



**HARRIS COUNTY HOSPITAL DISTRICT**

**REGULAR MEETING OF THE  
BOARD OF MANAGERS**

**9:00 A.M.**

**April 27, 2006**

**Board Room**

**Harris County Hospital District Administration Building  
2525 Holly Hall Drive  
Houston, Texas 77054**

**AGENDA**

---

- I. Call to Order and Record of Attendance** – *J. Evans Attwell*
- II. Approval of the Minutes of Previous Meeting** – *J. Evans Attwell*
  - A. Regular Board Meeting – 3/30/06
- III. Hear from Citizens** – *J. Evans Attwell*
- IV. Purchasing** – *Danny Jackson*

The Fiscal Affairs Committee did not meet and brings directly to the Board the following agenda items:

  - A. Procurement Actions**
    1. Consideration of Recommendation regarding Purchases Requiring Board Approval
      - a. Job 05/0423: Award for Excess Workers' Compensation and Employer's Liability Insurance – *Midwest Employers Casualty Co. through Alamo Insurance Group, Inc.*
      - b. Job 03/0069; BM 05.6-266: Change in Contract and Vendor Settlement for Home Oxygen Therapy Services – *American Medical Equipment Co.*

- c. Premier Contract PP-CE-322; BM 03.12-490: Award for Automated Medication Dispensing System (Storage and Ordering) – *McKesson Automation, Inc.*
- d. Premier Contract PP-IM-009: Award for Dry-Film Imaging Printers – *Agfa Corporation Imaging Headquarters*
- e. Job 00/0413; BM 05.2-93: Additional Funds and Extension for Medical Transcription Services (Radiology) – *SPI Healthcare Documentation*
- f. Interlocal Agreement; BM 05.3-142: Additional Funds and Extension for Laundry and Linen Distribution Services – *Texas Medical Center Laundry Cooperative Association*
- g. Job 06/0083: Award for Preventive Maintenance and Repair Services for Toshiba Cath Labs – *Toshiba America Medical Systems*
- h. Premier Contract PP-SS-015: Fee for the Advisory Board Company – *The Advisory Board*
- i. BM 05.5-218: Renewal for Service Contract for CT and MRI Units – *GE Medical Systems*
- j. Job 04/0339; BM 05.4-184: Renewal of Award for Orthopaedic Implants – (1) *DePuy Orthopaedics, Inc;* (2) *Smith & Nephew, Inc., Orthopaedic Division;* (3) *Stryker Orthopaedics;* and (4) *Syntes (USA)*
- k. Job 02/0446; BM 05.5-214: Renewal of Award for Employee Recruitment Advertising – *Harger Howe & Associates, Ltd.*
- l. Job 01/0308; BM 05.5-227: Renewal of Award for Medical Transcription Services – *MedQuist Inc. – Transcriptions, Ltd.*
- m. Job 04/0074; BM 06.1-47: Renewal of Award for Information Technology Consulting – (1) *Healthlink, Inc.;* (2) *CTG HealthCare Solutions;* (3) *Kat & Associates, Inc.;* (4) *Extyr;* (5) *Elite Computer Consultants, L.P. (ECOM);* and (6) *SDRG Controls, Inc.*
- n. Premier Contract PP-NS-195 & PP-NS-201: Renewal of Award for Exam and Surgical Gloves – *Cardinal Health Medical Products and Services*
- o. Job 06/0072; Award for Community Perinatal Facilitator Program Services for Community Health Choice, Inc. – *Harris County Hospital District/Gateway to Care*

**2. Transmittal of Completed Purchases Under \$100,000  
(For Informational Purposes)**

- a. Premier Contract PP-CE-274: Award for Air Filter Products – *Tri-Dim Filter Corp.*
  - b. Job 05/0121: Renewal of Award for Fully Automated Microplate Analyzer and Reagents – *Diamedix Corporation*
  - c. Job 04/0086: Final Renewal Option of Award for Scientific Instruments/Medical Diagnostic Equipment and Miscellaneous Property (Vehicle Catastrophe) Coverage – *St. Paul Travelers through John L. Wortham & Son, L.P. Insurance*
  - d. Job 04/0354: Renewal of Award for Consultant for 401(k) and Pension Plan – *Callan Associates, Inc.*
  - e. Job 06/0082: Award for Preventive Maintenance and Repair Services for Linear Accelerators – *Acceletronics, Inc.*
  - f. Job 06/0085: Award for Plastic Identification Cards for Patients – *Corporate Express Imaging & Computer Graphic Supplies*
  - g. Premier Contract PP-NS-333: Purchase of Chart Paper and Related Products – *Tyco Healthcare Group LP, The Kendall Co.*
  - h. Job 03/0500: Additional Funds for Template Charting Systems for Emergency Center Physicians and Nurses – *The Poseidon Group, Inc.*
  - i. Transmittal of Purchases for Categories of Goods and/or Services – (1) *Compuware Corp.*; (2) *Department of Information Resources*; and (3) *McKesson Automation*
- B.** Consideration of and taking of Appropriate Action in Connection with Op. Tex. Att’y Gen. N. GA-412 (2006) regarding Calculation of Board’s Votes in Connection with the Award of the Contract for Review and Analysis of the Cost for Voice and Data Communication Circuits and Accounts to Southwest Tariff Analyst on July 28, 2005

