



**TEMPLE HEALTH AND BIOSCIENCE
ECONOMIC DEVELOPMENT DISTRICT
BOARD OF DIRECTORS MEETING
WEDNESDAY, JANUARY 27, 2016**

The Temple Health and Bioscience Economic Development District Board of Directors conducted their regularly scheduled board meeting on Wednesday, January 27, 2016, 5:00 pm in the Main Conference Room of the Temple Health and Bioscience District Facility located at 1802 South 1st Street, Temple, Texas.

Members Present:

Wendell Williams, Chair
Thomas Baird
Michael Norman
Jack Morris
Doug Streater, Treasurer

Members Absent:

John Kiella
Gregg Strasburger

The agenda for this meeting was posted on the bulletin board of the Temple Health and Bioscience Economic Development District in compliance with the Open Meetings Law.

The following is a summary of the proceedings of this meeting. It is not intended to be a verbatim translation.

1. Approve the minutes of the December 9, 2015 board meeting.

Motion by Mr. Baird, second by Mr. Norman to approve the minutes from the December 9, 2015 board meeting. Motion carried unanimously.

2. Approve the financial report for the three-month period ending December 31, 2015.

Mr. Streater reviewed the financials. Mr. Williams posed the question regarding the differences between the Profit and Loss Statements from the fiscal year compared to the 3 month Statement. The fiscal year reflected balances through January 22, 2016 whereas the 3 month financials represented October through December 31, 2015. Mr. Streater and Mrs. Annable will discuss which report to use in the future.



Motion by Mr. Streater, second by Mr. Baird to approve the financial report for the period ending December 31, 2015. Motion was carried unanimously.

3. (A) Consider ordering an election for May 7, 2016 to elect three members to the Board of Directors of the Temple Health & Bioscience Economic Development District for three-year terms.

Gregg Strasburger, Thomas Baird and John Kiella are up for re-election in May. Three-ring binders have been prepared for potential candidates.

Motion by Mr. Morris, second by Mr. Streater to approve ordering an election for May 7, 2016 to elect three members to the Board of Directors. Motion was carried unanimously.

(B) Consider authorizing a joint election agreement with the City of Temple for the May 7, 2016 election.

Motion by Mr. Morris, second by Mr. Streater to authorize a joint election agreement with the City of Temple for May 7, 2016 election. Motion was carried unanimously.

4. Consider co-sponsorship of the BS&W Department of Orthopedic Surgery Spine Symposium to be held in Temple on April 9, 2016.

Mr. Hart gave an overview of agenda and cost of the symposium. The approximate cost would be \$3,000.00 and Mr. Hart recommended that THBD should provide \$1,500.00. This is the first symposium of this nature to be held by the Orthopedic Department. The target audience is for the General Practitioners in this area.

Motion by Mr. Streater, second by Mr. Morris to authorize the co-sponsorship of the BS&W Department of Orthopedic Surgery Spine Symposium for \$1500.00. Motion was carried unanimously.

5. Consider co-sponsorship of the Hanes H. Brindley, Sr. Orthopedic Lectureship and Orthopedic Resident Research Forum to be held in Temple on June 3, 2016.

This is one of three lectureships that THBD would like to co-sponsor. This is targeted for the Residents of BS&W and the speakers are nationally known. This is an on-going series that



has been held in the past. The approximate cost is \$4,000.00 and Mr. Hart recommends that THBD provide \$2,000.00 for the lectureship.

Motion by Mr. Morris, second by Mr. Norman to authorize the co-sponsorship of the Hanes H. Brindley, Sr. Orthopedic Lectureship and Resident Research Forum for \$2,000.00. Motion was carried unanimously.

6. Consider purchase of backup power supply system for building.

Original quote from our architect was for \$120,000.00 from a company in Austin. To purchase a natural gas-fired power generator using a group purchasing organization (TxMASS) through the state of Texas will cost \$65,112.00. There is a gas line already in place at the building. The footprint is 6 foot by 13 foot and it is 6 foot tall and it would be inside a locked fence. This generator will run the entire building without any time limit since it is using natural gas. This would be a selling point for a prospective tenant.

Motion by Mr. Streater, second by Mr. Morris to authorize the purchase of a backup power supply for the building for \$65,112.00. Motion was carried unanimously.

7. Receive activity report from Jack Hart, Executive Director.

Mr. Hart gave an update on the Social Media Activities for THBD. We are now on Facebook, Twitter, Linked In and Instagram. A Temple College student meets once a week with Mr. Hart and Mrs. Annable to create 2 posts per week.

A Mechanical Engineer who is an expert in solid works modeling has agreed to be a Consultant for our Tenants and Research Associates. He can convert MRI data from a tumor or cyst, etc. into an STL file which can be printed on the 3-D Printer. Dr. Huang would probably have 10 to 20 cases per year that he would need this service (he would use this also as a teaching tool for his residents) and Dr. Rahm stated he would probably use it 10 times per year. Mr. Williams made the statement that by using this Consultant it removes liability from THBD since we are not creating the file, just printing it.

Mr. Hart discussed the current revenue stream. The total revenue is \$11,703 from the lease funds and the lab equipment usage.



There are two upcoming big events in the next 6 months. The Medical Design & Manufacturing West (February 9-11) in Anaheim, CA. Mrs. Annable will attend with TEDC Personnel (Charley Ayers and Elizabeth Carlton). The second event is the Bio International Convention (June 7-9) in San Francisco, CA. Mr. Hart will attend with TEDC Personnel. Format will be different this year because the booth will represent all of Texas instead of individual booths. It is put together by Tom Kowalski and the Texas Healthcare and Bioscience Institute.

Investing in Tenant Companies was discussed in a previous meeting and was tabled until Mr. Hart discussed the issue with THBD's lawyer (Marsha Schiller-Lunde). Her assessment was that it needs to be disclosed and approved by the Board. Mr. Williams reminded the Board of the previous discussion revolving around Mrs. Annable's desire to invest in one of the tenant companies. Since it is not on the agenda it cannot be voted on tonight. Mr. Morris felt that it would be a conflict of interest if the person was a Board Member who wanted to invest. Mr. Norman stated that there should be flexibility but full disclosure and open discussion and recusal if needed. Mr. Williams requested that this be on next month's agenda and in the board packet to present full disclosure of intent to invest. Mr. Hart asked whether or not spouses should be included in the wording. Mr. Williams agreed that spouses should be included. Mr. Baird brought up the notion of THBD being able to invest in companies in the future. Mr. Williams talked about possible investment fund managed by outside experts.

Since the December 9, 2015 Board Meeting the following notable visitors have toured the THBD facility. David Reid, (Executive Director, Baylor Angel Network), Dr. Ruben Rathnasingham (Assistant Dean for Health Product Innovation, UT Austin Dell Medical School), and Jaime Walkowiak (JD, Senior VP, Baylor Scott & White Health Research Dallas and COO, Baylor Research Institute). Jaime was accompanied by Melissa Acosta (Patent Liaison, BS&W Dallas), Megan White (Research Business Development, BS&W Temple), Didier Landais (Research and Business Development Consultant to BS&W Arizona), and Monica De La Paz (VP, Assistant General Counsel, BS&W Temple). This group was very excited about the opportunity to consult with our Mechanical Engineer and then the ability to print on the 3D Printer.

The Board entered into Executive Session at 5:50pm and ended the session at 6:20pm.



There being no further business, Mr. Williams adjourned the meeting at approximately 6:21pm.

Transcribed by:

Tami Annable, THBD Executive Assistant