

STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

MEDICAL CARE COMMISSION QUARTERLY MEETING
DIVISION OF HEALTH SERVICE REGULATION
801 BIGGS DRIVE, RALEIGH, NORTH CAROLINA 27603
CONFERENCE ROOM 104, BROWN BUILDING

FEBRUARY 9, 2018
9:00 A.M.

VIA CONFERENCE CALL

AGENDA

- I. Meeting Opens**
- II. Chairman’s Comments** – Dr. John A. Fagg will comment on matters of importance to the Commission. Does anyone have a conflict of interest with any agenda item before the Commission today?
- III. Approval of Minutes** from the November 3, 2017 Medical Care Commission Quarterly Meeting. (See Exhibit A).
- IV. North Carolina Board of Ethics Letter**Dr. John Fagg
- Karen Moriarty Penry – Carillon Assisted Living (See Exhibit A/1)
- V. Division Director’s Report**S. Mark Payne
1. Quarterly Report on Bond Program (See Exhibit B)
 2. The following notices and non-action items were received by the Executive Committee:
 - (a) September 9, 2017 – Duke University, Schedule 3 of 2012 Master Lease Program (Redemption)
 - Outstanding Balance – \$5,370,088
 - Funds provided by insurance proceeds (Helicopter crash)
 - (b) November 11, 2017 – Twin Lakes, Series 2009 (Conversion)
 - New Bank Holding Period – 5 years (1/1/2023)
 - (c) December 21, 2017 – Novant Health, Series 2008A, 2008B, & 2008C (Conversion)
 - New interest rate at Index Interest Rate
 - New Bank Holding Period – 7 years (12/1/2024)
 - (d) December 27, 2017 – Penick Village, Series 2010B (Conversion)
 - New Fixed Interest Rate – 4.40%
 - New Bank Holding Period – 10 years (12/15/2027)

3. The Executive Committee held telephone conference call meetings on the following dates:

November 17, 2017 – The Executive Committee gave final approval for (1) the sale of bonds (Series 2017A and Series 2017B), the proceeds of which are to be loaned to United Church Homes and Services, (2) the sale of bonds (Series 2017A), the proceeds of which are to be loaned to United Methodist Retirement Homes, Incorporated, and (3) gave preliminary approval for the sale of bonds (Series 2017C), the proceeds of which are to be loaned to United Church Homes and Services. (See **Exhibit B/1**)

December 19, 2017 – The Executive Committee gave final approval for (1) the sale of bonds (Series 2017A and 2017B), the proceeds of which are to be loaned to Southeastern Regional Medical Center and (2) the sale of bonds (Series 2017A and Series 2017B), the proceeds of which are to be loaned to Carolina Village, Inc. (See **Exhibit B/2**)

December 21, 2017 – The Executive Committee gave final approval for the sale of bonds (Series 2017C), the proceeds of which are to be loaned to United Church Homes and Services. (See **Exhibit B/3**)

VI. OLD BUSINESS

None

VII. NEW BUSINESS

A. Rules for Initiating Rulemaking Approval

Exhibits C-C/3

Hospital Construction Rules

(Nadine Pfeiffer & Steve Lewis)

Replace with American Society of Healthcare Engineering’s Facility Guideline Institute (FGI) guidelines pursuant to Session Law 2017-174

- 10A NCAC 13B .6003, .6105, and .6228

B. Periodic Review of Existing Rules (HB 74) – Initial Category Determination

Exhibits D-D/2

10A NCAC 13K, Hospice Licensing Rules

(Nadine Pfeiffer, Azzie Conley & Steve Lewis)

VIII. REFUNDING OF COMMISSION BOND ISSUES.....Geary W. Knapp

Recommended:

WHEREAS, the bond market is in a period of generally fluctuating interest rates, and

WHEREAS, in the event of decline of rates during the next quarter, refunding of certain projects could result in significant savings in interest expense thereby reducing the cost of health care to patients, and

WHEREAS, the Commission will not meet again until May 10, 2018 at the Duke Health Pavilion in Durham, North Carolina;

THEREFORE, BE IT RESOLVED; that the Commission authorize its Executive Committee to approve projects involving the refunding of existing Commission debt between this date and May 10, 2018.

IX. MAY 2018 MEETING DATE CHANGE – The May Quarterly Meeting has been moved to Wednesday, May 9, 2018 and Thursday, May 10, 2018. The meeting will be held at the Duke Health Pavilion, which is located at 10 Medicine Circle Durham, North Carolina 27710. Please save the dates on your calendars.

X. ADJOURNMENT – A motion to adjourn is requested.