Nueces County Hospital District

Administrative Offices
555 N. Carancahua Street, Suite 950
Corpus Christi, Texas 78401-0835

Office: (361) 808-3300
Fax: (361) 808-3274
www.nchdcc.org

BOARD OF MANAGERS RESOLUTION
AUGUST 17, 2026

A RESOLUTION APPROVING FISCAL YEAR 2027 ANNUAL BUDGET

WHEREAS, the Nueces County Hospital District (the "District") is a political subdivision of the State of Texas, established pursuant to Article IX, Section 4 of the Texas Constitution and Chapter 281 of the Texas Health and Safety Code ("Health Code");

WHEREAS, under Health Code §§281.047 and 281.048, the Board of Managers (the "Board") is vested with authority to manage, control, administer, and adopt rules governing the District;

WHEREAS, Health Code §281.091(a) assigns to the District's Administrator (the "Administrator") responsibility for preparing an annual budget under the direction of the Board;

WHEREAS, pursuant to Health Code §281.091(b), the annual budget must be approved by the Board before submission to the Commissioners Court for final approval;

WHEREAS, the District's Fiscal Year 2027 begins October 1, 2026 and ends September 30, 2027;

WHEREAS, the Administrator has prepared, under Board direction, the proposed Fiscal Year 2027 Annual Budget (the "FY 2027 Annual Budget"), attached hereto as Exhibit A and incorporated by reference;

WHEREAS, the FY 2027 Annual Budget includes the District's General Fund, Tobacco Fund, Opioid Settlement Fund, and Indigent Care Fund;

WHEREAS, the Board has separately resolved to allocate District funds to Nueces County and the Nueces Center for Mental Health and Intellectual Disabilities and desires to ensure those funds are applied solely to their intended purposes or logical extensions thereof;

WHEREAS, the effective operation of the District requires that the Administrator, as chief executive officer, be vested with authority to control, manage, and expend funds appropriated in the FY 2027 Annual Budget, consistent with state law, Board policy, and the District's financial policies; and

WHEREAS, the Board finds it necessary and proper to approve the FY 2027 Annual Budget and authorize expenditures consistent therewith.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MANAGERS OF THE NUECES COUNTY HOSPITAL DISTRICT, THAT:

1. The FY 2027 Annual Budget, attached hereto as Exhibit A, is hereby approved.

2. The Administrator shall submit the approved FY 2027 Annual Budget to the Nueces County Commissioners Court for final approval.

3. Nueces County shall ensure that District funds disbursed to it, as separately resolved, are used solely for their intended purposes or logical extensions thereof.

4. Nueces Center for Mental Health and Intellectual Disabilities shall ensure that District funds disbursed to it, as separately resolved, are used solely for their intended purposes or logical extensions thereof.

5. The Administrator is authorized to control, manage, and expend funds appropriated in the FY 2027 Annual Budget to carry out the District's operations, programs, and responsibilities, and to take all actions necessary or appropriate to implement and administer the Budget for such purposes, consistent with applicable state law, Board policy, and the District's financial policies.

6. Acting as Secretary of the Board, the Administrator is authorized to certify this Resolution as being consistent with Texas law and the District's Governing Board Bylaws.

7. This Resolution shall take effect immediately upon its passage.

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NUECES COUNTY HOSPITAL DISTRICT
BOARD OF MANAGERS

Vishnu V. Reddy, M.D.
Chairman

Sylvia Tryon Oliver
Vice Chairman

Mariana Garza
Member

Georgia Neblett
Member

Karen O'Connor Urban
Member

Pamela Brower
Member

Sunil Reddy
Member

EXHIBIT “A”

[Attach budget package after this page]

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NUECES COUNTY HOSPITAL DISTRICT

OPERATING BUDGET

FISCAL YEAR 2027

*

GENERAL FUND

SPECIAL REVENUE - TOBACCO FUND

SPECIAL REVENUE – OPIOID SETTLEMENT FUND

SPECIAL REVENUE – INDIGENT CARE FUND

*

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TAX RATE: 0.088501 *(No New Revenue Rate)* 8/7/2026 3:13 PM

