

**MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE
WINNIE-STOWELL HOSPITAL DISTRICT**

The meeting of the Board of Directors of the Winnie-Stowell Hospital District (“District”) was noticed and filed pursuant to the Texas Open Meetings Act a full 72 hours prior to the opening of said meeting for 9:00 a.m. on the 14th of November, 2016 at the Winnie Community Hospital (“Hospital”) Conference Room, Broadway, Winnie Texas (a copy of said Notice being placed amongst the files of the District).

The roll was called of the members of the Board, to wit:

Elroy Henry, Chair
Jeff Rollo, Vice-Chair
Ed Murrell, Secretary
Sharron Burgess, Director
Raul Espinosa, Director

All said Board members were present with the exception of Director Sharron Burgess. In addition, to the above named Board members, also present at the meeting was: Sherri Norris, District Administrator; Hubert Oxford, IV, General Counsel, David Sticker, District’s CPA; Anthony Stramecki, incoming Board member; Wade Thibodeaux, Hometown Press; and Gloria Roemer, Seabreeze Beacon.

At approximately 9:07 a.m., a quorum was established and Chairman Henry made introductions that were followed by a request for public comment. There being no public comment, Chairman Henry asked the Board to address Agenda Item No. 3, to review and approve financials report and amend budget, if necessary. Administrator Norris presented the Board with three invoices to be paid totaling \$132.29 and explained that these invoices were due before the next Regular Meeting. The invoices were for: Star Graphics-\$32.29 and two \$50.00 invoices to pay Carroll R. Hand Insurance Agency for Board bonds. In addition, Attorney Oxford and the District’s CPA, David Sticker presented the

Board with a draft 2016 budget with some proposed amendments and explained to the Board that the final budget with amendments to be approved at the November 22, 2016 Regular meeting would be submitted to the Finance Committee by Wednesday, November 16, 2016 along with needed revisions to the 2014 and 2015 Budgets. (See **Exhibit “A”**). Thereafter, a motion was made Director Rollo to approve the payment of the three (3) invoices. This motion was seconded by Director Murrell and approved by all Board members present.

Following the discussion on the status of the budget, Chairman Henry called on Attorney Oxford to explain Agenda Item No. 4, to discuss and take action, if necessary on the request by the Texas Health and Human Services Commission to make an additional Intergovernmental Transfer in order finance the completion of Minimum Payment Amount Program (“MPAP”) funds Eligibility Period 2. According to Attorney Oxford, November 9, 2016, the District received a spreadsheet and letter from the Health and Human Services Commission explaining that the HHSC did not calculate the Intergovernmental Transfers (“IGT”) payments correctly for the four (4) quarters involved with Eligibility Period 2. Therefore, in order for the District to receive the balance of the \$29,778,959.60 in MPAP funds scheduled to be paid over the course of Eligibility Period 2, the District will need to make an IGT of \$500,693.72. If this is done, the District’ total IGTs for Eligibility Period 2 will go from \$14,444,431.31 to \$14,945,125.03. Moreover, Attorney Oxford informed the Board that the will receive an invoice from the Managers for Manager’s next incentive payment in the combined amount of \$280,992.80 less than expected. Therefore, the actual costs for the extra IGT will actually be \$219,700.92. At the conclusion of Attorney Oxford’s presentation, a motion was made by Director Murrell to IGT \$500,693.72 as instructed by the State of Texas for excess IGT funds to cover MPAP funds to be received by the District for Eligibility Period 2. This motion was seconded by Director

Es[ompza with the unanimous consent of all Board members present.

There being no other business, Chairman Henry advised the Board that the next Regularly Scheduled Board meeting would be on November 16, 2016 at 6:00 p.m. At 9:52 a.m., a motion was then made by Director Rollo to adjourn the meeting. This motion was seconded by Director Espinoza, with the unanimous consent of all Board members.


~~Elroy Henry, Chairman~~
Edward Murrell


Jeff Rollo, Vice-Chairman