

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

MONDAY, OCTOBER 23, 2023

Mr. Gary Greenstreet, Chairman, called the Board of Managers of University Medical Center to order at 9:10 a.m. on Monday, October 23, 2023. The meeting was held in the board room at University Medical Center, 3502 9th Steet, MOP I, Suite 360, Lubbock, TX 79415.

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.
Gary Greenstreet
Curtis Griffith

Mont McClendon
Jason Medina
Laura Vinson

Jolyn Wilkins
Gladys Whitten, D.M.D.

MEMBERS ABSENT

OTHERS PRESENT

Teresa Barron
Tina Belcher
Betty Cornell (virtual)
Jeff Dane
Aaron Davis
Dean Diersing
Kristi Duske
Bill Eubanks
Mark Funderburk
Jera Gentry

Adonica Hall
Allan Haynes, M.D.
Bobbye Hrcirik (virtual)
Brent King (virtual)
John Lowe
Amy O'Meara (virtual)
Brian Payne, M.D.
Britt Pharris
Mike Ragain, M.D.
Greg Roberts (virtual)

Jodene Satterwhite (virtual)
Jill Shanklin (virtual)
Nick Skeen
Shane Terrell
Terrell Thrasher
Amanda Tijerina
Kala Waits
Phillip Waldmann
Tammy Williams
Chris Clark-Forvis Staff
Andrea Sartin-Forvis Staff

INVOCATION

Mr. Mark Funderburk voiced the invocation.

QUORUM

With seven voting members present, a quorum was established.

OPEN SESSION

The Board of Managers entered Open Session at 9:10 a.m.

**ANNUAL REPORT OF THE UMC AND UMCP
INDEPENDENT FINANCIAL AUDIT**

Mr. Terrell Thrasher, Senior Vice President of Finance, introduced Mr. Chris Clark and Ms. Andrea Sartin from Forvis, CPAs and Advisors. With the aid of PowerPoint slides, Mr. Clark and Ms. Sartin reported on the 2022 independent financial audit. The financial statements reviewed were the balance sheets, statements of revenue, expenses, changes in net position, and statements of cash flows. It was the auditor's opinion that these financial statements were presented fairly, in all material respects, the financial position of the Lubbock County Hospital District as of December 31, 2022, and 2021, and the changes in its financial position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United State of America.

Following discussion and opportunity for all members to ask questions of Mr. Clark, Chairman Greenstreet asked for a motion.

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ACTION: Ms. Wilkins moved to accept the audit as presented. The motion was seconded by Mr. Griffith and approved unanimously.

At this time, Mr. Clark and Ms. Sartin exited the meeting.

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 9:28 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 10:40 a.m. to take a brief break before entering Open Session.

OPEN SESSION

The Board of Managers entered Open Session at 10:49 a.m.

APPROVAL OF THE CONSENT AGENDA ITEMS

The following were presented for approval.

- A. Board of Managers Meeting Minutes – September 25, 2023
- B. Performance Improvement Oversight Committee Meeting Minutes – September 25, 2023
- C. Professional Staff Report
The Board was provided a report of recommendations from the Executive Committee Meeting held on October 2, 2023, including Applicants to Staff, Ad Hoc Applicants to Staff, Temporary Privileges, Resignations, Active Reappointments, and Referring Reappointments.
- D. Contract Management Report
The Board was provided a report of UMC's contract management system report. The data is completed for the Det Norske Veritas (DNV) survey and is for information purposes.
- E. EGD Tower (2)
The Board was provided with the EGD tower request. Staff recommends the purchase from Olympus, a Premier vendor, for a total of \$149,843. This will be paid for out of the 2023 budgeted funds.
- F. Electric Pen (2)
The Board was provided with the C-Arm request. Staff recommends the purchase from Synthes, a Premier vendor, for a total cost of \$60,817. This will be paid for out of the 2023 budgeted funds.
- G. Wireless 4K Surgical Display (2)
The Board was provided with the wireless 4K surgical display. Staff recommends the purchase from Stryker, a Premier vendor, for a total cost of \$100,663. This will be paid for out of the 2023 budgeted funds.
- H. Heart Tower
The Board was provided with the Heart Tower request. Staff recommends the purchase from Stryker, a Premier vendor, for a total cost of \$98,781. This will be paid for out of the 2023 budgeted funds.
- I. EKG Replacement Program (18)
The Board was provided with the details for the EKG replacement program. Staff recommends the

