

HARRIS HEALTH SYSTEM

HARRIS HEALTH SYSTEM MINUTES OF THE BOARD OF TRUSTEES MEETING Thursday, January 24, 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 (1:48 p.m. departure)
Dr. Ewan Johnson
Ms. Elena Marks
Mr. Art Morales
Ms. Carolyn Truesdell (10:15 a.m. departure)

Members Absent:

Others Present:

Mr. George Masi, President & Chief Executive Officer
Mr. Kenneth Janda, President & Chief Executive Officer, Community Health Choice
Dr. Ericka Brown, Senior Executive Vice President & Chief Operating Officer
Mr. Michaél Norby, Executive Vice President & Chief Financial Officer
Dr. Parikshet Babber, Executive Vice President & Chief Medical Officer
Dr. Nathan Deal, Executive Vice President & Administrator, Ben Taub Hospital
Dr. Glorimar Medina-Rivera, Executive Vice President & Administrator, Ambulatory Care Services
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
Ms. Karen Tseng, Senior Vice President, Population Health Transformation
Ms.Carolynn Jones, Senior Vice President, Corporate Compliance
Ms. Nicole Streeter, Vice President, Chief Governance Officer
Mr. Vince Ryan, County Attorney, Harris County Attorney's Office
Mr. Robert Soard, First Assistant, Harris County Attorney's Office
Ms. Sara Thomas, Managing Attorney, Harris County Attorney's Office
Mr. R. Jack Cagle, Commissioner, Harris County Precinct 4
Ms. Ellen Cohen, City of Houston Mayor Pro Tem
Mr. Stephen Don Carlos, Former Harris Health System Board Chair
Mr. DeWight Dopslauf, Purchasing Agent, Harris County Purchasing
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 9:03 a.m., and noted that a quorum was present. The attendance was recorded.

II. Approval of the Minutes of Previous Meeting

Motion 19.01-01

Moved by Ms. Linda Morales, seconded by Dr. Kimberly Monday, and unanimously passed that the Board approve the minutes of the December 6, 2018 Board of Trustees meeting.

III. Announcements / Special Presentations

A. Board Member Recognition: Salute to Ms. Truesdell

Ms. Anne Clutterbuck recognized Ms. Carolyn Truesdell for her service as a member of the Harris Health System Board of Trustees. Ms. Ellen Cohen, Mayor Pro Tem, presented Ms. Truesdell with a proclamation from the City of Houston. Additionally, she was presented with a certificate of commendation and letter of appreciation on behalf of Congresswoman Sylvia Garcia. Ms. Truesdell was saluted by Mr. Vince Ryan, Harris County Attorney; Commissioner R. Jack Cagle; and Mr. Stephen Don Carlos, formerly of the Harris Health System Board of Managers.

B. Oath of Office for Harris Health System Board of Trustee

No oath of office was administered.

AGENDA ITEM TAKEN OUT OF ORDER

C. Special Recognition – Dr. Michael Nnadi, Chief Pharmacy Officer, recognized the Harris Health System Pharmacy Department's receipt of the 2018 American Society of Health System Pharmacists CEO Award for Courageous Service.

D. Special Presentation – Mr. Theo Franklin, Chair, Harris County Hospital District Foundation, and Mr. Jeffrey Baker, Executive Director, Harris County Hospital District Foundation, delivered a presentation regarding the HCHD Foundation 2018 Annual Report. Mr. Franklin stated that on October 19, 2017, the Foundation hosted its Jubilee of Caring event, which honored Mr. and Mrs. Barbara and Corby Robertson with the Ben Taub Humanitarian Award raising more than \$650,000. He stated that the proceeds were granted as a restricted gift to the first-floor renovation of Ben Taub Hospital Level 1 Trauma Center. He reported that in August of 2017, the HCHD Foundation's Harris Health Employee Disaster Relief Fund granted \$433,000 to Harris Health employees who were affected by the devastation of Hurricane Harvey. Mr. Baker stated that the Incredible Outcome Capital Campaign website is scheduled to go-live at the end of January 2019. Mr. Franklin stated that with the support of employees and donors the Incredible Outcome Campaign has raised \$2.8M in pledges and donations.

Mr. Franklin also reported that year-to-date the HCHD Foundation raised a total of \$3.5M and during the Foundation's first (25) twenty-five years, the Foundation has granted over \$47M to Harris Health System and the Harris County community. Mr. Franklin announced that the Texas MedRun is scheduled for February 2, 2019 and urged guests to register for the event. He also announced that the 2019 Jubilee of Caring event is scheduled for October 17, 2019 at the River Oaks Country Club. A copy of the presentation is available in the permanent record.

E. Board Member Announcements regarding Board member advocacy and community engagement.

No Board member announcements were conducted.

IV. Hear from Citizens

Ms. Cynthia Cole, Executive Director, Local #1550 – AFSCME, American Federation of State, County, and Municipal Employees, presented a letter to the Board highlighting Harris Health employee concerns regarding alleged discrimination, favoritism, wages, and Family and Medical Leave Act (FMLA) violations. She stated that in December 2018 the Senior Vice President of Human Resources referred to a publication titled Snakes in Suits. She asked that the Board review the literature, investigate employee concerns, and uphold leadership to the same disciplinary actions as Harris Health employees. A copy of the letter is available in the Board Office.

