

HARRIS HEALTH SYSTEM

HARRIS HEALTH SYSTEM

MINUTES OF THE SPECIAL CALLED BOARD OF TRUSTEES MEETING

Thursday, November 16, 2017

Board Room – Administration Building

Members Present:

Ms. Anne Clutterbuck, Chair
Mr. Lawrence Finder
Ms. Carol Graebner (9:12 a.m. arrival)
Dr. Ewan Johnson
Ms. Elena Marks (11:20 a.m. departure)
Ms. Linda Morales
Ms. Carolyn Truesdell

Members Absent:

Dr. Kimberly Monday, Vice Chair
Ms. Daisy Stiner, Secretary

Others Present:

Mr. George Masi, President & Chief Executive Officer
Dr. Ericka Brown, Senior Vice President & Chief Operating Officer
Mr. Michael Norby, Executive Vice President & Chief Financial Officer
Dr. Parikshet Babber, Executive Vice President & Chief Medical Officer
Mr. Tim Tindle, Executive Vice President & Chief Information Officer
Ms. Tanya Stringer, Interim Executive Vice President & Administrator, Ambulatory Care Services
Dr. Alan Vierling, Executive Vice President & Administrator, Lyndon B. Johnson Hospital
Dr. Jose Garcia, General Director, Affiliated Medical Services
Dr. David Robinson, Chair, Medical Executive Board
Dr. Kenneth Mattox, Chief of Staff, Ben Taub Hospital
Dr. Tien Ko, Chief of Staff, Lyndon B. Johnson Hospital
Ms. Mercedes Leal, Attorney, Harris County Attorney's Office
Mr. DeWight Dopslauf, Purchasing Agent, Harris County Purchasing
Ms. Peggy Boice, Harris County Judge Ed Emmett's Office
Ms. Carole Lamont, Commissioner Steve Radack's Office
Ms. Amber Weed, Commissioner Ellis's Office
Mr. August Williams, Commissioner Jack Morman's Office
Administrative Staff
Guests
(Sign-in Sheets attached to permanent record)

I. Call to Order and Record of Attendance

Ms. Anne Clutterbuck, Chair, called the meeting to order at 8:40 a.m., and noted that a quorum was present. The attendance was recorded.

II. Purchasing

Motion 17.11-131

Moved by Dr. Ewan Johnson, seconded by Ms. Linda Morales, and passed that the Board approve agenda items II.A.1.a. through II.A.1.ooo. Ms. Anne Clutterbuck and Ms. Elena Marks recused from purchasing item A(1)gg. Mr. Lawrence Finder recused from the following purchasing items: A(1)a., A(1)c., A(1)d., A(1)e., A(1)f., A(1)g., A(1)h., A(1)i., A(1)j., A(1)k., A(1)m., A(1)o., A(1)p., A(1)q., A(1)r., A(1)s., A(1)t., A(1)u., A(1)v., A(1)w., A(1)x., A(1)y., A(1)z., A(1)aa., A(1)cc., A(1)dd., A(1)gg., A(1)hh., A(1)mm., A(1)nn., A(1)oo., A(1)pp., A(1)qq., A(1)rr., A(1)ss., A(1)tt., A(1)uu., A(1)vv., A(1)ww., A(1)aaa., A(1)bbb., A(1)ggg., A(1)hhh., A(1)iii., A(1)jjj., A(1)kkk., A(1)mmm., A(1)nnn., A(1)ooo.

