

Exhibit “A”

Update on Partnership Between the Winnie-Stowell
Hospital District and the East Chambers Independent
School District
To Provide Healthcare Related Services For The 1,530
School-Aged Children In The Winnie/Stowell
Community



Presented June 20, 2018
By Scott Campbell
Superintendent, ECISD

ECISD BOARD POLICY

FFAE (LEGAL)

- ❧ The District may, if it identifies the need, design a model for the delivery of cooperative health-care programs for students and their families.
- ❧ All health-care programs should be designed to meet the following goals:
 - ❧ Reducing student absenteeism;
 - ❧ Increasing a student's ability to meet the student's academic potential; and
 - ❧ Stabilizing the physical well-being of a student.
 - ❧ Family and home support;
 - ❧ Health care, including immunizations;
 - ❧ Dental health care;
 - ❧ Health education; and
 - ❧ Preventive health strategies.

East Chambers ISD

Mission Statement

- ∞ The mission of East Chambers ISD is to ensure that all East Chambers students have access to a quality education that enables them to work toward their potential and to participate now and in the future in the social, economic, and educational opportunities in our community, state, nation, and world.
- ∞ This mission is grounded in the conviction that a general diffusion of knowledge is essential for the welfare of this community and for the preservation of the liberties and rights of its citizens. It is further grounded in the conviction that a successful school system is directly related to a strong, dedicated, and supportive family.

Winnie Stowell Hospital District Mission Statement

- ✧ The mission of the Winnie Stowell Hospital District is to balance the healthcare needs of the community and its needy inhabitants with fiscal responsibility.



- ❧ According to the Oxford Dictionary, indigent is defined as being poor or needy.
- ❧ Over 80% (an increase of 20% due to Hurricane Harvey) of the students attending ECISD meet the definition as determined by children from families with incomes at or below 130% of the poverty level, roughly the \$20,000- \$40,000 range depending on the size of the family.
- ❧ Over 900 students attending ECISD schools fit this category at the 60% level (not including student count increase due to Harvey).

Function 33



ECISD BOARD POLICY

FFD (LEGAL)

- ⌘ A board may purchase insurance against bodily injury sustained by students while training for or engaging in interscholastic athletic competition or while engaging in school-sponsored activities. Such insurance shall be purchased from a reliable insurance company authorized to do business in Texas and shall be on forms approved by the commissioner of insurance. The amount shall be in keeping with the financial condition of the district and shall not exceed the amount that the board considers reasonably necessary to afford adequate medical treatment of students so injured.
- ⌘ The cost of student insurance shall constitute a legitimate part of the total cost of operating a district.
- ⌘ The failure of a board to purchase student insurance shall not be construed as placing any legal liability upon the district or its officers, agents, or employees, for any injury that may result. Education Code 38.024
- ⌘ A district is not authorized to spend public funds on insurance to benefit persons to whom it owes no legal duty and shall not expend public funds for that purpose. Unauthorized insurance includes no-fault personal injury protection and uninsured motorist coverage. Tex. Const., Art. 3, Secs. 50-52; Atty. Gen. Op. H-602 (1975)

ECISD BOARD POLICY

FFAA (LOCAL)

- ⌘ A student desiring to participate in the UIL athletic program shall undergo a physical examination in accordance with the required schedule established by the UIL and shall submit a statement from an authorized health-care provider indicating that the student has been examined and is physically able to participate in the athletic program. In years that a physical examination is not required, the student shall complete a medical appraisal form. A student may be required to have a physical examination based on answers to the appraisal form.
- ⌘ The District may provide additional screening as District and community resources permit.
- ⌘ Parents of students identified through any screening programs as needing treatment or further examination shall be advised of the need and referred to appropriate health agencies.
- ⌘ A school nurse or administrator who discovers or becomes aware that a child enrolled in a District elementary school has lice shall provide written or electronic notice to parents within the time frames prescribed in law.

ECISD BOARD POLICY

FFAB (LEGAL)

- ❧ Each student shall be fully immunized against diphtheria, rubeola (measles), rubella, mumps, tetanus, and poliomyelitis.
- ❧ TDSHS requires students in kindergarten through twelfth grade to have the following additional vaccines, according to the immunization schedules set forth in department regulations: pertussis, hepatitis B, hepatitis A (for students attending schools in high incidence geographic areas as designated by the department), and varicella (chickenpox).
- ❧ TDSHS requires students in seventh through twelfth grade to have the meningococcal vaccine, according to the immunization schedules set forth in department regulations.

ECISD BOARD POLICY

FFAC (LEGAL)

- ☞ The school in which a minor student is enrolled may consent to medical, dental, psychological, and surgical treatment of that student, provided all of the following conditions are met:
 - ☞ The person having the power to consent as otherwise provided by law cannot be contacted.
 - ☞ Actual notice to the contrary has not been given by that person.
 - ☞ Written authorization to consent has been received from that person.

ECISD BOARD POLICY

FFAC (LOCAL)

- ☞ Procedures shall be established by the administration to ensure that proper attention is given to any student who becomes ill during the course of a school day.
- ☞ Emergency procedures shall be established by the administration to ensure proper attention for any student injured at school. Records shall be maintained on all accidents that require the attention of a medical doctor.
- ☞ Each year, students and parents shall complete and sign a form that provides emergency information and authorizes school officials to obtain emergency medical treatment, as provided by law.
- ☞ Except as provided below at ADMINISTRATION OF MEDICATION TO ATHLETES, the District shall not purchase nonprescription medication to administer to a student.
- ☞ No employee shall give any student prescription medication, non-prescription medication, herbal substances, anabolic steroids, or dietary supplements of any type, except as provided below.
- ☞ Employees authorized by the Superintendent or designee may administer to students:
 - Provided by Parent
 1. Prescription medication in accordance with legal requirements. [See FFAC(LEGAL)]
 2. Nonprescription medication, upon a parent's written request, when properly labeled and in the original container.
 3. Herbal substances or dietary supplements provided by the parent and only if required by the individualized education program or Section 504 plan of a student with disabilities.
- ☞ The District shall purchase nonprescription medication that may be used to prevent or treat illness or injury in the District's athletic program. Only a licensed athletic trainer or a physician licensed to practice medicine in the state of Texas may administer this medication and may do so only if:
 1. The student's parent has given prior written consent for medication to be administered; and
 2. The administration of a medication by an athletic trainer is in accordance with a standing order or procedures approved by a physician licensed to practice medicine in the state of Texas.
- ☞ Except as permitted by Education Code 38.016, an employee shall not:
 1. Recommend to a student or a parent that the student use a psychotropic drug;
 2. Suggest a particular diagnosis; or
 3. Exclude the student from a class or a school-related activity because of the parent's refusal to consent to psychiatric evaluation or examination or treatment of the student.

Incurred and Pending
claims for 2016-2018:

\$60,024.20



Student Insurance



WSHD Provided Student Insurance 2017-2018



2018 / 2019



- ❧ Premier Plus Plan: \$39,417
- ❧ Catastrophic Coverage: \$2,744.64
- ❧ Total: \$42,161.64
- ❧ While participating in or attending any regularly scheduled and supervised activity of the School, including interscholastic sports and including interscholastic football; or while participating in or attending an authorized and sponsored activities (including after school session or weekends) of the Policyholder on premises designed by the Policyholder. This includes direct and uninterrupted travel to and from such activities in a vehicle designated by the Policyholder and to or from the student's residence to attend regular Policy holder sessions.

ECISD BOARD POLICY

FFA (LOCAL)

- ❧ Realizing that healthy students learn better, the District is committed to the promotion of wellness among its students
- ❧ The wellness policy was developed under the leadership of the school health advisory council (SHAC).
- ❧ Schools will promote nutrition education for all students.
- ❧ Schools will encourage and support good nutrition for all students.
- ❧ Schools will adopt and implement state standards for physical activity.
- ❧ Schools will provide opportunities for every student to develop the knowledge and skills for specific physical activities.
- ❧ Schools will provide sanitizers or hand-washing time prior to meal service to help control illness and promote healthy habits.
- ❧ Support for the health of all students will be demonstrated by hosting a variety of events that may include: health clinics, health screenings, assistance for enrolling eligible children in Medicaid and/or other available state assistance programs pertaining to children's health.
- ❧ The District will provide information and outreach for Women, Infants, and Children (WIC) to students and parents.
- ❧ Schools will create a total school environment that is conducive to being physically active.

ECISD BOARD POLICY

FFB (LEGAL)

- ❧ Recommended best practice-based programs in the areas specified below for implementation in public elementary, junior high, middle, and high schools within the general education setting.
 - ❧ Early mental health intervention;
 - ❧ Mental health promotion;
 - ❧ Building skills related to managing emotions, establishing and maintaining positive relationships, and responsible decision-making;
 - ❧ Substance abuse prevention and intervention;
 - ❧ Suicide prevention
 - ❧ Grief-informed and trauma-informed practices;
 - ❧ Positive behavior interventions and supports and positive youth development; and
 - ❧ Safe, supportive, and positive school climate.

ECISD BOARD POLICY

FFC (LEGAL)

- ✧ The District may establish a school-community guidance center designed to locate and assist children with problems that interfere with their education, including juvenile offenders and children with severe behavioral problems or character disorders.

ECISD BOARD POLICY

FFE (LEGAL)

- ☞ Suicide prevention
- ☞ Chemical addiction or dependency
- ☞ Sexual, physical, or emotional abuse

Other Health Related treatment provided by original agreement with WSHD:

- ❧ Outside Licensed Professional Counseling
- ❧ Summer care and treatment
- ❧ Physical, Occupational, and Speech Therapy

ECISD School Health Advisory Council

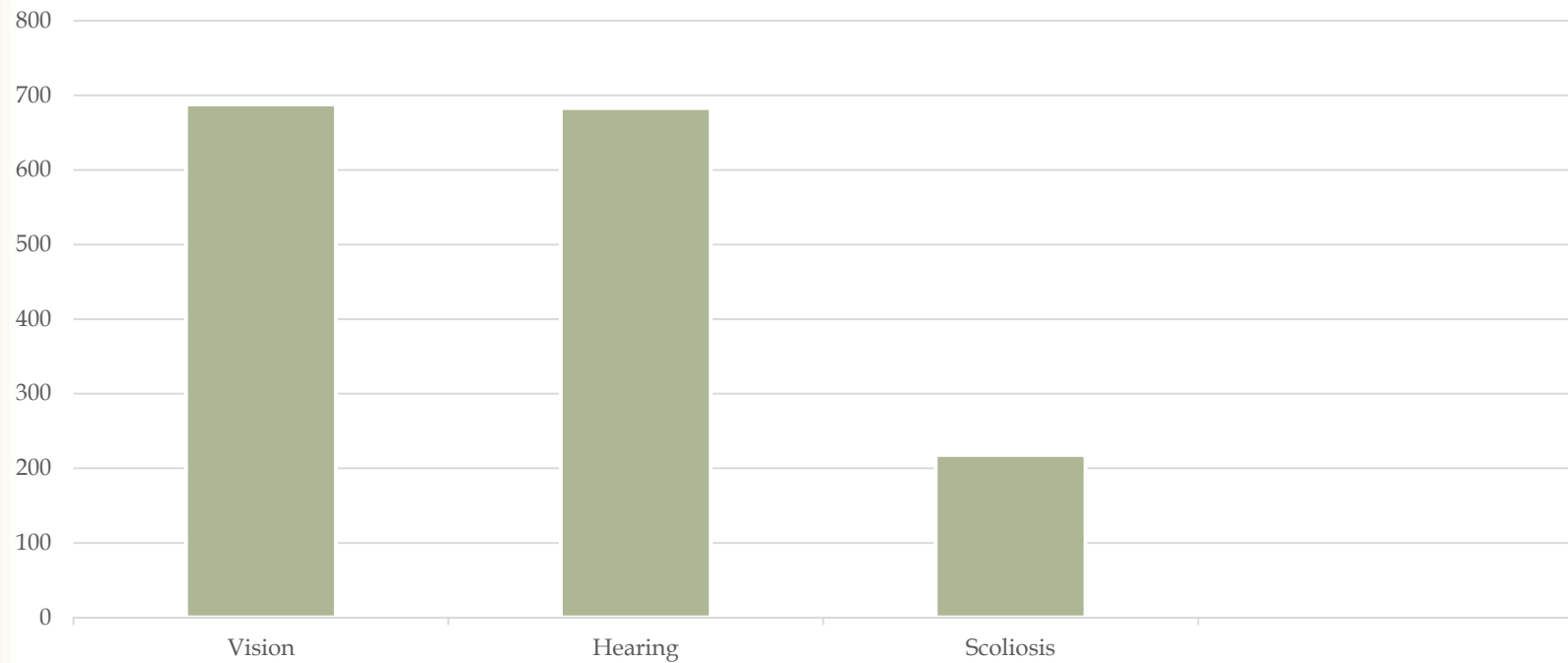


- ❧ The local school health advisory council (SHAC), on behalf of the District, shall review and consider evidence-based strategies and techniques and shall develop nutrition guidelines and wellness goals as required by law. In the development, implementation, and review of these guidelines and goals, the SHAC shall permit participation by parents, students, representatives of the District's food service provider, physical education teachers, school health professionals, members of the Board, school administrators, and members of the public.

Screenings

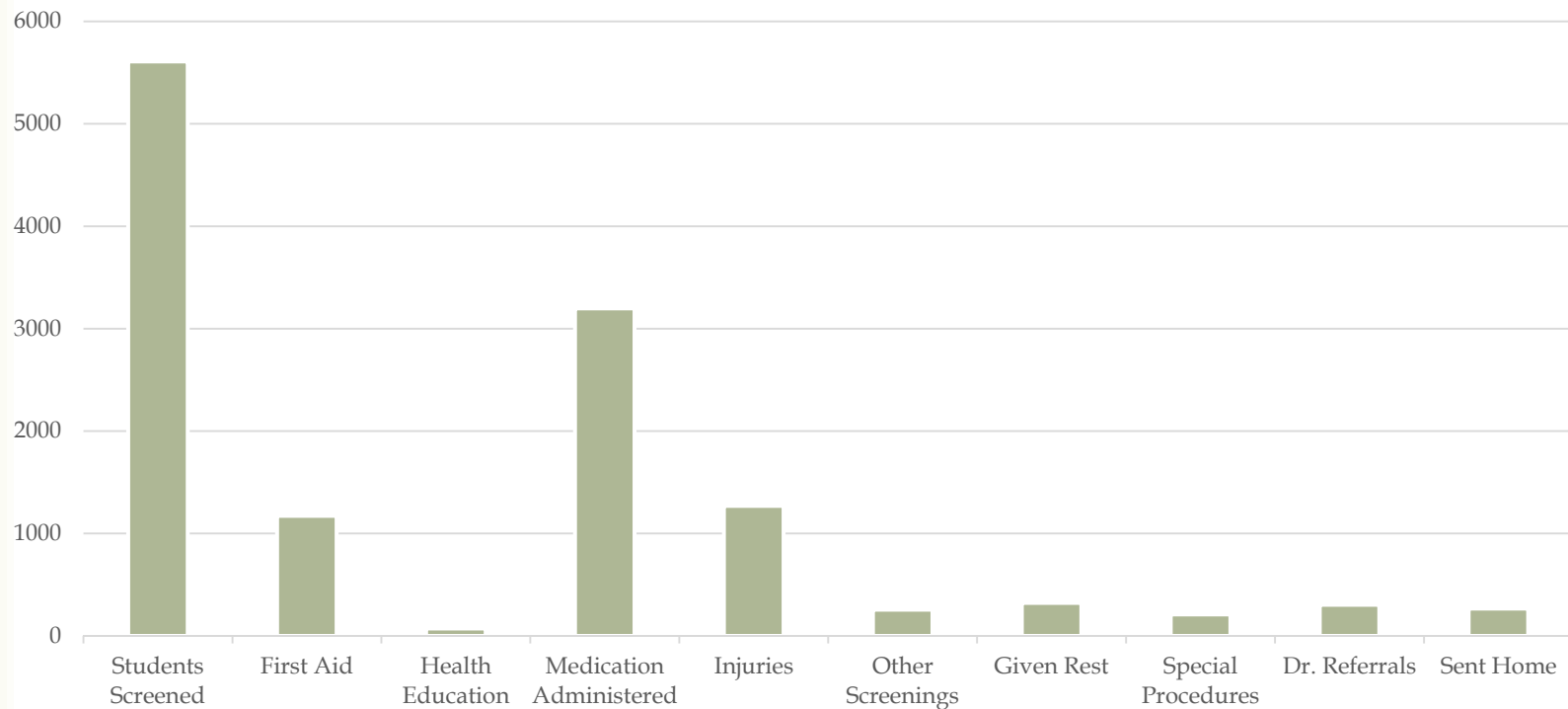


WSHD Provided Screening Services 2017-2018



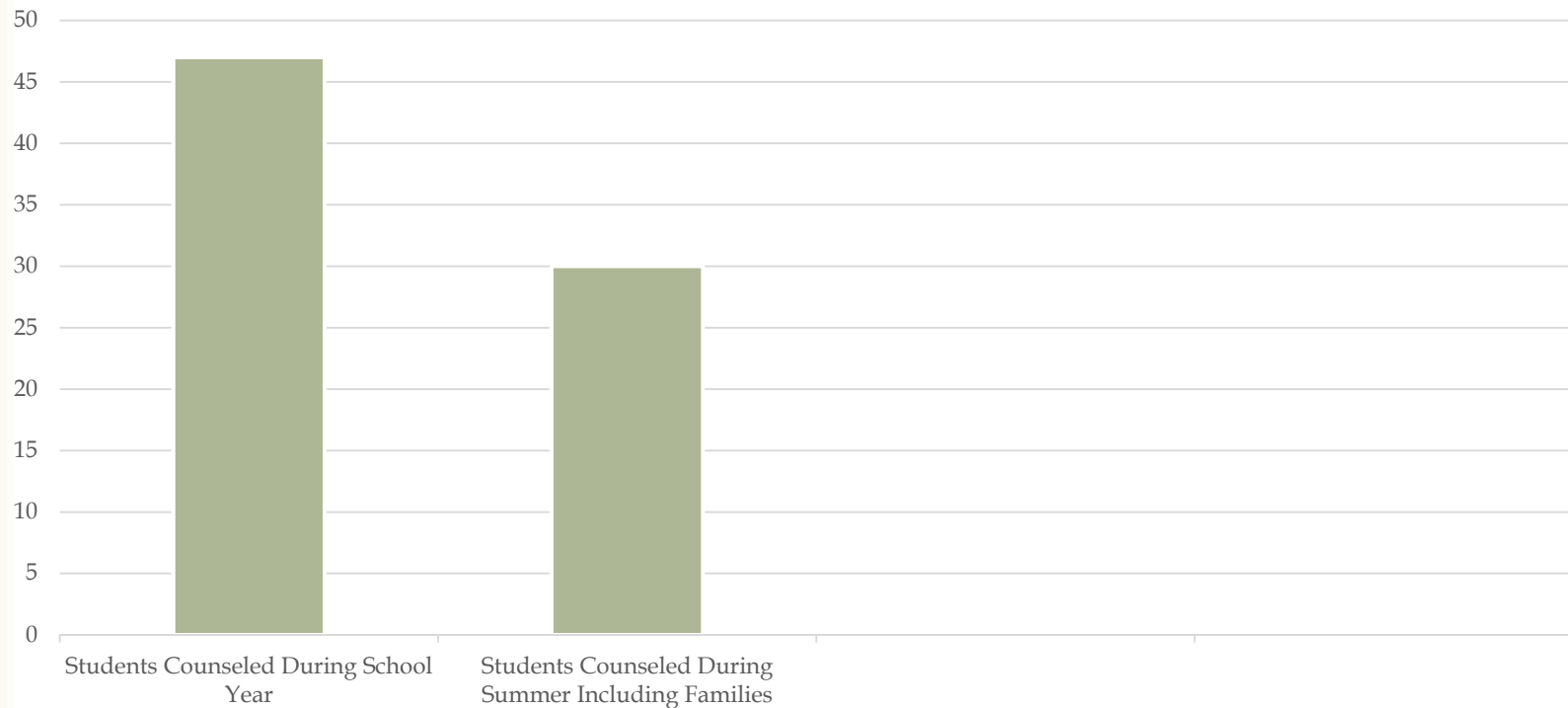
Services Provided by Nurse

WSHD Provided Nurse Services 2017-2018



School Year and Summer Counseling

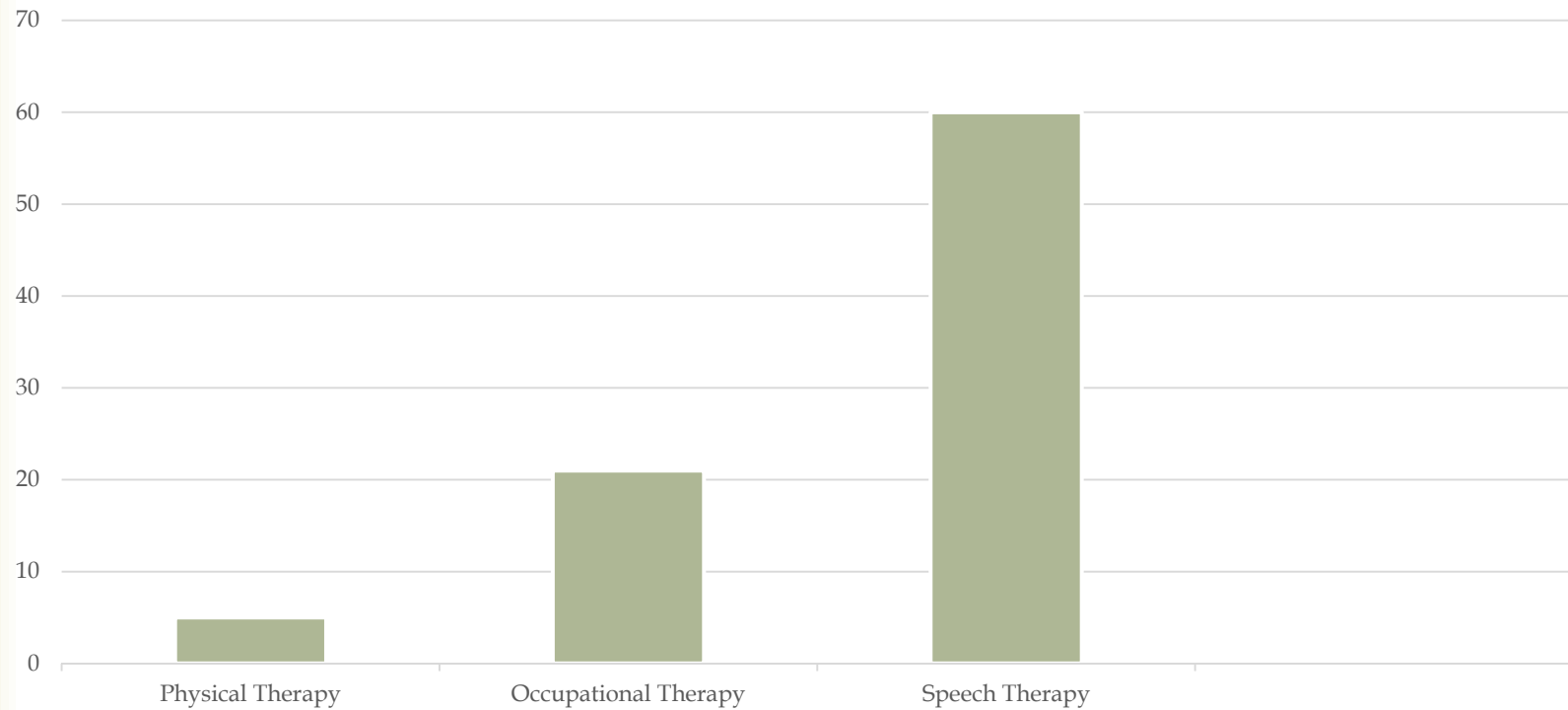
WSHD Counseling 2017-2018



Therapy Services



WSHD Provided Therapy Services 2017-2018



Budget 2017-2018 and Expenditures to date

Category	Revenue	Expenditure	Balance
Revenue	\$ 180,000.00	\$ -	
Insurance	\$ -	\$ 42,161.64	\$ (42,161.64)
Contracted Services	\$ -	\$ 72,740.00	\$ (72,740.00)
Nurse Salary/Benefits	\$ -	\$ 61,260.00	\$ (61,260.00)
Nurse Supplies/Expenses	\$ -	\$ 15,500.00	\$ (15,500.00)
Flu Shots	\$ -	\$ 84.00	\$ (84.00)
Totals	\$ 180,000.00	\$ 191,745.64	\$ 11,745.64

Budget 2018-2019



Category	Revenue	Expenditure	Balance
Revenue	\$ 180,000.00	\$ -	
Insurance	\$ -	\$ 42,161.64	\$ (42,161.64)
Contracted Services	\$ -	\$ 72,740.00	\$ (72,740.00)
Nurse Salary/Benefits	\$ -	\$ 100,000.00	\$ (100,000.00)
Nurse Supplies/Expenses	\$ -	\$ 15,500.00	\$ (15,500.00)
Flu Shots	\$ -	\$ 500.00	\$ (500.00)
Totals	\$ 180,000.00	\$ 230,901.64	\$ 50,901.64

Thank you WSHD



On behalf of the children and families of the Winnie and Stowell communities, we appreciate your continuation of this vital partnership agreement to provide services for the children of our community.

