

**MINUTES OF THE BOARD OF MANAGERS
OF
UMC HEALTH SYSTEM**

MONDAY, JUNE 26, 2023

Mr. Gary Greenstreet, Chairman, called the Board of Managers of University Medical Center to order at 9:17 a.m. on Monday, June 26, 2023. The meeting was held in the board room at University Medical Center, 602 Indiana Avenue, Lubbock, TX.

The Chair confirmed that no one from the public registered to comment.

Mr. Greenstreet welcomed the Board Members and guests and thanked them for attending. The following members and guests were present:

BOARD MEMBERS PRESENT

John DeToledo, M.D.(Interim)	Mont McClendon	Jolyn Wilkins
Gary Greenstreet	Jason Medina	Gladys Whitten, D.M.D.
Curtis Griffith	Laura Vinson	

MEMBERS ABSENT

OTHERS PRESENT

Teresa Barron	Bobbye Hrnecirik	Nick Skeen
Tina Belcher	John Lowe (virtual)	Shane Terrell
Jeff Dane	Brian Payne, M.D.	Terrell Thrasher
Aaron Davis	Spencer Piercy	Amanda Tijerina
Dean Diersing (virtual)	Mike Ragain, M.D.	Kala Waits
Bill Eubanks	Greg Roberts (virtual)	Tammy Williams
Mark Funderburk	Jodene Satterwhite	
Jeff Hill	Zach Sawyer	

INVOCATION

Mr. Mark Funderburk voiced the invocation.

QUORUM

With seven voting members present, a quorum was established.

EXECUTIVE SESSION

The Board of Managers went into a Closed Meeting under Government Code Sections 551.071, 551.072, 551.073, 551.074, 551.076 and 551.085 at 9:18 a.m. to consult with attorney concerning pending or contemplated litigation, settlement offers, and confidential legal matters; to deliberate the purchase, exchange, lease or value of real property, deliberate personnel matters; to deliberate financial planning information relating to negotiation for provision of services or product lines; to deliberate proposed new services or product lines and to review Professional Staff credentials (Health and Safety Code Section 161.031 et seq.).

RECESS: Without objection, the Board agreed to recess at 11:13 a.m. to take a brief break before entering Open Session.

OPEN SESSION

The Board of Managers entered Open Session at 11:19 a.m.

APPROVAL OF THE CONSENT AGENDA ITEMS

The following were presented for approval.

- A. Board of Managers Meeting Minutes – May 22, 2023
- B. Performance Improvement Oversight Committee Meeting Minutes – May 22, 2023
- C. Professional Staff Report
The Professional Staff Report, brought to the June Board meeting, will be reviewed in the Executive Medical Committee meeting held, July 10, 2023.
- D. UMC Health & Wellness Hospital Equipment
The board was provided information on the request to purchase the equipment needed for the UMC Health & Wellness Hospital. Staff recommends the purchase from Zeiss and Getinge, both Premier vendors, for a total cost of \$298,974. This will be paid for out of the 2023 budgeted funds.
- E. X-Ray for Urgent Care
The Board was provided information on the request to purchase the x-ray machine for the Urgent Care Clinic located at the UMC Health & Wellness Hospital. Staff recommends the purchase from Canon, a Premier vendor, for a total cost of \$181,302. This will be paid for out of the 2023 budget funds.
- F. UMC Health & Wellness Hospital Second Floor Furniture Package
The Board was provided with information on the requested furniture package for the second floor of the UMC Health & Wellness Hospital. Staff recommends the purchase from the lowest compliant vendors, OfficeWise and AllStar Business Concepts, for a total cost of \$192,336. This will be paid for out of the 2023 budgeted funds.
- G. UMC Health & Wellness Hospital Third Floor Exam Tables
The Board was provided with information on the request for the exam tables for the third floor at the UMC Health & Wellness Hospital. Staff recommends the purchase from Medline, a Premier vendor, for a total cost of \$56,489. This will be paid for out of the 2023 budgeted funds.

Chairman Greenstreet called for a motion to approve the Consent Agenda items. At this time, Mr. Greenstreet gave members an opportunity to ask questions or voice objections. With no objections, Mr. Greenstreet asked for a motion for the remaining consent agenda items.

ACTION: Mr. McClendon moved to approve the Consent Agenda Items as presented. The motion was seconded by Ms. Vinson and approved unanimously.

PRESIDENT'S REPORT

Mr. Mark Funderburk, President and Chief Executive Officer, reviewed the UMC Strategic Scorecard.

