MINUTES OF THE BOARD OF MANAGERS
OF
UMC HEALTH SYSTEM

MONDAY, AUGUST 25, 2025

Mark Funderburk, President and Chief Executive Officer, called the UMC Board of Managers meeting to order at 8:00 a.m. on Monday, August 25, 2025. The meeting was held in the UMC Board Room at University Medical Center, 602 Indiana Avenue, Lubbock, Texas.

Ms. Laura Vinson, Chairman, confirmed that no one from the public registered to comment.

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

BOARD MEMBERS PRESENT

Gary Greenstreet	Mikella Newsom	Laura Vinson
Mont McClendon	Tray Payne	Gladys Whitten, D.M.D.
Jason Medina		

MEMBERS ABSENT

John DeToledo, M.D. non-voting

OTHERS PRESENT

Teresa Barron	Allan Haynes, M.D.	Jodene Satterwhite (virtual)
Tina Belcher	Jeff Hill	Jill Shanklin
Betty Cornell (virtual)	Bobbye Hrncirik (virtual)	Nick Skeen
Jeff Dane	John Lowe	Shane Terrell
Aaron Davis	Steven Maddux	Amanda Tijerina
Dean Diersing	Heather Martinez	Kala Waits
Kristi Duske	Amy O'Meara (virtual)	Phillip Waldmann
Bill Eubanks	Brian Payne, M.D.	Tammy Williams
Mark Funderburk	Mike Ragain, M.D.	
Adonica Hall (virtual)	Greg Roberts (virtual)	

INVOCATION

Mr. Mark Funderburk voiced the invocation.

QUORUM

With seven voting members present, a quorum was established.

EMPLOYEE/PROVIDER RECOGNITION

Mike Ragain, M.D. Executive Vice President and Chief Medical Officer, presented the House Staff of the Month, Hannah Moore, M.D. and the Attending of the Month, Cyrus Caroom, M.D. The Employee of the Month, Luis Gomez, was presented by, Phillip Waldmann, Executive Vice President, Operations and Chief Operating Officer.

Chairman Vinson temporarily adjourned Open Session at 8:09 a.m. to enter into the Performance Improvement Oversight Committee Meeting.

OPEN SESSION

The Board of Managers reconvened into Open Session at 8:39 a.m.

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 8:39 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 10:05 a.m., for a brief break.

OPEN SESSION

The Board of Managers reconvened Open Session at 10:25 a.m.

APPROVAL OF THE CONSENT AGENDA ITEMS

The following were presented for approval.

A. Minutes-Performance Improvement Oversight Committee – July 28, 2025

B. Minutes-Regular Board of Managers – July 28, 2025

C. Professional Staff Report
The Board was provided with a report of recommendations from the Executive Committee Meeting held on August 4, 2025, 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 with 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. Infant Security Cabling
The Board was provided with the Infant Security Cabling request. All wiring for the new HUGS Infant Security System must be replaced. This requirement was not identified during the purchase process. The scope includes replacing cabling at existing locations and installing new cable runs to support system expansion. Staff recommend the purchase from CSI: Lubbock, a TIPS vendor, for a total cost of $134,567. This will be paid for out of the 2025 undesignated funds.

F. Ultrasound
The Board was provided with the Ultrasound request. This request is for an additional ultrasound for UMC Health & Wellness Hospital, which is needed due to increases in case volume between the Cath Lab and Anesthesia. Staff recommends the purchase from GE Healthcare, an HPG vendor, for a total cost of $57,470. This will be paid for out of the 2025 budgeted funds.

G. MP to MX Patient Monitoring Upgrades
The Board was presented with a request for MP to MX Patient Monitoring Upgrades. All MP Philips monitors are at end-of-life, with a total of twenty-four in-house. There are eight MP30 monitors—three in NICU, two in Cath Lab, two in Day Surgery, and one in FBC—and sixteen MP50 monitors—one in PACU, twelve in Day Surgery, and three in Biomed. Six MX monitors from the CVICU replacement project will be used for the MP-to-MX monitor conversion. Nine MX monitors are currently in storage, and this request is to purchase the remaining nine MX monitors needed to complete the conversion. Staff recommends the purchase from Philips Healthcare, an HPG vendor, for a total cost of $114,779. This will be paid for out of the 2025 unbudgeted funds.

