



## Amarillo Hospital District Board of Managers Regular Meeting

May 13, 2025  
7:30 AM  
City Hall - Room 1500  
623 S. Johnson Street, First Floor  
Amarillo, Texas 79101

### MINUTES

#### 1. Welcome and Introductions

On the 13th day of May 2025, the Amarillo Hospital District Board of Managers met at 7:30 a.m. in regular session in City Hall Room 1500 located on the first floor of City Hall at 623 S. Johnson in Amarillo, Texas

VOTING MEMBERS	PRESENT	NO. OF MEETINGS HELD SINCE APPOINTMENT	NO. OF MEETINGS ATTENDED SINCE APPOINTMENT
Dean Frigo, Chairman	Yes	39	34
Rodney Young, Vice Chairman	Yes	29	28
Weston Wright	Yes	23	22
Michelle Bonner, Investment Officer	Yes	21	20
Michael Alexander	Yes	11	10
Thomas Warren III	Yes	6	5
Darryl T Wertz	Yes	2	2

Also in attendance:  
 Laura Storrs, Assistant City Manager/CFO  
 Courtney White, Senior Assistant City Attorney  
 Jonni Glick, Assistant City Secretary  
 Katrina Owens, Finance Director  
 Justin Blackstock, Treasurer  
 Kelly Bevis, Wells Fargo Advisors  
 Michael Walton, Sage  
 Janie Arnold, CMMS CPAs & Advisors

Chairman Frigo called the meeting to order at 7:34 a.m.

#### 2. **Public Comment** Citizens who desire to address the Amarillo Hospital District Board of Managers with regard to matters on the agenda or having to do with the City's policies, programs, or services will be received at this time. Each speaker will be limited to three minutes. The Board may not discuss items not on this agenda, but may respond with

factual, established policy information, or refer to staff. The Board may choose to place the item on a future agenda. (Texas Attorney General Opinion JC-0169.)

Chairman Frigo opened public comment. No one presented to speak. Chairman Frigo closed public comment.

3. **Approval of Minutes** The Board will consider approval of the minutes from the last meeting of the Board of Managers held on February 11, 2025.

Chairman Frigo introduced the item. Motion was made to approve the minutes by Dr. Young. Mr. Alexander seconded the motion, and it passed by a vote of 7-0.

#### 4. **Regular Meeting Items**

##### 4.A. **Appointment of TIRZ #2 Position**

The Board will appoint one member to serve on the Tax Increment Reinvestment Zone #2 Board.

Chairman Frigo introduced the item. Mr. Wertz made a motion to appoint Mr. Warren to the TIRZ #2, Ms. Bonner seconded, the motion passed 7-0.

##### 4.B. **Presentation and Discussion of the AHD Corpus Investment Performance**

The District's Investment Counselor will present a review of the District's Corpus Investment Performance from the previous quarter.

Chairman Frigo introduced the item. Ms. Bevis presented the Wells Fargo Amarillo Hospital District Agency Fund Quarterly Performance Evaluation, and Mr. Walton presented the SAGE Amarillo Hospital District Asset/Liability Analysis as of March 31, 2025. Ms. Bevis stated it was a good quarter for bonds. The total portfolio was up 3.2% for the quarter versus the policy being up 2.3%. The one-year return was up 5.6% compared to the policy being up 5.0%. Mr. Walton stated there is currently a \$356 thousand deficit of estimated liabilities over assets as of the end of the quarter March 31, 2025. The liabilities are almost fully funded as compared to the \$3.1 million deficit at the quarter ending January 31, 2023. Mr. Walton stated he feels confident that the gap will be closed.

##### 4.C. **Presentation and Acceptance of the AHD Audit**

The District's audit firm, CMMS CPAs and Advisors, will present the District's Annual Financial Report for the year ending September 30, 2024 for acceptance by the Board.

Chairman Frigo introduced the item. Ms. Arnold presented the District's Annual Financial Audit Report for the year ending September 30, 2024.

