

**CENTRAL HEALTH****Our Vision**

Central Texas is a model healthy community.

**Our Mission**

By caring for those who need it most, Central Health improves the health of our community.

**Our Values**

Central Health will achieve excellence through:

*Stewardship* - We maintain public trust through fiscal discipline and open and transparent communication.

*Innovation* - We create solutions to improve healthcare access.

*Right by All* - By being open, anti-racist, equity-minded, and respectful in discourse, we honor those around us and do right by all people.

*Collaboration* - We partner with others to improve the health of our community.

**PUBLIC HEARING AND BOARD OF MANAGERS MEETING**

**Wednesday, September 3, 2025, 6:00 p.m.**

**Videoconference meeting<sup>1</sup>**

**A quorum of the Board and the presiding officer will be present at:**

Central Health Administrative Offices

1111 E. Cesar Chavez St.

Austin, Texas 78702

Board Room

Members of the public may attend the meeting at the address above, or observe and participate in the meeting by connecting to the Zoom meeting link listed below (copy and paste into your web browser):

<https://us06web.zoom.us/j/81722581407?pwd=0lQhQudBxFlwSbwMxUbGVqDW4aXwaC.1>

ID: 817 2258 1407

Passcode: 338917

Links to livestream video are available at the URL below (copy and paste into your web browser):

<https://www.youtube.com/@tchealthdistrict/streams>

Or to participate by telephone only:

Dial: (346) 248 7799

Meeting ID: 817 2258 1407

Passcode: 338917

The Board may meet via videoconference with a quorum present in person and will allow public participation via videoconference and telephone as allowed under the Open Meetings Act. Although a quorum of the Central Health Board will be physically present at the location posted in the meeting notice, we strongly encourage all members of the public to observe the meeting virtually and participate in public comment, if desired, through the virtual meeting link or telephone number listed on each meeting notice.

## **REGISTERING FOR PUBLIC HEARING OR PUBLIC COMMUNICATION**

A member of the public who wishes to make comments virtually during the Public Hearing or Public Communication portion of the meeting must properly register with Central Health **no later than 4:30 p.m. on September 3, 2025**. Registration can be completed in one of three ways:

- Complete the virtual sign-in form at <https://www.centralhealth.net/meeting-sign-up/>;
- Call 512-978-9190. Please leave a voice message with your full name and your request to comment via telephone at the meeting; with the name of the meeting at which you wish to speak; or
- Sign-in at the front desk on the day of the meeting, prior to the start of the meeting.

Individuals who register to speak on the website or by telephone will receive a confirmation email and/or phone call by staff with instructions on how to join the meeting and participate in the public hearing or public communication.

## **PUBLIC HEARING**

1. Present an overview of the proposed Central Health Fiscal Year 2026 budget and its associated tax rate. (*Informational Item*)
2. Receive public comment on the proposed Central Health Fiscal Year 2026 budget and its associated tax rate. (*Informational Item*)

## **PUBLIC COMMUNICATION**

Public Communication rules for Central Health Board meetings include setting a fixed amount of time for a person to speak and limiting Board responses to public inquiries, if any, to statements of specific factual information or existing policy. The Public Communication portion of all Board and Committee meetings will begin at approximately 6:00 p.m. or immediately following the Public Hearing.

## **CONSENT AGENDA**

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 request specific items be moved from the CONSENT AGENDA to the REGULAR AGENDA for discussion prior to the vote on the motion to adopt the CONSENT AGENDA.

- C1. Approve the minutes of the Central Health Board of Managers August 27, 2025 meeting.

## **REGULAR AGENDA<sup>2</sup>**

1. Receive and discuss a presentation on the integrated ambulatory system of care.<sup>3</sup> (*Informational Item*)
2. Confirm the next regular Board meeting date, time, and location. (*Informational Item*)

Notes:

- 1 This meeting may include one or more members of the Board of Managers participating by videoconference. It is the intent of the presiding officer to be physically present and preside over the meeting at Central Health Administrative Offices, 1111 E. Cesar Chavez, Austin, TX 78702, Board Room. This meeting location will be open to the public during the open portions of the meeting, and any member participating by videoconference shall be both visible and audible to the public whenever the member is speaking. **Members of the public are strongly encouraged to participate remotely through the toll-free videoconference link or telephone number provided.**
- 2 The Board of Managers may take items in an order that differs from the posted order and may consider any item posted on the agenda in a closed session if the item involves issues that require consideration in a closed session and the Board announces that the item will be considered during a closed session.
- 3 Possible closed session discussion under Texas Government Code §551.071 (Consultation with Attorney).

A recording of this meeting will be made available to the public through the Central Health website ([www.centralhealth.net](http://www.centralhealth.net)) as soon as possible after the meeting.

Any individual with a disability who plans to attend this meeting and requires auxiliary aids or services should notify Central Health at least two days in advance, so that appropriate arrangements can be made. Notice should be given to the Board Governance Manager by telephone at (512) 978-8049.

Cualquier persona con una discapacidad que planea asistir o ver esta reunión y requiera ayudas o servicios auxiliares debe notificar a Central Health con la mayor anticipación posible de la reunión, pero no menos de dos días de anticipación, para que se puedan hacer los arreglos apropiados. Se debe notificar al Gerente de Gobierno de la Junta por teléfono al (512) 978-8049.

Consecutive interpretation services from Spanish to English are available during Public Communication or when public comment is invited. Please notify the Board Governance Manager by telephone at (512) 978-8049 if services are needed.

Servicios de interpretación consecutiva del español al inglés están disponibles durante la Comunicación Pública o cuando se le invita al público a comentar. Notifique al Gerente de Gobierno de la Junta por teléfono al (512) 978-8049 si necesita servicios.



Came to hand and posted on a Bulletin Board in the  
County Recording Office, Austin, Travis County, Texas on this the  
27th day of August 2025  
By Dyana Limon-Mercado  
County Clerk, Travis County, Texas  
Deputy

D. DAVIS

STAYS IN FILE



FILED AND RECORDED  
OFFICIAL PUBLIC RECORDS

Dyana Limon-Mercado  
Dyana Limon-Mercado, County Clerk  
Travis County, Texas

202581172

Aug 27, 2025 01:45 PM

Fee: \$0.00

DAVIDS



#### **Our Vision**

Central Texas is a model healthy community.

#### **Our Mission**

By caring for those who need it most, Central Health improves the health of our community.

#### **Our Values**

Central Health will achieve excellence through:

*Stewardship* - We maintain public trust through fiscal discipline and open and transparent communication.

*Innovation* - We create solutions to improve healthcare access.

*Right by All* - By being open, anti-racist, equity-minded, and respectful in discourse, we honor those around us and do right by all people.

