

**TARRANT COUNTY HOSPITAL DISTRICT (TCHD)
d/b/a/ JPS HEALTH NETWORK**

**1500 S. MAIN STREET
FORT WORTH, TX 76104
OUTPATIENT BUILDING, 3rd FLOOR AUDITORIUMS**

**JOINT BOARD OF MANAGERS AND FINANCE COMMITTEE MEETING
10:00 A.M. THURSDAY, AUGUST 24, 2017**

MEETING MINUTES

The Tarrant County Hospital District ("District") Board of Managers and Finance Committee met 10:00 a.m. Thursday, August 24, 2017 on the 3rd Floor, Outpatient Clinic Auditoriums, John Peter Smith Hospital, 1500 South Main Street, Fort Worth, Texas, 76104, with the following Board/Committee members present:

Steve Montgomery, Committee Chair
Charles Powell, Board Chair
Charles Webber, M.D., Board Vice Chair
Rev. Ralph Emerson, Immediate Past Board Chair (Arrived at 10:20 a.m.)
D.T. Nguyen, Board Secretary (Arrived at 10:12 a.m.)
Dorothy DeBose, Member
Warren Norred, Member
Roger Fisher, Member (Arrived at 11:00 a.m.)
Chet Schrader, M.D., Member (Arrived at 10:17 a.m.)
Roy Lowry, D.O., Member
Daniel Casey, M.D., Member

Members Absent: Trent Petty, Past Board Chair
Daniel Ziegler, M.D., Member
Scott Kayser, M.D., Member

Others Attending: Robert Earley, President, Chief Executive Officer
Bill Whitman, Executive Vice President, Chief Operating Officer
Sharon Clark, Executive Vice President, Chief Financial Officer
Jeanna Adler, Vice President, Finance
Joe Velasquez, Director, Supply Chain
Kade Rutherford, Executive Director, Revenue Cycle
Kelli Shelton, Director, Managed Care
Frank Rosinia, M.D., Executive Vice President, Chief Quality Officer
Dianna Prachyl, Senior Vice President, Chief Operating Officer, Acclaim
Karen Duncan, M.D., Senior Vice President, Community Health Clinics
Wanda Peebles, Senior Vice President, Chief Nursing Officer
Ronald Skillens, Senior Vice President, Enterprise Risk Management
Wayne Young, Senior Vice President, Behavioral Health Administrator
Melinda Costin, Senior Vice President, Chief Information Officer
David Mendenhall, Vice President, Chief Technology Officer
Scott Rule, Vice President, Chief of Staff
Kathleen Whelan, Vice President, Clinical and Professional Operations
J.R. Labbe, Vice President, Communications and Community Affairs

Merianne Roth, Vice President, Chief Strategy Officer
Jaime Pillai, Vice President, Operations Support Service
Pia Walker, Vice President, Human Resources
Tricia Elliott, M.D., Vice President, Academic Affairs
Lara Burnside, Vice President, Chief Patient Experience Officer
Arthur Elgin, Executive Director, Facilities Management and Plant Operations
Madhura Chandak, Executive Director, Integration
Ammie Harris, Executive Director, Contract Administration
Erana Hughes, Policy and Procedure Manager
Neal Adams, General Counsel
Clarie Cressey, Executive Assistant

Guests Attending: Larry Hansard, Area Senior Vice President, Arthur J. Gallagher & Co.
Mike Kessler, Area Vice President, Arthur J. Gallagher & Co.
Robert Duty, Senior Risk Consultant, Charles Taylor Risk Consulting

I. CALL TO ORDER

Steve Montgomery called the August 24, 2017 TCHD Joint Board of Managers and Finance Committee meeting to order at 10:07 a.m. Members present represented a quorum to conduct committee business.

II. CITIZENS WISHING TO ADDRESS THE BOARD

There were no citizens present wishing to address the Finance Committee.

III. MINUTES

Mr. Montgomery asked the Committee to review minutes from the July 27, 2017 Tarrant County Hospital District Joint Board of Managers and Finance Committee meeting and called for a motion. Charles Webber, M.D., made a motion for approval and the motion was seconded by Dorothy DeBose and carried unanimously.