H. Xeleris Nuc Med Workstations (2)
The Board was provided with a request for the Xeleris Nuc Med Workstations. A request was presented to replace two nuclear medicine workstations currently running on Windows 7. The upgrade will transition the workstations to the latest Xeleris V platform. These mobile workstations enhance accuracy, efficiency, and reproducibility in organ segmentation. The new system incorporates deep learning–based applications capable of automatically segmenting lung lobes for preoperative functional assessment in lung cancer cases, as well as segmenting the lungs and trachea for evaluation of pulmonary embolism cases. Staff recommends the purchase from GE Healthcare, a GE vendor, for a total cost of $94,555. This will be paid for out of the 2025 unbudgeted funds.

Chairman Vinson called for a motion to approve the Consent Agenda items. At this time, Ms.

Vinson gave members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson 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 Dr. Whitten.

PRESIDENT'S REPORT

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

Mr. Funderburk mentioned that the new Strategic Plan for 2025-2030 will be distributed to UMC Staff beginning in September 2025.

Mr. Funderburk was pleased to host the grand opening of the new Panda Playground.

Mr. Funderburk provided an update on the UMC TLC2 Cancer Center, noting that its opening is planned for April 2026.

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

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

CHIEF FINANCIAL OFFICER'S REPORT

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, reviewed the July 2025 financial statements. It was the staff's recommendation to approve as presented.

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

ACTION: Mr. McClendon moved to accept the July financial statements as presented. The motion was seconded by Ms. Newsom 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. Inhaled Nitrous Oxide Request For Proposal (RFP)
Jeff Hill, Senior Vice President, Support Services and Government Relations, presented the Inhaled Nitrous Oxide RFP to the Board. Mr. Hill explained that information was presented on inhaled nitric oxide (iNO_2), a medical gas used to treat severe respiratory failure by relaxing pulmonary blood vessels and improving oxygen delivery. In pediatrics, iNO_2 is primarily used for newborns with persistent pulmonary hypertension to help avoid invasive interventions. In adults, it is used in cases such as acute respiratory distress syndrome (ARDS) and pulmonary hypertension during or after cardiac surgery to stabilize patients and improve outcomes. iNO_2 provides a targeted, short-term therapy that can be lifesaving for critically ill patients.

Staff recommends the purchase from the best and lowest compliant vendor, Vero, for a total cost of $575,000. This will be paid for out of the 2025 operational funds.

B. CVICU Patient Monitoring Equipment
Heather Martinez, Senior Vice President of ICU Services, presented the CVICU Patient Monitoring Equipment to the Board. Ms. Martinez explained that CVICU currently has an incorrect model of monitor, using a stepdown version with only six waveform and three module capability, whereas all other ICUs have eight waveform capability. For critical patients, monitoring all eight waveforms is often necessary, and the current workaround of switching modules is inefficient and unsafe. The recommended upgrade to the Philips MX

750 will provide larger screens for improved visibility from inside and outside patient rooms and full eight-waveform monitoring. Philips is offering a catalyst rebate of $28,708 for the trade-in of 24 MP monitors.

Staff recommends the purchase from Philips Healthcare, an HPG vendor, for a total cost of $401,528. This will be paid for out of the unbudgeted funds for 2026.

C. IMCU Patient Monitoring Equipment
Heather Martinez, Senior Vice President of ICU Services, presented the IMCU Patient Monitoring Equipment to the Board. Ms. Martinez explained that a request was presented to add two telemetry surveillance stations, eighteen monitor mounts, twenty-four sets of cables, and twenty-two of all four measurement modules to the new IMCU department as part of the final phase of the pedi/neuro flip project.

Staff recommends the purchase from Philips Healthcare, an HPG vendor, for a total cost of $261,755. This will be paid for out of the 2026 unbudgeted funds.