Mr. Funderburk recognized Jeff Hill, Bobbye Hrcirik, Lois Wischkaemper, and Michael Economidis for monitoring numerous Legislative Bills.

Mr. Funderburk complimented Jeff Dane, Nick Skeen, Dr. Brian Payne, and Dr. Mike Ragain for their work with the Master Coordinating Agreement.

Mr. Funderburk congratulated our first graduating class from the Emergency Medicine Residency program at UMC Health System and Texas Tech University Health Sciences Center.

Mr. Funderburk also commented that there have been sixty employees hired for our new Health and

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Wellness Hospital.

After discussion and opportunity for all present to be heard, the Chairman called for a motion.

ACTION: Dr. Whitten moved to accept the President's report as presented. The motion was seconded by Mr. Griffith and approved unanimously.

CHIEF FINANCIAL OFFICER'S REPORT

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, reviewed the May 2023 financial statements. It was the staff's recommendation to approve as presented.

Following discussion and opportunity for all present to ask questions, the Chairman called for a motion.

ACTION: Ms. Wilkins moved to accept the May financial statements as presented. The motion was seconded by Mr. McClendon and approved unanimously.

TTUHSC REPORT

This report was deferred.

BID PROPOSALS AND SERVICE AGREEMENTS

The Board considered all of the following bid proposals and service agreements.

A. UMC Health & Wellness Hospital Second and Third Floor GMP Proposal

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital, Second and Third Floor GMP Proposal to the Board. Mr. Skeen explained that this request is to execute the guaranteed maximum pricing proposal for finish out on the second and third floor at the UMC Health & Wellness Hospital.

Staff recommends the execution of the agreement with Whiting-Turner and Lee Lewis in the amount of \$12,727,201. This will be paid for out of the 2023 budgeted funds.

B. UMC Health & Wellness Hospital Furniture Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital Furniture Package to the Board. Mr. Skeen stated that this request is to award the furniture bid package for the UMC Health & Wellness Hospital.

Staff recommends the purchase from the lowest compliant vendors, 1st Class Solutions, OfficeWise and AllStar Business Concepts, for a total cost of \$695,240. This will be paid for out of the 2023 budgeted funds.

At this time, Mr. Greenstreet gave members an opportunity to ask questions or voice objections. With no objections, Mr. Greenstreet asked for a motion. Mr. Greenstreet abstained from voting.

ACTION: Mr. McClendon moved to accept staff's recommendation as presented. The motion was seconded by Ms. Vinson and approved unanimously.

C. UMC Health & Wellness Hospital Second and Third Floor Tile Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital, Second and Third Floor Tile Package to the Board. Mr. Skeen stated that this request is to award the tile subcontractor bid package for the second and third floors at the UMC Health & Wellness Hospital.

Staff recommends the purchase from the lowest complaint vendor, Collins Tile, for a total cost of \$86,047. This will be paid for out of the 2023 Operational Budget funds.

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D. UMC Health & Wellness Hospital Second and Third Floor Flooring Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital, Second and Third Floor Flooring Package to the Board. Mr. Skeen explained that this request is to award the flooring contractor bid package for the second and third floors at the UMC Health & Wellness Hospital.

Staff recommends the purchase from the lowest compliant vendor, Exposed Design Group, for a total cost of \$316,521. This will be paid for out of the 2023 budgeted funds.

E. Cancer Center Commissioning Agreement

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the Cancer Center Commissioning Agreement to the Board. Mr. Skeen explained that this request is to approve the commissioning agreement for the mechanical equipment and plumbing for the new Cancer Center.

Staff recommends the execution of the Cancer Center Commissioning agreement with Heideman Associates, Inc. in the amount of \$325,000. This will be paid for out of the 2023 budgeted funds.

F. UMC Health & Wellness Hospital Second and Third Floor Painting Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital Second and Third Floor Painting Package to the Board. Mr. Skeen explained that this request is to award the painting subcontractor bid package for the second and third floors of the UMC Health & Wellness Hospital.

Staff recommends the purchase from the lowest compliant vendor, Dean Hagler LTD, for a total cost of \$241,235. This will be paid for out of the 2023 budgeted funds.

G. UMC Health & Wellness Hospital Second and Third Floor Fire Protection Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital Second and Third Floor Fire Protection Package to the Board. Mr. Skeen explained that this request is to award the fire protection subcontractor bid package for the second and third floors of the UMC Health & Wellness Hospital to the Board.