*Collaboration* - We partner with others to improve the health of our community.

## **PUBLIC HEARING AND BOARD OF MANAGERS MEETING Wednesday, September 3, 2025, 6:00 p.m.**

### **Videoconference meeting<sup>1</sup>**

#### **A quorum of the Board and the presiding officer will be present at:**

Central Health Administrative Offices  
1111 E. Cesar Chavez St.  
Austin, Texas 78702  
Board Room

Members of the public may attend the meeting at the address above, or observe and participate in the meeting by connecting to the Zoom meeting link listed below (copy and paste into your web browser):

<https://us06web.zoom.us/j/81722581407?pwd=0lQhQudBxFlwSbwMxUbGVgDW4aXwaC.1>

ID: 817 2258 1407

Passcode: 338917

Links to livestream video are available at the URL below (copy and paste into your web browser):

<https://www.youtube.com/@tchealthdistrict/streams>

Or to participate by telephone only:

Dial: (346) 248 7799

Meeting ID: 817 2258 1407

Passcode: 338917

The Board may meet via videoconference with a quorum present in person and will allow public participation via videoconference and telephone as allowed under the Open Meetings Act. Although a quorum of the Central Health Board will be physically present at the location posted in the meeting notice, we strongly encourage all members of the public to observe the meeting virtually and participate in public comment, if desired, through the virtual meeting link or telephone number listed on each meeting notice.

## **REGISTERING FOR PUBLIC HEARING OR PUBLIC COMMUNICATION**

A member of the public who wishes to make comments virtually during the Public Hearing or Public Communication portion of the meeting must properly register with Central Health **no later than 4:30 p.m. on September 3, 2025**. Registration can be completed in one of three ways:

- Complete the virtual sign-in form at <https://www.centralhealth.net/meeting-sign-up/>;
- Call 512-978-9190. Please leave a voice message with your full name and your request to comment via telephone at the meeting; with the name of the meeting at which you wish to speak; or
- Sign-in at the front desk on the day of the meeting, prior to the start of the meeting.

Individuals who register to speak on the website or by telephone will receive a confirmation email and/or phone call by staff with instructions on how to join the meeting and participate in the public hearing or public communication.

### **PUBLIC HEARING**

1. Present an overview of the proposed Central Health Fiscal Year 2026 budget and its associated tax rate. (*Informational Item*)
2. Receive public comment on the proposed Central Health Fiscal Year 2026 budget and its associated tax rate. (*Informational Item*)

### **PUBLIC COMMUNICATION**

Public Communication rules for Central Health Board meetings include setting a fixed amount of time for a person to speak and limiting Board responses to public inquiries, if any, to statements of specific factual information or existing policy. The Public Communication portion of all Board and Committee meetings will begin at approximately 6:00 p.m. or immediately following the Public Hearing.

### **CONSENT AGENDA**

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 request specific items be moved from the CONSENT AGENDA to the REGULAR AGENDA for discussion prior to the vote on the motion to adopt the CONSENT AGENDA.

- C1. Approve the minutes of the Central Health Board of Managers August 27, 2025 meeting.

### **REGULAR AGENDA<sup>2</sup>**

1. Receive and discuss a presentation on the integrated ambulatory system of care.<sup>3</sup> (*Informational Item*)
2. Confirm the next regular Board meeting date, time, and location. (*Informational Item*)

Notes:

- <sup>1</sup> This meeting may include one or more members of the Board of Managers participating by videoconference. It is the intent of the presiding officer to be physically present and preside over the meeting at Central Health Administrative Offices, 1111 E. Cesar Chavez, Austin, TX 78702, Board Room. This meeting location will be open to the public during the open portions of the meeting, and any member participating by videoconference shall be both visible and audible to the public whenever the member is speaking. **Members of the public are strongly encouraged to participate remotely through the toll-free videoconference link or telephone number provided.**
- <sup>2</sup> The Board of Managers may take items in an order that differs from the posted order and may consider any item posted on the agenda in a closed session if the item involves issues that require consideration in a closed session and the Board announces that the item will be considered during a closed session.
- <sup>3</sup> Possible closed session discussion under Texas Government Code §551.071 (Consultation with Attorney).

A recording of this meeting will be made available to the public through the Central Health website ([www.centralhealth.net](http://www.centralhealth.net)) as soon as possible after the meeting.

Any individual with a disability who plans to attend this meeting and requires auxiliary aids or services should notify Central Health at least two days in advance, so that appropriate arrangements can be made. Notice should be given to the Board Governance Manager by telephone at (512) 978-8049.

Cualquier persona con una discapacidad que planea asistir o ver esta reunión y requiera ayudas o servicios auxiliares debe notificar a Central Health con la mayor anticipación posible de la reunión, pero no menos de dos días de anticipación, para que se puedan hacer los arreglos apropiados. Se debe notificar al Gerente de Gobierno de la Junta por teléfono al (512) 978-8049.

Consecutive interpretation services from Spanish to English are available during Public Communication or when public comment is invited. Please notify the Board Governance Manager by telephone at (512) 978-8049 if services are needed.

Servicios de interpretación consecutiva del español al inglés están disponibles durante la Comunicación Pública o cuando se le invita al público a comentar. Notifique al Gerente de Gobierno de la Junta por teléfono al (512) 978-8049 si necesita servicios.

**PUBLIC HEARING**

**September 3, 2025**

**PUBLIC HEARING ITEM 1**

1. Present an overview of the proposed Central Health Fiscal Year 2026 budget and its associated tax rate. (*Informational Item*)

# Public Hearing on Central Health Tax Rate

Board of Managers

September 3, 2025





# FY26 Proposed Tax Rate

## 8% over the No-New-Revenue Rate

9/10:  
Board of  
Managers Meets  
to Vote on  
Proposed Tax  
Rate

Tax Rate	FY26 Proposed	Percent
Maintenance & Operations Tax Rate	11.3569	96%
Debt Service Tax Rate	0.4454	4%
<b>Total Tax Rate</b>	<b>11.8023</b>	<b>100%</b>

Homestead Exemption	65 & Older	Disability
20% (maximum allowable by state law)	\$185,200	\$185,200

Average Homestead Impact	FY26 Proposed
Average Taxable Homestead Value	\$515,433
Tax Bill	\$608.33

