

STATE OF TEXAS
COUNTIES OF POTTER
AND RANDALL
CITY OF AMARILLO

On the day 26th of October 2021, 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 601 South Buchanan Street.

VOTING MEMBERS	PRESENT	NO. OF MEETINGS HELD SINCE APPOINTMENT	NO. OF MEETINGS ATTENDED SINCE APPOINTMENT
DEAN FRIGO, INVESTMENT OFFICER	Yes	23	19
PATRICK WILLIAMS	Yes	11	10
RODNEY YOUNG	Yes	13	13
WESTON WRIGHT	Yes	7	7
WILLIAM BIGGS, MD, CHAIRMAN	Yes	18	18
MARY BEARDEN, VICE CHAIR	No	10	6
MICHELLE BONNER	Yes	5	5

Also in attendance were the following:

- LAURA STORRS, ASSISTANT CITY MANAGER
- STEPHANIE COGGINS, CITY SECRETARY
- BRYAN MCWILLIAMS, CITY ATTORNEY
- MATTHEW POSTON, ASSISTANT CITY AUDITOR
- KELLY BEVIS, WELLS FARGO ADVISORS
- JAKE MARETTE, ARTHUR J. GALLAGHER & CO.
- PAULA ARCHER, BKD CPAS & ADVISORS (BY TELEPHONE)
- VALORIE CLOUS, BKD CPAS & ADVISORS (BY TELEPHONE)
- DIVYIA MATAI, NORTHWEST TEXAS HOSPITAL

Dr. Biggs established a quorum, called the regular meeting to order at 7:31 a.m., and the following items of business were:

PUBLIC ADDRESS: Dr. Biggs inquired if there were any comments. There were none.

ITEM 1: Consider Minutes of the Amarillo Hospital District Board of Managers. Dr. Biggs presented the minutes from the last Board of Managers meeting held on August 10, 2021. Mr. Wright made a motion to approve the minutes as presented. Dr. Young seconded, and the motion carried unanimously.

ITEM 2: Presentation and Discussion of the Pension Fund Investment Performance. Kelly Bevis, Wells Fargo Advisors, presented the Capital Markets Review and reviewed the Pension Fund's Investment Performance for the quarter ending September 30, 2021. Ms. Beavis reviewed that for the year-to-date the fund outperformed the benchmark.

ITEM 3: Presentation and Discussion of the AHD Corpus Investment Performance. Ms. Bevis presented the Amarillo Hospital District Agency Fund for the quarter ending September 30, 2021. Ms. Bevis stated the fund received less return than the index for the quarter but with much less risk. For comparison, Ms. Bevis stated there was no return anywhere in the bond market for the quarter.

ITEM 4: Discuss and Consider Report from the Indigent Care Agreement Consulting Services. Ms. Archer and Ms. Clous, BKD CPAs & Advisors, presented a report of their engagement by the District to assess Universal Health System's provider documentation and utilization management of the indigent patient population it serves. Ms. Clous stated that a sample of 78 encounters were tested, with 56 containing no discrepancies or observations. All 78 encounters were medically necessary; 22 of 39 inpatient encounters did not contain case management documentation. Ms. Clous shared that all encounters should contain case management documentation. Dr. Biggs shared that this is the first time the District has engaged an audit of this nature. Mr. Young shared concerns about all indigents not automatically receiving case management. Ms. Matai, Northwest Texas Hospital (NWTN), shared the types of patients triggering case management. A motion was made to accept the report presented by BKD CPAs & Associates and have Ms. Matai with NWTN provide documentation on what steps they have taken or will take related to the report by Dr. Young, seconded by Mr. Frigo. The motion passed unanimously.

