



**HARRIS COUNTY HOSPITAL DISTRICT
MINUTES OF THE BOARD OF MANAGERS MEETING**

Thursday, June 30, 2011

Board Room – Administration Building

BOARD MEMBERS PRESENT

Mr. Stephen DonCarlos, Chair
Ms. Carolyn Truesdell, Vice Chair
Mr. E. Dale Wortham, Secretary
Dr. George Santos
Dr. Atul Varadhachary
Mr. Elvin Franklin, Jr. (left at 11:00 a.m.)
Mr. Lawrence Finder
Ms. Daisy Stiner

BOARD MEMBERS ABSENT

Ms. Mary Spinks

OTHERS PRESENT

Mr. David Lopez, President & Chief Executive Officer
Mr. George Masi, Chief Operating Officer
Mr. Kelly Johnson, Harris County Purchasing Agent
Ms. Vivian Groce, Harris County Assistant Purchasing Agent
Mercedes Leal, County Attorney's Office
Dr. Matthew Wall, Chairman, Medical Executive Board
Ms. Peggy Boice, Judge Ed Emmett's Office
Ms. Elizabeth Neal, Commissioner Jerry Eversole's Office (9:17 a.m.)
Mr. Mark Fury, Commissioner Steve Radack's Office
Mr. Lester Byrd, Commissioner El Franco Lee's Office
Administrative Staff
Guests
(Sign-in Sheets attached to permanent record)

I. Call to Order and Record of Attendance

Mr. Stephen DonCarlos, Chair, called the meeting to order at 9:08 a.m. and noted that a quorum was present. The attendance was recorded.

II. Approval of Minutes of Previous Meetings

Motion 11.6-69

Moved by Mr. Wortham, seconded by Mr. Franklin, and unanimously passed, that the Board approve the minutes of the May 26, 2011 Board of Managers Meeting and the May 17, 2011 Called Board Meeting.

III. Special Presentation

Mr. Mike Staley recognized Ms. Loretta Hanser for her work with HCHD Mammography. The Mammography Program was recognized by the Susan G. Komen Foundation as an outstanding program. Ms. Hanser has been with the District since 1998 and has been instrumental in bringing in millions of grant dollars for the program. In the time she has been here, there has never been a deficiency in the mammography program's inspections.

Mr. Staley stated that seventeen surveyors showed up at Ben Taub on March 21 to do a CAP (College of American Pathologists) Survey. In the past, 7-8 surveyors would show up over a 3-day period. The program had 23 deficiencies in 2007 and 2009. This time, only seven deficiencies were noted and four were resolved onsite. LBJ had no deficiencies. The Pathology Department and Pathology Medical Staff were recognized by the Board.

IV. Hear from Citizens

Mr. Walter Protheroe addressed the Board regarding issues at Ben Taub General Hospital

Ms. Cynthia Cole addressed the Board regarding employment for Alvernise Boyd and Kathleen Blount. HR has been helpful, but there has been no success in putting these individuals in permanent positions. Their current positions will be eliminated July 31, 2011. Ms. Cole distributed a packet that included letters from supporters of these two individuals. Members of the Women's Group at Thomas Street Clinic were present at the meeting to support Ms. Boyd and Ms. Blount. Ms. Joyce Austin, a Thomas Street Clinic patient, read a letter of support.

Agenda Item VIII.2. was addressed out of order. (Report from the Leadership of BCM and UT Health).

V. Consideration of Approval of Recommendations and Acceptance of Agenda Items Identified as Consent Agenda Items

Agenda Item A1k was pulled from the agenda and will be addressed separately from the consent agenda.

Mr. Finder and Ms. Truesdell recused themselves from Agenda Item A1n.

Motion 11.6-70

Moved by Mr. Wortham, seconded by Mr. Franklin, and unanimously passed, that the Board approve items V.A1a to V.A1hh (with the exception of item A1k). Mr. Finder and Ms. Truesdell recused themselves from Agenda Item A1n.