**V. Reports of the Committees**

**A. Joint Conference – *Stephen DonCarlos***

The Joint Conference Committee met April 12, 2006 and brings forth to the Board, the following informational report and recommendations for consideration of approval:

1. Report of the Board of Managers Joint Conference Committee – *Stephen DonCarlos*

2. Consideration of Approval of Recommendation for Changes in the Medical Staff Rules & Regulations – *Wayne J. Riley, M.D.*
3. Consideration of Approval of Recommendation for Changes in the Medical Staff Fair Hearing Plan – *Wayne J. Riley, M.D.*
4. Consideration of Approval of Recommendation for Changes in the Medical Staff Credentialing Procedures Manual – *Wayne J. Riley, M.D.*

**The following items did not go to Joint Conference Committee and comes directly to the Board for consideration of approval:**

1. Consideration of Recommendation regarding the Credentialing Changes for Members of the HCHD Medical Staff – *Wayne J. Riley, M.D.*
2. Consideration of Acceptance of the Medical Board Report – *Wayne J. Riley, M.D.*
3. Consideration of Approval of Recommendation for Changes in the Patient Safety Plan – *Wayne J. Riley, M.D.*

**B. Fiscal Affairs – *Danny Jackson***

The Fiscal Affairs Committee did not meet and brings directly to the Board, the following items for consideration of approval:

1. Consideration of Acceptance of the March 31, 2006 Financial Report Subject to Final Audit – *Gwen Huskey*
2. Consideration of Acceptance of the March 31, 2006 Pension Plan Report Subject to Final Audit – *Gwen Huskey*
3. Consideration of Acceptance of Grant Funding in the Amount of \$109,486.61 from the Texas Department of Public Safety for Emergency Projective Measures in Relation to Hurricane Katrina – *Gwen Huskey*
4. Consideration of Approval of Authorized Signatures for the Harris County Hospital District Benefit Plan Accounts – *Gwen Huskey*
5. Consideration of Approval of Authorized Signatures for the Harris County Hospital District Bank Accounts and Certain Community Health Choice, Inc. Bank Accounts – *Gwen Huskey*
6. Consideration of Approval of A Resolution for Intent to Reimburse Capital Expenditures with Tax-Exempt Financing – *Liz Alband*
7. Presentation of March 2006 Financial Statements of Community Health Choice, Inc. – *Glen R. Johnson, M.D.*

**C. Personnel Committee – E. Dale Wortham**

The Personnel Committee met April 13, 2006 and brings forth to the Board, the following recommendations for consideration of approval:

**1. Items Related to Appointments**

- a. Consideration of Approval of Appointments to the Harris County Hospital District 401(k) Administrative Committee – *Lou Gould*
- b. Consideration of Approval of Appointments to the Harris County Hospital District Pension & Disability Committee – *Lou Gould*

**2. Items Related to Signature Authority**

- a. Consideration of Approval of Signature Authority for Schedule “D” of the Trust Agreement between the Harris County Hospital District and Fidelity Management Trust Company for the 401(k) Plan – *Lou Gould*
- b. Consideration of Approval of Signature Authority for Schedule “E” of the Trust Agreement between the Harris County Hospital District and Fidelity Management Trust Company for the 401(k) Plan – *Lou Gould*

**D. Governmental & Public Affairs Committee – Carolyn Truesdell**

The Governmental & Public Affairs Committee did not meet and brings directly to the Board, the following items for discussion and/or consideration of approval:

1. Discussion and Update regarding the Regional UPL Initiative in Harris and Surrounding Counties – *R. King Hillier*
2. Consideration of Approval of the Harris County Indigent Care Affiliation Agreement – *King Hillier*
3. Update, Discussion and Possible Action regarding Activities in Austin Relating to HCHD and Its Legislative Platform – *R. King Hillier and Mary Schneider*
4. Update, Discussion and Possible Action regarding Pending Federal Legislative, Line Items and Policy Issues Affecting HCHD – *R. King Hillier and Mary Schneider*

**E. Items Related to Information Technology Committee**

The Information Technology Committee met April 13, 2006 and brings forth to the Board, the following informational report and an item recommended for consideration of approval:

- a. Report of the Board of Managers Information Technology Committee – *Danny Jackson*
- b. Consideration of Approval of a Service Agreement between the Harris County Hospital District and the Education with Industry (EWI) Program with the United States Air Force – *Tim Tindle*