Mr. Walter Protheroe requested to speak with the Board regarding his medical records and treatment received at Ben Taub Hospital (BTH). He stated that he intends to submit written documentation to the Harris County District Attorney's Office as well as to the United States Attorney's Office. He urged the Board to review his medical records in an effort to reconcile his concerns.

V. Public Hearing Regarding the Harris Health System FY2020 Operating and Capital Budget

A. Overview of the Harris Health System FY2020 Operating and Capital Budget

Mr. Michael Norby, Executive Vice President & Chief Financial Officer, presented the Harris Health System FY2020 Operating and Capital Budget. He stated that the proposed Harris Health System FY2020 budget reflects a net operating margin of \$22.6M and a proposed capital budget of \$81.6M. A copy of the FY2020 budget is available in the public record.

B. Public Comments

Ms. Clutterbuck opened the floor to Harris County residents and the public for questions or comments. There were no public comments.

VI. Consent Agenda Items

A. Recommended Committee Approvals

Motion 19.01-02

Moved by Ms. Linda Morales, seconded by Dr. Ewan Johnson, and passed that the Board approve agenda items VI.A(1)a. through VI.A.(1)n. and VI.A(1)p. through VI.A.16. Mr. Lawrence Finder recused himself from all purchasing items.

1. Consideration of Purchasing Recommendations Requiring Board Approval (Items A(1)a. through A(1)nnn).
 - a. approve the second of four (4) renewal options for Centennial Contractors Enterprises, Inc. (Primary) and Jamail & Smith Construction, LP (Secondary) to provide construction, repair, renovation, and/or alteration services in the estimated multi-vendor amount of \$4,000,000 for the term February 1, 2019 through January 31, 2020.
 - b. approve additional (budgeted) funds for HDR Architecture, Inc. to provide professional architectural and engineering services in the estimated additional (budgeted) amount of \$2,300,000 for the term September 29, 2018 through September 28, 2019 (Board previously approved funds in the amount of \$1,000,000 for the term September 29, 2018 through September 28, 2019).
 - c. approve additional (budgeted) funds for Page Southerland Page, Inc. to provide professional architectural and engineering services in the estimated additional (budgeted) amount of \$2,000,000 for the term October 13, 2018 through October 12, 2019 (Board previously approved funds in the amount of \$1,000,000 for the term October 13, 2018 through October 12, 2019).
 - d. approve purchase on the basis of best contract for GE Healthcare [PP-IM-289] to replace a CT scan system for Lyndon B. Johnson Hospital in the amount of \$1,501,643.
 - e. approve additional (budgeted) funds for Consolidated Edison Solutions, Inc. to provide engineering services in the estimated additional (budgeted) amount of \$1,500,000 for the term June 3, 2018 through June 2, 2019 (Board previously approved funds in the amount of \$1,700,000 for the June 3, 2018 through June 2, 2019).
 - f. approve purchase on the basis of best contract for Philips Healthcare [PP-MM-622] to provide physiological monitoring equipment for Ben Taub Hospital second floor OR upgrade project in the amount of \$1,122,150.
 - g. approve purchase on the basis of sole source for Olympus America Inc. to provide equipment repair and maintenance program for endoscopy and video equipment in the estimated amount of \$871,240 for a one-year initial term with four (4) one-year renewal options.

- h. approve the second of four (4) renewal options for Southwest Elevator Company d/b/a Oracle Elevator Company to provide maintenance and repair of vertical transportation equipment in the estimated amount of \$785,576 for the term February 1, 2019 through January 31, 2020 (Board previously approved funds in the amount of \$770,639 for the previous year).
- i. approve the fourth and final renewal option for Wald Relocation Services, Ltd. to provide system-wide move consultant and mover services in the estimated amount \$750,000 for the term February 12, 2019 through February 11, 2020 (Board previously approved funds in the amount of \$600,000 for the previous year).
- j. approve award on the basis of lowest bid for The Brandt Companies, LLC to provide labor and equipment to install a new vacuum pump system at Ben Taub Hospital Central Utility Plant in the estimated amount of \$404,389.
- k. approve purchase on the basis of best contract Philips Healthcare [PP-MM-622] to replace a total of 25 non-supported patient transport monitors at Ben Taub and Lyndon B. Johnson Hospitals in the amount of \$351, 697.
- l. approve award on the basis of best bid for Seril Inc. d/b/a Houston Grotech to provide grounds maintenance in the amount of \$278,934 for the term February 1, 2019 through January 31, 2020 with four (4) one-year renewal options.
- m. approve the first of four (4) renewal options for PBK Architects, Inc. to provide architectural and engineering services in the estimated amount of \$250,000 for the term March 1, 2019 through February 29, 2020.
- n. approve the third of four (4) renewal options for Environmental Testing Services, Inc. to provide piped medical gas/vacuum system assessment and preventive maintenance, gas monitoring and ventilation assessment, and minor and emergency repairs in the estimated amount of \$143,068 for the term February 1, 2019 through January 31, 2020 (Board previously approved funds in the amount of \$139,438 for the previous year).
- o. **PULLED**
approve purchase on the basis of best contract for Draegar, Inc. [PP-MM-429] to provide one (1) additional anesthesia machine and replace one (1) anesthesia machine for Lyndon B. Johnson Hospital operating rooms in the amount of \$130,341.
- p. approve purchase on the basis of sole source for ECRI Institute to provide a healthcare assessment technology program in the estimated amount of \$124,182 for the term February 8, 2019 through February 7, 2020 (Board previously approved funds in the amount of \$67,004 for the previous year).
- q. approve award on the basis of lowest priced proposal for Nalco Water to provide a water safety management program in the estimated amount of \$59,237 for a one-year initial term with four (4) one-year renewal options.