IV. PUBLIC HEARING OF THE BOARD OF MANAGERS OF TARRANT COUNTY HOSPITAL DISTRICT TO CONSIDER UNDER THE LOCAL PROVIDER PARTICIPATION PROGRAM THE MANDATORY PROVIDER PARTICIPATION PAYMENTS AND HOW REVENUE DERIVED FROM THOSE PAYMENTS IS TO BE SPENT

A. Public Hearing

Charlie Powell called the August 24, 2017 TCHD Joint Board of Managers and Finance Committee meeting to order at 10:10 a.m. Members present represented a quorum to conduct Board business.

Mr. Powell opened the public hearing on August 24, 2017 at 10:10 a.m. as required by Chapter 298B, Texas Health and Safety Code, to consider the following two issues:

1. The amounts of any mandatory payments that the Board of Managers intends to require a provider participant to make; and

2. How the revenue derived from those mandatory payments is to be spent.

The citizen's comments will be in accordance with the Board of Managers' Standard Operating Procedures. There were no individuals present wishing to address the Board of Managers.

Mr. Powell closed the public hearing on August 24, 2017 at 10:12 a.m.

B. Consider Approval of Resolution

Roger Fisher made the following motion:

I move that the Board of Managers based on the recommendation of Robert Earley, President and CEO of the Tarrant County Hospital District and with the advice of Neal Adams, General Counsel, the Tarrant County Hospital District Approve the Resolution that:

1. Authorizes the collection of a mandatory payment from each institutional health care provider located in the hospital district;
2. Authorizes the use of the funds collected through mandatory payments for the purposes specified in Chapter 298B, Texas Health and Safety Code; and
3. Sets the amount of the mandatory payments for the fiscal year ending in 2015 at .94 percent of the net patient revenue of an institutional health care provider located in the Tarrant County Hospital District's geographic jurisdictional area and as set forth on Exhibit "A".

Motion was made by Mr. Fisher with Dr. Webber seconding the motion and the motion carried unanimously.

V. CFO REPORT

Sharon Clark communicated to the Board that the TCHD FY18 Budget will be on the agenda for approval by the Tarrant County Commissioners Court at the Tarrant County Administration Building at 10:00 a.m. Tuesday, August 29th.

VI. MATTERS THAT REQUIRE DISCUSSION AND BOARD ACTION

A. 2018 Insurance Policy Renewal

Ron Skillens presented the 2018 Insurance Policy Renewal between Tarrant County Hospital District d/b/a JPS Health Network and Arthur J. Gallaher & Company to the Committee for consideration. Approval of the 2018 Insurance Policy Renewal will provide the District with appropriate insurance coverages.

Mr. Skillens stated all insurance policies will renew with the incumbent carriers with the same coverage with the exception of the auto coverage. The new auto carrier has increased coverage to \$1 million and decreased the annual premium by 53%. Property coverage premium will increase by 28% because of the \$2.1 million hail damage claim and the increase

in property values. Property deductibles increased from \$500,000 to \$1 million. Directors and Officers' premium will increase by 18% because of increased number of employees and plan assets.

There being no further questions or discussion, Mr. Montgomery called for a motion to accept the 2018 Insurance Policy Renewal. D.T. Nguyen made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

B. Consider Approval of July 2017 Unaudited Financial Report

Ms. Clark presented the July 2017 Unaudited Financial Report to the Committee.

Hospital:

Inpatient Admissions were favorable by approximately 10% compared to budget, with 2,369 admissions during July. Patient Days were favorable by approximately 10% compared to budget. Case Mix was favorable by approximately 4% compared to budget. Length of Stay was favorable by approximately 4% lower compared to the budget.

