Minutes of the Budget and Finance Committee meeting of the Board of Managers of the Dallas County Hospital District, held Tuesday, April 23, 2024, scheduled for 11:30 a.m. in the WISH Building Executive Conference Room (02-175) at Parkland Health and via WebEx. These minutes do not constitute a certified agenda from the meeting.

I. Attendance and Call to Order

Committee Chair Ramon Miguez, PE, noted that a quorum was physically present and called the meeting to order at 11:30 a.m. Committee members Vincent Hall, Byron Cryer, MD, and Lisa Sutter and Marjorie Petty, JD, attended in-person.

Committee member John Proctor; did not attend.

Board Member attendees included: Chair Marjorie Petty, JD (arrived at 11:31am)

Staff Present (via Webex and in-person) included:

Anthony Davis, Dir., Financial Ops
Anthony Tarango, Mgr., Nursing
Clay Orrison, Administrative Resident
DeLancey Johnson, SVP & Associate Chief Talent Officer
Donna Richardson, EVP & Chief Nursing Executive
Felicia Miller, EVP & Chief Talent Officer
Fred Cerise, President & Chief Executive Officer
Gerry Baker, SVP/ Revenue Cycle
Jessica Hernandez, SVP & Chief DEI Officer
John Raish, SVP/Support Services
Joseph Longo, SVP Chief Information Officer
Kellee Boardingham, Executive Assistant
Pam Bryant, SVP Chief Supply Chain Officer
Rick Humphrey, EVP & Chief Financial Officer
Roberto de la Cruz, EVP & Chief Clinical Officer
Saul Cordero, SVP & Chief Governance & Strategy Officer
Stacey Dorsey, SVP Workforce Strategy
Steven Roth, EVP & Chief Legal Officer

II. Mission Statement

Committee Chair began the meeting by stating the mission statement:
Advance Wellness | Relieve Suffering | Develop and Educate

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. Approve 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). Discussion of non-sole source contracts was first. Pam Bryant provided a brief overview of each contract and highlighted the MWBE participation.

The Committee asked questions and received further information related to Contracts over $200,000.

Lista Sutter, motioned to recommend Board approval of Contracts over $200,000. Byron Cryer, MD, seconded the motion. The motion passed unanimously.

B. Approve Capital Substitutions

Rick Humphrey presented one capital substitution regarding Fleet management Request, for approval. The Capital Substitution total was $1,221,907. Rick presented a second Capital Substitution regarding Mobile Medical Units for approval. This Capital Substitution total was $145,584.

The Committee asked questions and received additional information related to Capital Substitutions.

Byron Cryer, MD, motioned to recommend Board approval of Capital Substitutions. Lisa Sutter, seconded the motion. The motion passed unanimously.

C. Parkland Financial Performance Presentation

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

For the month of March, Parkland Health recognized a net income of $16.2M which is $10.3M favorable to the budgeted net income of $5.9M and $4.4M favorable compared to the prior year net income of $11.8M. Parkland Health's operating margin and operating cash flow margin for the month of March are 3.0% and 6.4%, respectively. The operating margin was favorable compared to budget of (0.4%) and the operating cash flow margin is favorable compared to budget of 2.7%. Parkland Health's operating margin is favorable compared to the prior year operating margin of (0.5%) and favorable to the operating cash flow margin of 3.1% from the prior year. Parkland Health's patient cash collections in March were $40.2M which is lower than budget by ($54.9.0M) and ($50.1M) below the prior year. Parkland Health's days cash on hand of 236.2 days for the

month is a decrease of (1.7) days compared to prior month of 237.9 days and compared to the prior year March of 257.2 days, a decrease of (21.0) 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 March (FYTD). Contract Labor had positive variances to budget. As of March 2023 Parkland is still experiencing billing issues related to the Change Healthcare cybersecurity attack. Rick also mentioned there was lower volume in March which caused a lower amount of expenses and revenue. Edmundo commented on the fact that 2024 having two fewer weekdays as compared to 2023, effected this budget as well.

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

A. **Adjourn**

With no further business to discuss, Committee Chair Ramon Miguez, PE, adjourned the meeting at 12:44 p.m.

SO RECORDED:

RFMA
RFMA (May 23, 2024 14:26 CDT)

Ramon Miguez, PE
Committee Chair

Steven J Roth
Steven J Roth (May 26, 2024 10:52 CDT)

Steven Roth, JD, MPH
Assistant Secretary

Appendix A (Contracts Reviewed for Approval)

