

NUECES COUNTY HOSPITAL DISTRICT

FISCAL YEAR 2027 BUDGET AMENDMENT MEMORANDUM

Date: September 22, 2026
To: Board of Managers, Nueces County Hospital District
From: Jonny F. Hipp, Administrator
Subject: Budget Amendment No. 1 — Reallocation of FY2027 Funding from Graduate Medical Education Support to County Healthcare Services (Public Health District Funding)

I. Purpose

This memorandum requests Board approval of a Fiscal Year 2027 budget amendment reallocating \$200,000 within the Nueces County Hospital District's adopted budget. The amendment increases the County Healthcare Services line item by \$200,000 to provide additional funding to the City of Corpus Christi/Nueces County Public Health District, offset by a corresponding \$200,000 decrease to the Graduate Medical Education Support line item. The amendment is budget-neutral and does not increase the District's total adopted budget or tax rate.

II. Background

The District's adopted FY2027 budget includes appropriations for County Healthcare Services, which funds indigent and community healthcare programs administered in partnership with local governmental entities, and for Graduate Medical Education Support, which funds residency and physician training programs benefiting the District's service area. District staff have identified a need for additional funding support to the City of Corpus Christi/Nueces County Public Health District to sustain public health services during the current fiscal year.

III. Proposed Amendment

The proposed amendment is summarized below. Figures for the current adopted budget and resulting amended budget should be confirmed against the District's official FY2027 budget ledger prior to Board action.

Line Item	Fund / Department	Current Budget	Amendment	Amended Budget
County Healthcare Services — City of Corpus Christi / Nueces County Public Health District Funding	General Fund — County Healthcare Services	\$1,800,000	+ \$200,000	\$2,000,000
Graduate Medical Education Support	General Fund — Graduate Medical Education Support	\$5,652,000	– \$200,000	\$5,452,000
Net Budgetary Impact			\$0	

IV. Justification

- Increase of \$200,000 to County Healthcare Services provides additional funding to the City of Corpus Christi/Nueces County Public Health District to support public health programs and services within the District's service area.
- Decrease of \$200,000 to Graduate Medical Education Support reflects available, unobligated capacity within that line item for the current fiscal year, as identified by District finance staff.
- The amendment is revenue-neutral: total appropriations across the two line items, and the District's overall FY2027 budget, remain unchanged.

V. Fiscal Impact

This amendment has no net fiscal impact on the District's total FY2027 budget. It reallocates \$200,000 between two existing appropriation line items within the General Fund and does not require additional revenue, debt, or tax rate action.

VI. Recommendation

District staff recommend that the Board of Managers approve Budget Amendment No. 1, increasing the County Healthcare Services line item by \$200,000 for additional funding to the City of Corpus Christi/Nueces County Public Health District, and decreasing the Graduate Medical Education Support line item by \$200,000, effective upon approval.

VII. Requested Action

Staff respectfully request that the Board of Managers review and approve this Fiscal Year 2027 budget amendment as presented.