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purchase from Cerner, a Premier vendor, for a total cost of \$233,893. 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 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 was pleased to announce that UMC was selected by Becker's as the winner of the Large Hospital Award for Excellence in Patient Experience.

Mr. Funderburk discussed informational packets that will be sent to physicians in the 79424 and 79423 area codes of Lubbock, identifying the differences between Level 1 Trauma (UMC Trauma Center) and Level 4 Trauma (Health & Wellness Emergency Center) as well as Emergency Centers and Urgent Care.

Mr. Funderburk mentioned that the UMC Health & Wellness Hospital will be celebrating their Grand Opening the week of November 28, 2023, through December 1, 2023, and with several events planned. The official opening date will be December 4, 2023, at 7:00 a.m.

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

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

CHIEF FINANCIAL OFFICER'S REPORT

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, reviewed the September 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 September financial statements as presented. The motion was seconded by Mr. McClendon and approved unanimously.

TTUHSC REPORT

This report was deferred.

NEONATAL DESIGNATION APPROVAL

Ms. Jill Shanklin, Vice President for Nursing Excellence, presented the Neonatal Designation of Approval to the board.

WHEREAS UMC Health System strives to provide optimal care to the medically ill neonate, and

WHEREAS UMC Health System seeks to provide high quality, safe neonatal care, and

WHEREAS UMC Health System desires to operate as a Level IV Neonatal Care Intensive Care Unit verified by the Texas Department of State Health Services, and

WHEREAS the Hospital Governance staff is committed to the care of the medically ill neonatal patient by supporting:

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1. *Dedicated personnel and resources specific to the neonatal program*
2. *Physical contracts and credentialing for neonatal response*
3. *Neonatal clinical standards*
4. *Support for neonatal education for program staff, physicians, and ancillary support staff*
5. *Public outreach programs*
6. *Community, regional and statewide leadership*

Be it resolved that the Hospital Governance staff of UMC Health System hereby pledge full commitment to the care and treatment of all neonatal patients as part of its desire to become a verified and designated Level IV Neonatal Intensive Care Unit.

Be it further resolved that this medical center is willing and committed to devoting the personnel, facilities, equipment, and financial resources necessary to achieve this designation.

Be it further resolved that the Hospital Governance Staff commits to maintain the highest of standards needed to provide optimal care of all neonatal patients.

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. Vinson moved to accept staff's recommendation of the Neonatal Designation Approval as presented. The motion was seconded by Dr. Whitten and approved unanimously.

BID PROPOSALS AND SERVICE AGREEMENTS

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

A. DaVinci Dual Console System

Ms. Adonica Hall, Vice President of Surgical Services, presented the Da Vinci Dual Console System to the Board. Ms. Hall explained that this robot is requested due to increased volumes for robot surgeries and for recruitment of difficult to recruit medical staff. This would be UMC's third Davinci robot.

Staff recommends the purchase from Intuitive Surgical, a Premier vendor, for a total cost of \$2,227,500. This will be paid for out of the 2024 budgeted funds.

B. ION Bronchoscopy Robot

Ms. Adonica Hall, Vice President of Surgical Services, presented the ION Bronchoscopy Robot to the Board. Ms. Hall explained that this request is an equipment replacement for the navigated bronchoscopy that was recalled in July. The ION will allow staff to perform the lung biopsy in the very distal ends of the lungs along with the identification of much smaller tumors. Cancer will be able to be diagnosed much earlier with this robot.

Staff recommends the purchase from Intuitive Surgical, a Premier vendor, for a total cost of \$587,500. This will be paid for out of the 2023 unbudgeted funds.