- r. approve purchase as an exception to the Harris Health System Purchasing Manual bid requirements for DNV GL Healthcare USA, Inc. d/b/a DNV GL-Healthcare to provide management system certification/accreditation in the estimated amount of \$240,000 for the term March 8, 2019 through March 7, 2020 with two (2) one-year renewal options.
- s. approve sixth-year funding for the GPO contract for Baxter Healthcare Corporation [PP-IV-133] through Cardinal Health to provide IV fluids, bag-based drug delivery and TPN macronutrients in the estimated amount of \$1,88,665 for the term February 1, 2019 through January 31, 2020.
- t. approve the second of four (4) renewal options as an exception to the Harris Health System Purchasing Manual bid requirements for Stryker Sales Corporation through Stryker Endoscopy Division to provide laparoscopic surgical services in the estimated amount of \$1,626,196 for the term February 5, 2019 through February 4, 2020 (Board previously approved funds in the amount of \$1,564,598 for the previous year).
- u. approve third-year funding for the GPO contracts for B. Braun Interventional Systems, Inc. [PP-CA-300](\$5,742); Merit Medical Systems [PP-CA-296](\$180,395); Medtronic USA Inc. [PP-CA-295](\$194,757); Boston Scientific Corporation [PP-CA-293](\$334,994); and Cook Medical [PP-CA-297](\$594,780) to provide diagnostic and interventional radiology products in the estimated multi-vendor amount of \$1,310,398 for the term February 1, 2019 through January 31, 2020.
- v. approve first-year funding on the basis of single source ASCEND contract for Welch Allyn Inc. [AS-MM-631] through Cardinal Health to provide blood pressure cuffs and accessories in the estimated amount of \$412,849 for the term June 1, 2018 through May 31, 2019 (Board previously approved funds in the amount of \$456,499 for the previous year).
- w. approve first-year funding on the basis of best contracts for Greiner Bio-One North America, Inc. [PP-LA-494](\$137,787) and Becton, Dickinson and Company [PP-LA-493](\$225,781) to provide laboratory specimen collection in the estimated amount of \$363,568 for the term December 1, 2018 through November 30, 2019.
- x. approve award on the basis of only bid received for Nestle Waters North America Inc. to provide steam distilled and drinking bottle water and rental of water coolers in the amount of \$338,193 for the term January 31, 2019 through December 31, 2019 with four (4) one-year renewal options.
- y. approve third-year funding for the GPO contracts for Cook Medical [PP-CA-289](\$27,020); Boston Scientific Corporation [PP-CA-286](\$28,768); Maquet Medical Systems USA [PP-CA-290](\$50,114); and Medtronic, Inc. [PP-CA-288](\$199,992) to provide peripheral and biliary stents in the estimated multi-vendor amount of \$305,894 for the term February 1, 2019 through January 31, 2020.

- z. approve first-year funding on the basis of single source ASCEND contract for Cardinal Health 200, LLC [AS-NS-1187] through Cardinal Health to provide disposable non-sterile protective apparel in the estimated amount of \$292,878 for the term December 1, 2018 through November 30, 2019 (Board previously approved funds in the amount of \$296,680 for the previous year).
- aa. approve the third of four (4) renewal options for Praxair Healthcare Services, Inc. [PP-MM-607, PP-MM-610] to provide bulk liquid oxygen, tanks and various gases in the estimated amount of \$215,725 for the term February 16, 2019 through February 15, 2020 (Board previously approved funds in the amount of \$206,457 for the previous year).
- bb. approve third-year funding for the GPO contract for Performance Health Supply, Inc. [AS-MM-456] to provide physical therapy products and exercise equipment in the estimated amount \$137,950 for the term March 1, 2019 through February 29, 2020.
- cc. approve first-year funding on the basis of best contract for Boston Scientific Corporation [PP-OR-1552] to provide surgical incontinence products in the estimated amount of \$134,052 for the term September 1, 2018 through August 31, 2019 (Board previously approved funds in the amount of \$123,068 for the previous year).
- dd. approve first-year funding on the basis of best contract for Fisher & Paykel Healthcare, Inc. [PP-NS-1174] to provide active humidification devices and accessories in the estimated amount of \$118,707 for the term November 1, 2018 through October 31, 2019 (Board previously approved funds in the amount of \$112,910 for the previous year).
- ee. approve award on the basis of only proposal received for Terumo Medical Corporation to provide diagnostic and interventional radiology products at Ben Taub and Lyndon B. Johnson Hospitals in the estimated amount of \$464,248 for a one-year initial term with four (4) one-year renewal options.
- ff. approve award on the basis of lowest or best bids for Best Care EMS, Ltd. (Primary); Acute Medical Services LLC d/b/a Harris County EMS (Secondary); and Windsor EMS, Inc. (Tertiary) to provide ambulance services in the estimated multi-vendor amount of \$1,000,000 for the term April 1, 2019 through March 31, 2020 with four (4) one-year renewal options.
- gg. approve sixth-year funding for the GPO contract for ICU Medical Inc. [PP-IV-126] to provide infusion sets and accessories – closed chemotherapy system in the estimated amount of \$347,904 for the term February 1, 2019 through January 31, 2020.
- hh. approve the second of four (4) renewal options for Cerk Security LLC (\$150,000) and Siemens Industry, Inc. (\$1,145,000) to provide repair, maintenance and testing of the integrated security system in the estimated multi-vendor amount of \$1,295,000 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$1,233,842 for the previous year).

