

HOUSTON RECOVERY CENTER LGC
MEETING OF BOARD OF DIRECTORS
MINUTES

August 1, 2013

The undersigned, being the duly appointed Acting Secretary of Houston Recovery Center LGC (the "Corporation"), hereby certifies that the following are true and correct Minutes of the August 1, 2013, meeting of the Board of Directors (the "Board") of the Corporation.

A. In a manner permitted by the Corporation's Bylaws, the meeting was called by providing all Directors with notice of the date, time, place, and purposes of the meeting more than three days before the date of the meeting.

B. In accordance with Chapter 551, Texas Government Code, which Chapter is made applicable to the Corporation by Section 451.004, Texas Transportation Code, a notice of the meeting was duly filed on July 22, 2013, in the same manner and location as required by law of the City of Houston, Texas (the "City").

1. The meeting was called to order by Dr. Arto Weltge, Acting Chairman at 1:05pm on Thursday, August 1, 2013 at the Star of Hope Men's Center, 1811 Ruiz Houston, Texas 77002. Dr. Weltge called the roll and the following Directors were present:

Dr. Arto Weltge, MD
Elizabeth T. Nunnally
Deborah Duncan
Timothy N. Oetumeier (Ex-Officio)
Andy Icken (Ex-Officio)
Dr. David Persse, MD (Ex-Officio)
Stephen Williams (Ex-Officio)

Ms. Ursula Williams was also present.

The following Directors were absent:

Ms. Kay Austin
Dr. David S. Buck, MD

II. Dr. Weltge announced that a quorum of the Directors was present.

III. Dr. Weltge noted that a draft of the Minutes of the Corporations meeting of June 20, 2013 had been distributed to the Board. A motion was made by Ms. Nunnally and seconded by Ms. Duncan to approve the minutes. The motion passed unanimously.

IV. No members of the public were present.

V. Dr. Weltge recognized Ms. Ploch to present the monthly financial report which is attached (Exhibit A). Ms. Ploch summarized the financial report. Ms. Nunnally mentioned and Deborah Duncan seconded to accept the financial report passed unanimously.

VI. Dr. Weltge recognized Leonard Kincaid to present the Directors report which is attached (Exhibit B). No action was taken.

VII. Executive Session was postponed until the end of the agenda.

VIII. Discussion items:

- a. The consensus of the board was to place an item on the next Board meeting agenda to adopt the acceptance of the policies presented by the Medical Subcommittee.
- b. Organizational development for HRC - Andy Icken and Stephen Williams commented they are working this issue with Harris County Commissioner Motman on a solution that will complement the center. Will update the board when more information is available.

IX. Pursuant to Texas Government Code Section §51.071, the Board excused all non-members and convened in Executive Session at 2:00pm to seek and obtain the advice of its attorney regarding pending litigation.

The meeting was adjourned at 2:30pm.

HOUSTON RECOVERY CENTER LOG

By:

D Ann Marco

D'Ann Marco
Acting Secretary

EXHIBIT A
8-1-13

11:44 PM
8/1/2013
Account Balance

Houston Recovery Center, LLC
Balance Sheet
As of June 30, 2013

	Aug 30, 13
ASSETS	
Current Assets	
Cash on Hand	221,754.17
Checking	225,791.17
Total Checking Balance	447,545.34
Other Current Assets	
Prepaid Insurance	4,795.00
Prepaid Marketing Expenses	4,795.00
Total Other Current Assets	9,590.00
Total Current Assets	457,135.34
TOTAL ASSETS	457,135.34
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	7,257.36
Other Accounts Payable	7,257.36
Total Current Liabilities	14,514.72
Total Liabilities	14,514.72
Equity	
Retained Earnings	442,620.62
Total Equity	442,620.62
Total Liabilities & Equity	457,135.34

Exhibit A
8-1-13

12/31/12
2012-13
Actual Data

Houston Recovery Center, LLC
Statement of Revenues & Expenses Budget vs. Actual
July 2012 through June 2013

	Actual	Budget	Var
Program Revenue	813,172.51	851,476.00	-38,303.49
Room	420,100.00	420,100.00	-
Food	4,200.00	4,200.00	-
Program Expenses	4,200.00	4,200.00	-
Salaries	1,100,000.00	1,100,000.00	-
Benefits	220,000.00	220,000.00	-
Payroll Taxes	165,000.00	165,000.00	-
Medical Insurance	110,000.00	110,000.00	-
Dental Insurance	55,000.00	55,000.00	-
Life Insurance	27,500.00	27,500.00	-
Health Insurance	11,000.00	11,000.00	-
Vision Insurance	5,500.00	5,500.00	-
Term Life Insurance	2,750.00	2,750.00	-
FICA	1,100.00	1,100.00	-
Total Expenses	1,800,000.00	1,800,000.00	-
Net Operating Income	100,000.00	100,000.00	-
Other Income	100.00	100.00	-
Net Income	100,100.00	100,100.00	-

