

THE UNIVERSITY OF TENNESSEE
BOARD OF TRUSTEES

MINUTES OF THE HEALTH AFFAIRS COMMITTEE

May 3, 2017
Nashville, Tennessee

The Health Affairs Committee of The University of Tennessee Board of Trustees met at 11:15 a.m. CST on Wednesday, May 3, 2017, in the offices of Adams and Reece LLP, 424 Church Street, in Nashville, Tennessee.

I. CALL TO ORDER

Raja J. Jubran, Vice Chair of the Board, acting as Committee Chair *pro tempore*, called the meeting to order.

II. ROLL CALL

The Secretary called the roll, and the following members of the Health Affairs Committee were present:

Joseph A. DiPietro
Spruell Driver, Jr.
D. Crawford Gallimore
Vicky Gregg
Raja J. Jubran

Trustees Anderson and Cates were unable to attend. The Secretary announced a quorum of the voting members.

III. MINUTES OF THE LAST MEETING

Chair Jubran called for any corrections to the minutes of the December 15, 2016 meeting of the Committee. Hearing none, a committee member made the following prepared motion in the materials:

I move that the reading of the minutes of the December 15, 2016 meeting of the Health Affairs Committee is omitted, and the minutes are approved as presented in the meeting materials, provided that

the Secretary is authorized to make any necessary edits to correct spelling errors, grammatical errors, format errors, or other technical errors subsequently identified.

The motion was seconded and passed.

IV. CHANCELLOR'S REPORT AND UPDATE ON THE STATUS OF EXISTING PHYSICIAN PRACTICE PLANS

Chancellor Schwab presented a report on the performance of the existing faculty practice plans: University Le Bonheur Pediatric Specialists (ULPS), UT Methodist Physicians (UTMP), UT West Clinic, UT Regional One Physicians (UTROP), and University Clinical Health (UCH). He said all of the plans are doing well from a financial standpoint, noting specifically that UCH (formerly UT Medical Group) is now in an excellent go-forward position with strong reserves. He added that ULPS has grown to more than 200 providers. He explained that the plans control only professional fees and not technical revenues, which are controlled by the hospitals. As a result, he said, the financial position of the plans in relation to their budgets would appear very negative, but he added that except for UCH, the practice plans do not have any financial liability. Therefore, he proposed to bring forward to the committee in the future only a financial report on UCH. Chair Jubran asked for a follow-up review of the affiliation agreements to confirm that the practice plans have no financial liability.

Chancellor Schwab also provided updates on the following:

- plan to convert UT-West Clinic, the faculty practice plan for oncology, to an integrated cancer center under Methodist to be the UT West Cancer Center;
- status of negotiations with St. Thomas Hospital in Nashville to expand the affiliation from graduate medical education to include dentistry, pharmacy, and other programs;
- status of negotiations for an affiliation agreement with Memphis Radiological PC; and
- status of the UT-Erlanger practice plan.

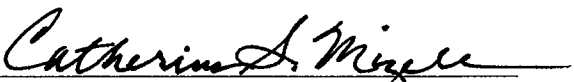
V. OTHER BUSINESS

There was no other business to come before the Committee.

VI. ADJOURNMENT

There being no other business to come before the Committee, the meeting was adjourned.

Respectfully Submitted,


Catherine S. Mizell, Secretary