Average Taxable Homestead Property Tax will increase by \$64

# Central Health FY26 Proposed Budget

DESCRIPTION	FY26 PROPOSED BUDGET 9/3/2025
<b>TAX RATE</b>	<b>0.118023</b>
FTEs	1048.8
Beginning Balance (Contingency Reserve)	451,192,875
<b>UNRESTRICTED REVENUE</b>	
Property Taxes	378,061,940
Lease Revenue	10,424,005
Tobacco Litigation Settlement	5,000,000
Patient Revenue	1,000,000
Other	25,900,000
<b>TOTAL UNRESTRICTED REVENUE</b>	<b>420,385,945</b>
<b>RESTRICTED REVENUE</b>	
Beginning Balance	1,706,834
All Restricted Revenue	1,833,333
<b>Available Restricted Funds</b>	<b>3,540,168</b>
<b>TOTAL ALL REVENUE</b>	<b>423,926,113</b>
<b>Available Resources</b>	<b>875,118,987</b>
<b>UNRESTRICTED EXPENSE</b>	
Healthcare Delivery	433,984,683
Administration	46,369,507
UT Affiliation Agreement	35,000,000
Other Financing Uses	37,045,142
<b>TOTAL UNRESTRICTED EXPENSES</b>	<b>552,399,332</b>
<b>RESTRICTED EXPENSE</b>	
All Restricted Expenses	3,540,168
<b>TOTAL ALL EXPENSES</b>	<b>555,939,500</b>
Appropriated Contingency Reserve Budget	319,179,488
<b>Increase/(Decrease) in Fund Balance</b>	<b>(132,013,387)</b>
Ending Contingency Reserve Balance	-
<b>TOTAL USES WITH ENDING BALANCE</b>	<b>875,118,987</b>
<b>RESERVE Balances</b>	
Public Health Center Reserve	12,000,000
Emergency Reserve	68,165,232



# Budget Adoption Timeline

## SEPTEMBER

**September 3 - Today**

*Board of Managers*

- **Budget and Tax Rate Public Hearing**

**September 10**

*Central Health Board of Managers*

- **Budget Adoption**

**September 16**

*Travis County Commissioners Court*

- **Vote and Adopt FY26 Budget & Tax Rate**



# FIND ADDITIONAL INFORMATION:

Central Health Proposed Budget & Tax Rate Information:

[www.centralhealth.net/about-central-health/finance/](http://www.centralhealth.net/about-central-health/finance/)

Proposed Tax Rates in Travis County:

[travis.trueprodigy-taxtransparency.com/taxTransparency/propertySearch](http://travis.trueprodigy-taxtransparency.com/taxTransparency/propertySearch)

Central Health Board of Managers Meetings:

[www.centralhealth.net/about-central-health/board-of-managers/#members](http://www.centralhealth.net/about-central-health/board-of-managers/#members)

Travis County Commissioners Court Meetings:

<https://traviscotx.portal.civicclerk.com/>



# Public Hearing on Central Health Tax Rate

**Board of Managers**

**September 3, 2025**



# FY26 Proposed Tax Rate

## 8% over the No-New-Revenue Rate

**9/10:  
Board of  
Managers Meets  
to Vote on  
Proposed Tax  
Rate**

<b>Tax Rate</b>	<b>FY26 Proposed</b>	<b>Percent</b>
<b>Maintenance &amp; Operations Tax Rate</b>	<b>11.3569</b>	<b>96%</b>
<b>Debt Service Tax Rate</b>	<b>0.4454</b>	<b>4%</b>
<b>Total Tax Rate</b>	<b>11.8023</b>	<b>100%</b>
<b>Homestead Exemption</b>	<b>65 &amp; Older</b>	<b>Disability</b>
<b>20% (maximum allowable by state law)</b>	<b>\$185,200</b>	<b>\$185,200</b>

<b>Average Homestead Impact</b>	<b>FY26 Proposed</b>
<b>Average Taxable Homestead Value</b>	<b>\$515,433</b>
<b>Tax Bill</b>	<b>\$608.33</b>

**Average Taxable Homestead Property Tax will increase by \$64**

# Central Health FY26 Proposed Budget

DESCRIPTION	FY26 PROPOSED BUDGET 9/3/2025
<b>TAX RATE</b>	<b>0.118023</b>
FTEs	1048.8
Beginning Balance (Contingency Reserve)	451,192,875
<b>UNRESTRICTED REVENUE</b>	
Property Taxes	378,061,940
Lease Revenue	10,424,005
Tobacco Litigation Settlement	5,000,000
Patient Revenue	1,000,000
Other	25,900,000
<b>TOTAL UNRESTRICTED REVENUE</b>	<b>420,385,945</b>
<b>RESTRICTED REVENUE</b>	
Beginning Balance	1,706,834
All Restricted Revenue	1,833,333
<b>Available Restricted Funds</b>	<b>3,540,168</b>
<b>TOTAL ALL REVENUE</b>	<b>423,926,113</b>
<b>Available Resources</b>	<b>875,118,987</b>
<b>UNRESTRICTED EXPENSE</b>	
Healthcare Delivery	433,984,683
Administration	46,369,507
UT Affiliation Agreement	35,000,000
Other Financing Uses	37,045,142
<b>TOTAL UNRESTRICTED EXPENSES</b>	<b>552,399,332</b>
<b>RESTRICTED EXPENSE</b>	
All Restricted Expenses	3,540,168
<b>TOTAL ALL EXPENSES</b>	<b>555,939,500</b>
Appropriated Contingency Reserve Budget	319,179,488
<b>Increase/(Decrease) in Fund Balance</b>	<b>(132,013,387)</b>
Ending Contingency Reserve Balance	-
<b>TOTAL USES WITH ENDING BALANCE</b>	<b>875,118,987</b>
<b>RESERVE Balances</b>	
Public Health Center Reserve	12,000,000
Emergency Reserve	68,165,232





# Budget Adoption Timeline

## SEPTEMBER

### **September 3 - Today**

*Board of Managers*

- **Budget and Tax Rate Public Hearing**

### **September 10**

*Central Health Board of Managers*

- **Budget Adoption**

### **September 16**

*Travis County Commissioners Court*

- **Vote and Adopt FY26 Budget & Tax Rate**





# FIND ADDITIONAL INFORMATION:

**Central Health Proposed Budget & Tax Rate Information:**

**[www.centralhealth.net/about-central-health/finance/](http://www.centralhealth.net/about-central-health/finance/)**

**Proposed Tax Rates in Travis County:**

**[travis.trueprodigy-taxtransparency.com/taxTransparency/propertySearch](http://travis.trueprodigy-taxtransparency.com/taxTransparency/propertySearch)**

**Central Health Board of Managers Meetings:**

**[www.centralhealth.net/about-central-health/board-of-managers/#members](http://www.centralhealth.net/about-central-health/board-of-managers/#members)**

