

**MINUTES OF THE BOARD OF MANAGERS
OF
UMC HEALTH SYSTEM**

MONDAY, JANUARY 27, 2025

Mark Funderbark, President and Chief Executive Officer, called the UMC Board of Managers meeting to order at 8:00 a.m. on Monday, January 27, 2025. The meeting was held in the UMC Board Room at University Medical Center, 602 Indiana Avenue, Lubbock, Texas.

Ms. Laura Vinson, chairman, confirmed that no one from the public registered to comment.

Ms. Vinson welcomed the Board Members and guests and thanked them for attending. The following members and guests were present:

BOARD MEMBERS PRESENT

John DeToledo, M.D. <small>non-voting</small>	Mikella Newsom	Laura Vinson
Gary Greenstreet	Tray Payne	Gladys Whitten, D.M.D.
Mont McCleendon		

MEMBERS ABSENT

Jason Medina

OTHERS PRESENT

Teresa Barron	Jeff Hill	Jodene Satterwhite (virtual)
Tina Belcher	Allan Haynes, M.D.	Abigail Scioli
Betty Cornell (virtual)	Bobby Hrnacirik	Jill Shanklin
Jeff Dane	Brent King (virtual)	Nick Skeen
Aaron Davis	John Lowe	Shane Terrell
Dean Dierising (virtual)	Steven Maddux (virtual)	Amanda Tijerina
Kristi Duske	Heather Martinez (virtual)	Kala Waiis
Bill Eubanks	Amy O'Meara (virtual)	Phillip Waldmann
Glen Fricke (virtual)	Brian Payne, M.D.	Tammy Williams
Mark Funderbark	Mike Ragain, M.D.	
Adonica Hall (virtual)	Greg Roberts (virtual)	

INVOCATION

Mr. Mark Funderbark voiced the invocation.

QUORUM

With six voting members present, a quorum was established.

EMPLOYEE/PROVIDER RECOGNITION

Mike Ragain, M.D., Executive Vice President and Chief Medical Officer, presented the House Staff of the Month, Mariana Goncalves, M.D. and the Attending of the Month, Bill Atkinson, M.D. The Employee of the Month, Toshia Kindred, was presented by Adonica Hall, Vice President of Surgical Services.

Chairman Vinson temporarily adjourned Open Session at 8:16 a.m. to enter into the Performance Improvement Oversight Committee Meeting.

OPEN SESSION

The Board of Managers reconvened into Open Session at 9:18 a.m.

EXECUTIVE SESSION

The Board of Managers went into a Closed Meeting under Government Code Sections 551.071, 551.072, 551.073, 551.074, 551.076 and 551.085 at 9:25 a.m. to consult with attorney concerning pending or contemplated litigation, settlement offers, and confidential legal matters; to deliberate

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the purchase, exchange, lease or value of real property, deliberate personnel matters; to deliberate financial planning information relating to negotiation for provision of services or product lines; to deliberate proposed new services or product lines and to review Professional Staff credentials (Health and Safety Code Section 161.031 et seq.).

RECESS: Without objection, the Board agreed to recess at 11:04 a.m., for a brief break.

OPEN SESSION

The Board of Managers reconvened in Open Session at 11:12 a.m.

APPROVAL OF THE CONSENT AGENDA ITEMS

The following were presented for approval.

A. Minutes-Performance Improvement Oversight Committee – December 16, 2024

B. Minutes-Regular Board of Managers – December 16, 2024

C. Minutes-Holding Board of Managers – May 20, 2024

D. Professional Staff Report

The Board was provided a report of recommendations from the Executive Committee Meeting held on January 6, 2024, including Applicants to Staff, Ad Hoc Applicants to Staff, Temporary Privileges, Resignations, Active Reappointments, and Referring Reappointments.

E. Contract Management Report

The Board was provided with a report of UMC's contract management system report. The data is completed for the Det Norske Veritas (DNV) survey and is for information purposes.

F. UMC Investment Policy

The Board was provided with the UMC Investment Policy for 2025.

G. Cisco Firewall Replacement

The Board was provided with the Cisco Firewall replacement request. This request is for the purchase of a new Cisco Firepower Threat Defense (FTD) firewalls through Cisco via Caltan. This upgrade is necessary to support increased internet speeds, as the current firewalls cannot handle the required throughput. The capital cost is \$42,993, with an annual cost of \$25,383, totaling \$119,141 over three years. The term of this agreement is February 1, 2025, to January 31, 2028.

H. Aneurysm Clip System

The Board was provided with the Aneurysm Clip System. The current aneurysm clip system has reached the end of its life. This request is to replace the outdated aneurysm clip system. Staff recommends the purchase from Aesculap, a Premier vendor, for a total cost of \$75,849. This will be paid for out of the 2024 budgeted funds.

I. Omni Giraffe Beds (3)

The Board was provided with the Omni Giraffe Beds. The Giraffe OmniBed Carestation helps regulate a baby's temperature by minimizing fluctuations. It provides Comfort Zone thermal guidance for setting and maintaining the desired temperature and ensures uninterrupted, uniform heat during transitions from incubator to warmer. Staff recommends the purchase from GE Healthcare, a Premier vendor, for a total cost of \$122,397. This will be paid for out of the budgeted funds for 2024/2025.

