

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

**MONDAY, JUNE 24, 2024**

Dr. Gladys Whitten, Chairman, called the Board of Managers of University Medical Center to order at 9:25 a.m. on Monday, June 24, 2024. The meeting was held in the board room at University Medical Center, 602 Indiana Avenue, Lubbock, TX.

Dr. Whitten confirmed that Mr. Brent Evans, community member, attended the board meeting as a guest.

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

**BOARD MEMBERS PRESENT**

Gary Greenstreet  
Mont McClendon  
Jason Medina

Mikella Newsom  
Laura Vinson

Jolyn Wilkins  
Gladys Whitten, D.M.D.

**MEMBERS ABSENT**

John DeToledo, M.D.

**OTHERS PRESENT**

Teresa Barron  
Tina Belcher  
Jeff Dane  
Aaron Davis  
Dean Diersing  
Bill Eubanks  
Mark Funderburk  
Adonica Hall (virtual)  
Allan Haynes, M.D.  
Jeff Hill

Bobbye Hrcirik (virtual)  
John Lowe  
Steven Maddux  
Amy O'Meara (virtual)  
Brian Payne, M.D.  
Spencer Piercy  
Mike Ragain, M.D.  
Jodene Satterwhite (virtual)  
Abby Scioli  
Nick Skeen

Amanda Tijerina  
Kala Waits  
Phillip Waldmann  
Tammy Williams  
Chris Clark-Forvis Staff  
Andrea Sartin-Forvis Staff  
Brent Evans- Public Visitor

**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 9:25 a.m.

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

Mr. Steven Maddux, 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 2023 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, 2023, and 2022, 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.

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

ACTION: Mr. Greenstreet moved to accept the audit as presented. The motion was seconded by Ms. Vinson 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 9:46 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 11:36 a.m. to take a brief break before entering Open Session.

**OPEN SESSION**

The Board of Managers entered Open Session at 11:40 a.m.

**APPROVAL OF THE CONSENT AGENDA ITEMS**

The following were presented for approval.

- A. Board of Managers Meeting Minutes – May 20, 2024
- B. Performance Improvement Oversight Committee Meeting Minutes – May 20, 2024
- C. Professional Staff Report  
The Board was provided a report of recommendations from the Executive Committee Meeting held on June 3, 2024, 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. Tivato Microscope  
The Board was provided with the Tivato microscope request. Staff recommends the purchase from Zeiss, a Premier vendor, for a total cost of \$217,035. This will be paid for out of the 2024 budgeted funds.

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

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

**PRESIDENT’S REPORT**

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

Mr. Funderburk mentioned that the UMC Annual Report was distributed to over 30,000 people.

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Mr. Funderburk reported that UMC's government relations efforts continue with hopeful movement regarding site neutrality.

Mr. Funderburk was pleased that Dr. John DeToledo appointed Dr. Brian Schroeder as the Chief Recruiter responsible for working with UMC in the recruitment process.

Mr. Funderburk commented that UMC was nearing a signed contract with AMG of Lafayette, Louisiana, to build a Long-Term Acute Care (LTAC) Hospital near the Business and Technology Center location.

Mr. Funderburk discussed the newly updated lobby and the pediatric flip construction project occurring in the East Tower.

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

**ACTION:** Ms. Newsom moved to accept the President's Report as presented. The motion was seconded by Ms. Wilkins and approved unanimously.

**CHIEF FINANCIAL OFFICER'S REPORT**

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, reviewed the May 2024 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.

**OPIOID RESOLUTION**

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, presented the Opioid Resolution to the Board.

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

**ACTION:** Ms. Wilkins moved to accept the Opioid Resolution as presented. The motion was seconded by Ms. Vinson and approved unanimously.

**TTUHSC REPORT**

This report was deferred.

**BID PROPOSALS AND SERVICE AGREEMENTS**

**A. Furniture Replacement**

Mr. Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the furniture request to the Board. Mr. Skeen explained that the sleeper sofas in the Family Birth Unit Center are approximately twelve years old. The sofas have significant wear and tear with obvious cracking, stains, sinking and wheel lock malfunctions. This request will replace all fifty-seven sofas, four sleeper chairs and seventeen physician stools.

Staff recommends the purchase from Medline, a Premier vendor, for a cost of \$393,921. This will be paid for out of the 2024 budgeted funds.

**B. Cross Functional (DRF) System**

Mr. Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the cross functional DRF to the Board. Mr. Skeen explained that the current

Del Medical Apollo Radiology and Fluoroscopy System in room ten will be more than nine years old and nearing the end of life. The new Philips Combi Diagnostic Full 1.1 RF System

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will be used in conjunction with the current radiology and fluoroscopy systems on the continuous, increasing multitude of fluoroscopic procedures being performed in the diagnostic department by the Radiologists.

