were conducted:

ITEM 1: Consider Minutes. Mr. Ellis presented the minutes from the last Board of Managers meeting held January 31, 2017. Mr. Lovelady made a motion to approve the minutes as presented. Dr. Rahman seconded the motion and it carried unanimously.

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 March 31, 2017. Mr. Browning reviewed that the Fund's returns for the quarter and the one year period outperformed the benchmark and had beat the inflation target for the 3, 5, and 10-year time periods.

ITEM 3: Presentation and Discussion of the AHD Corpus Investment Performance. Mr. Browning reviewed the Investment Performance Analysis of the AHD Corpus Fund at March 31, 2017. He reviewed that both money managers had added value to the Portfolio for the one year period and reported that the Fund had outperformed the Policy for all time periods since inception. Overall, Mr. Browning stated that the money managers are doing a good job; beating both inflation and CPI.

ITEM 4: Presentation and Consideration of AHD Audit. Ms. Arnold presented the Amarillo Hospital District's Annual Financial Report at September 30, 2016. She reported that the audit presented an unmodified/clean opinion. Ms. Arnold added that there were no deficiencies in internal controls and no misstatements or findings in the audit.

ITEM 5: Presentation and Consideration of Nwth Pension Plan Audit. Ms. Arnold presented the Annual Financial Report for the Retirement Plan for Employees of Northwest Texas Healthcare System at September 30, 2016. She reviewed that no deficiencies or difficulties were reported in the audit. Ms. Arnold stated the audit presented a clean, unmodified opinion.

ITEM 6: Presentation and Discussion of Agreed Upon Procedures Audit on the Tobacco Settlement Cost Report. Ms. Arnold presented the District's Independent Accountant's Report on Applying Agreed-Upon Procedures regarding the Tobacco Expenditure Statement at December 31, 2016. Ms. Arnold explained that in accordance with the audit, a random sample of 50 individuals who had been who had been denied services had been selected and verified that all denials were appropriate. She noted two exceptions one was the eligibility of an individual and the other was an isolated case based on the prior year's rate.

ITEM 7: Presentation of 2017 Tobacco Settlement Cost Report. Ms. Bonner presented the Amarillo Hospital District's 2017 Tobacco Settlement Cost Report and reviewed that approximately \$14.9 million in total expenditures was reported. Of that amount, she added that Potter County reported 1.3 million in unreimbursed county expenditures for jail health care. Ms. Bonner explained that the State had notified the District that a disbursement of \$302,859 would be awarded to the District and that of that amount, Potter County would receive \$25,512 and the District would receive \$277,347.

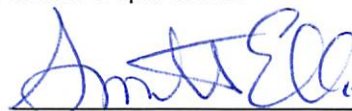
ITEM 8: Consider Resolution Approving and Authorizing Funding for Delivery System Reform Incentive Program (DSRIP) for Certain Programs of the City of Amarillo Department of Public Health. Casie Stoughton, Public Health Director, presented the Resolution. Motion was made by Mr. Ellis to amend the Resolution to reflect \$900,000 from \$1.1 million noted and to approve the Resolution, Dr. Rahman seconded the motion and it carried unanimously.

ITEM 9: Presentation of Quarterly Financial Statements. Ms. Bonner presented the District's General Fund Quarterly Financial Statements at March 31 2017. Ms. Bonner reviewed the Balance Sheet, Income Statement, and Budget versus Actual Report.

ITEM 10: Presentation of Quarterly Investment Report form Investment Officer. Mr. Frigo presented the District's Quarterly Investment Report and reviewed that the investment portfolio was in compliance with both the District's Investment Policy and the Public Funds Investment Act.

ITEM 11: Public Forum. There were no public comments at this meeting.

There, being no further business; Mr. Ellis stated the meeting was adjourned. This meeting was recorded and all comments are on file with the City of Amarillo's Finance Department.



Smith Ellis, Chairman

ATTEST:



Clay Stribling, Secretary