NUECES COUNTY HOSPITAL DISTRICT
BUDGET - GENERAL FUND
FOR THE YEAR ENDING SEPTEMBER 30, 2027

	Explanation	Column 1 Fiscal 2027 Budget		Column 2 Fiscal 2026 Budget		Column 3 Budget 2027 vs. 2026	Column 4 Fiscal 2026 Est. Actual		Column 5 Est. Act vs F2027 Bud
	REVENUES								
	Property Taxes:								
1	Current	39,588,088	37.47%	40,066,206	29.17%	(478,118)	41,003,965	27.12%	(1,415,877)
2	Delinquent	421,150	0.40%	426,236	0.31%	(5,086)	528,778	0.35%	(107,628)
3	Penalties & Interest	395,881	0.37%	400,662	0.29%	(4,781)	387,220	0.26%	8,661
4	**Total Property Tax Revenue**	40,405,119	38.24%	40,893,104	29.77%	(487,985)	41,919,963	27.72%	(1,514,844)
5	Spohn Corporate Membership Revenue	63,800,000	60.38%	95,200,000	69.31%	(31,400,000)	105,661,524	69.87%	(41,861,524)
6	Investment Income	1,309,195	1.24%	1,110,676	0.81%	198,518	3,486,295	2.31%	(2,177,100)
7	Other Income	150,000	0.14%	150,000	0.11%	0	151,547	0.10%	(1,547)
8	**Total Other Revenues**	65,259,195	61.76%	96,460,676	70.23%	(31,201,482)	109,299,366	72.28%	(44,040,171)
9	**TOTAL REVENUES**	**105,664,314**	**100%**	**137,353,781**	**100%**	**(31,689,467)**	**151,219,329**	**100%**	**(45,555,015)**
	OPERATING EXPENSES								
10	Intergovernment Transfers	109,375,537	80.00%	135,159,558	84.76%	(25,784,021)	124,546,730	85.01%	(15,171,193)
11	Graduate Medical Education Support	5,652,500	4.13%	3,198,125	2.01%	2,454,375	3,198,126	2.18%	2,454,374
12	County Healthcare Services	14,898,201	10.90%	14,506,894	9.10%	391,307	13,435,617	9.17%	1,462,584
13	Salaries	2,261,820	1.65%	2,235,456	1.40%	26,363	1,766,800	1.21%	495,020
14	Benefits	1,130,375	0.83%	1,121,884	0.70%	8,491	861,242	0.59%	269,133
15	Legal & Professional Fees	1,026,500	0.75%	891,500	0.56%	135,000	833,245	0.57%	193,255
16	Purchased Services	771,000	0.56%	731,000	0.46%	40,000	655,426	0.45%	115,574
17	Tax Assessor / Appraisal Collection Fees	830,000	0.61%	830,000	0.52%	0	806,928	0.55%	23,072
18	Supplies & Materials	25,000	0.02%	26,000	0.02%	(1,000)	17,995	0.01%	7,005
19	Rent & Leases	159,000	0.12%	159,000	0.10%	0	146,220	0.10%	12,780
20	Repairs & Maintenance	15,500	0.01%	14,000	0.01%	1,500	5,207	0.00%	10,293
21	Telephone & Utilities	98,800	0.07%	102,400	0.06%	(3,600)	58,017	0.04%	40,783
22	Insurance	48,500	0.04%	48,500	0.03%	0	34,975	0.02%	13,525
23	Administrative & General	229,750	0.17%	226,000	0.14%	3,750	110,110	0.08%	119,640
24	Capital Outlay	200,000	0.15%	210,000	0.13%	(10,000)	35,900	0.02%	164,100
25	Extraordinary	5,000	0.00%	5,000	0.00%	0	0	0.00%	5,000
26	**TOTAL EXPENDITURES**	**136,727,483**	**100%**	**159,465,317**	**100%**	**(22,737,835)**	**146,512,538**	**100%**	**(9,785,055)**
27	**EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER SOURCES & USES**	**(31,063,169)**		**(22,111,537)**		**(8,951,632)**	**4,706,791**		**(35,769,960)**
	NON-OPERATING SOURCES (USES)								
28	Operating Transfer In (Tobacco Fund)	750,000		700,000		50,000	893,000		(143,000)
29	Operating Transfer Out (Indigent Care Fund)	0				0	0		0
30	**TOTAL EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES**	**(30,313,169)**		**(21,411,537)**		**(8,901,632)**	**5,599,791**		**(35,912,960)**
31	**FUND BALANCE, BEGINNING OF PERIOD**	**97,454,838**		**79,318,697**			**91,855,047**		
32	**FUND BALANCE, END OF PERIOD**	**67,141,669**		**57,907,160**			**97,454,838**		
33	***FUND BALANCE, END OF PERIOD (NET OF COMMITTED FUNDS)***	***52,703,906***		***45,153,418***			***55,454,838***		