Exhibit “B”

of Clients:
Summary by Facility
Winnie Community Hospital
Pharmacy
Brookshire Brothers Pharmacy
Wilcox Pharmacy
Pharmacy Total
UTMB
UTMB Hospital
UTMB Physician Services
UTMB Total
Youth Counseling
Grand Totals

May			
65			
Billed Amount	Medicaid Rate	% of Services	Actually Paid
\$47,790.60	\$19,594.14	33.04%	\$0.00
\$3,882.24	\$3,499.32	5.90%	\$3,499.32
\$1,464.98	\$1,055.17	1.78%	\$1,055.17
\$5,347.22	\$4,554.49	7.68%	\$4,554.49
\$106,652.71	\$27,320.01	46.07%	\$27,320.01
\$17,202.00	\$6,177.99	10.42%	\$6,177.99
\$123,854.71	\$33,498.00	56.49%	\$33,498.00
\$1,657.50	\$1,657.50	2.79%	\$1,657.50
\$178,650.03	\$59,304.13		\$39,709.99

Year to Date			
Billed Amount	Medicaid Rate	% of Services	Actually Paid
\$303,003.60	\$126,771.35	51.96%	\$0.00
\$35,081.80	\$30,847.89	12.64%	\$30,847.89
\$6,934.39	\$4,534.81	1.86%	\$4,534.81
\$42,016.19	\$35,382.70	14.50%	\$35,382.70
\$254,381.19	\$62,774.83	25.73%	\$62,774.83
\$49,954.00	\$15,627.37	6.40%	\$15,627.37
\$304,335.19	\$78,402.20	32.13%	\$78,402.20
\$3,442.50	\$3,442.50	1.41%	\$3,442.50
\$652,797.48	\$243,998.75		\$117,227.40

Summary by Service Provided

Prescription Drugs
WCH Clinic
WCH ER
WCH Inpatient
WCH Observation
WCH Labs
WCH Physical Therapy
WCH Ultrasound
WCH Lab/Xray
WCH CT Scan
WCH Xray
Lab/Xray readings
UTMB Outpatient
UTMB Anesthesia
UTMB Physician Services
Youth Counseling
Grant Totals

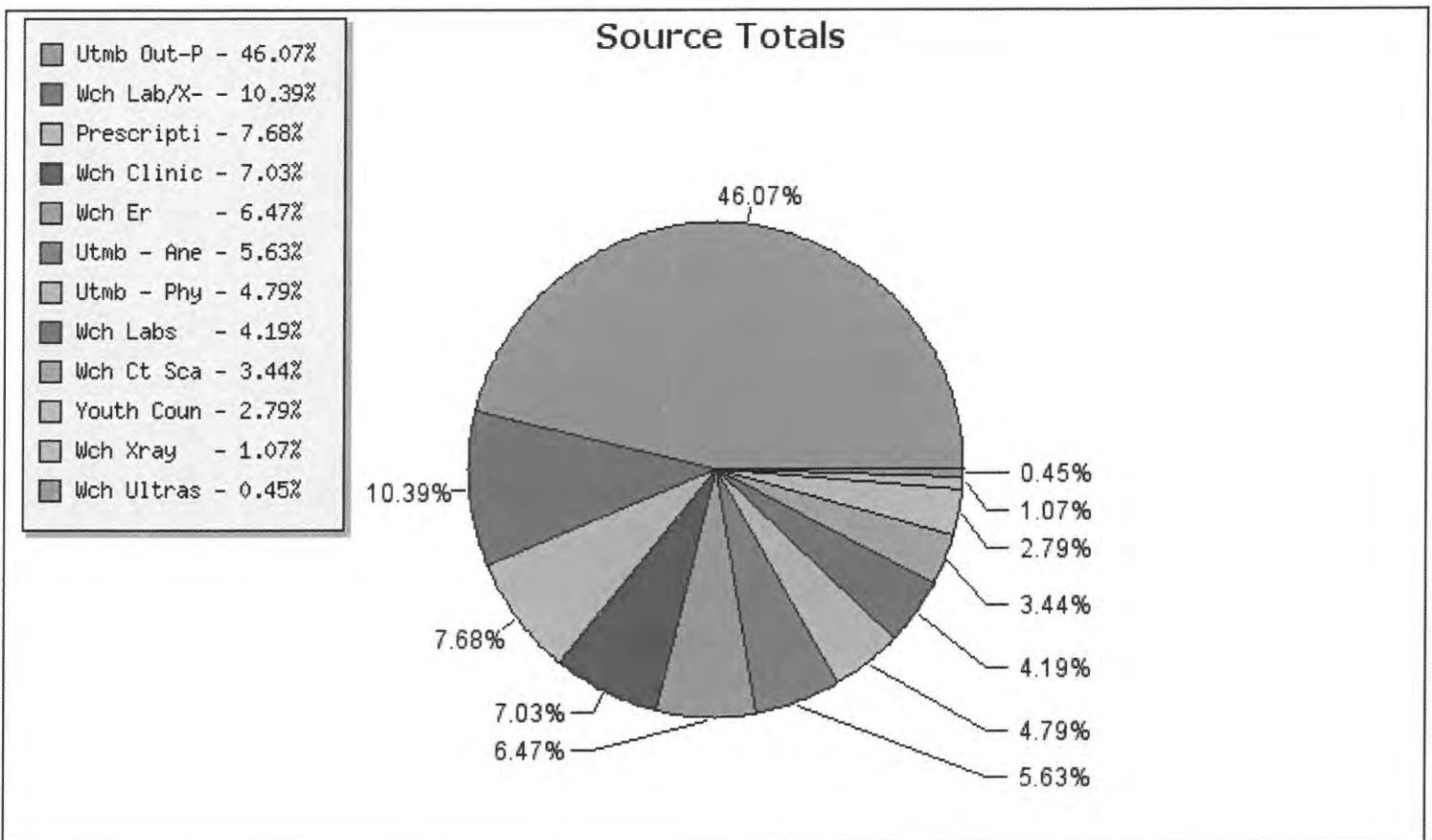
\$5,347.22	\$4,554.49	7.68%	\$4,554.49
\$10,168.60	\$4,169.12	7.03%	\$0.00
\$9,358.00	\$3,836.78	6.47%	\$0.00
\$0.00	\$0.00	0.00%	\$0.00
\$0.00	\$0.00	0.00%	\$0.00
\$6,058.00	\$2,483.78	4.19%	\$0.00
\$0.00	\$0.00	0.00%	\$0.00
\$656.00	\$268.96	0.45%	\$0.00
\$15,023.00	\$6,159.43	10.39%	\$0.00
\$4,977.00	\$2,040.57	3.44%	\$0.00
\$1,550.00	\$635.50	1.07%	\$0.00
\$0.00	\$0.00	0.00%	\$0.00
\$106,652.71	\$27,320.01	46.07%	\$27,320.01
\$6,734.00	\$3,339.57	5.63%	\$3,339.57
\$10,468.00	\$2,838.42	4.79%	\$2,838.42
\$1,657.50	\$1,657.50	2.79%	\$1,657.50
\$178,650.03	\$59,304.13		\$39,709.99

\$42,016.19	\$35,382.70	14.50%	\$35,382.70
\$46,576.60	\$19,096.40	7.83%	\$0.00
\$136,164.00	\$55,827.24	22.88%	\$0.00
\$18,142.00	\$9,978.10	4.09%	\$0.00
\$0.00	\$0.00	0.00%	\$0.00
\$23,720.00	\$9,725.20	3.99%	\$0.00
\$5,107.00	\$2,093.87	0.86%	\$0.00
\$7,712.00	\$3,161.92	1.30%	\$0.00
\$40,151.00	\$16,461.91	6.75%	\$0.00
\$12,628.00	\$5,177.48	2.12%	\$0.00
\$10,200.00	\$4,182.00	1.71%	\$0.00
\$2,603.00	\$1,067.23	0.44%	\$0.00
\$254,381.19	\$62,774.83	25.73%	\$62,774.83
\$9,390.00	\$5,270.57	2.16%	\$5,270.57
\$40,564.00	\$10,356.80	4.24%	\$10,356.80
\$3,442.50	\$3,442.50	1.41%	\$595.00
\$652,797.48	\$243,998.75		\$78,997.20

Source Totals for Batch Dates 05/01/2018 through 05/31/2018

Utmb Out-Patient	46.07%	\$27,320.01
Wch Lab/X-Ray	10.39%	\$6,159.43
Prescription Drugs	7.68%	\$4,554.49
Wch Clinic	7.03%	\$4,169.12
Wch Er	6.47%	\$3,836.78
Utmb - Anesthesia Services	5.63%	\$3,339.57
Utmb - Physician Services	4.79%	\$2,838.42
Wch Labs	4.19%	\$2,483.78
Wch Ct Scan	3.44%	\$2,040.57
Youth Counseling	2.79%	\$1,657.50
Wch Xray	1.07%	\$635.50
Wch Ultrasound	0.45%	\$268.96

Total Expenditures **\$59,304.13**



Entry Statistics for Entry Dates 05/01/2018 through 05/31/2018

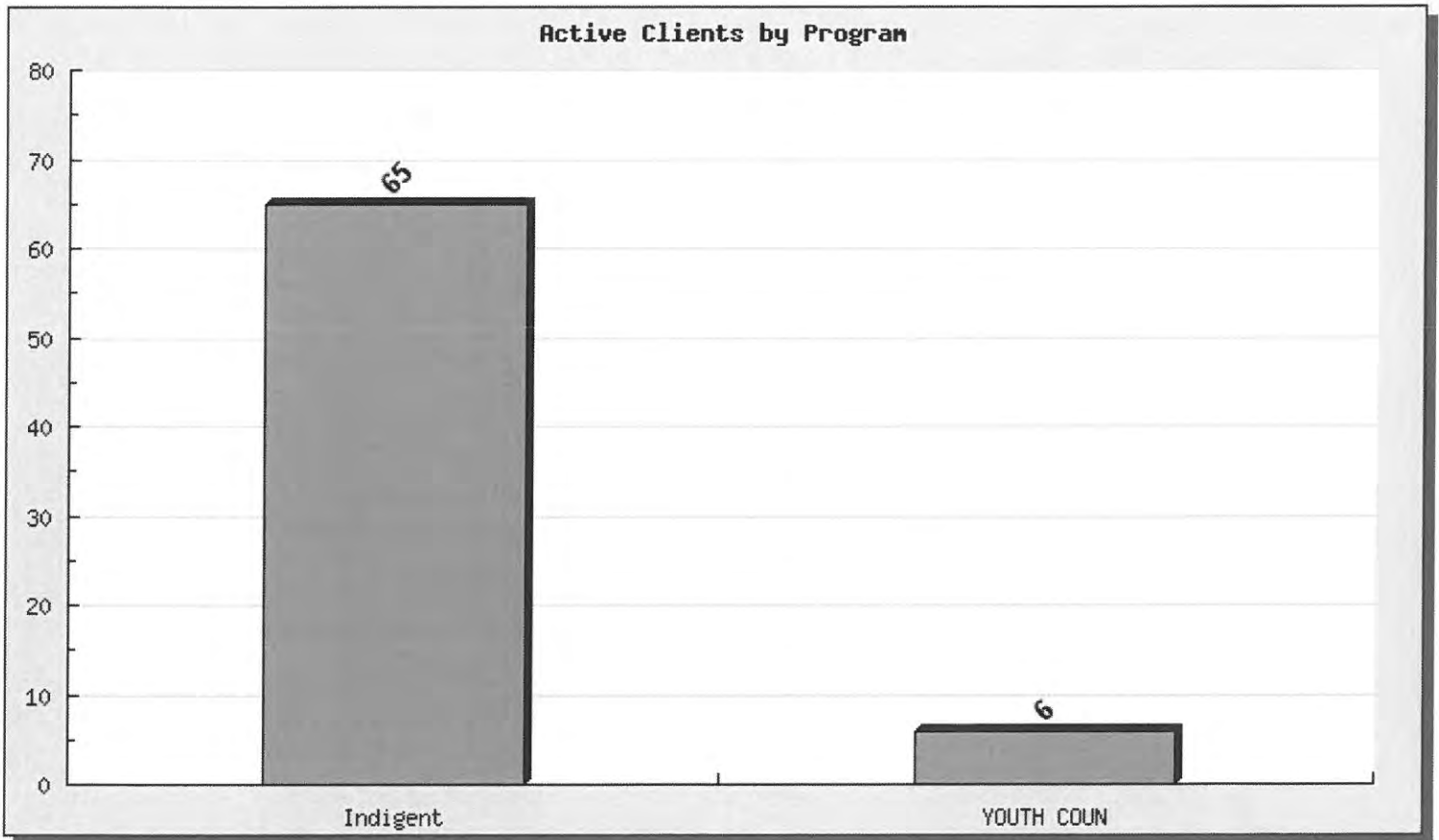
Clients Entered	3
Rapid Reg. Entered	0
Vendors Entered	0
Worksheets Entered	8
Invoices Entered	82

Void Statistics for Void Dates 05/01/2018 through 05/31/2018

Clients Voided	0
Vendors Voided	0
Rapid Reg. Voided	0
Invoices Voided	0

Active Clients by Program for Eligibility Dates 05/01/2018 through 05/31/2018

Indigent	65
YOUTH COUNSELING	6
Total Clients By Program	71



Appointments Scheduled by Type for Appointment Dates 05/01/2018 through 05/31/2018

New Appointment	0
Renewal	6
Total Appointments Scheduled	6

Source Totals ReportWinnie Stowel Hospital District Indigent Healthcare
Services

Batch Dates 05/31/2018 through 05/31/2018

For Vendor: All Vendors

Source	Description	Amount Billed	Amount Paid
02	Prescription Drugs	5,347.22	4,554.49
21	Wch Clinic	10,168.60	4,169.12
24	Wch Er	9,358.00	3,836.78
25	Wch Lab/X-Ray	15,023.00	6,159.43
26	Wch Ct Scan	4,977.00	2,040.57
27	Wch Labs	6,058.00	2,483.78
28	Wch Xray	1,550.00	635.50
29	Wch Ultrasound	656.00	268.96
31	Utmb - Physician Services	10,468.00	2,838.42
31-1	Utmb - Anesthesia Services	6,734.00	3,339.57
34	Utmb Out-Patient	106,652.71	27,320.01
39	Youth Counseling	1,657.50	1,657.50
Expenditures		178,650.03	59,304.13
Reimb/Adjustments			
Grand Total		178,650.03	59,304.13

Source Totals Report Detail

Invoice #	Source	DOS	Amount Billed	Amount Paid
036-3217*65460*27	02	05/01/2018	54.82	54.82
1023*65460*13	02	05/10/2018	5.00	5.00
1024*65460*21	02	05/25/2018	26.33	26.33
1063*65460*10	02	05/29/2018	67.64	67.64
1068*65460*6	02	05/18/2018	13.11	13.11
1086*18651*4	02	05/07/2018	75.14	63.76
1096*65460*1	02	05/15/2018	11.63	11.63
1097*65460*1	02	05/09/2018	15.56	15.56
J392*18651*4	02	05/01/2018	71.96	57.83
036-2856*65460*20	02	05/21/2018	152.10	152.10
036-2856*65460*20	02	05/21/2018	5.00	5.00
036-2942*18651*79	02	05/24/2018	23.68	12.79
036-2942*18651*79	02	05/24/2018	387.68	306.35
036-3067*65460*11	02	05/10/2018	116.55	116.55
036-3067*65460*11	02	05/15/2018	18.01	18.01
036-3413*65460*29	02	05/08/2018	40.25	40.25
036-3413*65460*29	02	05/30/2018	401.87	401.87
1040*18651*16	02	05/23/2018	27.67	19.81
1040*18651*16	02	05/03/2018	67.29	33.09
1043*65460*15	02	05/08/2018	20.00	20.00
1043*65460*15	02	05/08/2018	5.09	5.09
1070*65460*1	02	05/02/2018	4.19	4.19
1070*65460*1	02	05/02/2018	5.00	5.00
1089*65460*2	02	05/02/2018	26.33	26.33
1089*65460*2	02	05/02/2018	14.90	14.90
1092*65460*2	02	05/03/2018	25.00	25.00
1092*65460*2	02	05/31/2018	17.50	17.50
1095*18651*1	02	05/18/2018	66.70	29.40

1095*18651*1	02	05/18/2018	25.59	9.44
036-2749*65460*36	02	05/17/2018	45.30	30.41
036-2749*65460*36	02	05/10/2018	16.13	16.13
036-2749*65460*36	02	05/11/2018	567.63	259.86
036-3426*65460*35	02	05/29/2018	55.00	55.00
036-3426*65460*35	02	05/28/2018	10.00	10.00
036-3426*65460*35	02	05/02/2018	10.00	10.00
036--3424*65460*24	02	05/10/2018	222.44	185.27
036--3424*65460*24	02	05/11/2018	30.30	30.30
036--3424*65460*24	02	05/09/2018	10.00	10.00
1000*65460*21	02	05/09/2018	50.42	50.42
1000*65460*21	02	05/10/2018	115.58	115.58
1000*65460*21	02	05/10/2018	12.00	12.00
1008*18651*18	02	05/14/2018	20.46	9.25
1008*18651*18	02	05/29/2018	36.26	18.20
1008*18651*18	02	05/29/2018	53.12	26.35
1038*65460*18	02	05/07/2018	68.13	68.13
1038*65460*18	02	05/01/2018	35.04	35.04
1038*65460*18	02	05/01/2018	40.00	40.00
1044*65460*7	02	05/02/2018	5.00	5.00
1044*65460*7	02	05/02/2018	10.90	10.90
1044*65460*7	02	05/02/2018	75.66	75.66
1049*65460*14	02	05/01/2018	12.00	12.00
1049*65460*14	02	05/09/2018	40.94	40.94
1049*65460*14	02	05/01/2018	5.00	5.00
1061*65460*8	02	05/25/2018	56.00	56.00
1061*65460*8	02	05/25/2018	86.01	86.01
1061*65460*8	02	05/25/2018	16.13	16.13
1074*65460*2	02	05/10/2018	11.63	11.63
1074*65460*2	02	05/17/2018	5.26	5.26
1074*65460*2	02	05/10/2018	72.50	72.50
1075*18651*3	02	05/08/2018	13.46	13.46
1075*18651*3	02	05/02/2018	101.30	48.86
1075*18651*3	02	05/02/2018	72.19	35.36
1087*65460*3	02	05/24/2018	5.00	5.00
1087*65460*3	02	05/24/2018	27.18	27.18
1087*65460*3	02	05/24/2018	30.30	30.30
1091*65460*3	02	05/15/2018	34.61	34.61
1091*65460*3	02	05/31/2018	160.89	160.89
1091*65460*3	02	05/01/2018	12.00	12.00
036-2783*18651*84	02	05/29/2018	50.00	39.84
036-2783*18651*84	02	05/29/2018	25.00	25.00
036-2783*18651*84	02	05/29/2018	50.00	50.00
036-2783*18651*84	02	05/18/2018	25.00	25.00
036-3364*18651*51	02	05/31/2018	23.62	12.76
036-3364*18651*51	02	05/31/2018	54.86	54.86
036-3364*18651*51	02	05/31/2018	24.00	24.00
036-3364*18651*51	02	05/31/2018	20.00	20.00
036-3432*65460*28	02	05/16/2018	54.34	54.34
036-3432*65460*28	02	05/11/2018	5.00	5.00
036-3432*65460*28	02	05/11/2018	5.00	5.00
036-3432*65460*28	02	05/11/2018	25.88	25.88
1011*65460*28	02	05/24/2018	49.66	45.21
1011*65460*28	02	05/07/2018	25.88	25.88
1011*65460*28	02	05/04/2018	34.72	34.72
1011*65460*28	02	05/07/2018	11.63	11.63
1019*65460*21	02	05/01/2018	5.00	5.00
1019*65460*21	02	05/01/2018	25.88	25.88
1019*65460*21	02	05/01/2018	5.00	5.00

