



Amarillo Hospital District Board of Managers Regular Meeting

August 19, 2025

7:30 AM

Amarillo City Hall, Room 1500

623 S. Johnson, First Floor

Amarillo, Texas 79101

MINUTES

1. Welcome and Introductions

On the 19th day of August 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. Chairman Frigo called the meeting to order at 7:32 a.m. with the following members present:

VOTING MEMBERS	PRESENT	NO. OF MEETINGS HELD SINCE APPOINTMENT	NO. OF MEETINGS ATTENDED SINCE APPOINTMENT
Dean Frigo, Chairman	Yes	40	35
Rodney Young, Vice Chairman	No	30	28
Weston Wright	Yes	24	23
Michelle Bonner, Investment Officer	Yes	22	21
Michael Alexander	Yes	12	11
Thomas Warren III	No	7	5
Darryl T Wertz	Yes	3	3

Also in attendance:

Laura Storrs, CFO

Bryan McWilliams, City Attorney

Jonni Glick, Assistant City Secretary

Katrina Owens, Finance Director

Courtney White, Senior Assistant City Attorney

Justin Blackstock, Treasurer

Kelly Bevis, Wells Fargo Advisors

Kimberly Lam, Adelento Healthcare Advisors

Michael Niell, Adelento Healthcare Advisors

Jacob Davis, BSA

Tim Bowles, Texas Tech Health Sciences Center

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 May 13, 2025.

Chairman Frigo introduced the item. Motion was made to approve the minutes by Mr. Wright. Mr. Alexander seconded the motion, and it was passed by a 5-0 vote.

4. **Regular Meeting Items**

- 4.A. **Public Hearing on the LPPF Mandatory Payment Assessment**

The Board will conduct a public hearing on the amount or rate of the mandatory payment to be assessed to each institutional health provider within the boundaries of the AHD for the State fiscal year ending August 31, 2026, and the uses for such collected funds. All required notices for the public hearing have been given.

Chairman Frigo opened the public hearing. Michael Neil presented to speak about keeping the rate at 6% and how the LPPF helps bring Federal money to the local hospitals. There were no other speakers. Chairman Frigo closed the public hearing.

- 4.B. **Review and Consider Resolution Setting Amount or Rate of LPPF Mandatory Payment and Uses of Such Revenue for the State Fiscal Year Ending August 31, 2026**

This resolution is to document the Board's determination as to the appropriate amount of the mandatory assessment to levy against each institutional health provider within the District, for the State fiscal year ending August 31, 2026, and uses of the funds so collected.

Chairman Frigo introduced the item. Ms. Storrs stated that the rate is set at six percent and reviewed the payment schedule included in the resolution. The finance committee recommended approval. Ms. Bonner made a motion to set the rate as presented. Mr. Wertz seconded and the motion passed by a 5-0 vote.

- 4.C. **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 presented the SAGE Amarillo Hospital District Asset/Liability Analysis as of June 30, 2025. Ms. Bevis stated it was a wild quarter that turned out well. The total portfolio was up 1.6% for the quarter versus the policy being up 1.3%. The one-year return was up 6.5% compared to the policy being up 5.7%. Ms. Bevis stated there is currently a \$180 thousand deficit of estimated liabilities over assets as of the end of the quarter June 30, 2025, which is a decrease from the \$356 thousand deficit from the prior quarter.

4.D. Discuss and Consider Amarillo Hospital District Budget

The Board will discuss and consider the Amarillo Hospital District Budget for the 2025/2026 fiscal year.

Chairman Frigo presented the item. Ms. Storrs presented the proposed budget for 2025/2026. The proposed budget includes estimated available funds of \$119.3 million to start the next fiscal year 2025/2026. Revenues are proposed at \$2.8 million, and expenditures are proposed at \$12.2 million, leaving proposed available funds of \$109.9 million at the end of fiscal 2025/2026. The proposed budget includes a 2% increase in funding for Public Health, level funding for Texas Tech University Health Sciences Center contract for its Department of Pediatrics and Psychiatry, and a small increase for Tobacco Free Amarillo to match the expected tobacco settlement proceeds the District would receive. Ms. Storrs also reviewed the cash flow projections for the District through 2036.

For the Local Provider Participation Fund, available funds at October 1, 2025 are anticipated at \$1,395. Proposed revenues for fiscal 2025/2026 are \$64.3 million and proposed expenditures are \$64.7 million, leaving available funds at October 1, 2026 proposed at \$24,671.