- ii. approve the second of four (4) renewal options for Galls, LLC to provide uniforms and related items in the estimated amount of \$148,547 for the term February 1, 2019 through January 31, 2020.
- jj. approve award on the basis of best proposal meeting requirements for Robert L. Hall, Inc., d/b/a BP Equipment to provide parking access and revenue control systems in the estimated amount of \$862,675 for a one-year initial term with four (4) one-year renewal options.
- kk. ratify renewal as an exception to the Harris Health System Purchasing Manual requirements for Genesys Works Houston to provide high school internship program for Community Health Choice, Inc. in the estimated amount of \$70,000 for the term July 29, 2018 through July 28, 2019 (Board previously approved funds in the amount of \$48,000 for the previous year).
- ll. approve renewal of Harris County to provide discharge planning and continuity of care for HIV-positive inmates in the custody of the Harris County Sheriff's Office in the amount of \$0 for the term February 16, 2018 through February 15, 2020.
- mm. approve the first of four (4) renewal options for Apria Healthcare LLC (\$500,000) and Merc Medical Supply Company, Inc. (1,750,000) to provide durable medical equipment (DME) and home oxygen for patients in the estimated amount of \$2,250,000 for the term February 1, 2019 through January 31, 2020 (Board previously approved funds in the amount of \$1,750,000 for the previous year).
- nn. approve third-year funding for the GPO contract for Coca-Cola Enterprises, Inc. [PP-DI-1252] to provide carbonated beverages in the estimated amount of \$215,000 for the term February 1, 2019 through January 31, 2020 (Board previously approved funds in the amount of \$144,256 for the previous year).
- oo. approve the second of four (4) renewal options for Coker Group Holdings, LLC to provide healthcare contact negotiation services in the estimated amount of \$650,864 for the term January 27, 2019 through January 26, 2020.
- pp. approve the third of four (4) renewal options for Polymedco Cancer Diagnostics Products, LLC to provide fecal occult blood immunochemical testing (manual or automated), reagents, consumables and service in the estimated amount of \$286,296 for the term February 23, 2019 through February 22, 2020.
- qq. ratify additional (budgeted) funds and an extension for Ortho Clinical Diagnostics, Inc. [PP-LA-415] to provide blood bank analyzers, reagents in the additional (budgeted) amount of \$230,000 for an extended term December 1, 2018 through March 19, 2019 (Board previously approved funds in the amount of \$1,126,116 for the term June 19, 2016 through November 30, 2018).

- rr. approve first-year funding on the basis of best contracts for Thermo Fisher Scientific [PP-LA-444] (\$20,451) and Bio-Rad Laboratories, Inc. [PP-LA-443] (\$116,348) (all through Cardinal Health) to provide quality control material in the estimated amount of \$136,799 for the term April 1, 2018 through March 31, 2019.
- ss. approve additional (budgeted) funds and an extension for Roche Diagnostics, Inc. to provide real time PCR testing and services in the additional (budgeted) amount of \$570,000 for the extended term February 1, 2019 through July 31, 2019 (Board previously approved funds in the amount of \$1,140,000 for the term February 1, 2018 through January 31, 2019).
- tt. approve renewal of the City of Houston through Houston Department of Health & Human Services (HDHHS) to provide breastfeeding peer counselors in the amount of \$0 for the term March 1, 2019 through February 29, 2020.
- uu. approve an exemption from the competitive bid requirements and the first of four (4) renewal options for Deborah R. Mohr d/b/a Mohr Creative to provide design services in the estimated amount of \$125,000 for the term February 8, 2019 through February 7, 2020 (Board previously approved funds in the amount of \$94,000 for the previous year).
- vv. approve the third of four (4) renewal options for Metropolitan Life Insurance Company to provide Dental Health Maintenance Organization (DHMO) and Dental Preferred Provider Organization (DPPO) insurance in the estimated amount of \$5,625,508 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$5,216,367 for the previous year).
- ww. approve the second of six (6) renewal options for OptumRx, Inc. (Pharmacy Benefit Manager Services - \$132,771); Cigna Health and Life Insurance Company (CHLIC) and Cigna Onsite Health, LLC (Group Medical and Stop Loss Coverage - \$5,446,207) in the estimated multi-vendor amount of \$5,578,978 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$5,559,139 for the previous year).
- xx. approve the third of four (4) renewal options for Reliance Standard Life Insurance Company through Insurance Point, a division of Gallagher Benefit Services, Inc. to provide Basic and Voluntary Life and Accidental Death and Dismemberment (AD&D) insurance in the estimated amount of \$2,154,514 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$2,149,355 for the previous year).
- yy. approve the third of four (4) renewal options for Davis Vision, Inc. to provide vision insurance in the amount of \$881,061 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$852,065 for the previous year).
- zz. approve award on the basis of best proposal meeting requirements for Marriott Marquis Houston to provide a venue for an annual nurses' recognition event in the amount of \$118,518 for a one-year initial term with four (4) one-year renewal options.