C. CIOS Spin Mobile C-Arm

Ms. Adonica Hall, Vice President of Surgical Services, presented the CIOS Spin Mobile C-Arm to the Board. Ms. Hall explained that this c-arm request is being purchased for use with the ION bronchoscopy robot. When paired with the ION, this equipment allows for more in depth visualization of the lungs and improves accuracy for the bronchoscopy biopsy.

Staff recommends the purchase from Siemens, a Vizient vendor, for a total cost of \$340,043. This will be paid for out of the 2023 unbudgeted funds.

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D. Balloon Pump

Ms. Adonica Hall, Vice President of Surgical Services, presented the Balloon Pump to the Board. Ms. Hall explained that this request is to replace an aging fleet of balloon pumps. The AC3 Optimus Intra-Aortic Balloon Pump provides intra-beat inflation timing accuracy across a wide range of patient conditions, including those with several arrhythmias. Additionally, it has become increasingly difficult to procure the disposables for the current machines.

Staff recommends the purchase from Teleflex, a Premier vendor, for a total cost of \$254,186. This will be paid for out of the 2023 budgeted funds.

E. Dental Imaging RFP

Mr. Nick Skeen, Executive Vice President and Chief Operating Officer of Service Line Development, requested that any and all bids be rejected for this request.

F. Employee Screening RFP

Mr. Phillip Waldmann, Executive Vice President and Chief Operating Officer of Operations, requested that any and all bids be rejected for this request.

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

AGREEMENTS, PROPOSALS AND DISCUSSION ITEMS

A. SHI/Microsoft Agreement

Mr. Shane Terrell, Senior Vice President for Information Technology Operations, presented the SHI Microsoft Agreement to the Board. Mr. Terrell explained that this request is for additional Microsoft 365 licenses. As UMC and UMCP add employees, contingent workers and qualifying contractors, licenses are reserved with Microsoft. These license reservations are added on as an as-needed basis, based on the number of workers UMC has, and the current licenses that are owned. This includes normal employee growth, as well as growth for the new employees for the UMC Health & Wellness Hospital. This agreement is part of the existing Microsoft Enterprise agreement. The compensation for this agreement is \$89,206 per year. The term of this agreement is October 1, 2023, through September 30, 2025.

B. ICU Medical Agreement

Ms. Adonica Hall, Vice President of Surgical Services, presented the ICU Medical Agreement to the Board. Ms. Hall explained that this request is to add wireless capability to syringe pumps already purchased. Without this addition, each pump will have to be individually connected to a computer when software updates are needed. A one-time payment of \$24,000 will be made for the upgrade and the annual subscription is \$35,125.20. The term of this agreement is September 27, 2023, through May 21, 2024.

C. Quarterly Investment Report

Mr. Terrell Thrasher, Senior Vice President of Finance presented the Quarterly Investment Report to the Board. Mr. Thrasher explained that the portfolio market value on September 30, 2023, is \$397,957,459, with an overall yield of 4.77%. Mr. Thrasher also presented the yield benchmarks, investment composition and detailed investment analysis and maturities for the quarter.


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

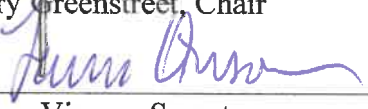
With no further business to come before the Board, the Chair adjourned the meeting at 11:38 a.m.

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APPROVED:

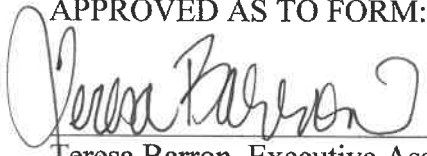


Gary Greenstreet, Chair

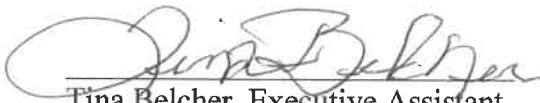


Laura Vinson, Secretary

APPROVED AS TO FORM:



Teresa Barron, Executive Assistant
Consent, Bid Proposals and Agreements



Tina Belcher, Executive Assistant