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NUECES COUNTY HOSPITAL DISTRICT
CONSOLIDATED BUDGET - FOR THE GENERAL FUND,
TOBACCO, OPIOID SETTLEMENT & INDIGENT CARE FUNDS
FOR THE YEAR ENDING SEPTEMBER 30, 2027

Tax Rate: 0.088501 (No-New-Revenue Rate)

	Explanation	General Fund	Tobacco Settlement Fund	Opioid Settlement Fund	Indigent Care Fund	Total
	REVENUES					
1	Property Taxes	40,405,119	0	0	0	40,405,119
2	Spohn Corporate Membership Revenue	63,800,000	0	0	0	63,800,000
3	Investment Income	1,309,195	0	44,061	985,701	2,338,956
4	Other Income	150,000	0	0	0	150,000
5	Tobacco Settlement Proceeds	0	750,000	0	0	750,000
6	Opioid Settlement Proceeds	0	0	200,000	0	200,000
7	**TOTAL REVENUES**	**105,664,314**	**750,000**	**244,061**	**985,701**	**107,644,076**
	OPERATING EXPENSES					
8	Intergovernmental Transfers	109,375,537	0	0	0	109,375,537
9	Graduate Medical Education Support	5,652,500	0	0	0	5,652,500
10	County Healthcare Services	14,898,201	0	0	0	14,898,201
11	Salaries	2,261,820	0	0	0	2,261,820
12	Benefits	1,130,375	0	0	0	1,130,375
13	Legal & Professional Fees	1,026,500	0	0	36,000	1,062,500
14	Purchased Services	771,000	0	840,000	0	1,611,000
15	Tax Assessor / Appraisal Collection Fees	830,000	0	0	0	830,000
16	Supplies & Materials	25,000	0	0	0	25,000
17	Rent & Leases	159,000	0	0	0	159,000
18	Repairs & Maintenance	15,500	0	0	0	15,500
19	Telephone & Utilities	98,800	0	0	0	98,800
20	Insurance	48,500	0	0	0	48,500
21	Administrative & General	229,750	0	0	0	229,750
22	Capital Outlay	200,000	0	0	0	200,000
23	Extraordinary/Tax Refund	5,000	0	0	0	5,000
24	Debt Service	0	0	0	0	0
25	**TOTAL EXPENDITURES**	**136,727,483**	**0**	**840,000**	**36,000**	**137,603,483**
26	**EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER SOURCES & USES**	**(31,063,169)**	**750,000**	**(595,939)**	**949,701**	**(29,959,407)**
	NON-OPERATING SOURCES (USES)					
27	Operating Transfers In	750,000	0	0	0	750,000
28	Operating Transfers Out	0	(750,000)	0	0	(750,000)
29	**TOTAL EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES**	**(30,313,169)**	**0**	**(595,939)**	**949,701**	**(29,959,407)**
30	**FUND BALANCE, BEGINING OF PERIOD**	**97,454,838**	**0**	**3,371,213**	**65,604,934**	**166,430,985**
31	**FUND BALANCE, END OF PERIOD**	**67,141,669**	**0**	**2,775,274**	**66,554,635**	**136,471,578**
32	**FUND BALANCE, END OF PERIOD (NET OF COMMITTED FUNDS**	**52,703,906**	**0**	**2,775,274**	**66,554,635**	**122,033,815**