1019*65460*21	02	05/01/2018	20.10	15.70
1020*18651*17	02	05/17/2018	5.40	3.60
1020*18651*17	02	05/17/2018	91.27	62.83
1020*18651*17	02	05/17/2018	13.46	13.46
1020*18651*17	02	05/17/2018	39.87	39.87
1054*65460*13	02	05/09/2018	15.00	15.00
1054*65460*13	02	05/09/2018	5.00	5.00
1054*65460*13	02	05/09/2018	15.00	15.00
1054*65460*13	02	05/09/2018	5.00	5.00
1098*65460*1	02	05/23/2018	34.11	25.44
1098*65460*1	02	05/23/2018	5.00	5.00
1098*65460*1	02	05/30/2018	31.81	31.81
1098*65460*1	02	05/17/2018	27.36	27.36
036-2475*65460*22	02	05/09/2018	5.00	5.00
036-2475*65460*22	02	05/09/2018	34.40	34.40
036-2475*65460*22	02	05/09/2018	29.91	29.91
036-2475*65460*22	02	05/09/2018	45.21	45.21
036-2475*65460*22	02	05/09/2018	11.94	11.94
036-2815*65460*11	02	05/29/2018	34.00	31.90
036-2815*65460*11	02	05/29/2018	14.52	12.17
036-2815*65460*11	02	05/07/2018	5.70	5.70
036-2815*65460*11	02	05/07/2018	5.00	5.00
036-2815*65460*11	02	05/07/2018	34.40	34.40
036-2815*65460*11	02	05/04/2018	28.42	28.42
036-2821*65460*15	02	05/31/2018	5.00	5.00
036-2821*65460*15	02	05/14/2018	9.28	9.28
036-2821*65460*15	02	05/25/2018	5.00	5.00
036-2821*65460*15	02	05/25/2018	33.29	33.29
036-2821*65460*15	02	05/25/2018	27.50	26.38
036-2821*65460*15	02	05/29/2018	7.32	7.32
036-2821*65460*15	02	05/14/2018	5.00	5.00
1046*65460*15	02	05/04/2018	25.88	25.88
1046*65460*15	02	05/04/2018	10.00	10.00
1046*65460*15	02	05/04/2018	33.77	33.77
1046*65460*15	02	05/04/2018	13.02	13.02
1046*65460*15	02	05/07/2018	22.05	22.05
1046*65460*15	02	05/04/2018	5.00	5.00
1046*65460*15	02	05/09/2018	24.40	24.40

44 invoices, 125 line items

5,347.22

4,554.49

1008*63057*16	21	05/29/2018	419.00	171.79
1024*63057*19	21	05/25/2018	406.00	166.46
1038*63057*8	21	04/21/2018	30.00	12.30
1040*63057*6	21	05/03/2018	215.00	88.15
1070*63057*8	21	05/02/2018	224.00	91.84
1092*63057*2	21	05/31/2018	224.00	91.84
1097*63057*1	21	05/09/2018	339.00	138.99
1090*63057*2	21	05/02/2018	224.00	91.84
1090*63057*2	21	05/16/2018	224.00	91.84
036-2475*63057*26	21	05/04/2018	77.00	31.57
036-2475*63057*26	21	05/11/2018	77.00	31.57
036-2475*63057*26	21	05/18/2018	77.00	31.57
1011*63057*25	21	04/04/2018	191.20	78.39
1011*63057*25	21	04/12/2018	278.00	113.98
1011*63057*25	21	04/26/2018	21.40	8.77
1011*63057*25	21	05/03/2018	491.00	201.31
036-3364*63057*21	21	05/03/2018	77.00	31.57
036-3364*63057*21	21	05/10/2018	77.00	31.57

036-3364*63057*21	21	05/17/2018	165.00	67.65
036-3364*63057*21	21	05/24/2018	77.00	31.57
036-3364*63057*21	21	05/31/2018	77.00	31.57
1089*63057*2	21	05/02/2018	477.00	195.57
1089*63057*2	21	05/30/2018	224.00	91.84
1096*63057*1	21	05/03/2018	224.00	91.84
1096*63057*1	21	05/15/2018	491.00	201.31
1096*63057*1	21	05/22/2018	77.00	31.57
1096*63057*1	21	05/29/2018	77.00	31.57
1098*63057*1	21	05/17/2018	246.00	100.86
1098*63057*1	21	05/29/2018	150.00	61.50
036-3067*63057*12	21	05/09/2018	107.00	43.87
036-3067*63057*12	21	05/15/2018	224.00	91.84
036-2821*63057*13	21	04/30/2018	146.00	59.86
036-2821*63057*13	21	05/25/2018	481.00	197.21
036-2942*63057*8	21	05/31/2018	339.00	138.99
1023*63057*7	21	05/10/2018	224.00	91.84
1068*63057*5	21	05/18/2018	338.00	138.58
1074*63057*2	21	05/01/2018	263.00	107.83
1074*63057*2	21	05/10/2018	301.00	123.41
1074*63057*2	21	05/17/2018	224.00	91.84
1091*63057*2	21	05/30/2018	224.00	91.84
J392*63057*5	21	05/01/2018	338.00	138.58
036-2815*63057*10	21	05/10/2018	107.00	43.87
036-2815*63057*10	21	05/30/2018	224.00	91.84
036-2749*63057*24	21	05/17/2018	224.00	91.84
1000*63057*17	21	05/03/2018	224.00	91.84
1000*63057*17	21	05/10/2018	224.00	91.84

25 invoices, 46 line items

10,168.60 4,169.12

1098*63057*1	24	05/22/2018	7,751.00	3,177.91
036-2821*63057*13	24	05/12/2018	830.00	340.30
036-2942*63057*8	24	05/24/2018	777.00	318.57

3 invoices, 3 line items

9,358.00 3,836.78

1089*63057*2	25	05/30/2018	2,509.00	1,028.69
1096*63057*1	25	05/07/2018	3,493.00	1,432.13
1023*63057*7	25	05/10/2018	2,643.00	1,083.63
1068*63057*5	25	05/21/2018	1,883.00	772.03
1074*63057*2	25	05/02/2018	2,620.00	1,074.20
1000*63057*17	25	05/04/2018	1,875.00	768.75

6 invoices, 6 line items

15,023.00 6,159.43

036-2815*63057*10	26	05/31/2018	4,977.00	2,040.57
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1 invoices, 1 line items

4,977.00 2,040.57

1096*63057*1	27	05/09/2018	144.00	59.04
1098*63057*1	27	05/17/2018	1,473.00	603.93
036-2942*63057*8	27	05/31/2018	1,531.00	627.71
1091*63057*2	27	05/31/2018	1,219.00	499.79
J392*63057*5	27	05/01/2018	777.00	318.57
036-2815*63057*10	27	05/03/2018	129.00	52.89
036-2815*63057*10	27	05/30/2018	785.00	321.85

6 invoices, 7 line items			6,058.00	2,483.78
036-3067*63057*12	28	05/15/2018	620.00	254.20
036-2749*63057*24	28	05/18/2018	620.00	254.20
1000*63057*17	28	05/03/2018	310.00	127.10
			<hr/>	<hr/>
3 invoices, 3 line items			1,550.00	635.50
036-2821*63057*13	29	05/02/2018	656.00	268.96
			<hr/>	<hr/>
1 invoices, 1 line items			656.00	268.96
036-2783*63615*3	31	05/02/2018	270.00	75.60
036-2821*63615*2	31	04/04/2018	270.00	56.08
036-3067*63615*3	31	05/24/2018	273.00	65.29
036-3426*63615*3	31	04/24/2018	168.00	62.23
1024*63615*3	31	04/30/2018	183.00	39.92
1068*63615*2	31	04/03/2018	270.00	56.08
1075*63615*1	31	05/25/2018	360.00	86.32
1084*63615*2	31	03/30/2018	23.00	6.44
1091*63615*1	31	04/05/2018	95.00	26.60
1040*63615*7	31	04/05/2018	548.00	153.44
1040*63615*7	31	04/05/2018	270.00	56.08
J392*63615*1	31	05/23/2018	195.00	68.00
J392*63615*1	31	05/23/2018	183.00	68.33
1031*63615*3	31	05/14/2018	273.00	65.29
1031*63615*3	31	05/22/2018	460.00	128.80
1031*63615*3	31	05/22/2018	225.00	63.00
1070*63615*3	31	05/08/2018	245.00	92.06
1070*63615*3	31	05/08/2018	183.00	39.92
1070*63615*3	31	04/06/2018	270.00	56.08
1090*63615*1	31	05/01/2018	415.00	95.54
1090*63615*1	31	05/11/2018	415.00	95.54
1090*63615*1	31	04/25/2018	273.00	76.44
1095*63615*1	31	05/18/2018	135.00	48.12
1095*63615*1	31	05/18/2018	80.00	28.55
1095*63615*1	31	05/18/2018	380.00	94.31
036-3364*63615*3	31	04/19/2018	273.00	65.29
036-3364*63615*3	31	04/19/2018	23.00	8.02
036-3364*63615*3	31	04/19/2018	30.00	10.26
036-3364*63615*3	31	04/19/2018	23.00	8.02
1008*63615*4	31	04/24/2018	415.00	95.54
1008*63615*4	31	05/11/2018	30.00	10.26
1008*63615*4	31	05/15/2018	372.00	112.76
1011*63615*5	31	03/22/2018	1,303.00	364.84
1011*63615*5	31	03/22/2018	1,020.00	285.60
1011*63615*5	31	03/22/2018	158.00	58.38
1011*63615*5	31	03/22/2018	138.00	51.00
1011*63615*5	31	03/22/2018	38.00	13.15
1011*63615*5	31	04/02/2018	183.00	51.24
			<hr/>	<hr/>
18 invoices, 38 line items			10,468.00	2,838.42
1008*63615*4	31-1	05/15/2018	640.00	440.00
1008*63615*4	31-1	05/15/2018	336.00	336.00
1008*63615*4	31-1	05/15/2018	898.00	251.44
1008*63615*4	31-1	05/15/2018	1,225.00	237.37
1008*63615*4	31-1	05/15/2018	1,378.00	385.84

1008*63615*4	31-1	05/11/2018	183.00	39.92
1011*63615*5	31-1	03/22/2018	714.00	714.00
1011*63615*5	31-1	03/22/2018	1,360.00	935.00

2 invoices, 8 line items

6,734.00 3,339.57

036-2821*63614*2	34	04/04/2018	323.00	77.52
036-3067*63614*5	34	05/24/2018	443.00	106.32
036-3364*63614*3	34	04/19/2018	899.00	215.76
036-3426*63614*3	34	04/24/2018	1,828.00	438.72
1024*63614*3	34	04/30/2018	323.00	77.52
1068*63614*2	34	04/03/2018	391.00	93.84
1075*63614*1	34	05/25/2018	291.00	69.84
1084*63614*1	34	03/30/2018	1,105.00	265.20
1091*63614*1	34	04/05/2018	179.00	42.96
1095*63614*1	34	05/18/2018	1,471.00	353.04
036-2783*63614*2	34	03/27/2018	391.00	93.84
036-2783*63614*2	34	05/07/2018	443.00	106.32
1011*63614*4	34	03/22/2018	63,253.23	16,904.13
1011*63614*4	34	04/02/2018	323.00	77.52
1031*63614*3	34	05/14/2018	323.00	77.52
1031*63614*3	34	05/22/2018	7,299.07	1,751.78
1070*63614*3	34	04/06/2018	807.00	193.68
1070*63614*3	34	05/08/2018	3,340.00	801.60
1008*63614*5	34	04/24/2018	443.00	106.32
1008*63614*5	34	05/15/2018	15,434.41	3,704.26
1008*63614*5	34	05/11/2018	438.00	105.12
1040*63614*6	34	03/27/2018	2,010.00	482.40
1040*63614*6	34	03/27/2018	1,455.00	349.20
1040*63614*6	34	04/05/2018	1,529.00	366.96
1090*63614*1	34	04/25/2018	1,044.00	250.56
1090*63614*1	34	05/01/2018	443.00	106.32
1090*63614*1	34	05/11/2018	424.00	101.76

17 invoices, 27 line items

106,652.71 27,320.01

YC01*63616*4	39	05/03/2018	85.00	85.00
YC01*63616*4	39	05/18/2018	85.00	85.00
YC04*63616*2	39	05/01/2018	85.00	85.00
YC04*63616*2	39	05/22/2018	85.00	85.00
YC04*63616*2	39	05/29/2018	85.00	85.00
YC06*63616*1	39	05/25/2018	127.50	127.50
YC06*63616*1	39	05/26/2018	21.25	21.25
YC06*63616*1	39	05/29/2018	85.00	85.00
YC03*63616*3	39	05/03/2018	85.00	85.00
YC03*63616*3	39	05/08/2018	85.00	85.00
YC03*63616*3	39	05/23/2018	85.00	85.00
YC03*63616*3	39	05/29/2018	85.00	85.00
YC05*63616*1	39	05/10/2018	85.00	85.00
YC05*63616*1	39	05/11/2018	21.25	21.25
YC05*63616*1	39	05/17/2018	85.00	85.00
YC05*63616*1	39	05/18/2018	42.50	42.50
YC05*63616*1	39	05/22/2018	85.00	85.00
YC05*63616*1	39	05/24/2018	85.00	85.00
YC05*63616*1	39	05/24/2018	170.00	170.00
YC05*63616*1	39	05/29/2018	85.00	85.00

5 invoices, 20 line items

1,657.50 1,657.50

Grand Totals

178,650.03

59,304.13

109 invoices listed.
285 line items listed.

NOTICE OF REGULAR MEETING OF WINNIE-STOWELL HOSPITAL DISTRICT

6:00 p.m.; Wednesday, June 20, 2018
Winnie Community Hospital – Conference Room
Broadway, Winnie, Texas

Regular Meeting

1. Call to Order.
 - a. Introduction of Guests
2. Pledge of Allegiance
3. Public Comment – limited to three minutes.
4. Review and Approve Minutes of Previous Meeting(s):
 - a. May 16, 2018
5. Review and approve financials report; payment of invoices; receive Accountants report, and amend budget, if necessary.
6. Discuss and take action on Committee Reports:
 - a. Finance Committee: Dir. Espinosa and Dir. Stramecki;
 - b. Hospital ER Project Committee: Dir. Murrell and Dir. Stramecki
 - c. Indigent Healthcare Committee: Dir. Burgess and Dir. Rollo;
 - d. Personnel Committee: Dir. Burgess and Dir. Rollo; and
 - e. Hospital Liaison: Dir. Espinosa.
7. Discuss and take action on reports, if necessary, by:
 - a. District Administrator;
 - b. District Indigent Care Director;
 - c. District General Counsel;
 - d. LTC Report; and
 - e. Hospital Report
8. Discuss and take action, if necessary, on approving the engagement letter with Durbin & Co., LLP to perform the District's 2017 audit.
9. Discuss and take action, if necessary on considering request by the East Chambers Independent School District to renew the healthcare agreement with the District and to present year end report.

The notice for this meeting was filed and posted in compliance with the Texas Open Meeting Act on the 15th day of June, 2018.

Sherrie Norris
Submitted by: Sherrie Norris, District Administrator

The Board may retire to Executive Session any time between the meetings opening and adjournment for the purpose of consultation with legal counsel pursuant to Chapter 551.071 of the Texas Government Code; discussion of personnel matters pursuant to Chapter 551.074 of the Texas Government Code; to discuss Health Care Services as provided by Chapter 551.085 of the Texas Government Code; and/or, discussion of real estate acquisitions pursuant to Chapter 551.072 of the Texas Government Code. Action, if any, will be taken in open session.

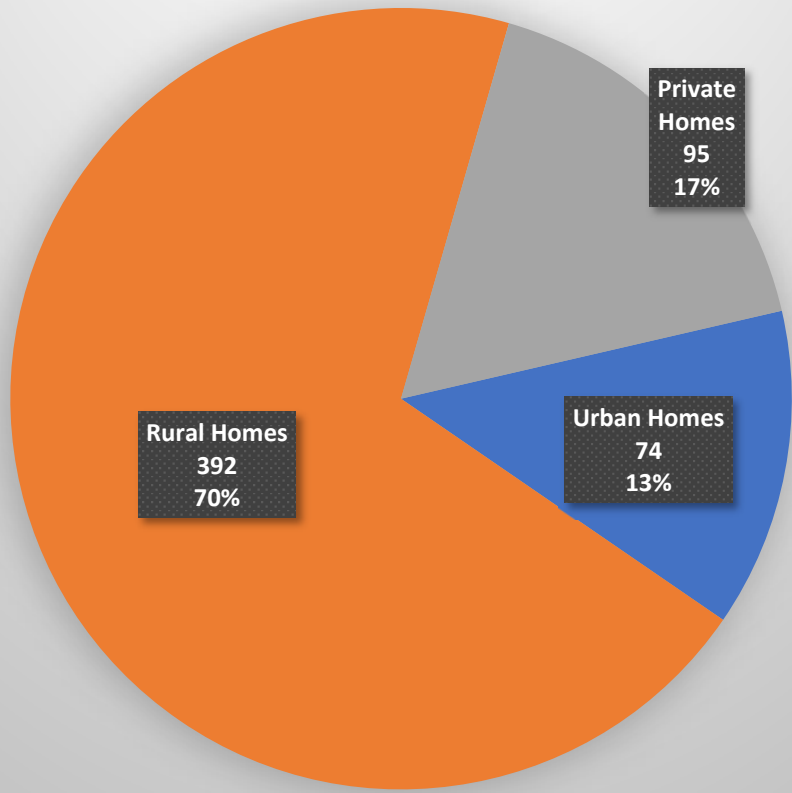
A packet containing all *existing* supportive documentation for this agenda is available for inspection upon receipt of a *written request* and can be made available at Winnie Community Hospital, located at Broadway, Winnie, Texas between the hours of 7:00 p.m. and 9:00 p.m. Please call Sherrie Norris at (409) 296-1003 or e-mail her at sherrie@wshd-tx.com to arrange a viewing or copies of the documents.

Winnie-Stowell Hospital District is committed to compliance with the Americans with Disabilities Act. Reasonable modifications and equal access to communications will be provided upon request. Please call Sherrie Norris at (409) 201-3922 for information. Hearing impaired or speech disabled persons equipped with telecommunication devices for the deaf may utilize the statewide Relay Texas Program, 1-800-735-2988.

Exhibit “C”

QIPP Year 2
Rural v. Urban

QIPP-Year 2
561 Homes



QIPP-Year 2
Annual IGT-\$205,830,902.24

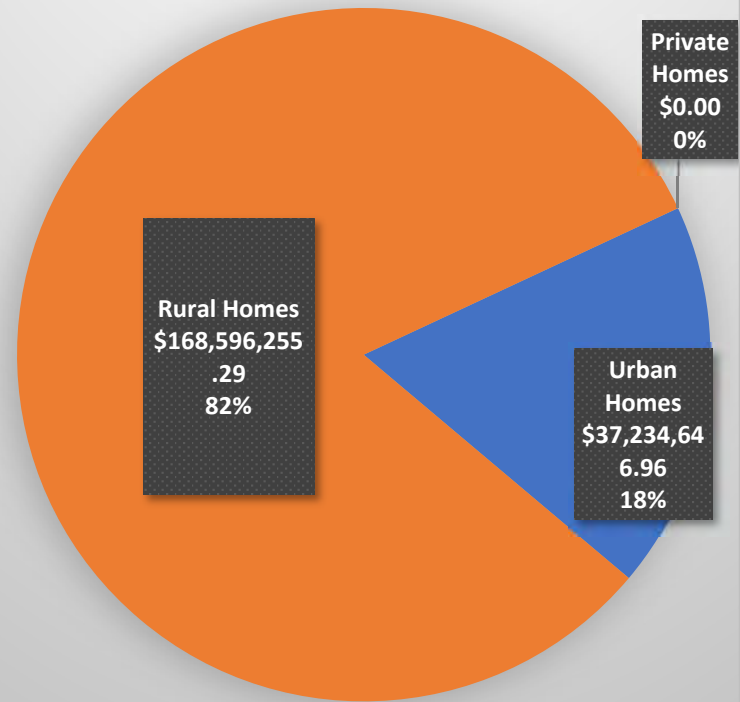


Exhibit “D”

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE WINNIE-STOWELL HOSPITAL DISTRICT

The Regular 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 seventy-two (72) hours prior to the opening of said meeting for 6:00 p.m. on the 16th day of May 2018, at the Winnie Community Hospital (“Hospital”)-Conference Room, Broadway, Winnie Texas (a copy of said Notice being placed amongst the files of the District).

At approximately 6:02 p.m., the meeting was convened, and the roll was called of the members of the Board, to wit:

Ed Murrell, President
Jeff Rollo, Vice-President
Anthony Stramecki, Treasurer
Raul Espinosa, Secretary
Sharon Burgess, Director

All said Board members were present. Also present at the public hearing were: Sherrie Norris, District Administrator; Yani Jimenez, Indigent Care Director; Hubert Oxford, IV, General Counsel; Chris Portner, General Counsel for Winnie Community Hospital; Mr. Tommy Davis, with Durbin & Co., LLC; Mr. Wade Thibodeaux, the Hometown Press; Gloria Roemer, Seabreeze Beacon; and Larry Barron.

There being no public comment, President Murrell asked the Board to consider and take action on Agenda Item No. 4, to review and approve the minutes of the Regular Meeting held on April 18, 2018. (See **Exhibit “A”**). The Board reviewed the minutes and a motion was made by Director Stramecki to approve the minutes of the Regular Meeting held on April 18, 2018. This motion was seconded by Director Burgess with the unanimous consent of all Board members.

The Board was then asked by President Murrell to consider Agenda Item No. 5, to review and approve financial reports; payment of invoices, and amend budget, if necessary. Mr. Sticker

and Mrs. Norris presented the Board with a Cash and Investment Report as well as: 1) Balance Sheet as of April 30, 2018; 2) Profit & Loss Budget vs. Actual as of April 30, 2018; and 3) the check register for the District's Prosperity Account from April 18, 2018 to May 16, 2018. (*See Exhibit "B"*). Before Mrs. Norris reviewed the cash report and upcoming transactions, Mr. Sticker presented the Balance Sheet as of April 30, 2018 and the Profit & Loss Budget vs. Actual as of April 30, 2018. Mr. Sticker advised that everything was in order and there were no line items in the Profit & Loss Budget that needed to be amended at the time. However, he did state that he anticipated upcoming amendments before the end of the year to account for changes in the Quality Incentive Payment Program ("QIPP") revenue and some corresponding individual line item expenses.

Mr. Sticker then turned over the presentation to Mrs. Norris who discussed the Treasurer's Report and upcoming payment activity from the QIPP program. First, Mrs. Norris stated that the District's net cash available following the payment of \$97,554.71 in invoices was \$2,295,364.57 or \$2,327,045.80, not including the \$65,873.48 in the District's Texnet account because this money was designed for upcoming interest payments.