**Travis County Commissioners Court Meetings:**

**<https://traviscotx.portal.civicclerk.com/>**



# Public Communication

# Central Health FY26 Proposed Budget

FY25 Budget vs. FY26 Proposed  
Budget

DESCRIPTION	FY 2025 BUDGET FINAL	FY26 PROPOSED BUDGET 9/3/2025
<b>TAX RATE</b>	<b>0.107969</b>	<b>0.118023</b>
FTEs	916.4	1048.8
Beginning Balance (Contingency Reserve)	494,040,391	451,192,875
<b>UNRESTRICTED REVENUE</b>		
Property Taxes	346,638,452	378,061,940
Lease Revenue	9,361,825	10,424,005
Tobacco Litigation Settlement	5,000,000	5,000,000
Patient Revenue	300,000	1,000,000
Other	28,741,200	25,900,000
<b>TOTAL UNRESTRICTED REVENUE</b>	<b>390,041,477</b>	<b>420,385,945</b>
<b>RESTRICTED REVENUE</b>		
Beginning Balance	-	1,706,834
All Restricted Revenue	4,664,833	1,833,333
<b>Available Restricted Funds</b>	<b>4,664,833</b>	<b>3,540,168</b>
<b>TOTAL ALL REVENUE</b>	<b>394,706,310</b>	<b>423,926,113</b>
<b>Available Resources</b>	<b>888,746,701</b>	<b>875,118,987</b>
<b>UNRESTRICTED EXPENSE</b>		
Healthcare Delivery	353,461,994	433,984,683
Administration	38,505,949	46,369,507
UT Affiliation Agreement	35,000,000	35,000,000
Other Financing Uses	61,381,015	37,045,142
<b>TOTAL UNRESTRICTED EXPENSES</b>	<b>488,348,958</b>	<b>552,399,332</b>
<b>RESTRICTED EXPENSE</b>		
All Restricted Expenses	4,664,833	3,540,168
<b>TOTAL ALL EXPENSES</b>	<b>493,013,791</b>	<b>555,939,500</b>
Appropriated Contingency Reserve Budget	395,732,910	319,179,488
<b>Increase/(Decrease) in Fund Balance</b>		<b>(132,013,387)</b>
Ending Contingency Reserve Balance	-	-
<b>TOTAL USES WITH ENDING BALANCE</b>	<b>888,746,701</b>	<b>875,118,987</b>
<b>RESERVE Balances</b>		
Public Health Center Reserve		12,000,000
Emergency Reserve	58,120,090	68,165,232

# Travis County Commissioners' Court Financial Order Excerpt

**3. For each year, the District shall present a no-new revenue budget along with the District's proposed budget to allow Commissioners to meet their obligations and make their budget approval decisions timely.**

# Central Health FY26 Proposed Budget

8% vs. No-New-Revenue Tax Rate

DESCRIPTION	FY26 PROPOSED BUDGET 8%	FY26 PROPOSED BUDGET NNR
<b>TAX RATE</b>	<b>0.118023</b>	<b>0.107587</b>
FTEs	1048.8	1048.8
Beginning Balance (Contingency Reserve)	451,192,875	451,192,875
<b>UNRESTRICTED REVENUE</b>	<b>-</b>	<b>-</b>
Property Taxes	378,061,940	344,650,309
Lease Revenue	10,424,005	10,424,005
Tobacco Litigation Settlement	5,000,000	5,000,000
Patient Revenue	1,000,000	1,000,000
Other	25,900,000	25,900,000
<b>TOTAL UNRESTRICTED REVENUE</b>	<b>420,385,945</b>	<b>386,974,314</b>
<b>RESTRICTED REVENUE</b>	<b>-</b>	<b>-</b>
Beginning Balance	1,706,834	1,706,834
All Restricted Revenue	1,833,333	1,833,333
<b>Available Restricted Funds</b>	<b>3,540,168</b>	<b>3,540,168</b>
<b>TOTAL ALL REVENUE</b>	<b>423,926,113</b>	<b>390,514,482</b>
<b>Available Resources</b>	<b>875,118,987</b>	<b>841,707,356</b>
<b>UNRESTRICTED EXPENSE</b>	<b>-</b>	<b>-</b>
Healthcare Delivery	433,984,683	433,984,683
Administration	46,369,507	46,369,507
UT Affiliation Agreement	35,000,000	35,000,000
Other Financing Uses	37,045,142	37,045,142
<b>TOTAL UNRESTRICTED EXPENSES</b>	<b>552,399,332</b>	<b>552,399,332</b>
<b>RESTRICTED EXPENSE</b>	<b>-</b>	<b>-</b>
All Restricted Expenses	3,540,168	3,540,168
<b>TOTAL ALL EXPENSES</b>	<b>555,939,500</b>	<b>555,939,500</b>
Appropriated Contingency Reserve Budget	319,179,488	285,767,857
<b>Increase/(Decrease) in Fund Balance</b>	<b>(132,013,387)</b>	<b>(165,425,018)</b>
Ending Contingency Reserve Balance	-	-
<b>TOTAL USES WITH ENDING BALANCE</b>	<b>875,118,987</b>	<b>841,707,356</b>
<b>RESERVE Balances</b>	<b>-</b>	<b>-</b>
Public Health Center Reserve	12,000,000	12,000,000
Emergency Reserve	68,165,232	68,165,232

# FY26 Proposed Tax Rate

8% vs. No-New-Revenue Rate (NNR)