Nueces County Hospital District
County Healthcare Department Expenditures
Fiscal Year 2027

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	Program	Budget 2027	%	Budget 2026	Difference
	Mental Healthcare Services				
1	a MHID (State Match Program)	969,129	6.5%	969,129	0
	b MHID - Jail Programs	1,995,754	13.4%	1,500,000	495,754
	Subtotal Mental Healthcare Services	2,964,883	19.9%	2,469,129	495,754
2	Health Department (Operating Expenditures)				
	Health Department	1,800,000	12.1%	1,800,000	0
	Mobile Clinic	60,000	0.4%	60,000	0
		1,860,000	12.5%	1,860,000	0
3	Emergency Medical Services	650,000		650,000	
	City of Robstown				
	City of Port Aransas				
	Emergency Services District #1 (Annaville)				
	Emergency Services District #2 (Flour Bluff)				
	Emergency Services District #4 (Bluntzer)				
	Emergency Services District #6 (Bishop)				
		650,000	4.4%	650,000	0
4	Juvenile Detention Center-Health Services	474,000	3.2%	474,000	0
	Various Health-related Services				
5	County Jail Healthcare Services	8,528,568	57.2%	8,532,015	(3,447)
	Wexford Correctional Healthcare Services				
6a	Cenikor	60,000	0.4%	60,000	0
6b	Council on Alcohol & Drug Abuse	50,000	0.3%	50,000	0
7	County Diabetes Awareness Program	60,000	0.4%	60,000	0
8	HALO-Flight Funding	15,750	0.1%	15,750	0
9	Public Health Grants				
	Coastal Bend Wellness Foundation	85,000	0.6%	85,000	0
	Amistad Community Health Center	85,000	0.6%	85,000	0
	Nueces County Jail Medivan	0	0.0%	101,000	(101,000)
	Area Health Education Center (AHEC)	65,000	0.4%	65,000	0
		235,000	1.6%	336,000	(101,000)
	TOTALS	**14,898,201**	**100.0%**	**14,506,894**	**391,307**

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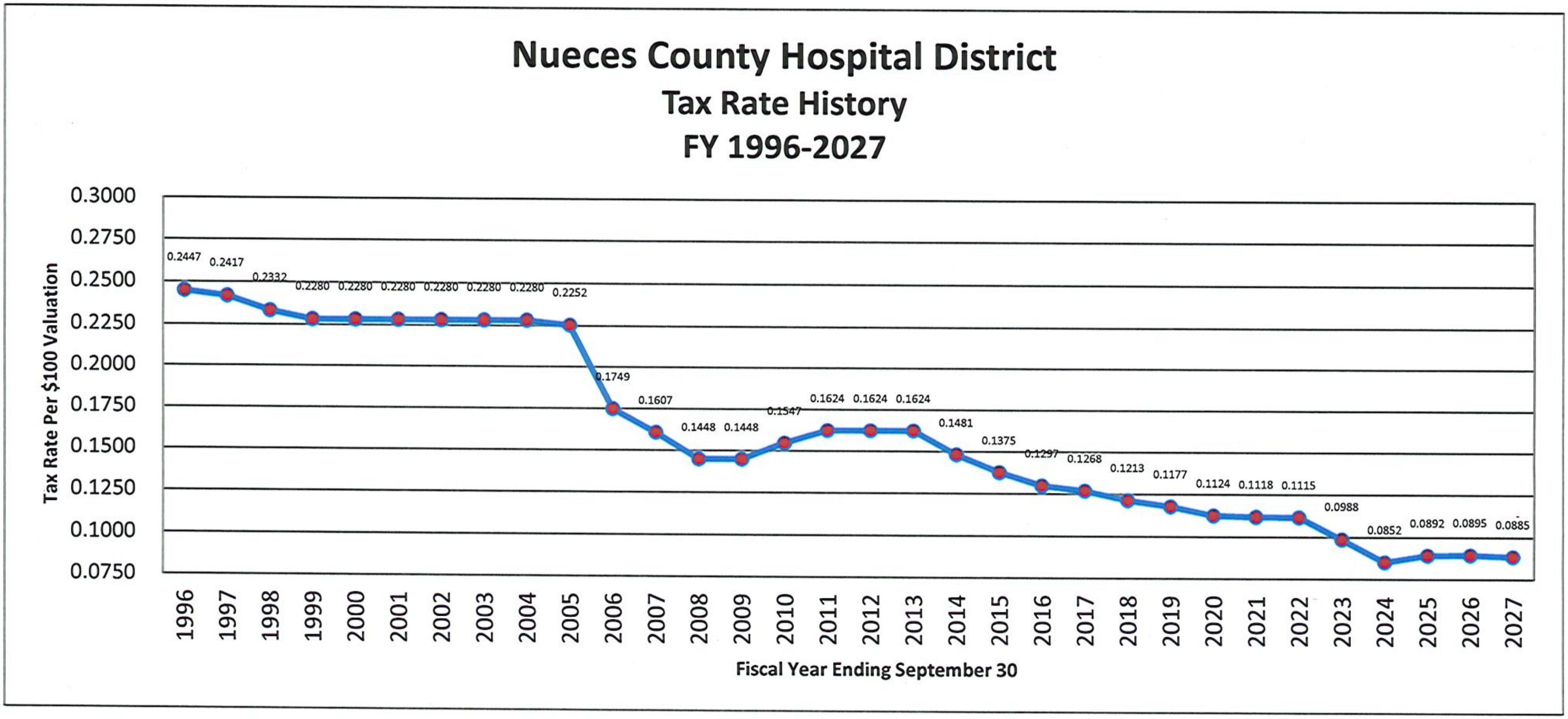
Nueces County Hospital District
Tax Rate History
FY 1996-2027
Tax Rate Per $100 Valuation
0.3000
0.2750
0.2500
0.2250
0.2000
0.1750
0.1500
0.1250
0.1000
0.0750
0.2447
0.2417
0.2332
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0.1268
0.1213
0.1177
0.1124
0.1118
0.1115
0.0988
0.0852
0.0892
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0.0885
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2027
Fiscal Year Ending September 30

