

Marion County Hospital District

Minutes of the Meeting of the Board of Trustees

August 29, 2016 @ 5:00 p.m.

Marion County Hospital District Office
1121 SW 1st Avenue, Ocala, FL

David Cope - Chairman of the Board

Call to Order

David Cope called the August 29, 2016 regular meeting of the Marion County Hospital District Board of Trustees to order at 5:17 p.m.

Board Members Present

Larry Strack, Rich Bianculli, Ken Marino, David Cope, Randy Klein and Sam McConnell, Ram Vasudevan

Board Members Absent

None

Hospital Attorneys Present

Joe Hanratty, Charles Forman

Others Present:

Jon Kurtz, Debbie Cooper, Dolly Dockham, Curt Bromund

Approval of Previous Minutes

A **Motion** was made by Sam McConnell to accept the Minutes of July 25 and August 16 & 23, 2016 as presented. The **Motion** was seconded by Ram Vasudevan. With no further discussion, the motion carried unanimously.

MCHD Financial Reports, Budget vs. Actual Balance Sheet and Income Statements for July 2016

Debbie Cooper reviewed all the MCHD Financials for the month of July 2016 for the District. No substantial changes for the month of July.

A **Motion** to approve all of the MCHD Financial Reports for the month of July 2016 was made by Sam McConnell. The **Motion** was seconded by Ram Vasudevan. With no further discussion, the motion passed unanimously.

New Business

Grant Committee Update

Second quarter reports were received for August 10, 2016. Curt reviewed his grantee spreadsheet that shows expenditures and grant awards for the third quarter.

Pam Breen will not be going forward with her grants as she stated the quarterly reporting is too much for her handle.

Cheri Potter from the Marion School Board will be asked to attend the next board meeting to give update on their grant and how it will be used.

Help Agency of the Forest is not meeting grant timelines & objectives, and Curt has asked representatives from the Florida department of Health to look at it to evaluate if the bus can be used as a clinic. Curt requested a status of their project, invoices, etc. and to get an estimate on refurbishing the bus. Jeff Feller and Curt also conducted a site visit during Q2 to evaluate grant progress.

During the visit, program staff informed us that the bus conversion required extensive work to refurbish the bus for dental services (delaying the project).

Curt followed-up, requesting the following information:

- A. Provide a professional written estimate of the costs relating work required to retrofitting the dental bus (including a timeline for completion).
- B. Provide information (e.g., an quote or estimate) from your insurance agent, regarding any required insurance you must carry to operate a mobile dental clinic.
- C. Provide the name of the person you contacted at the Health Department regarding sovereign immunity, and the date you made contact.

Help Agency personnel provided the following responses to our information request:

- A. We do not have a professional estimate for retrofitting costs as all work is being Performed by volunteers. Electric, plumbing, and cosmetic renovations will all be done by staff and volunteers who currently or have previously worked in the specific trades. The timeline for completed work should be around 6 months.
- B. The malpractice insurance quote is \$2,000-\$3,000 a year. Additionally, we are covered under FL statute 766.103 and 768.13 under the good Samaritan act and immunity from civil liability.
- C. One of our partners during the grant application, Dr. Dreyfus had previously obtained The paperwork for the sovereign immunity. We have the application in hand to register with the Florida Department of Health. He is no longer working on this project as he had complications required him to step back. We are taking this application and moving forward.

It is being recommended that The Help Agency of The Forest grant be terminated. Ram Vasudevan made a **Motion** to terminate this grant and the **Motion** was seconded by Rich Bianculli. Joe Hanratty will send a letter of termination and a request for the funds awarded to be refunded back to the district.

Marion County Health Alliance is underspent so will not receive funds for the third quarter. Freedom Clinic has fully expended their money for the year. Marion County BOCC is waiting for invoices from consortium to see if Q2 balances will cover the expenses. All other grantees are meeting timelines & objectives.

A **Motion** to approve the Grant Report for July 2016 was made by Sam McConnell. The **Motion** was seconded by Ram Vasudevan.

Investment Committee Update

Investment Reports

Rich Bianculli reported investments were up \$3M for the month of July and \$12.5M inception to date as of end of July. We anticipate breaking even for the month of August.

Wells Fargo IPS – As they manage these assets on a fiduciary platform, it is their policy to update the IPS every 3 years. The IPS document outlines the established objectives, policies, and guidelines for the investment of the portfolio's assets. The portfolio's assets are the planned giving assets ("Planned Giving Portfolio(s)") that are part of the planned giving program of Munroe Regional Health ("Client") held by Wells Fargo Bank, N.A. ("Wells Fargo"). The purpose of this Investment Policy Statement ("IPS") is to establish an understanding as to the investment goals, objectives, and management policies for the Client's Planned Giving Portfolio(s) managed by Wells Fargo Bank, N.A. ("Wells Fargo"). Planned giving vehicles may include charitable trusts, pooled income funds or charitable gift annuities.

A **Motion** was made by Sam McConnell to accept the Wells Fargo IPS as presented. **The Motion** was seconded by Ram Vasudevan. Motion passed unanimously.

Marion County Hospital District Investment Policy - There will be a District Investors IPS review/discussion at the October quarterly review and the three investors had a teleconference on Thursday August 25th with Rich Bianculli to look at the benchmarks and maybe make some changes. The IPS is very conservative right now with a 4% volatility, might suggest raising this to 6% volatility. There will be a follow up teleconference on September 8th, 2016 for more discussion.

A **Motion** to approve the Investment Report for July 2016 was made by Sam McConnell. The **Motion** was seconded by Ram Vasudevan.

Operations Committee Update

Proposed Budget

2016-2017 MCHD Budget –After some discussion it was agreed that the final budget will be presented for approval at the September board meeting.

Escrow – We are scheduled to received \$10M in escrow from MRMC on or about September 30th, after some discussion it was recommended to invest the money and to send the whole \$10M to Suntrust to invest as they have the lower fees.

Rich Bianculli made a Recommendation at Operations Meeting to move the \$10M in escrow once received over to Suntrust to invest. The Recommendation was seconded by Larry Strack. The Recommendation passed unanimously.

Sam McConnell made a Motion to approve moving the \$10M in escrow once received over to Suntrust to invest. The Motion was seconded by Ram Vasudevan. The Motion passed unanimously.

District Attorneys – After some discussion at the August 16th meeting Rich Bianculli made a recommendation to select Forman, Hanratty, Thomas & Montgomery as the District’s legal counsel, the recommendation was then seconded by Ken Marion. The recommendation passed unanimously and is being presented at the Board meeting August 29th for approval.

A **Motion** was made by Sam McConnell to approve the engagement of Forman, Hanratty, Thomas & Montgomery as the District’s legal counsel, the Motion was seconded by Rich Bianculli. The **Motion** passed unanimously.

Jon Dean will transfer all necessary documentation over to Hanratty, Forman, Thomas & Montgomery over the next couple weeks.

A **Motion** to approve the Operations Report for July 2016 was made by Sam McConnell. The **Motion** was seconded by Randy Klein.

Other/Legal Matters

Amendment to Lease – Joe Hanratty will draft a lease amendment letter and will meet with Bob Moore and their legal counsel to discuss the Third Amendment to the Lease which involves the release of the escrow.

A **Motion** was made by Sam McConnell to approve Joe Hanratty to draft a lease amendment letter and to schedule a special open and closed board meeting on September 6th, 2016 to discuss this matter.

Public Comment

None

Adjournment

The meeting was adjourned by David Cope at 6:10 p.m.



David Cope, Chairman