Outpatient Emergency Department visits were unfavorable by 4% compared to budget, with an average of 356 visits per day during July. Emergency Department visits in July were higher than June's. Urgent Care Visits were favorable by more than 11% compared to budget, with 5,249 visits during July. Total Clinic Visits were slightly unfavorable by 1% compared to budget, and volumes historically decrease during the summer months. Total Outpatient Visits were favorable by more than 1% compared to budget.

Observation Days were slightly unfavorable by less than 1% compared to budget. Invasive Lab Cases were favorable by almost 15% compared to the budget. Inpatient Surgeries were favorable by almost 5% compared to budget. Outpatient Surgeries were unfavorable by approximately 8% compared to budget.

Psychiatric Patient Days were unfavorable by 1% compared to the budget. Psychiatric Clinic Visits were favorable by more than 15% compared to budget. Psychiatric Emergency Visits were unfavorable by more than 2% compared to budget. Psychiatric Partial Hospitalization Days were unfavorable by more than 11% compared to the budget.

Year-to-date FTEs per Adjusted Patient Day was favorable at 5.95 compared to a budgeted 5.96. Days Cash on Hand was at 268 days. Net Account Receivable Days were at 52. Payor Mix year-to-date remained constant.

JPS Connection enrollment increased during July with a year-to-date total of 40,141 enrollees.

Net patient service revenue was unfavorable by \$1.5 million compared to budget, because of negative payor mix variances that included self-pay increasing during July. Uncompensated Care was unfavorable by \$833,000 compared to budget to compensate for the projected annual \$10 million FY17 shortfall. Total operating revenue was favorable by \$288,000 compared to budget because of additional grant revenue.

Salaries were unfavorable by \$575,000 compared to budget because of staffing for higher in-patient volumes. July's paid FTEs per Adjusted Patient Day was favorable at 5.90 compared to a budgeted 6.13. Benefits were unfavorable by \$393,000 compared to budget, because three pay periods for retirement benefits occurred during July.

Purchased Services were unfavorable by more than \$1 million compared to budget. Several items attributed to the overage: outside medical services within the psychiatric emergency department; chart audit expenses that were budgeted in prior months were paid; and the outsourcing of lab, blood-care, and pharmacy management.

For the month, loss from operations was \$2.3 million compared to a budgeted income from operations of \$1.2 million. Year-to-date loss from operations was \$5.1 million compared to a budgeted income from operations of \$11.5 million.

Acclaim:

Physician billed encounters were unfavorable by 7% compared to budget. This has occurred throughout FY17 because not all of the providers have been hired.

Net patient service revenue was unfavorable by 3.9% compared to budget because of lower provider volumes. Other operating revenue was favorable by \$528,000, primarily due to the assignment of the surgical services contract to Acclaim from the Hospital. This assignment, which was not budgeted for in FY17, is shown as other operating revenue from the medical centers and physician professional services expense within purchased services, with no impact on the Income from Operations.

For the month, Acclaim's financial statements reflected a \$999,000 loss from operations compared to a budgeted \$672,000 loss from operations. Year-to-date, the loss from operations was \$13.6 million compared to a budgeted loss of \$6.9 million. The Combined Income Statement year-to-date net income reflected a loss of \$12 million.

There being no further questions or discussion, Mr. Montgomery called for a motion to accept the July 2017 Unaudited Financial Report. Mr. Powell made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

C. Consider Annual Contribution to JPS Pension Plan for Plan Year October 1, 2016 to September 30, 2017

Ms. Clark presented the Annual Contribution to JPS Pension Plan for Plan Year October 1, 2016 to September 30, 2017 to the Committee for consideration. Approval of the contribution will fund the employee pension plan.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Annual Contribution to JPS Pension Plan in the amount of \$14,442,526 for Plan Year October 1, 2016 to September 30, 2017. Ralph Emerson made a motion for approval and the motion was seconded by Mr. Powell as presented. The motion was approved with 10 members voting yes and Ms. DeBose abstaining.

D. Consider Annual Contribution to the Tarrant County Hospital District Governmental Excess Benefit Arrangement (GEBA) for the Plan Year October 1, 2016 to September 30, 2017

Mr. Montgomery announced that Item VI. D. moved to closed session.

