III. Public Comments Regarding Agenda Items

No members of the public registered for comments regarding the agenda items.

IV. Conflicts of Interest

After review of the agenda, the Chair noted zero conflicts of interest for Board Members present.

V. Reports Requiring Deliberation(s) or Approval(s)

A. Consideration and Appropriate Action Regarding Contracts over $200,000

Pam Bryant reviewed the briefing documents for contracts over $200,000. (See Appendix A of these minutes for more specific details on each contract). Pam Bryant presented each contract based on expense, capital, revenue, and selection method (sole source and non-sole source).

The Committee asked questions and received additional information related to the consideration of the contracts over $200,000.

Ramon Miguez asked for a motion to approve contracts over $200,000. Lisa Sutter motioned for approval. Byron Cryer seconded. The motion carried unanimously.

B. Update and Report Parkland Financial Performance Presentation

Rick Humphrey reviewed the financial results for July 2024 and discussed significant performance variances.

For the month of July, Parkland Health recognized a net income of $8.1M which is at par with the budgeted net income of $8.1M and ($2.2M) unfavorable compared to the prior year net income of $10.3M.

Parkland Health's operating margin and operating cash flow margin for the month of July are (2.3%) and 1.0%, respectively. The operating margin was unfavorable compared to budget of 0.6% and the operating cash flow margin is unfavorable compared to budget of 3.8%. Parkland Health's operating margin is unfavorable compared to the prior year operating margin of 1.4% and unfavorable to the operating cash flow margin of 4.6% from the prior year.

Parkland Health's patient cash collections in July were $100.1M which is higher than budget by $4.2M and $5.1M above the prior year. Parkland Health's days cash on hand of 211.6 days for the month is an increase of 2.9 days compared to prior month of 208.7 days and compared to the prior year July of 216.5 days, a decrease of (4.9) days.

The Committee asked questions and received further information related to the Income Statements.

Next, Rick reviewed the Key Statistics and Operational Performance metrics for the month of July (FYTD). Rick mentioned for the month of July there was an operating loss of around $5.3 million. Rick mentioned Parkland gained realized and unrealized investment income which aided the overall loss for the month and Parkland's total net income was positive. Rick mentioned July was an outlier due to salary and benefit variances in relation to payout costs for unused PTO. July presented as one of the busiest months overall for the Hospital. Rick also mentioned an increase in payer-mix for the month of July. To offset that, the tax revenue for this month was slightly lower. Rick mentioned due to the high surgical procedures for the month, a very high variance occurred in relation to the surgical budget.

The Committee asked questions and received further information related to the Key Statistics.

C. Update and Report Regarding Parkland Health FY25 Final Budget Presentation

Rick Humphrey presented the FY25 Budget. First, he reviewed the Budget Assumptions relating to Risk Elements, Revenue, Volumes, and Expenses. Next, he reviewed the FY25 Budget. Rick mentioned, revenues are growing more slowly than expenses, putting continued pressure on productivity and services offered. There is an increase across the board for commercial payments, Medicare, Medicaid, and tax revenues. Rick presented the estimated increase in volume for patient days, discharges, deliveries, emergency department visits and outpatient clinic visits. There is an estimated net patient revenue increase as reductions in CHIRP (Comprehensive Hospital Increase Reimbursement Plan) payments limit patient revenue growth, commercial reimbursement increases, and planned tax revenue increases. Rick reviewed the expense assumptions which are expected to increase due to the market, merit, and benefit trends.

Key FY25 Budget Metrics:

- Total Operating Revenues: $2,914,491,219
- Total Operating Expenses: $2,810,672,142
- Total Net Income: $6,025,547
- Capital Budget: $179,556,733

Next, Rick presented the Capital Budget draft and FY25 top 5 projects for Parkland Health. Rick reminded the Board that this will be up for final approval at tomorrow's full Board meeting with approval from the Commissioner's Court on September 3rd.

VI. Follow-Up Requests: None

VII. Closing Remarks

VIII. **Adjourn**

With no further business to discuss, Committee Chair Ramon Miguez, PE, adjourned the meeting at 1:07 pm.

