

TRINITY MEMORIAL HOSPITAL DISTRICT
BOARD OF DIRECTORS MEETING MINUTES
February 20, 2023

I. CALL TO ORDER: The meeting was called to order at 5:30 p.m. by Marjory Pulvino.

Board Members Present: **Randy Karnes, President**
Marjory Pulvino, Vice President
Cheryl Spearman, Secretary
Patricia Rogers
Laura Huffman
Steve Hancock
Deana Shelly

Board Members Absent: **Michelle Medlock**
Jerry Russ

Others Present: **Billy Goodin, Executive Assistant to the Board**
Orrin Hargrave, On Point

*Denotes Guests that addressed the board

II. INVOCATION Steve Hancock provided the invocation.

III. PUBLIC FORUM

Randy Karnes welcomed those in attendance and opened the floor for any discussions. There were no guests, questions or comments presented during the public forum.

IV. READING AND APPROVAL OF MINUTES

The minutes of the monthly Board Meeting held on January 16, 2023 were reviewed by the Board.

Action: Cheryl Spearman made the motion to accept the minutes from the Monthly Board Meeting as written. Laura Huffman seconded the motion, and it was unanimously approved by the Board.

V. PRESENTATION OF STATISTICAL AND FINANCIAL REPORTS

1. Monthly Financial Report

The Monthly Financial Report was distributed, and it was presented by Orrin Hargrave with On Point. Mr. Hargrave reported that tax percent collections for the

current tax year were at 70.87%. Mr. Hargrave also discussed the financial data as listed below, the Money Market Account balance and included the Pledge Report from the First National Bank of Trinity.

| <u>Compilation of Financial Statements – Assets</u> | <u>January 31, 2023</u> |
|---|-------------------------|
| Cash on hand | \$ 250.00 |
| Checking | \$ 436,608.31 |
| Money market account FNB | \$ 1,885,786.84 |
| CD – Pioneer Bank 3769 | \$ 133,613.29 |
| CD – Pioneer Bank 1011 | \$ 111,886.58 |
| CD - First National Bank | \$ 250,000.00 |
| Property taxes receivable | \$ 517,633.07 |
| Less allowance for doubtful accounts | \$ (217,354.06) |
| Reserve for uncollected taxes | \$ 2,964.45 |
| Prepaid Insurance | \$ 29,820.49 |
| Total Current Assets | \$ 3,151,208.97 |

For the current month Total Revenues were **\$359,932.48**, Total Operating Expenses were **\$42,071.92**. Operating Revenues in Excess of (Less Than) Expenses were **\$317,860.56**.

Action: Laura Huffman moved that the financial report be accepted by the Board. Deana Shelly seconded the motion, and it was unanimously approved by the Board.

VI. PRESENTATION OF COMMITTEE REPORTS

A. Executive Committee: Presented by Randy Karnes, Chair

Randy Karnes discussed the progress of the construction projects required for the opening of the hospital and ER.

B. Budget Committee: Presented by Marjory Pulvino, Chair

Marjory Pulvino reported that the Budget Committee met to discuss the option of investing funds in the investment pools authorized by Texas Legislature. She reported that Tony Sekaly, who represents Texas CLASS, one of the authorized pools, met with Randy Karnes, Marjory Pulvino and Orrin Hargrave. They reported that Tony Sekaly explained that Texas CLASS has two investment opportunities, one that is commercial investments, the other is investments in government securities. The commercial pool pays a higher rate than the government pool. All investments have interest paid daily and can be removed within one day. They have not lost any of the investors' funds. Of the 254 Texas counties, 183 of them invest in investment pools. Orrin Hargrave reported that Trinity County invests in the pools, and has had no problems taking money out of the pools within one day. This liquidity and the daily payment of interest are a great advantage. Also, designated people can monitor the status of the funds at all times through an internet portal. The Budget Committee voted to recommend that the Investment Policy and Strategy amended to allow

investment in Texas Pool and Texas CLASS, and to limit the investments to a maximum of 80% of the TMHD investments.

The proposed amendment to the Investment Policy and Strategy (attached) to allow investment in Texas Pool and Texas CLASS and to limit investments in them to 80% of the TMHD investments was presented to the Board.

Action: Resolution #0002-2023 to amend the Investment and Strategy Policy was signed with approval by each Board member.

C. Election Committee: Cheryl Spearman reported that the election committee met on Feb 17 with committee members present and Randy Karnes and Marjory Pulvino present. The committee members reviewed the incumbents packets and determined that the incumbents were running as unopposed. The election will be cancelled. Billy Goodin is sending our election administrator the certification of unopposed candidate form. This form will be signed by Priscilla Rasbeary and sent back to us. The Board will sign the order of cancellation form at the March board meeting.

D. Community Health Resource Center Report: Presented by Marjory Pulvino, Chair

Presented by Marjory Pulvino, Chair

Marjory Pulvino reported that the grant from EHF was approved and that we will be opening a separate account for those funds at the First National Bank. We are discussing potential locations for the CHRC with MidCoast.

E. Executive Assistant to the Board Report:

Billy Goodin presented the following report for the month.

Month: January 2023

- 1. Facility:** On going construction projects for preparation for inspection.
- 2. Utilities:** None
- 3. Fire and Safety:** Current construction on fire and safety issues and systems inspections.
- 4. HealthPoint (Clinic):** None
- 5. Misc:** Tobacco Settlement-the 2023 Expenditure Statement has been submitted on 2/20/2023. Fund are disbursed in April 2023.
- 6. Petty Cash Report:** Replenishment Verification performed on 1/30/2023: Cash-\$100.00, Cash from check# 21706. Total Cash-\$250.00-Balanced to assigned total of \$250.00. Monthly Petty Cash Verification performed on 2/20/23 Cash \$150.09, Receipts \$99.91 for a total of \$250.00. Balanced to assigned total of \$250.00. Verified by Cheryl Spearman, TMHD Secretary.

- 7. Questions and Comments: None**

VII. PRESENTATION OF MIDCOAST REPORT:

Cheryl Spearman reported on the MidCoast January 24 meeting held in El Campo. All the members presented reports. Each of the five hospital administrators gave their reports. Nathan reported that the big topic of the AMA is the Medicare Advantage plans. Everyone is concerned that these plans will kill critical access hospitals—urban and rural because the reimbursements are quite a bit lower than straight Medicare. Nathan provided handouts with the Medicare Advantage plan impact on Palacios and El Campo hospitals.

Randy Karnes and Cheryl Spearman attended the MidCoast Board strategic planning meeting held in College Station on February 11. Randy reported that John Henderson from TORCH gave a presentation on rural health and legislative updates. Judge Randy Clapp discussed the governance board update and the roles and responsibilities of the organizations that make up the MidCoast health system. Attorney, Fletcher Brown discussed some legal issues and Board member behavior. Nathan Tudor and Brandon Durbin gave reports on the operational state of MidCoast Health System. The next meeting is to be held on February 28 in Bellville.

VIII. UNFINISHED BUSINESS: None

IX. NEW BUSINESS: None

- X. ADJOURNMENT TO CLOSED SESSION, IF REQUIRED** – There was no business requiring a closed session.
- XI. REOPEN MEETING FOR SUBSEQUENT ACTIONS** - There was no business requiring a closed session.
- XII. ADJOURNMENT** – There being no further business, Cheryl Spearman moved to adjourn the meeting; Deana Shelly seconded the motion, and the meeting was adjourned at 7:08 p.m.

Billy Goodin, Executive Assistant to the Board

Date