

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

The meeting of the Board of Directors of the Winnie-Stowell Hospital District ("District") was noticed and filed pursuant to the Texas Open Meetings Act a full 72 hours prior to the opening of said meeting for 6:30 p.m. on the 15th day of April 2015, at the Winnie Community Hospital ("Hospital")-Conference Room, Broadway, Winnie Texas (a copy of said Notice being placed amongst the files of the District).

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

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

All said Board members were present. In addition, to the above named Board members, also present at the meeting was: Sherrie Norris, District Administrator; Donna Sonnier, Indigent Care Coordinator; Hubert Oxford, IV, District Attorney; Deputy Tony King, Chambers County Sherriff's Office; Tahir Javed, CEO of the Hospital and a number of interested citizens listed on **Exhibit "A"**.

At approximately 6:36 p.m., a quorum was established and Chairman Henry made introductions which were followed by a request for public comment. There being no public comment, Chairman Henry asked the Board to consider and take action on Agenda Item No. 3, to review and approve the Consent Agenda which included approving the minutes for:

- March 18, 2015 Regular Board meeting; and
- March 24, 2015 Special Meeting;

and to review and approve financial reports and payment of invoices attached here to as **Exhibit "B"**. In summary, Administrator Norris reported that there would remain \$505,801.64 in Net

Funds Available District following the payment of \$1,489,607.19 expenses, including \$700,000.00 to Hospital as previously approved as part of the District's capital project commitment to the Hospital and \$741,341.06 to Genesis Health Care for Management Fees, and Payables Outstanding of \$614,550.00 for interest payment through August 2015 and reimbursement of legal fees to Genesis in the amount of \$14,500.00 pursuant to Section 2.4 of the Management Agreements with each of the Genesis nursing facilities. Prior to the payments of any funds, the District had Total Funds Available of \$2,609,958.83 which consisted of the following amounts:

Funds Available	
Prosperity Operating	\$2,353,062.32
Interbank-Graham	\$100.00
Prosperity CD	\$103,637.07
TexStar	\$152,409.44
Wells Fargo Sweep Acct	\$750.00
Total Funds Available	\$2,609,958.83

After a review of the minutes as financial statements, Director Rollo made a motion to approve the consent agenda. This motion was seconded by Director Espinoza with the unanimous consent of all Board members present.

Chairman Henry then called on the committee chairpersons to discuss and take action on committee reports as set forth in Agenda Item 4. The reports were as follows:

- **Building Committee:** The first called on was Building Committee and both Chairman Henry and Director Espinoza advised that the District was awaiting a contract and bid from the Neches Engineering in order to make a determination about how to best move forward with obtaining the Windstorm Certificate for the facility located on the District's Highway 124 Property.
- **Finance Committee:** There was no report by the Finance Committee.
- **Indigent Healthcare Committee:** Chairman Burgess referred to the Indigent Care Director, Donna Sonnier, who advised that she was continuing her research into the historic numbers of indigent being served by the District as well as value of services rendered by the Winnie Community Hospital and those services paid

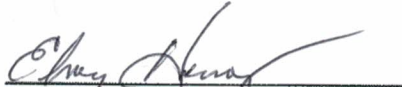
for by the District through the Chambers County Indigent Health Care Department. Ms. Sonnier advised that once the District approve the contract with the Indigent Health Care Solutions, she would be able to run reports based on these historic figures and would be in a better position to provide the Board with reliable information.

- **Personnel Committee:** Chairman Burgess asked that the matters to be discussed from the Committee be addressed in Executive Session.
- **Hospital Liaison Report:** Director Espinoza and Tahir Javed both gave reports to the Board on the status of the capital projects at the Hospital resulting from the District's partial funding of its prior \$3,700,000.00 commitment to the Hospital for Hospital Room upgrades, a CT Machine, Operating Rooms, and reimbursement for the startup cost for the Partial Hospitalization Program. According to Mr. Javed, the Hospital was able to order a new X-Ray to go with the CT Machine as it was necessary for the two pieces to be integrated. In addition, the Hospital has ordered the hardware needed for the CT Machine and has gone out for bids for the Operating Rooms construction. Lastly, he stated that the Hospital has completed the renovation of six (6) bedrooms. Moreover, Director Espinoza reported that he had been working with the Chambers County about getting the county's assistance with the drainage problem at the west parking lot of the Hospital.

The Board then moved to Agenda Item No. 5, to discuss and take action on reports by the District's Administrator; Indigent Healthcare Director; CPA: General Counsel; or Nursing Home Consultants. The only one to report was Attorney Oxford who advised that he had been monitoring House Bill 3332 that makes it statutorily permissible for a Hospital District to acquire a nursing facility anywhere in the State of Texas. According to Attorney Oxford, this legislation has passed the house and is now being considered by the Senate's Health and Human Services Committee.

Following the reports, the District took a break at 8:00 p.m. but then went into Executive Session at 8:15 p.m. pursuant to Section 551.074 of the Texas Government Code to discuss personnel matters. Both Ms. Norris and Mrs. Sonnier were invited to participate in the Executive Session and did do so. At 8:55 p.m., the Board came out of Executive Session and no action was taken.

Lastly, the Board discussed that the next regularly scheduled meeting would be held on May 20, 2015, and then a motion was made by Director Murrell and was seconded by Director Espinoza, with the unanimous consent of all Board members to adjourn at 8:58 p.m.


Elroy Henry, Chairman


Jeff Rollo, Vice-Chairman