MINUTES OF THE BOARD OF MANAGERS
OF
UMC HEALTH SYSTEM

MONDAY, JUNE 22, 2026

Ms. Laura Vinson, Chairman, called the UMC Board of Managers meeting to order at 8:00 a.m. on Monday, June 22, 2026. The meeting was held in the UMC Board Room at University Medical Center, 602 Indiana Avenue, Lubbock, Texas.

Ms. 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

John De Toledo, M.D. (non-voting)
Gary Greenstreet
Mont McClendon
Mikella Newsom
Tray Payne
Laura Vinson
Gladys Whitten, D.M.D.

BOARD MEMBERS ABSENT

Jason Medina

OTHERS PRESENT

Teresa Barron
Tina Belcher
Scott Bradley
Jeff Dane
Aaron Davis
Dean Diersing
Kristi Duske
Bill Eubanks
Mark Funderburk
Glen Frick (virtual)
Adonica Hall (virtual)
Jeff Hill
Bobbye Hrncirik (virtual)
John Lowe
Steven Maddux (virtual)
Amy O'Meara (virtual)
Brian Payne, M.D.
Chris Piel, M.D.
Amber Poe (virtual)
Mike Ragain, M.D.
Greg Roberts (virtual)
Abigail Scioli (virtual)
Jill Shanklin (virtual)
Nick Skeen
Amanda Tijerina
Shane Terrell (virtual)
Phillip Waldmann
Tammy Williams

INVOCATION

Mr. Mark Funderburk voiced the invocation.

QUORUM

With six voting members present, a quorum was established.

EMPLOYEE/PROVIDER RECOGNITION

Mike Ragain, M.D., Executive Vice President and Chief Medical Officer, presented the June House Staff of the Month, Paige Wells, D.O., the June Attending of the Month, Drew Payne, D.O. Betty Cornell, Senior Vice President of Med/Surg Services, presented the June Employee of the Month, Missy Dial-High.

Chairman Vinson temporarily adjourned Open Session at 8:13 a.m. to enter into the Performance Improvement Oversight Committee Meeting.

OPEN SESSION

The Board of Managers reconvened into Open Session at 8:33 a.m. and agreed to take a brief break.

ANNUAL REPORT OF THE UMC AND UMCP INDEPENDENT FINANCIAL AUDIT

Mr. Steven Maddux, Senior Vice President of Finance, introduced Ms. Andrea Sartin from Forvis, CPA and Advisor. With the aid of PowerPoint slides, Ms. Sartin reported on the 2025 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, 2025, and 2024, 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 Ms. Sartin, Chairman Vinson asked for a motion.

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

At this time, 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 8:57 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 10:45 a.m.

OPEN SESSION

The Board of Managers reconvened Open Session at 10:48 a.m.

UMC FOUNDATION ANNUAL AUDIT REPORT

Misti Welch, Vice President and Chief Philanthropy Officer, introduced Mr. Brent Redford with Robinson Burdette Martin and Seright, L.L.P. Mr. Redford presented the 2025 UMC Foundation financial audit. The financial statements that were audited included statements of the financial position as of December 31, 2025. The related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements were also presented. It was the auditor's opinion that these financial statements were presented fairly, in all material respects, and that the financial position of the Foundation as of December 31, 2025. The changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

It was the staff's recommendation to approve the Foundation Annual Financial Audit as presented.

> ACTION: Mr. McClendon moved to approve the Foundation Annual Financial Audit as presented. The motion was seconded by Mr. Payne and approved unanimously.

At this time, Mr. Redford exited the meeting.

APPROVAL OF THE CONSENT AGENDA ITEMS

The following were presented for approval.

A. Minutes-Performance Improvement Oversight Committee – May 18, 2026

B. Minutes-Regular Board of Managers-May 18, 2026

C. Professional Staff Report
The Board was provided with a report of recommendations from the Executive Committee Meeting held on June 1, 2026, 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.

Chairman Vinson called for a motion to approve the Consent Agenda items. Ms. Vinson provided members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson asked for a motion for the Consent Agenda items.

ACTION: Dr. Whitten moved to approve the Consent Agenda Items as presented. The motion was seconded by Mr. Greenstreet 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 the 2026 Annual Report was ready for distribution to the community. Also, Mr. Funderburk recognized the excellent work of the UMC Marketing Department in preparing the annual report.

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

ACTION: Mr. McClendon 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 May 2026 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. Payne moved to accept the May 2026 financial statements as presented. The motion was seconded by Mr. Greenstreet and approved unanimously.

EMPLOYMENT AGREEMENT-CHIEF MEDICAL OFFICER

Kristi Duske, Chief Legal Officer and Senior Vice President, presented the Employment Agreement for the Chief Medical Officer.

After an opportunity for comments and questions, Ms. Vinson asked for a motion.

ACTION: Dr. Whitten moved to accept the Employment Agreement for the Chief Medical Officer 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. Aeos Exoscope
Adonica Hall, Vice President of Surgical Services, presented the Aeos Exoscope request to the Board. Ms. Hall explained that the Aesculap Aeos is a robotic-assisted digital surgical microscope used in complex procedures such as neurosurgery, spinal operations, and ENT (Ear, Nose, and Throat). It replaces traditional optical microscopes by providing immersive 3D digital visualization and a multi-axis robotic arm for "hands-free" camera positioning.