**9/10:  
Board of  
Managers Meets  
to Vote on  
Proposed Tax  
Rate**

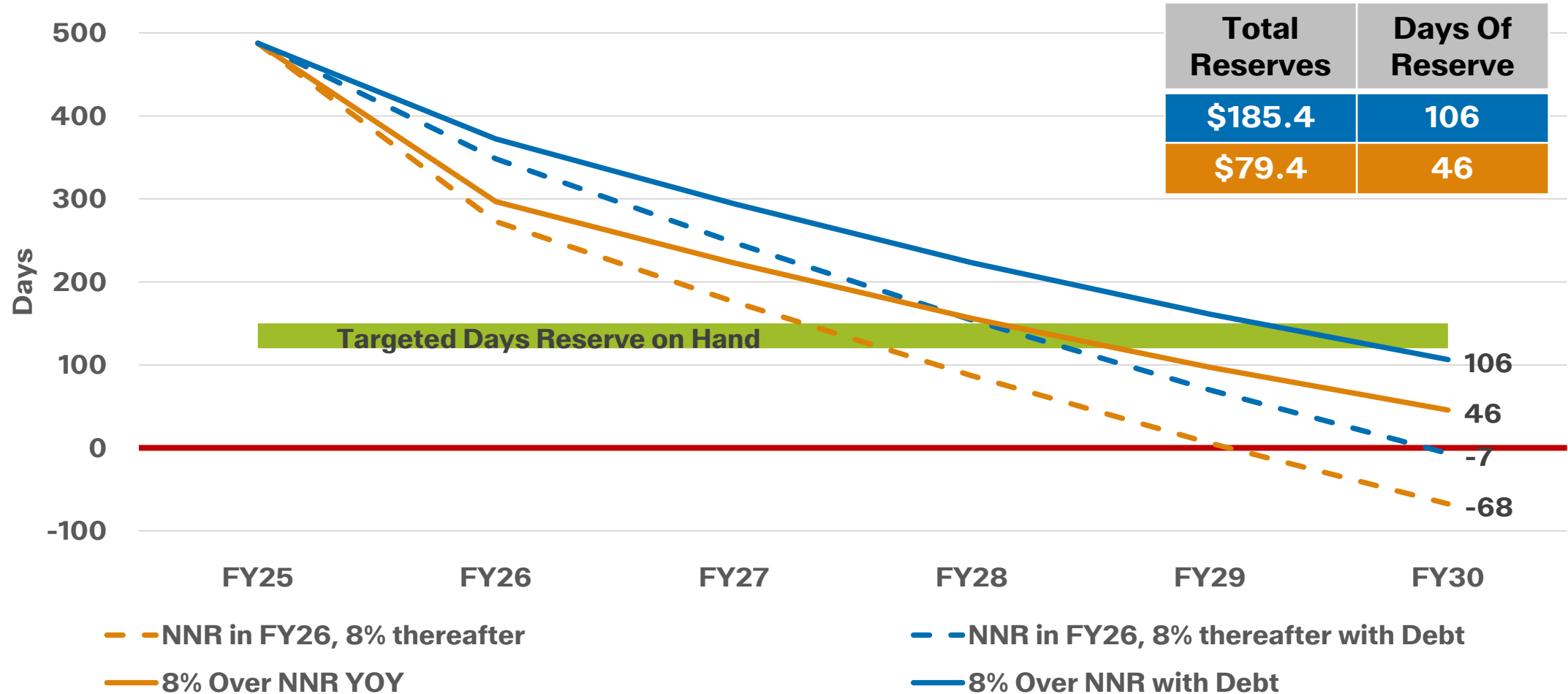
<b>Tax Rate</b>	<b>FY26 Proposed – 8% over NNR</b>	<b>FY26 NNR</b>
<b>Total Tax Rate</b>	<b>11.8023</b>	<b>10.7587</b>
<b>Average Homestead Impact</b>	<b>FY26 Proposed</b>	<b>FY26 NNR</b>
<b>Average Taxable Homestead Value</b>	<b>\$515,433</b>	<b>\$515,433</b>
<b>Tax Bill</b>	<b>\$608.33</b>	<b>\$554.54</b>
<b>Increase in Average Homestead Tax Bill</b>	<b>\$64</b>	<b>\$10</b>
<b>Homestead Exemption</b>	<b>65 &amp; Older</b>	<b>Disability</b>
<b>20% (maximum allowable by state law)</b>	<b>\$185,200</b>	<b>\$185,200</b>

# Impact of FY26 No New Revenue Rate

- **Reduces FY26 Property Tax revenue by \$33.4M**
- **Reduces reserve levels by \$197M over 5-year forecast period at 8% YOY**
- **Future impacts will include some or all the following:**
  - **Reduced depth and/or breadth of service levels**
  - **Less access, longer wait times**
  - **Increase hospital non-emergent care in emergency room**
  - **More cost to overall local health system**
  - **Deterioration of overall health of safety net population**
  - **Future eligibility criteria that limits covered population**
  - **Less financial flexibility and capacity to mitigate risks**

# Reserve Impact

8% vs. No-New-Revenue Rate in FY26





# **New Proposed Reserve Policy**

## **Objective**

- **Establish new Public Health Center Reserve to help mitigate risk by maintaining adequate cash reserves**
  - **Initial Funding of \$12 Million in Central Health**
  - **Mirrors amount established by CommUnityCare Board**
  - **Total aggregate of \$24M represents a minimum of 30 days cash on hand**
  - **Will need to re-evaluate amount on an annual basis to maintain an aggregate target of 30 days cash on hand**
  - **Repayment plan required for use of Central Health funds**

# **Proposed Public Health Center Cash Reserve Policy**

**Central Health shall establish a Public Health Center Reserve (PHCR) to serve as a source of emergency cash funding in the event of an unforeseen event within the HRSA-approved Public Health Center. The initial amount to be established in the Central Health FY26 approved budget is \$12 million.**

**Use of the Central Health designated reserve funds must be approved or ratified by the Central Health Board of Managers. In addition, a repayment plan must be presented to the Board within forty-five (45) days of any such use.**

**On an annual basis, the reserve funding amount shall be reviewed and may be adjusted to ensure that the aggregate level of cash on hand is equivalent to at least thirty (30) days of cash on hand based on CommUnityCare financial information.**



# Appendix

# Attachment B

## Health Care Services

DESCRIPTION	FY 2025 BUDGET	FY 2026 PROPOSED BUDGET
<b>HEALTH CARE DELIVERY</b>		
<b>Network Health Care Services</b>		
Primary Care: Medical, Dental, & Behavioral Health	73,957,000	103,446,258
Specialty Care: including Specialty Dental	31,153,000	37,348,000
Specialty Care: Behavioral Health	25,750,000	40,274,000
Post Acute Care	8,100,000	9,350,000
Pharmacy	19,000,000	19,500,000
Community Health Care Initiatives Fund	1,000,000	1,000,000
<b>Purchased Health Care Services</b>	<b>158,960,000</b>	<b>210,918,258</b>
<b>Direct Health Care Services</b>		
Therapy and Counseling	1,227,110	2,115,947
Psychiatry & Addiction Care	1,674,311	3,221,828
Cardiology	2,437,279	2,442,156
Endocrinology	762,556	883,764
Gastroenterology	2,953,976	4,266,275
Nephrology	1,859,200	1,449,087
Neurology	2,019,556	354,559
Podiatry	2,192,929	2,364,183
Pulmonology	1,497,711	1,915,923
Rheumatology	656,943	2,041,389
Palliative Care	958,984	1,027,374
Pharmacy	1,849,580	2,980,011
Physical Medicine & Rehab		270,771
Transitions of Care	10,388,044	11,598,960
Medical Respite	5,239,210	10,659,535
Diagnostics and Other services	4,395,034	8,545,939
Patient Navigation	6,105,265	7,563,164
Clinical Support	13,826,160	17,898,272
<b>Direct Health Care Services Total</b>	<b>60,043,848</b>	<b>81,599,137</b>
<b>Total Health Care Services</b>	<b>219,003,848</b>	<b>292,517,394</b>