E. Consider Approval of Direct Bill Agreement between Point Comfort Underwriters, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Ms. Clark presented the Direct Bill Agreement between Point Comfort Underwriters, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will administer healthcare services to the unaccompanied refugee population.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Direct Bill Agreement between Point Comfort Underwriters, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Rev. Emerson as presented and carried unanimously.

F. Consider Approval of Primary Bad Debt Collection Agency Services Agreement between Data Search Collection, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Kade Rutherford presented the Primary Bad Debt Collection Agency Services Agreement between Data Search Collection, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide primary bad debt collections for alpha clients A-L.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Primary Bad Debt Collection Agency Services Agreement between Data Search Collection, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Ms. DeBose made a motion for approval and the motion was seconded by Rev. Emerson as presented and carried unanimously.

G. Consider Approval of Primary Bad Debt Collection Agency Services Agreement between FMA Alliance, Ltd. and Tarrant County Hospital District d/b/a JPS Health Network

Ms. Rutherford presented the Primary Bad Debt Collection Agency Services Agreement between FMA Alliance, Ltd. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide primary bad debt collections for alpha clients M-Z.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Primary Bad Debt Collection Agency Services Agreement between FMA Alliance, Ltd. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

H. Pursuant to JPS Purchasing Procedure LD 7205 Section VIII(d) regarding an exception to competitive bidding for purchase of professional services where obtaining the services through competitive bidding is prohibited or not practical and Section VIII(g)(1) regarding an exception to competitive bidding for purchase of goods and services for which competition is

precluded because of the existence of patents, copyrights, secret processes, or monopolies: Consider Approval of exemptions(s) of purchase from competitive bidding and Consider Approval of Amendment No. 1-5WUMNQT between Cerner Health Services, Inc. a Delaware corporation, as successor in interest to Siemens Medical Solutions USA, Inc. and Tarrant County Hospital d/b/a JPS Health Network, which amends an agreement dated April 1, 2004 between Siemens Medical Solutions USA, Inc. and the Tarrant County Hospital District d/b/a JPS Health Network

Neal Adams announced item VI.H. that only LD 7205 Section VIII(d) is applicable and LD 7205 Section VIII(g)(1) is not applicable.

Ms. Rutherford presented the Pursuant to JPS Purchasing Procedure LD 7205 Section VIII(d) regarding an exception to competitive bidding for the purchase of professional services where obtaining such services through competitive bidding is prohibited or not practical and to consider approval of exemptions(s) of purchase from competitive bidding and Consider Approval of Amendment No. 1-5WUMNQT between Cerner Health Services, Inc. a Delaware corporation, as successor in interest to Siemens Medical Solutions USA, Inc. and Tarrant County Hospital d/b/a JPS Health Network, which amends an agreement dated April 1, 2004 between Siemens Medical Solutions USA, Inc. and the Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Extension will continue eligibility verification with current vendor and will allow ease in transition to the newly awarded vendor.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Pursuant to JPS Purchasing Procedure LD 7205 Section VIII(d) regarding an exception to competitive bidding for the purchase of professional services where obtaining such services through competitive bidding is prohibited or not practical and to consider approval of exemptions of purchase from competitive bidding and consider approval of Amendment No. 1-5WUMNQT between Cerner Health Services, Inc. a Delaware corporation, as successor in interest to Siemens Medical Solutions USA, Inc. and Tarrant County Hospital d/b/a JPS Health Network, which amends an agreement dated April 1, 2004 between Siemens Medical Solutions USA, Inc. and the Tarrant County Hospital District d/b/a JPS Health Network. Rev. Emerson made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

I. Consider Approval of Master Service Agreement between AGS Health, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Madhura Chandak presented the Master Service Agreement between AGS Health, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will continue to assist in providing contract medical coding and auditing services.

Mr. Montgomery called for a motion to approve the Master Service Agreement between AGS Health, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Rev. Emerson. The motion was approved with 10 members voting yes and Mr. Nguyen voting no.