J. Radiant Warmers (5)

The Board was provided with the Radiant Warmer request. The Giraffe Warmer is a radiant warmer designed to create a healing environment by keeping infants warm and comfortable. It allows easy patient access and serves as a heated bed for term infants requiring NICU care. Staff recommends the purchase from GE Healthcare, a Premier vendor, for a total cost of \$89,337. This will be paid for out of the 2024/2025 budgeted funds.

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K. OB Ultrasound (2)

The Board was provided with OB Ultrasound request. Staff recommends the purchase from Neurologica, a Premier vendor, for a total cost of \$62,083. This will be paid for out of the 2024 unbudgeted funds.

Chairman Vinson called for a motion to approve the Consent Agenda items. At this time, Ms. Vinson gave members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson asked for a motion for the Consent Agenda items.

ACTION: Mr. McClendon moved to approve the Consent Agenda Items as presented. The motion was seconded by Dr. Whitten and approved unanimously.

PRESIDENT'S REPORT

Mr. Mark Funderburk, President and Chief Executive Officer, reviewed the UMC Strategic Scorecard.

Mr. Funderburk was pleased to welcome Mr. Tray Payne as the newest UMC Board Member.

Mr. Funderburk reported that the Epic Software installation was projected to run through the end of May 2025.

Mr. Funderburk was happy to announce that UMC was selected for the 2025 Best of the West Community Choice Award for Best Hospital and Best Emergency Room.

Mr. Funderburk was also excited to mention that the UMC Children's Hospital is set to officially open at the end of May 2025.

After discussion and opportunity for all present to be heard, Chairman Vinson called for a motion.

ACTION: Ms. Newsom moved to accept the President's Report as presented. The motion was seconded by Mr. McClendon and approved unanimously.

CHIEF FINANCIAL OFFICER'S REPORT

Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, reviewed the December 2024 financial statements. It was the staff's recommendation to approve as presented.

Following discussion and opportunity for all present to ask questions, Chairman Vinson called for a motion.

ACTION: Mr. McClendon moved to accept the December financial statements as presented. The motion was seconded by Ms. Newsom and approved unanimously.

TTUHSC REPORT

This report was deferred.

PATIENT TRANSFER RESOLUTION

Ms. Kristi Duske, Senior Vice President and Chief Legal Officer, presented the Patient Transfer Resolution to the board. Ms. Duske explained that this resolution authorizes the execution of patient transfer agreements.

After discussion and opportunity for all present to be heard, Chairman Vinson called for a motion.

ACTION: Dr. Whitten moved to accept the Patient Transfer Resolution as presented. The motion was seconded by Mr. Greenstreet and approved unanimously.

MATERNAL DESIGNATION

Ms. Jill Shanklin, Vice President of Nursing Excellence, reviewed the Maternal Designation. It

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was the staff's recommendation to approve as presented.

Following discussion and opportunity for all present to ask questions, Chairman Vinson called for a motion.

ACTION: Ms. Newsom moved to accept the Maternal Designation as presented. The motion was seconded by Mr. McCleendon and approved unanimously.

BID PROPOSALS AND SERVICE AGREEMENTS

The Board considered all of the following bid proposals and service agreements.

A. Aquablation
Adonica Hall, Vice President of Surgical Services, presented the Aquablation request to the Board. The Aquablation procedure allows Urologists to perform prostatectomies with better outcomes in an outpatient setting, replacing TURPs. It targets specific areas of the prostate, enabling earlier cancer treatment and reducing surgical delays. The procedure also eliminates the need for an overnight hospital stay.

Staff recommend the purchase from Procept BioRobotics, a Premier vendor, for a total cost of \$525,000. This will be paid for out of the 2024 budgeted funds.

B. Anesthesia Machines (6)
Adonica Hall, Vice President of Surgical Services, presented the Anesthesia machines. The anesthesia machines provide various functionalities to enhance safety for patients and clinical staff. They can be customized to specific needs and upgraded as required. Perioperative lung-protective ventilation helps reduce postoperative pulmonary complications, and Atlan offers features that support anesthesia providers in protecting patients' lungs during surgery.

Staff recommend the purchase from Draeger, a Premier vendor, for a total cost of \$307,726. This will be paid for out of the 2025 budgeted funds.

C. Lap Laser and Move (2)
Nick Skeen, Executive Vice President of Service Line Development and Chief Operating Officer, presented the Lap Laser and Move to the Board. Mr. Skeen explained that this request includes moving the existing CT laser bridge to the new cancer center and installing a new laser bridge for the MRI in the same facility. These systems will establish reference points for radiation treatment delivery, integrating both the CT scanner and MRI for improved precision.

Staff recommend the purchase from Lap Laser, a Premier vendor, for a total cost of \$110,479. This will be paid for out of the 2025 budgeted funds.