Staff recommends purchasing this sole-source item, which is exempt from competitive bidding, from Aesculap for a total cost of $538,262. This will be paid for out of the 2026 budgeted funds.

B. Mammography Machines
Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the mammography machines. Mr. Skeen stated that the Hologic Dimensions system is an advanced mammography machine used for breast cancer screening and diagnosis. It utilizes high-resolution 3D breast tomosynthesis to capture multiple-layered images, allowing radiologists to see through overlapping breast tissue. This request is to replace two machines and upgrade three others to the same software platform.

Staff recommends the purchase from Hologic, an HPG vendor, for a total cost of $1,154,673. This will be paid for out of the 2026 budgeted funds.

C. Kings Park Roof Replacement
Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the Kings Park roof replacement to the Board. Mr. Skeen stated that this request is to replace the roof on the Kings Park building.

Staff recommends the purchase from WR Construction, a job order contract, for a total cost of $192,267. This will be paid for out of the 2026 budgeted funds.

D. EMS Station #14
Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the EMS Station #14 to the Board. Mr. Skeen explained that this request is to reject all bids relating to the EMS Station #14 RFP.

Staff recommends rejecting all bids related to EMS Station #14.

E. MOP I 3rd and 4th Floor Renovation
Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the MOP I, 3rd and 4th Floor Renovation to the Board. Mr. Skeen stated that this project will replace all HVAC systems for the 3rd and 4th floor at MOP I, as well as new flooring, paint, light fixtures, and slight modifications to the space to make the use more efficient for end users.

Staff recommends the purchase from the lowest compliant vendor, Western Builders, for a total cost of $3,817,625. This will be paid for out of the 2026 budgeted funds.

F. BATC Network Core and TOR Switch Replacement
Shane Terrell, Senior Vice President of I.T. Operations, presented the BATC Network Core and TOR Switch Replacement request to the Board. Mr. Terrell explained that this network equipment purchase is to replace all the network switch gear and core routing infrastructure in the primary and disaster recovery datacenter locations. The existing equipment will reach end of life in 2027.

Staff recommends the purchase from Calian, a DIR vendor, for a total cost of $1,627,186. This will be paid for out of the 2026 budgeted funds.

Chairman Vinson called for a motion to approve the items 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. Payne moved to accept the staff's recommendation as presented. The motion was seconded by Dr. Whitten and approved unanimously.

AGREEMENTS, PROPOSALS AND DISCUSSION ITEMS

The Board considered the following agreements, proposals, and discussion items.

A. Stryker Suppliers Equipment Agreement
Adonica Hall, Vice President of Surgical Services, presented the Stryker Supplier Equipment Agreement renewal request to the Board. Ms. Hall explained that UMC has maintained a capital equipment agreement with Stryker for several years and is seeking renewal of the agreement. As part of the renewal, UMC will receive six additional Neptune waste management systems for the Main Operating Room, two smaller Neptune units for

Endoscopy, five replacement Neptune docking stations, an OptaBlate generator for the basivertebral nerve ablation procedure performed by Pain Management physicians, and video equipment, including cameras and connectors, for laparoscopic surgery. Under this agreement, UMC agrees to purchase Stryker disposable products from the approved list in the amount of $99,212.89 every six months for a term of five years. Ms. Hall noted that pricing for disposable products under the Stryker Supplier Equipment Agreement is lower than pricing available through the HPG contract, resulting in an estimated savings of approximately $197,000 over the term of the agreement. The term of the agreement is sixty (60) months.

B. TTUHSC – Epic Community Connect Addendum
Bill Eubanks, Executive Vice President, Chief Information and Digital Officer, presented the TTUHSC – Epic Community Connect request to the Board. Mr. Eubanks presented the agreement between UMC and Texas Tech University Health Sciences Center (TTUHSC) to implement the Epic electronic health record system at additional TTUHSC locations, including the Amarillo and Permian Basin campuses, as well as the TTUHSC School of Pharmacy retail pharmacies in Amarillo and Lubbock. Under the terms of the agreement, TTUHSC will be responsible for all costs associated with the implementation, including additional staffing required by UMC and license volume expansion with Epic and other third-party software providers. The total compensation to UMC under the agreement is $20,967,115 and the term of this agreement is ten years, which is the remainder of the current agreement.

C. TTUHSC - Master Coordinating Agreement (MCA)
Jeffrey Dane, Executive Vice President, Administrator and Chief Financial Officer, presented the TTUHSC – MCA to the Board. Mr. Dane stated that this agreement is deferred at this time.

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

With no further business to come before the Board, the Chair adjourned the meeting at 12:08 p.m.

APPROVED:

Laura Vinson, Chair

Mont McClendon, Vice Chair

APPROVED AS TO FORM:

Teresa Barron, Executive Assistant
Consent, Bid Proposals, and Service Agreements

Tina Belcher, Executive Assistant