J. Consider Approval of Stand Alone Business Associate Agreement and Administrative Services Agreement between Discovery Benefits, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Pia Walker presented the Stand Alone Business Associate Agreement and Administrative Services Agreement between Discovery Benefits, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide administration of Flexible Spending and COBRA services.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Stand Alone Business Associate Agreement and Administrative Services Agreement between Discovery Benefits, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Rev. Emerson made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

K. Consider Approval of Purchase Agreement between HHS Facilities Management, LLC and Tarrant County Hospital District d/b/a JPS Health Network

J.R. Labbe presented the Purchase Agreement between HHS Facilities Management, LLC and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide a wayfinding program and signage for the first and second floors in the main hospital and main garage.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between HHS Facilities Management, LLC and Tarrant County Hospital District d/b/a JPS Health Network. Mr. Powell made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

L. Consider Approval of Outside Medical Services Agreement between Millwood Hospital, LP and Tarrant County Hospital District d/b/a JPS Health Network

Wayne Young presented the Outside Medical Services Agreement between Millwood Hospital, LP and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide overflow psychiatric outside medical services.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Outside Medical Services Agreement between Millwood Hospital, LP and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

M. Consider Approval of Outside Medical Services Agreement between SAS Healthcare, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Young presented the Outside Medical Services Agreement between SAS Healthcare, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide overflow psychiatric outside medical services.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Outside Medical Services Agreement between SAS Healthcare, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Daniel Casey, M.D., made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

N. Consider Approval of Outside Medical Services Agreement between SRP Behavioral Hospital of Fort Worth L.L.C. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Young presented the Outside Medical Services Agreement between SRP Behavioral Hospital of Fort Worth L.L.C. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide overflow psychiatric outside medical services.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Outside Medical Services Agreement between SRP Behavioral Hospital of Fort Worth L.L.C. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Mr. Powell as presented and carried unanimously.

O. Consider Approval of Purchase Agreement between Paragon Micro, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

David Mendenhall presented the Purchase Agreement between Paragon Micro, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide hardware for the pharmacy systems.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Paragon Micro, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Mr. Nguyen made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

P. Consider Approval of Purchase Agreement between E2 Optics, LLC and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between E2 Optics, LLC and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will allow one of the two vendors to provide data cabling to the hospital.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between E2 Optics, LLC and Tarrant County Hospital District d/b/a JPS Health Network. Ms. DeBose made a motion for approval and the motion was seconded by Mr. Nguyen as presented and carried unanimously.

Q. Approval of Purchase Agreement between Garza Capital Investments, LLC d/b/a Premier Communications and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Garza Capital Investments, LLC d/b/a Premier Communications and Tarrant County Hospital District d/b/a JPS Health

Network to the Committee for consideration. Approval of this Agreement will allow one of the two vendors to provide data cabling to the hospital.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Garza Capital Investments, LLC d/b/a Premier Communications and Tarrant County Hospital District d/b/a JPS Health Network. Mr. Nguyen made a motion for approval and the motion was seconded by Chet Schrader, M.D., as presented and carried unanimously.

R. Approval of Purchase Agreement between Innovation Network Technologies Corporation and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Innovation Network Technologies Corporation and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will monitor network traffic in real time providing early warning of emerging problems and shortening troubleshooting time.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Innovation Network Technologies Corporation and Tarrant County Hospital District d/b/a JPS Health Network. Rev. Emerson made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

S. Consider Approval of Purchase Agreement between Optiv Security, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Optiv Security, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide Infoblox Advanced DNS Protection.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Optiv Security, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

T. Consider Approval of Purchase Agreement between Netsync Network Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Netsync Network Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will replace 12 Hewlett Packard blade servers in Data Center.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Netsync Network Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Mr. Nguyen made a motion for approval and the motion was seconded by Rev. Emerson as presented and carried unanimously.