A(1). Consideration of Purchasing Recommendations Requiring Board Approval

- a. approve the fourth and final renewal option for GE Healthcare to provide maintenance services for radiological imaging equipment in the estimated amount of \$4,236,349 for the term December 19, 2017 through December 18, 2018.
- b. approve the guaranteed maximum price for JE Dunn Construction to provide construction manager at-risk services for the conversion of semi-private rooms at Ben Taub Hospital in the amount of \$1,459,227 (\$1,409,227 construction price / \$50,000 owner contingency).
- c. approve purchase on the basis of best contract for Olympus America Inc. [PP-OR-1127, PP-OR-1129, PP-OR-1133, PP-OR-1261] to provide flexible surgical endoscopy and video equipment in the amount of \$1,207,679.
- d. approve purchase on the basis of lowest-priced contract for Physio-Control, now a part of Stryker [GB-CA-269A] to provide external defibrillators and related products in the amount of \$1,027,450.
- e. approve purchase on the basis of best contract for Philips Healthcare [PP-MM-292] to provide physiological monitoring systems in the amount of \$158,416.
- f. approve purchase on the basis of sole source for Philips Healthcare to provide software maintenance and support of physiological monitoring equipment in the estimated amount of \$593,631 for a one-year initial term with three (3) one-year renewal options.
- g. approve the fourth and final renewal option for Crothall Facilities Management, Inc. to provide maintenance services for biomedical equipment in the estimated amount of \$468,483 for the term December 20, 2017 through December 19, 2018.
- h. approve purchase on the basis of best contract for Hologic, Inc. [PP-IM-295] to provide diagnostic imaging equipment in the amount of \$412,000.
- i. approve purchase on the basis of best contract for Philips Healthcare [PP-IM-287] to provide diagnostic imaging equipment in the amount of \$358,459.
- j. approve purchase on the basis of best contract for FUJIFILM SonoSite, Inc. [PP-IM-317] to provide diagnostic imaging equipment in the amount of \$357,104.
- k. approve purchase on the basis of product standardization for Mortara Instrument, Inc. [PP-CA-262] to provide non-invasive cardiology equipment in the amount of \$276,206.

- l. approve the second of four (4) renewal options for The Gordian Group, Inc. to provide consulting services for a job order contracting management system in the estimated amount of \$216,000 for the term December 23, 2017 through December 22, 2018.
- m. approve additional (budgeted) funds for KARL STORZ Endoscopy-America, Inc. to provide preventative maintenance and repair services for KARL STORZ endoscopy equipment in the additional (budgeted) amount of \$160,067 (Board previously approved funds in the amount of \$271,000).
- n. approve award on the basis of low quote for Hunton Services [Choice Partners No. 14/021]N-05] to provide and install an air handler unit at Lyndon B. Johnson Hospital in the amount of \$150,698.
- o. approve purchase on the basis of lowest-priced contract for MMS - A Medical Supply Company to provide exam room furniture equipment in the amount of \$102,199.
- p. approve a corrected term and an extension for the University of Houston for the benefit of the Hilton – University of Houston to provide collaborative learning events in the estimated additional amount of \$0 for the extended term February 1, 2018 through May 1, 2018 (Board previously approved funds in the amount of \$90,000 for the corrected term February 1, 2017 through January 31, 2018 [one-year initial term with two (2) one-year renewal options (as approved)]).
- q. approve second-year funding for the GPO contract for Cardinal Health 200 LLC [AS-OR-1379] to provide custom procedure trays in the estimated amount of \$2,751,992 for the term January 1, 2018 through December 31, 2018.
- r. approve funding for the final year of a five-year Agreement for Masimo Americas Inc. [PP-MM-305] to provide pulse oximetry devices in the estimated amount of \$1,599,665 for the term January 21, 2018 through January 20, 2019.
- s. approve first-year funding on the basis of best contracts for Boston Scientific Corporation [PP-CA-302] – Option 2 (\$393,100 – Items 1-2, 5-7, 12-13) and Medtronic USA Inc. [PP-CA-303] – Option 1 (\$960,720 – Items 3-4, 8-11, 14-33, 35, 37-38, 43-44, 48-50) to provide cardiac rhythm management devices and accessories in the estimated multi-vendor amount of \$1,353,820 for the term April 1, 2017 through March 31, 2018.
- t. approve second-year funding for the GPO contract for Cardinal Health 200 LLC [AS-OR-1374] to provide sterile packs and gowns in the estimated amount of \$382,687 for the term January 1, 2018 through December 31, 2018.
- u. approve first-year funding on the basis of best contracts for Derma Sciences Inc. [PP-NS-1007] – Option 1 (\$212 – Items 17-18); Hollister Incorporated [PP-NS-1008] – Option 2 (\$11,855 – Items 19-21); Medline Industries, Inc. [PP-NS-1017] – Option 1 (\$44,498 – Items 6, 12-16, 23-26, 43 & 48); ConvaTec Inc. [PP-NS-1015] – Option 2 (\$54,534 – Items 5, 7-10); and Molnlycke Health Care US LLC [PP-NS-1010] – Option 2 (\$218,617 – Items 27-42) to provide skin integrity products in the estimated multi-vendor amount of \$329,716 for the term April 1, 2017 through March 31, 2018.
- v. ratify funding for the GPO contract for KCI USA, Inc. [PP-NS-938] to provide negative pressure wound therapy in the estimated amount of \$320,389 for the term June 1, 2017 through May 31, 2018.