- aaa. approve additional (budgeted) funds for Nelson Mullins Riley & Scarborough LLP to provide special counsel in the estimated additional (budgeted) amount of \$100,000 for the term September 7, 2018 through September 6, 2019 (Board previously approved funds in the amount of \$100,000 for the term September 7, 2018 through September 6, 2019).
- bbb. approve additional (budgeted) funds for Epic Systems Corporation to provide software implementation and support services in the estimated additional (budgeted) amount of \$1,622,300 for the term July 8, 2018 through July 7, 2019 (Board previously approved funds in the amount of \$413,800 for the term July 8, 2019 through July 7, 2019).
- ccc. approve purchase on the basis of sole source for Epic Systems Corporation to provide licenses, implementation and support services for Epic Cupid Cardiology software in the estimated amount of \$933,332.
- ddd. approve renewal on the basis of sole source for Oracle America, Inc. to provide PeopleSoft software license and support in the estimated amount of \$811,670 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$957,799 for the previous year).
- eee. approve renewal on the basis of sole source for Oracle America, Inc. to provide Oracle consolidated database support in the estimated amount of \$626,111 for the term February 28, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$512,150 for the previous year).
- fff. approve purchase on the basis of sole source for TeleHealth Services, a Division of Telerent Leasing Corporation, to provide DirectTV digital programming services in the estimated amount of \$388,936 for a one-year initial term with four (4) one-year renewals.
- ggg. approve first-year funding on the basis of single source ASCEND contract for TeleHealth Services, a Division of Telerent Leasing Corporation, to provide television systems and services in the estimated amount of \$322,116 for the term March 1, 2019 through February 29, 2020).
- hhh. approve purchase on the basis of low quote for SHI Government Solutions, Inc. to provide IBM QRadar Security Event Incident Management (SEIM) infrastructure expansion in the amount of \$310,262.
- iii. approve purchase on the basis of sole source for Oracle America, Inc. [DIR-TSO-4158] to provide Exadata integrated database support services in the estimated amount of \$172,667 for the term April 1, 2019 through March 31, 2020 (Board previously approved funds in the amount of \$1,415,692).
- jjj. approve purchase on the basis of sole source for Epic Systems Corporation to provide Epic unit model interface licensing program in the estimated amount of \$149,808.

- kkk. approve the second and final renewal options for Accudata Systems, Inc. to provide Websense Data Loss Prevention (DLP) software in the estimated amount of \$139,349 for the term February 18, 2019 through February 17, 2020.
 - lll. approve purchase for Gartner, Inc. [DIR-TSO-4099] to provide information technology and business strategy research services in the estimated amount of \$137,174 for the term February 1, 2019 through January 31, 2020 (Board previously approved funds in the amount of \$134,461 for the previous year).
 - mmm. approve purchase on the basis of low quote for Mark III Systems [13/068DG-27] to provide VMware vSphere licenses in the estimated amount of \$119,000.
 - nnn. approve purchase on the basis of low quote for Insight Public Sector, Inc. [PP-IT-166] to provide CyberArk service and privileged account security tool in the estimated amount of \$114,038.
- A (2). Transmittal of Completed Items **[For Informational Purposes]**
- a. transmittal of purchase on the basis of best contract for CareFusion 211 [PP-MM-475], Inc. to provide two (2) additional intensive care ventilators for Lyndon B. Johnson ICU due to the addition of a surgical ICU unit in the estimated amount of \$71,650.
 - b. transmittal of purchase on the basis of lowest priced contract for NuAire, Inc. [PPPH19NUA01] to provide two (2) biological safety cabinets, four (4) vertical laminar airflow clean benches and two (2) receiving hoods for Ben Taub Hospital Inpatient Pharmacy redesign and relocation to the second floor in the amount of \$68,671.
 - c. transmittal of purchase on the basis of lowest priced contract for McCoy-Rockford, Inc. [TXMAS-7-7110140] to provide patient room furniture for Nursing Unit 4B at Ben Taub Hospital in the estimated amount of \$62,778.
 - d. transmittal of additional (budgeted) funds for Advanced Sterilization Product Services, Inc. (ASP) to provide maintenance and service of sterilizers in the additional (budgeted) amount of \$16,221 for the term November 13, 2018 through November 12, 2019 (Board previously approved funds in the amount of \$108,680 for the term November 13, 2018 through November 12, 2019).
 - e. transmittal of additional (budgeted) funds for EASE Applications, LLC to provide additional licenses, installation and training needed for five (5) operating rooms in the Ambulatory Surgical Center (ASC) in the additional (budgeted) amount of \$26,500 for the term October 5, 2018 through October 4, 2019 (Board previously approved funds in the amount of \$127,000 for the term October 5, 2018 through October 4, 2019).
 - f. transmittal of purchase on the basis of sole source for AxoGen Corporation to provide Avance® Nerve Grafts in the estimated amount of \$62,000 for a one-year initial term with one (1) one-year renewal option.