In regard to the invoices, President Murrell asked Mr. Davis with Durbin & Co., LLC to discuss the 2016 audit invoice for \$47,813.75. In response, Mr. Davis explained that the actual cost of the audit was \$63,000.00 because the auditors had to spend an unexpected amount of time updating journal entries for all the District's nursing homes before they could reconcile the accounts. However, they reduced it to \$47,813.75 so that the cost would be more in line with the \$24,000.00 expected costs in their audit engagement letter and was willing to reduce the \$47,813.75 by an additional \$15,000.00 in credits for the 2017 audit. After Mr. Davis's explanation, the Board discussed extensively how it could avoid this problem in the future and Mr.

Davis volunteered to travel to Austin to meet with the LTC Group to verify that they already had the journal entries and reconciliations for nursing home accounts completed for 2017. Per Mr. Davis, if this were done, he did not foresee any reason the audit could not be completed within three (3) months after the execution of the audit engagement letter and for less than \$24,000.00. The Board then discussed the offer of the \$15,000.00 credit and agreed, if the work was performed, then the auditor needed to be paid for the work. However, it was once again stressed that before the engagement letter for 2017 was signed, the Board wanted confirmation from the auditor that they had the information needed in the proper format.

Thereafter, Mrs. Norris previewed the anticipated upcoming transactions including loan payments, interest payments, and the potential to make an intergovernmental transfer (“IGT”) for Quality Incentive Payment Program (“QIPP”) Year 2, if the State of Texas is able to resolve its differences with the Non-State Owned Governmental Entities (“NSGO”). Mrs. Norris reminded the Board that they had previously authorized this transaction at the April 18, 2018 Regular Meeting for an amount up to \$8,000,000.00.

Upon the completion of the discussion on the District’s financials, cash reports, and upcoming transactions, a motion was made by Director Rollo to approve the District’s financials and expenses, including the Durbin & Co, LLC. Invoice for \$47,813.75. (See **Exhibit “B”**). This motion was seconded by Director Stramecki and approved with the consent of a Board members.

Next, President Murrell asked the Committee Chairpersons if they had anything discussed as set forth in Agenda Item No. 6. The various Chairpersons all stated that they had nothing to report. Therefore, President Murrell turned to Agenda Item No. 7, to discuss staff reports. The reports given by staff were as follows:

- a. **District Administrator:** Administrator Norris requested confirmation from the Board members on who was going to attend the Texas Healthcare Trustees Conference scheduled

for July 26-28, 2018 in Grapevine, Texas. After some discussion, Directors Murrell, Rollo, Stramecki, and Espinosa responded that they would attend.

- b. **District Indigent Care Director:** Mrs. Jiminez reviewed the April 2018 indigent care report. (See Exhibit “C”). As part of her review, Mrs. Jiminez highlighted the fact that the UTMB total was at \$44,904.20, which is well below \$180,000.00 budgeted. A summary of the report is as follows:

	April				Year to Date			
# of Clients:	59							
	Billed Amount	Medicaid Rate	% of Services	Actually Paid	Billed Amount	Medicaid Rate	% of Services	Actually Paid
Summary by Facility								
Winnic Community Hospital	\$77,710.00	\$31,883.22	57.75%	\$0.00	\$255,213.00	\$107,177.21	136.39%	\$0.00
Pharmacy								
Brookshire Brothers Pharmacy	\$4,662.01	\$4,046.94	7.33%	\$4,046.94	\$31,199.56	\$27,348.57	42.21%	\$27,348.57
Wilcox Pharmacy	\$1,037.62	\$783.82	1.42%	\$783.82	\$5,469.41	\$3,479.64	4.88%	\$3,479.64
Pharmacy Total	\$5,699.63	\$4,830.76		\$4,830.76	\$36,668.97	\$30,828.21		\$30,828.21
UTMB								
UTMB Hospital	\$24,964.25	\$5,991.42	10.85%	\$5,991.42	\$147,728.48	\$35,454.82	53.37%	\$35,454.82
UTMB Physician Services	\$5,775.00	\$2,055.75	3.72%	\$2,055.75	\$32,752.00	\$9,449.38	13.39%	\$9,449.38
UTMB Total	\$30,739.25	\$8,047.17		\$8,047.17	\$180,480.48	\$44,904.20		\$44,904.20
Youth Counseling	\$1,190.00	\$1,190.00	2.16%	\$1,190.00	\$1,785.00	\$1,785.00	1.08%	\$1,785.00
Grand Totals	\$115,338.88	\$45,951.15		\$14,067.93	\$474,147.45	\$184,694.62		\$77,517.41
Summary by Service Provided								
Prescription Drugs	\$5,699.63	\$4,830.76	8.75%	\$4,830.76	\$36,668.97	\$30,828.21	47.09%	\$30,828.21
WCH Clinic	\$8,227.00	\$3,373.07	6.11%	\$0.00	\$36,408.00	\$14,927.28	20.93%	\$0.00
WCH ER	\$43,399.00	\$17,793.59	32.23%	\$0.00	\$126,806.00	\$51,990.46	61.95%	\$0.00
WCH Inpatient	\$158.00	\$86.90	0.16%	\$0.00	\$18,142.00	\$9,978.10	17.92%	\$0.00
WCH Observation	\$0.00	\$0.00	0.00%	\$0.00	\$0.00	\$0.00	0.00%	\$0.00
WCH Labs	\$1,044.00	\$428.04	0.78%	\$0.00	\$17,662.00	\$7,241.42	6.19%	\$0.00
WCH Physical Therapy	\$0.00	\$0.00	0.00%	\$0.00	\$5,107.00	\$2,093.87	3.45%	\$0.00
WCH Ultrasound	\$3,776.00	\$1,548.16	2.80%	\$0.00	\$7,056.00	\$2,892.96	1.46%	\$0.00
WCH Lab/Xray	\$15,163.00	\$6,216.83	11.26%	\$0.00	\$25,128.00	\$10,302.48	7.40%	\$0.00
WCH CT Scan	\$4,977.00	\$2,040.57	3.70%	\$0.00	\$7,651.00	\$3,136.91	1.99%	\$0.00
WCH Xray	\$966.00	\$396.06	0.72%	\$0.00	\$8,650.00	\$3,546.50	5.71%	\$0.00
Lab/Xray readings	\$0.00	\$0.00	0.00%	\$0.00	\$2,603.00	\$1,067.23	1.93%	\$0.00
UTMB Outpatient	\$24,964.25	\$5,991.42	10.85%	\$5,991.42	\$147,728.48	\$35,454.82	53.37%	\$29,463.40
UTMB Anesthesia	\$976.00	\$776.00	1.41%	\$776.00	\$2,656.00	\$1,931.00	2.09%	\$1,155.00
UTMB Physician Services	\$4,799.00	\$1,279.75	2.32%	\$1,279.75	\$30,096.00	\$7,518.38	11.30%	\$6,238.63
Youth Counseling	\$1,190.00	\$1,190.00	2.16%	\$1,190.00	\$1,785.00	\$1,785.00	1.08%	\$595.00
Grand Totals	\$115,338.88	\$45,951.15		\$14,067.93	\$474,147.45	\$184,694.62		\$37,452.03

- b. **District General Counsel:** Attorney Oxford reported that he had recently been contacted by the East Chambers Independent School District (“School District”) regarding the renewal of the District’s Interlocal Agreement with the School District to provide Healthcare services to the students of the School District. (See Exhibit “D”). Further, Attorney Oxford discussed the premium increase to the School District’s Catastrophe Coverage that is supplemental by the District. In conclusion, Attorney Oxford reported to the Board that he requested School District personnel attend the June 2018 Regular Meeting to provide the District’s Board with an end of the school year update and to request that the agreement be extended for another year.

- c. **LTC Report:** See Exhibit “E”.

d. **Hospital Report:** None.

Following the staff reports, President Murrell called on Attorney Oxford to address Agenda Item No. 8, to discuss and take action, if necessary, on authorizing the District's Administrator to serve as the District's election officer for the November 2018 election and to prepare and post all notices orders required by the Texas Elections Code. According to Attorney Oxford, the District had two at-large seats up for election on the November 6, 2018 election. Those seats were currently held by Directors Raul Espinosa and Sharron Burgess. As such, it was time to review the election calendar and to appoint an Election Officer for the District. (See **Exhibit "F"**). During the last two (2) election cycles, Attorney Oxford reminded the Board members that Administrator Norris served as the District's Election officer and did a great job. Therefore, it was his recommendation that the Board appoint the District's administrator serve as the Election Officer for the November 6, 2018 election and order the election. Pursuant to this recommendation, a motion was made by Director Stramecki to appoint the District's Administrator, Mrs. Sherrie Norris, to serve as the District's Election Officer as required by Section 31.123 of the Texas Election Code and order the November 6, 2017 election. (See **Exhibit "F"**). This motion was seconded by Director Burgess and approved by all Board members present.

Next, President Murrell called on Attorney Oxford to discuss Agenda Item No. 9, to discuss and take action, if necessary, on authorizing the District's election officer to post Notice of Candidate Filing Deadline. Attorney Oxford continued by explaining that Section 141.040 of the Election code states that the District was obligated to post a Notice of Candidate Filing Deadlines thirty (30) days prior to the first day that a candidate can file for office. In the upcoming November 6, 2018 election, the filing period for candidates to file for office was scheduled to begin on July 21, 2018 and end on August 20, 2018. Therefore, the Notice of Candidate Filing Deadline needed

to be posted inside the hospital by June 21, 2018. (See **Exhibit “G”**). In addition, Attorney Oxford recommended that the District post all election notices on its website. The Board concurred with this recommendation and then Director Stramecki made a motion to authorize the District’s election officer to post Notice of Candidate Filing Deadlines. This motion was seconded by Director Rollo and unanimously approved by all the Commissioners present.

Lastly, President Murrell directed the Board’s attention to Agenda Item No. 11, to discuss and take action, if necessary on amending the amount borrowed for Loan 13 in response to the proposed amendments to Quality Incentive Payment Program rules. Following the introduction of the agenda item, President Murrell asked for Attorney Oxford to give the Board an update on the proposed rule changes to the QIPP Program (“proposed rule”) for year two (2) and to discuss the potential need for increased IGT funding authority. According to Attorney Oxford, the HHSC published the proposed rule changes to the QIPP Program on May 4, 2018 (See **Exhibit “H-1”**). Attorney Oxford also reported that prior to the publishing of the proposed rule changes, Attorney Oxford and President Murrell submitted an e-mail to the Governor’s office and a letter to Mr. Tommy Williams, Special Liaison to HHSC, advising of concerns with the proposed rule changes. (See **Exhibits “H-2” and “H-3”**). Per Attorney Oxford, while the proposed rule increases the pool of QIPP funds available from \$400,000,000.00 to \$625,000,000.00, the correspondence addressed the uncertainties created by the proposed rule that were going to make it difficult to recommend the upcoming IGT on May 31, 2018. The problems addressed were as follows:


- The proposed rule change would not go into effect until after the District was asked to make an IGT that would be subject to the new rules if they became effective in June 2018.
- The proposed rule was going to most likely substantially dilute the QIPP funds available because it reduces the minimum Medicaid daily nursing home rate from 77.89% or more to 62.8% or more to qualify as a private facility not required to be owned by a Non-State Owned Governmental Organizations (“NSGOs”). By dropping the minimum Medicaid rate, over four hundred (400) new homes qualify to participate in the QIPP program as

private facilities that do not make IGTs but keep 100% of their QIPP return funds. By way of reference, in the first year of QIPP, eight-four (84) facilities participated as private facilities.

- Furthermore, of the four hundred (400) homes that would qualify as private homes, two hundred (200) facilities are already owned by NSGOs. The proposed rule gives these facilities the opportunity to opt out of the ownership arrangements with the various NSGOs after NSGOs make the May 31, 2018 IGTs and participate as private nursing facilities that do not have to share the QIPP returns.
- To make matters worse, the District's anticipated IGT for twenty-four (24) nursing facilities on May 31, 2018 was expected to increase from \$7.7 million to \$9.5 million but because of the participating facilities had the right to become private facilities, there was the probable chance that ten (10) of the District's facilities would opt out of its relationship in June 2018 and keep 100% of their supplemental funds. If the District no longer owned these facilities, the facilities would be obligated by the penalty provision in the Management Agreements to ensure the District received its IGT funds, but the District would have to absorb the costs of the excess IGT and receive far less in QIPP funds.

For these reasons, Attorney Oxford recommended that the District make its anticipated IGT for the previously approved amounts only if the proposed rule was withdrawn from consideration. Otherwise, the District needed to reconvene for a special meeting to decide on any IGT request if the proposed rule was not withdrawn from consideration. The Board agreed, and a motion was made by Director Stramecki to: 1) make the IGT on May 31, 2018 as contemplated by the existing rules in the amount set forth during the discussion at the April 18, 2018 Regular Meeting or, in the alternative, 2) if the proposed rule was still pending at the time of the IGT request, the Board needed to convene and reconsider the IGT before it was initiated. This motion was seconded by Director Espinosa and unanimously approved by all the Commissioners.

President Murrell then called for any other such matters before the Board. There being none, President Murrell informed the Board that the next regularly scheduled would take place on June 20th, 2018 at 6:00 p.m. At 7:22 p.m., a motion was made by Director Stramecki to adjourn the meeting. This motion was seconded by Director Espinosa and unanimously approved by all the Board members present.


~~Edward Murrell, President~~
Raul Espinosa, Secretary


Jeff Rollo, Vice-President

Exhibit “E”

WSHD Treasurers Report and Supporting Documents

Reporting Date: Wednesday, June 20, 2018

Pending Expenses	For	Amount	Funds Summary	Totals
Benckenstein & Oxford	Inv # 49002 (Mar 2018)	\$19,023.73	Prosperity Operating	\$807,392.89
Hubert Oxford	1/2 Legal Retainer	\$500.00	Interbank (Prepaid Interest)	\$492,334.68
Josh Heinz	1/2 Legal Retainer	\$500.00	Prosperity CD	\$105,343.58
David Sticker	Inv # 20467	\$1,843.75	TexStar	\$664,322.58
American Education Services	S Stern-Student Loan	\$150.14	Post Oak Bank LOC (Available)	\$495,962.90
Dept Of Education. FedLoan	H Redwine-Student Loan	\$948.36	Net Cash Position (less Interbank)	\$1,901,034.05
Function 4 (Contract)	Copier Inv # 628447	\$31.39	Pending Expenses	(\$63,216.36)
Indigent Healthcare Solutions	IC Inv 66020	\$1,059.00	Ending Balance	\$1,837,817.69
Brookshire Brothers	Indigent Care	\$3,499.32	Last Month	
Wilcox Pharmacy	Indigent Care	\$1,055.17	Prosperity Operating	\$548,115.42
UTMB at Galveston	Indigent Care	\$27,320.01	Interbank	\$179,576.58
UTMB Faculty Group	Indigent Care	\$6,177.99	Prosperity CD	\$105,151.28
Stace Farrow (Youth Counselor)		\$657.50	TexStar	\$662,462.54
CNA Surety	C RH NH Bond Renewal	\$150.00	Post Oak Bank LOC (Available)	\$254,971.65
CNA Surety	C MMW NH Bond Renewal	\$300.00	Net Cash Position	\$1,570,700.89
Total Pending Expenses		\$63,216.36	Pending Expenses	(\$410,763.88)
			Ending Balance	\$1,159,937.01

Expenses Incurred Since Last Meeting	For	Amount
ECISD	ACH-	\$15,000.00
Function 4 (Lease)	ACH Copier	\$133.42
Time Warner Cable	ACH-Phone/Internet	\$192.06
Prosperity Bank	ACH Credit Card	\$131.79
5/25 Salt Creek Capital	Ln 12 Int & Princip	\$482,249.05
5/30 Post Oak	LOC Int (Apr 2018)	\$6,081.22
Total Expenses Incurred Since Last Meeting		\$503,787.54

Upcoming Transactions	For	Anticipated Date	Income	Expenses	Running Balance
MCOs	QIPP 2, April 2018 Comp. 1 Pmt.	5/20/2018-5/24/2018	\$755,740.65		\$1,471,327.20
Salt Creek Capital	Loan 12-Principle and Interest (Month 7/10)	5/24/2018		(\$483,743.80)	\$987,583.40
Prepaid Interest	Loan 13, First 5 months interest reserve-estimated	5/31/2018		(\$88,794.05)	\$898,789.35
Post Oak Bank	LOC Interest	6/6/2018		(\$5,969.26)	\$892,820.09
MCOs	QIPP, May 2018 Comp. 1 Pmt.	6/20/2018-6/24/2018	\$765,354.95		\$1,658,175.04
Salt Creek Capital	Loan 13-Interest (Month 1/10)	6/29/2018		(\$88,795.05)	\$1,569,379.99
Salt Creek Capital	Loan 12-Principle and Interest (Month 8/10)	6/29/2018		(\$483,743.80)	\$1,085,636.19
Total Upcoming Expenses			\$5,552,188.88	(\$4,466,552.69)	\$1,085,636.19

June 20, 2018 Report

Outstanding Short Term Revenue Notes					
Loan 12-Principle	\$2,765,389.00				
Interest	16.80%				
Fund Received	11/1/2017				
	Date	Balance	Interest	Principal	Payment
	11/1/2017	\$2,765,389.00	-	-	-
	12/1/2017	\$2,765,389.00	\$38,715.45	\$0.00	\$38,715.45
	1/1/2018	\$2,765,389.00	\$38,715.45	\$0.00	\$38,715.45
	2/1/2018	\$2,765,389.00	\$38,715.45	\$0.00	\$38,715.45
	3/1/2018	\$2,765,389.00	\$38,715.45	\$0.00	\$38,715.45
	4/1/2018	\$2,320,360.65	\$38,715.45	\$445,028.35	\$483,743.80
	5/1/2018	\$1,869,101.90	\$32,485.05	\$451,258.75	\$483,743.80
	6/1/2018	\$1,411,525.53	\$26,167.43	\$457,576.37	\$483,743.80
	7/1/2018	\$947,543.09	\$19,761.36	\$463,982.44	\$483,743.80
	8/1/2018	\$477,064.89	\$13,265.60	\$470,478.20	\$483,743.80
	9/1/2018	\$0.00	\$6,678.91	\$477,064.89	\$483,743.80
			\$291,935.60	\$2,765,389.00	\$3,057,324.60

Outstanding Short Term Revenue Notes					
Loan 13-Principle	\$6,342,431.99				
Interest	16.80%				
Fund Received	5/29/2018				
	Date	Balance	Interest	Principal	Payment
	6/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	7/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	8/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	9/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	10/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	11/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	12/29/2018	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	1/29/2019	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	2/29/2019	\$6,342,431.99	\$88,795.05	\$0.00	\$88,795.05
	3/29/2019	\$0.00	\$88,795.05	\$6,342,431.99	\$6,431,227.04
			\$887,950.50	\$6,342,431.99	\$7,141,587.44

Post Oak Bank Line of Credit					
Principle	\$2,700,000.00				
Interest	3.25%				
Line of Credit Available	7/12/2017				
	Date	Balance	Interest	Principal	Notes
	7/12/2017	\$2,691,582.00	\$0.00	(\$2,691,582.00)	IGT made for MPAP 3
	8/4/2018	\$43,280.00	\$6,560.73	\$0.00	Interest Payment
	8/22/2017	\$2,691,582.00	\$0.00	\$2,691,582.00	LOC pmt. with MPAP 3 IGT Funds
	9/5/2017	\$2,691,582.00	\$3,644.85	0	Repmt. of LOC for MPAP 3 IGT adv.
	10/24/2017	\$421,500.00	\$0.00	(\$421,500.00)	Loan 10 Principle Pmt.
	11/1/2017	\$2,421,500.00	\$0.00	(\$2,000,000.00)	Principle Payment
	12/7/2017	\$2,421,500.00	\$8,174.27	\$0.00	Interest Payment
	1/8/2018	\$2,421,500.00	\$6,776.86	\$0.00	Interest Payment
	1/30/2018	\$2,421,500.00	\$6,776.83	\$0.00	Interest Payment
	2/22/2018	\$2,000,000.00	\$0.00	\$421,500.00	Repmt. of LOC for Loan 10 adv.
	2/27/2018	\$2,000,000.00	\$6,121.02	\$0.00	Interest Payment
	3/1/2018	\$2,000,000.00	\$5,102.54	\$0.00	Interest Payment
	5/3/2018	\$2,445,028.35	\$6,983.54	\$0.00	Interest payment
	5/3/2018	\$2,204,037.06	\$0.00	\$240,991.29	Repmt. of LOC
	5/30/2018	\$2,204,037.06	\$6,081.22	\$0.00	Interest payment
	6/20/2018	\$2,204,037.06	\$0.00	\$0.00	Current Balance
			\$50,140.64	(\$1,759,008.71)	

June 20, 2018 Report

District's Investments					
	Amount	Percentage	From	To	Interest
*CD at Post Oak Bank C.D. #9503	\$2,700,000.00	1.25%	5/1/2018	5/30/2018	\$2,773.97
CD at Prosperity (Qtr.) C.D. #0447	\$105,343.58	0.75%	5/1/2018	5/30/2018	\$192.30
Texstar C.D. #1110	\$664,322.58	1.79%	5/1/2018	5/30/2018	\$972.32

*Interest earned since June 2017-\$32,270.54

TO THE BEST OF MY KNOWLEDGE, THESE FIGURES IN THE WSDH TREASURER'S REPORT AND SUPPORTING DOCUMENTS CORRECT AND IN COMPLIANCE WITH THE DISTRICT'S

Jeffery E. Rollo Sr.
~~Edward Murrell,~~ Jeff Rollo, Vice president
 President
6/20/2018
 Date

Anthony Stramecki
 Anthony Stramecki,
 Treasurer/Investment Officer
6/20/2018
 Date

Winnie-Stowell Hospital District
Balance Sheet
As of May 31, 2018

	May 31, 18
ASSETS	
Current Assets	
Checking/Savings	
100 Prosperity Bank -Checking	784,862.72
102 Prosperity Bank - CD#0447	105,343.58
104 Post Oak Bank - CD#9053	2,700,000.00
105 TexStar	664,322.58
107 Graham InterBank combined	
107.01b GIB 0228 DACA	492,334.68
Total 107 Graham InterBank combined	492,334.68
108 Post Oak NHs Combined	
108.00 PO 9888 NH Holding Acct	100.00
108.01b PO 7149 C-G DACA	11,199.71
108.02b PO 7164 C-GV DACA	14,937.42
108.03b PO 7180 C-HP DACA	8,853.78
108.04b PO 7339 C-MM DACA	17,443.27
108.05b PO 7206 C-MMW DACA	200.00
108.06b PO 7230 C-RH DACA	68,547.81
108.07b PO 7263 C-SB DACA	254,482.90
108.08b PO 4822 G-CB DACA	36,911.11
108.09b PO 8642 G-H DACA	15,036.61
108.10b PO 8667 G-MH DACA	107,751.15
108.11b PO 8675 G-OM DACA	35,296.67
108.12b PO 8618 G OLM DACA	85,706.68
108.13b PO 4855 G-TW DACA	75,218.64
108.14b PO 5374 H-C DACA	124,409.83
108.15b PO 5390 H-CF DACA	54,313.87
108.16b PO 5382 H-CP DACA	95,616.81
108.17b PO 9011 H-DB DACA	24,667.70
108.18b PO 8930 H-FH DACA	20,819.95
108.19b PO 5317 H-H DACA	68,548.76
108.20b PO 5366 H-QV DACA	117,443.18
108.21b PO 9060 H-S DACA	29,319.84
108.22b PO 9102 H-TB DACA	61,256.52
108.23b PO 5325 H-WC DACA	158,600.08
108.24b PO 8955 H WL DACA	10,206.85
Total 108 Post Oak NHs Combined	1,496,889.14
Total Checking/Savings	6,243,752.70
Other Current Assets	
110 Sales Tax Receivable	116,206.43
114 Accounts Receivable NH	18,753,634.52
117 NH - QIPP Prog Receivable	2,352,070.64
118 Prepaid Expense	3,775.00
119 Prepaid IGT	8,720,027.25
Total Other Current Assets	29,945,713.84
Total Current Assets	36,189,466.54
Fixed Assets	
120 Equipment	140,654.96
125 Accumulated Depreciation	-113,810.64
Total Fixed Assets	26,844.32
TOTAL ASSETS	36,216,310.86