- w. approve awards on the basis of best proposals meeting requirements for KCI USA, Inc. (estimated \$702,660) and Smith & Nephew, Inc. (estimated \$57,334) to provide negative pressure wound therapy treatment systems, including products and services, in the estimated multi-vendor amount of \$759,994 for a one-year initial term with four (4) one-year renewal options.
- x. approve first-year funding on the basis of single-source ASCEND contract for I.B.S. Solutions Corporation [AS-FA-600] through W.W. Grainger Inc. to provide can liners in the estimated amount of \$243,557 for the term August 1, 2017 through July 31, 2018.
- y. approve first-year funding on the basis of single-source contract for Integra LifeSciences Sales LLC [PP-OR-1434] to provide neurosurgical critical care products in the estimated amount of \$203,038 for the term September 1, 2017 through August 31, 2018.
- z. approve first-year funding on the basis of single-source contract for Integra LifeSciences Corporation [PP-OR-1433] to provide neurosurgical dural repair and related products in the estimated amount of \$177,031 for the term September 1, 2017 through August 31, 2018.
- aa. approve awards on the basis of best proposals meeting requirements for Bausch and Lomb, a division of Valeant Pharmaceuticals International (\$52,730); Alcon Laboratories, Inc. (\$79,293); and AMO Sales and Service [Johnson and Johnson Vision] (\$177,596) to provide ophthalmology intraocular lens and related items in the estimated multi-vendor amount of \$309,619 for a one-year initial term with four (4) one-year renewal options.
- bb. approve second-year funding for the GPO contract for Triad Isotopes, Inc. [AS-IM-357] to provide radiopharmaceutical products (distributor) in the estimated amount of \$870,278 for the term January 1, 2018 through December 31, 2018.
- cc. approve second-year funding for the GPO contract for LifeCell Corporation [PP-OR-1338] through Cardinal Health to provide biological mesh products in the estimated amount of \$599,922 for the term October 1, 2017 through September 30, 2018.
- dd. approve the revised amount for the University of Houston to provide clinical neuropsychology consultation services for HIV-positive patients in the corrected (HRSA grant funds) amount of \$42,489 [\$69,641 (HRSA grant funds) as approved].
- ee. approve additional (budgeted) funds and an extension for Dunbar Armored, Inc. to provide armored car services for deposit processing and cash replenishment of automated parking collection units in the additional (budgeted) amount of \$26,000 for the extended term January 1, 2018 through March 31, 2018 (Board previously approved funds in the amount of \$78,000 for the term January 1, 2017 through December 31, 2017).
- ff. approve the first of four (4) renewal options for Dunbar Armored, Inc. to provide armored car services in the estimated amount of \$203,427 for the term January 3, 2018 through January 2, 2019.
- gg. approve the first of two (2) renewal options for Houston Community College Corporate College to provide corporate training and development for Community

Health Choice, Inc. in the estimated amount of \$100,000 for the term January 1, 2018 through December 31, 2018.

- hh. approve award on the basis of only proposal received for HealthTronics Mobile Solutions, LLC, and its affiliated entity Gulf Coast II Lithotripsy, LP, to provide mobile lithotripsy services and supplies in the estimated amount of \$113,400 for a one-year initial term with four (4) one-year renewal options.
- ii. ratify the fourth and final renewal option for Beechnut Dialysis Center to provide outpatient end stage renal disease care for patients in the estimated amount of \$582,114 for the term October 9, 2017 through October 8, 2018.
- jj. approve renewal for Harris County to provide public funds investment services in the estimated amount of \$30,616 for the term January 31, 2018 through January 30, 2019.
- kk. approve purchase on the basis of sole source for Vizient Data Services, LLC to provide a benchmarking program in the estimated amount of \$488,067 for the term January 1, 2018 through December 31, 2018.
- ll. approve the second of four (4) renewal options on the basis of sole source for Texas Medical Center to provide parking for Harris Health System employees and medical staff in the estimated amount of \$1,550,400 for the term January 1, 2018 through December 31, 2018.
- mm. approve the fourth and final renewal option for Laboratory Corporation of America to provide reference laboratory testing services in the estimated amount of \$3,724,111 for the term January 22, 2018 through January 21, 2019.
- nn. approve the second of four (4) renewal options for Becton Dickinson & Company, through its BD Diagnostics – Diagnostics System, to provide an integrated platform for microbiology automation, blood culture, identification and susceptibility, including analyzer(s), reagents, consumables, and services in the estimated amount of \$1,234,646 for the term December 5, 2017 through December 4, 2018.
- oo. approve funding for the GPO contract for Siemens Healthcare Diagnostics, Inc. [PP-LA-335] to provide an integrated platform (chemistry and immunochemistry analyzers, automation, reagents, consumables, and service) in the estimated amount of \$815,898 for the term January 1, 2018 through June 30, 2018.
- pp. approve additional (budgeted) funds and an extension for Ventana Medical Systems, Inc. to provide immunohistochemistry staining and special staining systems, including analyzers, reagents, consumables, and service, in the additional (budgeted) amount of \$570,000 for the extended term January 1, 2018 through June 30, 2018 (Board previously approved funds in the amount of \$2,554,541 for the term October 1, 2014 through December 31, 2017).
- qq. approve the fourth and final renewal option on the basis of sole source for Abbott Laboratories, Inc. to provide reagents and service for HIV antigen/antibody combo assay systems in the estimated amount of \$634,684 for the term January 1, 2018 through December 31, 2018.
- rr. approve the third of four (4) renewal options for Hologic (MA), LLC to provide a cytology liquid-based system, including analyzers, reagents, consumables, supplies, and