A. Items related to Purchasing

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

- a. award on the basis of successful negotiations with the highest ranking vendor for Sebesta Blomberg & Associates, Inc. for professional architectural and engineering services for facilities commissioning in the amount of \$272,500 for a one-year initial term with four one-year renewal options.
- b. award on the basis of best bid for Synergy Telecom, Inc. for Nortel telephones and equipment in the estimated amount of \$163,540 for the term June 1, 2011 through May 31, 2012 with four one-year renewal options.
- c. approve the third of four renewal options for MedQuist Transcriptions, Ltd. for medical transcription services in the estimated amount of \$207,600 for the term July 1, 2011 through June 30, 2012.
- d. award on the basis of low bid per item for Apex Telecommunications Services, Inc. (\$1,054), Communications Supply Corp. (CSC) (\$8,008), and Graybar Electric (\$180,712) for telephone and data cable in the estimated multi-vendor amount of \$189,774 for the term July 1, 2011 through June 30, 2012 with one one-year renewal option.
- e. award on the basis of low quote for Johnson Controls, Inc. for installation of nine variable frequency drives at Ben Taub General Hospital in the amount of \$119,822.
- f. approve the first of four renewal options for Gowan, Inc. for plumbing systems and equipment maintenance services in the estimated amount of \$454,728 for the term July 1, 2011 through June 30, 2012.
- g. award on the basis of best proposal meeting requirements for Mar Cor Purification, Inc. to purchase and install an eight-station reverse osmosis (RO) water system to be used as a primary source of dialysis care at LBJ General Hospital in the amount of \$124,417.
- h. award on the basis of low bid and a modification contract for Synthes USA Sales, LLC – Trauma and Zimmer US, Inc. for orthopaedic implants in the amount of \$1,489,654 for the term July 1, 2011 through June 30, 2012 with four one-year renewal options.

- i. approve additional funds and an extension for Lepow Podiatric Medical Associates, LLP for outsourcing of podiatry services in the additional amount of \$98,016 for the extended term July 1, 2011 through August 31, 2011 (Board previously approved funds in the amount of \$686,108 for the term May 1, 2010 through June 30, 2011).
- j. award on the basis of best proposal meeting requirements for Varian Medical Systems, Inc. (Option 2) to provide a brachytherapy system for the new Hospital District Imaging Center in the estimated amount of \$399,568 (year 1) and \$648,318 (six-year period) for a one-year initial term with four one-year renewal options.
- k. award on the basis of best proposal meeting requirements for Reed Group for Family Medical Leave Act, Short-Term Disability and Medical Case Management Program and Services in the amount of \$300,000 for a one-year initial term with four one-year renewal options (deleted from the motion and action taken separately after Executive Session).
- l. approve additional funds for American Medical Equipment Company for home medical equipment in the estimated additional amount of \$100,000 for the term February 1, 2011 through January 31, 2012 (Board previously approved funds in the amount of \$475,000 for the term February 1, 2011 through January 31, 2012).
- m. award for Mental Health and Mental Retardation Authority of Harris County (MHMRA) for security and housekeeping services for the Neuro-Psychiatric Center with the estimated revenue amount of \$471,610 for the term January 1, 2011 through December 31, 2011 with successive one-year renewal options.
- n. approve an exemption from the competitive bid requirements and renewal for The Methodist Hospital for specialized health services for patients in the estimated amount of \$460,000 for the term July 1, 2011 through June 30, 2012.
- o. approve an exemption from the competitive bid requirements and the first and final renewal option for Baylor College of Medicine for medical director for the comprehensive weight management and disease prevention program in the estimated amount of \$175,830 for the term August 1, 2011 through July 31, 2012.
- p. approve the second of four renewal options for Advanced Health Education dba MEDRelief Staffing, Favorite Healthcare Staffing, Inc., JWS Health Consultants, Inc., dba UltraStaff, Lead Staffing Corporation, Medical Contracting Services, Inc., Medical Staffing Network, Inc., Omega Rules Professional Nurses, Inc., ProTouch Staffing, Inc., Smith & Dean, Inc. dba Dean's Professional Services, SunPlus Health Care Solutions, Inc., and

TexMed Staffing, LC for non-professional healthcare temporary personnel in the estimated amount of \$1,500,000 for the term July 1, 2011 through June 30, 2012.