Winnie-Stowell Hospital District
Balance Sheet
 As of May 31, 2018

May 31, 18

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities

190 NH Payables Combined

191.00 WF Transfer	474.88
191.08b G-CB WF 1489 DACA	13.00
192.00 NH Due to	228.00
192.01b C-G PO 7149 DACA	11,199.71
192.02b C-GV PO 7164 DACA	14,937.42
192.03b C-HP PO 7180 DACA	8,853.78
192.04b C-MM PO 7339 DACA	17,443.27
192.05b C-MMW PO 7206 DACA	200.00
192.06b C-RH PO 7230 DACA	68,547.81
192.07b C-SB PO 7263 DACA	254,482.90
192.08b G-CB PO 4822 DACA	36,911.11
192.09b G-H PO 8642 DACA	15,036.61
192.10b G-MH PO 8667 DACA	107,751.15
192.11b G-OM PO 8675 DACA	35,296.67
192.12b G-OLM PO 8618 DACA	85,706.68
192.13b G-TW PO 4855 DACA	75,218.64
192.14b H-C PO 5374 DACA	124,409.83
192.15b H-CF PO 5390 DACA	54,313.87
192.16b H-CP PO 5382 DACA	95,616.81
192.17b H-DB PO 9011 DACA	24,667.70
192.18b H-FH PO 8930 DACA	20,819.95
192.19b H-H PO 5317 DACA	68,548.76
192.20b H-QV PO 5366 DACA	117,443.18
192.21b H-S PO 9060 DACA	29,319.84
192.22b H-TB PO 9102 DACA	61,256.52
192.23b H-WC PO 5325 DACA	158,600.08
192.24b H-WL PO 8955 DACA	10,206.85

Total 190 NH Payables Combined 1,497,505.02

201 NHP Accounts Payable	849,009.58
201.1 NH Payable - LTC	108,320.00
210.12 Loan Payable #12 QIPP	1,411,525.53
210.13 Loan Payable #13 QIPP 2	6,342,431.99
210.50 Loan Post Oak #2 QIPP	2,204,037.06
225 FUTA Tax Payable	112.00
230 SUTA Tax Payable	251.31
235 Payroll Liabilities	1,403.08
240 Accounts Payable NH	16,151,110.07
Direct Deposit Liabilities	-2,340.85

Total Other Current Liabilities 28,563,364.79

Total Current Liabilities 28,563,364.79

Total Liabilities 28,563,364.79

Equity

300 Net Assets, Capital, net of	59,503.44
310 Net Assets-Unrestricted	4,755,312.01
Retained Earnings	2,411,754.13
Net Income	426,376.49

Total Equity 7,652,946.07

TOTAL LIABILITIES & EQUITY 36,216,310.86

Winnie-Stowell Hospital District
Profit & Loss Budget vs. Actual
As of May 31, 2018

Accrual Basis

	Jan - May 18	Budget	\$ Over Budget	% of Budget
Income				
400 Sales Tax Revenue	172,188.76	500,000.00	-327,811.24	34.4%
405 Investment Income	5,232.87	10,000.00	-4,767.13	52.3%
409 Tobacco Settlement	9,734.33	11,500.00	-1,765.67	84.6%
415 Nursing Home - QIPP Program	7,064,248.40	15,838,446.00	-8,774,197.60	44.6%
Total Income	7,251,404.36	16,359,946.00	-9,108,541.64	44.3%
Expense				
500 Admin-Administrative Salary	20,000.00	52,000.00	-32,000.00	38.5%
501 Admin-Security	0.00	1,200.00	-1,200.00	0.0%
504 Admin-Administrators PR Tax	1,706.91	4,500.00	-2,793.09	37.9%
505 Admin-Board Bonds	50.00	250.00	-200.00	20.0%
515 Admin-Bank Service Charges	81.00	360.00	-279.00	22.5%
521 Professional Fees - Acctng	9,625.00	12,000.00	-2,375.00	80.2%
522 Professional Fees-Auditing	47,813.75	50,000.00	-2,186.25	95.6%
523 Professional Fees - Legal	5,000.00	50,000.00	-45,000.00	10.0%
550 Admin-D&O / Liability Ins.	10,684.00	15,000.00	-4,316.00	71.2%
560 Admin-Cont Ed, Travel	0.00	5,000.00	-5,000.00	0.0%
561 Admin-Cont Ed-Medical Pers.	2,647.42	5,000.00	-2,352.58	52.9%
562 Admin-Travel&Mileage Reimb.	125.35	1,000.00	-874.65	12.5%
569 Admin-Meals	0.00	2,500.00	-2,500.00	0.0%
570 Admin-District/County Prom	0.00	5,000.00	-5,000.00	0.0%
571 Admin-Office Supplies/Post	2,865.22	3,600.00	-734.78	79.6%
572 Admin-Web Site	365.00	1,500.00	-1,135.00	24.3%
573 Admin-Copier Lease/Contract	913.03	1,800.00	-886.97	50.7%
575 Admin-Cell Phone Reimburse	750.00	1,800.00	-1,050.00	41.7%
576 Admin-Telephone/Internet	960.30	2,000.00	-1,039.70	48.0%
590 Admin-Election Cost	0.00	1,000.00	-1,000.00	0.0%
591 Admin-Notices & Fees	24.70	100.00	-75.30	24.7%
600 East Chambers ISD Partnersh	75,000.00	180,000.00	-105,000.00	41.7%
602 IC-WCH 1115 Waiver Prog	138,516.00	496,000.00	-357,484.00	27.9%
603a IC-Pharmaceutical Costs	37,091.23	79,000.00	-41,908.77	47.0%
604 IC-Non Hosp Cost-Other	0.00	10,000.00	-10,000.00	0.0%
604 IC-Non Hosp Costs UTMB	57,598.35	180,000.00	-122,401.65	32.0%
605 IC-Office Supplies/Postage	55.65	1,200.00	-1,144.35	4.6%
611 IC-Indigent Care Dir Salary	9,030.00	27,000.00	-17,970.00	33.4%
612 IC-Payroll Taxes -Ind Care	690.60	2,400.00	-1,709.40	28.8%
615 IC-Software	5,295.00	12,708.00	-7,413.00	41.7%
616 IC-Travel	738.16	550.00	188.16	134.2%
617 IC -Youth Counseling	1,785.00	30,000.00	-28,215.00	6.0%
630 NH Program-Mgt Fees	1,542,295.70	3,148,972.00	-1,606,676.30	49.0%
631 NH Program-IGT	3,979,657.00	9,540,501.00	-5,560,844.00	41.7%
633 NH Program-Acctg Fees	0.00	43,000.00	-43,000.00	0.0%
634 NH Program-Legal Fees	52,358.96	150,000.00	-97,641.04	34.9%
635 NH Program-LTC Fees	541,500.00	1,082,957.00	-541,457.00	50.0%
636 NH Program-Bonds	0.00	450.00	-450.00	0.0%
637 NH Program-Interest Expense	279,714.72	1,058,406.00	-778,691.28	26.4%
638 NH Program-Bank Fees & Misc	89.82	0.00	89.82	100.0%
639 NH Program-Appraisal	0.00	23,594.00	-23,594.00	0.0%
653 Service Fee	0.00	100.00	-100.00	0.0%
Total Expense	6,825,027.87	16,282,448.00	-9,457,420.13	41.9%
Net Income	426,376.49	77,498.00	348,878.49	550.2%

Winnie Loan 13

Compound Period : Monthly

Nominal Annual Rate : 16.800 %

CASH FLOW DATA

Event	Date	Amount	Number	Period	End Date
1 Loan	05/29/2018	6,342,431.99	1		
2 Payment	06/29/2018	88,794.05	9	Monthly	02/28/2019
3 Payment	03/30/2019	6,431,226.02	1		

AMORTIZATION SCHEDULE - Normal Amortization

	Date	Payment	Interest	Principal	Balance
Loan	05/29/2018				6,342,431.99
1	06/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
2	07/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
3	08/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
4	09/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
5	10/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
6	11/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
7	12/29/2018	88,794.05	88,794.05	0.00	6,342,431.99
2018 Totals		621,558.35	621,558.35	0.00	
8	01/29/2019	88,794.05	88,794.05	0.00	6,342,431.99
9	02/28/2019	88,794.05	88,794.05	0.00	6,342,431.99
10	03/30/2019	6,431,226.02	88,794.03	6,342,431.99	0.00
2019 Totals		6,608,814.12	266,382.13	6,342,431.99	
Grand Totals		7,230,372.47	887,940.48	6,342,431.99	

WINNIE-STOWELL HOSPITAL DISTRICT

Loan 12

Salt Creek Capital, LLC

Interest Amortization Schedule

Interest Rate 16.80%

Days

Acceptance Date FUNDS RECEIVED 11/1/17

Date	Loan Amount	Interest	Payments
12/1/2017	\$2,765,389.00	\$38,715.45	\$38,715.45
1/1/2018	\$2,765,389.00	\$38,715.45	\$38,715.45
2/1/2018	\$2,765,389.00	\$38,715.45	\$38,715.45
3/1/2018	\$2,765,389.00	\$38,715.45	\$38,715.45
4/1/2018	\$2,765,389.00	\$38,715.45	\$483,743.80
5/1/2018	\$2,320,360.65	\$32,485.05	\$483,743.80
6/1/2018	\$1,869,101.90	\$26,167.43	\$483,743.80
7/1/2018	\$1,411,525.53	\$19,761.36	\$483,743.80
		\$19,761.36	

Loan 12 - Int. Due 7/01/18:	\$19,761.36
Loan 12 - Principal Due 7/1/18:	\$463,982.44
Wired funds needed to pay Principal and Interest Due:	\$483,743.80

Wiring Instructions
From Prosperity Bank
To
Graham Interbank
455 Elm St.
Graham, Texas 76450
Routing No. 111905230

Salt Creek Capital, LLC
455 Elm St., Suite 100
Graham, Texas 76450
Account No.: 1755318818

Thank you for banking with Post Oak Bank. If you need assistance, contact customer service.

Account Detail

WSHD Commercial Loan-0154

Available balance: \$495,962.94 • Principal Balance: \$2,204,037.06 • Interest Rate: 3.25% • Next Payment: \$2,210,006.32 • Payment Due: 07/07/2018

Pending Transactions

No Records Available

Posted Transactions

Date	Description	Withdrawal / Advance	Deposit / Payment	Balance
5/30/2018	REGULAR PAYMENT		6,081.22	2,204,037.06
5/3/2018	PRINCIPAL PAYMENT		240,991.29	2,204,037.06
5/3/2018	REGULAR PAYMENT		6,983.54	2,445,028.35
3/29/2018	PRINCIPAL ADVANCE	445,028.35		2,445,028.35
3/27/2018	REGULAR PAYMENT		5,102.54	2,000,000.00
2/27/2018	REGULAR PAYMENT		6,121.02	2,000,000.00
2/22/2018	PRINCIPAL PAYMENT		421,500.00	2,000,000.00
1/30/2018	REGULAR PAYMENT		6,776.83	2,421,500.00
1/8/2018	REGULAR PAYMENT		6,776.86	2,421,500.00
12/7/2017	REGULAR PAYMENT		8,174.27	2,421,500.00
11/1/2017	PRINCIPAL ADVANCE	2,000,000.00		2,421,500.00
10/24/2017	PRINCIPAL ADVANCE	421,500.00		421,500.00
9/5/2017	REGULAR PAYMENT		3,644.85	0.00
8/22/2017	PRINCIPAL PAYMENT		2,691,582.00	0.00
8/4/2017	REGULAR PAYMENT		6,560.73	2,691,582.00
7/12/2017	REV PRIN ADVANCE		2,691,582.00	2,691,582.00
7/11/2017	BEGIN EARN DATE CORRECTION	2,691,582.00		2,691,582.00
7/12/2017	PROCEEDS	2,691,582.00		5,383,164.00

Note: Available balance includes memo posted activity.

WSHD Prosperity Checking Account Register

Date	Ref/Check	Description	Amount	Balance	Memo	Category
5/15/2018	995029	Check	(\$15,000.00)	\$1,047,581.32		
5/15/2018		Daily Ledger Bal		\$1,047,581.32		
5/16/2018		ACH Payment LEASE DIRECT WEB PAY 58936003 43	(\$133.42)	\$1,047,447.90		
5/16/2018		ACH Payment TIME WARNER CABL TW CABLE 0290	(\$192.06)	\$1,047,255.84		
5/16/2018		Daily Ledger Bal		\$1,047,255.84		
5/17/2018		ACH Payment INTUIT PAYROLL S QUICKBOOKS 6115	(\$2,424.88)	\$1,044,830.96		
5/17/2018		Daily Ledger Bal		\$1,044,830.96		
5/18/2018	2390	Check	(\$20,949.28)	\$1,023,881.68		
5/18/2018	2392	Check	(\$500.00)	\$1,023,381.68		
5/18/2018	2393	Check	(\$1,281.25)	\$1,022,100.43		
5/18/2018		Daily Ledger Bal		\$1,022,100.43		
5/22/2018	2399	Check	(\$5,991.42)	\$1,016,109.01		
5/22/2018	2400	Check	(\$2,055.75)	\$1,014,053.26		
5/22/2018	2395	Check	(\$948.36)	\$1,013,104.90		
5/22/2018	2394	Check	(\$150.14)	\$1,012,954.76		
5/22/2018		Daily Ledger Bal		\$1,012,954.76		
5/23/2018	2391	Check	(\$500.00)	\$1,012,454.76		
5/23/2018	2402	Check	(\$47,813.75)	\$964,641.01		
5/23/2018	2397	Check	(\$4,046.94)	\$960,594.07		
5/23/2018		Daily Ledger Bal		\$960,594.07		
5/24/2018	2396	Check	(\$1,059.00)	\$959,535.07		
5/24/2018		Daily Ledger Bal		\$959,535.07		
5/29/2018		ACH Payment PROSPERITY BANK VISA PAY 0546999	(\$131.79)	\$959,403.28		
5/29/2018	2401	Check	(\$1,190.00)	\$958,213.28		
5/29/2018	2398	Check	(\$783.82)	\$957,429.46		
5/29/2018	2404	Check	(\$10,235.00)	\$947,194.46		
5/29/2018		Daily Ledger Bal		\$947,194.46		
5/30/2018		Wire Transfer WIRE OUT WINNIE STOWELL HOSP D	(\$152,980.46)	\$794,214.00		
5/30/2018	2405	Check	(\$53.19)	\$794,160.81		
5/30/2018		Wire Transfer Fee WIRE FEE	(\$20.00)	\$794,140.81		
5/30/2018		Daily Ledger Bal		\$794,140.81		
5/31/2018		ACH Payment INTUIT PAYROLL S QUICKBOOKS 6115	(\$2,340.85)	\$791,799.96		
5/31/2018	2403	Check	(\$6,081.22)	\$785,718.74		
5/31/2018		Accr Earning Pymt Added to Account	\$251.14	\$785,969.88		
5/31/2018		Daily Ledger Bal		\$785,969.88		
6/7/2018		Daily Ledger Bal		\$785,969.88		
6/8/2018		ACH Deposit CPA STATE FISCAL INV-PAYMTS 32015	\$40,120.53	\$826,090.41		
6/8/2018		Daily Ledger Bal		\$826,090.41		
6/12/2018		ACH Payment IRS USATAXPYMT 270856335105565	(\$1,403.08)	\$824,687.33		
6/12/2018		Daily Ledger Bal		\$824,687.33		
6/13/2018	995030	Check	(\$15,000.00)	\$809,687.33		
6/13/2018		Daily Ledger Bal		\$809,687.33		
6/14/2018		ACH Payment INTUIT PAYROLL S QUICKBOOKS 6115	(\$2,418.96)	\$807,268.37		
6/14/2018		Daily Ledger Bal		\$807,268.37		
6/15/2018		Daily Ledger Bal		\$807,268.37		
6/18/2018		ACH Deposit WINNIE-STOWELL H C RH 1130249500	\$150.00	\$807,418.37		
6/18/2018		ACH Deposit WINNIE-STOWELL H C MMW 1130249	\$300.00	\$807,718.37		
6/18/2018		ACH Payment LEASE DIRECT WEB PAY 59269574 43	(\$133.42)	\$807,584.95		
6/18/2018		ACH Payment TIME WARNER CABL TW CABLE 0290	(\$192.06)	\$807,392.89		
6/18/2018		Daily Ledger Bal		\$807,392.89		

BENCKENSTEIN & OXFORD, L.L.P.

ATTORNEYS AT LAW
BBVA COMPASS BANK BUILDING
3535 CALDER AVENUE, SUITE 300
BEAUMONT, TEXAS 77706
TELEPHONE:(409) 833-9182
FAX: (409) 833-8819

Hubert Oxford, IV

hoxfordiv@benoxford.com

June 19, 2018

Mr. Edward Murrell
President
Winnie Stowell Hospital District
825 State Hwy 124
Winnie Texas 77665

Re: Winnie Stowell Hospital District; Billable Invoice for March 2018 Time Entries less Retainer; Our File No. 87250.

Dear President Murrell,

Attached, please find the second half of the firm's monthly invoice for March 2018 on behalf of Benckenstein & Oxford, LLP. This invoice is for \$20,023.73 but the amount due is \$19,023.73 after reducing the invoice by \$1,000.00 for the monthly retainer already paid.

In March 2018, we finally were able to complete the process of closing the Wells Fargo Account and came to terms with Salt Creek Capital, LLC for Loan 13. In addition, we initiated the review and revisions of the HMG accounts receivable loan documents for the new HMG facilities.

Will you please review and let me know if there are any questions? If not, we would appreciate your payment of this invoice in the amount of \$19,023.73 representing the balance owed for March 2018.

With best wishes, I am

Sincerely,

BENCKENSTEIN & OXFORD, L.L.P.

By: 
Hubert Oxford, IV

Enclosure

Benckenstein & Oxford, L.L.P.

3535 Calder Avenue, Suite 300
Beaumont, TX 77706

June 19, 2018

Winnie-Stowell Hospital District
P.O. Box 1997
Winnie, TX 77665

INVOICE #: 49002 **HOIV**
Billed through: March 31, 2018
Client/Matter #: WSHD 87250

RE: Winnie-Stowell Hospital District

PROFESSIONAL SERVICES RENDERED

03/01/18	HOIV	Exchanged multiple conference calls and researched prior e-mail exchanges in order to prepare an e-mail to the Board President for upcoming call with Salt Creek Capital.	3.50 hrs
03/02/18	HOIV	Received e-mail from HMG regarding Molina over-payment and worked with staff on how to properly account for the payment.	1.30 hrs
03/02/18	HOIV	Received e-mail from Genesis regarding status of receiving DACA and DAISA agreements executed by Post Oak Bank for Clairmont and Woodland's facilities; and corresponded with Bernakia and counsel for Genesis to determine status of Bernakia's approval of the same.	0.70 hrs
03/05/18	HOIV	Received and reviewed letters of approval from Bernakia to transfer the Clairmont and Woodland's accounts from Wells Fargo to Post Oak Bank and worked with counsel for Genesis to submit the proper DACA and DAISA to Post Oak Bank for signature and President Murrell's signature.	1.00 hrs
03/07/18	HOIV	Worked with staff to review and obtain signatures for the Medicaid contracts relating to the new HMG facilities.	1.20 hrs
03/07/18	HOIV	Worked with staff and the District's CPA to review, discuss, and complete the Transparency Report due to the Comptroller of Public Accounts.	2.00 hrs
03/07/18	HOIV	Drafted e-mail to Post Oak Bank requesting bank letters and to request account numbers for the Clairmont and Woodland's DACA and DAISA agreements.	0.30 hrs
03/08/18	HOIV	Drafted e-mail to Post Oak Bank requesting signature of Clairmont and Woodlands DACA and DAISA agreements.	0.60 hrs
03/08/18	HOIV	Worked with Wells Fargo by exchanging multiple conference calls with Josh Rodriguez and e-mails in order to determine the proper process to close the District's Clairmont and Woodland's accounts at Wells Fargo.	2.40 hrs
03/08/18	HOIV	Prepared draft termination agreements for the Woodlands and Clairmont facilities for the District's DACA and DAISA agreements at Wells Fargo.	1.20 hrs
03/08/18	HOIV	Reviewed and approved eight (8) documents submitted by the District's Administrator regarding nursing home payment agreements.	0.40 hrs

Client-	WSHD 87250	Invoice # 49002	PAGE	2
03/09/18	HOIV	Worked with Salt Creek Capital to modify and execute the Termination Agreements required by Wells Fargo to close all remaining accounts at the bank.	0.70 hrs	
03/09/18	HOIV	Receipt and review of two agreements for Rosehaven and Marshal Manner HHSC renewals	0.30 hrs	
03/12/18	HOIV	Exchanged thirteen (13) e-mails with Wells Fargo and Salt Creek Capital regarding the naming of the proper Salt Creek Capital entity in the termination of account letter; made revisions to the letters per Salt Creek's request; and resubmitted to Wells Fargo.	2.10 hrs	
03/13/18	HOIV	Initiated the modeling for a Monthly Treasurers Report in order to give the Board a better understanding of the District's cash reserves and obligations as of the date of the regular monthly meeting in addition to the financials prepared by the CPA for the end of the prior month.	1.60 hrs	
03/13/18	HOIV	Worked with staff and LTC Group by exchanging e-mails and multiple conference calls to determine cash availability for upcoming QIPP Component 1 payment and forecasting.	1.80 hrs	
03/14/18	HOIV	Worked with staff to revise monthly cash and expense reports for 2018; revised March of 2018 to illustrate upcoming transactions; drafted e-mail to client explaining cash flow matters for the 1st of April 2018.	1.70 hrs	
03/14/18	HOIV	Exchanged five (5) e-mails with Post Oak Bank to get the status of bank account letters.	0.30 hrs	
03/14/18	HOIV	Received request for medical records for a District's indigent client and then participated in a conference call with District Staff on how to respond.	0.50 hrs	
03/15/18	HOIV	Prepared draft set of minutes for the February 21, 2018 regular Meeting.	3.50 hrs	
03/15/18	HOIV	Exchanged four (4) e-mails with staff regarding medical records request for indigent client.	0.40 hrs	
03/15/18	HOIV	Prepared Resolution to open Clearing Account for Post Oak Bank to be approved by Board at the upcoming meeting.	0.70 hrs	
03/16/18	HOIV	Exchanged multiple e-mails with Genesis regarding EFT Enrollments and participated in multiple conference calls with staff to discuss the importance of making sure the EFTs did not involve QIPP funds or funds expected to be deposited into the District's Interbank accounts.	1.60 hrs	
03/19/18	HOIV	Conference call with Genesis regarding EFTs and drafted e-mail to Wells Fargo requesting that they terminate the Clairmont and Woodland's accounts on April 18, 2018.	1.20 hrs	
03/19/18	HOIV	Made revision to the monthly cash report to modify formulas.	1.00 hrs	
03/20/18	HOIV	Conference calls with Board President, CPA, and staff regarding financial reports and upcoming loan payments.	0.70 hrs	
03/20/18	HOIV	Gathered signature pages for DACA and DAISA agreements for Clairmont and Woodland's facilities; obtained bank letters for four accounts; met with Steve Lucas of Post Oak Bank; and drafted e-mail to counsel for Genesis	2.60 hrs	

forwarding the same.

