

**STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES**

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

May 16, 2014

9:00 A.M.

AGENDA

I. MEETING OPENS

II. CHAIRPERSON’S COMMENTS – Dr. Fagg will comment on matters of importance to the Commission and welcome members of the public to the meeting. *Question: Does anyone have any conflict of interest with any agenda item before the Commission today?*

III. PRESENTATION - Bond Financing 101John Franklin, BB&T Capital Markets

IV. APPROVAL OF MINUTES from the November 15, 2013, February 18, 2014 and March 18, 2014 meetings.....**Exhibit A, A/1 & A/2**

V. DIVISION DIRECTOR’S REPORT - Mr. Pratt will report on matters of interest to the Commission.

Other items to report on are listed below:..... Exhibits B – B/6

Quarterly Report on Bond ProgramExhibit B

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

November 19, 2013 - To consider (1) a series resolution authorizing the issuance of \$88,775,000 North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (Cone Health), Series 2013A, (2) a series resolution authorizing the issuance of \$25,000,000 North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (Cone Health), Series 2013B and (3) a series resolution authorizing the issuance of \$16,410,000 North Carolina Medical Care Commission Health Care Facilities Revenue Bonds (Cone Health), Series 2013C. **(Exhibit B/1)**

December 19, 2013 - To authorize the execution and delivery of a First Supplemental Trust Agreement for the 2010 Bonds issued for the benefit of Arbor Acres United Methodist Retirement Community, Inc., a letter with a resolution from Womble Carlyle Sandridge & Rice related to the Wilson Memorial Hospital Defeasance and a resolution to approve the extension of the initial periods for the 2011C and 2011D Bonds for Cone Health **(Exhibit B/2)**

January 7, 2014 – To consider a Supplemental Resolution for Cone Health Series 2011C and Series 2011D. **(Exhibit B/3)**

January 24, 2014 - To consider a refunding/conversion for CaroMont Health and to provide consent to the merger of Mercy Care into Lower Care Fear Hospice, Incorporated. **(Exhibit B/4)**

February 27, 2014 – To approve the conversion of the Commission’s Variable Rate Demand Health Care Facilities Revenue Refunding Bonds (Novant Health Obligated Group) Series 2008, consisting of Series 2008A, Series 2008B and Series 2008C to new Index Interest Rate Periods. **(Exhibit B/5)**

May 1, 2014 – To consider a refunding/conversion for The Presbyterian Homes at Charlotte, Inc. dba Sharon Towers, Series 2010 Bank Bought Bonds. **(Exhibit B/6)**

VI. ADOPTION OF RESOLUTION FOR LUCY H. BODE.....Dr. Fagg

**VII. THE LAW AND RULES GOVERNING THE MEDICAL CARE COMMISSION.....
Bethany Burgon, Assistant Attorney General, North Carolina Department of Justice**

**VIII. MEDICAL CARE COMMISSION PROGRAMS.....Christopher B. Taylor
Megan Lamphere**

IX. OLD BUSINESS

Nursing Home Rules.....Megan Lamphere

X. NEW BUSINESS

Rules for Transparency in Health Care Costs.....Charles Frock

XI. House Bill 74 Rules Review.....Megan Lamphere

(1) Medical Care Commission – 10A NCAC 13A

(2) Nursing Homes – 10A NCAC 13D

XII. CHANGE IN NEXT MCC MEETING DATE

**(change in date is because of scheduling requirements of the rule-making timeline for the
Transparency in Health Care Costs rules) Dr. Fagg & Megan Lamphere**

XIII. REFUNDING OF COMMISSION BOND ISSUES

Recommended:.....Christopher B. Taylor

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 _____ 2014,

THEREFORE, BE IT RESOLVED; that the Commission authorizes its Executive Committee to approve projects involving only the refunding of existing Commission debt between this date and _____, 2014.

XIV. MEMBER REPORT

XV. REMINDER

We are asking the Executive Committee Members to meet for a conference call to approve the final sale of bonds for Sharon Towers and approval to proceed with a refunding bond issue for First Health on May 22, 2014

XVI. ADJOURNMENT - A motion to adjourn is requested.