- q. ratify additional funds for Advanced Health Education dba MEDRelief Staffing, Favorite Healthcare Staffing, Inc., JWS Health Consultants, Inc., dba UltraStaff, Lead Staffing Corporation, Medical Contracting Services, Inc., Medical Staffing Network, Inc., Omega Rules Professional Nurses, Inc., ProTouch Staffing, Inc., Smith & Dean, Inc. dba Dean's Professional Services, SunPlus Health Care Solutions, Inc., and TexMed Staffing, LC for non-professional healthcare temporary personnel in the estimated additional amount of \$527,693 for the term July 1, 2010 through June 30, 2011 (Board previously approved funds in the amount of \$1,000,000 for the term July 1, 2010 through June 30, 2011).
- r. approve an extended term for JP Morgan Chase, N.A. for treasury management services in the estimated amount of \$237,000 for the term June 26, 2011 through June 25, 2012.
- s. approve purchase on the basis of product standardization for CareFusion Solutions, Inc. (PP-CE-383) for lease and maintenance of Pyxis Supply Distribution System in the amount of \$0 (funds were previously approved) for the term July 1, 2011 through June 30, 2012 with four one-year renewal options.
- t. approve additional funds and an extension for Diamedix Corporation for fully automated microplate analyzer and reagents in the additional amount of \$82,731 for the extended term July 1, 2011 through December 31, 2011 (Board previously approved funds in the amount of \$351,991 for the term June 1, 2009 through June 30, 2011).
- u. approve funding on the basis of product standardization for CareFusion 2200, Inc. (PP-NS-564) for respiratory therapy products in the estimated amount of \$252,550 for the term August 1, 2011 through July 31, 2012.
- v. approve the first of three renewal options for Accudata Systems, Inc. (\$32,292) and Citrix Systems, Inc. (through Accudata Systems, Inc. and SHI Government Solutions) (\$198,153) for maintenance and support for Citrix Hardware/Software and Appsense Software in the total multi-vendor amount of \$230,445 for the term July 1, 2011 through June 30, 2012.
- w. approve purchase as an exception to the Harris County Hospital District purchasing manual requirements for PathMaker Group for information technology security consulting services in the estimated amount of \$120,000.
- x. approve additional funds and an extension for Texas Medical Center Laundry for linen processing, cart building and linen distribution services in

- the estimated additional amount of \$214,244 for the extended term August 1, 2011 through August 31, 2011 (Board previously approved funds in the amount of \$2,185,939 for the term August 1, 2010 through July 31, 2011 and additional funds in the amount of \$385,000 for the same term).
- y. ratify additional funds and an extension for Professional Systems Corporation dba PSC Info Group for patient billing services in the additional amount of \$300,000 for the extended term March 1, 2011 through August 31, 2011 (Board previously approved funds in the amount of \$600,000 for the term March 1, 2010 through February 28, 2011).
 - z. ratify the second of four renewal options for Draeger Medical, Inc. for preventive maintenance and repair services for Draeger Anesthesia Equipment in the estimated amount of \$124,983 for the term May 1, 2011 through April 30, 2012.
 - aa. ratify the second of four renewal options for Hologic, Inc. for preventive maintenance and repair services for Hologic Mammography Units in the estimated amount of \$393,086 for the term June 1, 2011 through May 31, 2012.
 - bb. ratify an exemption from the competitive bid requirements for Baylor College of Medicine (Department of Medicine) for outpatient primary health care services – Ryan White HIV/AIDS Treatment Extension Act of 2009 Part A in the estimated amount of \$571,367 for the term March 1, 2011 through February 29, 2012.
 - cc. approve purchase for Baxter Healthcare Corporation (PP-PH09BAX02), CSL Behring (PP-PH11ARM01), Grifols Biologicals, Inc. (PP-PH11GR101), Octapharma (PP-PH110CT101), and Talecris Biotherapeutics (PP-PH11TLC01) to obtain Immune Globulin Intravenous (IGIV) and Albumin for treating Hospital District patients in the estimated amount of \$2,631,855 for the term July 1, 2011 through June 30, 2012.
 - dd. ratify purchase on the basis of best contract for Cardinal Health 200 LLC for IV site management and accessories in the estimated amount of \$472,114 for the term May 1, 2011 through April 30, 2012.
 - ee. ratify on the basis of sole source for Biocompatibles, Inc. distributed exclusively by Angiodynamics, Inc. to provide a drug embolism bead system for the treatment of hypervascular tumors and arteriovenous malformations in the estimated amount of \$119,961 for the term April 15, 2011 through April 14, 2012.
 - ff. ratify funding on the basis of product standardization for Cardinal Health 200 LLC (PP-NS-566) (\$118,062) and Covidien, a Tyco Healthcare Group, LP The Kendall Company (PP-NS-567) (\$140,414) for suction canisters,

