

TEXAS HEALTH SERVICES AUTHORITY

TEXAS STATE CAPITOL, CAPITOL EXTENSION E2.026

1100 Congress Avenue, Austin, TX 78701

FINANCE COMMITTEE MEETING

FRIDAY, AUGUST 19, 2011

9:00 A.M.

MEMBERS PRESENT

Matthew Hamlin (Chair) and Darren Rodgers

MEMBERS ABSENT

None

STAFF

Tony Gilman, CEO

CALL TO ORDER/WELCOME AND INTRODUCTIONS

Chair Matthew Hamlin called the meeting to order at 9:00 a.m., welcomed Mr. Darren Rodgers and guests, and asked Mr. Tony Gilman to take roll.

REPORTS, UPDATES, AND POSSIBLE ACTIONS

June Financial Statement and FY 2011 Budget Report

Chair Hamlin noted the next item on the agenda was discussion of the June Financial Statement and FY 2011 Budget Report. Mr. Gilman reviewed the financial statement and the general ledger for the corporation.

Form 990, Return of Organization Exempt from Income Tax, for the year ended August 31, 2010

Chair Hamlin then asked Mr. Gilman to brief members on Form 990. Mr. Gilman reviewed Form 990, the corporation's tax return that was filed on August 15, 2011.

Accounting Software

Chair Hamlin noted that the next item on the agenda was a briefing on accounting software. Mr. Gilman reminded members that because the corporation's general operations and finances will likely become more complex in the future, staff was asked to evaluate the corporation's current accounting system, Quickbooks, to ensure it is appropriate for managing the corporation's finances in the future.

Mr. Gilman advised members that staff reviewed a variety of products, including QuickBooks, Peachtree, MIP, CYMA, and others. Staff believes, based on its review, that Quickbooks meets the needs of the corporation. In making this recommendation, staff considered features and functions, ease of use and setup, price, reporting capabilities, audit functions and controls, and scalability. Staff reviewed this decision with the THSA's audit firm, Maxwell Locke and Ritter. Members expressed support for continued use of Quickbooks.

Proposed FY 2012 Budget

Chair Hamlin then recognized Mr. Gilman to brief members on the Fiscal Year (FY) 2012 Budget proposal. Mr. Gilman noted that the proposed budget is almost \$2.3 million for FY 2012, compared to \$1.2 million in FY 2011. The primary reason for the change is the additional funding under the "contract" category that will be used to implement the White Space voucher program for rural providers in the coming year. The other categories are consistent with previous year budget allocations. Mr. Gilman suggested that the corporation carry forward any unexpended budget authority in a couple of areas. He also noted that most of the unexpended funds are either simply being carried forward or reallocated to the contract/consultant category to provide maximum flexibility to address any unanticipated operational needs in the coming year.

PUBLIC COMMENT

The Finance Committee did not receive any public comments.

ADJOURN

Chair Hamlin asked for a motion to adjourn. A motion was made by Mr. Rodgers. The meeting adjourned at 9:16 a.m.


Matthew Hamlin, Chair