

# Marion County Hospital District

## Board of Trustees Meeting Minutes

October 28, 2019 @ 5:00 p.m.

Rich Bianculli, Chairman

### Call to Order

Rich Bianculli called the October 28, 2019 regular meeting of the Marion County Hospital District Board of Trustees to order at 5:03 p.m.

### Board Members Present

Rich Bianculli, Randy Klein (5:03 PM), Sam McConnell, Sheryll Goedert, Ram Vasudevan, Ken Marino, David Cope

### Board Members Absent

None

### Present by Phone

None

### District Counsel Present

Joe Hanratty

### Others Present:

Curt Bromund, Debra Velez, Dolly Dockham, Debbie Cooper, Heather Wyman, Carlos Medina, Brianna Liles – left at 5:35 PM, Michelle Stone, (David O'Brien, Bob Zaccheo – left at 5:25 PM)

### Invocation

None

### Public Comment (3 minutes)

None

### Guest Speaker

Project Lift

### Legal/Other – Joe Hanratty

Legal Claims -No Change

### Approval of Previous Minutes September 30<sup>th</sup> and October 22<sup>nd</sup> ,2019 and MCHD September 2019 Financial Reports, Budget vs. Actual Balance Sheet and Income Statements

A **Motion** was made by Ken Marino to approve the minutes of September 30<sup>th</sup> and October 22<sup>nd</sup>, 2019 and the September 2019 Financials. The **Motion** was seconded by Sam McConnell. The **Motion** passed unanimously.

### Grant Committee Update

#### **Grants Cycle 4.0**

**Project Lift** – Bob Zaccheo and David O'Brien - Project LIFT's (Life Initiatives for Teens) - With the funding provided by the MCHD, Project LIFT continues to impact the mental healthcare needs of at risk 14-19 year old teens in Marion County through 1-on-1 therapy, group therapy, substance abuse

counseling and education, life skills training & client case management. Through our licensed therapist, skilled instructors and volunteers, Project LIFT uses the unique platform of vocational training to build trust with clients, develop self-esteem, promote resiliency, create future goals and provide the young people with replacement behaviors for their previously self-destructive habits and choices. As of Quarter 2 they served the following with 29 full day or after school clients, 83% of participants graduate Project LIFT alcohol and drug free, 72% of members involved in the criminal justice system do not re-offend, 88% of HS dropouts graduate within a year w/ an accredited HS diploma, 90% employed w/in six months of program completion.

**Grants 4.0** – Third quarter reports due Nov. 8, 2019.

**2019-2020 Executed Grants** – Invite Letter responses due on Nov. 12, 2019.

### **Projects Update**

**AMP/Fans Updates** – Brianna and Heather gave quarterly updates on their projects.

**Beacon Point Update** – Debra gave a brief update on the services being performed at Beacon Point, she stated that the quality of services being performed so far are outstanding. She is also working with the county to get building 6 operational with Kids Central but it needs A/C repair, flooring, painting, toilets and insulation. Building 4 needs insulation as well, it also has an issue with mold and some cracks on the sidewalks. In building number 1 where Freedom Clinic is there were some minor repairs done. An RFP is also needed to hire a construction manager for Beacon Point.

After some discussion, Ram Vasudevan made a **Motion** to approve another \$50K to help with the repairs/renovations at Beacon Point, these funds are being requested in addition to the existing \$200K previously approved from the district in May. The larger repairs such as roofs etc. will be done with the county funds. The **Motion** was seconded by David Cope. The **Motion** passed unanimously.

After some discussion, Sam made a **Motion** to approve the authorization of an RFP for a Construction Manager at Beacon Point. The **Motion** was seconded by Randy Klein. The **Motion** passed unanimously.

**New 2020 Health Projects** - Narrative & Budgets are due to the District November 12, 2019 at 5 PM

A **Motion** was made by Sam McConnell to approve the Grant Report, the **Motion** was seconded by Randy Klein. The **Motion** passed unanimously.

### **Investment Committee Update**

Rich stated that we are up ~2M for the calendar year and up ~28M inception to date. Interest rates are going while bond rates are going up. Renasant and investors were present on October 22, 2019 for their quarterly review. Suntrust is outperforming and is having a great year so far.

A **Motion** was made by Sam McConnell to approve the Investment Report, the **Motion** was seconded by David Cope. The **Motion** passed unanimously.

### **New Business**

#### **Operations Committee Update**

**Finance Policy Recommendations** – Some changes to the 2015 Financial Policies are being requested to give the COO authority. Debra, Curt and Sam are revising the document and will have a red-lined draft emailed to the trustees prior to the November board meeting for review.

Sam McConnell moved to accept and close the Operations Committee Report by general consensus.