Janie Arnold, CMMS CPAs & Advisors presented the audit for the Hospital District. There were no significant adjustments to report and no internal control

matters to report. The District received a clean opinion. The District had \$137.8 million in assets, \$0.9 million in liabilities, deferred inflows of \$0.1 million, and net position of \$136.7 million for the year ended September 30, 2024. Net position decreased \$3.5 million for the year.

Chairman Frigo moved to approve the District's Annual Financial Audit Report with updated language on page 16, as recommended by the Finance Committee, seconded by Mr. Wright, and the motion carried 7-0.

**4.D. Presentation and Acceptance of the Nwth Pension Plan Audit**

The District's audit firm, CMMS CPAs and Advisors, will present the Nwth Pension Plan Annual Financial Report for the year ending September 30, 2024 for acceptance by the Board.

Chairman Frigo introduced the item. Ms. Arnold presented the Nwth Pension Plan Annual Financial Report for the year ending September 30, 2024. There were no significant adjustments to report and no internal control matters to report. The Plan received a clean opinion. Net position ended the year at \$0, a decrease of \$18.8 million from the prior year, due to the Plan being terminated during the fiscal year as insurance annuities were purchased for all Plan members.

Mr. Wright made a motion to approve the Nwth Pension Plan Financial Report as presented. Ms. Bonner seconded the motion and it passed 7-0.

**4.E. Presentation and Discussion of Agreed Upon Procedures Audit on the Tobacco Settlement Cost Report**

The District's audit firm, CMMS CPAs and Advisors, will present the District's Independent Accountant's Report on Applying Agreed-Upon Procedures regarding the Tobacco Expenditure Statement at December 31, 2024.

Chairman Frigo introduced the item. Ms. Arnold presented the Agreed Upon Procedures Audit on the Tobacco Settlement Cost Report. Ms. Arnold presented the procedures followed to audit and prepare the Tobacco Settlement Cost Report. This includes selecting a random sample of 50 inpatients and 50 outpatients to perform detailed procedures on.

**4.F. Presentation of the 2025 Tobacco Settlement Cost Report**

City staff will present the District's 2025 Tobacco Settlement Cost Report for the calendar year 2024.

Chairman Frigo introduced the item. Mrs. Storrs presented the 2025 Tobacco Settlement Cost Report. She mentioned that the 2024 calendar year-end report was filed with the State and that the District received \$467,354.57 in settlement proceeds. This reimbursement is split between Potter County unreimbursed jail expenses and AHD allowable expenditures.

**4.G. Presentation of Quarterly Financial Statements**

City staff will present a summary of the District's revenue and expenditures from the previous quarter.

Chairman Frigo introduced the item. Mr. Blackstock presented quarterly financials for the quarter ended March 31, 2025. Mr. Blackstock reviewed the Balance Sheet, Income Statement, and Budget versus Actual Reports for the quarter.

**4.H. Presentation of Quarterly Investment Report from Investment Officer**

The District's Investment Officer will present the District's Quarterly Investment Report.

Chairman Frigo introduced the item. Investment Officer Bonner presented the Quarterly Investment report. On March 31, 2025, the District's investment portfolio was in compliance with the AHD Policy and the Texas Public Funds Investment Act.

**4.I. Update on Future Need for Property Tax Rate**

The Board will discuss any updates related to the future need for a property tax rate.

Chairman Frigo introduced the item. The Board discussed addressing the ability to levy a tax and provide relief to citizens over 65 years old by working with local congressional representatives to have a plan in place by 2036.

**4.J. Announcement - Next Meeting**

The next meeting will be held on August 19, 2025.

**5. Discuss Items for Future Agendas**

There were no items requested for the next agenda.

Meeting adjourned at 8:43 a.m.

ATTEST:

  
Stephanie Coggins, City Secretary

  
Dean Frigo, Chair