SO RECORDED:

RFMA
RFMA (Sep 26, 2024 10:36 CDT)

Ramon Miguez, PE
Committee Chair

Steven J Roth
Steven J Roth (Sep 29, 2024 11:27 CDT)

Steven Roth, JD, MPH
Assistant Secretary

Appendix A (Contracts Reviewed for Appropiate Action)

Item	Contract Type	Service or Product	Supplier	Contract Term	Current Contract Approval Amount Request	New Approved Contract Value	Selection Method	Budgeted?	Business Owner / Dept.	MWBE %	MWBE Gender	MWBE Ethnicity
												August 28, 2024
Medical Products and Services												
M1	Expense	Mod #1 Impella Heart Pump Products	Abiomed, Inc.	9/14/2022 - 5/31/2025	$700,000	$2,920,000	Sole Source Modification	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Cheston Chan, Cath/Cardiac Lab	0%	N/A	N/A
M2	Capital	Video Towers	Arthrex, Inc.	Last signature - 9/6/2025	$504,654	$504,654	Sole Source	Yes	Shika Shakelli, Clinical Engineering	0%	N/A	N/A
M3	Expense	Mod #7 BD FACS CANTO Contract extension	BD Biosciences	9/26/2018 - 9/25/2026	$545,000	$2,621,557	Sole Source Modification	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Sarah Muna/Scott Hampton, Laboratory Services - Hematology	0%	N/A	N/A
M4	Capital	TruSystem 7000dV Standard Table Package	Hill-Rom Company, Inc.	Last Signature - 9/6/2025	$368,792	$368,792	GPO Purchase	Yes	Shika Shakelli, Clinical Engineering	0%	N/A	N/A
M5	Expense	Total Joint Products and Accessories	Johnson & Johnson Health Care Systems Inc.	Last Signature- 5 Years	$1,500,000	$1,500,000	Sole Source	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Cheston Chan, Main OR	0%	N/A	N/A
M6	Expense	Mod to Add Funds Neuro Coils & Accessories	MicroVention Inc.	7/1/2019 - 1/1/2025	$332,000	$2,837,000	Sole Source Modification	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	John Camacho, Interventional Radiology	0%	N/A	N/A
M7	Expense	Electrodes, Probes, and Stimulating Instruments	Neurovision Medical Products, Inc.	Last Signature - 8/31/2026	$475,000	$475,000	Sole Source	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Cheston Chan, Perioperative Services	0%	N/A	N/A
M8	Expense	Mod # 5 Positioners and Disposables	Xodus Medical	10/1/2022 - 9/30/2027	$900,000	$1,484,000	Sole Source Modification	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Cheston Chan, Perioperative Administration	0%	N/A	N/A

Appendix A (Continued)