# Attachment B

## Health Care Operations & Support

DESCRIPTION	FY 2025 BUDGET	FY 2026 PROPOSED BUDGET
<b>Health Care Operations &amp; Support</b>		
Salary and Benefits	46,232,033	52,476,460
ACA Healthcare Premium Assistance Programs	19,300,000	19,671,820
Legal	133,000	-
Consulting	2,220,000	970,000
Purchased Services	8,609,200	10,305,800
Outreach and Education	3,250,250	5,348,420
Information Technology & Services	13,932,800	13,764,300
Leases, Utilities, Security and Maintenance	16,334,742	14,181,693
Travel, training and professional development	1,363,200	1,422,100
Other operating expenses	623,500	864,370
Debt service - principal retirement	8,035,000	8,320,000
Debt service - interest	6,424,421	6,142,326
Transfer to Sendero Risk-Based Capital	8,000,000	8,000,000
<b>Total Healthcare Operations &amp; Support</b>	<b>134,458,146</b>	<b>141,467,289</b>
<b>Total Health Care Delivery</b>	<b>353,461,994</b>	<b>433,984,683</b>

# Attachment B

## Administration and Other

DESCRIPTION	FY 2025 BUDGET	FY 2026 PROPOSED BUDGET
<b>ADMINISTRATION</b>		
Salary and Benefits	23,354,186	28,252,193
Legal	2,775,000	5,505,000
Consulting	2,593,623	3,246,250
Purchased Services	1,944,613	1,532,666
Outreach and Education	768,080	539,580
Information Technology & Services	1,551,859	2,009,155
Leases, Utilities, Security and Maintenance	1,491,500	195,000
Travel, training and professional development	1,018,517	1,370,085
Other operating expenses	616,500	663,875
Appraisal District Svcs	1,249,512	1,841,217
Tax Collection Expense	1,142,559	1,214,486
<b>Total Administration</b>	<b>38,505,949</b>	<b>46,369,507</b>
UT Affiliation Agreement	35,000,000	35,000,000
<b>OTHER FINANCING SOURCES/USES</b>		
Transfer to capital projects	50,000,000	15,000,000
Transfer to Public Health Center Reserve		12,000,000
Transfer to emergency reserve	11,381,015	10,045,142
<b>RESTRICTED USES</b>		
All Restricted Expenses	4,664,833	3,540,168
<b>TOTAL EXPENSES</b>	<b>493,013,791</b>	<b>555,939,500</b>
<b>RESERVES</b>		
Contingency Reserves	395,732,910	319,179,488
<b>TOTAL EXPENSES</b>	<b>888,746,701</b>	<b>875,118,987</b>

**Proposed health care providers, specialties or program**

Service Type	Provider	FY26 Proposed Budget
<b>Primary Care</b>		
	CommUnity Care	
	Hope Clinic	
	Kind Clinic	
	Lirios	
	Lone Star Circle of Care	
	Manos de Cristo	
	NextCare Urgent Care	
	People's Community Clinic	
	Planet Dental	
	Planned Parenthood of Greater Texas	
	UT School of Nursing	
	Volunteer Healthcare Clinic	
<b>Primary Care Total</b>	<b>\$</b>	<b>103,446,258</b>
<b>Specialty Care</b>		
<b>Ancillary</b>		
	Austin Anesthesia Group	
	Austin Radiology Association	
	Austin Travis County EMS	
	Clinical Pathology Associates	
	Clinical Pathology Laboratories	
	Dia Medical	
	Labcorp	
	U.S. Anesthesia	
	UT Health Austin	
<b>Cardiology</b>		
	Ascension: TAVR	
	Austin Cardiology Clinic, PLLC (Dr. Huseng Vefali)	
	CommUnity Care	
<b>Dental</b>		
	Central Texas Oral Surgery Association	
	CommUnity Care	
	DDS Dentures + Implants	
	East Austin Oral Surgery	
	Lake Travis Surgery Center	
	Lone Star Oral & Maxillofacial Surgery (OMS)	
	SACS Professional	
	Texas Anesthesia Team	
<b>Dermatology</b>		
	Austin Regional Clinic	
	CommUnity Care	

Service Type	Provider	FY26 Proposed Budget
<b>DME</b>	Breg, Inc Dia Medical Foot Pain Relief Store Hanger McKesson The Comfort Store Tri County Practice Association UT Health Austin Implants	
<b>Endocrinology</b>	CommUnity Care	
<b>ENT</b>	Austin Regional Clinic Comprehensive ENT (Dr. Leeman) Mueller Surgery Center Northwest Surgery Center UT Speech & Hearing (Audiology)	
<b>General Surgery</b>	Austin Surgeons Central Park Surgery Center UT Health Austin & ASC	
<b>Gastroenterology</b>	Capitol Gastro CommUnity Care Dr. Mehta Lone Star Endoscopy ASC (Dr. Mehta) North Austin Surgery Center - GI Surgicare Surgery Center - GI	
<b>Gynecology</b>	CommUnity Care UT Health Austin	
<b>Infectious Disease</b>	UT Health Austin - Long COVID Clinic	
<b>Musculoskeletal</b>	Mary Lee Foundation Texas Physical Therapy Specialist UT Health Austin	
<b>Nephrology</b>	Austin Access Care Austin Kidney Associates CommUnity Care Satellite	
<b>Neurology</b>	CommUnity Care	
<b>Oncology</b>	CommUnity Care Texas Cancer Specialists Texas Integrated Medical Specialists (TIMS) Texas Oncology	



Service Type	Provider	FY26 Proposed Budget
<b>Ophthalmology</b>	Austin Ocular Prosthetics Austin Retina Associates Bailey Square - Ophthalmology Envision Eye Center Eye Physicians of Austin IRIS Oakwood ASC - Ophthalmology ODs Care (halfHelen) Retina Consultants of Austin UT Health Austin & ASC	
<b>PM&amp;R</b>	People's Community Clinic	
<b>Podiatry</b>	CommUnity Care	
<b>Pulmonology</b>	Advanced Sleep Center CommUnity Care REM Sleep	
<b>Rheumatology</b>	CommUnity Care	
<b>Sexual &amp; Reproductive Health</b>	Austin Urology Institute Bailey Square Surgery Center Lone Star Circle of Care People's Community Clinic Planned Parenthood of Greater Texas UT Health Austin	
<b>Specialty Care Total</b>		<b>\$ 37,348,000</b>