D. RO System Upgrade
Phillip Waldmann, Executive Vice President of Operations and Chief Operating Officer, presented the RO System Upgrade to the Board. The RO expansion is needed to supply RO water to eighty-four ice machines across the main campus. Ice machines cannot operate with softened water, leading to patient care issues. This expansion will enable house-wide activation of water softeners, reducing scaling and equipment degradation.

Staff recommends the purchase from the lowest compliant vendor, Anthony Mechanical, for a total cost of \$365,646. This will be paid for out of the 2024 budgeted funds.

Chairman Vinson called for a motion to approve the Bid Proposals and Service Agreements. At this time, Ms. Vinson gave members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson asked for a motion.

ACTION: Mr. Greenstreet moved to accept the staff's recommendation as presented. The motion was seconded by Dr. Whiten and approved unanimously.

AGREEMENTS, PROPOSALS AND DISCUSSION ITEMS

The Board considered all of the following bid proposals and service agreements.

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A. Lubbock County Medical Indigent (LCMI) Program Policy
Mr. Jeff Dane, Executive Vice President, Administrator and Chief Financial Officer, presented the 2025 LCMI Policy to the Board. Mr. Dane explained that there are no income guideline changes, and the 2025 board members have been updated.

B. Third Quarter 2024 - Investment Report
Steven Maddux, Senior Vice President of Finance, presented the third quarter investment review to the Board. Mr. Maddux explained that as of September 30, 2024, the portfolio's market value was \$376,751,918, with an overall yield of 4.72%. Mr. Maddux also reviewed the yield benchmarks, investment composition, and provided a detailed analysis of the investments and maturities for the quarter.

C. Citrix Renewal Quote
Shane Terrell, Senior Vice President of I.T. Operations, presented the Citrix Renewal Quote to the Board. Mr. Terrell explained that this request is for a renewal of the Citrix licenses through Choice Solutions. Citrix has shifted to a subscription model, replacing the legacy license purchase and support model. The software supports UMC's Virtual Desktop Infrastructure (VDI) and remote access to various applications. The annual subscription cost is \$236,002.67, totaling \$708,008.01 over three years. The term of this agreement is January 31, 2025, to January 30, 2028.

D. Intuitive Agreement
Adonica Hall, Vice President of Surgical Services, presented the Intuitive agreement to the Board. Ms. Hall explained that agreement covers the da Vinci Single Port Dual Console System, which includes software, an instrument starter kit, an accessory starter kit, a vision starter kit, and a cleaning and sterilization kit. The service agreement is also included. UMC will pay \$3,209 per case for the use of the system. Training costs are set at \$3,000 per surgeon, and proctoring is priced at \$3,000 per day. The term of this agreement is seven years.

E. Midwest Employers Casualty Agreement
Phillip Waldmann Executive Vice President of Operations and Chief Operating Officer presented the Midwest Employers Casualty Agreement to the Board. Mr. Waldmann explained that this agreement provides excess workers' compensation insurance with coverage for liability exceeding \$100,000,000 per occurrence. Mr. Waldmann also noted that the self-insured retention per occurrence is \$500,000 and the maximum limit of indemnity per occurrence is statutory. This policy includes a cash flow protection endorsement. He further outlined the compensation and premium structure, stating that the minimum premium is \$162,362, the deposit premium is \$180,402 and the premium rate per one hundred dollars of payroll is .0630. The term of the agreement is from December 31, 2024, through December 30, 2025.

F. Sailpoint Technoloies, Inc
Bill Eubanks, Executive Vice President, Chief Information and Digital Officer, presented Sailpoint Technologies agreement to the Board. Mr. Eubanks explained that this purchase represents an extension of the current Identify Access Management solution. This solution integrates with Human Resources and other authoritative systems to automate the provisioning and provisioning of user accounts throughout the various computer systems of UMC. This will be expanded to include Epic provisioning and will include TTHSC user accounts. The value of this contract is \$744,032 with an annual subscription of \$248,011. The term of this agreement is thirty-six months.

G. Epic Related Third-Party Contracts
Bill Eubanks, Executive Vice President, Chief Information and Digital Officer, presented the Epic Related Third-Party Contracts to the Board. Mr. Eubanks explained that these contracts are part of a larger Epic project previously approved by the Board. These contracts presented included:

Elsevier
JP Morgan

The total expenditure for these agreements is \$815,666.

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At this time, Ms. Vinson gave members an opportunity to ask questions or voice objections. With no objections, Ms. Vinson asked for a motion.

ACTION: Ms. Newsom moved to accept staff's recommendation as presented. The motion was seconded by Dr. Whitten and approved unanimously.

With no further business to come before the Board, the Chair adjourned the meeting at 12:06 p.m.

APPROVED:

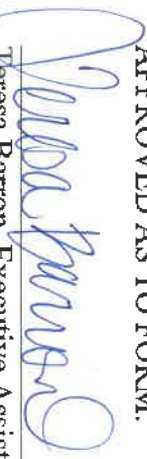


Latra Vinson, Chair



Mont McClendon, Vice Chair

APPROVED AS TO FORM:



Teresa Barron, Executive Assistant
Consent, Bid Proposals and Agreements



Tina Belcher, Executive Assistant