- g. transmittal of utilization of contract for Data Shredding Services of Texas, Inc. to provide recycling services and document destruction in the estimated amount of \$6,000 for the term October 15, 2018 through October 14, 2019.
- h. transmittal of the second of four (4) renewal options for Sentact LLC to provide tracer template program (rounding application) in the estimated amount of \$51,372 for the term February 23, 2019 through February 22, 2020 (Board previously approved funds in the amount of \$66,340 for the previous year).
- i. transmittal of additional grant funds for Baylor College of Medicine to provide an HIV perinatal transmission prevention activities program in the additional (DSHS Perinatal Grant Funds) amount of \$93,351 for the term January 1, 2018 through December 31, 2018 (Board previously approved funds in the amount of \$137,800 for the term January 1, 2018 through December 31, 2018).
- j. transmittal of a revised term for Beckman Coulter, Inc. [PP-LA-333] to provide integrated platform for chemistry and immunochemistry analyzers(s), automation, reagents, consumables, and service for the (revised initial term of May 8, 2019 through May 7, 2019 (Board previously approved the initial term January 12, 2017 through January 11, 2018).
- k. transmittal of the third of four (4) renewal options for Cepheid to provide molecular direct detection Mycobacterium tuberculosis testing at Lyndon B. Johnson Hospital in the estimated amount of \$93,924 for the term March 7, 2019 through March 6, 2020 (Board previously approved funds in the amount of \$71,139 for the previous year).
- l. transmittal of award on the basis of best proposal meeting requirements for Extend Health, Inc., a Willis Towers Watson Company to provide retiree health reimbursement accounts and support services in the estimated amount of \$54,570 upon execution of agreement through one-year after the program effective date with four (4) one-year renewal options.
- m. transmittal of the second of four (4) renewal options for Flexible Benefit Administrators, Inc. to provide group flexible spending accounts in the estimated amount of \$76,542 for the term March 1, 2019 through February 29, 2020 (Board previously approved funds in the amount of \$76,007 for the previous year).
- n. transmittal of renewal for Wolters Kluwer Clinical Drug Information, Inc. f/k/a Lexi-Comp, Inc. to provide drug database software system in the estimated amount of \$80,070 for the term December 26, 2018 through December 25, 2019 (Board previously approved funds in the amount of \$76,303 for the previous year).
- o. transmittal of purchase on the basis of low quote for DLT Solutions [DIR-TSO-3400] to provide SolarWinds software maintenance and support in the estimated amount of \$78,383 for the term February 28, 2019 through February 28, 2020 (Board previously approved funds in the amount of \$58,059 for the previous year).

- p. transmittal of purchase on the basis of low quote for TSA, Inc. Houston to provide Hewlett Packard Enterprise (HPE) Servers and Storage in the estimated amount of \$65,572.
 - q. transmittal of renewal on the basis of sole source for TestPlant Inc. to provide software application testing tool in the estimated amount of \$51,597 for a one-year initial term with four (4) one-year renewal options (Board previously approved funds in the amount of \$30,096 for the previous year).
 - r. transmittal of purchase on the basis of low quote for Set Solutions, Inc. [DIR-TSO-3749] to provide ProofPoint Email Fraud Defense in the estimated amount of \$96,325.
2. Consideration of Acceptance of the Harris Health System Third Quarter Fiscal Year 2019 Investment Report.
 3. Consideration of Acceptance of the Harris Health System November 2018 Financial Report Subject to Audit.
 4. Approval to Transfer Funds to the Harris County Engineering Department to Provide Architectural, Engineering, and Construction Management and Other Related Services for the LBJ Parking Lot Development.
 5. Approval to Fund the 1st Lease Year with the City of Houston for the Riverside Dialysis Center Located at 3315 Delano Street, Houston, Texas 77004.
TERM: March 1, 2019 – February 28, 2022
AMOUNT: Monthly Rate of \$4,798.00 (\$94,077.96/Yr.)
 6. Approval to Fund the 1st Lease Year with Benjamin Wu for the Sunset Heights Clinic Located at 1623 Airline Drive, Houston, Texas 77009.
TERM: April 1, 2019 – March 31, 2024
AMOUNT: Monthly Rate of \$7,425.18 (\$117,809.00/Yr.)
 7. Approval to Fund the 1st Lease Year with Warehouse Associates Corporate Centre Kirby II, Ltd. for the Pharmacy Central Fill Located at 9230 Kirby Drive, Houston, Texas 77054.
TERM: June 1, 2019 – May 31, 2024
AMOUNT: Monthly Rate of \$20,623.24 (\$366,255.60/Yr.)
 8. Approval to Fund the 31st Lease Year with Harris County for the Thomas Street Health Center Located at 2015 Thomas Street, Houston, Texas 77009.
TERM: June 1, 2019 – June 30, 2020
AMOUNT: None
 9. Approval to Fund the 5th Lease Year with Houston Business Development, Inc. for the Dental Center Located at 5220 – 5250 Griggs Road, Houston, Texas 77021.
TERM: February 1, 2019 – January 31, 2020
AMOUNT: Monthly Rate of \$12,595.00 (\$181,691.80/Yr.)

10. Approval to Fund the 2nd Lease Year with EM Center, Inc. for the East Mount Houston Eligibility Center Located at 11737 – C Eastex Freeway, Houston, Texas 77039.

TERM: February 1, 2019 – January 31, 2020

AMOUNT: Monthly Rate of \$6,126.67 (\$111,969.71/Yr.)

11. Approval to Fund the 9th Lease Year with Pasadena Realty Partners, LLC for the Pasadena Pediatric & Adolescent Health Center Located at 3925 Fairmont Parkway, Pasadena, Texas 77504.

TERM: March 1, 2019 – February 28, 2020

AMOUNT: Monthly Rate of \$27,223.57 (\$336,632.52/Yr.)

12. Approval to Fund the 22nd Lease Year with the City of Pasadena for the Strawberry Health Center Located at 927 East Shaw Road, Pasadena, Texas 77506.

