

**AMARILLO HOSPITAL DISTRICT
FINANCE COMMITTEE MEETING
AMARILLO CITY HALL
ROOM 306
OCTOBER 23, 2009
8:00 A.M.**

<u>Members</u>	Present
Mr. Craig Bryan, Chairman	Yes
Mr. Greg Graham	Yes
Ms. Murielle Barnes	Yes

Also Present

Mr. Dean Frigo	Finance Director, City of Amarillo
Ms. Andrea Rains	Recording Secretary, City of Amarillo
Mr. Kyle Sanders	Chief Executive Officer, Northwest Texas Healthcare System
Mr. Herman Shirley	Investment Officer, Herring Bank
Dr. Bonna G. Benjamin	Regional Chair, Department of Pediatrics, TTUHSC
Ms. Jackie Gavlik	Unit Manager, RC Administration, TTUHSC

ITEM 1. Mr. Bryan welcomed everyone in attendance and called the meeting to order at 8:05 am.

ITEM 2. Mr. Bryan presented the minutes of the last finance committee meeting held August 7, 2009. There were no questions or comments. Mr. Graham motioned to approve the minutes as presented. Ms. Barnes seconded the motion and it unanimously carried.

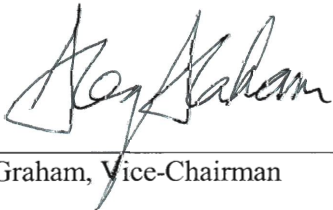
ITEM 3. Discussion and Recommendation on Upper Payment Limit Program and Indigent Care Agreement. Mr. Sanders thanked the Board for their support of the UPL and stated that UHS had all the cash it needed in the bank and would not be requesting additional funding at this time. He reviewed that the State was behind in sweeps and that the next sweep would be in early November, which was reconciliation from 2008. Mr. Sanders noted that the following sweep was expected in January and would meet with Mr. Frigo before the District's Board meeting that month.

ITEM 4. Presentation of Quarterly Financial Statements. Mr. Frigo presented the Amarillo Hospital District's quarterly financial statements at September 30, 2009 and reviewed the balance sheet for the General Fund. He reported assets of approximately \$208,288,000 in cash and investments and \$51,018,300 in securities lending collateral. Mr. Frigo reviewed that the securities lending amount is reported as both an asset and a liability for when the collateral is returned. He reported total current assets of \$278,380,145 and a total Fund balance of \$229,213,835. Reviewing the income statement of the General Fund, Mr. Frigo noted delinquent tax income of \$5,999; realized income of \$9,869,267; and unrealized income of \$3,347,202. He reviewed Poison Control Grand Funds of \$957,741 and reminded the Committee that the Poison Control Grant was being moved to TTUHSC; no longer involving the AHD. Mr. Frigo pointed out that the \$940,998 amount received from the Tobacco Settlement Proceeds was the largest amount ever received by the District. Mr. Frigo reported total revenue of \$15,130,389 versus total expenses of \$11,452,508. He reviewed that the District's largest expense remains the Indigent Care Contract of \$6,187,423 followed by the Pension Plan contribution of \$1,978,698; and the contract with NWTHS in the amount of \$1,450,245 to provide for pediatric and dental services and Tobacco Free Amarillo. Mr. Frigo reported a net operating amount of \$3,677,881 or \$330,679 without unrealized gains. Reviewing the budget versus actual report of the Operating Fund, he stated that the District fell a little short in Investment Income, budgeting for \$10,687,000 and realizing \$9,840,409 or 92.08%. He reported total actual revenue of \$9,855,590 versus total actual expenses of \$9,124,077 and stated that the District generated \$731,513 in cash from operations. Mr. Frigo reviewed the budget versus actual report of the Tobacco Fund and noted \$969,857 in actual total revenue versus \$1,389,096 in actual total expenses.

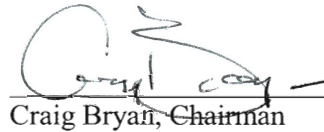
ITEM 5. Quarterly Investment Report from Investment Officer. Mr. Graham reported that the Investment Report confirms the District is in compliance with its Investment Policy. He noted that he would present the full report at the next AHD Board of Managers meeting on October 26th 2009.

ITEM 6. Public Comments. Dr. Benjamin reported that the Texas Tech Department of Pediatrics expansion project had been put on hold to re-identify needs. She stated that Tech would like to move forward with a slightly revised project and meet with the Finance Committee and Board to discuss the modified plans. Mr. Frigo stated that Ms. Rains would contact the Committee and Board members to coordinate dates and times to meet with Tech.

ITEM 7. Adjournment. There, being no further business, Mr. Bryan adjourned the meeting at 8:24 am. This meeting has been recorded and all comments are on file in the City Finance Department.



Greg Graham, Vice-Chairman



Craig Bryan, Chairman