

HUNT MEMORIAL HOSPITAL DISTRICT
BOARD OF DIRECTORS
May 23, 2023

The Hunt Memorial Hospital District Board of Directors conducted a meeting on Tuesday, May 23, 2023 at 5:30 p.m. at Hunt Regional Emergency Medical Center, Outpatient Waiting Room, 2800 TX-24, Commerce, Texas.

Mr. Taylor, Chairman presiding, called the meeting to order.

ROLL CALL:

Mrs. Deborah Clack
Mr. Jefferson Helton (Absent)
Mrs. Leslie Killgore (Absent)
Mr. John C. Nelson, Jr.
Mr. Wesley Oswald
Mrs. Janet Peek
Dr. Scott Pierce (Absent)
Mr. Michael Taylor
Mrs. Julia Wensel (Absent)

comprising a quorum of the Board; also,

Mr. Steven Lee Boles, Jr., President/CEO
Mr. Stuart O'Neil, General Counsel
Mr. Chad Martin, Vice President Clinic Operations
Mr. Reese Hurley, MSN-Adm., RN, Vice President/CNO
Mr. John Heatherly, Vice President Operations/Support Services
Mr. James A. Robertson, Jr., Vice President/CFO
Robert Deuell, M.D., Vice President of Medical Staff Affairs
Thomas Selvaggi, M.D., Medical Staff member
Alan D. Schonfeld, M.D., Medical Staff member
Mr. Logan Burgess, Robins & Morton
Mr. Pete Harrell, Projects Manager
Mr. Bert Freeman, Trauma Service Manager/EMS Director
Mr. Joe Fowler, Global Medical Response Ground Operations Manager
Mr. Mark Kessler, Global Medical Response Regional Director, South Region
Ms. Lisa Hill, Marketing/Development & Communications Director
Ms. Rose Hayden, Development & Communications Assistant Director
Ms. Kim Mulder, Emergency Department Director
Ms. Jamie Morgan, Controller
Ms. Katie McKenna, Foundation Director
Mr. Douglas S. Roszhart, Greenville Resident

**Medical Staff
Report**

Dr. Deuell reported hospital census is up and space continues to be a challenge. The Cath Lab and Intensivist Program continue to do well and physician recruitment is resulting in several positive candidates. The physicians are very proud of the Board for the work being done in Royse City and in Greenville.

**Approval of
Minutes**

Mrs. Clack moved, seconded by Mr. Oswald, to approve the April 25, 2023 minutes as presented. The motion carried unanimously.

**Citizens to
Be Heard**

Mr. Roszhart thanked the Board of Directors and Mr. Boles for their service to the Hospital District. Dr. Liao did his total knee replacement two weeks ago and he had a wonderful experience at Hunt Regional. Dr. Liao and the fourth floor staff including Michael, Sic, Frank, Audrey, Laura and Misty provided excellent care during his stay. He has recovered well with no issues or pain and is walking a mile a day.

**Public
Testimony**

There were no members of the public present to address the Board of Directors regarding any item on the agenda before or during the Board's consideration of said items.

**Introduction
Of Officers and
Directors**

Dr. Alan Schonfeld, Internal Medicine, was introduced and will be joining Medical Partners in the Hunt Regional Family Medicine at Live Oak in Commerce within the next few months.

**Unfinished
Business**

There was no unfinished business.

**New Business
Expansion
Report**

Mr. Taylor congratulated Mr. Burgess on the new addition to his family. Mr. Burgess thanked Mr. Taylor and reported Phase 6 passed the 100% State inspection on May 19th. Phase 8 PACU Nurse Station renovation will begin and Phase 7 and Phase 8 are scheduled for 100% State inspection on July 24th with the project completing the last week of July.

**Consent
Agenda**

Mr. Nelson moved, seconded by Mrs. Peek, to approve the following consent agenda items as recommended. The motion carried unanimously.

To approve the recommendations for appointments, requests to change staff status, reappointments and resignations for the Hunt Regional Medical Center Medical Staff and the Allied Health Professional Staff as recommended by the Board Credentials Review Committee.

To approve \$30,678.00 for the purchase of a domestic cold water booster pump for the main tower at Hunt Regional Medical Center upon recommendation of the Finance/Budget Committee.

Action Items
TIRZ
Amendment

The agenda item, "Amendment of Interlocal Agreement to Expand Tax Increment Reinvestment Zone No.1" may be considered following the Executive Session.

Sale of
Royse
City
Property

Mr. Boles presented the final documents to sell 14.5 acres in Royse City owned by the hospital district over the past 12 years. Following the presentation, Mr. Nelson moved, seconded by Mrs. Clack, to approve the sale as presented. The motion carried unanimously.

Renewal
of D&O,
Crime and
Privacy
Liability

Mr. Boles presented proposed quotes for the Directors & Officers and Privacy Liability for a 16-month term for the period of June 10, 2023 through September 30, 2024. The current D&O provider is Berkley with an expiring premium of \$42,487. A quote from Beazley is \$66,856, for a 16-month term which provides for a \$3M aggregate. Securing carrier interest for cyber liability has been challenging due to market wide losses and our individual loss experience with two claims over a five year period with a loss ratio of 385%. Our current provider, Corvus, has not submitted a quote but is projected to be approximately \$90,000 for a 16-month term and our crime coverage with Great American is expected to be \$8,995 for a 16-month term. These quotes are projected as we just recently changed our broker of record so obtaining the final quotes has been slow but are projected to be \$165,851. Following the presentation and review, Mrs. Clack moved, seconded by Mr. Oswald, to proceed with the renewal of the D&O, Crime and Privacy Liability as recommended. The motion carried unanimously.