Item	Page No.	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
NON-SOLE SOURCE CONTRACTS - Sorted by Size													
N1		Expense	Managed Service Provider/ Vendor Manage System	American HealthCare Staffing Association, LLC, dba AHSA , LLC.	5/1/2024 - 4/30/2029	$185,000,000	$185,000,000	Request for Proposals (Best Value)	Yes	Office of Talent Management	30%	See chart	See chart
N2		Expense	Roche Cobas System-Equipment Replacement	Roche Diagnostics Corporation	5/1/2024 - 4/30/2029	$13,742,663	$13,742,663	GPO Competition	Yes	Hampton, Laboratory Services	0%	N/A	N/A
N3		Expense	Sysmex XN9100-33W Variant Wagonsets	Sysmex America, Inc	5/1/2024 - 4/30/2029	$3,216,454	$3,216,454	GPO Competition	Yes	Hampton, Laboratory Services	0%	N/A	N/A
N4		Expense	Werfen Top 750 System	Werfen USA LLC	5/1/2024 - 4/30/2029	$2,719,234	$2,719,234	GPO Competition	Yes	Hampton, Laboratory Services	0%	N/A	N/A
N5-S		Expense	Bio-Rad HgbA1c System	Bio-Rad Laboratories, Inc.	5/1/2024 - 4/30/2029	$847,025	$847,025	Sole Source	Yes	Hampton, Laboratory Services	N/A	N/A	N/A
N6		Expense	Human Capital Management Solution (HCM)	Precision Task Group	4/29/2024 - 4/28/2029	$12,141,342	$12,141,342	Request for Proposals (Best Value)	Yes	Johnson – ITDelancey Johnson – OTM , Information Technology OTM	66.70%	Hispanic	Male
N7		Capital	Big OK Paper Parking Lot Improvements	Gilbert May, Inc. d/b/a Phillips May Corporation	Last Signature - 11/1/2024	$3,994,303	$3,994,303	MATCO	Yes	Woodard, Parkland Design and Construction	36.20%	See chart	See chart
N8		Capital	Hybrid OR	Batson-Cook Company	4/29/2024 - 4/28/2025	$1,128,948	$1,128,948	Invitation for Bids	Yes	Laura Adair, Planning, Design and Construction	51%	See chart	See chart
N9		Capital: New Parkland	Migrate Clarity Database	Netsync Network Solutions, Inc.	Last signature - 5 years	$688,337	$688,337	TXMAS or DIR Purchase	Yes	Jeff Maxfield / Jeff DeFord, IT	100%	Hispanic	Female
N10		Capital: New Parkland	Wireless Access Point Refresh FY24	Netsync Network Solutions, Inc.	Last signature - 1 Year	$567,632	$567,632	TXMAS or DIR Purchase	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Darren Jones / Jeff DeFord, IT	100%	Hispanic	Female
N11		Capital: New Parkland	Migrate Epic Electronic Medical Records	Netsync Network Solutions, Inc.	Last signature - 5 years	$409,584	$409,584	TXMAS or DIR Purchase	Yes	Jeff Maxfield / Jeff DeFord, IT	100%	Hispanic	Female
N12		Capital	Irving COPC Roof Top Units	Texas Air Systems LLC	4/29/2024 - 11/30/2025	$308,139	$308,139	GPO Competition	Yes	Shabretta Manning, Engineering Services	8.10%	Caucasian	Female

Appendix A (Continued)

Item	Page No.	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
SOLE SOURCE CONTRACTS - Sorted by Size													
S1		Expense	Mod to Add Funds25 Kyndryl RFS Extension and Modern Data Warehouse Support Contract	Kyndryl, Inc	5/17/2017 - 3/31/2025	$19,812,700	$93,365,731	Sole Source Modification	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Joe LongoAdam Taufique / James Gaston, Information	9.51%	Asian	Female
S2		Expense: Court Approval	Mod #9 Eighth Amendment to Lease	Riverpark Associates, L.P.	2/1/2007 - 7/31/2029	$1,777,967	$5,398,921	Sole Source Modification	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Beall Carothers, Planning Design & Construction	0%	N/A	NA
S3		Expense	Mod #6 Recuperative Care Program – Add Funds Only	The Salvation Army	11/15/2020 - 11/14/2024	$206,666	$396,666	Sole Source Modification	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Lisa Cross, Post Acute Services	0%	N/A	N/A
S4		Expense	Forward Program – Add Funds add funds to this contract	The Salvation Army	11/15/2020 - 2/28/2025	$699,500	$1,458,483	Sole Source Modification	Yes	Lisa Cross, Post Acute Services	0%	N/A	N/A
S5		Capital	MM51ms Supermicro & MM90P Plastics Microscope	Mitaka USA, Inc.	Last Signature - 5/2/2025	$689,950	$689,950	Sole Source	Yes	Shakelli, Clinical Engineering	0%	N/A	N/A
S6		Expense	Mod #4 Spanish Language Proficiency Assessments for Medical Personnel	MasterWord Services, Inc.	12/10/2018 - 4/30/2029	$414,000	$614,000	Sole Source Modification	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Wendy Young, Language Services	100%	Caucasian	Female
S7		Expense	Revuud Consultant – Shirley Weddle	Revuud Inc	4/24/2024 - 2/28/2025	$345,000	$345,000	Sole Source	Yes	Ervin and LeMar Oleson, Information Technology	0%	N/A	N/A
S8		Expense	Mod #4 Watchman FLX Pro Left Atrial Appendage Closure Device	Boston Scientific	4/1/2019 - 4/30/2027	$180,000	$680,000	Sole Source	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Cheston Chan, Perioperative Services	0%	N/A	N/A
S9		Expense	Mod #6 ADD FUNDS ONLY- Automotive Maintenance Services	Dallas County Automotive	1/29/2013 - 1/14/2025	$100,000	$3,655,631	Sole Source Modification	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Pamela Bryant, Finance Administration	0%	N/A	N/A

Appendix A (Continued)

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DEVIATION/RATIFICATION													
R1		Expense-Ratification	Mod #5 ADD FUNDS ONLY Automotive Maintenance Services	Dallas County Automotive	1/29/2013 - 1/14/2025	$405,631	$3,555,631	Sole Source Modification	fiscal year. Additional years costs will be budgeted in the appropriate fiscal year budgets.	Pamela Bryant, Finance Administration	0%	N/A	N/A