

HUNT MEMORIAL HOSPITAL DISTRICT
BOARD OF DIRECTORS BUDGET WORKSHOP MINUTES
August 26, 2025

The Board of Directors of Hunt Memorial Hospital District conducted a budget workshop on Tuesday, August 26, 2025 at 2:36 p.m. in the sixth floor Homer Horton, Jr. Boardroom at Hunt Regional Medical Center, 4215 Joe Ramsey Boulevard, Greenville, Texas.

Dr. Pierce, Chairman, called the workshop to order.

ROLL CALL:

Mrs. Deborah Clack
Mr. William Jefferson Helton
Mrs. Leslie Killgore
Mr. John C. Nelson, Jr.
Mrs. Janet Peek (Absent)
Dr. Scott Pierce
Mr. Michael Taylor
Mrs. Julia Wensel (Absent)

comprising a quorum of the Board; also,

Mr. Steven Lee Boles, Jr., President/CEO
Mr. Stuart O'Neil, Vice President of Legal Affairs
Mr. Terry Scoggin, Vice President/CFO
Mr. Reese Hurley, Vice President/CNO
Ms. Brandi Isham, Vice President/Coordinated Care/Quality
Mr. Chad Martin, Vice President Clinic Operations
Mr. Travis Potter, Vice President Business Development
Ms. Christine Essary, Controller

**Healthcare
Industry
And Market
Challenges**

Mr. Scoggin reported rural hospital crisis affecting operations with 40% of hospitals having negative margins in 2024, with 16 closures and 25 rural hospitals affected. The One Big Beautiful Bill Act (OBBBA) is to provide \$50 billion for rural hospitals but will impose \$125 billion in Medicaid cuts, with Texas facing 10-13% cuts starting December 31, 2026. Medicare margin for efficient hospitals stands at a negative 2% indicating rural hospitals could face losses of 4-6% on Medicare patients.

**Proposed
HMHD 2025
Ad Valorem
Tax Rate**

Mr. Scoggin presented historical data on the Hunt Memorial Hospital District property tax rates and reported the certified net property tax values are \$15,868,137,486. The current tax rate options were reviewed and the voter-approval tax rate is \$0.207241 with total

tax revenues of \$32,306,632 and the no-new revenue tax is \$0.201321 with total tax revenues of \$31,383,768. Following review, Mr. Taylor moved, seconded by Mrs. Clack, to propose an ad valorem tax rate for 2025 at \$0.207241 with the debt rate at \$0.029590 and maintenance and operation at \$0.177651. The motion carried unanimously.

**Schedule a
Public Hearing**

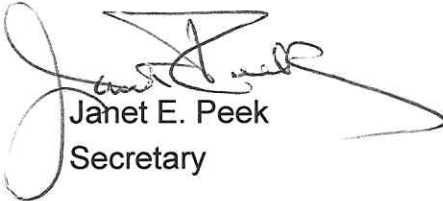
By general consent, a public hearing on the proposed tax rate is scheduled for Tuesday, September 16, 2025 at 5:00 p.m. in the sixth floor boardroom.

**HMHD
FY 2026
Operational
And Capital
Expenditure
Plan Budgets**

Mr. Scoggin discussed budget revenue projections, operational budget challenges, expense management, cost reduction strategies, physician services and contract negotiations, capital projects to include replacing 24 defibrillators and standardizing our mattresses, timing of the issuance of the bonds and strategic revenue initiatives. Following review and discussion, the budgets will be presented to the board for approval in September.

Adjournment

There being no further business, the meeting adjourned at 4:15 p.m.


Janet E. Peek
Secretary