yankauers and tubing in the estimated amount of \$258,476 for the term March 1, 2011 through February 29, 2012.

- gg. ratify additional funds and an extension for Shared Technologies, Inc. for maintenance of telephone and voice communication systems in the additional amount of \$54,342 for the extended term June 1, 2011 through June 30, 2011 (Board previously approved funds in the amount of \$1,006,526 for the term March 1, 2010 through May 31, 2011).
- hh. ratify funding on the basis of product standardization for Compression Therapy Concepts (PP-NS-576) for vascular compression therapy in the estimated amount of \$244,550 for the term June 1, 2011 through May 31, 2012.

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

- a. transmittal of exemption from the competitive bid requirements and the second and final renewal option for Baylor College of Medicine for Medical Director for Riverside Dialysis Center in the estimated amount of \$60,000 for the term June 1, 2011 through May 31, 2012.
- b. transmittal of exemption from the competitive bid requirements for Baylor College of Medicine (Department of Obstetrics and Gynecology) for outpatient primary health care services – Ryan White HIV/AIDS Treatment Extension Act of 2009 Part A in the estimated amount of \$64,843 for the term March 1, 2011 through February 29, 2012.
- c. transmittal of exemption from the competitive bid requirements and the second and final renewal option for Baylor College of Medicine for physician services at Employee Health Clinics in the estimated amount of \$67,993 for the term May 15, 2011 and ending May 14, 2012.
- d. transmittal of purchase on the basis of sole source for Fresenius USA Marketing, Inc. (Fresenius) for hemodialysis equipment in the estimated amount of \$61,000.
- e. transmittal of the first of four renewal options for Smith Seckman Reid, Inc. for professional engineering services for life safety and fire protection in the estimated amount of \$83,000 for the term July 2, 2011 through July 1, 2012.
- f. transmittal of additional funds for Texas Access Controls for maintenance services for automatic doors in the estimated additional amount of \$64,500 for the term May 1, 2011 through April 30, 2012 (Board previously approved funds in the amount of \$200,000 for the term May 1, 2011 through April 30, 2012).
- g. transmittal of the third of four renewal options for Thompson Paper Products of Texas, Inc. for custom printed medical records patient chart

folders in the estimated amount of \$5,500 for the term August 1, 2011 through July 31, 2012.