Construction and Facilities												
C1	Revenue: Court Approval	Mod # 5 Bravo Dental 4th Amendment to Lease Agreement (Bluitt Flowers COPC)	Bravo Dental, PLLC	10/1/2016 - 9/30/2026	($122,778)	($475,353)	Sole Source Modification	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C2	Revenue: Court Approval	Mod # 6 Bravo Dental 4th Amendment to Lease Agreement (deHaro Saldivar COPC)	Bravo Dental, PLLC	10/1/2016 -9/30/2026	($90,720)	($323,239)	Sole Source Modification	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C3	Revenue: Court Approval	Mod # 6 Bravo Dental 4th Amendment to Lease Agreement (Garland COPC)	Bravo Dental, PLLC	2/1/2017 - 1/31/2027	($32,224)	($127,459)	Sole Source Modification	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C4	Revenue: Court Approval	Mod # 6 Bravo Dental 4th Amendment to Lease Agreement (Grand Prairie COPC)	Bravo Dental, PLLC	2/1/2017 - 1/31/2027	($74,708)	($260,639)	Sole Source Modification	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C5	Revenue: Court Approval	Mod # 6 Bravo Dental 4th Amendment to Lease Agreement (Southeast COPC)	Bravo Dental, PLLC	1/1/2017 - 12/31/2026	($64,440)	($231,267)	Sole Source Modification	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C6	Revenue: Court Approval	Mod # 7 Bravo Dental 4th Amendment to Lease Agreement (Irving COPC)	Bravo Dental, PLLC	1/1/2017 - 12/31/2026	($104,544)	($375,969)	Sole Source Modification	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C7	Expense: Court Approval	Contract of Sale (acquisition of 3.74 acres of land and improvement at 4701 Bengal Street, Dallas, Texas)	Law Offices of E. Todd Tracy, P.C	Upon Execution - closing within 175 days of contract execution	$13,000,000	$13,000,000	Real Estate – Exemption	Yes	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
C8	Revenue: Court Approval	Office Lease Agreement – Metrocare Services at Southeast Dallas Health Center	Dallas County Mental Health and Mental Retardation Center d/b/a Metrocare Services	Last Signature - 3 Years	($36,353)	($36,353)	Real Estate – Exemption	N/A-Revenue	Beall Carothers / Planning Design & Construction	N/A	N/A	N/A
Information Technology												
IT1	Capital: New Parkland	EOS Switching Gear Refresh and DRT Core Network Refresh	Netsync Network Solutions, Inc.	Last Signature - 5 Years	$2,607,817	$2,607,817	TXMAS or DIR Purchase	Yes	Darren Jones, IT	100%	Hispanic	Female
IT2	Expense	Mod # 11 Bundled Services, Workflow, Implementation & Training Services from Vocera	Vocera Communications, Inc.	6/1/2017 - 9/30/2025	$88,150	$1,977,489	Sole Source Modification	Yes	Tsedey Melaku, Clinical Informatics	0%	N/A	N/A
IT3	Revenue: Court Approval	Mod # 3 Dallas County Interlocal Agreement	Dallas County Health & Human Services	10/26/2020-9/30/2027	($580,985)	($5,395,029)	Contract Extension without Competition	N/A-Revenue	Cynthia Hamilton / LeMar Oleson, Information Technology	N/A	N/A	N/A

Appendix A (Continued)

Hospital Operations												
O1	Expense	Ambulance and wheelchair van transportation services	Acadian Ambulance Service of Texas, LLC	9/1/2024 - 8/31/2029	$9,500,000	$9,500,000	Request for Proposals (Best Value)	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Danielle Hernandez, Care Management Department	0%	N/A	N/A
O2	Revenue	Mod # 4 Multi-Disciplinary Behavioral Health Response Team	City of Garland, Texas	10/1/2021 - 9/30/2025	($139,640)	($526,859)	Sole Source Modification	N/A-Revenue	Melody Gardner, Emergency Services Administration	N/A	N/A	N/A
O3	Expense	Fair Market Valuation Analysis Services	Coker Group Holdings, LLC.	9/1/2024 - 8/31/2029	$425,000	$425,000	Request for Proposals (Best Value)	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	April Audain, Office of Talent Management	0%	N/A	N/A
O4	Expense	Police Uniforms	Galls, LLC and C&G Wholesale	9/1/2024 - 8/31/2029	$520,000	$520,000	Request for Proposals (Best Value)	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Marlin Suell, Police Department	0%	N/A	N/A
O5	Expense	Mod to Add Funds Add Funds for Waste Pickup	Republic Services, Inc.	Upon Execution - 10/31/2025	$1,189,650	$3,227,392	Non-Sole Source Modification	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Eric Walker, Operations Administration	0%	N/A	N/A
O6	Expense	Recycling and Shred Disposal Services	Republic Services, Inc.	9/1/2024 - 8/31/2029	$736,118	$736,118	Request for Proposals (Best Value)	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Eric Walker, Operations Administration	0%	N/A	N/A
O7	Expense	Mod # 6 Level III additional management staffing for armed guard services for Evolv security system	Vets Securing America	1/1/2022 - 12/31/2025	$1,785,703	$4,218,441	Non-Sole Source Modification	Yes, for the current fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Marlin Suell, Police Department	0%	N/A	N/A