Service Type	Provider	FY26 Proposed Budget
<b>Specialty Behavioral Health</b>		
	Addiction & Psychotherapy Services	
	African American Youth Harvest Foundation	
	Austin Child Guidance Center	
	CommUnity Care	
	Community Medical Services	
	Integral Care	
	Lone Star Circle of Care	
	SIMS Foundation	
	The Sobering Center	
	UT Health Austin	
<b>Specialty Behavioral Health Total</b>	<b>\$</b>	<b>40,274,000</b>
<b>Post-Acute Care</b>		
	A New Entry, Inc.	
	Fresh Start	
	Parson's House	
	Urban Alchemy	
	AGS SNF	
	Austin Palliative Care	
	Gilead Home Health	
	GPS SNF	
	Gracy Woods SNF	
	Halcyon Home Health	
	Heritage Park Nursing and Rehabilitation Center	
	Hospice Austin	
	Park Bend SNF	
	Pflugerville Nursing and Rehabilitation Center	
	Riverside Nursing and Rehabilitation Center	
	Southpark Meadows Nursing and Rehabilitation Center	
	Windsor of Duval SNF	
<b>Post-Acute Care Total</b>	<b>\$</b>	<b>9,350,000</b>
<b>Pharmacy</b>		
	CommUnity Care	
	Lone Star Circle of Care	
	People's Community Clinic	
<b>Pharmacy Total</b>	<b>\$</b>	<b>19,500,000</b>
<b>Network Outreach</b>		
	Black Men's Health Clinic	
	Hungry Hill	

**PUBLIC HEARING**

**September 3, 2025**

**PUBLIC HEARING ITEM 2**

Receive public comment on the proposed Central Health Fiscal Year 2026 budget and its associated tax rate. (*Informational Item*)

## **BOARD MEETING**

**September 3, 2025**

## **AGENDA ITEM C1**

Approve the minutes of the Central Health Board of Managers August 27, 2025 meeting.

MINUTES OF MEETING – AUGUST 27, 2025  
CENTRAL HEALTH  
BOARD OF MANAGERS

On Wednesday, August 27, 2025, a meeting of the Central Health Board of Managers convened in open session at 8:00 p.m. remotely by toll-free videoconference and in person at the Central Health Administrative Offices. Clerk for the meeting was Valerie Guerra.

---

**Board members present at Central Health:** Chairperson Brinson, Treasurer Museitif, Secretary Martin, Manager Jones, Manager May, Manager Motwani, and Manager Valadez

**Board members present via video and audio:** Manager Kitchen

**Absent:** Manager Rodriguez

**CONSENT AGENDA**

- C1. Approve the minutes of the Board of Managers July 23, 2025 meeting.**
- C2. Receive a report on Central Health investments for July 2025.**
- C3. Accept an in-kind contribution from Univision and Fiesta Tortilla for the upcoming Vivir con Ganas Health Expo on September 27, 2025 as recommended by the Budget and Finance Committee.**

Manager Motwani moved that the Board approve items C1 through C3.

Manager Valadez seconded the motion.

Manager Ann Kitchen	Absent
Chairperson Cynthia Brinson	For
Treasurer Maram Museitif	For
Secretary Manuel Martin	For
Manager Shannon Jones	For
Manager Eliza May	For
Manager Amit Motwani	For
Manager Geronimo Rodriguez	Absent
Manager Cynthia Valadez	For

**REGULAR AGENDA**

- 1. Receive and discuss a report from the President & CEO including:**
  - a. Priorities and Key Results;**
  - b. The Leading Edge;**
  - c. Emerging Issues;**
  - d. What we're solving for;**
  - e. Outside, Inside; and**
  - f. Mission Moment.**

**Clerk's Notes:** Discussion on this item began at 8:17 p.m. Dr. Pat Lee, President & CEO, provided a CEO update that included an update on shared system FY25 priorities, key results, and budget resolution items, an update on daily management huddles, an update on launch of wound vac therapy, and lastly, an update on AI Governance.

No motion.

**2. Discuss and take appropriate action on Central Health's proposed property tax rate for Fiscal Year 2026.**

**Clerk's Notes:** Discussion on this item began at 8:02 p.m. Ms. Nicki Riley, Deputy Chief Financial Officer, briefly shared that the FY26 proposed tax rate was 8% over the no-new-revenue rate.

Manager Museitif moved that the Board approve a proposed total property tax rate of 0.118023 cents per \$100 of taxable property value for the 2025 tax year, which will support Central Health's Fiscal Year 2026 budget.

Manager Martin seconded the motion.

The vote was recorded by roll call, and the Managers voted as follows:

Manager Ann Kitchen	For
Chairperson Cynthia Brinson	For
Treasurer Maram Museitif	For
Secretary Manuel Martin	For
Manager Shannon Jones	Abstain
Manager Eliza May	For
Manager Amit Motwani	For
Manager Geronimo Rodriguez	Absent
Manager Cynthia Valadez	For

**3. Set the date, time, and location for the public hearing, at which the Central Health Board of Managers will present, and receive comments from the public on the proposed Fiscal Year 2026 tax rate.**

**Clerk's Notes:** Discussion on this item began at 8:31 p.m.

Manager Valadez moved that the public hearing on the proposed tax rate be held on Wednesday, September 3, at 6:00 p.m. at Central Health's Administrative Offices, 1111 E. Cesar Chavez St., Austin, Texas 78702, a notice for which will be posted on the Central Health website and published in the Austin American-Statesman.

Manager May seconded the motion.

Manager Ann Kitchen	Absent
Chairperson Cynthia Brinson	For
Treasurer Maram Museitif	For
Secretary Manuel Martin	For
Manager Shannon Jones	For
Manager Eliza May	For
Manager Amit Motwani	For
Manager Geronimo Rodriguez	Absent
Manager Cynthia Valadez	For

**4. Receive and discuss an overview of legislative and regulatory issues impacting the Central Health System.**

**Clerk's Notes:** Discussion on this item began at 8:35 p.m.

At 8:35 p.m. Chairperson Brinson announced that the Board was convening in closed session to discuss agenda item 4 under Texas Government Code §551.071 (Consultation with Attorney).

At 9:36 p.m. the Board returned to open session.

No motion.

**5. Discuss updates on matters related to a performance review by Mazars USA contracted by Travis County.**

**Clerk's Notes:** Discussion on this item began at 8:35 p.m.

At 8:35 p.m. Chairperson Brinson announced that the Board was convening in closed session to discuss agenda item 5 under Texas Government Code §551.071 (Consultation with Attorney).

At 9:36 p.m. the Board returned to open session.

No motion.

**6. Receive and discuss a briefing regarding *Travis County Healthcare District d/b/a Central Health v. Ascension Texas f/k/a Seton Healthcare Family*, Cause No. D-1-GN-23-000398.**

**Clerk's Notes:** Discussion on this item began at 8:35 p.m.

At 8:35 p.m. Chairperson Brinson announced that the Board was convening in closed session to discuss agenda item 6 under Texas Government Code §551.071 (Consultation with Attorney).

