TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS

AGENDA

Thursday, January 28, 2010
5:30 p.m.

Granger Building, First Floor, Commissioners Courtroom
314 West 11th Street
Austin, Texas 78701

CITIZENS' COMMUNICATION

CONSENT AGENDA

Notice to Public

All matters listed under the CONSENT AGENDA will be considered by the Board of Managers to be routine and will be enacted by one motion. There will be no separate discussion of these items unless members of the Board or persons in the audience request specific items be moved from the CONSENT AGENDA to the REGULAR AGENDA for discussion prior to the time the Board of Managers votes on the motion to adopt the CONSENT AGENDA.

C1. Approve minutes for the following meetings of the Travis County Healthcare District Board of Managers:

a. September 10, 2009;
b. September 24, 2009; and
c. October 8, 2009.

C2. Receive the January 2010 Investment Report and ratify Healthcare District investments for January 2009.

C3. Receive the Travis County Healthcare District Investment Report for the First Quarter Ending December 31, 2009.

C4. Approve a recommendation for the process for the required annual broker/dealer review and selection of approved broker/dealers under the District's Investment and Collateral Policies and Procedures for the coming year.

C5. Discuss and take appropriate action on a proposed amendment to the contract between the Travis County Healthcare District, CTMF, Inc. d/b/a Austin Medical Education Program and Seton Healthcare d/b/a University Medical Center at Brackenridge for the purchase of behavioral health care services.

REGULAR AGENDA*

1. Discuss and take appropriate action on a contract with United Healthcare for employee medical benefits for the plan year March 1, 2010 through February 28, 2011.

2. Receive and discuss an update from HillCo Partners, the District's legislative consultant, and District staff on proposed federal and state health law reforms.

3. Receive and discuss a report of the December 2009 financial statements for the Travis County Healthcare District.

4. Receive and discuss an update on the creation and implementation of a community planning initiative.

5. Receive and discuss reports from the Board committees: Budget and Finance Committee; *ad hoc* Personnel Committee; *ad hoc* Legislative Committee; and the Brackenridge Lease Team.

6. Receive and discuss the CEO's report on the following District activities: (a) procurement activity; (b) communications/outreach statistics for December 2009; (c) a status report on North Central Health Center Project; (d) the MAP Program, including December enrollment and activities; and (e) an update on the E-merge program.

7. Confirm the next regular Board meeting date, time, and location.

* The Board of Managers may take items in an order that differs from the posted order.

The Board of Managers may consider any matter posted on the agenda in a closed meeting if there are issues that require consideration in a closed meeting and the Board announces that the item will be considered during a closed meeting.

SEAL OF COUNTY CLERK TEXAS TRAVIS COUNTY, TEXAS

Came to hand and posted on a Bulletin Board in the Courthouse, Austin, Travis County, Texas on this the 22nd day of January 20 10

Dana DeBeauvoir
County Clerk, Travis County, Texas
By _____ Deputy

Walker

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item C1

Approve minutes for the following meetings of the Travis County Healthcare District Board of Managers: (a) September 10, 2009; (b) September 24, 2009; and (c) October 8, 2009.

(Back-Up – Draft Board Minutes)

Unapproved

MINUTES OF MEETING – SEPTEMBER 10, 2009

TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS MEETING

On Thursday, September 10, 2009, a regular meeting of the Travis County Healthcare District Board of Managers convened in open session at 5:32 p.m. in the Cesar Chavez Board Conference Room, 1111 East Cesar Chavez, Austin, Texas 78702. A quorum of the Board was present. Chairperson Coopwood was present, and Manager Coleman-Beattie served as the Secretary for the meeting in Secretary Barker's absence. The clerk for the meeting was Margo Davis.

CITIZENS' COMMUNICATION

Clerk's Notes: Christie Garbe, District Chief Communications Officer and a recent patient at University Medical Center Brackenridge Hospital, provided commentary on her hospital stay experience.

PUBLIC HEARING

1. Discuss and take appropriate action on a presentation overview of the Travis County Healthcare District's proposed Fiscal Year 2010 budget and the associated tax rate and receive public comment concerning the proposed budget and tax rate.

Clerk's Notes: John Stephens, District Acting Chief Financial Officer, and Claudia Lindenberg, District Patient Services Director, presented the fiscal year 2010 budget and its major programmatic components: Healthcare Services Network; Patient Coverage Programs; Community Health Center System Transition; Efficiency and Integration of the Service Delivery System; Regional Collaborations and Initiatives; and District Infrastructure and Resources.

The majority of fiscal year 2009 expenses, which totaled 90 percent, were related to the provision of health care – primary care visits increased by 6 percent; admissions to Austin Lakes and Seton Shoal Creek hospitals increased by 119 percent; and enrollment in the Medical Assistance Program (MAP) increased by 57 percent. These expenditure increases were accounted for in the fiscal year 2009 budget.

The fiscal year 2010 $98 million operating budget is structurally balanced at effective tax rate of $0.0674 and is expected to target service expansions in primary care, specialty care, dental services, and associated infrastructure. The current average homestead property value, taking into account applicable tax exemptions, is $215,363. The impact of the 2009 proposed tax rate to the average homeowner is $1.52 over the fiscal year 2009 tax payment.

Ms. Lindenberg gave an overview of the service expansion assumptions in the FY 2010 budget. To expand capacity for medical services, the District will increase contract amounts for primary care providers, develop new agreements to accommodate any enrollment fluctuations in the MAP, implement a fee-for-service methodology to new and existing agreements, and include integrated behavioral health services as part of the scope of services with applicable providers. Quality dental care is another priority of the District. The District is contracting for dental services with local community providers to include extractions and other preventive dental care services. The services provided to Travis County residents will be assessed and audited to ensure appropriate utilization and quality of care.

Manager Coleman-Beattie moved that the Board open the public hearing on the Travis County Healthcare District's proposed Fiscal Year 2010 budget and the tax rate for the 2009 tax year. Manager Haley seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

The public hearing opened at 5:34 p.m. where the following individuals spoke:

David Evans, Executive Director of Austin-Travis County Mental Health Mental Retardation Center (MHMR), stated his support of the District's proposed 2010 budget and tax rate and explained ways in which the 2010 budget continues to address the improvement in access and availability of critical treatment options and services to persons with mental illnesses in Travis County.

Mark Clayton, Senior Vice President of Strategic Planning and Development of St. David's Healthcare, expressed his support of the District's proposed 2010 budget and tax rate and acknowledged that the major components addressed in the District's 2010 budget will have a positive impact in decreasing emergency room visits.

Vanessa Sarria, Executive Director of Community Action Network (CAN), offered her support for the 2010 budget and tax rate and thanked the District for its annual contribution to CAN, an organization that engages the community in planning and implementation that coordinates and optimizes public, private, and individual actions and resources.

Ashton Cumberbatch, Vice President of the Seton Family of Hospitals/Advocacy and Community Relations, provided his support for the proposed budget and tax rate and acknowledged that the District's contributions to Seton's health care expansion efforts has resulted in quality care for Travis County residents who are uninsured and underinsured.

Marshal Cothran, Chief Executive Officer of Travis County Medical Society and Project Access, offered his support of the proposed budget and tax rate and explained how the District has contributed to the success of Project Access, a coordinated system of volunteer physician care, hospital care, diagnostic services, and medications assistance for eligible Travis County residents.

Manager Heidrick joined the meeting during the public hearing.

The public hearing closed at 6:16 p.m.

Manager Heidrick moved that the Board close the public hearing. Manager Haley seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

REGULAR AGENDA

2. Discuss and take appropriate action regarding the proposed Fiscal Year 2010 budget of the Travis County Healthcare District.

Clerk's Notes: Chairperson Coopwood turned the Chairperson's role over to Manager Coleman-Beattie for this item and did not participate in the discussion or vote on this item.

Manager Haley moved that the Board adopt the Fiscal Year 2010 budget and resolution for the line items relating to Daughters of Charity Health Services of Austin d/b/a Seton Healthcare as presented to the Board on September 3, 2009. Manager Patrick seconded the motion. The motion was adopted on the following roll-call vote:

Chairperson Tom Coopwood	Abstain
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent

Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

Manager Haley moved that the Board adopt the Fiscal Year 2010 budget and resolution for the line items relating to the Interlocal Agreement with the City of Austin as presented to the Board on September 3, 2009. Manager Coleman-Beattie seconded the motion. The motion was adopted on the following roll-call vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

Manager Haley moved that the Board adopt the Fiscal Year 2010 budget and resolution for the line items other than those relating to Daughters of Charity Health Services of Austin d/b/a Seton Healthcare and the Interlocal Agreement with the City of Austin as presented to the Board on September 3, 2009. Manager Heidrick seconded the motion. The motion was adopted on the following roll-call vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

3. Discuss and take appropriate action regarding the proposed 2009 tax rate of the Travis County Healthcare District.

Clerk's Notes: Barbara Wilson, Assistant Travis County Attorney, explained the wording in the motion regarding the proposed 2009 tax rate of the Travis County Healthcare District. The legislature established the wording of statutory provisions based on the assumption that property taxes would increase not decrease or remain at the effective rate.

Manager Patrick moved that the property tax rate be increased by the adoption of a tax rate of $.0674, which is effectively a Zero percent (0%) increase in the tax rate. Manager Coleman-Beattie seconded the motion and clarified that the motion is in accordance with the provision of the law. The motion was adopted on the following roll-call vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

4. Discuss and take appropriate action on the Eighth Amendment of Contract for Legal Services between the Travis County Healthcare District and Brown McCarroll, L.L.P.

Clerk's Notes: Mr. Stephens explained the contract for legal services with Brown McCarroll, L.L.P. The District would like to expand the scope of services by amending the maximum funds of the contract with Brown McCarroll, L.L.P. with an effective date of October 1, 2009. The current maximum is $125,000 and the request is to increase that by $25,000 with an amount not to exceed $150,000. Brown McCarroll, L.L.P. serves as the District's co-counsel with the Travis County Attorney's office on matters related to the negotiation and/or renegotiation of agreements with Seton Medical Center which includes the University Medical Center Brackenridge lease. The District does not expect to use the full $25,000 but the additional funds will cover any services rendered during the contract period which ends September 30, 2010.

Manager Patrick moved that the Board approve the Eighth Amendment of Contract for Legal Services between the Travis County Healthcare District and Brown McCarroll, L.L.P. as presented by staff and authorize the District President and CEO to negotiate and execute final agreements on terms similar to those presented or on terms more favorable to the District. Manager Haley seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For

Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

5. Confirm the next regular Board meeting date, time, and location.

Clerk's Notes: Chairperson Coopwood announced that the next regularly-scheduled meeting is Thursday, September 24, 2009, at 5:30 p.m. in the Granger Building, First Floor, Commissioners Courtroom, 314 West 11th Street in Austin, Texas.

There being no further discussion or agenda items, Manager Patrick moved that the meeting adjourn. Manager Haley seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	Absent
Treasurer Frank Rodriguez	Absent
Secretary Bobbie Barker	Absent
Manager Anthony Haley	For
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

The meeting adjourned at 6:26 p.m.

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Tom Coopwood, Chairperson
Travis County Healthcare District Board of Managers

ATTESTED TO BY:

_____

Bobbie Barker, Secretary
Travis County Healthcare District Board of Managers

Unapproved

MINUTES OF MEETING – SEPTEMBER 24, 2009

TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS MEETING

On Thursday, September 24, 2009, a regular meeting of the Travis County Healthcare District Board of Managers convened in open session at 5:30 p.m. in the Ned Granger Building Commissioners Courtroom, 314 West 11th Street, Austin, Texas 78702. A quorum of the Board was present. Chairperson Coopwood was present, and Treasurer Rodriguez served as the Secretary for the meeting in Secretary Barker's absence. The clerk for the meeting was Margo Davis.

CITIZENS' COMMUNICATION

Clerk's Notes: None.

CONSENT AGENDA

C1. Approve minutes for the June 30, 2009 Travis County Healthcare District Board of Managers meeting.

C2. Receive the August 2009 Investment Report and ratify Healthcare District Investments for August 2009.

C3. Approve the Third Renewals and Amendments of Agreements for Ophthalmologic Services by and between Travis County Healthcare District and (a) Brian B. Berger, M.D., P.A.; (b) Austin Retina Associates; and (c) Richard B. Briggs, M.D., P.A.

C4. Approve recommended fund investment changes with Great-West Retirement Services and the addition of an employee investment option of one of the Maxim Lifetime Asset Allocation Series Glide Paths.

4. Discuss and take appropriate action on Order authorizing use of alternative project delivery methods for the CommUnityCare East Austin and South Austin renovation projects.

Clerk's Notes: Vice-Chairperson Mendoza moved that the Board move regular agenda item 4 to the Consent Agenda and approve Consent Agenda items C1, C2, C3, C4 and 4. Treasurer Rodriguez seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For

Secretary Bobbie Barker	Absent
Manager Anthony Haley	Absent
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	Absent
Katrina Daniel	For

REGULAR AGENDA

1. Receive and discuss a report of the August 2009 financial statements for the Travis County Healthcare District.

Clerk's Notes: This item was taken out of order.

John Stephens, District Controller and Acting Chief Financial Officer, gave an overview of the August financial statements, including a discussion of the Statement of Revenue Expenses and Changes in Net Assets, and the Balance Sheet. No notable items were reported.

2. Receive and discuss an update from HillCo Partners, the District's legislative consultant, and District staff on proposed federal and state health law reforms.

Clerk's Notes: This item was taken out of order.

Stacy Wilson, District Government Affairs Director, and Marsha Jones, Legislative Consultant for the District, provided an update on the federal and state health care reform proposals.