### **Old Business**

**CapEx** - Rich stated that he and Curt met with Advent to discuss Capital Expenses, Advent is suppose to spend \$80M by end of 2020 for capital improvements. They are requesting to extend the time frame out to 2021 due to not being able to complete the projects without disrupting the hospital. Since this was Advent's second request for an extension, it was suggested if we agree to the extension we should also add on a penalty like the percentage of what the price consumer index would be at the time which could be between ~ 2M to 2.4M. Another suggestion was that we could grant the extension and waive the penalty if they present us with a decent list of community benefit programs that they will contribute to. Curt has a meeting next week with Advent about the community benefit programs and he will propose the suggestions. It is being requested that Advent supply the District with a list of scheduled initiatives/projects with timelines by November 15, 2019.

**Hospital Inspection-** The District is still searching for someone to do a hospital inspection. After some discussion Randy asked whether Advent does their own internal inspections and if so why can't the District hire someone to review that inspection report rather than paying for another inspection by the District. Sam asked Michelle Stone if the County uses a commercial inspector and if so would they be able or available to review the hospital inspection reports. Michelle will inquire and report back to the board with her findings.

### **Adjournment**

Rich Bianculli adjourned the meeting at 6:40 p.m.



**Rich Bianculli, Chairman**

# Marion County Hospital District

## Grant Committee Meeting Minutes

October 22, 2019

David Cope, Chairman

### Call to Order

David Cope called the October 22, 2019 Grant Committee regular meeting of Marion County Hospital District to order at 12:02 p.m.

### Public Comment (3 minutes)

None

### Committee Members Present

Curt Bromund, Randy Klein, Rich Bianculli, Sam McConnell, David Cope

### Committee Members Absent

Sheryll Goedert

### Present by Phone

None

### District Attorneys Present

None

### Others Present

Dolly Dockham, Debbie Cooper, Carlos Medina, Debra Velez

### New Business

**Beacon Point Update** - Curt gave a brief update on Beacon Point: Appropriations Bill HB 2281 (2020) is now live: Marion County Hospital District - Beacon Point Treatment Campus \$400K for contracted services to provide increased capacity for case management, social work, mental health and substance use treatment, labs, stabilization/maintenance medication and medication assisted treatment (MAT) and life stabilization service. Beacon Point also has won two awards, one from Kids Central and DCF for Community Partner of the Year and for Outstanding Service and Dedication and one from The Centers for Community Impact.

**AMP/FANS Quarterly Updates** – at board meeting.

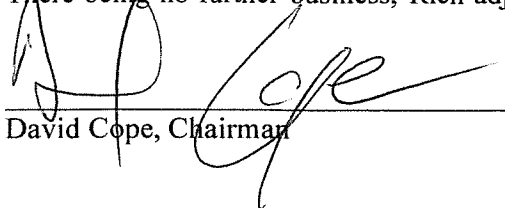
**2019-2020 Executed Grants** – Narrative & Budgets are due to the District November 12, 2019 at 5 PM.

### Old Business

None

### Adjournment

There being no further business, Rich adjourned the meeting at 12:21 pm.



David Cope, Chairman

# **Munroe Regional Health System Marion County Hospital District**

## **Investment Committee Meeting Minutes**

**October 22, 2019**

**Richard Bianculli, Chairman**

### **Call to Order**

Rich called the October 22, 2019 regular meeting of the Munroe Regional Health System and Marion County Hospital District Investment Committees to order at 12:52 p.m.

### **Public Comments (3 Minutes)**

None

### **Trustees/Committee Members Present**

Rich Bianculli, Curt Bromund, David Cope, Sam McConnell

### **Committee Members Absent**

Sheryll Goedert

### **Present by Phone**

None

### **District Attorneys Present**

None

### **Others Present**

Dolly Dockham, Debbie Cooper, Debra Velez, Brian Creekbaum (1:05 pm), Caleb Adair, Todd Golden, Tom Morr, Wayne Yi, Mike Hill, Justin Berman and Russ Allen

### **New Business**

**Renasant (12:50 pm) – Todd Golden, Caleb Adair** – Todd stated that the Fed meets next week and there is a high probability that they will decrease the rate on the front end of the yield curve which will help stimulate equity prices. China has the lowest growth rate they have had in 30 years. If Trump is replaced before the election next year we may or may not have a relationship with China. Equities are up 20%, bonds are up 10% and no big gains or losses are predicted. Caleb then reviewed each investors performance. Massey Quick is slightly outperforming the strategic benchmark QTD 1.39% vs 1.32% on the strategic benchmark. Overall, Massey Quick is performing in line with the policy index on the quarter and the year. Suntrust is outperforming the strategic benchmark slightly at 1.39% vs 1.32% QTD. The domestic equity allocation is underperforming slightly on the quarter by 0.5%, but still outperforming YTD at 20.84% vs 20.6% on the S&P 500 index. Overall, Suntrust is slightly outperforming on the quarter and having nice outperformance YTD at 12.57% vs 11.35% on the strategic benchmark. Berman underperformed QTD 0.76% vs 1.32% on the strategic benchmark. The domestic equity allocation is slightly underperforming QTD. All of the individual domestic equity investments are underperforming QTD. Overall, Berman is underperforming 11.05% vs 11.53% YTD.