- h. transmittal of award on the basis of best bid for Promedical Imaging Equipment for sale of surplus medical equipment in the revenue amount of \$16,000.
- i. transmittal of purchase on the basis of low quote for HBI Office Solutions (\$828), Contract Resource Group (\$14,029), Jimenez Contract Services (\$31,185), and Vanguard Environments (\$38,106) for office furniture for the new Pediatric and Adolescent Health Center in the total multi-vendor amount of \$84,148.
- j. transmittal of the second and final renewal option for Greater Houston Transportation Company dba Yellow Cab for transportation services for patients and packages in the estimated amount of \$75,000 for the term July 1, 2011 through June 30, 2012.
- k. transmittal of additional funds for Sunquest Information Systems, Inc. for HemaTrax interface for the Sunquest Laboratory™ Software System in the estimated additional amount of \$21,294 for the term October 1, 2010 through September 30, 2011 (Board previously approved funds in the amount of \$63,800 for the term October 1, 2010 through September 30, 2011).
- l. transmittal of purchase on the basis of best contract for Welch Allyn, Inc. for electronic thermometry in the estimated amount of \$83,994.
- m. transmittal of funding on the basis of product standardization for Medtronic USA, Inc. (PP-OR-510) for perfusion products in the estimated amount of \$98,690 for the term August 1, 2011 through July 31, 2012.
- n. transmittal of the first of four renewal options for US Med-Equip for rental of various patient care peak-use equipment and services in the estimated amount of \$50,155 for the term August 19, 2011 through August 18, 2012.
- o. transmittal for Healthcare for the Homeless – Houston (HHH) and Harris County Hospital District for information technology support services in the revenue amount of \$55,811 for a two-year initial term with continuous renewal options, unless terminated.
- p. transmittal of purchase on the basis of best contract for Midwest Medical Supply Company, LLC to provide various equipment required for the opening of the new Pediatric and Adolescent Health Center in the amount of \$54,112.
- q. transmittal of the first of four renewal options for Recourse Communications, Inc., Terry Stukalin Health Care Management Services, Inc, and The Edge Group to allow Human Resources to engage outside

recruiting assistance to fill nursing management/leadership positions in the estimated amount of \$75,000 for the term June 25, 2011 through June 24, 2012.

- r. transmittal of the first of four renewal options for H/P Technologies, Hudson Global Resources Management, Inc., iSphere Innovation Partners, LLC, Med Career Advisors, Search Technology, LLC, TEKsystems, Inc., and WorldBridge Partners of Omaha to provide recruitment services to assist in obtaining qualified applicants for senior management, software developers, and other information technology positions in the estimated amount of \$80,000 for the term August 1, 2011 through July 31, 2012.

Motion 11.6-71

Moved by Mr. Wortham, seconded by Ms. Truesdell, and unanimously passed, that the Board approve agenda items V.B. – V.K.

- B. Approval of the HCHD Audited Financial Statements for the Fiscal Year ended February 28, 2011.
- C. Approval of the December 31, 2010 Pension Plan Audited Financial Statements.
- D. Approval of the December 31, 2010 401(k) Plan Audited Financial Statements.
- E. Approval of the Audit Report on Federal and State Award Programs for the Year Ended February 28, 2011.
- F. Renewal of an Agreement between the Harris County Hospital District and the Dallas County Hospital District, the Parkland Foundation for Texas/Oklahoma AIDS Education and Training Center funded under Ryan White HIV/AIDS Treatment Extension Act Part F in the amount of \$145,473 to Provide State of the Art Education, Treatment Training, Consultation and Support to Healthcare Professionals Treating HIV-Infected Patients for the term July 1, 2011 through June 30, 2012.
- G. Approval of Amendment No. 4 for Additional Services and to Expand the Current Scope of Services for the Existing Architectural/Engineering Agreement between the Harris County Hospital District and Browne McGregor Architects, Inc. for the LBJ Emergency Center Expansion and Renovation Project in the amount of \$56,325.
- H. Approval to Enter into 3rd Amendment to the Existing Agreement with HDR (Henningson, Durham, & Richardson) Studio Red to Provide Additional Architectural/Engineering Services for the Renovation of the Old Ben Taub Tower Project in the amount of \$123,000.
- I. Authorization of Intent to Enter into a New Lease Agreement with A-S 47-Jones-Cypress N. Houston, L.P. for Lease Space Located at 12340 Jones Road,

Suite 100, Houston, Texas 77070 for use as a Medical Clinic. The lease is for one year plus nine annual renewal options. The initial term of the lease commences on July 15, 2011 to July 14, 2012 at a monthly base rate of \$11,433.33 (\$137,200/yr.) The rate per square foot for the first five years will be \$20.00 and increases to \$22.00 for the last five years.