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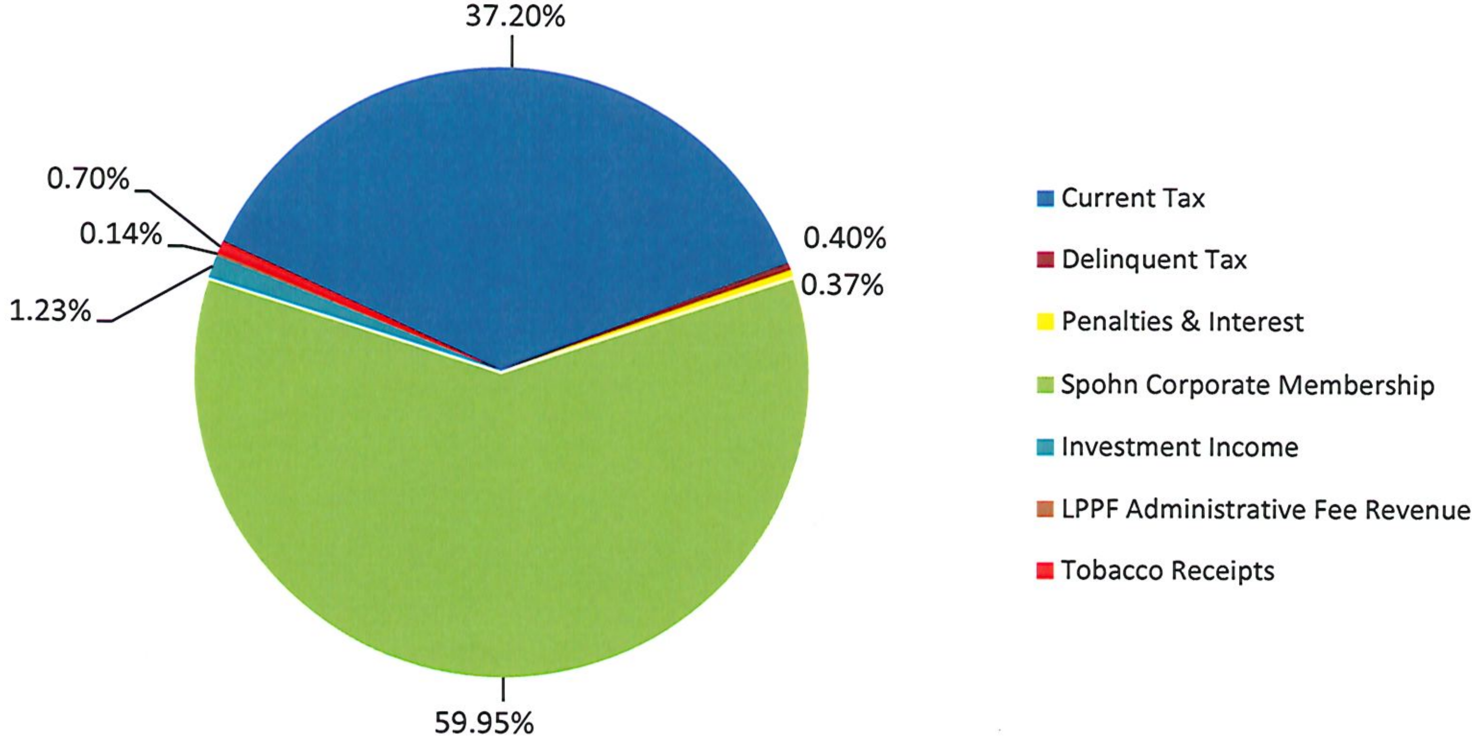
Nueces County Hospital District
General Fund FY 2027 Revenue Sources