3. Discuss and take appropriate action on a report and agreements related to the Regional UPL program.

Clerk's Notes: This item was taken out of order.

Chairperson Coopwood turned the Chairperson's role over to Vice-Chairperson Mendoza for this item. Chairperson Coopwood did not participate in the discussion or vote on this item.

Trish Young Brown, District President and CEO, and Stacy Wilson, District Government Affairs Director, explained the most recent developments in the Regional UPL program and agreements. In March 2006, the District entered into the private hospital Medicaid supplemental payment program which is also referred to as the "Regional UPL" or "Private UPL" program. Under this program, the District makes Medicaid payments to the State which are then "matched" with federal dollars. These matched payments are then paid to the following hospitals: Seton Medical Center Austin; Seton Northwest Hospital; Seton Southwest Healthcare Center; North Austin Medical Center; South

Austin Hospital; and St. David's Medical Center. Under the State's administrative rules that govern the private hospital Medicaid supplemental payment each participating hospital and transferring hospital district must submit a fully-executed indigent care affiliation agreement and certification form before the start of each state fiscal year (SFY). The Texas Health and Human Services Commission (HHSC) has previously waived this requirement. However, HHSC recently revoked the waiver, and the District has received guidance from HHSC that it will begin enforcing this rule effective SFY 2010. As a result, the District must approve continuing its participation in the Regional UPL program in an open meeting, and the District and the participating hospitals must execute and submit a new affiliation agreement and HHSC certifications. The District has received certain of the claims data that it needs to evaluate the value of the services being provided by the affiliated hospitals on a retrospective basis to determine if there is sufficient value to continue to participate in the program. Additional data has been requested and is expected to be received shortly in order to complete the analysis for the time periods involved. Based on the preliminary analysis conducted on data received thus far, District staff believes that sufficient value is being provided to justify the District's continued participation in the program for an additional year. Once the final analysis is complete, it will be presented to the Board.

The two hospital systems have also requested that two additional hospitals, Dell Children's Medical Center and Seton Shoal Creek, begin to participate in the Regional UPL program to maximize the funds available under the program. The District has agreed to the inclusion of these two hospitals in the affiliation agreement to provide the District with the most flexibility, as the District still needs to determine whether inclusion of these facilities brings value. Once that determination has been made, the District can decide whether to transfer funds on behalf of these hospitals or not. However, by including the two hospitals now, the District will not be foregoing any funding opportunities.

Treasurer Mendoza moved that the Board approve the certification and the amendment to the Affiliation Agreement related to the Regional UPL program as presented by staff and authorize the District President and CEO to negotiate and execute a final agreement on terms similar to those presented or on terms more favorable to the District. Treasurer Mendoza seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	Abstain
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	Absent
Manager Anthony Haley	Absent
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	Absent
Katrina Daniel	For

4. Discuss and take appropriate action on Order authorizing use of alternative project delivery methods for the CommUnityCare East Austin and South Austin renovation projects.

Clerk's Notes: This item was approved as part of the Consent Agenda. Please refer to the Consent Agenda for a summary of the Board's motion and vote.

5. Discuss and take appropriate action to appoint an *ad hoc* Personnel Committee.

Clerk's Notes: This item was taken out of order.

Chairperson Coopwood recommended the members to be appointed to the Board's *ad hoc* Personnel Committee. Tom Coopwood, Frank Rodriguez, Bobbie Barker, and Clarke Heidrick would be the appointed members and Tom Coopwood would serve as the Chair of the Committee.

Chairperson Coopwood moved that the Board appoint Tom Coopwood, Frank Rodriguez, Bobbie Barker, and Clarke Heidrick to an *ad hoc* Personnel Committee of the Travis County Healthcare District Board of Managers. Treasurer Rodriguez seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	Absent
Manager Anthony Haley	Absent
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	Absent
Katrina Daniel	For

6. Discuss and take appropriate action regarding the transfer of $2,613,651 to reimburse CommUnityCare for transition related expenses incurred during Fiscal Year 2009, funding to come from $1,300,000 in TCHD Fiscal Year 2009 service expansion funds and $1,313,651 in funds received from the City of Austin for unspent Community Services Department CIP projects.

Clerk's Notes: This item was taken out of order.

Ms. Young Brown, John Stephens, Acting District Chief Financial Officer, and Carolyn Konecny, Acting CommUnityCare Chief Financial Officer, explained the request for a transfer of $2,613,651 to reimburse CommUnityCare for transition related expenses that were incurred during Fiscal Year 2009. The District and CommUnityCare staff made decisions about various expense line items, some at the time of the March 1 transition, and some as the working relationship between the District and CommUnityCare

developed. These decisions had an effect on the financial statements of both entities. At the end of August 2009, CommUnityCare's financial statements reflected a loss of $2,295,000. A portion of this, $1,586,000, is the transfer of accrued employee leave balances from the City of Austin (City) which was approved by the District Board of Managers but was not funded by either the City or the District. This loss is due to the many items for which the expense amount was not clearly known when the Fiscal Year (FY) 2009 budget was prepared. Examples include rents and leases, insurance (both employee health and property), other employee benefits, utilities, facility maintenance, and information technology. The District allocated budget to cover these many unknowns but that budget remains on the District's financial statements with District expenses less than budget and CommUnityCare expenses greater than budget. In addition, CommUnityCare opened and began operations at the Rundberg clinic at the District's request with no additional funding. To address these FY 2009 transition related expenses, CommUnityCare is requesting $1.3 million from District FY 2009 service expansion funds and the $1,313,651 in CIP funds refunded from the City of Austin that had previously been allocated for use by the clinics, for a total of $2,613,651.

Treasurer Rodriguez moved that the Board approve the transfer of $2,613,651 to reimburse CommUnityCare for transition related expenses incurred during Fiscal Year 2009 as presented by staff. Vice-Chairperson Mendoza seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	Absent
Manager Anthony Haley	Absent
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	Absent
Katrina Daniel	For

7. Receive and discuss reports from the Board committees: Audit and Compliance Committee and Budget and Finance Committee.

Clerk's Notes: This item was taken out of order.

The Board members present reported on the discussions and activities of the committee meetings that had occurred since the previous Board meeting.

8. Receive and discuss the CEO's report on the following District activities: (a) procurement activity; (b) communications/outreach statistics for August 2009; (c) a status report on North Central Health Center Project; (d) the MAP Program, including September enrollment and activities; and (e) update on the contract for inpatient mental health services.

Clerk's Notes: Ms. Young Brown briefly reported on the ongoing District activities, including the procurement activity, communications/outreach statistics for August 2009, a status update on North Central Health Center Project, the MAP Program, including September enrollment and activities, and an update on the contract for inpatient mental health services.

9. Discuss tax freeze and tax exemption issues.[1]

Clerk's Notes: This agenda item was not discussed.

10. Discuss and take appropriate action on the renewal and amendment of the Memorandum of Understanding between the Integrated Care Collaboration and the Travis County Healthcare Distirct.[1]

Clerk's Notes: This item was taken out of order.

Chairperson Coopwood announced that the Board convene in executive session to discuss agenda item 7 under Section 551.071 of the Texas Government Code, Consultation with Attorney.

The Board convened in a closed meeting at 5:50 p.m. and re-convened in open session at 6:20 p.m.

Vice-Chairperson Mendoza moved that the Board approve the renewal and amendment of the Memorandum of Understanding between the Integrated Care Collaboration and the Travis County Healthcare District as presented by staff and authorize the District President and CEO to negotiate and execute a final agreement on terms similar to those presented or on terms more favorable to the District. Manager Patrick seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	Absent
Manager Anthony Haley	Absent
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	Absent
Katrina Daniel	For

11. Confirm the next regular Board meeting date, time, and location.

Clerk's Notes: Chairperson Coopwood announced that the next regularly-scheduled meeting is Thursday, September 24, 2009, at 5:30 p.m. in the Granger Building, First Floor, Commissioners Courtroom, 314 West 11th Street in Austin, Texas.

There being no further discussion, agenda items, or a quorum present, the meeting adjourned at 7:10 p.m.

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Tom Coopwood, Chairperson
Travis County Healthcare District Board of Managers

ATTESTED TO BY:

_____
Bobbie Barker, Secretary
Travis County Healthcare District Board of Managers

Unapproved

MINUTES OF MEETING – OCTOBER 8, 2009

TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS MEETING

On Thursday, October 8, 2009, a regular meeting of the Travis County Healthcare District Board of Managers convened in open session at 5:32 p.m. in the Cesar Chavez Board Conference Room, 1111 East Cesar Chavez, Austin, Texas 78702. A quorum of the Board was present. Chairperson Coopwood and Secretary Barker were present. The clerk for the meeting was Margo Davis.

CITIZENS' COMMUNICATION

Clerk's Notes: Sarah Churchill, Assistant Travis County Attorney, introduced Beth Devery, a new Assistant County Attorney and Director with the Travis County Attorney's office, who will provide legal advice to the Travis County Healthcare District.

CONSENT AGENDA

C1. Approve an amendment to the contract with the Arizpe Group, Inc. for architectural and construction administration services related to the renovation of the District's administrative building at 1111 E. Cesar Chavez.

Clerk's Notes: Vice-Chairperson Mendoza moved that the Board approve Consent Agenda item C1. Manager Coleman-Beattie seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	Absent
Manager Anthony Haley	Absent
Manager Clarke Heidrick	For
Manager Donald Patrick	Absent
Manager Brenda Coleman-Beattie	For
Katrina Daniel	Absent

REGULAR AGENDA

1. Receive and discuss an update on a communications branding strategy.

Clerk's Notes: Secretary Barker and Managers Patrick and Daniel entered the meeting during this agenda item.

Christie Garbe, District Chief Communications and Planning Officer, provided an overview on the communications branding strategy for the Travis County Healthcare District. The District is working to finalize a communications strategy that clearly defines the District's role in the community and increase the community's awareness and understanding of the District. The goal is to create relevant, clear, consistent and compelling communication initiatives to help achieve the District's Strategic Plan in providing health care services to Travis County residents.

Jeff Hahn, TateAustinHahn Principal, and Gene Acuna, TateAustinHahn Vice President, explained the key benefits of establishing a communications branding strategy. TateAustinHahn uses brand messages to build brands and reputations. A brand is the customer's perception and experience of the health care services purchased by the District. To help effectively communicate the District's purpose and work to the public, brand messaging will be used to invigorate and organize a smarter health care system that will match patients to proper care and creatively communicate the vision and mission of the District to the community. Consistent messaging will make it clear that the District is tasked with purchasing health care services for eligible Travis County residents and that it is separate governmental body from Travis County. Rebranding the District with a name that will orient itself with the organization will improve the "familiarity" among those who need District services and the taxpayers who fund those services. TateAustinHahn conducted a rebranding initiative using the name "Central Health" and three logo/mark options were tested by customers and stakeholders. The respondents were asked to select the logo they like best according to its presence, trustworthiness, and friendliness and that eradicates the misconception that the District is a department of Travis County. The logo that was selected was Logo 1 which contains a most commonly used health care symbol and the respondents felt that symbol more clearly communicates the District's identity. Now that the testing has been completed, the District Board will have the opportunity to consider approval of the name change.

2. Discuss and take appropriate action on a financial policy related to payment for services made to Central Texas Community Health Centers d/b/a CommUnityCare.

Clerk's Notes: John Stephens, District Controller and Acting Chief Financial Officer, explained the proposal for a financial policy related to payment for services provided by CommUnityCare. When Central Texas Community Health Centers (d/b/a CommUnityCare) began operating as a 501(c)(3) in March 1, 2009, the new non-profit organization had no cash or working capital on hand. CommUnityCare was not able to bill Medicare and Medicaid using the City of Austin's provider numbers after services transitioned from the City to CommUnityCare in March 2009 but rather had to request new provider numbers resulting in a delay in revenue collection. During this time, the District made advanced payment for services CommUnityCare provides so that CommUnityCare could continue to process payroll and pay vendors. The District would like to document the advanced payment and record it appropriately. Therefore, implementation of a financial policy is needed to formalize these terms. This policy will

also prescribe the terms for repayment of any outstanding advance payments for services should the affiliation between the District and CommUnityCare ever cease to exist. The essential terms of this agreement will be as follows: (a) the total amount of the advance will be $9,445,903, which represents two months of expenditures in the fiscal year 2010 budget; (b) at least $4 million of this advance will be classified as long-term in nature as $24 million of CommUnityCare's total funding will be collected from other payers, most likely on a lag of at least 60 days; (c) CommUnityCare will repay the short term portion of the advance as certain benchmarks are achieved, (i.e. when it collects cash in excess of its working capital requirements). The terms of this policy are supported by the Co-Applicant Agreement between the District and CommUnityCare and will be monitored regularly and reported on periodically to the District Budget and Finance Committee and full Board.

Manager Coleman-Beattie moved that the Board approve a financial policy related to payment for services made to the Central Texas Community Health Centers d/b/a CommUnityCare as presented by staff with the notation of the clarification of comments in the policy's section regarding immediate payment. Manager Heidrick seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	For
Manager Anthony Haley	Absent
Manager Clarke Heidrick	For
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

3. Receive and discuss an update on the District's Community Planning initiative.

Clerk's Notes: Ms. Garbe and Ellen Richards, District Senior Healthcare Planner, provided an update on the process for the Community Planning Initiative. The District is planning an initiative that will engage a broad cross section of community members to discuss health care issues and develop methods to improve those issues. District staff has developed a plan to launch this planning initiative in three phases – listen and define the problem; build awareness and make a call to action; and develop solutions. The District's goal is to gather consumer experiences and perspectives on community health care issues; educate the community about the current health care system; encourage community dialogue on health care issues; identify opportunities to address health care issues; and develop measurable outcomes that will show progress. The first phase of this project is slated to begin the first quarter of calendar year 2010 and will consist of preparatory work and research. The second phase will begin Spring 2010 and the information gathered in the first phase will be shared with key community stakeholders to elevate dialogue. Phase three will remain ongoing through Fall 2010.