- J. Approval of Affiliation Agreement between the Harris County Hospital District and the University of Houston for Pharmacy Program
- K. Approval of Affiliation Agreement between the Harris County Hospital District and Texas A&M University System Health Science Center for Pharmacy Program

Agenda Item X. (Executive Session) was addressed out of order.

VI. Reports of the Committees

A. Joint Conference Committee

1. Update regarding Evidence-Based Protocols: Selection, Development and Outcomes

Additional information was distributed to the Board regarding Evidence-Based Protocols. This information was requested at the June 16, 2011 Joint Conference Committee meeting. A copy of the report is available in the permanent record.

Dr. Matthew Wall presented the credentialing changes for members of the HCHD medical staff for June 2011. A copy of the report is available in the permanent record.

2. Motion 11.6-75

Moved by Dr. Santos, seconded by Mr. Wortham, and unanimously passed, that the Board approve the June 2011 credentialing changes for members of the HCHD Medical Staff.

Dr. Matthew Wall presented the Medical Board Report from the June Medical Executive Board meeting. A copy of the report is available in the permanent record.

3. Motion 11.6-76

Moved by Mr. Wortham, seconded by Dr. Santos, and unanimously passed, that the Board accept the Medical Board Report as included in the packet.

4. Motion 11.6-77

Moved by Dr. Santos, seconded by Mr. Finder, and unanimously passed, that the Board approve the replacement of General Pediatrics Clinical Privileges Forms for the Harris County Hospital District.

B. Budget and Finance Committee

Mr. Norby presented the May 2011 Financial Report. A copy of the report is available in the permanent record.

1. **Motion 11.6-78**

Moved by Dr. Varadhachary, seconded by Dr. Santos, and unanimously passed, that the Board accept the May 2011 Financial Report subject to audit.

Mr. Norby presented the May 2011 Pension Plan Report. A copy of the report is available in the permanent record.

2. **Motion 11.6-79**

Moved by Dr. Santos, seconded by Mr. Finder, and unanimously passed, that the Board accept the May 2011 Pension Plan Report subject to audit.

3. **Motion 11.6-80**

Moved by Dr. Varadhachary, seconded by Mr. Finder, and unanimously passed, that the Board accept the First Quarter FY 2012 Investment Report subject to audit.

4. Presentation of the May 2011 Financial Statements of Community Health Choice, Inc.

Mr. Janda presented the May 2011 CHC Financial Report. The May financial statements showed a net income of \$1.7 million in operating income. There was also an additional \$1.5 million in adjustments to assets. A copy of the report is available in the permanent record.

C. PI & Patient Safety Committee

Review and Discussion regarding the Harris County Hospital District (HCHD) Quality Scorecard

Dr. Santos stated that HCHD is in the process of improving the PI system. Dr. Sutton has developed a team and presented some initial plans. They are currently working out details and are meeting with him on a regular basis. This will be presented to the Board at a future meeting.

D. Planning & Operations Committee

Motion 11.6-81

Moved by Mr. Wortham, seconded by Dr. Varadhachary, and unanimously passed, that the Board authorize the Hospital District to enter into a Professional Services Agreement with Morris Architects to Provide Architectural/ Engineering/Interior Services for Conversion of Designated Patient Units, at both Ben Taub General Hospital and Lyndon B. Johnson General Hospital, to Semi-Private Patient Rooms in the estimated amount of \$339,500.

E. Bylaws Committee

The approval of the revised Bylaws of the Board of Managers was postponed until the July 28, 2011 meeting.

