



UNT | SYSTEM™

BOARD OF REGENTS Special Called Meeting Agenda

July 6, 2015 – 10:30 a.m.

UNT Health Science Center
Medical Education and Training Building, Room 109/111
1000 Montgomery St.
Ft. Worth, Texas

The University of North Texas System Board of Regents will convene a Special Called meeting according to the following agenda. It is necessary to conduct this special called meeting because discussion of the agenda matters is of sufficient urgency to be considered prior to the next regularly scheduled meeting of the Board on August 27-28, 2015.

10:30 am Call to Order

10:35 am Executive Session (MET 300)

Texas Government Code, Chapter 551, Section .074 - Personnel Matters Relating to Appointment, Employment, Evaluation, Reassignment, Discipline, or Dismissal of Officers or Employees

- Consideration of individual personnel matters related to the appointment, employment, evaluation, and reassignment of the President of UNT Dallas
- Consideration of individual personnel matters related to the appointment, employment, evaluation, reassignment, discipline, or dismissal of System and Institution officers or employees

Texas Government Code, Chapter 551, Section .071 - Consultation with Attorneys Regarding Legal Matters or Pending and/or Contemplated Litigation or Settlement Offers

- Consultation with counsel regarding a Memorandum of Understanding and affiliation between UNT Health Science Center and Texas Christian University for the purpose of furthering medical education in Fort Worth, including but not limited to legal obligations and duties and any and all related facts (*Action Item 1.*)
- Consultation with counsel regarding individual personnel matters related to the appointment, employment, evaluation, reassignment, discipline, or dismissal of the President of UNT Dallas

12:45 pm Reconvene in Open Session

Consent Agenda

1. UNTHSC Delegation of Authority to the Chancellor for Approval of an Increase in Total UNTHSC Intergovernmental Transfers (IGT) of Funds for FY 2015 in the Texas HealthCare Transformation and Quality Improvement Program (1115 Transformation Waiver), and Update of Estimated IGT Amounts through 2015

Action Item

1. UNTHSC Approval of a Memorandum of Understanding and Delegation of Authority to the Chancellor of the UNT System and President of UNT Health Science Center to Pursue an Affiliation with Texas Christian University for the Purpose of Furthering Medical Education in Fort Worth

1:00 pm Adjournment



Board Briefing

Committee: Consent

Date Filed: July 6, 2015

Title: Delegation of Authority to the Chancellor for Approval of an increase in Total UNTHSC Intergovernmental Transfers (IGT) of Funds for FY 2015 in the Texas Healthcare Transformation and Quality Improvement Program (1115 Transformation Waiver), and Update of Estimated IGT Amounts through FY 2015.

Background:

At the November 2012 quarterly meeting, the UNT System Board of Regents approved UNT Health Science Center (UNTHSC) as a participant in the Texas Healthcare Transformation and Quality Improvement Program (“1115 Transformation Waiver”). This initiative allows the state to expand Medicaid managed care while preserving hospital and provider funding, provides incentive payments for health care delivery system improvements, and directs more funding to hospitals and providers that serve large numbers of uninsured patients. The 1115 Transformation Waiver replaces funding that was historically provided through Upper Payment Limit (UPL) payments – which were supplemental payments to make up the difference between what Medicaid pays for a service and what Medicare would pay for the same service. Replacing the UPL payment methodology are two funding pools, one for Uncompensated Care (UC), and the other for Delivery System Reform Incentive Payments (DSRIP).

1. UC Pool Payments are designed to help offset the costs of otherwise uncompensated care provided to patients by hospitals or other providers.
2. DSRIP Pool Payments are incentive payments to hospitals and other providers that develop programs or strategies to enhance access to health care, increase the quality of care, and improve cost-effectiveness of care provided and the health of the patients and families served.

Under the 1115 Transformation Waiver, eligibility to receive UC or DSRIP payments requires participation in a regional healthcare partnership (RHP). UNTHSC is a participant in RHP 10 that includes Tarrant, Ellis, Erath, Hood, Johnson, Navarro, Parker, Somervell, and Wise Counties. Tarrant County Hospital District (d/b/a JPS Health Network) is the anchor for RHP 10.

Under the 1115 Transformation Waiver, certain governmental entities may make Intergovernmental Transfers (IGT) of eligible state and local funds, which then receive a federal match to fund UC or DSRIP payments to the governmental entity.

At the August 21 2014 meeting, the UNT System Board of Regents approved the delegation of authority for the Chancellor to approve UNTHSC IGTs for FY 2015 totaling an estimated \$10.7 million in order to receive an estimated \$14.0 million in federal matching funds.