**VI. Miscellaneous Agenda Items – *J. Evans Attwell***

- A. Consideration of Ratification of an Agreement between the Harris County Hospital District Foundation, Acting as Supporting Organization for the Harris County Hospital District, and American Diabetes Association to Help Address the Problem of Obesity, Nutrition, and Exercise and Acceptance of \$24,000 in Funding – *Ottley Sims*
- B. Consideration of Approval of an Agreement between the Harris County Hospital District (HCHD) and the University of Texas Health Science Center at Houston (UTHSCH) for Physician Parking at Lyndon B. Johnson General Hospital (LBJGH) for the Period April 21, 2006 to April 20, 2007 – *Ralph H. Burdett*
- C. Consideration of Approval of the Real & Personal Property Insurance Expiration Date Extension with John L. Wortham & Son – *Beth Cloyd*
- D. Consideration of Ratification of an Agreement between the Harris County Hospital District and Baylor College of Medicine for the Services of the Medical Director for the SBIRT Program grant – *Beth Cloyd*
- E. Consideration of Ratification of an Agreement between the Harris County Hospital District and Baylor College of Medicine for the Services of the Assistant Medical Director for the SBIRT Program grant – *Beth Cloyd*
- F. Consideration of Approval of an Amendment to a Contract between the Harris County Hospital District and the Department of State Health Services for Breast and Cervical Cancer Control (BCCC) Services for a Mid-year Funding Adjustment in the amount of \$15,000 – *Loretta Hanser*
- G. Discussion and Possible Action regarding Continued Operation of Gateway to Care as a Department of the Harris County Hospital District and Transition of Certain Activities and Functions to Gateway to Care, a Separate Entity – *Carol Oddo*

- H. Consideration of Resolution Authorizing the LBJ Hospital Expansion Project (ID NO. HD-1000) Decreeing the Project to Be a Public Necessity and Convenience Authorizing and Directing the Acquisition, Landowner Relocation Assistance up to \$35,000 or Lesser Amounts according to Federal Guidelines, and the Payment of Compensation – *Robert Soard*

**VII. Items Related to Miscellaneous Reports – J. Evans Attwell**

These items are for information purposes only. No verbal report will be presented except at the request of the Board.

- A. Report on the Status of the Patient Business Services Process Redesign (Fourth Report by Phase 2 Consulting) – *Beth Cloyd*
- B. Report on Provider Billing Agreements with Baylor College of Medicine and the University of Texas for Billing and Professional Fee Collections – *Beth Cloyd*
- C. Strategic Project Status on Picture Archival and Communication System (PACS), Epic Clinical Systems, Epic Patient Management and Accounting Systems and PeopleSoft Phase III (Final Phase) – *Tim Tindle*
- D. Update on Items Relating to Hurricane Katrina – *Nancy Brocke*
- E. Quarterly Report on Patient Satisfaction – *Carolyn Odde*
- F. Report on New and Revised HIPAA Policies approved by the President/CEO – *G. Vincent Temples*

**VIII. Executive Session – J. Evans Attwell**

- A. Report by Corporate Compliance Officer regarding Compliance with Medicare, Medicaid, HIPAA, and other Federal and State Health Care Program Requirements and a Status of Fraud and Abuse Investigations pursuant to Section 161.032 of the Texas Health & Safety Code – *Walter Freitag*
- B. Consultation with Fulbright & Jaworski L.L.P. regarding Claim for 401K Plan Benefits for Perky Dwayne Young and Possible Action Regarding this Matter upon Return to Open Session, pursuant to Tex. Gov't Code Ann. § 551.071 and Possible Action regarding this Matter Upon Return to Open Session – *Stephanie Schroepfer*
- C. Consultation with the County Attorney regarding Cause No. 2005-23089; *Maxine Anderson v. Harris County Hospital District* – 270<sup>th</sup> Judicial District Court, pursuant to Tex. Gov't Code Ann. § 551.071 and Possible Action regarding this Matter Upon Return to Open Session – *Glen Van Slyke*

- D. Consultation with the County Attorney regarding Cause No. 2005-20246; *Linda Smith v. Harris County Hospital District* – 125<sup>th</sup> Judicial District Court, pursuant to Tex. Gov't Code Ann. § 551.071 and Possible Action regarding this Matter Upon Return to Open Session – *Glen Van Slyke*
- E. Consultation with the County Attorney regarding Amendment of Article 2.08 of Harris County Hospital District Pension Plan, pursuant to Tex. Gov't Code Ann. § 551.071 and Possible Action regarding this Matter Upon Return to Open Session – *Glen Van Slyke*
- F. Consultation with the County Attorney regarding the Settlement of a Healthcare Liability Claim of Jhneece Wallace, A Minor, by Next Friend, Neekeshia Bell, pursuant to Tex. Gov't Code Ann. § 551.071 and Possible Action regarding this Matter Upon Return to Open Session – *Glen Van Slyke*
- G. Consultation with County Attorney regarding the Status of Litigation involving LBJ Property Acquisition, pursuant to Tex. Gov't Code Ann. § 551.071 and Possible Action regarding this Matter Upon Return to Open Session – *Robert Soard*
- H. Consideration of Employment Agreement with the President and Chief Executive Officer of Community Health Choice, Inc. and an Agreement between the Harris County Hospital District and Community Health Choice, Inc. regarding the Supervision of the President and Chief Executive Officer of Community Health Choice, pursuant to Tex. Gov't Code Ann. § 551.071 and § 551.074 and Possible Action regarding this Matter Upon Return to Open Session – *Danny Jackson*

**IX. Reconvene**

**X. Adjournment**