F. Legislative Committee

1. Update, discussion and possible action regarding activities in Austin relating to regulatory issues impacting HCHD, the 82nd Legislative Session and the HCHD legislative platform
2. Update, discussion and possible action regarding pending federal legislative, line items and policy issues affecting HCHD

Mr. Hillier presented the Legislative Report. He addressed the discussion earlier in the meeting regarding collaboration with the medical schools, stating that he has a very good relationship with each of their lobby teams. He addressed the state legislative session, stating that they were able to maintain the nursing shortage program. He noted that there was a 4% reduction for mental health (adults), but a 15% increase for mental health services for children. Discussion ensued. There has been discussion regarding moving some of the trauma funds to Medicaid. This is being watched closely as there is some problematic language involved.

Mr. Hillier addressed issues of interest at the national level, stating that he will be going to Washington D.C. with Mary Schneider in mid-July. There has been significant discussion regarding reductions in GME and Medicare. He addressed the reductions to the DSH Program. He stated that this is an issue for the District, but it will not go into effect until 2021. Discussion ensued. He stated that work is being done on legislation in Washington D.C. on electronic health records. Under the existing rule, the District was not able to count multi-campus facilities. They are now looking at doing a multi-campus designation, which would allow the District to have more than one provider number.

VII. Miscellaneous Agenda Items

Motion 11.6-82

Moved by Mr. Wortham, seconded by Dr. Santos, and unanimously passed, that the Board approve agenda items VII.A.-VII.D.

- A. Approval of the new Harris County Hospital District Program Income from Grants Policy #3.48 effective June 30, 2011.
- B. Approval of an Agreement between the Harris County Hospital District and the Department of State Health Services for the Mother-Friendly Worksite Policy Initiative Program in the amount of \$27,900 for the term June 15, 2011 through December 31, 2011.
- C. Approval of a Memorandum of Understanding between the Harris County Hospital District and the Neighborhood Centers Inc. SUNNY FUTURES Healthy Start Program. The term of this agreement shall commence at the latter date signed by the Parties and shall continue in effect for twelve full calendar months.

- D. Approval of a Letter of Agreement between the Harris County Hospital District and Texas Southern University for the Patient-Centered Care Collaboration for the term June 30, 2011 through December 31, 2011.

VIII. President/Chief Executive Officer's Report to Include: 1) Ask Your Nurse Program; and 2) Report from Dr. Klotman (BCM) and Dr. Colasurdo (UT Health)

Ask Your Nurse Program

The report on the Ask Your Nurse Program was deferred until a later meeting.

Report from Dr. Klotman (BCM) and Dr. Colasurdo (UT Health)

Mr. Lopez stated that the Hospital District works collaboratively with BCM and UT Health. He introduced Drs. Klotman and Colasurdo to address work being done between the District and medical schools.

Dr. Klotman stated that he has been at BCM for 10 months and one of the big draws to move here was the relationship the two medical schools have with the District. HCHD has a reputation throughout the country for this work. BCM takes incredible pride in working with the county and it is one of their highest priorities. Thousands of providers are integrated into the District. They are pushing the envelope around quality improvement and performance improvement. The Hospital District is ranked highly in several different areas. The highest quality of care in the TMC is provided between BTGH and LBJ.

Dr. Colasurdo stated that his job exists because of the training program. This program is the second largest in the nation in terms of the number of physicians. The trainees love the hospitals and request them in their rotations. Discussion ensued regarding the increasing population needing access to care. The increasing need for care is a very tough issue and is frequently discussed between Dr. Klotman and him. There is also a problem in terms of GME. There is concern since the funding keeps decreasing. UT Health is #4 in the nation for retention of staff, but they still cannot produce enough providers for the population.

Dr. Colasurdo recognized Dr. Steve Brown who will be leaving the Hospital District on July 10. He introduced Dr. Carmel Dyer who will be serving as Interim Chief of Staff, LBJ Hospital and Associate Dean.

Mr. DonCarlos stated that the Board treasures the long-term affiliation with the medical schools.

IX. Executive Session

At 9:37 a.m., Mr. DonCarlos stated that the Board would go into Executive Session under Section 161.032 of the Texas Health & Safety Code and Chapter 551 of the Texas Government Code Sections 071, 074, and 085. Mr. DonCarlos stated that the regular meeting of the Board would reconvene at the close of Executive Session.