U. Consider Approval of Purchase Agreement between Netsync Network Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Netsync Network Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will replace the Cisco data network switches located in the Pavilion and Main Tower.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Netsync Network Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Rev. Emerson made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

V. Consider Approval of Purchase Agreement between Netsync Network Solution, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Netsync Network Solution, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will replace hardware for the Nexus 7000 datacenter switches located at the Data Center.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Netsync Network Solution, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Mr. Nguyen made a motion for approval and the motion was seconded by Rev. Emerson as presented and carried unanimously.

W. Consider Approval of Purchase Agreement between Netsync Network Solution, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Purchase Agreement between Netsync Network Solution, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will replace server hardware that has reached end-of-life and end-of-support located at the Data Center.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Netsync Network Solution, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Ms. DeBose made a motion for approval and the motion was seconded by Rev. Emerson as presented and carried unanimously.

X. Pursuant to JPS Purchasing Procedure LD 7205 Section VIII(d) regarding an exception to competitive bidding for the purchase of professional services where obtaining such services through competitive bidding is prohibited or not practical: Consider Approval of exemptions(s) of purchase from competitive bidding and Consider Approval of Purchase Agreement between AT&T and Tarrant County Hospital District d/b/a JPS Health Network

Mr. Mendenhall presented the Pursuant to JPS Purchasing Procedure LD 7205 Section VIII(d) regarding an exception to competitive bidding for the purchase of professional services where obtaining such services through competitive bidding is prohibited or not practical and to consider approval of exemptions of purchase from competitive bidding and consider approval of Purchase Agreement between AT&T and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of the Agreement will allow the previously supported circuits that were supported by Network Services Solution (NSS) to be transferred to AT&T. NSS filed for Chapter 11 bankruptcy.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Pursuant to JPS Purchasing Procedure LD 7205 Section VIII(d) regarding an exception to competitive bidding for the purchase of professional services where obtaining such services through competitive bidding is prohibited or not practical and to consider approval of exemptions of purchase from competitive bidding and consider approval of Purchase Agreement between AT&T and Tarrant County Hospital District d/b/a JPS Health Network. Rev. Emerson made a motion for approval and the motion was seconded by Mr. Nguyen as presented and carried unanimously.

Y. Consider Approval of Purchase Agreement between Quantum Mechanical Services, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Jaime Pillai presented the Purchase Agreement between Quantum Mechanical Services, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will replace air handling units, one at the Cancer Center and nine at the main campus.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between Quantum Mechanical Services, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Webber made a motion for approval and the motion was seconded by Dr. Casey as presented and carried unanimously.

Z. Consider Approval of Agreement between of Stryker Sustainability Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Wanda Peebles presented the Agreement between of Stryker Sustainability Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will provide reprocessing of external fixation devices.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Agreement between of Stryker Sustainability Solutions, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Schrader made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

AA. Consider Approval of Purchase Agreement between of Belimed, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Ms. Peebles presented the Purchase Agreement between of Belimed, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will centralize sterile reprocessing within the hospital.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between of Belimed, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Ms. DeBose made a motion for approval and the motion was seconded by Dr. Webber as presented and carried unanimously.

BB. Consider Approval of Purchase Agreement between of Pentax of America, Inc. and Tarrant County Hospital District d/b/a JPS Health Network

Ms. Peebles presented the Purchase Agreement between of Pentax of America, Inc. and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Agreement will replace the non-functioning ultrasound unit within the Endoscopy Department.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Purchase Agreement between of Pentax of America, Inc. and Tarrant County Hospital District d/b/a JPS Health Network. Rev. Emerson made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

CC. Consider Approval of Addendum to Quotation between of OEC Medical Systems, Inc., a GE Healthcare business and Tarrant County Hospital District d/b/a JPS Health Network

Kathleen Whelan presented the Addendum to Quotation between of OEC Medical Systems, Inc., a GE Healthcare business and Tarrant County Hospital District d/b/a JPS Health Network to the Committee for consideration. Approval of this Addendum will allow for the purchase of a mobile c-arm with a vascular imaging package for the operating room.

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Addendum to Quotation between of OEC Medical Systems, Inc., a GE Healthcare business and Tarrant County Hospital District d/b/a JPS Health Network. Dr. Casey made a motion for approval and the motion was seconded by Ms. DeBose as presented and carried unanimously.

