



University Health System

SPECIAL MEETING OF THE BEXAR COUNTY HOSPITAL DISTRICT BOARD OF MANAGERS

Tuesday, December 4, 2018
10:30 a.m.

Double-Height Courtroom
2nd Floor, Suite 2.01, Bexar County Courthouse
100 Dolorosa
San Antonio, Texas 78205-3038

MINUTES

A Regular Meeting was held by The Honorable Commissioners Court of Bexar County, Texas on December 4, 2018 which included: (i) a presentation of the Bexar County Hospital District d/b/a University Health System's operating, debt service and capital budgets for fiscal year 2019 and; (ii) refunding of the outstanding Series 2009 BABs. A quorum of the Board of Managers of the Bexar County Hospital District (BCHD) attended the presentation with the meeting having been timely posted as a Special Meeting of the Board of Managers in accordance with the Texas Open Meetings Act.

BOARD MEMBERS PRESENT:

James Adams, Chair
Ira Smith, Vice Chairman
Roberto L. Jimenez, M.D., Immediate Past Chair
Janie Barrera, Member
Robert Engberg, Member
James C. Hasslocher, Member

COMMISSIONERS PRESENT:

County Judge Nelson W. Wolff
Commissioner Pct. 1 Sergio "Chico" Rodriguez
Commissioner Pct. 2 Paul Elizondo
Commissioner Pct. 3 Kevin A. Wolff
Commissioner Pct. 4 Tommy Calvert

OTHERS PRESENT:

George B. Hernández, Jr., President/Chief Executive Officer, University Health System
Edward Banos, Executive Vice President/Chief Operating Officer, University Health System
Reed Hurley, Executive Vice President/Chief Financial Officer, University Health System
Travis Smith, Deputy Chief Financial Officer, University Health System
John Henigan, Director of Corporate Accounting, University Health System
Ted Day, Executive Vice President, Strategic Planning and Business Development, University Health System

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Leni Kirkman, Senior Vice President, Strategic Communications and Patient Relations, University Health System

Bill Phillips, Sr. Vice President/Chief Information Officer, University Health System

Serina Rivela, Interim Vice President/Chief Legal Officer, University Health System

Andrew Smith, Director of Government Relations and Public Policy, University Health System

And other attendees.

COMMISSIONERS COURT AGENDA TIME CERTAIN ITEM 4A :

DISCUSSION AND APPROPRIATE ACTION REGARDING THE BEXAR COUNTY HOSPITAL DISTRICT D/B/A UNIVERSITY HEALTH SYSTEM'S OPERATING, DEBT SERVICE AND CAPITAL BUDGETS FOR FISCAL YEAR 2019—GEORGE B. HERNÁNDEZ, JR.

SUMMARY: Mr. Adams introduced the BCHD staff and Board members present at the meeting before yielding the floor to Mr. Hernández. Mr. Hernández then made the presentation regarding the operating, debt service and capital budgets for FY 2019, the details of which are reflected in the Commissioners Court meeting minutes.

RECOMMENDATION: The BCHD recommended that the Commissioners Court approve BCHD's operating, debt service and capital budgets for fiscal year 2019.

COMMISSIONERS

COURT ACTION: A **MOTION** to approve the BCHD's recommendation was made by Commissioner Elizondo and **SECONDED** by Commissioner Wolff. Commissioner Calvert **ABSTAINED**. The motion was **PASSED** by all those remaining.

BCHD ACTION: None.

EVALUATION: None.

FOLLOW-UP: None.

COMMISSIONERS COURT AGENDA TIME CERTAIN ITEM 4B :

CONSIDERATION AND APPROVAL OF AN ORDER AUTHORIZING THE ISSUANCE OF BEXAR COUNTY HOSPITAL DISTRICT LIMITED TAX REFUNDING BONDS; LEVYING A TAX IN PAYMENT THEREOF; PROVIDING FOR THE AWARD OF THE SALE THEREOF IN ACCORDANCE WITH SPECIFIED PARAMETERS; AUTHORIZING THE EXECUTION AND DELIVERY OF A BOND PURCHASE AGREEMENT AND AN ESCROW AGREEMENT; APPROVING THE OFFICIAL STATEMENT; AND ENACTING OTHER PROVISIONS RELATING THERETO – GEORGE B. HERNÁNDEZ, JR.

SUMMARY: Mr. Hernández yielded the floor to William T. Avila, Partner at Bracewell LLP and retained bond counsel for the BCHD. Mr. Avila advised the Commissioners that with the current economic environment of historically low interest rates, the refunding of the outstanding Series 2009 BABs Obligations would potentially

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result in estimated savings of \$10.5 million over the remaining life of the Refunded Obligations, or \$6.9 million in present value.

RECOMMENDATION: The BCHD Board of Managers recommended that Commissioners Court authorize and approve the refunding bonds in BCHD's name and on BCHD's faith and credit, in order to (i) refund and pay the outstanding Series 2009 BABs and all actions related thereto.

COMMISSIONERS

COURT ACTION: A **MOTION** to approve the BCHD's recommendation was made by Commissioner Elizondo, **SECONDED** by Commissioner Rodriguez, and **PASSED UNANIMOUSLY**.

BCHD ACTION: None.

EVALUATION: None.

FOLLOW-UP: None.

The BCHD business before the Commissioner Court was concluded and the BCHD Board members and staff exited the meeting.

James R. Adams
Chair, Board of Managers

Dianna M. Burns, M.D.
Secretary, Board of Managers

Serina Rivela, Recording Secretary