



NUECES COUNTY HOSPITAL DISTRICT

Administrative Offices

555 N. Carancahua Street, Suite 950
Corpus Christi, Texas 78401-0835

Phone: (361) 808-3300
Fax: (361) 808-3274

BOARD OF MANAGERS RESOLUTION **AUGUST 27, 2013**

A RESOLUTION COMMITTING A FISCAL YEAR-END GENERAL FUND AMOUNT TO SUBSEQUENT FISCAL YEAR INTERGOVERNMENTAL TRANSFERS

WHEREAS, the Nueces County Hospital District (the "Hospital District" or "District") is a body politic and corporate and a political subdivision of the State of Texas, established and created pursuant to the Texas Constitution, Article IX, Section 4 and the Texas Health and Safety Code (the "Health Code"), Chapter 281, and operated in accordance with the Health Code and other applicable laws of the State of Texas;

WHEREAS, the Hospital District's Board of Managers (the "Board") have been duly appointed pursuant to Health Code, §281.021(a); pursuant to collective authorities of Health Code, §281.047 and §281.048, the Board is the Hospital District's governing body and the Board has, and at the time of adoption of this Resolution had, full power and authority to manage, control, administer, and to adopt rules governing operation of the District; and the District's current fiscal year began October 1, 2012 and ends September 30, 2013;

WHEREAS, the Hospital District is a governmental entity participating the Texas Healthcare Transformation and Quality Improvement Program 1115 Waiver (the "Waiver") implemented under the federal Social Security Act, §1115; the Waiver was organized by the Texas Health and Human Services Commission (the "Commission") and the Waiver's administrative rules are 1 TAC §354.1601 – §354.1634; the Waiver created two funding pools: the Uncompensated Care ("UC") Pool and the Delivery System Reform Incentive Payment ("DSRIP") pool; pursuant to 1 TAC §354.1602, the Waiver's Demonstration Years ("DY") begin October 1 and end September 30; and the Waiver's DY 2 began October 1, 2012 and ends September 30, 2013;

WHEREAS, the Hospital District funds intergovernmental transfers ("IGT") to the State of Texas for use as the nonfederal share of UC and DSRIP payments for certain eligible health care providers located inside and outside the District's boundaries that periodically provide healthcare services to beneficiaries enrolled in the District's indigent health care program and residents of Nueces County, Texas, including Christus Spohn Hospital-Alice, Christus Spohn Hospital-Beeville, Christus Spohn Hospital-Corpus Christi, Christus Spohn Hospital-Kleberg, Corpus Christi Medical Center, Corpus Christi-Nueces County Public Health District, DeTar Healthcare System, and Driscoll Children's Hospital (collectively, the "Eligible Providers");

WHEREAS, the Commission has deferred its IGT request for the Eligible Providers' DY 2-related UC and/or DSRIP payments until a date occurring after September 30, 2013 (the "Unpaid DY 2 UC-DSRIP IGT"); and

WHEREAS, the Board desires to commit from the Hospital District's General Fund an amount sufficient to fund the Unpaid DY 2 UC-DSRIP IGT in the District's subsequent fiscal year beginning October 1, 2013.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MANAGERS OF THE NUECES COUNTY HOSPITAL DISTRICT, THAT:

1. The Board commits an amount not to exceed Sixty-Eight Million Five Hundred Thousand Dollars (\$68,500,000) included in the Hospital District's General Fund balance on September 30, 2013 to anticipated additional expenditures for the Unpaid DY 2 UC-DSRIP IGT arising from the District's and Eligible Providers' participation in the Waiver during the District's fiscal year ending September 30, 2013.
2. The ultimate amount committed above shall be determined by the Hospital District's Administrator on or after October 1, 2013, provided that said amount shall not exceed the dollar amount limitation first resolved above.
3. The first resolved committed amount above shall be assigned from the particular Hospital District General Fund subaccount containing funds routinely used for disbursing Waiver-related IGTs.
4. The Administrator shall be and is expressly authorized and directed to do and perform all acts, and to execute all instruments and other related documents, whether or not herein cited, as required to carry out the intent, terms, and provisions of this Resolution, such execution to be conclusively evidenced by the performance of such acts.
5. The Administrator, in his capacity as the Secretary of the Hospital District Board, be and is hereby legally authorized and empowered to perform all acts described above and certify these resolutions and that the provisions hereof are in conformance with the laws of the State of Texas and the Governing Board Bylaws of the Hospital District.
6. This Resolution shall take effect and be in full force and effect upon and after its passage.
7. The Board retains its right to amend or repeal this Resolution.

[THIS SPACE INTENTIONALLY LEFT BLANK]

**NUECES COUNTY HOSPITAL DISTRICT
BOARD OF MANAGERS**

Van Huseman
Chairman

Claude C. Jennings, C.P.A.
Vice Chairman

Charles Wilson
Member

Raymond F. Wetegrove
Member

Rodney J. Hart, P.E.
Member

Dan Winship
Member

Irma Caballero
Member

5. The attached Resolution is a true and correct copy of the original on file in the official records of the Hospital District; the duly qualified and acting members of the Board on the date of the Meeting are those persons shown above, and, according to the records of my office, each member of the Board was given actual notice of the time, place, and purpose of the Meeting and had actual notice that the Resolution would be considered; and the Meeting and deliberation of the aforesaid public business, was open to the public and written notice of said meeting, including the subject of the Resolution, was posted and given in advance thereof in compliance with the provisions of Chapter 551, Texas Government Code, as amended.

6. I am the Secretary of the Board having been duly appointed pursuant to Health Code, §281.023(b).

7. The foregoing Resolution is in full force and effect; that the same has not been rescinded, nor has it been amended or modified in any way.

IN WITNESS WHEREOF, I have hereunto signed my name officially and affixed the seal of the Hospital District on this the 27th day of August, 2013.

Jonny F. Hipp
Secretary, Board of Managers
Nueces County Hospital District

{HOSPITAL DISTRICT SEAL}