The solutions that are developed throughout the planning initiative will be gathered and presented to the community on a "score card" to facilitate community collaboration and initiate projects. Before implementation, the District will secure an external team to support the project, recruit a core steering committee, and continue securing feedback and input from community stakeholders.

4. Receive and discuss a report on the results of enrollee and stakeholder sessions used to solicit feedback regarding the Medical Assistance Program (MAP).

Clerk's Notes: Trish Young Brown, District President and CEO, Ms. Garbe, and Beth Peck, District Senior Healthcare Planner, reported on the proposed changes and current enrollment process of MAP. In September 2009, the District undertook two efforts to obtain feedback on MAP, the District's healthcare coverage program. This program provides access to a comprehensive range of health care benefits to qualifying Travis County residents. The length of coverage in the program ranges from one month to two years depending on how an individual's income status changes. Most enrollees are covered for six months. Near the end of the coverage term, enrollees are required to initiate the re-enrollment process in order to prevent a gap in coverage. Currently, individuals are required to attend two (2) in person visits to determine if they are eligible for the program. At the initial in-person visit the individual schedules an eligibility appointment and receives the requirements for the pre-screen interview that will determine if they qualify for MAP. If so, the individual is enrolled in MAP at the second visit. If not qualified for MAP, eligibility is determined for the CommUnityCare sliding-fee scale discount card or other state programs, as applicable. The eligibility/enrollment process is the same for a current enrollee who is re-enrolling as it is for a new applicant. However, some current enrollees may receive a mail-in renewal application and can opt to complete the process via mail.

Prior to September 2009, the District implemented a number of changes to facilitate the MAP eligibility/enrollment process and considered other changes. Staff determined that receiving direct feedback from enrollees and community stakeholders would assist staff in the continued planning and redesigning of MAP. A process was developed to determine the community's "familiarity" with the District and MAP. Enrollees provided feedback on how they learned about MAP, how they think it is funded, benefits of MAP coverage, their experiences with current eligibility/enrollment process, and their suggestions for improvement. The MAP enrollee feedback has created a community engagement initiative where the District can use this feedback in on-going operational and strategic planning efforts as well as dialogues with community partners on ways to improve the program. The next stakeholder session is slated for the start of 2010 in conjunction with the anticipated roll-out of the new MAP identity.

Manager Heidrick left the meeting during this item.

5. Receive and discuss an update on changes to enrollment of CommUnityCare patients for services.

Clerk's Notes: David Vliet, CommUnityCare Chief Executive Officer, and Leslee Froehlich, Chief Operating Officer, provided an update on changes to enrollment of CommUnityCare patients for services and the next steps that will support this effort. Currently, potential patients gain access to CommUnityCare through two paths – directly by having Medicare, Medicaid, or CHIP coverage or through the District's screening and enrollment process to obtain a MAP or sliding fee scale card to obtain CommUnityCare services. Patients with insurance (Medicare, Medicaid, CHIP) can access care by calling a site directly for an appointment without going through a screening process. The screening process for potential MAP or sliding fees scale patients has built-in delays and CommUnityCare staff is working to redesign their processes to accommodate eligibility screening at the point of service access and is working to improve service access through the use of Optimizing Comprehensive Clinical Care (OC3) principles.

By improving access and efficiencies, CommUnityCare can provide quality care and improve clinical outcomes. Access can be improved by equalizing the supply and demand for services, expanding access points, and decreasing the average wait time for appointments from 8 to 12 weeks to 2 to 6 weeks. To improve efficiencies, CommUnityCare will structure the process to create a fair balance in how patients enter the system. Some ways includes prioritization to the most vulnerable populations; improving financial sustainability through payor mix management; and creating differentiation between CommUnityCare and MAP. Quality care will improve as patient access delays are eliminated and replaced with an improved process that results in quality and timely care. CommUnityCare is requesting that the District participate in this effort to stop the issuance of "new" CommUnityCare Sliding Fee Scale cards in excess of their capacity to treat these patients which delay patient access so that CommUnityCare can absorb the current backlog of patients seeking care. CommUnityCare also plans to absorb the backlog of Medicaid, Medicare, MAP and Sliding Fee Scale patients that are already assigned to CommUnityCare but have yet to receive care. Additional improvements would require the District and CommUnityCare to collaborate to limit primary care provider assignments and prioritize MAP enrollees seeking care and initiate a 60 day design/implementation to transition Map and Sliding Fee Scale issuance and recertification responsibilities to CommUnityCare for its patients.

6. Discuss tax freeze and tax exemption issues.[1]

Clerk's Notes: Sarah Churchill, Assistant Travis County Attorney, provided an update on the tax freeze and tax exemption issues that originated from Travis County residents during Citizens Communications at the May 28, 2009 Board meeting. As a result of those comments, the Board and the Travis County Attorney's office have discussed the District's ability to implement a tax freeze and determined that the District does not have the legal authority to implement a tax freeze.

The Board requested that District staff send a response to the Travis County residents who attended the May 28, 2009 Board meeting and spoke during Citizens

Communications about tax freeze and tax exemption issues and that those residents receive written notification that the District does not have legal authority to implement a tax freeze or tax exemption.

7. Confirm the next regular Board meeting date, time, and location.

Clerk's Notes: Chairperson Coopwood announced that the next regularly-scheduled meeting is on Thursday, October 22, 2009, at 5:30 p.m., in the Ned Granger Building, First Floor, Commissioners Courtroom, 314 West 11th Street, Austin, Texas 78701.

There being no further discussion or agenda items, Manager Patrick moved that the meeting adjourn. Secretary Barker seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Vice-Chairperson Rosie Mendoza	For
Treasurer Frank Rodriguez	For
Secretary Bobbie Barker	For
Manager Anthony Haley	Absent
Manager Clarke Heidrick	Absent
Manager Donald Patrick	For
Manager Brenda Coleman-Beattie	For
Katrina Daniel	For

The meeting adjourned at 8:58 p.m.

_____

Tom Coopwood, Chairperson
Travis County Healthcare District Board of Managers

ATTESTED TO BY:

_____

Bobbie Barker, Secretary
Travis County Healthcare District Board of Managers

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item C2

Receive the January 2010 Investment Report and ratify Healthcare District investments for January 2009.
(Back-Up – Investment Report)

AGENDA ITEM #_____

STATE OF TEXAS)
)
COUNTY OF TRAVIS)

TRAVIS COUNTY HEALTHCARE DISTRICT

Whereas, it appears to the Board of Managers of the Travis County Healthcare District, Travis County, Texas that there are sufficient funds on hand over and above those of immediate need for operating demand,

Now, Therefore, the Board of Managers hereby orders

1.) that the County Treasurer of Travis County, Texas, acting on behalf of the Healthcare District, execute the investment of these funds in the total amount of $28,385,859.38 in legally authorized securities as stipulated in the Travis County Hospital District Investment and Collateral Policy for the periods as indicated in Attachment A, which consists of 23 pages.

2.) that the County Treasurer, acting on behalf of the Healthcare District, take and hold in safekeeping all individual security investment instruments, relinquishing same only by order of the Board of Managers or for surrender at maturity.

Date: January 28, 2009

_____
CHAIR, BOARD OF MANAGERS

_____ _____
VICE CHAIR, BOARD OF MANAGERS MANAGER

_____ _____
MANAGER MANAGER

_____ _____
MANAGER MANAGER

_____ _____
MANAGER MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/31/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	1,410,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2029%
PRINCIPAL:	1,410,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	1,410,000.00	CUSIP #:	N/A
TRADE DATE:	12/31/2009	SETTLEMENT DATE:	12/31/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/30/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	718,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.1847%
PRINCIPAL:	718,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	718,000.00	CUSIP #:	N/A
TRADE DATE:	12/30/2009	SETTLEMENT DATE:	12/30/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/29/2009

TIME: 11:12

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TREASURY NOTE	FUND NAME:	HEALTHCARE DISTRICT OPERATING
PAR VALUE:	$ 7,000,000.00	SAFEKEEPING NO:	208000652
COUPON RATE:	4.875%	PRICE:	105.7890625
MATURITY DATE:	5/31/2011	US TREASURY CONVENTION YLD	0.7610%
PRINCIPAL:	$ 7,405,234.38	PURCHASED THROUGH:	FIRST SOUTHWEST
ACCRUED INT:	$ 28,125.00	BROKER:	LINDA CALLAWAY
TOTAL DUE:	$ 7,433,359.38	CUSIP #:	912828FH8
TRADE DATE:	12/29/2009	SETTLEMENT DATE:	12/30/2009

AUTHORIZED BY: _____

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/29/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	4,010,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.1845%
PRINCIPAL:	4,010,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	4,010,000.00	CUSIP #:	N/A
TRADE DATE:	12/29/2009	SETTLEMENT DATE:	12/29/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/28/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	741,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2009%
PRINCIPAL:	741,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	741,000.00	CUSIP #:	N/A
TRADE DATE:	12/28/2009	SETTLEMENT DATE:	12/28/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/28/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	6,000,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.1958%
PRINCIPAL:	6,000,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	6,000,000.00	CUSIP #:	N/A
TRADE DATE:	12/28/2009	SETTLEMENT DATE:	12/28/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/28/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	127,500.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2009%
PRINCIPAL:	127,500.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	127,500.00	CUSIP #:	N/A
TRADE DATE:	12/28/2009	SETTLEMENT DATE:	12/28/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/23/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	195,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2206%
PRINCIPAL:	195,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	195,000.00	CUSIP #:	N/A
TRADE DATE:	12/23/2009	SETTLEMENT DATE:	12/23/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/22/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TEXPOOL	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	475,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2295%
PRINCIPAL:	475,000.00	PURCHASED THRU:	TEXPOOL
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	475,000.00	CUSIP #:	N/A
TRADE DATE:	12/22/2009	SETTLEMENT DATE:	12/22/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/21/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	3,687,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2236%
PRINCIPAL:	3,687,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	3,687,000.00	CUSIP #:	N/A
TRADE DATE:	12/21/2009	SETTLEMENT DATE:	12/21/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/18/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	450,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2282%
PRINCIPAL:	450,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	450,000.00	CUSIP #:	N/A
TRADE DATE:	12/18/2009	SETTLEMENT DATE:	12/18/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/17/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	153,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2210%
PRINCIPAL:	153,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	153,000.00	CUSIP #:	N/A
TRADE DATE:	12/17/2009	SETTLEMENT DATE:	12/17/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/16/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TEXPOOL	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	489,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2206%
PRINCIPAL:	489,000.00	PURCHASED THRU:	TEXPOOL
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	489,000.00	CUSIP #:	N/A
TRADE DATE:	12/16/2009	SETTLEMENT DATE:	12/16/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/15/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TEXPOOL	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	142,500.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2132%
PRINCIPAL:	142,500.00	PURCHASED THRU:	TEXPOOL
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	142,500.00	CUSIP #:	N/A
TRADE DATE:	12/15/2009	SETTLEMENT DATE:	12/15/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/15/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	390,500.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2386%
PRINCIPAL:	390,500.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	390,500.00	CUSIP #:	N/A
TRADE DATE:	12/15/2009	SETTLEMENT DATE:	12/15/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/14/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	23,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2417%
PRINCIPAL:	23,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	23,000.00	CUSIP #:	N/A
TRADE DATE:	12/14/2009	SETTLEMENT DATE:	12/14/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/11/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	670,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2485%
PRINCIPAL:	670,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	670,000.00	CUSIP #:	N/A
TRADE DATE:	12/11/2009	SETTLEMENT DATE:	12/11/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/10/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	237,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2612%
PRINCIPAL:	237,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	237,000.00	CUSIP #:	N/A
TRADE DATE:	12/10/2009	SETTLEMENT DATE:	12/10/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/9/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	186,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2070%
PRINCIPAL:	186,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	186,000.00	CUSIP #:	N/A
TRADE DATE:	12/9/2009	SETTLEMENT DATE:	12/9/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/8/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	210,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2158%
PRINCIPAL:	210,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	210,000.00	CUSIP #:	N/A
TRADE DATE:	12/8/2009	SETTLEMENT DATE:	12/8/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/7/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Tex Pool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	213,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2204%
PRINCIPAL:	213,000.00	PURCHASED THRU:	Tex Pool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	213,000.00	CUSIP #:	N/A
TRADE DATE:	12/7/2009	SETTLEMENT DATE:	12/7/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/3/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	Texas Daily	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	204,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2580%
PRINCIPAL:	204,000.00	PURCHASED THRU:	Texas Daily
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	204,000.00	CUSIP #:	N/A
TRADE DATE:	12/3/2009	SETTLEMENT DATE:	12/3/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

ATTACHMENT A

TRAVIS COUNTY HEALTHCARE DISTRICT

INVESTMENT DEPARTMENT

SECURITY TRANSACTION FORM

DATE: 12/1/2009

TIME: 10:30

The following transaction was executed on behalf of Travis County Healthcare District:

DESCRIPTION:	TexPool	FUND NAME:	HEALTHCARE DISTRICT
PAR VALUE:	221,000.00	SAFEKEEPING NO:	N/A
CPN/DISC RATE:	N/A	PRICE:	100%
MATURITY DATE	N/A	BOND EQ. YIELD:	0.2333%
PRINCIPAL:	221,000.00	PURCHASED THRU:	TexPool
ACCRUED INT:	N/A	BROKER:	N/A
TOTAL DUE:	221,000.00	CUSIP #:	N/A
TRADE DATE:	12/1/2009	SETTLEMENT DATE:	12/1/2009