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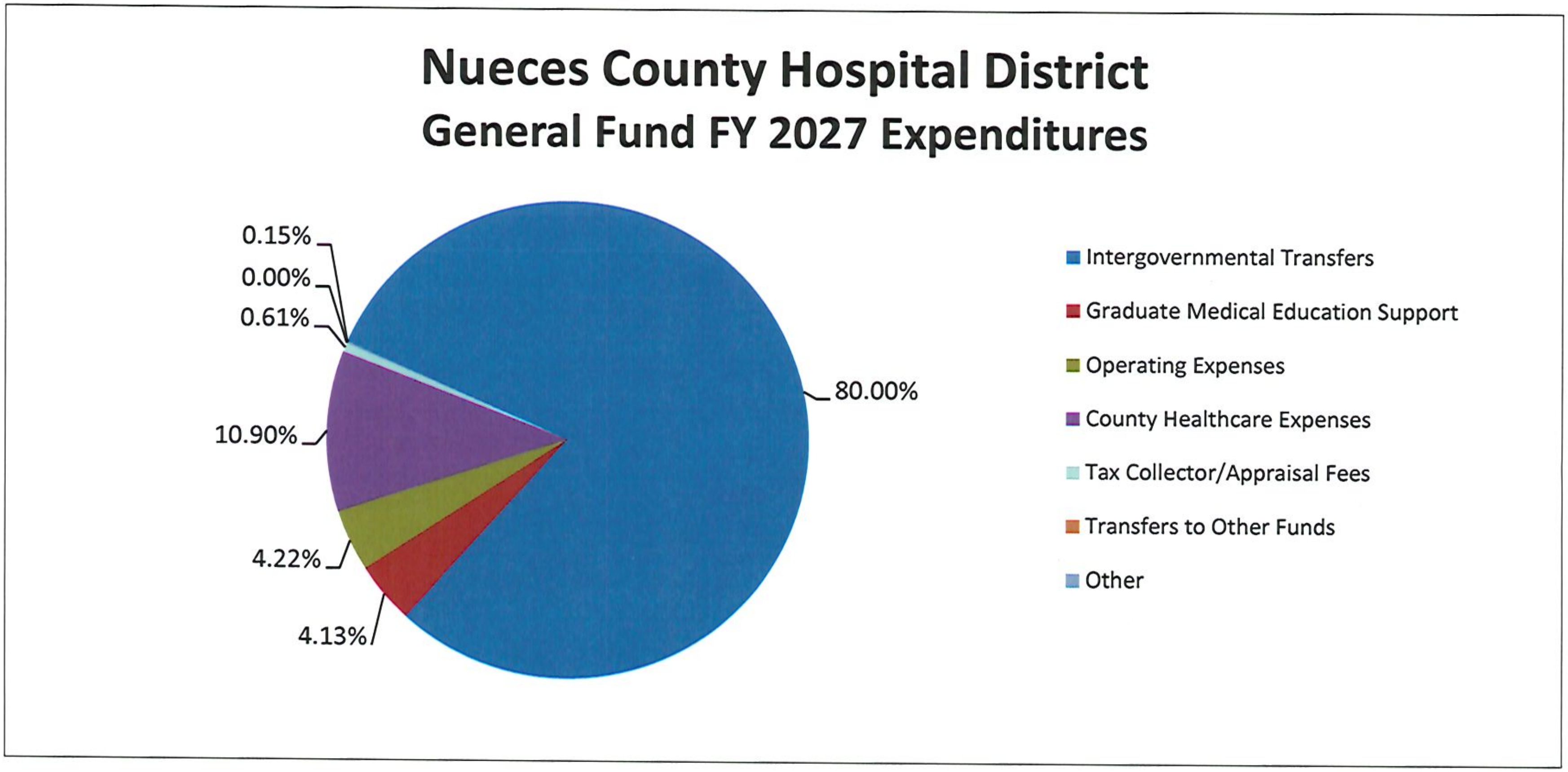