### **Investors arrived at 1:39 pm**

**Berman Capital – Russ Allen, Justin Berman**– Summary –The markets proved volatile in Q3, yet most asset classes finished higher. Bonds beat stocks this quarter, but renewed faith that the Fed would keep easing prevented stocks from giving back their strong year-to-date gains. A tug of war has developed in the stock market. On one hand, there is a gradual but clear weakening trend in economic growth, especially overseas.

The trade war is a major swing factor in the market's movements today. Berman talked about their underperformance and their analysis leads them to recommend a neutral stance, although they still feel there is little long-term value in much of the fixed income market. Despite the very long expansion, they think investors should position for slow growth and not recession.

**Suntrust – Mike Hill – Summary –** Suntrust had a great quarter and a great year so far. The Pointer Management is their newest fund and will have a commitment with HarbourVest for 2019. Mike feels all investments are in compliance with the IPS and is happy with the portfolio position. He feels the Fed will cut rates 25 basis points in October and anticipates more stimulus. Core bonds outperformed equities during the third quarter. With weaker overseas economic data, global interest rates declined sharply and, in many cases, are in negative territory. This also weighs on US interest rates, which become more attractive in this environment, spurring investor demand. U.S. consumers though are still in good shape.

**Massey Quick – Tom Morr, Wayne Yi – Summary –**The Federal Reserve lowered interest rates twice, in July and in September, in response to slower economic growth. The European Central Bank cut interest rates further into negative territory and recommitted to asset purchases until inflation moves closer to target. Further, China is driving underperformance in the region as it grapples with significantly lower industrial production growth and the ongoing trade war with the US. Outside of equities, fixed income acted as a safe haven for investors with US government, investment grade and municipals protecting capital during the quarter. Continued trade tensions, an impeachment inquiry on President Trump, a looming Brexit decision, weakening manufacturing data, mixed employment reports, yield curve inversion - these are just some of the concerns market participants have been faced with year-to-date in 2019. Equities were positive in the quarter, but with increased volatility. Fixed Income rates are expected to continue to move lower over the course of this year. They are overweight in Liquid Alternatives and Illiquid Alternatives.

Investors left at 2:22 PM

**Old Business**

None

**Legal/Other**

None

**Adjournment**

There being no further business, Rich Bianculli adjourned the meeting 2:25 pm.



**Rich Bianculli, Chairman**

# **Munroe Regional Health System Marion County Hospital District**

## **Operations Committee Meeting Minutes October 22, 2019 Sam McConnell, Chairman**

### **Call to Order**

Sam McConnell called the October 22, 2019 regular meeting of the Munroe Regional Health System and Marion County Hospital District Operations Committees to order at 12:22 pm.

### **Public Comment (3 Minutes)**

None

### **Committee Members Present**

Curt Bromund, Rich Bianculli, Randy Klein, Sam McConnell, David Cope

### **Committee Members Absent**

Sheryll Goedert

### **Present by Phone**

None

### **District Attorneys Present**

None

### **Others Present**

Dolly Dockham, Debbie Cooper, Carlos Medina, Debra Velez

### **Legal/Other**

**Legal Claims -No Change**

### **New Business**

Financials

**Budget vs Actual, Balance Sheets, Cash Flow and Income Statements for Munroe Regional Health System and Marion County Hospital District** -Debbie presented the Financials for September 2019. The Financials will be presented at the board for approval.

**Finance Policy Revisions** – Debra Velez would like to recommend making some revisions to the Financial Policies from 2015. Sam and Debra will review the finance policies and procedures for recommended changes and bring back a red-lined document to the November board meeting.

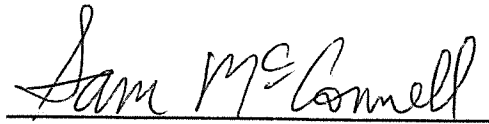
**Hospital Inspection Update** – Debra and Curt are working on a list of potential inspectors, once RFP goes out we could start some-time between January and April with an inspection.

### **Old Business**

None

**Adjournment**

There being no further business, Sam McConnell adjourned the meeting at 12:39 p.m.

A handwritten signature in cursive script that reads "Sam McConnell". The signature is written in black ink and is positioned above a horizontal line.

**Sam McConnell, Chairman**