AUTHORIZED BY: _____

CASH/INVESTMENT MANAGER

TRAVIS COUNTY HEALTHCARE DISTRICT MONTHLY INVESTMENT REPORT
PORTFOLIO STATISTICS

DATE: December 31, 2009

By Security Type		
Operating-		
TexasDAILY	32,710,367.66	29.21%
TexPool	33,781,090.92	30.17%
TexSTAR	5,131,451.36	4.58%
Treasury Securities	7,433,359.38	6.64%
Government Agencies	32,925,243.40	29.40%
Commercial Paper	0.00	0.00%
Total	$ 111,981,512.72	100.00%

Compared to Policy Limits		Actual %	Guidelines
Operating-			
TexasDAILY	32,710,367.66	29.21%	30.00%
TexPool	33,781,090.92	30.17%	50.00%
TexSTAR	5,131,451.36	4.58%	30.00%
Total LGIPS	71,622,909.94	63.96%	70.00%
Treasury Securities	7,433,359.38	6.64%	100.00%
Government Agencies	32,925,243.40	29.40%	75.00%
Commercial Paper	0.00	0.00%	20.00%
	$ 111,981,512.72	100.00%	

Investment Revenue & Accrued Interest	December 2009	Fiscal YTD
Operating-		
TexasDAILY	5,865.59	19,408.88
TexPool	3,680.97	10,369.54
TexSTAR	2,285.42	6,188.19
Treasury Securities	0.00	0.00
Government Agencies	270,000.00	620,100.00
Commercial Paper	0.00	0.00
	281,831.98	656,066.61
Discount Accretion & Accrued Interest		
Treasury Securities	307.36	307.36
-less previous accruals	0.00	0.00
Government Agencies	52,906.35	219,561.68
-less previous accruals	(239,791.67)	(560,821.66)
Commercial Paper	0.00	0.00
-less previous accruals	0.00	0.00
	(186,577.96)	(340,952.62)
Total Investment Revenue & Accrued Interest	$ 95,254.02	$ 315,113.99

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item C3

Receive the Travis County Healthcare District Investment Report for the First Quarter Ending December 31, 2009.
(Back-Up – First Quarter Investment Report)

CASH/INVESTMENT MANAGEMENT DEPARTMENT
TRAVIS COUNTY, TEXAS

Travis County Administration Building
314 W. 11th Street, Suite 540
P.O. Box 1748
Austin, Texas 78767

Phone: (512) 854-9085
Fax: (512) 854-4210
Email: mary.mayes@co.travis.tx.us

DATE: January 28, 2010

TO: Thomas B. Coopwood, M.D., Chairperson
Rosie Mendoza, CPA, Vice-Chairperson
Frank Rodriguez, Treasurer
Bobbie Barker, Secretary
Brenda Coleman-Beattie, Manager
Katrina Daniel, Manager
Anthony Haley, J.D., Manager
Clarke Heidrick, Manager
Donald Patrick, M.D., J.D., Manager

FROM: Mary E. Mayes, Travis County Investment Manager

RE: Travis County Healthcare District First Quarter December 31, 2009 Investment Report

INVESTMENT EARNINGS

Total portfolio earnings for this quarter:	**$**	**315,113.99**
Total portfolio earnings for this fiscal year:	**$**	**315,113.99**

These earnings are determined on an accrual basis. Investment balances are in the Portfolio Statistics section of this report.

CASH AVAILABILITY

Operating Account for the Quarter Ended December 31, 2009:

The cash availability in the bank operating account is monitored daily. Typically, cash balances are invested as soon as they are known and available. The cash availability (includes the controlled disbursement) for the quarter ended December 31, 2009:

	2009 Average Daily Collected Balance	2008 Average Daily Collected Balance
October	$ 41,027.27	$25,200.13
November	$ 69,383.54	$26,725.21
December	$ 25,499.19	$25,877.22

MARKET REVIEW

The Federal Open Market Committee (FOMC) met on November 4th and again on December 16th without changing the Fed Funds rate, which remains in a range from 0.00% - 0.25%. During the quarter the actual effective rate ranged from 0.11% on 10/1/09 to 0.05% on 12/31/09. The high and low for the quarter were 0.14% and 0.05%.

The 2 year Treasury yield has been much more volatile, ranging from 0.87% at 10/1/09 to 1.14% at 12/31/09. The low point of the quarter, at 0.67% on 11/30/09, was the lowest yield since at least 1977, according to Bloomberg. Fortunately, it rose steadily during December, but is now back around 0.85%.

Economic indicators at the end of December were mixed, but appeared a little better than in the last quarter. The Leading Indicators, a composite of a number of statistics that are typically the first to turn around after a recession, was positive for all three months and has now been positive for eight months in a row. The Dow Jones Industrial index of the stock market, which closed above 10,000 on 10/14/09, is now about 10,400. The ISM Manufacturing index has been above 50 for five months in a row for the first time since 2007, indicating continued growth in the manufacturing sector.

Some indicators are uncertain. Consumer Confidence is down slightly, Retail Sales were down in December, and the Change in Non Farm Payrolls (Jobs), although better than last quarter, and much better than last year, was not what we had hoped, as 85,000 jobs were lost in December.

Unfortunately, the lagging indicators are still lagging, with unemployment up to 10.2% in October and still 10.00% in December. Over 2.3 million jobs were lost in 2008, and another 4.2 million in 2009.

There are still problems lurking out there. The total national debt is up almost half a trillion from last quarter at $12.3 trillion and still rising, and the interest costs rise along with it. When there is a deficit, such as the $1.5 trillion deficit in 2009, the government issues Treasury bonds to fund it. According to Bill Gross of PIMCO, foreigners purchased only 16% of Treasury bonds issued in the quarter ended September 30, 2009. He says the Federal Reserve bought some of these and also bought Agency mortgages, and then PIMCO and others bought Treasuries with the proceeds from the Agencies purchased by the Federal Reserve. This seems like a circle of funds changing hands and ending up back at the beginning. If (or when) the Feds decide to reduce their portfolio of Agency mortgages and Treasuries, who will buy them?

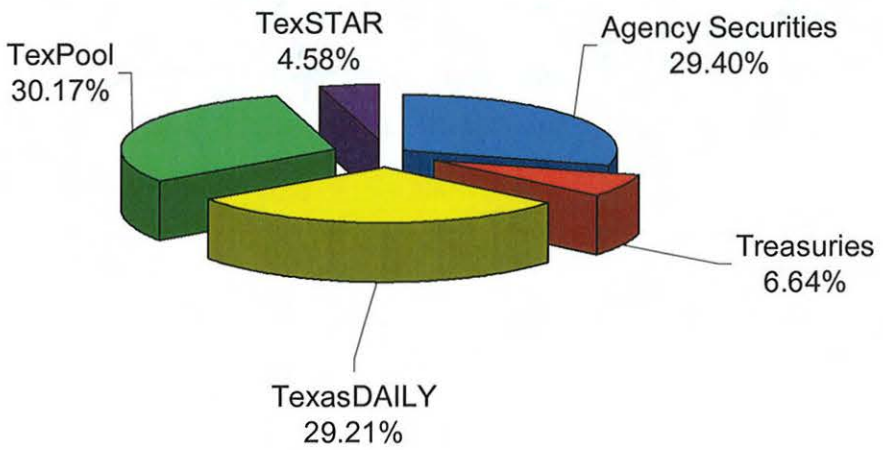
Fed Funds futures are predicting a 54.0% chance of no change in Fed Funds at 0.25% and a 46.0% chance of decrease to 0.00% at the next FOMC meeting on 1/27/10. However, all 79 economists in a Bloomberg poll estimate that Fed Funds will remain at 0.25%.

INVESTMENT STRATEGY - NEXT QUARTER

Operating Portfolio

Pool rates have fallen farther than expected. As tax revenues are received, securities will be purchased with maturities in this calendar year if rates are better than pools. Securities beyond March of 2011 may be purchased if rates rise. One Treasury has been purchased; another may be if spreads between Treasuries and Agencies remain less than 10 basis points.

Portfolio Diversity December 31, 2009



PORTFOLIO DIVERSITY

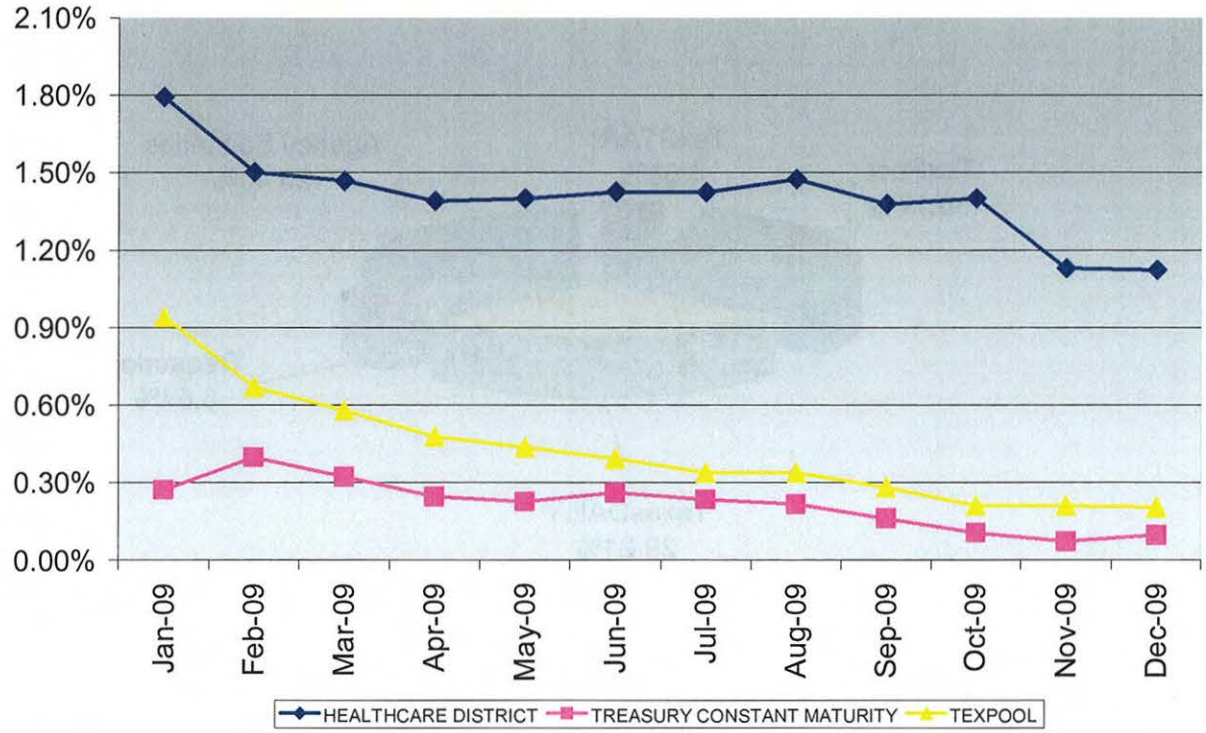
The portfolio has gained a Treasury security for the first time since May of 2008. The Treasury was purchased after the yield difference between Treasuries and Agencies fell below 10 basis points (100 basis points = 1%). Additional diversity is provided within agency securities in the portfolio, as they were issued by three different agencies, and the U.S. Government's full faith and credit is now behind the Fannie Mae and Freddie Mac agency

securities, providing additional safety. The percent of Agencies in the portfolio decreased from 47% to 29%, a result of maturities and the beginning of tax revenue receipts, which were primarily placed in the pools. TexPool increased from 19% to 30% of the portfolio.

	Actual Percent	Policy Limit
Government Agencies	29.40%	75%
Government Treasuries	6.64%	100%
TexasDAILY	29.21%	30%
TexPool	30.17%	50%
TexSTAR	4.58%	30%
	100.00%	

Portfolio percentage limits are tested at least monthly and reported to the Board of Managers. At no time during this quarter was the percentage of any type of investment over the above Policy Limits.

Portfolio Performance December 31, 2009



PERFORMANCE ANALYSIS

	October	November	December
Healthcare District	1.40%	1.13%	1.12%
Treas. Bill-Constant Maturity	0.11%	0.07%	0.10%
TexPool	0.21%	0.21%	0.21%

The Federal Funds rates have remained at 0.00-0.25% for the last four quarters, down from 2.00% at the beginning of the last fiscal year. One security was purchased during the quarter.

The longer maturities in the District's portfolio have continued to hold the yield well above the overnight funds, though the yields are continuing to decline. This decline began with the maturity of two higher yielding securities in November and December, and will be exacerbated by the influx of tax revenue, which must be invested at today's lower rates.

The weighted average maturity (WAM) of the Healthcare District portfolio decreased from 131 days at the end of the fourth quarter on September 30, 2009, to 126 days at the end of the first quarter on December 31, 2009.

COLLATERAL ADEQUACY

Collateral coverage was more than the 102% of bank balances required by policy at all times during the first quarter.

Based on policy requirements, the highest collateral coverage during the first quarter was 222.23% on October 29, 2009, and the lowest was 105.25% on October 14, 2009.

This report was prepared jointly by Mary E. Mayes, Investment Manager, Harvey L. Davis, Assistant Investment Manager, and Deborah Laudermilk, Investment Officer. The investment portfolio of the Travis County Healthcare District complies with the investment strategies in the Travis County Healthcare District Investment and Collateral Policy and Procedures and with the Public Funds Investment Act of Texas.