service, in the estimated amount of \$400,000 for the term January 12, 2018 through January 11, 2019.

- ss. approve the revised term and first of four (4) renewal options for Bio-Rad Laboratories, Inc. to provide Geenius™ HIV ½ supplemental assay in the estimated amount of \$141,626 for the first renewal term January 17, 2018 through January 16, 2019 [January 17, 2017 through January 16, 2018 (revised initial term); October 1, 2016 through September 30, 2017 (as approved)].
- tt. approve the first of four (4) renewal options for Radiometer America Inc. to provide a blood gas testing system, including analyzer(s), reagents, consumables, and services, in the estimated amount of \$140,457 for the term December 28, 2017 through December 27, 2018.
- uu. approve funding for the GPO contract for Bio-Rad Laboratories [PP-LA-417] to provide blood bank analyzers, reagents, consumables, and service in the estimated amount of \$104,935 for the term February 1, 2018 through January 31, 2019.
- vv. approve additional (budgeted) funds and an extension for Grainger to supply and distribute janitorial supplies in the additional (budgeted) amount of \$1,922,187 for the extended term January 1, 2018 through December 31, 2018 (Board previously approved funds in the amount of \$1,922,187 for the term January 1, 2017 through December 31, 2017).
- ww. approve funding for the Agreement for LinkedIn Corporation to provide recruitment and networking subscription services in the estimated amount of \$106,445 for the term December 31, 2017 through December 30, 2018.
- xx. approve award on the basis of best proposal meeting requirements for York Risk Services Group, Inc. to provide workers' compensation third-party administration and associated services in the estimated amount of \$156,777 for a one-year initial term with four (4) one-year renewal options.
- yy. approve renewal for Harris County Hospital District d/b/a Harris Health System to provide housekeeping services for space leased to The Harris Center for Mental Health and IDD for the Neuro-Psychiatric Center at Ben Taub Hospital in the estimated revenue amount of \$160,639 for the term January 1, 2018 through December 31, 2018.
- zz. ratify additional (budgeted) funds for PLB Dental Services, PLLC to operate dental facilities in the estimated additional (budgeted) amount of \$5,611,458 for the term October 1, 2017 through September 30, 2018 (Board previously approved funds in the amount of \$1,799,283 for the term October 1, 2017 through September 30, 2018).
- aaa. approve an exemption from the competitive bid requirements for Baylor College of Medicine to provide primary medical services for the Health Care for the Homeless Program in the (HRSA Grant Funds) amount of \$302,500 for the term January 1, 2018 through December 31, 2018.
- bbb. approve an exemption from the competitive bid requirements for Baylor College of Medicine to provide primary medical services for the Health Care for the Homeless Program in the (HRSA Grant Funds) amount of \$252,030 for the term January 1, 2018 through December 31, 2018.