Staff recommends the purchase from the lowest compliant vendor, Service Fire, Inc., for a total cost of \$76,350. This will be paid for out of the 2023 budgeted funds.

H. UMC Health & Wellness Hospital Third Floor Furniture Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital Third Floor Furniture Package to the Board. Mr. Skeen explained that this request is to award the furniture package for the third floor of the UMC Health & Wellness Hospital.

Staff recommends the purchase from the lowest complaint vendors, OfficeWise and AllStar Business Concepts, for a total cost of \$287,005. This will be paid for out of the 2023 budgeted funds.

I. UMC Health & Wellness Hospital Second and Third Floor Specialties Package

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital, Second and Third Floor Specialties Package to the Board. Mr. Skeen explained that this request is to award the specialties equipment subcontractor bid package for the second and third floors of the UMC Health & Wellness Hospital.

Staff recommends the purchase from the lowest compliant vendor, Spectrum, for a total cost of \$300,664. This will be paid for out of the 2023 budgeted funds.

J. Cath Labs 1 & 2

Mr. Nick Skeen, Executive Vice President for Service Line Development and Chief Operating Officer, presented the UMC Health & Wellness Hospital, Cath Labs 1 and 2 to the Board. Mr. Skeen explained that this request is to renovate Cath Labs 1 and 2 to remove excess cabling and

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make ready for the new equipment that is expected to arrive in October.

Staff recommends the job order contract from WR Construction, for a total cost of \$1,404,265. This will be paid for out of the 2023 budgeted funds.

K. Datacenter Server Replacement

Mr. Shane Terrell, Senior Vice President of I.T. Operations, presented the Data Center Server Replacement to the Board. Mr. Terrell explained that this technology will replace the existing server environment in the UMC datacenter. The current server technology will reach end-of-support life in 2024.

Staff recommends the purchase from Calian, a Premier vendor, for a total cost of \$706,329. This will be paid for out of the 2023 budgeted funds.

At this time, Mr. Greenstreet gave members an opportunity to ask questions or voice objections. With no objections, Mr. Greenstreet asked for a motion for agenda items A and C-K.

ACTION: Ms. Vinson moved to accept staff's recommendation as presented. The motion was seconded by Mr. McClendon and approved unanimously.

AGREEMENTS, PROPOSALS AND DISCUSSION ITEMS

A. CBORD Software Upgrade

Mr. Jeff Hill, Senior Vice President of Support Services and Government Relations, presented the CBORD Software Upgrade to the Board. Mr. Hill explained that this hardware and software upgrade is for the point-of-sale system, which is at end of life and in need of an upgrade to secure credit card transaction data. This vendor will provide an upgrade to the existing software and hardware system, migrate existing and new data to the Symphony Cloud, as well as provide on-site staff training. The total compensation associated with this agreement is \$117,075.51. The breakdown is as follows: \$23,753.40 for hardware and \$66,380 for software and migration. \$10,764.01 for travel and training and \$19,230 in annual usage fees; the usage fee will drop to \$17,348 starting in year two. Starting in year three, the annual fee becomes part of the annual fee assessed as part of the original document, which is adjusted by the annual Consumer Price Index. This two-year term is an addendum to the original agreement. The original agreement does not expire for three additional years.

B. Master Coordinating Agreement

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, presented a financial summary of the Master Coordinating Agreement and associated ancillary agreements with Texas Tech University Health Sciences Center. The MCA governs the relationship between UMC and TTUHSC. This agreement covers resident funding, medical directorships, program directorships, call coverage, department support, physician support, rent space, and funding associated with care provided for LCMH patients. The ancillary agreements each have their own effective dates and terms. These agreements provide support for departments, division or individual physicians for services provided. The MCA contract is effective July 1, 2023 through June 30, 2024.

At this time, Mr. Greenstreet gave members an opportunity to ask questions or voice objections. With no objections, Mr. Greenstreet asked for a motion.

ACTION: Ms. Wilkins moved to accept staff's recommendation as presented. The motion was seconded by Dr. Whitten and approved unanimously.

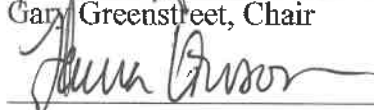
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With no further business to come before the Board, the Chair adjourned the meeting at 11:56 p.m.

APPROVED:



Gary Greenstreet, Chair



Laura Vinson, Secretary

APPROVED AS TO FORM:



Teresa Barron, Executive Assistant
Bid Proposals and Agreements



Tina Belcher, Executive Assistant