Mary E. Mayes	Harvey L. Davis	Deborah A. Laudermilk
Investment Manager	Asst. Investment Mgr.	Investment Officer

TRAVIS COUNTY HEALTHCARE DISTRICT QUARTERLY INVESTMENT REPORT
PORTFOLIO STATISTICS
DATE: December 31, 2009

By Security Type			WAM in Days	December Yield to Maturity
Operating-				
TexasDAILY	32,710,367.66	29.21%	1	0.23%
TexPool	33,781,090.92	30.17%	1	0.21%
TexSTAR	5,131,451.36	4.58%	1	0.19%
Treasury Securities	7,433,359.38	6.64%	515	0.76%
Government Agencies	32,925,243.40	29.40%	312	2.67%
Commercial Paper	0.00	0.00%		
Total	$ 111,981,512.72	100.00%	126	1.12%

Compared to Policy Limits		Actual %	Guidelines
Operating-			
TexasDAILY	32,710,367.66	29.21%	30.00%
TexPool	33,781,090.92	30.17%	50.00%
TexSTAR	5,131,451.36	4.58%	30.00%
Total LGIPS	71,622,909.94	63.96%	70.00%
Treasury Securities	7,433,359.38	6.64%	100.00%
Government Agencies	32,925,243.40	29.40%	75.00%
Commercial Paper	0.00	0.00%	20.00%
	$ 111,981,512.72	100.00%	

Investment Revenue & Accrued Interest	1st Quarter 2010	Fiscal YTD
Operating-		
TexasDAILY	19,408.88	19,408.88
TexPool	10,369.54	10,369.54
TexSTAR	6,188.19	6,188.19
Treasury Securities	0.00	0.00
Government Agencies	620,100.00	620,100.00
Commercial Paper	0.00	0.00
	$ 656,066.61	$ 656,066.61
Discount Accretion & Accrued Interest		
Treasury Securities	307.36	307.36
-less previous accruals	0.00	0.00
Government Agencies	219,561.68	219,561.68
-less previous accruals	(560,821.66)	(560,821.66)
Commercial Paper	0.00	0.00
-less previous accruals	0.00	0.00
	$ (340,952.62)	$ (340,952.62)
Total Investment Revenue & Accrued Interest	$ 315,113.99	$ 315,113.99

Portfolio Yield and WAM	Yield	Weighted Average Maturity
October, 2009	1.40%	126 days
Novembert, 2009	1.13%	111 days
December, 2009	1.12%	126 days

SUMMARY OF MARKET VALUES FOR THE QUARTER ENDED 12/31/09

(Excludes funds in TexPool, TexasDAILY, and TexSTAR because the difference between book value and market value of the Travis County Healthcare District shares is immaterial)

Operating Portfolio

	Book Value	Market Value	Unrealized Gain/(Loss)	Accrued Interest
9/30/2009	$49,733,329.98	$50,473,130.00	$739,800.02	$531,002.21
Changes	($10,789,021.55)	($11,018,380.00)	($229,358.45)	($146,696.66)
12/31/2009	$38,944,308.43	$39,454,750.00	$510,441.57	$384,305.55

The source of market values was FT Interactive Data, a well known provider of global securities information. This service is available via the internet through the Travis County Evare Investment Software, now Emphasys. Commercial Paper, if any, was valued by a matrix provided to Emphasys from quotes in the Wall Street Journal. This method and source is unchanged from the previous quarter.

Beg. Balance - All Funds

Travis County - Cash Inv. Mgt.

Straight Line - Actual Life

Receipts in Period

9/30/2009

	Security Type	CUSIP	Purchase Institution	Invest Number	Beginning Par Val/Shares	Discount/ Premium	Beginning Unamor Val/Cost	Purchase Date	Maturity Date	Yield to Matur	Ending Amor Val/Cost	Ending Market Val	Unrealized Gain or Loss
900 - Travis Co. Healthcare District	FHLB Note	3133XSJR0	First Southwest Company	09-0004	6,000,000.00	0.00	6,000,000.00	10/27/08	10/27/09	3.1700	6,000,000.00	6,013,140.00	13,140.00
	FHLB Note	3133X9BF6	Frost National Bank	08-0033	6,000,000.00	-94,074.00	6,094,074.00	04/03/08	11/03/09	2.4830	6,005,281.35	6,016,860.00	11,578.65
	FNMA Note	3136F6SC4	Frost National Bank	08-0026	6,000,000.00	-201,360.00	6,201,360.00	03/14/08	12/28/09	2.3222	6,027,202.36	6,052,500.00	25,297.64
	FNMA Note	3136F7GP6	Cantor, Fitzgerald	08-0038	6,000,000.00	-284,623.86	6,284,623.86	04/16/08	08/02/10	2.6050	6,103,718.86	6,208,140.00	104,421.14
	FHLMC Reference Note	3134A35H5	Lehman Brothers	08-0002	6,000,000.00	-414,240.00	6,414,240.00	10/30/07	09/15/10	4.2941	6,137,679.77	6,361,860.00	224,180.23
	FHLMC Note	3128X4QK0	Lehman Brothers	08-0029	6,000,000.00	-339,780.00	6,339,780.00	03/25/08	10/18/10	2.6983	6,138,783.38	6,265,020.00	126,236.62
	FNMA Benchmark Note	31359MZL0	Morgan Keegan & Company, Inc.	08-0018	6,000,000.00	-311,760.00	6,311,760.00	02/13/08	12/15/10	2.8309	6,132,391.23	6,301,860.00	169,468.77
	FHLB TAP Note	3133XPWW0	Frost National Bank	09-0008	7,000,000.00	-224,117.32	7,224,117.32	06/22/09	03/11/11	1.3590	7,188,273.03	7,253,750.00	65,476.97
	900 - Travis Co. Healthcare District Total				**49,000,000.00**	**-1,869,955.18**	**50,869,955.18**			**2.6919**	**49,733,329.98**	**50,473,130.00**	**739,800.02**

Purchases - All Funds

Travis County - Cash Inv. Mgt.

Straight Line - Actual Life

Receipts in Period

10/01/09 - 12/31/09

	Security Type	CUSIP	Purchase Institution	Invest Number	Beginning Par Val/Shares	Discount/ Premium	Beginning Unamor Val/Cost	Purchased Interest	Purchase Date	Maturity Date	Yield to Matur
900 - Travis Co. Healthcare District	Treasury Note	912828FH8	First Southwest Company	10-0005	7,000,000.00	-405,234.38	7,405,234.38	28,125.00	12/30/09	05/31/11	0.7610
	900 - Travis Co. Healthcare District Total				**7,000,000.00**	**-405,234.38**	**7,405,234.38**	**28,125.00**			**0.7610**

Matured, Called or Sold All Fds

Travis County - Cash Inv. Mgt.

Straight Line - Actual Life

Receipts in Period

10/01/09 - 12/31/09

	Security Description	CUSIP	Purchase Institution	Invest Number	Beginning Par Val/Shares	Orig Premium Discount	Beginning Unamor Val/Cost	Purchased Interest	Purchase Date	Maturity Date	Yield to Matur
900 - Travis Co. Healthcare District	FHLB Note 3.50 11/03/09	3133X9BF6	Frost National Bank	08-0033-01	6,000,000.00	-94,074.00	6,094,074.00	0.00	04/03/08	11/03/09	2.4830
	FHLB Note 3.17 10/27/09	3133XSJR0	First Southwest Company	09-0004-01	6,000,000.00	0.00	6,000,000.00	0.00	10/27/08	10/27/09	3.1700
	FNMA Note 4.25 12/28/09	3136F6SC4	Frost National Bank	08-0026-01	6,000,000.00	-201,360.00	6,201,360.00	0.00	03/14/08	12/28/09	2.3222
	900 - Travis Co. Healthcare District Total				**18,000,000.00**	**-295,434.00**	**18,295,434.00**	**0.00**			**2.5092**

Ending Bal. - All Funds

Travis County - Cash Inv. Mgt.

Straight Line - Actual Life

Receipts in Period

12/31/2009

	Security Type	CUSIP	Purchase Institution	Invest Number	Ending Par Val/Shares	Discount/ Premium	Ending Unamor Val/Cost	Purchase Date	Maturity Date	Yield to Matur	Ending Amor Val/Cost	Ending Market Val	Unrealized Gain or Loss
900 - Travis Co. Healthcare District	FNMA Note	3136F7GP6	Cantor, Fitzgerald	08-0038	6,000,000.00	-284,623.86	6,284,623.86	04/16/08	08/02/10	2.6050	6,072,706.58	6,142,500.00	69,793.42
	FHLMC Reference Note	3134A35H5	Lehman Brothers	08-0002	6,000,000.00	-414,240.00	6,414,240.00	10/30/07	09/15/10	4.2941	6,101,658.90	6,271,860.00	170,201.10
	FHLMC Note	3128X4QK0	Lehman Brothers	08-0029	6,000,000.00	-339,780.00	6,339,780.00	03/25/08	10/18/10	2.6983	6,105,652.07	6,200,640.00	94,987.93
	FNMA Benchmark Note	31359MZL0	Morgan Keegan & Company, Inc.	08-0018	6,000,000.00	-311,760.00	6,311,760.00	02/13/08	12/15/10	2.8309	6,104,936.83	6,236,280.00	131,343.17
	FHLB TAP Note	3133XPWW0	Frost National Bank	09-0008	7,000,000.00	-224,117.32	7,224,117.32	06/22/09	03/11/11	1.3590	7,155,687.31	7,207,830.00	52,142.69
	Treasury Note	912828FH8	First Southwest Company	10-0005	7,000,000.00	-405,234.38	7,405,234.38	12/30/09	05/31/11	0.7610	7,403,666.74	7,395,640.00	-8,026.74
	900 - Travis Co. Healthcare District Total				**38,000,000.00**	**-1,979,755.56**	**39,979,755.56**			**2.3443**	**38,944,308.43**	**39,454,750.00**	**510,441.57**

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item C4

Approve a recommendation for the process for the required annual broker/dealer review and selection of approved broker/dealers under the District's Investment and Collateral Policies and Procedures for the coming year.

(Back-Up – Annual Broker/Dealer)

CASH/INVESTMENT MANAGEMENT DEPARTMENT
TRAVIS COUNTY, TEXAS

Travis County Administration Building
314 W. 11th Street, Suite 540
P.O. Box 1748
Austin, Texas 78767

Phone: (512) 854-9085
Fax: (512) 854-4210
Email: mary.mayes@co.travis.tx.us

DATE: **January 28, 2010**

TO: **Thomas B. Coopwood, M.D., Chairperson**
Rosie Mendoza, C.P.A., Vice-Chairperson
Frank Rodriguez, Treasurer
Bobbie Barker, Secretary
Clarke Heidrick, J. D., Manager
Donald Patrick, M.D., J.D., Manager
Brenda Coleman-Beattie, Manager
Anthony Haley, J.D., Manager
Katrina Daniel, Manager

FROM: **Mary E. Mayes, Travis County Investment Manager** Mary E. Mayes

RE: **Travis County Healthcare District Annual Broker/Dealer Selection**

The State of Texas Public Funds Investment Act requires that public entities review, revise, and adopt a list of qualified brokers at least annually.

For Travis County, I collect applications to do business with the County, and once a year our office goes through an extensive review process.

The following brokers have been reviewed, approved, and are authorized to do business with Travis County and recommended for the Healthcare District:

Primary Broker/Dealers

Banc of America Securities
Cantor Fitzgerald & Co.
Deutsche Banc Alex Brown,
a division of Deutsche Securities Inc.
Jefferies Group, Inc.
RBC Wealth Management,
a division of RBC Capital Markets
RBS Securities Inc.

Secondary Broker/Dealers

Apex Securities, dba Rice Financial Products
Coastal Securities, Inc.
First Southwest Company
FTN Financial Capital Markets
The Frost National Bank
Loop Capital Markets, LLC
Morgan Keegan & Company, Inc.
Suntrust Robinson Humphrey, Inc.
Vining Sparks
Wells Fargo Securities, LLC
Zions Bank, Capital Markets

In selecting these brokers, we address issues such as the size, financial strength, and trading volume for the firms. For the individual brokers, we look at such factors as experience, how long they have been with their current firm, and we check references. For both, we check their records with the Financial Industry Regulatory Authority (FINRA) which was previously called National Association of Securities Dealers for regulatory and civil judicial actions against the firm or person. These and other factors are used in a point system to see which brokers are most compatible with Travis County's needs.

For the last five years, we have used the list of brokers produced by this process to choose brokers for the Healthcare District. We simply sent a letter to each Travis County broker, along with the District's Investment policy and Certification, asking if they would like to do business with the District as well. We have received good responses all five years. Last year the District had fourteen brokers.

This method avoids duplication of effort, and I also believe it provides a better group of brokers than if the District went out on its own, for two reasons. First, these brokers have applied to do business with Travis County, which has an investment portfolio which ranges up to $668 million. When they add the District at $145 million, they have a chance at over three quarters of a billion dollars in business. If the District went out on its own, the portfolio would be up to $145 million, and the brokers who applied would probably be smaller with less experience. Secondly, it is very easy for these brokers to add the District, since they do not have to fill out an additional application, and they are familiar with the way our office does business. Again, this method is more likely to attract larger and more experienced firms and individual brokers.

I recommend that the Board authorize the use of the above described method to review, revise, and adopt a list of brokers for the Healthcare District again this year.

xc: Patricia Young Brown
Carolyn Konecny
John Stephens
Beth Devery
Leroy Nellis
Harvey Davis
Debbie Laudermilk

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item C5

Discuss and take appropriate action on a proposed amendment to the contract between the Travis County Healthcare District, CTMF, Inc. d/b/a Austin Medical Education Program and Seton Healthcare d/b/a University Medical Center at Brackenridge for the purchase of health care services.