Mr. Franklin left prior to reconvening from executive session.

X. Reconvene

At 11:45 a.m., Mr. DonCarlos reconvened the meeting and stated that no action was taken in Executive Session.

- A. Report by 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 Section 161.032 of the Texas Health & Safety Code.

No action taken.

- B. Consultation with the County Attorney in Connection with Proposed Agreement with Reed Group, Ltd. for Family Medical Leave Act, Short-Term Disability and Medical Case Management Services pursuant to Tex. Gov't Code Ann. §551.071 and Possible Action regarding this Matter upon Return to Open Session.

Motion 11.6-72

Moved by Mr. Finder, seconded by Ms. Truesdell, and unanimously passed, that the Board approve the award on the basis of best proposal meeting requirements for Reed Group for Family Medical Leave Act, Short-Term Disability and Medical Case Management Program and Services in the amount of \$300,000 for a one-year initial term with four one-year renewal options.

- C. Consultation with the County Attorney regarding the Settlement of an Automobile Accident between a District Driver and Aaron Poole, pursuant to Tex. Gov't Code Ann. §551.071 and Possible Action regarding this Matter upon Return to Open Session.

Motion 11.6-73

Moved by Dr. Varadhachary, seconded by Ms. Truesdell, and unanimously passed, that the Board approve the following resolution:

The Harris County Hospital District, by and through its Board of Managers, approves and hereby authorizes the settlement of an automobile claim filed by Aaron Poole and Jessie Frampton Scott, in an amount not to exceed \$1,191.12, payable to Jessie Frampton Scott and Maaco Collision Repair & Auto Painting. David S. Lopez, President/CEO, is authorized to execute any agreement, release or other necessary documents to effect this settlement.

- D. Consultation with the County Attorney regarding an Automobile Accident Claim by Dr. George Manoukian, pursuant to Tex. Gov't Code Ann. §551.071 and Possible Action regarding this Matter upon Return to Open Session.

No action taken.

- E. Consultation with the County Attorney regarding Cause 2011-29096; *Matl Construction Corporation v. Harris County Hospital District*; In the 281st Judicial District Court of Harris

County, Texas, pursuant to Tex. Gov't Code Ann. §551.071 and Possible Action regarding this Matter upon Return to Open Session.

Motion 11.6-74

Moved by Ms. Truesdell, seconded by Mr. Finder, and unanimously passed that the Board authorize the County Attorney to engage the law firm of Winstead P.C. to Assist in Connection with Matl Construction Corporation v. Harris County Hospital District. The amount of the engagement is not-to-exceed \$100,000.

- F. Consultation with the County Attorney regarding Cause 2010-32533; *Christopher Fisher v. City of Houston*; In the 11th Judicial District Court of Harris County, Texas, pursuant to Tex. Gov't Code Ann. §551.071 and Possible Action regarding this Matter upon Return to Open Session.

No action taken.

- G. Discussion regarding Financial Planning Information relating to the Negotiation with Affiliated Medical Services for the Arrangement or Provision of Medical Services pursuant to Tex. Gov't Code Ann. Section 551.085 and Possible Action regarding this Matter upon Return to Open Session.

No action taken.

- H. Consideration of the Evaluation of the President/CEO, pursuant to Tex. Gov't Code Ann. §551.074 and Possible Action regarding this Matter upon Return to Open Session.

No action taken.

XI. Adjournment

Moved by Dr. Varadhachary, seconded by Mr. Wortham, and unanimously accepted to adjourn the meeting.

There being no further business, the meeting adjourned at 12:07 p.m.

I certify that the foregoing are the Minutes of the Meeting of the Board of Managers of the Harris County Hospital District held at the Administration Building in Houston, Texas on June 30, 2011.

Mr. Stephen DonCarlos, Chair
Board of Managers

Mr. E. Dale Wortham, Secretary
Recorded by Christie Reno