AMR
Subsidy
Request

The agenda item "AMR Subsidy Request" may be considered following the Executive Session.

**Authorize
Termination
of Insurance
Payer
Contract**

The agenda item, "Authorize Termination of Insurance Payer Contract" may be considered following the Executive Session.

**Financial
Statements**

Mr. Robertson presented the April 2023 financial statements and statistical data. Following the overview of the statements Mrs. Peek moved, seconded by Mrs. Clack to accept the April 2023 financial statements, subject to audit. The motion carried unanimously.

DISCUSSION ITEMS

**Strategic
Initiatives**

There were no strategic initiatives to discuss.

**Chairman's
Report**

On behalf of the Board of Directors, Mr. Taylor thanked Mrs. Peek for organizing the Open House for the Urgent Care Center and the staff involved with entertaining the Board and public during the event. Mr. Boles thanked the Board for their vision of the Urgent Care Center and Mrs. Peek commended Lisa Hill, Rose Hayden and Katie McKenna for their work on the Urgent Care Open House.

The Royse City groundbreaking ceremony held on May 19th was a huge success and Congressman Self and others in attendance were pleased with the event.

Wayne Waggoner, Ultrasound Coordinator, was recognized during Hospital Week for "50" years of service at Hunt Regional Medical Center.

The hospital is working with the Greenville ISD, Quinlan ISD and Royse City ISD as they implement a Health Sciences Associates Degree program.

**President/CEO
Report**

The following was reported:

Mr. Boles reported The Joint Commission completed their follow-up to our Joint Commission survey and removed the one conditional accreditation finding relating to our equipment sterilization process. The written report will be submitted in June

and following approval, we will receive our three year accreditation. He commended Brandi Isham, Reese Hurley and staff for a good survey.

Mr. Martin reported Dr. Schonfeld will begin in July and Simone Middleton, FNP will begin working at Live Oak in August. Tamara Williams, FNP and Judy Morais, FNP will be working in the Commerce Urgent Care Clinic. Greg Ward, FNP-BC will be working PRN and Dr. Franklin will be working in the Commerce Emergency Room.

Mr. Boles reported the Cerner go-live date is July 31, 2023 and there are four to five mission critical issues that will need to be resolved prior to the go-live date.

Mr. Boles congratulated Leon Hutto, Chief Information Officer, for his expertise and leadership during the Core replacement as the transition was seamless.

Mr. Boles reported GTC Physical Therapy is a company the hospital has partnered with for physical therapy services in Forney, Quinlan and Terrell. GTC is now offering two additional markets one in Rockwall and one in Rowlett which are larger with annual expected returns of \$190,000 each. The hospital will be moving forward as planned.

Mr. Boles reported we have been converting our hospital clinics to provider base clinics due to payer reimbursement around the 340B pharmacy rebate program. Several specialists who provide procedures in their offices will no longer be allowed to do those procedures once they become provider based and have requested their offices not be converted.

**Compliance
Report**

Mr. Heatherly presented the Compliance Report for the first quarter (January through March) 2023. A total of 141 employees completed compliance training; sanction checks for the quarter totaled 237 and were completed prior to start dates and were negative. Medical Staff appointments/reappointments: there were 20 in January, 26 in February and 13 in March. There were no hotline/investigation reports received in the first quarter; there were five exit

interview questions with concern in January, four were Human Resource issues and addressed and one remains under review; there were no exit interview questions with concerns in February and there were five exit interview questions with concerns in March that were HR issues and addressed; and there were two physician compensation agreements approved during the quarter. Following the overview, the report was accepted.

Executive Session

An Executive Session was held under Texas Government Code §551.071, and §551.085. Following the Executive Session the following action was taken.

AMR Subsidy Request

Mrs. Clack moved, seconded by Mr. Nelson, to accept a rate increase of 15% to Global Medical Response. The motion carried unanimously.

TIRZ Amendment

Mr. O'Neil presented Resolution No. 345, a resolution of the Hunt Memorial Hospital District, amending the Interlocal Agreement for zone participation between the District, City of Greenville and Greenville Tax Increment Reinvestment Zone Number One, and setting an effective date. The amendment adds eight Hunt County Appraisal District Parcels #27210, #27218, #32751, #32746; #36439, #115646 and #242588. Following review, Mrs. Peek moved, seconded by Mr. Oswald, to approve Resolution No. 345, subject to the other related agreements being adopted and approved by the TIRZ Board and the City of Greenville. The motion carried unanimously.

Authorize Termination of Insurance Payer Contract

Mrs. Clack moved, seconded by Mr. Oswald, to approve providing authority to terminate an insurance payer contract to the administrative team. The motion carried unanimously.

Adjournment

There being no further business, the meeting adjourned at 7:03 p.m.


Janet Peek
Secretary