(Back-Up – Recommendation Summary)

Travis County Healthcare District
Request for Board of Managers Consideration
January 28, 2010

Agenda Item #C5:

Discuss and take appropriate action on a proposed amendment to the contract between the Travis County Healthcare District, CTMF, Inc. d/b/a Austin Medical Education Program and Seton Healthcare d/b/a University Medical Center at Brackenridge for the purchase of behavioral health care services (Paul Bass Clinic).

Recommended Board Action: Approve an amendment to the contract between the Travis County Healthcare District (TCHD) and the University Medical Center at Brackenridge (UMCB) and CTMF, Inc. d/b/a Austin Medical Education Program to allow for the purchase of integrated behavioral health care services at the Paul Bass Clinic in addition to internal medicine services for the District's target population Both counseling and psychiatric physician services will be provided.

TCHD Strategic Direction: P/SC02: Implement a systematic approach for better utilization and coordination of primary care services. **MH02:** Foster enhancements in the overall capacity of the mental health system by supporting the integration of physical and behavioral health care.

Resource Impact: No resource impact. The new service line will be purchased within the current contract amount. Reimbursement for the behavioral health services will provided at the current contracted rate of 115% of the Medicare fee schedule.

Anticipated Result: The addition of integrated behavioral health care services will allow the District-funded clients using the Paul Bass Clinic as their medical home to also have access to behavioral health services. Including these services within the medical home increases the likelihood that individuals needing this care will receive it. This is the fourth District-contracted service provider to include integrated behavior health care services in their scope of care.

Background Summary:
TCHD entered into a contract with Seton Family of Hospitals and the University of Texas Medical Branch at Galveston (UTMB) on August 1, 2008, to support internal medicine services for Medical Assistance Program (MAP) enrollees. Seton and UTMB entered into the First Renewal and Amendment for this initial agreement effective on August 1, 2009; with UTMB assigning its right and obligation under the agreement to CTMF, Inc. d/b/a Austin Medical Education Program effective November 30, 2009. The amendment proposed herein would be the second amendment to the contract and would be with Seton and CTMF.

Board Coordination:

COMMITTEE	CHAIR	COMMENTS	DATE CONSIDERED
Budget & Finance	**Frank Rodriguez**	**Approved by the members that were present.**	**1/21/10**
Board of Managers	**Tom Coopwood, M.D.**		**1/28/10**

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 1

Discuss and take appropriate action on a contract with United Healthcare for employee medical benefits for the plan year March 1, 2010 through February 28, 2011.

(Back-up – Memo)

travis county HEALTHCARE DISTRICT

Memo

To: Travis County Healthcare District Board of Managers

From: Karen Osborn, District Human Resources Consultant

CC: Trish Young Brown, District President and CEO

Date: January 22, 2010

Re: **Agenda Item #1:** Discuss and take appropriate action regarding the approval of a contract with United Health Care for employee medical benefits for the plan year March 1, 2010 through February 28, 2011 for the District and CommUnityCare employees.

Background:
The current medical plan for employees will expire on February 28, 2010. Blue Cross Blue Shield of Texas (BCBS) submitted their initial renewal proposal for the new plan year in December 2009 indicating a 33.5% increase to the rates for our insurance. Staff worked with Holmes Murphy & Associates, Inc., our benefits administration consultants, to quickly develop a solicitation to obtain competitive medical plan offerings based on the current plan structure. Three responses were received: BCBS, Humana, and United Healthcare (UHC). Four companies declined to quote stating that their rates were not competitive with the renewal rates quoted by BCBS.

On our behalf, Holmes Murphy & Associates then contacted the three responsive insurers and asked them to send us alternatives to the current plan structure that would manage our rate increase to not more than 10% and also asked them to re-quote for those alternative plans. UHC sent two Choice Plus plan alternatives to our current plan and BCBS responded with one alternative to our current plan.

The alternative plan structures with associated pricing submitted by both BCBS and UHC are attached. Staff recommends UHC option 9. This option will mean an 8.12% increase to both the District (the District pays the employee only cost for each employee enrolled in the plan) and to those employees who choose to cover dependents.

For background and comparison purposes, BCBS Option 1 shown in the attachment is the District's current benefit plan which BCBS reduced from a 33.5% initial increase to a 19.5% increase after reviewing additional claims data. Even with this reduction after the review of additional claims data, the 19.5

percent increase was still higher than budget and not acceptable from a financial standpoint which resulted in the decision to seek alternative plan structures.

Staff from CommUnityCare and the District evaluated the proposals using the following guiding principles:

- Employee ability to access the benefit (provider availability). In addition to the GEO access figures provided by the insurers, Holmes Murphy & Associates assisted us in obtaining a network overlap report so that the impact of changing networks could be analyzed) – there is significant overlap in providers under both plans and we expect very few employees will have to change providers.

- Benefit structure – staff believe that UHC option 9 provides the best overall benefit structure, with a per participant deductible of $750 (which UHC also includes in the out-of-pocket maximum), a lifetime maximum of $5 million, generic prescriptions at $10 each, and copays as shown.

- Customer service/account management (i.e., how responsive will the vendor be if there are issues/questions of service); and

- Affordability (i.e., the overall cost of benefit offering to the district as well as out-of-pocket costs to the employees).

The selected benefit plan will be available to both District and CommUnityCare employees for a plan year beginning March 1, 2010. The planned dates for open enrollment are February 2, 2010 through February 14, 2010.

Recommendation:

Staff recommends that the Board of Managers authorize the District President and CEO to negotiate and execute the appropriate documents to contract for a medical insurance benefit with United Health Care as identified by staff on the terms presented by staff or on terms more favorable to the District.

Travis County Health District
Preliminary Marketing Analysis
Medical Proposed Benefits
Effective March 1, 2010
Draft Preparation Date: January 13, 2010

Benefit Description		BCBSTX				UHC					
		Option 1		Option 4		Option 3		Option 8 *Updated 1/13/10*		Option 9 *Updated 1/13/10*	
		Current & Renewal				Choice Plus		Choice Plus		Choice Plus	
		In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network
Ded (CYD)											
Per Participant		$500	$1,000	$1,000	$1,000	$1,000	$2,000	$500	$2,000	$750	$2,000
Family		$1,500	$3,000	$3,000	$3,000	$2,000	$4,000	$1,000	$4,000	$1,500	$4,000
Out-of-Pocket Maximum											
Per Participant		$2,000	$4,000	$3,000	$4,000	$4,000	$5,000	$4,000	$10,000	$4,000	$10,000
Family		$4,000	Unlimited	$6,000	Unlimited	$8,000	$10,000	$8,000	$20,000	$8,000	$20,000
Lifetime Maximum		$2,000,000		$2,000,000		$5,000,000		$5,000,000		$5,000,000	
Coinsurance		80%	60%	80%	50%	80%	60%	80%	60%	80%	60%
Physician Visit		$20 PCP /$40 SPC	70% after cal yr ded	$30 PCP /$40 SPC	70% after cal yr ded	$30 / $30	60%	$30/$40	$30/$40	$30/$40	$30/$40
Hospital Inpatient		80% after per admission ded	60% after $250 per admission ded	80% after per admission ded	50% after $250 per admission ded	80%	60%	80%	60%	80%	60%
Emergency Room		80% after $100 copay		80% after $100 copay		$150	$150	$150	$150	$150	$150
Urgent Care		100% after $40 copay	70% after cal yr ded	100% after $40 copay	70% after cal yr ded	$50	60%	$50	$50	$50	$50
Outpatient Surgery		80% after cal yr ded	60% after cal yr ded	80% after cal yr ded	60% after cal yr ded	80%	60%	80%	60%	80%	60%
Diagnostic Services (for lab and radiology/x-ray)		100% of allowed	70% after cal yr ded	100% of allowed	70% after cal yr ded	100%	60%	100%	60%	100%	60%
Advanced Diagnostic Services (CT Scans, Pet Scans, MRI)		80% after cal yr ded	60% after cal yr ded	80% after cal yr ded	50% after cal yr ded	80%	60%	80%	60%	80%	60%
Chiropractic Care		$40 copay; 20 visits per cal yr		$40 copay; 20 visits per cal yr		$30	60%	$40	60%	$40	60%
Preventive Care		$20 PCP /$40 SPC	70% after cal yr ded	$30 PCP /$40 SPC	70% after cal yr ded	$30	60%	$30	60%	$30	60%
Prescription Drugs (Retail)											
Generic		$8	80% of allowed amount minus copay	$15	80% of allowed amount minus copay	$10	$10	$10	$10	$10	$10
Formulary		$20	80% of allowed amount minus copay	$25	80% of allowed amount minus copay	$35	$35	$35	$35	$35	$35
Non-Formulary		$32	80% of allowed amount minus copay	$40	80% of allowed amount minus copay	$60	$60	$60	$60	$60	$60
Prescription Drugs (Mail Order)											
Generic		$20		$37.50		$25	Not Covered	$25	Not Covered	$25	Not Covered
Formulary		$50		$62.50		$88	Not Covered	$88	Not Covered	$88	Not Covered
Non-Formulary		$80		$100		$150	Not Covered	$150	Not Covered	$150	Not Covered
Tiers	**Current**										
Employee Only	$375.19	$448.35		$408.58		$402.64		$415.71		$405.66	
Employee + Spouse	$841.92	$1,006.09		$916.85		$903.51		$932.84		$910.30	
Employee + Child(ren)	$719.03	$859.24		$783.02		$771.63		$796.68		$777.43	
Employee + Family	$1,158.74	$1,384.69		$1,261.86		$1,243.51		$1,283.87		$1,252.85	
% increase/decrease from current		**19.50%**		**8.9%**		**7.32%**		**10.80%**		**8.12%**	
		Color Key		*Better In-network Benefit*		*Better Out-of-network Benefit*					

Travis County Health District
Preliminary Marketing Analysis
Medical Proposed Benefits
Effective March 1, 2010
Draft Preparation Date: January 13, 2010

Benefit Description		BCBSTX				UHC					
		Option 1		Option 4		Option 3		Option 8 *Updated 1/13/10*		Option 9 *Updated 1/13/10*	
		Current & Renewal				Choice Plus		Choice Plus		Choice Plus	
		In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network
Notes:				In an effort to meet the District's budget needs we are agreeable to reducing our Single Plan Option #2 from a 10% increase to a 9.5% increase. We are also agreeable to offering a change to the ER copay from our current $100 to $150 for another 0.5%. With these two considerations we meet the groups needed 9% increase. 1. Biometric screenings are available for $49 ea.		Note: If you purchase a Prescription Drug Product from a Non-Network Pharmacy, you are responsible for any difference between what the Non-Network Pharmacy charges and the amount we would have paid for the same Prescription Drug Product dispensed by a Network Pharmacy. 1. Rates include biometric screening and HRA for all employees -- $22,000 value based on 450 ees 2. Rates include incentive program - Simply Engaged that will provide up to $175 ea for EE & SP to complete HRA, online health coaching, and telephonic health coaching 3. Network is comparable to BCBS					

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 2

Receive and discuss an update from HillCo Partners, the District's legislative consultant, and District staff on proposed federal and state health law reforms.

(No Back-Up)

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 3

Receive and discuss a report of the December 2009 financial statements for the Travis County Healthcare District.

(Back-Up – Financial Statements)

Travis County Healthcare District
December 2009 Financial Statements

Statement of Revenues, Expenses and Changes in Net Assets

Operating Revenues:
DSH/UPL – Received supplemental 4th quarter 2009 DSH payment of $317k in December.

Operating Lease – October lease payment for Seton (Brackenridge) and UTMB (Austin Women's Hospital).

Operating Expenses:
Healthcare delivery – This is $6.1 million for the month, slightly below recent months.

Salaries & Benefits- This area is within budget.

Other Purchased Goods & Services-This area is also within budget.

Non Operating Revenues:
Tax Revenue- Tax revenue of $24.7 million reflects increased tax collection activity, which will peak in January.

Investment Income-Investment income is only $67k for the month.

Change in Net Assets year to date is $18.3 million, reflecting that we have begun to realize a significant amount of our major source of revenue (property tax), which will peak in January.

Statement of Net Assets (Balance Sheet)
Assets:
The Statement of Net Assets shows $8.8 million in cash, although our bank balance was only $25k at the end of December – this is a timing difference between a large tax payment the County reported to us at the end of December, which was not deposited in the bank until January – an item in transit.

There is $11.5 million in restricted cash which reflects the regional (private) UPL escrow account.

The District had $110.8 million in cash and investments at December 31, but as presented to the committee earlier, we are separating it into current assets and noncurrent assets - $21 million of our investments are shown as noncurrent assets, restricted for capital acquisition.

Ad valorem taxes receivable of $40 million reflects the 2010 tax levy less collections through the end of December.

Other Receivables of $5.8 million is about $400k in interest receivable and $5.4 million in due from CommUnityCare – short term.

There is another $4 million in a long-term receivable from CommUnityCare in the noncurrent asset section.

Liabilities:
Private UPL Payable – $11.5 million, offsetting the restricted cash for the Regional UPL program.

Deferred tax revenue of $39.8 million is the amount of current year property tax yet to be collected. It offsets the taxes receivable in the current asset account, since tax revenue must be reported on a cash basis, as it is received.