03/20/18	HOIV	Reviewed Texas Government Code for contents requirements of Quarterly Treasurer's report and continued making revisions to monthly report to be in compliance with the code.	2.80 hrs
03/20/18	HOIV	Prepared analysis for Board for Loan 13 and Loan 14 in anticipation of upcoming meeting.	2.00 hrs
03/21/18	HOIV	Worked on formatting the treasurer's report and then worked with staff throughout the day to prepare and reconcile the proper figures in the report in order to discuss upcoming matters before the Board at the Regular Board Meeting.	5.00 hrs
03/21/18	HOIV	Prepared for and attended Regular meeting.	3.00 hrs
03/22/18	HOIV	Worked with Genesis counsel and Post Oak Bank through multiple e-mails (4) to receive an initial set of bank letters for all HMG facilities and then a second set of revised letters.	0.80 hrs
03/26/18	HOIV	Reviewed and discussed four Genesis EFT agreements with Blue Cross and Blue Shield.	0.60 hrs
03/26/18	HOIV	Read and reviewed detailed e-mail from Salt Creek Capital outlying terms for Loan 13 and then held a conference call with Board President to discuss the proposed terms.	0.80 hrs
03/26/18	HOIV	Received draft of the BCBS TX EFT enrollments for new HMG facility and compared accounts to verify there the District's Interbank account was not listed and to make sure the correct entities account at Post Oak was provided.	0.90 hrs
03/26/18	HOIV	Conferred with staff to verify Loan 10 interest and principle amount prior to transferring the funds.	0.40 hrs
03/26/18	HOIV	Received six (6) nursing home facility liability insurance certifications (i.e., Form 2031) and recommended revisions to the forms regarding the District's entity type and location; and then exchanged seven (7) e-mails regarding the same with HMG counsel's office regarding the same.	1.20 hrs
03/27/18	HOIV	Reviewed e-mail from Salt Creek Capital with loan terms and drafted comments for the Board President to consider.	1.10 hrs
03/27/18	HOIV	Read, reviewed, and responded to thirteen (13) e-mails between counsel for HMG and Genesis, Post Oak Bank, and District staff regarding the status and delivery of the revised bank letters for the five (5) new nursing facilities.	1.30 hrs
03/27/18	HOIV	Prepared cash flow models for proposed Loan 13 terms and provided comments to proposal by Salt Creek Capital for Board President.	2.30 hrs
03/28/18	HOIV	Conference call with Board President regarding Loan 13 terms.	0.60 hrs
03/28/18	HOIV	Received draft wire transfer request for Loan 10 Interest and Principle payment and conferred with staff regarding outstanding Component 1 funds.	1.30 hrs
03/28/18	HOIV	Read, reviewed, and revised HMG agreements for HMG Amended and Restated Management Agreements; Operations Transfer Agreements; and	6.00 hrs

Sublease Agreements

03/29/18	HOIV	Received e-mail with revisions to the Marshal Manor Subordination, Non-Disturbance and Attornment Agreement of Sub-Operating Lease; reviewed proposed changes and authorized signature.	1.30 hrs
03/29/18	HOIV	Worked with LTC to repair and update QIPP forecast spreadsheet to account for proposed Loan terms for Loan 13 and analyzed its impact on the District's revenue and cash flow.	3.40 hrs
03/29/18	HOIV	Continued reviewing and revising HMG Amended and Restated Management Agreements; Operations Transfer Agreements; and Sublease Agreements.	5.70 hrs
03/30/18	HOIV	Met with Hospital staff and President Murrell to discuss status of Hospital, and QIPP program.	2.00 hrs
03/30/18	HOIV	Prepared for upcoming meeting with Riceland Hospital by reviewing QIPP figures and draft hospital feasibility report.	2.00 hrs
		Total fees for this matter	\$19,950.00

DISBURSEMENTS

03/23/18		Federal Express; Invoice # 6-118-70621; Federal Express/Express Mail	57.73
03/31/18		Color Copy Expense	16.00
		Total disbursements for this matter	\$73.73

BILLING SUMMARY:

Oxford, IV Hubert	79.80 hrs @	\$250.00 /hr	\$19,950.00
TOTAL FEES			\$19,950.00
TOTAL DISBURSEMENTS			\$73.73
TOTAL CHARGES FOR THIS INVOICE			\$20,023.73
RETAINER			\$1,000.00 CR

TOTAL BALANCE NOW DUE \$19,023.73

Federal ID# 74-1646478

Invoice Terms: Net 10 Days Upon Receipt
Please Reference Invoice Number on Your Check

BENCKENSTEIN & OXFORD, L.L.P.

ATTORNEYS AT LAW
BBVA COMPASS BANK BUILDING
3535 CALDER AVENUE, SUITE 300

Hubert Oxford, IV

BEAUMONT, TEXAS 77706
TELEPHONE:(409) 833-9182
FAX: (409) 833-8819

hoxfordiv@benoxford.com

June 13, 2018

Mr. Edward Murrell
President
Winnie Stowell Hospital District
825 State Hwy 124
Winnie Texas 77665

Re: Invoice and Draft Minutes for May 16, 2018 Regular Meeting; Our File No. 87250.

Dear President Murrell,

Attached, please find the draft Minutes for May 16, 2018 Regular Meeting. Also attached are the Minutes from the Regular Meeting on May 16, 2018. After you have had a chance to review these minutes, please let me know if there are any changes that need to be made.

Also, please allow this letter to serve as a *partial invoice* for \$1,000.00 representing the retainer for work performed in April 2018. We would request that you put this invoice in line for payment at the June 20, 2018 Regular meeting and we will give the District credit for the \$1,000.00 payment when we invoice the District for April 2018.

If you concur, please draft a check in the amount of \$500.00 checks payable to Josh Heinz and a second check for \$500.00 to Hubert Oxford, IV.

With best wishes, I am

Sincerely,

BENCKENSTEIN & OXFORD, L.L.P.



Hubert Oxford, IV

David Sticker & Co. P.C.
Certified Public Accountant
2180 Eastex Freeway
Beaumont, TX 77703
(409) 899-3000

Invoice
submitted to:
Winnie Stowell Hospital District
PO Box 1997
Winnie, TX 77665

06/18/2018

Invoice # 20467

Professional Services

	<u>Amount</u>
06/18/18 5-1-18 Update books for Nursing Home activity - 2017. Review financials requested for the D&O policy renewal. 2.75 Hrs.	1,843.75
5-2-18 Finalize financials for the D&O policy. 1.25 Hrs.	
5-8-18 Update Quickbooks version and install on Yani's computer. Set up user info. 4.00 Hrs	
5-15-18 Review payroll. Begin meeting reports. 1.00 Hrs.	
5-16-18 Prepare and finalize reports. Review balances and bank recs. Attend meeting. 5.00 Hrs.	
5-30- Troubleshoot Quickbooks issue. .75 Hrs.	
TOTAL HRS 14.75 @ \$125.00 = \$1,843.75	
For professional services rendered	<u>\$1,843.75</u>
Balance due	<u><u>\$1,843.75</u></u>

Invoices Due Upon Receipt



RECEIVED
JUN 19 2018

15501803191201



June 4, 2018

MONTHLY BILL

Name: SHERRY STERN
Account Number: 92 5529 5461

Payment Summary	
Last Payment Received	05/21/2018
Current Payment Due	\$150.14
Total Due by 06/25/2018	\$150.14

YOUR LOAN DETAILS

Loan Sequence	Date Disbursed	Loan Program	Original Balance	Current Balance	Outstanding Interest	Interest Rate	Monthly Payment	Current Due
*1002	11/29/2006	SUBCNS	\$13,150.00	\$6,494.02	\$9.34	3.750%	\$90.67	\$90.67
*1001	11/29/2006	UNCNS	\$8,625.28	\$4,259.21	\$6.12	3.750%	\$59.47	\$59.47

Outstanding interest accrued as of 06/04/2018

*Late fees will be assessed in accordance to the requirements set forth by the loan owner. Each unique owner/loan program may have differing late fee requirements. The owner will assess late fees on any loans listed above that are identified with an asterisk. If there are dates listed below the heading 'Received After This Date', which are prior to the date you are making your payment, the following late fee will be assessed.

Received After This Date	Late Fee to be Assessed
07/09/2018	\$7.50

Would you rather receive this statement electronically?

Sign in to Account Access at AesSuccess.org and update your Account Profile preferences if you would prefer that we send you an email reminder instead of a paper statement.

Total paid since your last statement	\$150.14
Interest Satisfied	\$31.26
Principal Satisfied	\$118.88

As of today, you've paid on your loans	\$13,212.32
Total Interest Satisfied	\$4,262.10
Total Principal Satisfied	\$8,950.22

You may be required to remit your full monthly installment amount, even if your loan(s) are paid ahead, in order to maintain reduced interest rate eligibility under any applicable Repayment Incentive Program and to not affect your eligibility for other borrower benefits, such as cosigner release offered by your lender(s). Contact us for details.

Make checks payable to American Education Services and include your 10 digit account number.

Customer Statement

(IF LATE, SEE ABOVE)

Amount Enclosed: Do not write dollar sign in boxes below or on check.
Total Amount Due:

Account Number:
92 5529 5461

Due Date:
06/25/2018

\$
\$150.14

2018155019255295461100001501400000000000000003

#BWNHKB
#B612 1327 2506 04L5#
SHERRY STERN
9302 EAGLES LNDG
MAGNOLIA TX 77354-6865



AMERICAN EDUCATION SERVICES
PAYMENT CENTER
HARRISBURG PA 17130-0001



U.S. Department of Education
Information about your federal student loan

RECEIVED
JUN - 6 2018

15003500531001

May 30, 2018

MONTHLY BILL

Name: HEATH O REDWINE
Account Number: 61 1316 9949

Payment Summary	
Last Payment Received	05/21/2018
Current Payment Due	\$948.36
Total Due by 06/20/2018	\$948.36

YOUR LOAN DETAILS

Date Disbursed	Loan Program	Original Balance	Current Balance	Outstanding Interest	Interest Rate	Monthly Payment	Current Due
01/30/2017	DLSCNS	\$7,515.49	\$7,487.29	\$11.30	6.125%	\$58.05	\$58.05
01/30/2017	DLUCNS	\$115,259.13	\$115,259.13	\$2,638.28	6.125%	\$890.31	\$890.31

Total paid since your last statement	\$948.36
Interest Satisfied	\$925.59
Principal Satisfied	\$22.77

As of today, you've paid on your loans	\$3,041.72
Total Interest Satisfied	\$3,013.52
Total Principal Satisfied	\$28.20

Make checks payable to FedLoan Servicing and include your 10 digit account number.

Customer Statement

Amount Enclosed: Do not write dollar sign in boxes below or on check.

Account Number: 61 1316 9949
Total Amount Due: \$948.36
Due Date: 06/20/2018

\$

20181500161131699491000094836000000000000000006



DEPARTMENT OF EDUCATION
FEDLOAN SERVICING
PO BOX 530210
ATLANTA GA 30353-0210

#BWBCFT
#B874 6429 2305 30L5#
HEATH O REDWINE
13764 POWERS RD
HAMSHIRE TX 77622-8451





CONTRACT INVOICE

Invoice Number: INV628447
 Invoice Date: 06/18/2018

Bill To: Winnie - Stowell Hospital District
 PO Box 1997
 Winnie, TX 77665

Customer: Winnie - Stowell Hospital District
 538 Broadway
 Winnie, TX 77665

Account No	Payment Terms	Due Date	Invoice Total	Balance Due	
3A0064	Net 30	07/18/2018	\$31.39	\$31.39	
Invoice Remarks					
Contract Number	Contact	Contract Amount	P.O. Number	Start Date	Exp. Date
4457-01		\$31.39		01/26/2016	01/25/2021
Contract Remarks					

Summary:

Contract base rate charge for this billing period	\$0.00
Contract overage charge for the 05/26/2018 to 06/25/2018 overage period	\$31.39**
	\$31.39

**See overage details below

Detail:

Equipment included under this contract

KM/227

Number	Serial Number	Base Adj.	Location						
3A2812	A7AK011001716	\$0.00	Winnie - Stowell Hospital District 538 Broadway Winnie, TX 77665						
Meter Type	Meter Group	Begin Meter	End Meter	Credits	Total	Covered	Billable	Rate	Overage
B\W	3A2812 - B\W	77,812	80,172		2,360	0	2,360	\$0.013300	\$31.39
									\$31.39

Please include invoice number on check.

Remit Payment To:
 Function 4, LLC
 12560 Reed Rd, Ste 200
 Sugar Land, TX 77478

Invoice SubTotal	\$31.39
Tax:	\$0.00
Invoice Total	\$31.39
Balance Due:	\$31.39

Indigent Healthcare Solutions, Ltd.
2040 North Loop, 336 West, Suite 304
Conroe, TX 77304

Invoice # 66171

Phone # (800) 834-0560

Fax # (936) 756-6741

Date: 6/1/2018

WINNIE STOWELL HOSPITAL DISTRICT
P O BOX 1997
WINNIE, TX 77665

RECEIVED
JUN - 4 2018

Terms: Net receipt of invoice

Professional services for the month of July 2018.

1,059.00

Total

\$1,059.00

PLEASE REMIT PAYMENT TO
INDIGENT HEALTHCARE SOLUTIONS, LTD
ATTN: KELLEY ASTOLOS
3011 ARMORY DRIVE, SUITE 190
NASHVILLE, TN 37204

THANK YOU FOR YOUR BUSINESS!!!

IHS

GL Totals

Winnie Stowel Hospital District Indigent Healthcare Services
 Batch Dates 05/31/18-05/31/18

Brookshire Bros. Phar. (Winnie)
 P.O. Box 1359
 Winnie, TX 77665

Vendor #: 65460

GL #	Description	Amount
WSHD	Wshd	3,499.32
Expenditures		3,499.32
Reimb/Adjustments		
Grand Total		3,499.32

34 total invoices

GL Totals Detail

Invoice #	GL #	Date in	Amt Billed	Amt Paid
036-2475*65460*22	WSHD	05/09/2018	5.00	5.00
036-2475*65460*22	WSHD	05/09/2018	34.40	34.40
036-2475*65460*22	WSHD	05/09/2018	29.91	29.91
036-2475*65460*22	WSHD	05/09/2018	45.21	45.21
036-2475*65460*22	WSHD	05/09/2018	11.94	11.94
036-2749*65460*36	WSHD	05/17/2018	45.30	30.41
036-2749*65460*36	WSHD	05/10/2018	16.13	16.13
036-2749*65460*36	WSHD	05/11/2018	567.63	259.86
036-2815*65460*11	WSHD	05/29/2018	34.00	31.90
036-2815*65460*11	WSHD	05/29/2018	14.52	12.17
036-2815*65460*11	WSHD	05/07/2018	5.70	5.70
036-2815*65460*11	WSHD	05/07/2018	5.00	5.00
036-2815*65460*11	WSHD	05/07/2018	34.40	34.40
036-2815*65460*11	WSHD	05/04/2018	28.42	28.42
036-2821*65460*15	WSHD	05/31/2018	5.00	5.00
036-2821*65460*15	WSHD	05/14/2018	9.28	9.28
036-2821*65460*15	WSHD	05/25/2018	5.00	5.00
036-2821*65460*15	WSHD	05/25/2018	33.29	33.29
036-2821*65460*15	WSHD	05/25/2018	27.50	26.38
036-2821*65460*15	WSHD	05/29/2018	7.32	7.32
036-2821*65460*15	WSHD	05/14/2018	5.00	5.00
036-2856*65460*20	WSHD	05/21/2018	152.10	152.10
036-2856*65460*20	WSHD	05/21/2018	5.00	5.00
036-3067*65460*11	WSHD	05/10/2018	116.55	116.55
036-3067*65460*11	WSHD	05/15/2018	18.01	18.01
036-3217*65460*27	WSHD	05/01/2018	54.82	54.82
036-3413*65460*29	WSHD	05/08/2018	40.25	40.25
036-3413*65460*29	WSHD	05/30/2018	401.87	401.87
036-3426*65460*35	WSHD	05/29/2018	55.00	55.00
036-3426*65460*35	WSHD	05/28/2018	10.00	10.00
036-3426*65460*35	WSHD	05/02/2018	10.00	10.00
036-3432*65460*28	WSHD	05/16/2018	54.34	54.34
036-3432*65460*28	WSHD	05/11/2018	5.00	5.00
036-3432*65460*28	WSHD	05/11/2018	5.00	5.00

GL Totals

Issued 06/14/18

Winnie Stowel Hospital District Indigent Healthcare Services

Batch Dates 05/31/18-05/31/18

Brookshire Bros. Phar. (Winnie)

Vendor #: 65460

P.O. Box 1359

Winnie, TX 77665

Invoice #	GL #	Date in	Amt Billed	Amt Paid
036-3432*65460*28	WSHD	05/11/2018	25.88	25.88
036--3424*65460*24	WSHD	05/10/2018	222.44	185.27
036--3424*65460*24	WSHD	05/11/2018	30.30	30.30
036--3424*65460*24	WSHD	05/09/2018	10.00	10.00
1000*65460*21	WSHD	05/09/2018	50.42	50.42
1000*65460*21	WSHD	05/10/2018	115.58	115.58
1000*65460*21	WSHD	05/10/2018	12.00	12.00
1011*65460*28	WSHD	05/24/2018	49.66	45.21
1011*65460*28	WSHD	05/07/2018	25.88	25.88
1011*65460*28	WSHD	05/04/2018	34.72	34.72
1011*65460*28	WSHD	05/07/2018	11.63	11.63
1019*65460*21	WSHD	05/01/2018	5.00	5.00
1019*65460*21	WSHD	05/01/2018	25.88	25.88
1019*65460*21	WSHD	05/01/2018	5.00	5.00
1019*65460*21	WSHD	05/01/2018	20.10	15.70
1023*65460*13	WSHD	05/10/2018	5.00	5.00
1024*65460*21	WSHD	05/25/2018	26.33	26.33
1038*65460*18	WSHD	05/07/2018	68.13	68.13
1038*65460*18	WSHD	05/01/2018	35.04	35.04
1038*65460*18	WSHD	05/01/2018	40.00	40.00
1043*65460*15	WSHD	05/08/2018	20.00	20.00
1043*65460*15	WSHD	05/08/2018	5.09	5.09
1044*65460*7	WSHD	05/02/2018	5.00	5.00
1044*65460*7	WSHD	05/02/2018	10.90	10.90
1044*65460*7	WSHD	05/02/2018	75.66	75.66
1046*65460*15	WSHD	05/04/2018	25.88	25.88
1046*65460*15	WSHD	05/04/2018	10.00	10.00
1046*65460*15	WSHD	05/04/2018	33.77	33.77
1046*65460*15	WSHD	05/04/2018	13.02	13.02
1046*65460*15	WSHD	05/07/2018	22.05	22.05
1046*65460*15	WSHD	05/04/2018	5.00	5.00
1046*65460*15	WSHD	05/09/2018	24.40	24.40
1049*65460*14	WSHD	05/01/2018	12.00	12.00
1049*65460*14	WSHD	05/09/2018	40.94	40.94
1049*65460*14	WSHD	05/01/2018	5.00	5.00
1054*65460*13	WSHD	05/09/2018	15.00	15.00
1054*65460*13	WSHD	05/09/2018	5.00	5.00
1054*65460*13	WSHD	05/09/2018	15.00	15.00
1054*65460*13	WSHD	05/09/2018	5.00	5.00
1061*65460*8	WSHD	05/25/2018	56.00	56.00
1061*65460*8	WSHD	05/25/2018	86.01	86.01
1061*65460*8	WSHD	05/25/2018	16.13	16.13
1063*65460*10	WSHD	05/29/2018	67.64	67.64
1068*65460*6	WSHD	05/18/2018	13.11	13.11
1070*65460*1	WSHD	05/02/2018	4.19	4.19
1070*65460*1	WSHD	05/02/2018	5.00	5.00
1074*65460*2	WSHD	05/10/2018	11.63	11.63

GL Totals

Issued 06/14/18

Winnie Stowel Hospital District Indigent Healthcare Services

Batch Dates 05/31/18-05/31/18

Brookshire Bros. Phar. (Winnie)

Vendor #: 65460

P.O. Box 1359

Winnie, TX 77665

Invoice #	GL #	Date in	Amt Billed	Amt Paid
1074*65460*2	WSHD	05/17/2018	5.26	5.26
1074*65460*2	WSHD	05/10/2018	72.50	72.50
1087*65460*3	WSHD	05/24/2018	5.00	5.00
1087*65460*3	WSHD	05/24/2018	27.18	27.18
1087*65460*3	WSHD	05/24/2018	30.30	30.30
1089*65460*2	WSHD	05/02/2018	26.33	26.33
1089*65460*2	WSHD	05/02/2018	14.90	14.90
1091*65460*3	WSHD	05/15/2018	34.61	34.61
1091*65460*3	WSHD	05/31/2018	160.89	160.89
1091*65460*3	WSHD	05/01/2018	12.00	12.00
1092*65460*2	WSHD	05/03/2018	25.00	25.00
1092*65460*2	WSHD	05/31/2018	17.50	17.50
1096*65460*1	WSHD	05/15/2018	11.63	11.63
1097*65460*1	WSHD	05/09/2018	15.56	15.56
1098*65460*1	WSHD	05/23/2018	34.11	25.44
1098*65460*1	WSHD	05/23/2018	5.00	5.00
1098*65460*1	WSHD	05/30/2018	31.81	31.81
1098*65460*1	WSHD	05/17/2018	27.36	27.36