Staff recommends the purchase from Philips Healthcare, a TIPS vendor, for a cost of \$475,000. This will be paid for out of the 2024 budgeted funds.

**C. Hybrid Operating Room Number Eight**

Mr. Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the Hybrid Operating Room, number eight to the Board. Mr. Skeen explained that the scope of work includes demoing the ceiling and re-working structural steel to support the new equipment. This request also includes new flooring and paint throughout, along with demoing and running new conduit for power/data required. This also includes re-working supply and return grilles for new equipment orientation.

Staff recommends the lowest compliant vendor, W.R. Construction, for a total amount of \$1,115,870. This will be paid for out of the 2024 budgeted funds.

**D. Pediatric Phase Two Furniture**

Mr. Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the Pediatric Phase Two Furniture request to the Board. Mr. Skeen explained that this request includes sleep furniture, bedside cabinets and shelving.

Staff recommends the purchase from Medline, a Premier vendor, for a total cost of \$287,761. This will be paid for out of the 2024 budgeted funds.

**E. Cancer Center Guaranteed Maximum Price (GMP) Proposal**

Mr. Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the Cancer Center GMP proposal. This GMP includes the demo of existing parking, curbs, concrete sidewalks, and trees located on the project site. New work includes development of the site with new hardscapes and landscape features, and construction and a three-story Cancer Center connected to the existing UMC hospital campus.

Staff recommends the purchase from the lowest compliant vendor, Whiting Turner/Lee Lewis, for a cost of \$93,099,438. This will be paid for out of the 2024 budgeted funds.

Chairman Whitten called for a motion to approve the Bid Proposals and Service Agreements. At this time, Dr. Whitten gave members an opportunity to ask questions or voice objections. With no objections, Dr. Whitten asked for a motion.

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

**AGREEMENTS, PROPOSALS AND DISCUSSION ITEMS**

**A. DAX CoPilot Agreement**

Mr. Bill Eubanks, Executive Vice President, Chief Information Officer, presented the DAX Copilot agreement to the Board. This product is an ambient listening technology that uses AI to interpret and build appropriate provider EMR documentation. This technology will be used in the clinic setting at UMCP to increase efficiency and accuracy of documentation for our providers. This contract is for a pilot group of ten providers at UMCP that will serve as a test group for future potential expansion. The total spend of this agreement is \$61,500, which includes implementation and software. The term of this agreement is twelve months.

**B. Cisco Flex Phone System Licensing Agreement**

Mr. Bill Eubanks, Executive Vice President, Chief Information Officer, presented the Cisco Flex Phone System Licensing Agreement to the Board. Mr. Eubanks explained that this renewal is for the existing Cisco Flex agreement that licenses the phone system used by UMC and UMC Physicians. The annual cost for this renewal is \$129,211.60. This is an

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increase of \$29,000 per year over the annual amount of the prior agreement. This increase is due to increased FTE counts as well as the removal of a license conversion discount that was included on the prior Flex agreement. The total value of this agreement is \$646,058. The term of this agreement is July 1, 2024, through June 30, 2029.

**C. First Quarter Investment Report**

Mr. Steven Maddux, Senior Vice President of Finance, presented the first quarter investment report for 2024 to the Board. Mr. Maddux explained that the portfolio market value on March 31, 2024, is \$396,972,129, with an overall yield of 4.83%. Mr. Maddux also presented the yield benchmarks, investment composition and detailed investment analysis and maturities for the quarter.

**D. Commerce Bank Certificate of Authority and W-9 for a Government Organization**

Mr. Steven Maddux, Senior Vice President of Finance, presented the Commerce Bank Certificate of Authority and W-9 for a Government Organization to the Board. Mr. Maddux explained that due to the departure of Terrell Thrasher, Senior Vice President of Finance, this will necessitate updates. This will give signature authority to the following individuals: Mark Funderbunk, Jeffrey Dane, Steven Maddux, Phillip Waldmann, Nick Skeen and Tammy Williams.

**E. 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, 2024, through June 30, 2025.

Chairman Whitten called for a motion to approve the Agreements, Proposals and Discussion Items. At this time, Dr. Whitten gave members an opportunity to ask questions or voice objections. With no objections, Dr. Whitten asked for a motion.

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


With no further business to come before the Board, the Chair adjourned the meeting at 12:07 p.m.

**APPROVED:**

  
Gladys Whitten, D.M.D., Chair

  
Mont McClendon, Secretary

**APPROVED AS TO FORM:**

  
Teresa Barron, Executive Assistant  
Consent, Bid Proposals and Agreements

  
Tina Belcher, Executive Assistant