- ccc. approve the second of four (4) renewal options for JWB Dentistry, PLLC to operate a mobile dental van for the Health Care for the Homeless Program in the estimated (HRSA Grant Funds) amount of \$247,000 for the term January 1, 2018 through December 31, 2018.
- ddd. approve funding for the final year of a three-year Agreement for SHI Government Solutions, Inc. [DIR-SDD-2503] to provide Microsoft Enterprise Agreement software maintenance in the estimated amount of \$2,094,674 for the term January 1, 2018 through December 31, 2018.
- eee. approve purchase on the basis of low quote for Insight Public Sector, Inc. [DIR-TSO-2542] to provide Cisco hardware for an intrusion detection and prevention system replacement in the estimated amount of \$916,532.
- fff. approve purchase on the basis of low quote for Set Solutions, Inc. [DIR-TSO-2698] to provide Gigamon hardware, software, support, and services for an intrusion detection and prevention system replacement in the estimated amount of \$849,497.
- ggg. approve the first of four (4) renewal options on the basis of sole source for First DataBank, Inc. to provide FDB MedKnowledge™ software license and maintenance in the estimated amount of \$239,869 for the term December 15, 2017 through December 14, 2018.
- hhh. approve purchase on the basis of low quote for Netsync Network Solutions, Inc. [DIR-TSO-3926] to provide VMware software maintenance in the estimated amount of \$226,094 for the term December 23, 2017 through December 22, 2018.
- iii. ratify purchase on the basis of sole source for Hewlett Packard Enterprise Company to provide Hewlett Packard Enterprise computer hardware and software server maintenance and support in the estimated amount of \$190,094 for the term November 1, 2017 through October 31, 2018.
- jjj. approve purchase on the basis of low quote for General Datatech, L.P. [DIR-TSO-2542] to provide Cisco Iron Port software maintenance in the estimated amount of \$160,990.
- kkk. approve purchase on the basis of best contract for Rauland-Borg Corporation [PP-IT-141] through Lone Star Communications Houston to provide a nursing call system upgrade in the estimated amount of \$159,805.
- lll. approve an exemption from the competitive bid requirements for Presidio Networked Solutions, Inc. to provide information security firewall optimization in the estimated amount of \$124,420 for a one-year initial term with one (1) one-year renewal option.
- mmm. approve additional (budgeted) funds for Spok, Inc. f/k/a Amcom Software to provide additional hardware, software, and support for the Amcom Paging System in the additional (budgeted) amount of \$24,439 for the term May 1, 2017 through April 30, 2018 (Board previously approved funds in the amount of \$94,878 for the term May 1, 2017 through April 30, 2018).
- nnn. approve award on the basis of lowest-priced proposal meeting requirements for Dimension Data North America, Inc. to provide a high-risk patient virtual monitoring system in the estimated (Year 1) amount of \$938,192 / estimated (five-year period)

amount of \$1,134,272 for a one-year initial term with four (4) one-year renewal options.

- ooo. ratify renewal on the basis of sole source for Carefusion Solutions, LLC to provide software management services for the Alaris[®] System in the estimated amount of \$142,120 for the term November 8, 2017 through November 7, 2018.

A(2). Transmittals of Completed Items **[For Informational Purposes]**

- a. transmittal of the first two (2) renewal options for St. Jude Medical S.C., Inc. to provide preventative maintenance and repair services for St. Jude medical equipment in the estimated amount of \$56,534 for the term December 6, 2017 through December 5, 2018.
- b. transmittal of purchase on the basis of best contract for GE Healthcare [PP-IM-265] to provide diagnostic imaging equipment in the amount of \$99,050.
- c. transmittal of purchase on the basis of lowest-priced contract for Philips Healthcare [PP-IM-287] to provide diagnostic imaging equipment in the amount of \$59,164.
- d. transmittal of purchase on the basis of best contract for FUJIFILM SonoSite, Inc. [PP-IM-317] to provide diagnostic imaging equipment in the amount of \$52,750.
- e. transmittal of purchase for Universal Ophthalmic Instruments, Inc. to provide eye exam and eye care equipment and products in the amount of \$98,096.
- f. transmittal of purchase on the basis of product standardization for Welch Allyn, Inc. [PP-MM-294] through Cardinal Health 200, LLC to provide physiological monitoring systems in the amount of \$91,804.
- g. transmittal of purchase on the basis of best contract for Philips Healthcare [PP-MM-292] to provide physiological monitoring systems in the amount of \$64,691.
- h. transmittal of the fourth and final renewal option on the basis of sole source for Sun Nuclear Corporation to provide software and hardware maintenance for the Sun Nuclear Dosimetry System in the amount of \$52,265 for the term September 1, 2017 through August 31, 2018.
- i. transmittal of additional (budgeted) funds for Advanced Sterilization Products Services, Inc. to provide maintenance and service of sterilizers in the additional (budgeted) amount of \$998 (Board previously approved funds in the amount of \$107,682).
- j. transmittal of purchase for Pitney Bowes, Inc. [496-15] to provide mail equipment leasing, mail sorting services, and SendSuite[®] shipping solutions software in the estimated amount of \$96,360 for the term November 1, 2017 through October 31, 2018.
- k. transmittal of award on the basis of sole source for Synovis[®] Micro Companies Alliance, Inc. to provide Global Excellence in Microsurgery products in the estimated amount of \$95,000 for the term January 1, 2018 through December 31, 2018.
- l. transmittal of the first of four (4) renewal options for Integra LifeSciences Sales, LLC to provide an ultrasonic tissue ablation system in the estimated amount of \$91,070 for the term January 12, 2018 through January 11, 2019.