34 invoices, 99 line items

3,882.24**3,499.32****Grand Totals****3,882.24****3,499.32****34 total invoices****99 total line items**

GL Totals

Winnie Stowel Hospital District Indigent Healthcare Services
 Batch Dates 05/31/18-05/31/18

Wilcox Pharmacy
 P. O. Box 1850
 Winnie, TX 77665

Vendor #: 18651

GL #	Description	Amount
WSHD	Wshd	1,055.17
Expenditures		1,055.17
Reimb/Adjustments		
Grand Total		1,055.17

10 total invoices

GL Totals Detail

Invoice #	GL #	Date in	Amt Billed	Amt Paid
036-2783*18651*84	WSHD	05/29/2018	50.00	39.84
036-2783*18651*84	WSHD	05/29/2018	25.00	25.00
036-2783*18651*84	WSHD	05/29/2018	50.00	50.00
036-2783*18651*84	WSHD	05/18/2018	25.00	25.00
036-2942*18651*79	WSHD	05/24/2018	23.68	12.79
036-2942*18651*79	WSHD	05/24/2018	387.68	306.35
036-3364*18651*51	WSHD	05/31/2018	23.62	12.76
036-3364*18651*51	WSHD	05/31/2018	54.86	54.86
036-3364*18651*51	WSHD	05/31/2018	24.00	24.00
036-3364*18651*51	WSHD	05/31/2018	20.00	20.00
1008*18651*18	WSHD	05/14/2018	20.46	9.25
1008*18651*18	WSHD	05/29/2018	36.26	18.20
1008*18651*18	WSHD	05/29/2018	53.12	26.35
1020*18651*17	WSHD	05/17/2018	5.40	3.60
1020*18651*17	WSHD	05/17/2018	91.27	62.83
1020*18651*17	WSHD	05/17/2018	13.46	13.46
1020*18651*17	WSHD	05/17/2018	39.87	39.87
1040*18651*16	WSHD	05/23/2018	27.67	19.81
1040*18651*16	WSHD	05/03/2018	67.29	33.09
1075*18651*3	WSHD	05/08/2018	13.46	13.46
1075*18651*3	WSHD	05/02/2018	101.30	48.86
1075*18651*3	WSHD	05/02/2018	72.19	35.36
1086*18651*4	WSHD	05/07/2018	75.14	63.76
1095*18651*1	WSHD	05/18/2018	66.70	29.40
1095*18651*1	WSHD	05/18/2018	25.59	9.44
J392*18651*4	WSHD	05/01/2018	71.96	57.83

10 invoices, 26 line items *** 1,464.98 1,055.17

Grand Totals **1,464.98 1,055.17**

10 total invoices
 26 total line items

GL Totals

Winnie Stowel Hospital District Indigent Healthcare Services
 Batch Dates 05/31/18-05/31/18

Utmb At Galveston
 P. O. Box 660120 Dept 730
 Dallas, TX 75266

Vendor #: 63614

GL #	Description	Amount
WSHD	Wshd	27,320.01
Expenditures		27,320.01
Reimb/Adjustments		
Grand Total		27,320.01

17 total invoices

GL Totals Detail

Invoice #	GL #	Date in	Amt Billed	Amt Paid
036-2783*63614*2	WSHD	03/27/2018	391.00	93.84
036-2783*63614*2	WSHD	05/07/2018	443.00	106.32
036-2821*63614*2	WSHD	04/04/2018	323.00	77.52
036-3067*63614*5	WSHD	05/24/2018	443.00	106.32
036-3364*63614*3	WSHD	04/19/2018	899.00	215.76
036-3426*63614*3	WSHD	04/24/2018	1,828.00	438.72
1008*63614*5	WSHD	04/24/2018	443.00	106.32
1008*63614*5	WSHD	05/15/2018	15,434.41	3,704.26
1008*63614*5	WSHD	05/11/2018	438.00	105.12
1011*63614*4	WSHD	03/22/2018	63,253.23	16,904.13
1011*63614*4	WSHD	04/02/2018	323.00	77.52
1024*63614*3	WSHD	04/30/2018	323.00	77.52
1031*63614*3	WSHD	05/14/2018	323.00	77.52
1031*63614*3	WSHD	05/22/2018	7,299.07	1,751.78
1040*63614*6	WSHD	03/27/2018	2,010.00	482.40
1040*63614*6	WSHD	03/27/2018	1,455.00	349.20
1040*63614*6	WSHD	04/05/2018	1,529.00	366.96
1068*63614*2	WSHD	04/03/2018	391.00	93.84
1070*63614*3	WSHD	04/06/2018	807.00	193.68
1070*63614*3	WSHD	05/08/2018	3,340.00	801.60
1075*63614*1	WSHD	05/25/2018	291.00	69.84
1084*63614*1	WSHD	03/30/2018	1,105.00	265.20
1090*63614*1	WSHD	04/25/2018	1,044.00	250.56
1090*63614*1	WSHD	05/01/2018	443.00	106.32
1090*63614*1	WSHD	05/11/2018	424.00	101.76
1091*63614*1	WSHD	04/05/2018	179.00	42.96
1095*63614*1	WSHD	05/18/2018	1,471.00	353.04
17 invoices, 27 line items	***		106,652.71	27,320.01

Grand Totals **106,652.71** **27,320.01**

17 total invoices
 27 total line items

GL Totals

Winnie Stowel Hospital District Indigent Healthcare Services
 Batch Dates 05/31/18-05/31/18

Utmh Faculty Grp Practice
 Po Box 650859 Dep 710
 Dallas, TX 75265

Vendor #: 63615
 NPI: 1942241146

GL #	Description	Amount
WSHD	Wshd	6,177.99
Expenditures		6,177.99
Reimb/Adjustments		
Grand Total		6,177.99

18 total invoices

GL Totals Detail

Invoice #	GL #	Date in	Amt Billed	Amt Paid
036-2783*63615*3	WSHD	05/02/2018	270.00	75.60
036-2821*63615*2	WSHD	04/04/2018	270.00	56.08
036-3067*63615*3	WSHD	05/24/2018	273.00	65.29
036-3364*63615*3	WSHD	04/19/2018	273.00	65.29
036-3364*63615*3	WSHD	04/19/2018	23.00	8.02
036-3364*63615*3	WSHD	04/19/2018	30.00	10.26
036-3364*63615*3	WSHD	04/19/2018	23.00	8.02
036-3426*63615*3	WSHD	04/24/2018	168.00	62.23
1008*63615*4	WSHD	04/24/2018	415.00	95.54
1008*63615*4	WSHD	05/11/2018	30.00	10.26
1008*63615*4	WSHD	05/15/2018	372.00	112.76
1008*63615*4	WSHD	05/15/2018	640.00	440.00
1008*63615*4	WSHD	05/15/2018	336.00	336.00
1008*63615*4	WSHD	05/15/2018	898.00	251.44
1008*63615*4	WSHD	05/15/2018	1,225.00	237.37
1008*63615*4	WSHD	05/15/2018	1,378.00	385.84
1008*63615*4	WSHD	05/11/2018	183.00	39.92
1011*63615*5	WSHD	03/22/2018	1,303.00	364.84
1011*63615*5	WSHD	03/22/2018	1,020.00	285.60
1011*63615*5	WSHD	03/22/2018	158.00	58.38
1011*63615*5	WSHD	03/22/2018	138.00	51.00
1011*63615*5	WSHD	03/22/2018	38.00	13.15
1011*63615*5	WSHD	04/02/2018	183.00	51.24
1011*63615*5	WSHD	03/22/2018	714.00	714.00
1011*63615*5	WSHD	03/22/2018	1,360.00	935.00
1024*63615*3	WSHD	04/30/2018	183.00	39.92
1031*63615*3	WSHD	05/14/2018	273.00	65.29
1031*63615*3	WSHD	05/22/2018	460.00	128.80
1031*63615*3	WSHD	05/22/2018	225.00	63.00
1040*63615*7	WSHD	04/05/2018	548.00	153.44
1040*63615*7	WSHD	04/05/2018	270.00	56.08
1068*63615*2	WSHD	04/03/2018	270.00	56.08
1070*63615*3	WSHD	05/08/2018	245.00	92.06
1070*63615*3	WSHD	05/08/2018	183.00	39.92

GL Totals

Winnie Stowel Hospital District Indigent Healthcare Services
Batch Dates 05/31/18-05/31/18

Utmb Faculty Grp Practice
Po Box 650859 Dep 710
Dallas, TX 75265

Vendor #: 63615
NPI: 1942241146

Invoice #	GL #	Date in	Amt Billed	Amt Paid
1070*63615*3	WSHD	04/06/2018	270.00	56.08
1075*63615*1	WSHD	05/25/2018	360.00	86.32
1084*63615*2	WSHD	03/30/2018	23.00	6.44
1090*63615*1	WSHD	05/01/2018	415.00	95.54
1090*63615*1	WSHD	05/11/2018	415.00	95.54
1090*63615*1	WSHD	04/25/2018	273.00	76.44
1091*63615*1	WSHD	04/05/2018	95.00	26.60
1095*63615*1	WSHD	05/18/2018	135.00	48.12
1095*63615*1	WSHD	05/18/2018	80.00	28.55
1095*63615*1	WSHD	05/18/2018	380.00	94.31
J392*63615*1	WSHD	05/23/2018	195.00	68.00
J392*63615*1	WSHD	05/23/2018	183.00	68.33
18 invoices, 46 line items			17,202.00	6,177.99
Grand Totals			17,202.00	6,177.99

18 total invoices
46 total line items

GL Totals

Winnie Stowel Hospital District Indigent Healthcare Services
 Batch Dates 05/31/18-05/31/18

Stace Farrow Youth Counselor
 714 Campbell Rd
 Winnie, TX 77665

Vendor #: 63616
 NPI: 467236878

GL #	Description	Amount
WSHD	Wshd	1,657.50
Expenditures		1,657.50
Reimb/Adjustments		
Grand Total		1,657.50

5 total invoices

GL Totals Detail

Invoice #	GL #	Date in	Amt Billed	Amt Paid
YC01*63616*4	WSHD	05/03/2018	85.00	85.00
YC01*63616*4	WSHD	05/18/2018	85.00	85.00
YC03*63616*3	WSHD	05/03/2018	85.00	85.00
YC03*63616*3	WSHD	05/08/2018	85.00	85.00
YC03*63616*3	WSHD	05/23/2018	85.00	85.00
YC03*63616*3	WSHD	05/29/2018	85.00	85.00
YC04*63616*2	WSHD	05/01/2018	85.00	85.00
YC04*63616*2	WSHD	05/22/2018	85.00	85.00
YC04*63616*2	WSHD	05/29/2018	85.00	85.00
YC05*63616*1	WSHD	05/10/2018	85.00	85.00
YC05*63616*1	WSHD	05/11/2018	21.25	21.25
YC05*63616*1	WSHD	05/17/2018	85.00	85.00
YC05*63616*1	WSHD	05/18/2018	42.50	42.50
YC05*63616*1	WSHD	05/22/2018	85.00	85.00
YC05*63616*1	WSHD	05/24/2018	85.00	85.00
YC05*63616*1	WSHD	05/24/2018	170.00	170.00
YC05*63616*1	WSHD	05/29/2018	85.00	85.00
YC06*63616*1	WSHD	05/25/2018	127.50	127.50
YC06*63616*1	WSHD	05/26/2018	21.25	21.25
YC06*63616*1	WSHD	05/29/2018	85.00	85.00

5 invoices, 20 line items *** 1,657.50 1,657.50

Grand Totals **1,657.50 1,657.50**

5 total invoices
 20 total line items



Billing Questions (888) 866-2666
 Email info@cnasurety.com

Notice of Premium Due 07/17/2018

RECEIVED
 MAY 18 2018

Premium \$300.00

WINNIE-STOWELL HOSPITAL DISTRICT
 P. O. BOX 1997
 WINNIE, TX 77665

C-mmw

Amount Due	\$300.00
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Bond Detail			
Bond #	71565112	Bond Penalty	\$30,000.00
Company	Western Surety Company		
Effective Date	07/17/2018		
Anniversary Date	07/17/2019		
Description	TX Nursing Homes - Nursing Facility Residents Texas		

Agent Information	Messages
J. S. Edwards & Sherlock Insurance Agency, L. L. P. P. O. Box 22237 Beaumont, TX 77720 Phone : (409)832-7736	

Payment Instructions



- Pay Online at ONLINEPAY.CNASURETY.COM
- If paying by mail, please send payment 2 weeks prior to due date to ensure receipt
 Make check payable to CNA Surety
 Detach payment stub and return with payment

Note-Renewal documents will only be sent upon receipt of full payment

Winnie-Stowell Hospital District

Bond # 71565112
 Company 0601
 Agency 42-23390
 J. S. Edwards & Sherlock

Payment Due	07/17/2018	Amount Due	\$300.00
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CNA Surety Direct Bill
 P.O. Box 957312
 St. Louis, MO 63195-7312

Billing Questions (888) 866-2666
Email info@cnasurety.com

Premium \$150.00

RECEIVED
MAY 18 2018

WINNIE STOWELL HOSPITAL DISTRICT
P. O. BOX 1997
WINNIE, TX 77665

C-RH

Amount Due \$150.00

Bond Detail

Bond #	71565111	Bond Penalty	\$15,000.00
Company	Western Surety Company		
Effective Date	07/17/2018		
Anniversary Date	07/17/2019		
Description	TX Nursing Homes - Nursing Facility Residents Texas		

Agent Information

Messages

J. S. Edwards & Sherlock
Insurance Agency, L. L. P.
P. O. Box 22237
Beaumont, TX 77720
Phone : (409)832-7736

Payment Instructions



- **Pay Online at ONLINEPAY.CNASURETY.COM**
- If paying by mail, please send payment 2 weeks prior to due date to ensure receipt
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Winnie-Stowell Hospital District

Bond #	71565111
Company	0601
Agency	42-23390
J. S. Edwards & Sherlock	

Payment Due	07/17/2018	Amount Due	\$150.00
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CNA Surety Direct Bill
P.O. Box 957312
St. Louis, MO 63195-7312

LOAN BILLING NOTICE



Post Oak Bank - Beaumont
 55 IH-10 NORTH
 Beaumont, TX 77707

WINNIE-STOWELL HOSPITAL DISTRICT
 PO BOX 1997
 WINNIE TX 77665-1997

STATEMENT DATE 6/15/18

ACCOUNT NUMBER	DUE DATE	INTEREST RATE
790154 20	7/07/18	3.25000%
PRINCIPAL AMOUNT DUE	2204037.06	
INTEREST AMOUNT DUE	5969.26	
OTHER CHARGES		
PAST DUE		
TOTAL AMOUNT DUE	2210006.32	

009

Beaumont

PLEASE RETURN THIS NOTICE WITH PAYMENT.

COMMERCIAL LOANS 6/15/18
 Acct No 790154 Beaumont Branch 009
 Beginning Balance 2204037.06 Ending Balance 2204037.06
 Interest Paid YTD 37842.01
 ----- Current Period Transactions -----
 Eff Date Description Principal Interest Escrow Other
 5/30/18 REGULAR PAYMENT 6081.22 .00 .00
 ----- End of Statement -----

BENCKENSTEIN & OXFORD, L.L.P.

ATTORNEYS AT LAW
BBVA COMPASS BANK BUILDING
3535 CALDER AVENUE, SUITE 300

Hubert Oxford, IV

BEAUMONT, TEXAS 77706
TELEPHONE:(409) 833-9182
FAX: (409) 833-8819

hoxfordiv@benoxford.com

June 19, 2018

Mr. Edward Murrell
President
Winnie Stowell Hospital District
825 State Hwy 124
Winnie Texas 77665

Re: Winnie Stowell Hospital District; Billable Invoice for March 2018 Time Entries less Retainer; Our File No. 87250.

Dear President Murrell,

Attached, please find the second half of the firm's monthly invoice for March 2018 on behalf of Benckenstein & Oxford, LLP. This invoice is for \$20,023.73 but the amount due is \$19,023.73 after reducing the invoice by \$1,000.00 for the monthly retainer already paid.

In March 2018, we finally were able to complete the process of closing the Wells Fargo Account and came to terms with Salt Creek Capital, LLC for Loan 13. In addition, we initiated the review and revisions of the HMG accounts receivable loan documents for the new HMG facilities.

Will you please review and let me know if there are any questions? If not, we would appreciate your payment of this invoice in the amount of \$19,023.73 representing the balance owed for March 2018.

With best wishes, I am

Sincerely,

BENCKENSTEIN & OXFORD, L.L.P.

By: 
Hubert Oxford, IV

Enclosure

Benckenstein & Oxford, L.L.P.

3535 Calder Avenue, Suite 300
Beaumont, TX 77706

June 19, 2018

INVOICE #: 49002 HOIV
Billed through: March 31, 2018
Client/Matter #: WSHD 87250

Winnie-Stowell Hospital District
P.O. Box 1997
Winnie, TX 77665

RE: Winnie-Stowell Hospital District

PROFESSIONAL SERVICES RENDERED

03/01/18	HOIV	Exchanged multiple conference calls and researched prior e-mail exchanges in order to prepare an e-mail to the Board President for upcoming call with Salt Creek Capital.	3.50 hrs
03/02/18	HOIV	Received e-mail from HMG regarding Molina over-payment and worked with staff on how to properly account for the payment.	1.30 hrs
03/02/18	HOIV	Received e-mail from Genesis regarding status of receiving DACA and DAISA agreements executed by Post Oak Bank for Clairmont and Woodland's facilities; and corresponded with Bernakia and counsel for Genesis to determine status of Bernakia's approval of the same.	0.70 hrs
03/05/18	HOIV	Received and reviewed letters of approval from Bernakia to transfer the Clairmont and Woodland's accounts from Wells Fargo to Post Oak Bank and worked with counsel for Genesis to submit the proper DACA and DAISA to Post Oak Bank for signature and President Murrell's signature.	1.00 hrs
03/07/18	HOIV	Worked with staff to review and obtain signatures for the Medicaid contracts relating to the new HMG facilities.	1.20 hrs
03/07/18	HOIV	Worked with staff and the District's CPA to review, discuss, and complete the Transparency Report due to the Comptroller of Public Accounts.	2.00 hrs
03/07/18	HOIV	Drafted e-mail to Post Oak Bank requesting bank letters and to request account numbers for the Clairmont and Woodland's DACA and DAISA agreements.	0.30 hrs
03/08/18	HOIV	Drafted e-mail to Post Oak Bank requesting signature of Clairmont and Woodlands DACA and DAISA agreements.	0.60 hrs
03/08/18	HOIV	Worked with Wells Fargo by exchanging multiple conference calls with Josh Rodriguez and e-mails in order to determine the proper process to close the District's Clairmont and Woodland's accounts at Wells Fargo.	2.40 hrs
03/08/18	HOIV	Prepared draft termination agreements for the Woodlands and Clairmont facilities for the District's DACA and DAISA agreements at Wells Fargo.	1.20 hrs
03/08/18	HOIV	Reviewed and approved eight (8) documents submitted by the District's Administrator regarding nursing home payment agreements.	0.40 hrs

Client-	WSHD 87250	Invoice # 49002	PAGE	2
03/09/18	HOIV	Worked with Salt Creek Capital to modify and execute the Termination Agreements required by Wells Fargo to close all remaining accounts at the bank.	0.70 hrs	
03/09/18	HOIV	Receipt and review of two agreements for Rosehaven and Marshal Manner HHSC renewals	0.30 hrs	
03/12/18	HOIV	Exchanged thirteen (13) e-mails with Wells Fargo and Salt Creek Capital regarding the naming of the proper Salt Creek Capital entity in the termination of account letter; made revisions to the letters per Salt Creek's request; and resubmitted to Wells Fargo.	2.10 hrs	
03/13/18	HOIV	Initiated the modeling for a Monthly Treasurers Report in order to give the Board a better understanding of the District's cash reserves and obligations as of the date of the regular monthly meeting in addition to the financials prepared by the CPA for the end of the prior month.	1.60 hrs	
03/13/18	HOIV	Worked with staff and LTC Group by exchanging e-mails and multiple conference calls to determine cash availability for upcoming QIPP Component 1 payment and forecasting.	1.80 hrs	
03/14/18	HOIV	Worked with staff to revise monthly cash and expense reports for 2018; revised March of 2018 to illustrate upcoming transactions; drafted e-mail to client explaining cash flow matters for the 1st of April 2018.	1.70 hrs	
03/14/18	HOIV	Exchanged five (5) e-mails with Post Oak Bank to get the status of bank account letters.	0.30 hrs	
03/14/18	HOIV	Received request for medical records for a District's indigent client and then participated in a conference call with District Staff on how to respond.	0.50 hrs	
03/15/18	HOIV	Prepared draft set of minutes for the February 21, 2018 regular Meeting.	3.50 hrs	
03/15/18	HOIV	Exchanged four (4) e-mails with staff regarding medical records request for indigent client.	0.40 hrs	
03/15/18	HOIV	Prepared Resolution to open Clearing Account for Post Oak Bank to be approved by Board at the upcoming meeting.	0.70 hrs	
03/16/18	HOIV	Exchanged multiple e-mails with Genesis regarding EFT Enrollments and participated in multiple conference calls with staff to discuss the importance of making sure the EFTs did not involve QIPP funds or funds expected to be deposited into the District's Interbank accounts.	1.60 hrs	
03/19/18	HOIV	Conference call with Genesis regarding EFTs and drafted e-mail to Wells Fargo requesting that they terminate the Clairmont and Woodland's accounts on April 18, 2018.	1.20 hrs	
03/19/18	HOIV	Made revision to the monthly cash report to modify formulas.	1.00 hrs	
03/20/18	HOIV	Conference calls with Board President, CPA, and staff regarding financial reports and upcoming loan payments.	0.70 hrs	
03/20/18	HOIV	Gathered signature pages for DACA and DAISA agreements for Clairmont and Woodland's facilities; obtained bank letters for four accounts; met with Steve Lucas of Post Oak Bank; and drafted e-mail to counsel for Genesis	2.60 hrs	

		forwarding the same.	
03/20/18	HOIV	Reviewed Texas Government Code for contents requirements of Quarterly Treasurer's report and continued making revisions to monthly report to be in compliance with the code.	2.80 hrs
03/20/18	HOIV	Prepared analysis for Board for Loan 13 and Loan 14 in anticipation of upcoming meeting.	2.00 hrs
03/21/18	HOIV	Worked on formatting the treasurer's report and then worked with staff throughout the day to prepare and reconcile the proper figures in the report in order to discuss upcoming matters before the Board at the Regular Board Meeting.	5.00 hrs
03/21/18	HOIV	Prepared for and attended Regular meeting.	3.00 hrs
03/22/18	HOIV	Worked with Genesis counsel and Post Oak Bank through multiple e-mails (4) to receive an initial set of bank letters for all HMG facilities and then a second set of revised letters.	0.80 hrs
03/26/18	HOIV	Reviewed and discussed four Genesis EFT agreements with Blue Cross and Blue Shield.	0.60 hrs
03/26/18	HOIV	Read and reviewed detailed e-mail from Salt Creek Capital outlying terms for Loan 13 and then held a conference call with Board President to discuss the proposed terms.	0.80 hrs
03/26/18	HOIV	Received draft of the BCBS TX EFT enrollments for new HMG facility and compared accounts to verify there the District's Interbank account was not listed and to make sure the correct entities account at Post Oak was provided.	0.90 hrs
03/26/18	HOIV	Conferred with staff to verify Loan 10 interest and principle amount prior to transferring the funds.	0.40 hrs
03/26/18	HOIV	Received six (6) nursing home facility liability insurance certifications (i.e., Form 2031) and recommended revisions to the forms regarding the District's entity type and location; and then exchanged seven (7) e-mails regarding the same with HMG counsel's office regarding the same.	1.20 hrs
03/27/18	HOIV	Reviewed e-mail from Salt Creek Capital with loan terms and drafted comments for the Board President to consider.	1.10 hrs
03/27/18	HOIV	Read, reviewed, and responded to thirteen (13) e-mails between counsel for HMG and Genesis, Post Oak Bank, and District staff regarding the status and delivery of the revised bank letters for the five (5) new nursing facilities.	1.30 hrs
03/27/18	HOIV	Prepared cash flow models for proposed Loan 13 terms and provided comments to proposal by Salt Creek Capital for Board President.	2.30 hrs
03/28/18	HOIV	Conference call with Board President regarding Loan 13 terms.	0.60 hrs
03/28/18	HOIV	Received draft wire transfer request for Loan 10 Interest and Principle payment and conferred with staff regarding outstanding Component 1 funds.	1.30 hrs
03/28/18	HOIV	Read, reviewed, and revised HMG agreements for HMG Amended and Restated Management Agreements; Operations Transfer Agreements; and	6.00 hrs