VII. REPORT OF GENERAL LEGAL COUNSEL AND/OR LEGAL MATTERS REQUIRING DISCUSSION(S), UPDATE(S), DELIBERATION(S), ACTION(S) AND/OR APPROVAL

Mr. Adams announced there were 18 contracts under \$200,000 posted to the board portal.

VIII. RECONVENE IN EXECUTIVE SESSION PURSUANT TO CHAPTER 551, TEXAS GOVERNMENT CODE FOR THE FOLLOWING:

The Committee reconvened in Executive Session at 11:36 a.m.

IX. RECONVENE IN OPEN SESSION FOR DELIBERATION(S) AND/OR ACTION(S) DEEMED NECESSARY REGARDING ANY MATTER LISTED ON THE CLOSED SESSION AGENDA.

The Committee reconvened in open session at 12:47 p.m.

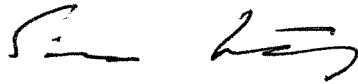
Discussion regarding Annual Contribution to the Tarrant County Hospital District Governmental Excess Benefit Arrangement ("GEBA") for the Plan Year October 1, 2016 to September 30, 2017

There being no further questions or discussion, Mr. Montgomery called for a motion to approve the Annual Contribution to the Tarrant County Hospital District Governmental Excess Benefit Arrangement ("GEBA") in the amount of \$146,595 for the Plan Year October 1, 2016 to September 30, 2017. Dr. Webber made a motion for approval and the motion was seconded by Mr. Nguyen as presented and carried unanimously.

Mammography discussion only, no vote was conducted.

X. ADJOURN

There being no further business of the TCHD Joint Board of Managers and Finance Committee meeting was adjourned at 12:48 p.m.



Steve Montgomery, Finance Committee Chairman



Date

Resolution To Set The Mandatory Provider Participation Payments And Determine How The Revenue From Those Payments Is To Be Spent Under The Tarrant County Local Provider Participation Program

WHEREAS, the Texas Legislature enacted Senate Bill 1462, which added Chapter 298B to the Texas Health and Safety Code and which went into effect on June 12, 2017;

WHEREAS, pursuant to Chapter 298B, Texas Health and Safety Code, the Board of Managers of Tarrant County Hospital District on this 10th day of August 2017 authorized the Tarrant County Hospital District to participate in a health care provider participation program;

WHEREAS, the purpose of participation in a health care provider participation program is to generate revenue from a mandatory payment that may be required by the Tarrant County Hospital District from an institutional health care provider to fund certain intergovernmental transfers;

WHEREAS, pursuant to Chapter 298B, Texas Health and Safety Code, a hospital district that participates in a health care provider participation program may use the funds collected through mandatory payments only for specified purposes;

WHEREAS, pursuant to Chapter 298B, Texas Health and Safety Code, the Board of Managers of Tarrant County Hospital District on this 24th day of August 2017 authorizes the Tarrant County Hospital District to collect a mandatory payment from each institutional health care provider located in Tarrant County Hospital District; and

WHEREAS, pursuant to Chapter 298B, Texas Health and Safety Code, the Board of Managers of Tarrant County Hospital District must set the amount of the mandatory payment;

NOW THEREFORE, BE IT RESOLVED that the Board of Managers of Tarrant County Hospital District:


1. Authorizes the collection of a mandatory payment from each institutional health care provider located in the hospital district;
2. Authorizes the use of the funds collected through mandatory payments for the purposes specified in Chapter 298B, Texas Health and Safety Code; and
3. Sets the amount of the mandatory payments for the fiscal year ending in 2015 at .94 percent of the net patient revenue of an institutional health care provider located in the Tarrant County Hospital District's geographic jurisdictional area and as set forth on Exhibit "A".