- m. transmittal of purchase on the basis of sole source for Terumo Medical Corporation to provide Angio-Seal™ vascular closure devices in the estimated amount of \$85,850 for the term January 1, 2018 through December 31, 2018.
- n. transmittal of purchase on the basis of sole source for Medtronic USA, Inc. to provide a Pipeline™ Flex Embolization device in the estimated amount of \$75,777 for the term October 9, 2017 through December 31, 2018.
- o. transmittal of award on the basis of only offer received for Brothers Produce, Inc. to provide produce in the estimated amount of \$89,500 for the term October 1, 2017 through January 31, 2018.
- p. transmittal of the first of two (2) renewal options for Cenikor Foundation to provide residential substance abuse treatment services in the estimated amount of \$45,000 for the term January 1, 2018 through December 31, 2018.
- q. transmittal of third-year funding for the GPO contract for Immucor, Inc. [PP-LA-416] to provide traditional blood bank reagents in the estimated amount of \$68,164 for the term February 1, 2018 through January 31, 2019.
- r. transmittal of purchase on the basis of low quote for Creative Office Furniture, Inc. to provide office furniture in the amount of \$56,831.
- s. transmittal of additional grant funds for Baylor College of Medicine to provide psychiatric medical services for the Health Care for the Homeless Program in the additional HRSA grant funds amount of \$13,636 for the term January 1, 2017 through December 31, 2017 (Board previously approved HRSA grant funds in the amount of \$165,486 for the term January 1, 2017 through December 31, 2017).
- t. transmittal of the third of four (4) renewal options for Vital Images, Inc. to provide technical support and maintenance for the radiological imaging post-processing applications system in the estimated amount of \$99,293 for the term November 21, 2017 through November 20, 2018.
- u. transmittal of purchase on the basis of low quote for Dell Marketing, L.P. [DIR-SDD-1951] to provide print spooler management software in the amount of \$63,348.
- v. transmittal of the first of two (2) renewal options on the basis of sole source for CA, Inc. to provide maintenance and support for Service Desk Manager software in the estimated amount of \$58,016 for the term December 16, 2017 through December 15, 2018.
- w. transmittal of additional (budgeted) funds for FUJIFILM Medical System USA, Inc. to provide cardiovascular system software maintenance in the additional (budgeted) amount of \$35,952 for the term November 1, 2017 through October 31, 2018 (Board previously approved funds in the amount of \$113,581 for the term November 1, 2017 through October 31, 2018).

III. Approval of Award on the Basis of Most Qualified Vendor Meeting Requirements for BKD, LLP to Provide External Audit Services for Harris County Hospital District d/b/a Harris Health System, Community Health Choice, Inc., and Community Health Choice Texas, Inc. for a One-Year Initial Term with Four (4) One-Year Renewal Options

Motion 17.11-132

Moved by Ms. Linda Morales, seconded by Ms. Carolyn Truesdell, and passed that the Board approve agenda item III. Anne Clutterbuck and Elena Marks recused from agenda item III.

