

**AMARILLO HOSPITAL DISTRICT
BOARD OF MANAGERS
JUNE 3, 1997**

Members

Ms. Lilia Escajeda, Chairman	Yes
Mr. Steve Walton, Chairman Pro Tem	Yes
Mr. Rick Jones, Secretary	Yes
Dr. Michael Guttenplan	No
Mr. John Irwin	Yes

Also Present

Mr. Dean Frigo	Director of Finance - City of Amarillo
Mr. Merrill Nunn	City Attorney - City of Amarillo
Ms. Donna DeRight	City Secretary - City of Amarillo

ITEM 1: Mr. Irwin called the meeting to order at 7:30 a.m. in Room 306 on the Third Floor of City Hall at 509 E. 7th Avenue.

ITEM 2: Mr. Irwin stated that the Board needed to elect officers and recommended Lilia Escajeda as Chairman, Steve Walton as Chairman Pro Tem and Rick Jones as Secretary. Mr. Jones moved that nominations cease. Motion was made by Ms. Escajeda, seconded by Mr. Walton, and unanimously carried, to approve the recommendation of officers as presented.

ITEM 3: Ms. Escajeda asked Mr. Frigo to comment regarding the retirement plan for employees of Northwest Texas Healthcare System. Mr. Frigo advised that a letter had been received from Mark S. Miller of Fulbright & Jaworski regarding the moratorium on retirement benefits for employees to convert from full-time to part-time. Mr. Frigo stated that Mr. Miller's letter is recommending a moratorium on future distributions regarding this provision until the IRS has reviewed this provision of the Plan. Motion was made by Mr. Jones, seconded by Mr. Walton, and unanimously carried, to place a moratorium on the Plan until a determination is received from the IRS.

ITEM 4: Ms. Escajeda stated that the employees of Northwest Texas Healthcare Systems who were at the last meeting had asked the Board to look at the possibility of former Amarillo Hospital District employees contributing to the AHD Pension Plan instead of the Pension Plan available through Universal Health Services. She asked Mr. Frigo to report to the Board about this possibility. Mr. Frigo stated that if the employees were able to contribute to this Plan it would create a multiple employer plan which would not be as good as it would be for them to contribute to the Plan with Universal. Motion was made by Mr. Walton, seconded by Mr. Jones, and unanimously carried, that the Amarillo Hospital District not participate in a multiple employer plan and encourage the Northwest Texas Healthcare employees to participate in the plan with Universal Health Services.

ITEM 5: Ms. Escajeda stated that Items 5, 6 and 7 were similar in nature and would be discussed together. Mr. Frigo stated that Item 5 would allow the employees of the City of Amarillo who sign checks for the City to be authorized to sign checks for the Amarillo Hospital District. He stated that Item 6 would allow the Director of Finance to approve the payment of invoices. Mr. Frigo stated that Item 7 would allow the Director of Personnel to approve personnel documents related to former employees of the Hospital District and would also give the City authorization to perform other administrative functions that might be required.

Mr. Walton asked if Item 5 would be included in the \$3,000,000 fidelity bond. Mr. Nunn stated that the City has fidelity insurance in their self insurance plan and because the Hospital District has a contract with the City for these services they would be included.

Motion was made by Mr. Walton, seconded by Mr. Jones, and unanimously carried to approve the bank account signature authorization.

ITEM 6: Ms. Escajeda asked for a motion for the approval of payment authorization by the Director of Finance. Motion was made by Mr. Jones, seconded by Mr. Walton, and unanimously carried to allow the Director of Finance to approve payment authorizations.

ITEM 7: Ms. Escajeda asked for a motion regarding the approval of personnel documents and other administration functions. Motion was made by Mr. Irwin, seconded by Mr. Jones, and unanimously carried, to authorize the Director of Personnel to approve personnel documents and allow the City of Amarillo to perform other administrative functions that may be required on behalf of the Hospital District.

ITEM 8: Ms. Escajeda stated that a revised investment management contract needed to be approved. Mr. Frigo presented the board a copy of the current contract with all the necessary changes made. He stated that a copy of the contract had been provided to the three investing banks and they had not had a problem with the contract with the exception of Plains National Bank and they had not responded. Motion was made by Mr. Walton, seconded by Mr. Irwin, that the revised Investment Agreement be approved effective immediately and in the event that one of the current investment banks do not wish to agree to the revised investment contract that a transfer of those investments, without liquidation, be made to another participating entity. Voting AYE were Mr. Walton, Mr. Jones and Mr. Irwin; voting NO were none; ABSTAINING was Ms. Escajeda; the motion carried by a 3:0:1 vote of the Board.

There being no further business, motion was made by Mr. Irwin, seconded by Mr. Jones, and unanimously carried to adjourn the meeting at 8:12 a.m.

Lilia Escajeda, Chairman