

MINUTES OF MEETING – SEPTEMBER 25, 2024
CENTRAL HEALTH
BUDGET AND FINANCE COMMITTEE

On Wednesday, September 25, 2024, a meeting of the Central Health Budget and Finance Committee convened in open session at 4:04 p.m. in person at the Central Health Administrative Offices and remotely by toll-free videoconference. Clerk for the meeting was Briana Yanes.

Committee members present in person: Chair Kitchen, Manager Martin, Manager Motwani, and Manager Valadez

Board members present via audio and video: Manager Jones

Board members present in person: Manager Brinson, Manager May, and Manager Zamora

Absent: Chair Museitif

COMMITTEE AGENDA

1. Approve the minutes of the August 21, 2024 Budget and Finance Committee meeting.

Clerk's Notes: Discussion on this item began at 4:04 p.m.

Manager Valadez moved that the Committee approve the minutes of the August 21, 2024 Budget and Finance Committee meeting.

Manager Martin seconded the motion.

Chairperson Kitchen	For
Manager Martin	For
Manager Motwani	Absent
Manager Valadez	For
Manager Jones	For
Manager Brinson	For
Manager May	For
Manager Museitif	Absent

2. Receive a presentation on the August 2024 financial statements for Central Health.

Clerk's Notes: Discussion on this item began at 4:05 p.m. Chair Kitchen announced that materials were provided in the backup packet and that there would be no presentation on this item.

3. Discuss and take appropriate action on a surplus Debenture between Sendero and Central Health.

Clerk's Notes: Discussion on this item began at 4:07 p.m. Mr. Jeff Knodel, Chief Financial Officer, briefly explained that for this administrative item staff is requesting ratification of a debenture that was previously signed by Sendero and approved by the Texas Department of Insurance. He explained that debentures are instruments that Central Health has issued related to capital requirements for Sendero Health Plans Inc. There have been two debenture issuances. The first issuance was in 2015, and there have been a couple of amendments to that one. The amount of that debenture is a little over 17 million dollars. Within the last month there was an amendment where the Board of Managers approved amending the terms of Debenture Number 1. Those terms were amended so that the actual debenture or repayment wasn't triggered. He then explained that staff is asking for action on Debenture Number 2, which is a 20 million dollar debenture that was issued in December 2018. In Central Health's Fiscal Year 2019, Central Health

budgeted and made the payment for that debenture in December. Therefore, staff has the payment and the budget for Debenture Number 2; however, staff does not have the actual debenture document that has the Central Health President & CEO's signature. Staff is asking for ratification to delegate to Dr. Patrick Lee the authority to execute that document.

Manager Martin moved that the Committee recommend that the Board authorize the Central Health President and CEO to execute the Surplus Debenture Number 2 with Sendero Health Plans, Inc.

Manager May seconded the motion.

Chairperson Kitchen	For
Manager Martin	For
Manager Motwani	For
Manager Valadez	For
Manager Jones	For
Manager Brinson	For
Manager May	For
Manager Zamora	For
Manager Museitif	Absent

4. Confirm the next Budget and Finance Committee meeting date, time, and location.

Manager Martin moved that the Committee adjourn.

Manager Valadez seconded the motion.

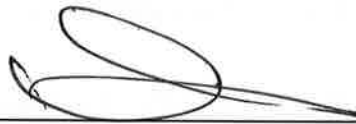
Chairperson Kitchen	For
Manager Martin	For
Manager Motwani	For
Manager Valadez	For
Manager Jones	For
Manager Brinson	For
Manager May	For
Manager Zamora	For
Manager Museitif	Absent

The meeting was adjourned at 4:23 p.m.

ATTESTED TO BY:



Maram Kitchen, Chairperson
Central Health Budget and Finance Committee



Manuel Martin, Secretary
Central Health Board of Managers