ITEM 5: Discuss and Consider Actuarial Contract for Pension Risk Transfer Services. Mr. Marete, Arthur J. Gallagher & Co., presented a pension risk transfer analysis proposal for the Northwest Texas Healthcare System Pension Plan. Mr. Marete shared a lump sum would be offered to approximately 548 plan participants, and Gallagher would provide all encompassing services for this process which could begin in November 2021. Ms. Bonner asked to confirm if this would any way increase the District's liability and if anyone has consulted Amarillo National Bank on the process as the trustee of the District's funds. Mr. Marete confirmed the liability would not increase, and Ms. Storrs stated that an initial conversation with ANB and Wells Fargo on this topic was held at the AHD Finance Committee meeting held Monday, October 25, 2021. Mr. Frigo stated that this was reviewed at the Finance Committee meeting. It is voluntary for anyone offered and would reduce the District's liability, so the Finance Committee recommends for approval. A motion was made to approve the contract by Mr. Frigo, seconded by Mr. Wright. The motion passed unanimously.

ITEM 14: Presentation of Public Health Efforts related to COVID-19 and Update on Delivery System Reform Incentive Payments (DSRIP) Program. Casie Stoughton, Public Health Director shared a presentation on the current status of COVID-19. The City is still in Level Red but anticipates moving into Level Orange soon based on improvements in the hospitalization rates. The DSRIP program will end December 31, 2021, but it may be extended for another year. Once DSRIP funds are depleted, HHSC has created a new program that will fund public health and behavioral health. This new program will not provide the same level of funding as DSRIP has provided.

ITEM 6: Review and Consider Amended Resolution Setting Amount or Rate of LPPF Mandatory Payment and Uses of Such Revenue for the State Fiscal Year Ending August 31, 2021. Ms. Storrs presented the item. Dave Elliott, Adelento HealthCare Ventures LLC, on behalf of the local hospitals, has requested the District amend their Resolution to revise the due date of the second and third mandatory payments from October 2021 and November 2021 to December 2021 and January 2022. Ms. Storrs shared this change was requested by Mr. Elliott, on behalf of the hospitals, due to some ending programs at the State and timing related to COVID that has caused the hospitals to experience cash flow challenges. Ms. Storrs shared that making the change to due

dates will not have an impact on the District. A motion was made to accept the amended resolution as presented by Dr. Young, seconded by Ms. Bonner. The motion passed unanimously.

ITEM 7: Item removed from consideration.

ITEM 8: Discuss and Consider Amendment to a Consulting Services Agreement for Review of the Indigent Care Agreement. Ms. Storrs presented a request to amend the contract to increase it by \$5,000 due to additional time needed to gather information for the report. A motion was made to accept the change by Ms. Bonner, seconded by Mr. Frigo. The motion passed unanimously.

ITEM 9: Consider Resolution for the Annual Funding of the Indigent Care Agreement. Ms. Storrs presented the Resolution showing flat funding to Northwest Texas Hospital of \$1,925,041 per quarter for the fiscal year. A motion was made to approve the resolution as approved by Dr. Young, seconded by Mr. Wright. The motion passed unanimously.

ITEM 10: Consider Resolution Approving and Authorizing Funding for the Delivery System Reform Incentive Payments (DSRIP) for Certain Programs of the City of Amarillo Health Department. Ms. Storrs stated this resolution authorizes the District to make interlocal government transfer payments for the DSRIP for certain programs of the City of Amarillo Health Department. This resolution sets a maximum amount of \$1,450,000 in annual funding. A motion was made to approve the resolution by Ms. Bonner, seconded by Dr. Young. The motion passed unanimously.

ITEM 11: Review and Consider the District's Bylaws. Dr. Biggs asked if there were any changes to consider. None were presented. A motion was made to maintain the current bylaws with no changes by Mr. Wright, seconded by Mr. Frigo. The motion passed unanimously.

ITEM 12: Presentation of Quarterly Financial Statements. Ms. Storrs presented the District's Quarterly Financial Statements as of September 30, 2021. Ms. Reid reviewed the Balance Sheet, Income Statement, and Budget versus Actual Reports.

ITEM 13: Presentation of Quarterly Investment Report from Investment Officer. Mr. Frigo presented the District's Quarterly Investment Report and reviewed the investment portfolio and stated it was in compliance with both the District's Investment Policy and the Policy Funds Investment Act.

There being no further business to conduct, Dr. Biggs adjourned the meeting at 8:49 ~~p.m.~~ ^{a.m.} WB

ATTEST:


Dr. William Biggs, Chairman

Stephanie Coggins, City Secretary