Nueces County Hospital District
General Fund FY 2027 Expenditures
0.15%
0.00%
0.61%
10.90%
4.22%
4.13%
80.00%
Intergovernmental Transfers
Graduate Medical Education Support
Operating Expenses
County Healthcare Expenses
Tax Collector/Appraisal Fees
Transfers to Other Funds
Other

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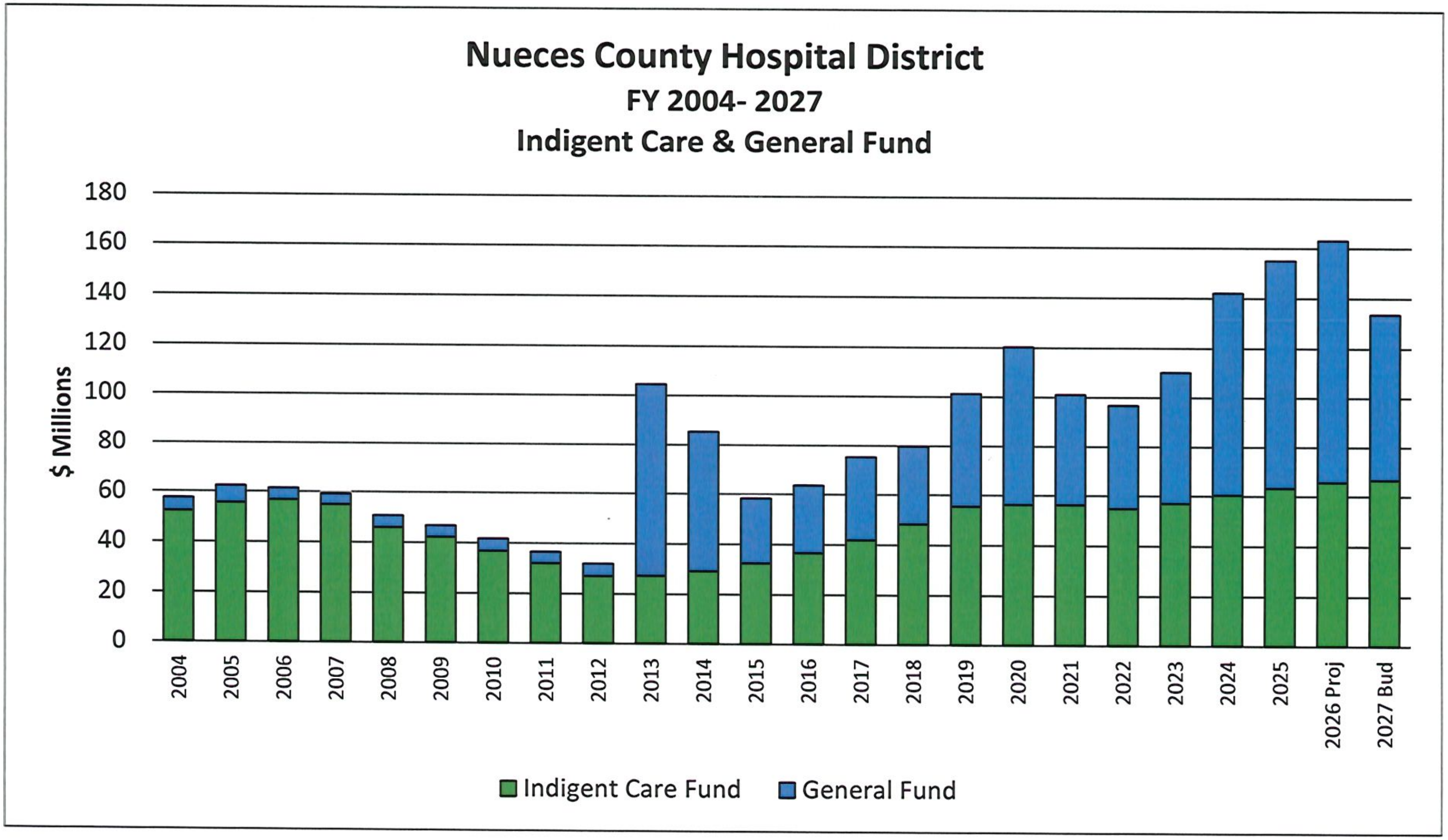