TERM: March 1, 2019 – February 28, 2020

AMOUNT: Monthly Rate of \$11,432.28 (\$137,187.36/Yr.)

13. Approval of Affiliation Agreements Between Harris County Hospital District d/b/a Harris Health System and Four (4) Educational Institutions

- Houston Community College System
3100 Main Street, Houston, Texas 77002, and
The University of Texas Health Center at Houston
6431 Fannin, JJJL 451, Houston, Texas 77030
- The University of Texas M.D. Anderson Cancer Center
1515 Holcombe Boulevard, Houston, Texas 77030
- Memorial Hermann Memorial City Medical Center
921 Gessner Road, Houston, Texas 77024
- The University of Texas – El Paso
500 W. University, Department of Physical Therapy, El Paso, Texas 79958

14. Approval of the Maternal Level of Care Program Plan at Lyndon B. Johnson Hospital as Required by the Texas Department of State Health Services

15. Approval of the Health Care for the Homeless Program Consumer Advisory Council Bylaws as Required by the United States Department of Health and Human Services, which Provides Funding to the Harris County Hospital District d/b/a Harris Health System to Provide Health Services to Persons Experiencing Homelessness Under Section 330(h) of the Public Health Service Act Health Care for the Homeless Program **[Annual Accountability]**

16. Approval of the Health Care for the Homeless Program Consumer Advisory Council Report from September 2018 to November 2018 as Required by the United States Department of Health and Human Services, which Provides Funding to the Harris County Hospital District d/b/a Harris Health System to Provide Health Services to Persons Experiencing Homelessness Under Section 330(h) of the Public Health Service Act Health Care for the Homeless Program [**Annual Accountability**]

{End of Consent Agenda}

VII. Executive Session

At 10:25 a.m., Ms. Clutterbuck stated that the Board would enter into Executive Session under Texas Occupations Code Ann. §160.007, Texas Health & Safety Code §161.032, Texas Gov't Code Ann. §551.071, Texas Gov't Code Ann. §551.072, Texas Gov't Code Ann. §551.074, and Texas Gov't Code Ann. §551.085.

VIII. Reconvene

At 1:12 p.m., Ms. Clutterbuck reconvened the meeting and stated that no action was taken in Executive Session. Dr. Arthur Bracey recused himself from executive session discussion regarding agenda item A.

- A. Discussion Regarding Financial Planning Information Related to the Negotiation Between the Harris County Hospital District d/b/a Harris Health System and Baylor College of Medicine and The University of Texas Health Science Center at Houston 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.

- B. 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.

- C. Report by the Chief Medical Officer Regarding the Quality of Medical and Health Care, Pursuant to Texas Health & Safety Code Ann. §161.032 and Texas Occupations Code Ann. §160.007 to Receive Peer Review and/or Medical Committee Report in Connection with the Evaluation of the Quality of Medical and Health Care Services, and Possible Action Upon Return to Open Session

No action was taken.

- D. Discussion Regarding the Acquisition of Real Property, Pursuant to Texas Gov't Code §551.072, and Possible Action Regarding This Matter Upon Return to Open Session

No action was taken.

- E. Discussion Regarding the Financial Performance of Community Health Choice, Inc. (CHC) and Community Health Choice Texas, Inc. (CHCT), collectively "Community," Pursuant to Texas Gov't Code §551.085

No action was taken.

- F. Consultation with the County Attorney Regarding Community Health Choice Investment Options, Pursuant to Tex. Gov't Code Ann. §551.071, and Possible Action Regarding This Matter Upon Return to Open Session

No action was taken.

- G. Consultation with the County Attorney Regarding Settlement of Outstanding Charges Related to a Software License With Physio-Control, Inc., Pursuant to Tex. Gov't Code Ann. §551.071, and Possible Action Regarding This matter Upon Return to Open Session

Motion 19.01-03

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

Harris Health, by and through its Board of Trustees, approves and hereby authorizes settlement of outstanding charges for the license of the LIFENET system in the amount of \$29,785.28 payable to *Physio-Control, Inc.* George V. Masi, President/CEO of Harris Health, is authorized to execute any agreement, release, or any other necessary documents to effect this settlement.

- H. Consultation with the County Attorney Regarding Settlement Pertaining to the Reimbursement of Claims by Molina Healthcare of Texas, Inc., Pursuant to Tex. Gov't Code Ann. §551.071, and Possible Action Regarding This Matter Upon Return to Open Session

Motion 19.01-04

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

Harris Health, by and through its Board of Trustees, approves and hereby authorizes settlement pertaining to the reimbursement of claims pursuant to a contract with Molina Healthcare of Texas, Inc. in the amount of \$2,848,590.00 payable to Harris Health. George V. Masi, President/CEO of Harris Health, is authorized to execute any agreement, release, or any other necessary documents to effect this settlement.

- I. Discussion Regarding Harris Health System Senior Vice President of Human Resources Pursuant to Tex. Gov't Code Ann. §551.074, and Possible Action Regarding This Matter Upon Return to Open Session

No action was taken.