Mr. DeWight Dopslauf, Purchasing Agent, Harris County Purchasing, presented the recommendation for BKD, LLP (BKD) to provide external audit services for Harris County Hospital District d/b/a Harris Health System, Community Health Choice, Inc., and Community Health Choice Texas, Inc. Ms. Kimberly McKay, Managing Partner and Healthcare Audit Partner, BKD Houston, delivered an overview of BKD and introduced the following members of the engagement team: 1) Mr. Brad Monahan, Partner, BKD Houston; 2) Mr. Chris Clark, Partner, BKD Dallas; 3) Mr. Shawn Grotte, Partner, BKD Little Rock; and 4) Ms. Kari Hartmann, Healthcare Director, BKD Houston. She reported that BKD is the 12th largest accounting firm in the United States and that health care is BKD's primary industry. Ms. McKay stated that BKD recognizes the complex and unique challenges that Harris Health faces in providing health care for the uninsured while demonstrating stewardship of taxpayer funds and relying on Medicaid and supplemental payment funding. She noted that BKD's areas of expertise include supplemental Medicaid payment programs, risk adjustments related to the Affordable Care Act, and the audit requirements related to community health center governmental grants. Mr. Clark stated that BKD has seventy-five (75) dedicated health care advisors working in four (4) offices across Texas. He reported that BKD serves more than 100 hospitals and approximately fifty (50) hospital districts in Texas. Mr. Clark highlighted that BKD also offers consultants who are focused on regulatory and reimbursement services and strategic planning and forecasting. A copy of the BKD presentation is available in the permanent record.

IV. Approval of the Harris Health System Affiliation and Support Agreement with Affiliated Medical Services and Authorization to Pay for the Services Specified in the Agreement in Accordance with the Terms of the Agreement

Motion 17.11-133

Moved by Ms. Carolyn Truesdell, seconded by Dr. Ewan Johnson, and unanimously passed that the Board approve agenda item IV.

Mr. Michael Norby, Executive Vice President and Chief Financial Officer, presented the Harris Health System Affiliation and Support Agreement with Affiliated Medical Services and the authorization to pay for the services specified in the agreement. A copy of the Agreement is available in the permanent record.

V. Executive Session

At 9:12 a.m., Ms. Clutterbuck stated that the Board would enter into Executive Session under Texas Health & Safety Code §161.032, Texas Gov't Code Ann. §551.071, Texas Gov't Code Ann. §551.085, and Texas Gov't Code Ann. §551.074.

VI. Reconvene

At 11:34 a.m., Ms. Clutterbuck reconvened the meeting and stated that no action was taken in Executive Session.

- A. Consultation with the County Attorney Regarding Harris County Hospital District d/b/a Harris Health System's Lease Agreement with the Harris County Hospital District Foundation for Ben Taub Hospital's McDonald's, Pursuant to Texas Gov't Code Ann. §551.071, and Possible Action Regarding This Matter Upon Return to Open Session.

No action was taken.

- B. Consultation with the County Attorney Regarding Harris County Hospital District d/b/a Harris Health System's Intergovernmental Transfers for Uncompensated Care and the Uniform Hospital Rate Increase Program, Pursuant to Texas Gov't Code Ann. §551.071, and Possible Action Regarding This Matter Upon Return to Open Session.

No action was taken.

- C. Discussion Regarding Financial Planning Information Related to the Negotiation Between the Harris County Hospital District d/b/a Harris Health System and Affiliated Medical Services for the Arrangement or Provision of Medical Services, Pursuant to Texas Gov't Code Ann. §551.085, and Possible Action Regarding This Matter Upon Return to Open Session.

No action was taken.

- D. Report by the Senior Vice President of Corporate Compliance Regarding Compliance with Medicare, Medicaid, HIPAA and Other Federal and State Health Care Program Requirements and a Status of Fraud and Abuse Investigations, Pursuant to Texas Health & Safety Code §161.032, and Possible Action Upon Return to Open Session.

No action was taken.

- E. Discussion Regarding Compliance Officer Duties Related to the Harris Health System Senior Vice President of Corporate Compliance, Pursuant to Texas Gov't Code Ann. §551.074, and Possible Action Regarding This Matter Upon Return to Open Session.

No action was taken.

VII. Adjournment

Moved by Ms. Carolyn Truesdell, seconded by Dr. Ewan Johnson, and unanimously accepted to adjourn the meeting.

There being no further business, the meeting adjourned at 11:35 a.m.

I certify that the foregoing are the Minutes of the meeting of the Board of Trustees of the Harris County Hospital District d/b/a Harris Health System held at the Administration Building in Houston, Texas on November 16, 2017.

Respectfully submitted,



Ms. Anne Clutterbuck, Chair
Board of Trustees



Ms. Daisy Stiner, Secretary
Board of Trustees

Recorded by Kenya Shields