Mr. Wright made a motion to approve the budget as presented. Second by Mr. Alexander and the motion carried by 5-0 vote.

4.E. Discuss and Consider Approving Potter County Sheriff Sale

This item is to consider authorizing Potter County, as Trustee, to sell Sheriff Sale properties that were sent out for bid. The County is requesting authorization of the Sheriff Sale properties from all taxing entities. The property sale process provides for the taxing entities, depending on the amount of bids/sale amount, to recoup all or a portion of delinquent taxes.

Mr. Frigo introduced the item. Ms. Storrs presented the item. Ms. Bonner made a motion to approve the Potter County Sheriff Sale. Second by Mr. Wertz and the motion carried by a 5-0 vote.

4.F. Discuss and Consider Addendum for the Tech University Health Science Center Psychiatry Residency Program

The Board will discuss and consider an addendum to the funding of the Texas Tech University Health Science Center Psychiatry Residency Program.

Mr. Frigo introduced the item. Ms. Storrs presented an Addendum that provides an extension of the contract for the Psychiatry Residency funding with no change to the annual funding level of \$100,000. Mr. Wright made a motion to approve addendum. Second by Ms. Bonner and the motion carried with a 5-0 vote.

4.G. Discuss and Consider Agreement for Texas Tech University Health Sciences Center Department of Pediatrics

The Board will discuss and consider an agreement for the funding of Specialized Pediatric Services through Texas Tech University Health Sciences Center.

Mr. Frigo introduced the item. Ms. Storrs presented the item recommending level funding of \$1.6 million for TTUHSC Department of Pediatrics. Tim Bowles from TTUHSC Pediatrics presented an update on services provided with the funding. Motion by Mr. Wertz to approve the agreement with Texas Tech University Health Sciences Center Department of Pediatrics. Second by Mr. Alexander and the motion carried by a 5-0 vote.

4.H. Discuss and Consider Agreement for Tobacco Free Amarillo

The Board will discuss and consider an agreement for Tobacco Free Amarillo.

Chairman Frigo introduced the item. Ms. Storrs presented the item recommending a small increase in funding to \$425,000 based on the Tobacco Settlement proceeds the District anticipates receiving. Motion by Mr. Wright to approve the Tobacco Free Amarillo agreement. Second by Ms. Bonner and the motion carried by a 5-0 vote.

4.I. Consider Resolution for the Annual Funding of the Indigent Care Agreement

The Board will consider a resolution to fund the payments associated with the Indigent Care Agreement.

Chairman Frigo introduced the item. Ms. Storrs presented the item. The four quarterly payments are flat at \$1.9 million for an annual total of \$7.7 million and will remain flat through the end of the indigent care agreement in 2036. Motion by Mr. Alexander to approve the resolution as presented. Second by Ms. Bonner and the motion carried by 5-0 vote.

4.J. Consider Resolution Approving and Authorizing Funding for the City of Amarillo Department of Public Health

The Board will consider a resolution to fund the Public Health Department.

Chairman Frigo introduced the item. Ms. Storrs presented the item. The amount for consideration is not to exceed \$2.06 million, which is a 2% increase over the prior year, but only actual costs will be reimbursed. Motion by Ms. Bonner to

approve the resolution as presented. Second by Mr. Wright and the motion carried by a 5-0 vote.

4.K. Presentation of Quarterly Financial Statements

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

Mr. Frigo introduced the item. Mr. Blackstock presented quarterly financials for the quarter ended June 30, 2025. Mr. Blackstock reviewed the Balance Sheet, Income Statement, and Budget versus Actual Reports for the quarter.

4.L. 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. Ms. Bonner presented the Quarterly Investment Report. On June 30, 2025, the District's investment portfolio was in compliance with the AHD Policy and the Texas Public Funds Investment Act.

5. Discuss Items for Future Agendas

Mr. Frigo introduced the item. The Board requested an update from Tobacco Free Amarillo at the next meeting.

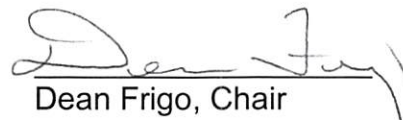
5.A. Announcement - Next Meeting Date

The next meeting will be held December 9, 2025.

The meeting was adjourned at 8:34 a.m.

ATTEST:


Stephanie Coggins, City Secretary


Dean Frigo, Chair