Sublease Agreements

03/29/18	HOIV	Received e-mail with revisions to the Marshal Manor Subordination, Non-Disturbance and Attornment Agreement of Sub-Operating Lease; reviewed proposed changes and authorized signature.	1.30 hrs
03/29/18	HOIV	Worked with LTC to repair and update QIPP forecast spreadsheet to account for proposed Loan terms for Loan 13 and analyzed its impact on the District's revenue and cash flow.	3.40 hrs
03/29/18	HOIV	Continued reviewing and revising HMG Amended and Restated Management Agreements; Operations Transfer Agreements; and Sublease Agreements.	5.70 hrs
03/30/18	HOIV	Met with Hospital staff and President Murrell to discuss status of Hospital, and QIPP program.	2.00 hrs
03/30/18	HOIV	Prepared for upcoming meeting with Riceland Hospital by reviewing QIPP figures and draft hospital feasibility report.	2.00 hrs
		Total fees for this matter	\$19,950.00

DISBURSEMENTS

03/23/18		Federal Express; Invoice # 6-118-70621; Federal Express/Express Mail	57.73
03/31/18		Color Copy Expense	16.00
		Total disbursements for this matter	\$73.73

BILLING SUMMARY:

Oxford, IV Hubert	79.80 hrs @	\$250.00 /hr	\$19,950.00
TOTAL FEES			\$19,950.00
TOTAL DISBURSEMENTS			\$73.73
TOTAL CHARGES FOR THIS INVOICE			\$20,023.73
RETAINER			\$1,000.00 CR
TOTAL BALANCE NOW DUE			\$19,023.73

Federal ID# 74-1646478

Invoice Terms: Net 10 Days Upon Receipt
Please Reference Invoice Number on Your Check

BENCKENSTEIN & OXFORD, L.L.P.

ATTORNEYS AT LAW
BBVA COMPASS BANK BUILDING
3535 CALDER AVENUE, SUITE 300

Hubert Oxford, IV

BEAUMONT, TEXAS 77706
TELEPHONE:(409) 833-9182
FAX: (409) 833-8819

hoxfordiv@benoxford.com

July 12 2018

Mr. Edward Murrell
President
Winnie Stowell Hospital District
825 State Hwy 124
Winnie Texas 77665

Re: Invoice and Draft Minutes for June 20, 2018 Regular Meeting; Our File No. 87250.

Dear President Murrell,

Attached, please find the draft Minutes for June 20, 2018 Regular Meeting. After you have had a chance to review these minutes, please let me know if there are any changes that need to be made.

Also, please allow this letter to serve as a *partial invoice* for \$1,000.00 representing the retainer for work performed in June 2018. We would request that you put this invoice in line for payment at the July 18, 2018 Regular meeting and we will give the District credit for the \$1,000.00 payment when we invoice the District for June 2018.

If you concur, please draft a check in the amount of \$500.00 checks payable to Josh Heinz and a second check for \$500.00 to Hubert Oxford, IV.

With best wishes, I am

Sincerely,

BENCKENSTEIN & OXFORD, L.L.P.

Hubert Oxford, IV

Exhibit “F”

DURBIN & CO.
Certified Public Accountants
2950 50th Street
Lubbock, Texas 79413
(806) 791-1591
Fax (806) 791-3974

June 18, 2018

To Board of Directors
Winnie-Stowell Hospital District
Winnie, Texas

We are pleased to confirm our understanding of the services we are to provide for Winnie-Stowell Hospital District (the "District") for the year ended December 31, 2017. We will audit the financial statements of the District, which comprise the statement(s) of net position as of December 31, 2017, the related statements of revenues, expenses, and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements. Accounting standards generally accepted in the United States of America provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the District's basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by U.S. generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited:

1) Management's Discussion and Analysis.

Audit Objective

The objective of our audit is the expression of opinions as to whether your financial statements are fairly presented, in all material respects, in conformity with generally accepted accounting principles and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America and will include tests of the accounting records and other procedures we consider necessary to enable us to express such opinions. We will issue a written report upon completion of our audit of the District's financial statements. Our report will be addressed to the Board of Directors of Winnie-Stowell Hospital District. We cannot provide assurance that unmodified opinions will be expressed. Circumstances may arise in which it is necessary for us to modify our opinions or add emphasis-of-matter or other-matter paragraphs. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or may withdraw from this engagement.

Audit Procedures—General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards. In addition, an audit is not designed to detect immaterial misstatements, or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and may include tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about the financial statements and related matters.

Audit Procedures—Internal Control

Our audit will include obtaining an understanding of the entity and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the District's compliance with the provisions of applicable laws, regulations, contracts, and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

The auditors' procedures do not include testing compliance with laws and regulations in any jurisdiction related to Medicare and Medicaid antifraud and abuse. It is the responsibility of management of the entity, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations, including compliance with the provision of

laws and regulations that determine the reported amounts and disclosures in the entity's financial statements. Therefore, management's responsibilities for compliance with laws and regulations applicable to its operations, include, but are not limited to, those related to Medicare and Medicaid antifraud and abuse statutes.

Other Services

We will also assist in preparing the financial statements of the District in conformity with U.S. generally accepted accounting principles based on information provided by you. We will perform the services in accordance with applicable professional standards. The other services are limited to the financial statement services previously defined. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

Management Responsibilities

Management is responsible for designing, implementing, and maintaining effective internal controls, including monitoring ongoing activities; for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles.

Management is also responsible for making all financial records and related information available to us and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) additional information that we may request for the purpose of the audit, and (3) unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the entity involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the entity received in communications from employees, former employees, regulators, or others. In addition, you are responsible for identifying and ensuring that the entity complies with applicable laws and regulations.

You agree to assume all management responsibilities for financial statement preparation services and any other nonattest services we provide; oversee the services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

Engagement Administration, Fees, and Other

We understand that your employees will prepare all cash, accounts receivable, or other confirmations we request and will locate any documents selected by us for testing.

We expect to begin our audit in June and to issue our reports no later than the August Board meeting. Tommy L. Davis, CPA is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it.

Billings are rendered monthly so that you may readily relate our charges to the work performed. In addition to billed charges, billings will include travel, printing, postage, and other out-of-pocket costs. Each invoice is payable upon receipt. Past due invoices must be current before an audit report can be rendered due to possible independence conflicts. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket costs through the date of termination. The above fee is based of anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs. You may request that we perform additional services not addressed in the engagement letter. If this occurs, we will communicate with you regarding the scope of the additional services and the estimated fees. We also may issue a separate engagement letter covering the additional services. In the absence of any other written communication from us documenting such additional services, our services will continue to be governed by the terms of this engagement letter.

We appreciate the opportunity to be of service to Winnie-Stowell Hospital District and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Very truly yours,



Tommy L. Davis, CPA
Durbin and Company, L.L.P.

RESPONSE:

This letter correctly sets forth the understanding of Winnie-Stowell Hospital District.

Management signature: _____

Title: _____

Date: _____

Governance signature: _____

Title: _____

Date: _____

Hubert Oxford IV

Subject: FW: Items Needed
Attachments: Controls and Cash Confirms.xlsx

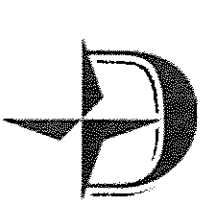
From: Tommy Davis <tommyd@dhcg.com>
Sent: Wednesday, June 20, 2018 1:57 PM
To: Hubert Oxford IV <hoxfordiv@benoxford.com>
Cc: Shandin Havens <shandinh@durbinco.com>; Steven Thummel <stevent@durbinco.com>
Subject: Items Needed

Below is a list of items needed thus far for Winnie-Stowell Hospital District.

1. GL Details
 - a. District
2. Trial Balances
 - a. HMG – currently have 12 months of profit & loss. Need for time frame under district control.
3. Check Registers for all bank accounts
 - a. FY 2017 (1/1/17 - 12/31/17)
 - b. 1/1/18 - Current
4. Signed Engagement Letter
5. 12/20/2017 Board Minutes (not on website)
6. Update the accounting systems and controls (green tabs on attached file)
7. Sign and return four cash confirmations (orange tabs on attached file)
8. 2017 Board Roster
9. Legal Invoices (July 2017 – Current)
10. Contracts for all HMG nursing homes.
11. All Bank Statements and reconciliations (District, Caring, Genesis, HMG) for January 2017 – Current
12. 2017 Quarterly 941s
13. Fixed asset additions, if any.
14. AP Aging Detail
15. Invoices for nursing home management services
16. All new loan documents
17. HMG Financials for April 2017 through December 2017 (Sent an e-mail to Charice to see if we can subtract first three months from year end totals.)

Please let us know if you have any questions.

Thanks,
Tommy



Tommy L. Davis, CPA

Durbin & Co., L.L.P.

p: (254) 449-9169 e: (254) 722-9395

w: dhcg.com e: tommyd@dhcg.com

Winnie-Stowell Hospital District
ACCOUNTING SYSTEMS
12/31/17

GL System:	Software:	CPA performed write up monthly
	Personnel / Users:	Mary Ellen Robertson, CPA* Sherri Norris, District Admin (limited)
AP System:	Software:	Same As Above
	Personnel / Users:	Same As Above
Other Systems:	Software:	Same As Above
	Personnel / Users:	Same As Above

* As of March 2016, we went to an in-house system using QuickBooks.

Internal Control Grid

Function:	Automated Yes/No	Routinely Performed By: Title/Name	Approved By: Title/Name	Other Notes:	Yes No N/A
General Journal Entries					
Cash					
Opens Mail					
Receipts Processing					
Disbursements Processing					
Reconciling Bank Statements					
Posts manual entries to GL related to reconciliations					
Initiates telephone or wire transfers					
Investments					
Who is the investment officer					
Patient AR					
Processes patient Charges					
Maintains Chargemaster File					
Posts Electronic Patient related payments					
Posts Electronic Patient related/contractual Adjustments					
Posts Manual Patient related payments					
Posts Manual Patient related/contractual Adjustments					
Estimates Allowances for Contractual Adjustments					
Maintains Patient Master Files					
Posts Manual entries to the GL related to allowances					
Authorizes					
Posts bad debt write-offs					
Authorizes Charity Adjustments					
Posts Charity Adjustments					
Compare patient payments to Third Party Contracts					
Reconcile daily cash receipts and contractuals to EOB's					
Inventories					
Orders supplies					
Issues purchase order					
Initiate Purchase when P.O. not used					
Receives and stores supplies					
Manages supplies					
Counts Supplies and disposes of obsolete or expired items					
How often are obsolete/expired items disposed of and in what manner?					
Other Assets					
Maintains Prepaid Schedules					
Maintains Physician Guarantee Schedules					
Capital Assets					
Maintains Depreciation Schedule					
Posts Depreciation related entries					
A/P and Expenses					
Records invoices into payables subledger					
Processes A/P check runs					
Signs A/P Checks					
Maintains/Edits Vendor Master File					
Approves new Vendors					
Maintains signature stamp					
Mails checks					
Payroll and Related					
Process Payroll					
Approves Timecards					
Authorizes pay rates					
Maintains/Edits Employee Master file					
Signs payroll Checks					
Authorizes direct deposits					
Debt					
Posts entries to the GL					
Equity					
Posts entries to the GL					

Winnie-Stowell Hospital District

ACCOUNTING SYSTEM REVIEW

12/31/17

TRANSACTION CLASS		
CASH RECEIPTS	INITIATES	All funds reviewed by check and/or ACH All funds are deposited timely to bank account
	AUTHORIZES	CPA/Board Member
	PROCESS	See above
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	No subsidiary ledger: All details are reflected in the general ledger
CASH DISBURSEMENTS	INITIATES	All funds reviewed by check and/or ACH All disbursements are checks, ACH, and/or wires
	AUTHORIZES	Board Members
	PROCESS	See above
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	Supporting worksheets and general ledger
REVENUE & RECEIVABLE RECOGNITION	INITIATES	Within cash receipt function
	AUTHORIZES	Board authorizes
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	
REVENUE BILLING	INITIATES	
	AUTHORIZES	
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	

CONTRACTUAL RECORDING & BAD DEBT	INITIATES	
	AUTHORIZES	
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	
PROPERTY ADDITIONS & DELETIONS	INITIATES	Board action
	AUTHORIZES	Board action
	PROCESS	Board action
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	
INVESTMENTS	INITIATES	Board action
	AUTHORIZES	Board Members
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	
PURCHASING	INITIATES	Within cash disbursement function
	AUTHORIZES	Board Members
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	

ACCOUNTS PAYABLE AND ACCRUALS	INITIATES	Accruals - CPA accounts payable Sherrie Norris
	AUTHORIZES	Board Members
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	General Ledger
PAYROLL - PERSONNEL ISSUES	INITIATES	
	AUTHORIZES	
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	
PAYROLL - TRANSACTION	INITIATES	
	AUTHORIZES	
	PROCESS	
	SUPPORTING DOCUMENTS LEDGERS & REPORTS	

**STANDARD FORM TO CONFIRM ACCOUNT
BALANCE INFORMATION WITH FINANCIAL INSTITUTIONS**

ORIGINAL
To be mailed to accountant

Winnie-Stowell Hospital District
CUSTOMER NAME

We have provided to our accountants the following information as of the close of business on **December 31, 2017** regarding our deposit and loan balances. Please confirm the accuracy of the information, noting any exceptions to the information provided. If the balances have been left blank, please complete this form by furnishing the balance in the appropriate space below. * Although we do not request nor expect you to conduct a comprehensive, detailed search of your records, if during the process of completing this confirmation additional information about other deposit and loan accounts we may have with you comes to your attention, please include such information below. Please use the enclosed envelope to return the form directly to our accountants.

Financial Institution's Name and Address [Prosperity Bank
146 Spur 5
Winnie, Texas 77665]

1. At the close of business on the date listed above, our records indicated the following deposit balance(s):

ACCOUNT NAME	ACCOUNT NO.	INTEREST RATE	BALANCE*

2. We were directly liable to the financial institution for loans at the close of business on the date listed above as follows:

ACCOUNT NO./ DESCRIPTION	BALANCE*	DATE DUE	INTEREST RATE	DATE THROUGH WHICH INTEREST IS PAID	DESCRIPTION OF COLLATERAL

(Customer's Authorized Signature)

(Date)

The information presented above by the customer is in agreement with our records. Although we have not conducted a comprehensive, detailed search of our records, no other deposit or loan accounts have come to our attention except as noted below.

(Financial Institution Authorized Signature)

(Date)

(Title)

EXCEPTIONS AND/OR COMMENTS

Please return this form directly to our accountants:

[DURBIN & COMPANY, L.L.P.
Certified Public Accountants
400 Austin Avenue, Suite 1001
Waco, Texas 76710]

*Ordinarily, balances are intentionally left blank if they are not available at the time the form is prepared.

**STANDARD FORM TO CONFIRM ACCOUNT
BALANCE INFORMATION WITH FINANCIAL INSTITUTIONS**

ORIGINAL
To be mailed to accountant

Winnie-Stowell Hospital District

CUSTOMER NAME

Financial Institution's Name and Address [Prosperity Bank
146 Spur S
Winnie, Texas 77665]

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(Date)

(Title)

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[DURBIN & COMPANY, L.L.P.
Certified Public Accountants
400 Austin Avenue, Suite 1001
Waco, Texas 76710]

*Ordinarily, balances are intentionally left blank if they are not available at the time the form is prepared.

**STANDARD FORM TO CONFIRM ACCOUNT
BALANCE INFORMATION WITH FINANCIAL INSTITUTIONS**

ORIGINAL
To be mailed to accountant

Winnie-Stowell Hospital District
CUSTOMER NAME

Financial Institution's Name and Address [Prosperity Bank
146 Spur 5
Winnie, Texas 77665]

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(Customer's Authorized Signature)

(Date)

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(Financial Institution Authorized Signature)

(Date)

(Title)

EXCEPTIONS AND/OR COMMENTS

Please return this form directly to our accountants:

[DURBIN & COMPANY, L.L.P.
Certified Public Accountants
400 Austin Avenue, Suite 1001
Waco, Texas 76710]

*Ordinarily, balances are intentionally left blank if they are not available at the time the form is prepared.

Hubert Oxford IV

From: Hubert Oxford IV
Sent: Tuesday, June 19, 2018 10:17 AM
To: 'Tommy Davis'
Subject: RE: District Trial Balance

Thank you. I talked to Ed and wanted confirmation before the engagement letter was signed that you have looked at the information and can confirm that the body of information is what you need and in the proper format. We understand you have to reconcile but he doesn't want to get into a situation where your office has to do the work required in the previous two audits. If the data is not how you need it, we will get with LTC and make sure you have it how you want it.

Hubert Oxford, IV
Benckenstein & Oxford, L.L.P.
3535 Calder Avenue, Suite 300
Beaumont, Texas 77706
(409) 951-4721 Direct
(409) 351-0000 Cell
(409) 833-8819 Fax

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From: Tommy Davis <tommyd@dhcg.com>
Sent: Tuesday, June 19, 2018 9:58 AM
To: Hubert Oxford IV <hoxfordiv@benoxford.com>
Subject: RE: District Trial Balance

Yes, working on items needed list, but yes we are way ahead of the game.

Will have to you by the end of the day.

From: Hubert Oxford IV <hoxfordiv@benoxford.com>
Sent: Tuesday, June 19, 2018 9:39 AM
To: Tommy Davis <tommyd@dhcg.com>
Cc: Charice Finch (charice.finch@newlighthhealthcare.com) <charice.finch@newlighthhealthcare.com>; David Sticker (davidbsticker@gmail.com) <davidbsticker@gmail.com>; sherrie@wshd-tx.com; 'murrelledward@yahoo.com' <murrelledward@yahoo.com>
Subject: RE: District Trial Balance

Are you going to send me the engagement letter? Will you also confirm that you have everything you need to make this an easy audit?

Hubert Oxford, IV
Benckenstein & Oxford, L.L.P.
3535 Calder Avenue, Suite 300
Beaumont, Texas 77706
(409) 951-4721 Direct
(409) 351-0000 Cell
(409) 833-8819 Fax

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From: Tommy Davis <tommyd@dhcg.com>
Sent: Tuesday, June 12, 2018 2:21 PM
To: Hubert Oxford IV <hoxfordiv@benoxford.com>; sherrie@wshd-tx.com; David Sticker (davidbsticker@gmail.com) <davidbsticker@gmail.com>
Cc: Charice Finch (charice.finch@newlighthhealthcare.com) <charice.finch@newlighthhealthcare.com>
Subject: RE: District Trial Balance

Yes, we will have an update before you're meeting next week.

From: Hubert Oxford IV <hoxfordiv@benoxford.com>
Sent: Monday, June 11, 2018 5:12 PM
To: Tommy Davis <tommyd@dhcg.com>; sherrie@wshd-tx.com; David Sticker (davidbsticker@gmail.com) <davidbsticker@gmail.com>
Cc: Charice Finch (charice.finch@newlighthhealthcare.com) <charice.finch@newlighthhealthcare.com>
Subject: RE: District Trial Balance

Thank you tommy. I was just doing the minutes for last month and writing about the plan to make sure we had everything before we did the engagement letter. Do you think you will be able to have this assessment completed before next Wednesday's meeting and if so, will you be able to submit an engagement letter?

Hubert Oxford, IV
Benckenstein & Oxford, L.L.P.
3535 Calder Avenue, Suite 300
Beaumont, Texas 77706
(409) 951-4721 Direct
(409) 351-0000 Cell
(409) 833-8819 Fax

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From: Tommy Davis <tommyd@dhcg.com>
Sent: Monday, June 11, 2018 7:39 AM
To: sherrie@wshd-tx.com; David Sticker (davidbsticker@gmail.com) <davidbsticker@gmail.com>
Cc: Hubert Oxford IV <hoxfordiv@benoxford.com>
Subject: District Trial Balance

Can we get a trial balance for the District for 12/31/17?

We are currently working thru all of the nursing home information that we have received.



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Hubert Oxford IV

From: Tommy Davis <tommyd@dhcg.com>
Sent: Tuesday, June 19, 2018 3:42 PM
To: Hubert Oxford IV
Cc: Shandin Havens; Steven Thummel
Subject: Engagement Letter
Attachments: WSHD 2017 Audit Engagement Letter.pdf

Hubert,
Attached is the engagement letter for the 2017 audit. I'm still running through open items list, but will get to you soon.

Thanks,
Tommy



Tommy L. Davis, CPA

Durbin & Co., L.L.P.

p: (254) 449-9169 c: (254) 722-9395

w: dhcg.com e: tommyd@dhcg.com

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