Travis County Healthcare District

Statement of Revenues, Expenses & Changes in Net Assets

From 12/1/2009 Through 12/31/2009

(In Whole Numbers)

	December 2009 Actual	December Year to Date Actual	YTD Budget	Total Budget for FY 2010	Prior Year Actual
Operating revenues:					
Additional Rent/Seton	317,248	7,229,927	8,127,813	28,389,113	8,716,182
Operating lease revenue	96,283	288,849	288,849	1,155,396	288,849
Total Operating revenues:	413,531	7,518,776	8,416,662	29,544,509	9,005,031
Operating expenses:					
Health care delivery	6,125,357	19,236,445	21,650,195	86,600,785	18,268,418
Salaries and benefits	398,308	1,117,143	1,298,449	5,212,225	612,915
Other purchased goods and services	170,860	458,651	794,517	3,178,046	433,172
Depreciation	194,031	582,092	570,310	2,281,241	479,410
Total Operating expenses:	6,888,556	21,394,331	24,313,472	97,272,297	19,793,915
Operating income (loss)	(6,475,025)	(13,875,554)	(15,896,810)	(67,727,788)	(10,788,883)
Nonoperating revenues (expenses):					
Ad valorem tax revenue	24,732,252	27,385,778	27,054,471	65,403,436	26,497,040
Tax assessment and collection expense	(61,700)	(185,101)	(188,912)	(755,648)	(174,068)
Tobacco settlement revenue	0	0	0	1,280,000	0
Investment income	67,082	283,584	450,000	1,800,000	613,028
Other revenue	25	188	0	0	125
Total Nonoperating revenues (expenses):	24,737,659	27,484,449	27,315,559	67,727,788	26,936,126
Changes in net assets	18,262,634	13,608,895	11,418,750	0	16,147,243
Total net assets - end of year	18,262,634	13,608,895	11,418,750	0	16,147,243

Travis County Healthcare District
Statement of Net Assets
As of December 31, 2009 and 2008
Unaudited

	FY 2010	FY 2009
ASSETS		
Current assets:		
Cash and cash equivalents	$ 8,810,029	6,023,324
Restricted cash - Medicaid Regional UPL Program	11,492,945	11,498,551
Short-term investments	89,541,240	114,696,633
Ad valorem taxes receivable	40,024,082	38,622,708
Other receivables	5,837,724	1,470,349
Prepaid expenses	747,167	282,222
Total current assets	156,453,188	172,593,788
Noncurrent assets:		
Short-term investments restricted for capital acquisition	21,225,978	-
Long-term receivables	4,000,000	-
Capital assets:		
Land	10,345,124	9,854,124
Buildings and improvements	91,871,726	90,223,397
Equipment and furniture	2,471,033	462,801
Less accumulated depreciation	(10,217,574)	(8,045,388)
Total capital assets	94,470,308	92,494,934
Total noncurrent assets	119,696,286	92,494,934
Total assets	276,149,474	265,088,721
LIABILITIES		
Current liabilities		
Accounts payable	3,028,983	1,792,440
Regional UPL payable	11,492,945	11,498,551
Salaries and benefits payable	476,398	218,307
Deferred tax revenue	39,854,069	38,517,819
Total current liabilities	54,852,394	52,027,118
Total liabilities	54,852,394	52,027,118
NET ASSETS		
Unrestricted	126,826,772	120,566,670
Investment in capital assets	94,470,308	92,494,934
Total net assets	$ 221,297,080	213,061,604

Travis County Healthcare District

TCHD Comparative Budget Report - AAA Comparative Budget Report

From 12/1/2009 Through 12/31/2009

(In Whole Numbers)

	Total Budget - Revised	Current Year Actual	Total Budget Variance - Revised	Percent Consumption of Annual Budget
Expenditures:				
Salaries and Benefits	5,212,225	1,117,143	4,095,082	21.43%
Operating Expenses (excluding depreciation)	3,178,046	458,651	2,719,395	14.43%
Healthcare Delivery				
FFS-Primary Care	44,686,702	10,625,962	34,060,740	23.77%
FFS-Specialty Care	1,433,661	127,150	1,306,511	8.86%
FFS-Mental Health	5,224,701	1,352,442	3,872,259	25.88%
FFS-Women's Services	450,000	49,446	400,554	10.98%
FFS-Pharmacy	2,941,192	578,178	2,363,014	19.65%
FFS-Dental	369,951	104,158	265,793	28.15%
Medicaid Payments-Physicians	6,873,521	1,587,812	5,285,710	23.10%
Medicaid Payments-MAP	17,648,754	4,412,189	13,236,566	25.00%
Medical Administration	579,361	189,320	390,041	32.67%
Claims Administration	988,079	209,790	778,289	21.23%
Total Healthcare Delivery	81,195,922	19,236,445	61,959,477	23.69%
Service Expansion				
Medical Expansions - Enhancements	2,841,993	0	2,841,993	0.00%
Medical Expansions - Primary Care	2,076,134	0	2,076,134	0.00%
Medical Expansions - Specialty Care	486,736	0	486,736	0.00%
Total Service Expansion	5,404,863	0	5,404,863	0.00%
Total Expenditures:	94,991,056	20,812,239	74,178,817	21.91%

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 4

Receive and discuss an update on the creation and implementation of a community planning initiative.
(No Back-Up)

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 5

Receive and discuss reports from the Board committees: Budget and Finance Committee; *ad hoc* Personnel Committee; *ad hoc* Legislative Committee; and the Brackenridge Lease Team.

(Back-Up – Committee Minutes)

Unapproved

TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS
BUDGET AND FINANCE COMMITTEE

MINUTES OF THE MEETING –THURSDAY, NOVEMBER 19, 2009

On Thursday, November 19, 2009, the Budget and Finance Committee of the Travis County Healthcare District Board of Managers convened in open session at 11:35 a.m. in the Cesar Chavez Board Conference Room, 1111 E. Cesar Chavez, Austin, Texas 78702. A quorum of the committee was present. Chairperson Coopwood attended the meeting but did not take any action on the agenda items presented. The Clerk for the meeting was Margo Davis.

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1. Approve the minutes from October 15, 2009 Budget and Finance Committee meeting.

Clerk's Notes: This item was taken out of order.

Manager Coleman-Beattie moved that the Committee approve the Budget and Finance meeting minutes as presented by staff. Manager Barker seconded the motion. The motion was adopted on the following vote:

Chair Frank Rodriguez	For
Manager Bobbie Barker	For
Manager Brenda Coleman-Beattie	For
Manager Rosie Mendoza	Absent

2. Receive and discuss an update on the development of a new CommUnityCare Health Center on the Huston-Tillotson University campus.

3. Receive and discuss an update on dental expansion in South Austin.

Clerk's Notes: This item was taken out of order.

4. Receive and discuss the CommUnityCare fiscal year 2009-2010 financial and statistical information.

5. Discuss and take appropriate action on a contract for services with Samaritan Health Ministries.

Clerk's Notes: Manager Coleman-Beattie moved that the Committee make a recommendation to the full Board to approve a contract for services with Samaritan Health Ministries. Manager Barker seconded the motion. The motion was adopted on the following vote:

Chair Frank Rodriguez	For
Manager Bobbie Barker	For
Manager Brenda Coleman-Beattie	For
Manager Rosie Mendoza	Absent

6. Discuss and take appropriate action on a contract for services with SIMS Foundation.

Clerk's Notes: Manager Coleman-Beattie moved that the Committee make a recommendation to the full Board to approve a contract for services with SIMS Foundation. Manager Barker seconded the motion. The motion was adopted on the following vote:

Chair Frank Rodriguez	For
Manager Bobbie Barker	For
Manager Brenda Coleman-Beattie	For
Manager Rosie Mendoza	Absent

7. Discuss and take appropriate action on an agreement for dental services with Manos de Cristo for eligible residents of Travis County.

Clerk's Notes: This agenda item was not discussed.

8. Discuss and take appropriate action regarding proposed changes to purchasing approvals and signatory authority.

Clerk's Notes: Manager Coleman-Beattie moved that the Committee make a recommendation to the full Board to approve the proposed changes to purchasing approvals and signatory authority as presented by staff. Manager Barker seconded the motion. The motion was adopted on the following vote:

Chair Frank Rodriguez	For
Manager Bobbie Barker	For
Manager Brenda Coleman-Beattie	For
Manager Rosie Mendoza	Absent

9. Discuss and take appropriate action on items affecting the District's fiscal year 2009-2010 budget and strategic objectives.

There being no further discussion or agenda items, Manager Coleman-Beattie moved that meeting adjourn. Manager Barker seconded the motion. The motion was adopted on the following vote:

Chair Frank Rodriguez	For
Manager Bobbie Barker	For
Manager Brenda Coleman-Beattie	For
Manager Rosie Mendoza	Absent

The meeting adjourned at 12:55 p.m.

Unapproved

TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS
AD HOC PERSONNEL COMMITTEE

MINUTES OF THE MEETING –TUESDAY, NOVEMBER 24, 2009

On Tuesday, November 24, 2009, the ad hoc Personnel Committee of the Travis County Healthcare District Board of Managers convened in open session at 11:07 a.m. in the Cesar Chavez Board Conference Room, 1111 E. Cesar Chavez, Austin, Texas 78702. A quorum of the committee was present.

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1. Discuss and take appropriate action on changes in the Travis County Healthcare District ("TCHD") President and CEO's incentive performance plan.

2. Discuss and take appropriate action on the TCHD President and CEO's evaluation form.

3. Discuss and take appropriate action on whether a 360 Degree Evaluation Process or similar evaluation process should be undertaken in evaluation of the TCHD President and CEO.

4. Receive and review compensation information from District staff.

5. Discuss and take appropriate action on whether senior management or other community contacts should participate in the evaluation process.

6. Confirm the next ad hoc Personnel Committee meeting date, time and place.

Clerk's Notes: Chairperson Coopwood announced that the Committee will meet on January 11, 2010, at 3:30 p.m. pending the availability of the absent Committee members.

There being no further discussion or agenda items, Manager Barker moved that the meeting adjourn. Manager Heidrick seconded the motion. The motion was adopted on the following vote:

Chairperson Tom Coopwood	For
Manager Bobbie Barker	For
Manager Clarke Heidrick	For
Manager Frank Rodriguez	Absent

The meeting adjourned at 12:22 p.m.

Unapproved

TRAVIS COUNTY HEALTHCARE DISTRICT
BOARD OF MANAGERS
BRACKENRIDGE LEASE TEAM COMMITTEE

MINUTES OF THE MEETING –FRIDAY, DECEMBER 18, 2009

On Friday, December 18, 2009, the Brackenridge Lease Team Committee of the Central Health (d/b/a) Travis County Healthcare District Board of Managers convened in open session at 11:10 a.m. in the Cesar Chavez Board Conference Room, 1111 E. Cesar Chavez, Austin, Texas 78702. A quorum of the committee was present. Those in attendance from the Seton Family of Hospitals were Greg Hartman, University Medical Center Brackenridge President and CEO, Dr. Jim Lindsey, Medical Affairs Vice President, Ashton Cumberbatch, Advocacy and Community Relations Vice President, Faraz Khan, Finance Vice President, Kat Henderson, University Medical Center Brackenridge Vice President and Chief Operating Officer, and David Risher, Reimbursement Director. David Vliet, Chief Executive Officer for CommUnityCare, was also present and Board Chairperson Coopwood attended the meeting but did not take any action on the agenda items presented. Manager Patrick presided as Chair of the Committee. The clerk for the meeting was Margo Davis.

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1. **Receive and discuss information related to the long-term vision for University Medical Center Brackenridge, including information related to the affiliation agreement between the Seton Family of Hospitals and the University of Texas Southwestern Medical Center.**

2. **Receive and discuss an amendment to the lease agreement between the Travis County Healthcare District and the Seton Family of Hospitals for University Medical Center Brackenridge, including the potential assumption of the operation of the High Risk OB clinic at the Brackenridge Professional Office Building by Central Texas Community Health Centers d/b/a CommUnityCare.**

3. **Receive and discuss information related to future options concerning the continued operation of Austin Women's Hospital pursuant to the second amendment of the lease agreement between the Travis County Healthcare District and the Seton Family of Hospitals for University Medical Center Brackenridge.**

4. **Receive and discuss an analysis of the financial impact of the Regional Upper Payment Limit program on the cost of care of the participating hospitals in the Seton Family of Hospitals and St. David's Healthcare systems.**

There being no further discussion or agenda items, Manager Heidrick moved that the meeting adjourn. Manager Rodriguez seconded the motion. The motion was adopted on the following vote:

Chairperson Donald Patrick	For
Manager Clarke Heidrick	For
Manager Frank Rodriguez	For

The meeting adjourned at 12:57 p.m.

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 6

Receive and discuss the CEO's report on the following District activities: (a) procurement activity; (b) communications/outreach statistics for December 2009; (c) a status report on North Central Health Center Project; (d) the MAP Program, including December enrollment and activities; and (e) an update on the E-merge program.

(Back-Up – Reports)

Travis County Healthcare District
Procurement Activity Report

Through its purchasing policy (PUR001), the Board of Managers has authorized the District President and CEO to execute District contracts with a value of less than $100,000 without requiring board action or approval and to execute certain contracts on its behalf that meet the pre-authorization criteria outlined in policy.