IX. Strategic Discussion

A. Transformational Model of Care – Part II

Ms. Karen Tseng, Senior Vice President, Population Health Transformation, introduced Mr. Kallo Mahata, Chief Operations Officer, Patient Care Intervention Center (PCIC). Mr. Mahata presented PCIC's Unified Care Continuum Platform. He stated that there are three (3) components to the data platform which consist of: 1) linking social and medical records, 2) connecting community resources that address health needs, and 3) client value-centered care coordination. Mr. Mahata stated that PCIC's platform provides data for more than 190 community partners such as healthcare providers, health plans, and social service agencies. He reported that 20% of Harris Health clinic patients utilize services from 102 various agencies including the Houston Food Bank, The Harris Center, and other social and homeless services. Additionally, he reported that 3,300 Harris Health patients have visited 237 food distribution locations within Harris County. Mr. Mahata stated that food, basic needs, emergency shelter, case management, and transportation account for 70% of social and homeless service needs. Discussion ensued. A copy of the presentation is available in the permanent record.

B. Harris Health System Legislative Initiatives

1. Update, Discussion and Possible Action Regarding Activities in Austin Relating to Legislative/Regulatory Issues Impacting Harris Health System, the 85th and 86th Legislative Session, and the Harris Health System Legislative Platform.
2. Update, Discussion and Possible Action Regarding Pending Federal Legislative and Policy Issues Affecting Harris Health System.

No legislative initiatives discussed.

X. General Action Items

A. Item(s) Related to Budget & Finance

Motion 19.01-05

Moved by Dr. Ewan Johnson, seconded by Dr. Kimberly Monday, and unanimously passed that the Board approve agenda item X.A.1.

1. Acceptance of the Harris Health System December 2018 Financial Report Subject to Audit

Mr. Michael Norby, Executive Vice President & Chief Financial Officer, reported an operating income loss of \$1.2M compared to a budget loss of \$2.2M. He also reported an unfavorable operating margin of \$20.5M year-to-date. He stated that in January 2019, Harris Health received a net benefit of \$36.6M under the Delivery System Reform Incentive Payment (DSRIP) and 1115 Waiver. A copy of the report is available in the permanent record.

B. Item(s) Related to Joint Conference

Motion 19.01-06

Moved by Mr. Art Morales, seconded by Mr. Lawrence Finder, and unanimously passed that the Board approve agenda item X.B.1.

1. Approval Regarding the Credentialing Changes for Member of the Harris Health System Medical Staff (December 2018 and January 2019)

Dr. Joseph Garcia - Prats, Chair, Medical Executive Board, presented the December 2018 credentialing changes for the members of the Harris Health System medical staff. He reported that there were 30 initial appointments, 54 reappointments, 21 resignations, and 7 change/add privileges. He also reported that for January 2019 there were 19 initial appointments, 86 reappointments, 11 resignations, and 8 change/add privileges. Copies of the reports are available in the permanent record.

Dr. Garcia - Prats requested to rescind the approval of Dr. Stephen Hecht, which was presented in the September 2018 credentialing report. Additionally, he announced that Dr. John Foringer, Internal Medicine – Nephrology, Lyndon B. Johnson Hospital, was appointed as the new Vice President of the Medical Executive Board.

2. Notice of Appointments and Selection of New Service Chiefs

Dr. Yvonne Chu, General Director, Affiliated Medical Services, stated that there were no appointments or selection of new service chiefs.

C. Item(s) Related to Quality

1. Review and Discussion Regarding the Harris Health System Executive Quality Scorecard

Dr. Parikshet Babber, Executive Vice President & Chief Medical Officer, recognized the Harris Health Ambulatory Care Services team for continued improvements on Hemoglobin A1c (>9%) and for their patient satisfaction scores. A copy of the report is available in the permanent record.

D. Miscellaneous Items

Motion 19.01-07

Moved by Dr. Ewan Johnson, seconded by Dr. Kimberly Monday, and unanimously passed that the Board approve agenda item X.D.1.

1. Approval to Ratify a Texas Office of the Governor Grant Application Submission and Award in the Amount of \$294,539.28 for Grant #3558-01, (Sexual Assault Forensic Services Initiative)

Motion 19.01-08

Moved by Dr. Kimberly Monday, seconded by Ms. Linda Morales, and unanimously passed that the Board approve agenda item X.D.2.

2. Approval of an Interlocal Agreement Between Harris County Hospital District d/b/a Harris Health System and The University of Texas Health Science Center at Houston to Provide Twelve (12) Beds at the Harris County Psychiatric Center for the Inpatient, Psychiatric Treatment of Stabilized Patients from Ben Taub and Lyndon B. Johnson Hospitals

Motion 19.01-09

Moved by Dr. Ewan Johnson, seconded by Ms. Linda Morales, and unanimously passed that the Board approve agenda item X.D.3.

3. Approval to Appoint Ms. Victoria Nikitin, Senior Vice President, Finance, as a Member of the Ambulatory Surgical Center at LBJ Governing Body

Motion 19.01-10

Moved by Dr. Arthur Bracey, seconded by Ms. Linda Morales, and unanimously passed that the Board approve agenda item X.D.4.

4. Discussion and Possible Action Regarding Amendment to Administrative Services Agreement Between Community Health Choice, Inc. and Harris Health System

XI. Adjournment

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

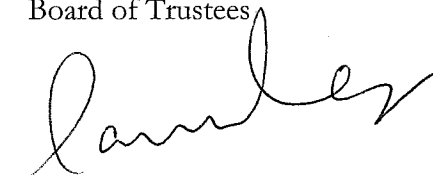
There being no further business, the meeting adjourned at 1:56 p.m.

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 24, 2019.

Respectfully submitted,



Anne Clutterbuck, Chair
Board of Trustees



Linda Morales, Secretary
Board of Trustees