D. BATC CBO Renovation
Nick Skeen, Executive Vice President, Service Line Development and Chief Operating Officer, presented the BATC CBO Renovation to the Board. Mr. Skeen explained that this project request is to renovate the current Patient Financial Services area in order to add workstations and relocate UMCP CBO employees from Security Park to the Business and Technology Center. This request is specifically for the purchase of employee cubicles to outfit the renovated space.

Staff recommends the purchase from 1st Class Solutions, an HPG vendor, for a total cost of $185,993. This will be paid for out of the 2025 unbudgeted funds.

Chairman Vinson called for a motion to approve the BATC CBO Renovation request. At this time, Ms. Vinson gave members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson asked for a motion.

ACTION: Mr. McClendon moved to accept the staff's recommendation as presented. The motion was seconded by Ms. Newsom and approved unanimously. Mr. Greenstreet abstained from voting.

E. Epic Mobile Devices
Shane Terrell, Senior Vice President of Information Technology Operations, presented the Epic Mobile Devices to the Board. Mr. Terrell explained that this purchase request was presented for iPhone 16e mobile devices to be deployed as part of the Epic go-live. The Epic Rover application will run on these devices, replacing the current Zebra TC52 units used with Cerner CareAware. The purchase also includes Imprivata SmartHubs for charging and device checkout/in management, iPhone cases, multi-port chargers for areas not using SmartHubs, and Dell PCs to be deployed in conjunction with the SmartHubs.

Staff recommends the purchase from Imprivata, Connection, Dell and Amazon, for a total cost of $701,517. This will be paid for out of the 2025 budgeted funds.

F. MOP II Boiler Replacement (2)
Phillip Waldmann, Executive Vice President, Operations and Chief Operating Officer, presented the MOP II Boiler Replacement to the Board. Mr. Waldmann reported that the existing boilers have reached the end of their serviceable life and are now obsolete and unrepairable. Parts are discontinued, manufacturer support is no longer available, and ongoing performance issues present risks to reliability, safety, and compliance. Multiple maintenance attempts have been unsuccessful, and repair is no longer a viable option.

Staff recommends the purchase from Texas Airsystems, a TIPS vendor, for a total cost of $336.211. This will be paid for out of the 2025 unbudgeted funds.

G. Control Air Compressors
Phillip Waldmann, Executive Vice President, Operations and Chief Operating Officer, presented Control Air compressors to the Board. Mr. Waldmann explained that this request is for an upgraded control air compressor to provide a reliable, code-compliant source of clean,

dry compressed air for critical hospital support systems. The upgrade will eliminate SPD's noncompliant tie-in to the Medical Air line (per DNV) and supply properly conditioned air to sensitive equipment in the Microbiology Lab. By consolidating these needs into a dual-compressor system, the project will ensure compliance, operational reliability, and uninterrupted hospital support while reducing maintenance risks and costs.

Staff recommends the purchase from the best and lowest compliant vendor, Brandon and Clark, for a total cost of $478,239. This will be paid for out of the 2025 unbudgeted funds.

Chairman Vinson called for a motion to approve the items A, B, C, E, F and G from the Bid Proposals and Service Agreements. At this time, Ms. Vinson gave members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson asked for a motion.

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

AGREEMENTS, PROPOSALS AND DISCUSSION ITEMS

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

A. Quarterly Investment Report
Steven Maddux, Senior Vice President of Finance, presented the second quarter 2025 investment review to the Board. Mr. Maddux explained that as of June 30, 2025, the portfolio's market value was $316,563,636, with an overall yield of 3.97%. Mr. Maddux also reviewed the yield benchmarks, investment composition and provided a detailed analysis of the investments and maturities for the quarter.

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

ACTION: Dr. Whitten 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 10:56 a.m.

APPROVED:

Laura Vinson, Chair

Jason Medina, Secretary

APPROVED AS TO FORM:

Teresa Barron, Executive Assistant
Consent, Bid Proposals and Agreements

Tina Belcher, Executive Assistant