

STATE OF TEXAS
COUNTIES OF POTTER
AND RANDALL
CITY OF AMARILLO

On the 2nd day of February 2021, the Amarillo Hospital District Board of Managers met at 7:30 a.m. in regular session in the City Council Chamber located on the third floor of City Hall at 601 South Buchanan Street by video conference (in order to advance the public health goal of limiting face-to-face meetings also called "social distancing" to slow the spread of the Coronavirus (COVID-19)). There will be no public access to the location described above.

VOTING MEMBERS	PRESENT	NO. OF MEETINGS HELD SINCE APPOINTMENT	NO. OF MEETINGS ATTENDED SINCE APPOINTMENT
DEAN FRIGO, INVESTMENT OFFICER	Yes	19	16
PATRICK WILLIAMS	Yes	7	7
RODNEY YOUNG	Yes	9	9
WESTON WRIGHT	Yes	3	3
WILLIAM BIGGS, MD, CHAIRMAN	Yes	15	14
MARY BEARDEN, VICE CHAIR	Yes	5	4
MICHELLE BONNER	Yes	1	1

Also in attendance were the following:

LAURA STORRS, ASSISTANT CITY MANAGER
FRANCES HIBBS, CITY SECRETARY
MARCUS NORRIS, DEPUTY CITY ATTORNEY
CASIE STOUGHTON, PUBLIC HEALTH DIRECTOR
COURTNEY WHITE, ASSISTANT CITY ATTORNEY
DEBBIE REID, FINANCE DIRECTOR
STEPHANIE COGGINS, ASSISTANT TO THE CITY MANAGER
KELLY BEVIS, INVESTMENT COUNSELOR, WELLS FARGO ADVISORS
TERRI WRIGHT, HAPPY STATE BANK
RYAN CHANDLER, NORTHWEST TEXAS HOSPITAL
MATT RAMSEY, AMARILLO NATIONAL BANK
TODD WETSEL, HAPPY STATE BANK
STELLA KNICKERBROCKER, AMARILLO NATIONAL BANK
JACQUE BRANCH, AMARILLO NATIONAL BANK
DIVYA MATAI, NORTHWEST TEXAS HOSPITAL
JOHNNY CROWLEY

Dr. Biggs established a quorum, called the regular meeting to order at 7:30 a.m., and the following items of business were conducted:

PUBLIC ADDRESS: Dr. Biggs inquired if there were any comments. There were none.

ITEM 1: Election of Officers. Dr. Biggs welcomed Michelle Bonner as the newest member to the Board. Motion was made to reappoint Dean Frigo to the East Gateway Tax Increment

Reinvestment Zone No. 2, seconded by Mr. Williams. The motion was unanimously approved. Motion was made by Mr. Frigo to appoint Dr. Biggs as Chairman, of the Amarillo Hospital District Board of Managers, seconded by Mr. Wright. The motion was unanimously approved. Motion was made by Ms. Bonner to appoint Mary Bearden as Vice Chairman, of the Amarillo Hospital District Board of Managers, seconded by Mr. Frigo. The motion was unanimously approved. Motion was then made by Ms. Bonner to reappoint Dean Frigo as Investment Officer, of the Amarillo Hospital District Board of Managers, seconded by Ms. Bearden. The motion was unanimously approved.

ITEM 2: Consider Minutes of the Amarillo Hospital District Board of Managers. Dr. Biggs presented the minutes from the last Board of Managers meeting held on December 15, 2020. Ms. Bearden made a motion to approve the minutes as presented. Ms. Frigo seconded, and the motion carried unanimously.

ITEM 3: Presentation and Discussion of the Pension Fund Investment Performance. Ms. Bevis presented the Capital Markets Review and reviewed the Pension Fund's Investment Performance for the quarter ending December 31, 2020. She stated the markets were pretty remarkable considering everything going on. The quarter had mainly all double digits for equities. She further stated the US economy for the quarter and year-end were very different from the beginning of the year. The return for the pension fund was up 10% this quarter versus the Policy at 9.5%. The performance measures are moving more toward green for all time periods. The final analysis objectives have been met for the one-year and five-year periods. Two of the four objectives have been met for the three and ten-year periods.

ITEM 4: Presentation and Discussion of the AHD Corpus Investment Performance. Ms. Bevis stated it was not an exciting quarter for bonds. There was not a lot going on this quarter except that two new investment managers were added. She stated the overall return was negative mostly due to Herring. For the quarter it was very flat. The portfolio is still trailing the Policy. She stated she was looking forward to what the next quarter brings.

ITEM 5: Presentation and Discussion of the Consulting Services for Review of the Indigent Care Agreement. Ms. Bearden stated at the end of last year she received a call from Mr. Lovelady asking her to chair a sub-committee (along with Dr. Biggs, Mr. Frigo, and Mr. Norris) to do routine due diligence on the Indigent Care Agreement. She stated healthcare costs have been rising. The subcommittee would choose a consultant to aid in their due diligence. The subcommittee looked at five consultants initially, and Mr. Morris narrowed it down to three and presented them to the ad hoc committee. They decided to select two out of the three to interview (BKD is an accounting office, and HMA (Healthcare Management Association)). The ad hoc committee had Zoom conference calls with both companies and the HMA group had three members of their healthcare group present. They also had a meeting with BKD who is familiar with hospital districts. The ad hoc committee decided to move forward with BKD to assist the hospital district. The subcommittee stated there may be a need to have a lot of back and forth on various hospital issues. The subcommittee recommends that the Board authorize the ad hoc committee to pursue contract negotiations with BKD. The terms of the contract will be brought to the Board at their next meeting. Motion was made by Dr. Young, seconded by Mr. Wright, and the motion carried unanimously.

ITEM 6: Presentation of Quarterly Financial Statements. Laura Storrs, Assistant City Manager, presented the District's Quarterly Financial Statements at December 31, 2020. Ms. Storrs reviewed the Balance Sheet, Income Statement, and Budget versus Actual Reports. She stated at an upcoming meeting they will discuss fully funding the pension fund. There were no mandatory

LPPF payments made this quarter. Ms. Bonner inquired if the Tobacco Free Amarillo and Texas Tech items could be split out in future reports. The total expenses for the LPPF were estimated and will come in for the year lower than anticipated due to not knowing what the LPPF assessment was going to be when the budget was approved.

ITEM 7: Presentation of Quarterly Investment Report from Investment Officer. Mr. Frigo presented the District's Quarterly Investment Report and reviewed the investment portfolio and stated it was in compliance with both the District's Investment Policy and the Policy Funds Investment Act.

ITEM 8: Presentation of Public Health Efforts related to the COVID-19 Vaccine Clinic. Casie Stoughton presented an update on Public Health's efforts. She stated things are moving smoothing at the Civic Center and she thanked city staff for their team work. She also stated they had begun administering the second doses of the vaccine to citizens.

Dr. Biggs adjourned the meeting.

ATTEST:

Frances Helly

Carol Biggs MD