

HARRIS HEALTH SYSTEM

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MINUTES OF THE SPECIAL CALLED BOARD MEETING

Thursday, January 10, 2019

Board Room – Administration Building

Members Present:

Ms. Anne Clutterbuck, Chair
Dr. Kimberly Monday, Vice Chair
Ms. Linda Morales, Secretary
Dr. Arthur Bracey
Mr. Lawrence Finder
Dr. Ewan Johnson
Ms. Elena Marks
Mr. Art Morales

Members Absent:

Others Present:

Mr. George Masi, President & Chief Executive Officer
Dr. Ericka Brown, Senior Executive 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
Dr. Glorimar Medina-Rivera, Executive Vice President & Administrator, Ambulatory Care Services
Dr. Nathan Deal, Executive Vice President & Administrator, Ben Taub Hospital
Dr. Alan Vierling, Executive Vice President & Administrator, Lyndon B. Johnson Hospital
Dr. Yvonne Chu, General Director, Affiliated Medical Services
Dr. Joseph Garcia-Prats, Chair, Medical Executive Board
Dr. Kenneth Mattox, Chief of Staff, Ben Taub Hospital
Dr. Tien Ko, Chief of Staff, Lyndon B. Johnson Hospital
Dr. Mohammad Zare, Chief of Staff, Ambulatory Care Services
Mr. Michael Hill, Senior Vice President, Chief Business Development and Strategy Officer,
Ms. Karen Tseng, Senior Vice President, Population Health Transformation
Ms. Carolynn Jones, Senior Vice President, Corporate Compliance
Ms. Patricia Darnauer, Senior Vice President, Support Services
Ms. Nicole Streeter, Vice President, Chief Governance Officer
Ms. Sara Thomas, Managing 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
Mr. Paul Shanklin, Commissioner Jack Cagle's Office
Ms. Amber Weed, Commissioner Ellis'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 10:00 a.m., and noted that a quorum was present. The attendance was recorded.

II. Approval of the Minutes of the Previous Meetings

Motion 19.01-137

Moved by Dr. Ewan Johnson, seconded by Ms. Linda Morales, and unanimously passed that the Board approve the minutes of the December 13, 2018 Special Called Board meeting.

III. Approval of the Harris Health System FY2020 Operating and Capital Budget

Motion 19.01-138

Moved by Ms. Linda Morales, seconded by Dr. Ewan Johnson, and unanimously passed that the Board approve agenda item III.

Mr. Michael Norby, Executive Vice President & Chief Financial Officer, led the discussion regarding the Harris Health System Fiscal Year 2020 (FY2020) Operating and Capital Budget. He stated that the statement of revenues and expenses were adjusted for the FY2020 operating and capital budget. Mr. Norby reported that the budgeted expenses for premium subsidies were revised to \$24M annually, resulting in an incremental increase of \$10.8M based on the final enrollment figures at the end of December 2018. He also reported an incremental increase of \$20.1M to the Healthcare Marketplace reimbursement revenue as a result of increased enrollment for calendar year 2019. Mr. Norby stated that a reduction of \$8.3M related to the Medicare Disproportionate Share add-on will be received in Federal Fiscal Year 2020. He noted that the net impact of the adjustments increased the operating margin from \$21.5M to \$22.6M, or 1.5% for FY2020. He stated that there were no further adjustments made to the FY2020 operating and capital budget. Mr. Norby explained that the specialty care expansion initiatives were included in the budget; however, jail health services are not a component of the integrated budget.

Dr. Kimberly Monday requested that Dr. Glorimar Medina-Rivera, Executive Vice President & Administrator, Ambulatory Care Services, share the specialty care expansion assessment report with the Board members. Mr. Norby stated that the addition of the jail health program to Harris Health's portfolio is currently under consideration by Harris County. He explained that verbal discussions have taken place with Mr. Bill Jackson, Harris County Budget Officer, and Mr. Jackson's intent is to ensure budget neutrality for Harris Health System. Mr. George Masi, President & Chief Executive Officer, stated that jail health is in its early stages of discussion, however should Harris Health decide to integrate jail health services an interlocal agreement would be presented to the Board and Harris County Commissioners Court for approval. Ms. Clutterbuck stated that the Board expects the agreement to reflect that Harris Health will receive additional funds related to capital and projected additional cost of the jail health program. A copy of the report is available in the permanent record.

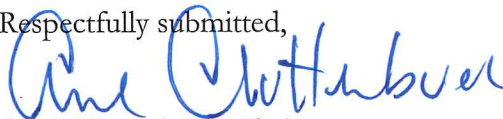
IV. Adjournment

Moved by Mr. Lawrence Finder, seconded by Dr. Ewan Johnson, and unanimously accepted to adjourn the meeting.

There being no further business, the meeting adjourned at 10:17 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 January 10, 2019.

Respectfully submitted,



Anne Clutterbuck, Chair
Board of Trustees



Linda Morales, Secretary
Board of Trustees

Recorded by Cherry Pierson