Financial Analysis/History:

In December 2014 for Demonstration Year (DY) 3 of the 1115 Transformation Waiver Program, UNTHSC sent an IGT of \$368,212 related to UC and received a federal match of \$523,127. In January 2015, UNTHSC sent an additional IGT of \$7.9 million related to DSRIP and received a federal match of \$10.9 million. In June UNTHSC sent an IGT of \$1.2 million related to UC and will receive a federal match of approximately \$1.7 million. This brings the total of UNTHSC IGTs thus far in FY2015 to \$9.5 million under the 1115 Transformation Waiver Program.

As noted in the August 2014 Board Order, the timing and amount of IGTs are directed by HHSC and can vary slightly depending on subsequent project valuation modifications by the federal Centers for Medicare and Medicaid Services and project performance by UNTHSC.

UNTHSC has just been notified that the final IGT for FY2015, related to DSRIP, is due on July 8th. Based on internal calculations this will require an IGT between \$1.5- \$2.0 million. When combined with IGTs earlier in the year, this final submission would exceed the cumulative IGT total previously authorized by the Board for FY2015. As a result, an additional authorization from the Board to increase the cap from \$10.7 million to \$11.5 million is necessary.

Institution Chief Financial Officer

Vice Chancellor for Finance

Legal Review:

This item has been reviewed by General Counsel.

Vice Chancellor/General Counsel

Schedule:

In accordance with subsequent direction and timing from the Texas Health and Human Services Commission and the federal Centers for Medicare and Medicaid Services.

Recommendation:

It is recommended that the UNT System Board of Regents delegate authority to the Chancellor to approve the appropriate funds, up to as much as \$11.5 million in total, for UNTHSC related to DY- 3 during FY 2015, as outlined above, in order to receive as much as \$15.3 million total in federal matching funds under the DSRIP and UC payment pools of the 1115 Transformation Waiver.

Recommended By:

John A. Harman

Senior Vice President and Chief
Financial Officer

President

Vice Chancellor

Chancellor

Attachments Filed Electronically:

- UNTHSC FY 2015 Revised Estimated 1115 Waiver IGT Schedule



Board Order

Title: Delegation of Authority to the Chancellor for Approval of an increase in Total UNTHSC Intergovernmental Transfers (IGT) of Funds for FY 2015 in the Texas Healthcare Transformation and Quality Improvement Program (1115 Transformation Waiver), and Update of Estimated IGT Amounts through FY 2015.

At an official meeting of the Board of Regents of the University of North Texas System properly posted and held on February 19-20, 2015, pursuant to a motion made by Regent _____ and seconded by Regent _____, the Board approved the motion presented below:

Whereas, the UNT System Board of Regents previously approved UNTHSC’s participation in the Texas Healthcare Transformation and Quality Improvement Program (1115 Transformation Waiver), and

Whereas, under the 1115 Transformation Waiver, certain governmental entities may make intergovernmental transfers (IGT) of eligible state and local funds related to Uncompensated Care or Delivery System Reform Incentive Payments to receive federal matching funds as described in the background section, and

Whereas, the UNT System Board of Regents previously approved the delegation of authority to the Chancellor for approval of UNTHSC Estimated FY 2015 IGTs up to \$10.7 million related to Demonstration Year (DY) 3 of the 1115 Transformation Waiver,

Now, Therefore, The Board of Regents authorizes and approves the following:

1. Delegation of authority to the Chancellor for approval of UNTHSC to make one or more intergovernmental transfers of eligible public funds to Texas HHSC during FY 2015 in order to receive federal matching funds under the DSRIP and UC payment pools for 1115 Transformation Waiver DY-3.
2. Combined IGT submissions for DSRIP and UC in FY 2015 for DY-3 not to exceed \$11.5 million, without additional approval of the Board.

VOTE: ____ ayes ____ nays ____ abstentions

BOARD ACTION:

Attested By:

Approved By:

Rosemary R. Haggett, Secretary
Board of Regents

Brint Ryan, Chairman
Board of Regents

**University of North Texas Health Science Center
Revised Estimated FY2015 IGT Schedule for DY-3**

DSRIP (1115 Waiver Projects)	DY-3 IGT	DY-3 Federal Match	
Project #1: Community-Based Primary Care for the Elderly (TCOM)			
Project #2: Training Primary Care Workforce in Evolving Healthcare Models (TCOM)			
Project #3: Expansion of Plaza Residency (TCOM)			
Project #4: Interventional Telehealth (SPH)			
Project #5: Discharge Planning for ME Elders (TCOM)			
Project #6: Health Navigation Incentives (SPH)			
Project #7: Medication Therapy Management (Pharmacy)			
DSRIP Actual January 2015 IGT	\$7,859,795	\$10,876,308	
DSRIP <u>Estimated</u> July 8th 2015 IGT	\$2,000,000	\$2,784,689	Requesting
UC Actual Cumulative IGTs	\$1,592,917	\$2,263,092	
Estimated Grand Total IGT	\$11,452,712	\$15,924,089	