At 9:36 p.m. the Board returned to open session.

No motion.

**7. Receive and discuss a briefing regarding *Birch, et al. v. Travis County Healthcare District d/b/a Central Health and Dr. Patrick Lee*, Cause No. D-1-GN-17-005824 in the 345<sup>th</sup> District Court of Travis County.**

**Clerk's Notes:** Discussion on this item began at 8:35 p.m.

At 8:35 p.m. Chairperson Brinson announced that the Board was convening in closed session to discuss agenda item 7 under Texas Government Code §551.071 (Consultation with Attorney).

At 9:36 p.m. the Board returned to open session.

No motion.

**8. Deliberation and possible action on the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of one or more Central Health employees.**

**Clerk's Notes:** Discussion on this item began at 8:35 p.m.

At 8:35 p.m. Chairperson Kitchen announced that the Board was convening in closed session to discuss agenda item 8 under Texas Government Code §551.071 (Consultation with Attorney) and Texas Government Code §551.074 (Personnel Matters).

At 9:36 p.m. the Board returned to open session.

No motion.

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

Manager Martin moved that the meeting adjourn.

Manager Valadez seconded the motion.

Manager Ann Kitchen	Absent
Chairperson Cynthia Brinson	For
Treasurer Maram Museitif	Absent
Secretary Manuel Martin	For
Manager Shannon Jones	For
Manager Eliza May	For
Manager Amit Motwani	For
Manager Geronimo Rodriguez	Absent
Manager Cynthia Valadez	For

The meeting was adjourned at 9:37 p.m.

ATTESTED TO BY:

---

Ann Kitchen, Chairperson  
Central Health Board of Managers

---

Manuel Martin, Secretary  
Central Health Board of Managers



## **BOARD MEETING**

**September 3, 2025**

### **REGULAR AGENDA ITEM 1**

Receive and discuss a presentation on the integrated ambulatory system of care.<sup>3</sup> (*Informational Item*)



COMMUNITYCARE

SENDERO  
HEALTH PLANS

CENTRAL HEALTH

# Central Health and CommUnityCare

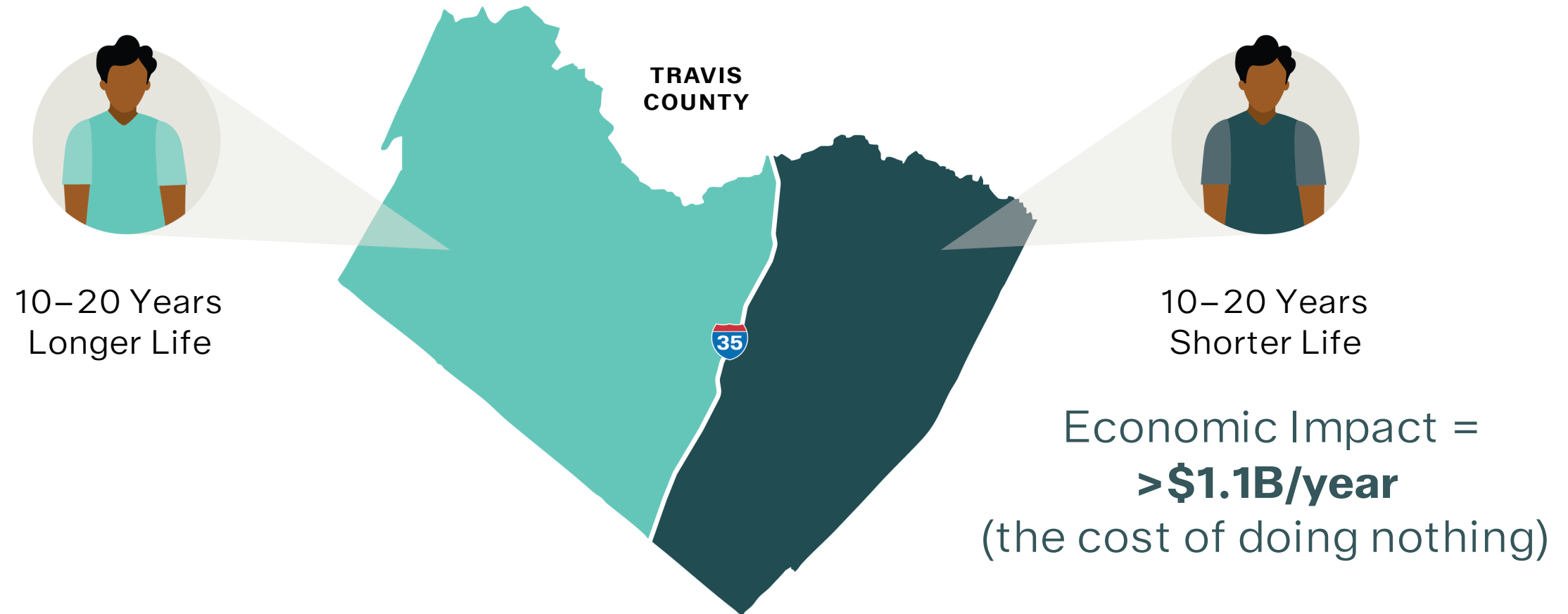
Aligned for the Community's Benefit

Pat Lee, MD

Nick Yagoda, MD

August 26, 2025

# Historical Disparities in Travis County



# A Seamless, Integrated System



# Who We Are



- Travis County's hospital district
- Created by voters in 2004 to manage city- and county-owned clinics and provide full spectrum of ambulatory, acute, & post-acute care for low-income residents
- Provides affordable healthcare access through Medical Access Program (MAP)



- One of the largest FQHCs in Texas and Central Health's primary care backbone
- Serves over 143,000 patients annually at 30+ locations
- Nationally recognized as a top 10 teaching center



- Created by Central Health in 2011
- Nonprofit health insurer offering plans through the federal Health Insurance Marketplace
- Closes the coverage gap that traditional insurance models cannot address
- Unified coverage and care for vulnerable populations

No other entity in Central Texas has the scale, integration, and resources to make the generational investments required for true health equity

# Ambulatory Care: Differentiators

## Full payer-provider system

- Local control, end-to-end, of total cost of care

## Ambulatory Basis

- System built from scratch with primary care as center of gravity (not hospital)
- Proactive care orientation and capability

## Patient-accountable public system

- Dual accountability to patients through FQHC Board and taxpayers through Hospital District Board & Travis County Commissioners Court



# Thank You

## **BOARD MEETING**

**August 14, 2024**

## **REGULAR AGENDA ITEM 2**

Confirm the next regular Board meeting date, time, and location. (*Informational Item*)