Nueces County Hospital District
FY 2004- 2027
Indigent Care & General Fund
$ Millions
0
20
40
60
80
100
120
140
160
180
2004
2005
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2013
2014
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2018
2019
2020
2021
2022
2023
2024
2025
2026 Proj
2027 Bud
Indigent Care Fund
General Fund

CERTIFICATE FOR RESOLUTION

THE STATE OF TEXAS §
§
COUNTY OF NUECES §

I, the undersigned Secretary of the Board of Managers of the Nueces County Hospital District, hereby attest as follows:

1. The Board of Managers of said District convened in regular meeting on the __17th__ day of August__ 2026, at the regular meeting place, and the roll was called of the duly constituted officers and members of said Board of Managers, to wit:

Vishnu V. Reddy, Chairman
Sylvia Tryon Oliver, Vice-Chairman
Mariana Garza
Georgia Neblett
Karen O'Connor Urban
Pamela Brower
Sunil Reddy

and all of said persons were present, except the following absentees: ________________, ____________________, and __________________ thus constituting a quorum. Whereupon, among other business, the following was transacted at said Meeting: A written

A RESOLUTION APPROVING
FISCAL YEAR 2027 ANNUAL BUDGET

was introduced for the consideration of said District and read in full. It was then duly moved and seconded that said Resolution be passed, and, after due discussion, said motion, carrying with it the passage of said Resolution, prevailed, and carried by the following vote:

YEAS: _____

NAYS: _____

PRESENT NOT VOTING: _____

ABSENT: _____

2. That a true, full and correct copy of the aforesaid Resolution passed at the meeting described in the above and forgoing paragraph is attached to and follows this Certificate; that said Resolution has been duly recorded in the minutes of said Meeting; that the above and forgoing paragraph is a true, full, and correct excerpt from the minutes of said Meeting pertaining to and passage of said Resolution; that the persons named in the above and forgoing paragraph are the duly appointed, qualified, and acting members of the Board of Managers of said District as indicated therein; that each of the members of the Board of Managers of said District was duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of aforesaid Meeting, and that said Resolution would be introduced and considered for passage at said Meeting, and that each of said members consented, in advance, to holding of said Meeting for such purpose; and that said Meeting was open to the public, and public notice of the date, time, place, and purpose of said Meeting was given all as required by Texas Government Code, §551.001 et.seq.

SIGNED AND SEALED THIS __17th___ day of __August, 2026.

ATTEST:

____

Jonny F. Hipp
Secretary, Board of Managers

{NCHD SEAL}