PASSED AND ADOPTED this 24th day of August, 2017



Charles Powell, Chairman
Board of Managers
Tarrant County Hospital District

ATTEST:



D.T. Nguyen, Secretary
Board of Managers
Tarrant County Hospital District

Exhibit A

Tarrant County LPPF Revenue Base		2015 AHS	RECOMMENDED
		Total Facility	MANDATORY PMT
Tarrant County Facility Name	Own Type/ Program	NPR 2015 D3A1	RATE 0.94%
Baylor Emergency Medical Center	Private	\$ 34,063,883	\$ (320,201)
Baylor Institute for Rehabilitation at Fort Worth	Private	16,546,072	(155,533)
Baylor Orthopedic and Spine Hospital at Arlington	Private	83,041,127	(780,587)
Baylor Scott & White All Saints Medical Center - Fort Worth	Private	328,525,526	(3,088,140)
Baylor Scott & White Medical Center - Grapevine	Private	241,458,213	(2,269,707)
Baylor Surgical Hospital at Fort Worth	Private	77,666,881	(730,069)
Cook Children's Medical Center	Private	782,735,965	(7,357,718)
Cook Children's Northeast Hospital	Private	34,619,452	(325,423)
Ethicus Hospital DFW LLC	Private	18,953,458	(178,163)
HEALTHSOUTH City View Rehabilitation Hospital	Private	22,712,876	(213,501)
HEALTHSOUTH Rehabilitation Hospital of Arlington	Private	31,838,149	(299,279)
HEALTHSOUTH Rehabilitation Hospital of Fort Worth	Private	21,887,481	(205,742)
HEALTHSOUTH Rehabilitation Hospital of the Mid-Cities	Private	4,951,088	(46,540)
Kindred Hospital - Fort Worth	Private	22,390,382	(210,470)
Kindred Hospital - Mansfield	Private	16,972,129	(159,538)
Kindred Hospital - Tarrant County	Private	21,699,483	(203,975)
Kindred Hospital - Tarrant County	Private	43,070,232	(404,860)
LifeCare Hospitals of Fort Worth	Private	25,743,428	(241,988)
Medical Center of Alliance	Private	29,078,824	(273,341)
Medical Center of Arlington	Private	248,106,314	(2,332,199)
Mesa Springs	Private	14,818,511	(139,294)
Methodist Mansfield Medical Center	Private	189,113,298	(1,777,665)
Methodist Southlake Hospital	Private	53,909,537	(506,750)
Millwood Hospital	Private	24,850,152	(233,591)
North Hills Hospital	Private	119,334,746	(1,121,747)
Plaza Medical Center of Fort Worth	Private	223,607,311	(2,101,909)
Sundance Hospital	Private	14,933,890	(140,379)
Texas General Hospital	Private	50,430,512	(474,047)
Texas Health Arlington Memorial Hospital	Private	237,190,691	(2,229,592)
Texas Health Harris Methodist Hospital Alliance	Private	92,199,605	(866,676)
Texas Health Harris Methodist Hospital Azle	Private	34,372,442	(323,101)
Texas Health Harris Methodist Hospital Fort Worth	Private	754,907,001	(7,096,126)
Texas Health Harris Methodist Hospital Hurst-Euless-	Private	252,832,402	(2,376,625)
Texas Health Harris Methodist Hospital Southlake	Private	61,429,209	(577,435)
Texas Health Harris Methodist Hospital Southwest Fort	Private	272,008,007	(2,556,875)
Texas Health Heart & Vascular Hospital Arlington	Private	45,601,000	(428,649)
Texas Health Huguley Hospital	Private	178,752,306	(1,680,272)
Texas Health Specialty Hospital Fort Worth	Private	8,565,555	(80,516)
Texas Rehabilitation Hospital of Arlington	Private	3,868,474	(36,364)
Texas Rehabilitation Hospital of Fort Worth	Private	26,355,231	(247,739)
USMD Hospital at Arlington	Private	95,835,252	(900,851)
USMD Hospital at Fort Worth	Private	24,486,097	(230,169)
Wellbridge Hospital of Fort Worth	Private	8,864,077	(83,322)
		\$4,894,326,269	\$ (46,006,667)