Table 1: Contract actions from December 15, 2009 through January 18, 2010

CONTRACT ACTION	VENDOR NAME	DESCRIPTION OF CONTRACT	AMOUNT	NOTES / COMMENTS
Agreement	Polkinghorn Group Architects, Inc.	Professional Services Agreement for Architectural/Engineering for the design of two District clinic projects: Renovation of East and South clinic	$204,300	
Task Order	Tate Austin Hahn	Provide strategic communications counsel for TCHD related to community relations, advertising and other marketing communications issues.	$12,000	Covers work not associated with current task order projects.
Second Renewal and Amendment	Health Management Associates	Extension of Professional Services Agreement for Professional Mental Health Consulting	$90,000	
Notice to Extend	ProSoft Solutions	Extension of Automated Financial Management Contract	$5,000	
Third Option to Extend and Agreement	American Continental Group	Extension of Professional Services Agreement for the provision of legislative consulting services relating to federal issues affecting the District	$36,600	
Interlocal Agreement	City of Austin	Records Agreement	$0	
Sixth Amendment and Renewal	Integrated Care Collaboration F/K/A The indigent Care Collaboration		$687,035	
Subscription	Morningside Research and Consulting, Inc.	Annual subscription for hospital district comparison reports	$8,000	
Interlocal Agreement	Travis County	Cooperative Purchasing Agreement with the District	$0	
Sixth Amendment	Walgreens Health Initiatives	Hold over agreement		Rates carry over from current contract.
Interlocal Agreement	Tarrant County	Cooperative Purchasing Agreement with the District	$0	

Travis County Healthcare District
Procurement Activity Report

Conflict-of-Interest Statement Information:

Chapter 176 of the Local Government Code requires that local government officers file a conflict-of-interest statement disclosing certain relationships with a vendor within seven (7) days of becoming aware of facts that give rise to the conflict. The District has contracted with the following new vendors:

- Polkinghorn Group Architects, Inc.

Please ensure that you have no conflict-of-interest with this vendor that would require the filing of a conflict-of-interest statement. You do not need to do anything if you have no conflict. Completed conflict-of-interest statements should be filed with the District Administrative Supervisor (Kay Williams) using the form found in your Board packet. If you have any questions about whether you have a conflict, please contact Sarah Churchill.

travis county HEALTHCARE DISTRICT

Communications/Outreach Report

December 2009 - January 2010

Presentations/Events

Date	Venue/Topic	Presenters	~# in attendance
1/12	Health Talk with Shannon Jones, KAZI Radio	Christie, Larry, Claudia	NA
1/25	St. David's Foundation Community Health Access Committee	Trish	25

Community Relations

Date	Venue/Topic
12/21	Presentation and tour of TCHD administrative offices, East Clinic and Chalmers eligibility offices to Austin Resource Pregnancy staff
12/29	Presentation on role of TCHD and CommUnityCare and updates to Physicians Health Choice group
1/11	Presentation to Greater Austin Hispanic Chamber of Commerce (GAHCC) Health and Wellness Committee about role of TCHD and affiliate CommUnityCare
1/15	Attended Austin Travis County Integral Care name change open house
1/18	Presentation on South First renovations to Galindo Neighborhood Association
1/21	Attended GAHCC annual meeting

Web Site Statistics

Month	Visits	Unique Visitors	Page views *	Bounce Rate **	Time on Site	Top 3 Pages
Dec., 2009	5,077	3,039	18,893	45.66%	2:34	1) traviscountyhd.org - 19.59%
						2) contact_us - 10.14%
						3) medical_assistance_program - 7.91%
Nov., 2009	3,694	2,144	13,033	46.72%	2:27	1) traviscountyhd.org - 21.19%
						2) medical_assistance_program - 10.58%
						3) healthcare_services - 8.49%

**Pageviews is the total number of pages viewed on your site and is a general measure of how much your site is used.*
***Bounce Rate is the percentage of single-page visits (i.e. visits in which the person left your site from the entrance page).*

Earned Media

Date	Media Outlet	Title/Content	Author/Reporter
12/14	Community Impact News	Taxpayer funded abortion contracts approved	Yvonne Lim Wilson
12/21	Austin American Statesman	Health care bills wind through Congress, Texas health care leaders weigh the possible outcomes	Mary Ann Roser

Special Projects

Strategic planning retreat, identity & branding development, MAP identity redesign, employee appreciation breakfast

North Central Health Center Project Report

travis county HEALTHCARE DISTRICT

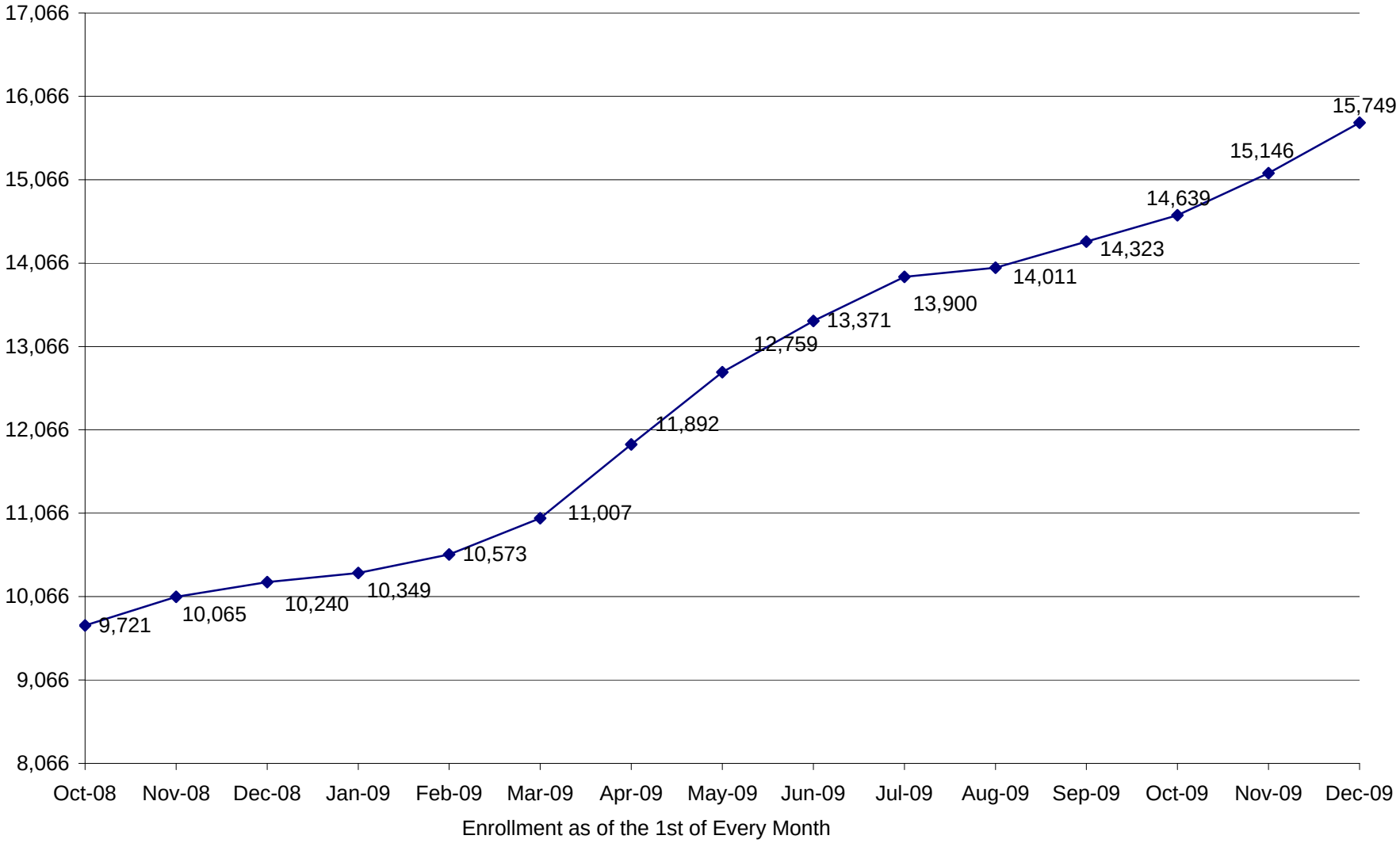
Timeline	Development Work Plan	Land Prep	Communications
Dec. 5, 2008			TCHD made all study reports available via the dedicated NC HC Web site, including Feasibility Study Report, Phase I Environmental Site Assessment, Traffic Impact Analysis, Land Title Survey and a Topographic and Tree Survey.
Dec. 10, 2008			TCHD Board of Managers held a special meeting to discuss the study reports with interested residents of the area.
Dec. 18, 2008	Board votes to purchase land.	Board votes to purchase land.	A press release was issued and notice placed on both the dedicated NC HC Project and TCHD Web sites.
January, 2009	A Purchase Order was issued by TCHD and a bid subsequently awarded for securing and boarding up all structures on the property.		
February, 2009		Work began to secure and board up all structures on the property.	A postcard was physically mailed to all residents within three miles of the site during the second week of February, advising of the upcoming work and to be aware of other future projects.
March, 2009			
April, 2009	An environmental survey to determine if any hazardous materials are present within the structures prior to demolition was begun on 4/20.		Notification was sent on 4/16 to everyone who had registered to receive news via the NC HC Web site.
May, 2009	Results of environmental survey accepted. Request for Qualifications for project management firm released on May 8.		Initial meeting with neighborhood leadership to discuss community outreach and involvement held on 5/6. Next meeting planned for mid-June.
June, 2009	RFQ for project management closed 6/5.		Met with neighborhood leadership.
July, 2009	Contract for structure demolition awarded.	Erosion control and tree protection measures implemented.	Notice was sent to neighborhood leaders and all who signed up for electronic notification two weeks prior to start of work. Notice of start sent on 7/31. Bulletin Boards installed.
August, 2009	Initial meeting w/project management recommended awardee - 8/5. Initial meeting on community engagement process - 8/11.	Dumpsters delivered. Environmental abatement completed - 8/20. Property mowed and cleared of debris - 8/13.	Emailed notification sent regarding progress sent 8/11.
September, 2009	RFQ for Design-Build Construction	Building demolition completed	Facilitated neighborhood meeting on Weds., 9/2. Project planning and neighborhood input work plans developed and underway.
October, 2009	RFQ for Design-Build Construction opened 10/19; 26 received.	Land survey completed 10/9.	Core neighborhood associations meeting, Oct. 21. Conceptual site plan revealed.
November, 2009	RFQs under review; finalists to be interviewed with decision by the end of Nov.	Geo-tech survey to take 5-10 core samples	Gracywoods and North Central Neighborhood Associations meeting, Nov. 3. Conceptual site plan revealed.
December, 2009	Two Design-Build finalists selected; RFPs submitted with 1/18/10 closing.	Contract for brush clearing to be awarded.	Statements issued re: scope of services and vacant property concerns
January, 2010	Design-Build RFPs under review with 1-29 evaluation deadline; submitted to Board for final approval in Feb.	Purchase order issued for brush clearing; completed by first week of Feb.	Joint memo issued with neighborhood associations to notify about brush clearing

Future Projects to be Completed

	Design-Build firm to be selected in Jan.	

Updated Jan. 21

MAP Enrollment FY09 and FY10



Translating Behavioral Health Interventions into the Primary Care Setting: Evaluation of an Integrated Behavioral Health Program for Underserved Patients

Project Status Report
December 14, 2009

This report provides the status of the project components as of December 14, 2009.

Study 1: Characterizing the E-Merge Program

Objective 1 – Descriptive Statistics: The analyses have been completed and tables containing the descriptive statistics have been constructed.

Objective 2 – Analysis of service utilization based on quadrant model: The patients have been classified into the quadrants and the analyses are underway. Supplementary data from ICC are still pending.

Objective 3 – Factors Associated with Referral: Analyses are completed. Summary tables have been completed.

Study 2: Adequacy of Mental Health Screening

Due to lack of screening data, the focus of this analysis has shifted to factors for screening. The analyses are underway.

Study 3: Evaluating the Impact of the E-Merge Program

Analyses are underway. Supplementary data from ICC are still pending.

Study 4: Survey of E-Merge Participants and Primary Care Staff Perceptions about the Program

Study 4a: Patient Survey

Data analyses are underway on the completed patient interviews (N = 150). We expect to complete the analyses by early spring.

Study 4b: Clinician Survey

Data analyses are also continuing on the completed clinician surveys (N = 33). We expect to complete these analyses by early spring.

Timeline

At this time, we expect to complete the data analyses for the patient and clinician surveys by early spring 2010 and complete the reports by spring 2010. Analyses are underway for Studies 1, 2, and 3; completion of these components will depend on receipt of the ICC data. A revised study timeline is attached.

Respectfully submitted on behalf of the project team,
Ken Lawson, Ph.D.
Associate Professor
College of Pharmacy
The University of Texas at Austin

Updated Timeline (as of December 14, 2009)

STUDY	Estimated Completion
Studies 1-3	
Preparation and submission to the DRC and IRB	Completed
IRB approval (expedited review)	Completed
Development of a data analysis plan	Preliminary plan completed (will be finalized after evaluating the data)
Data Linking and Cleaning	February 28, 2010*
Data Analysis	March 31, 2010*
Final report preparation	May 15, 2010*
Study 4a	
Patient survey development including translation into Spanish	Completed
Preparation and submission to the DRC and IRB (Full board review)	Completed
IRB approval (Full Board review)	Completed
Implementation and data collection	Completed August 2009
Data coding, entry and analysis	Early spring 2010
Final report preparation	Spring 2010
Study 4b	
Clinician Survey Development	Completed
Preparation and submission to the DRC and IRB	Completed
IRB approval (expedited review)	Completed
Online survey development	Completed
Survey implementation (start date)	March 16, 2009
Data collection	Completed August 2009
Data Analysis	Early spring 2010
Final report preparation	Spring 2010

* Estimates are subject to receipt of linked NextGen and ICC data by January 1, 2010 and extent of data cleaning needed for the ICC data.

travis county HEALTHCARE DISTRICT

Travis County Healthcare District
Board of Managers Meeting
January 28, 2010

Agenda Item 7

Confirm the next regular Board meeting date, time, and location.

(No Back-Up)