EXHIBIT B
8-1-13

Houston Recovery Center:
Sobering Center

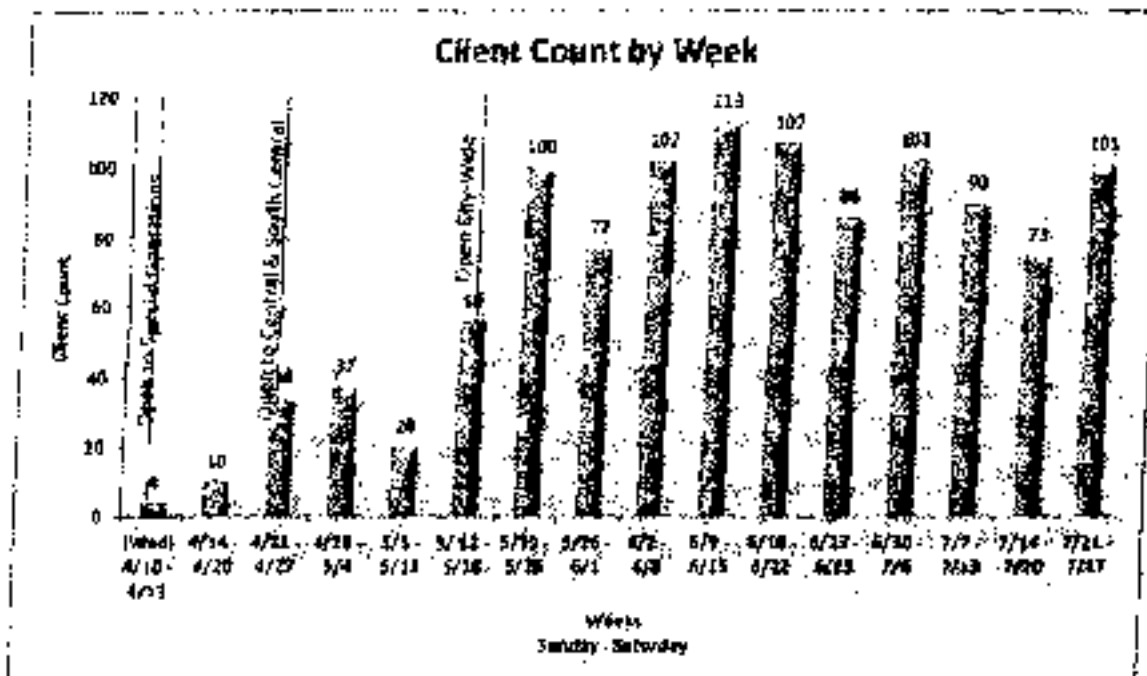
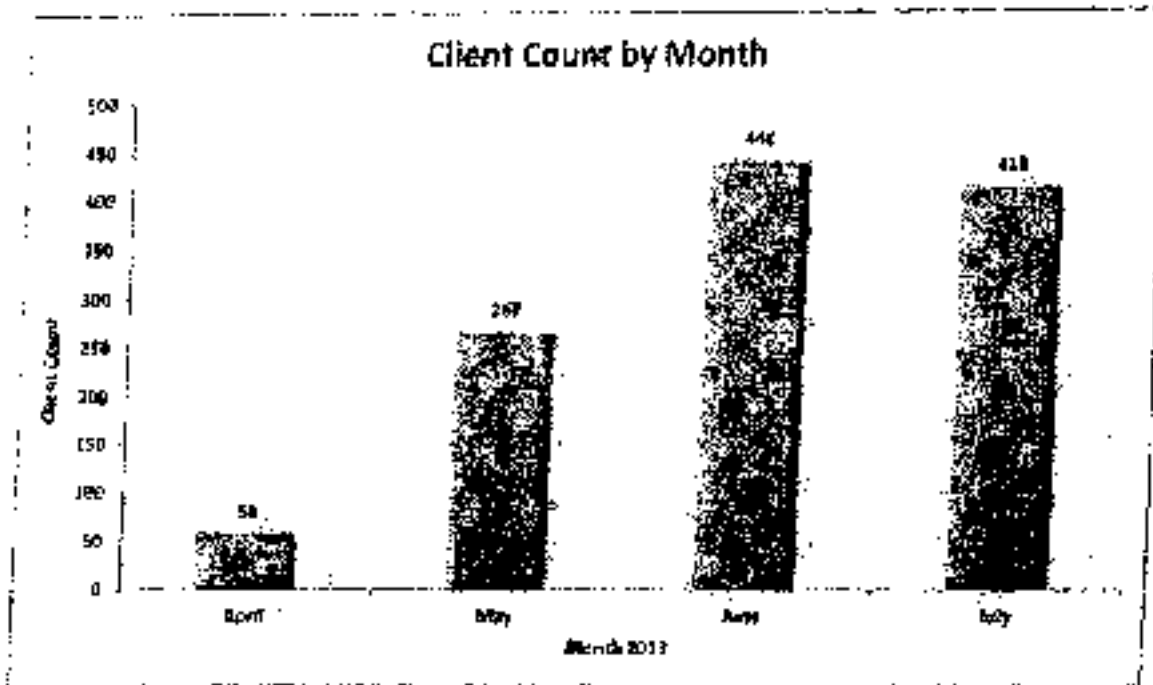
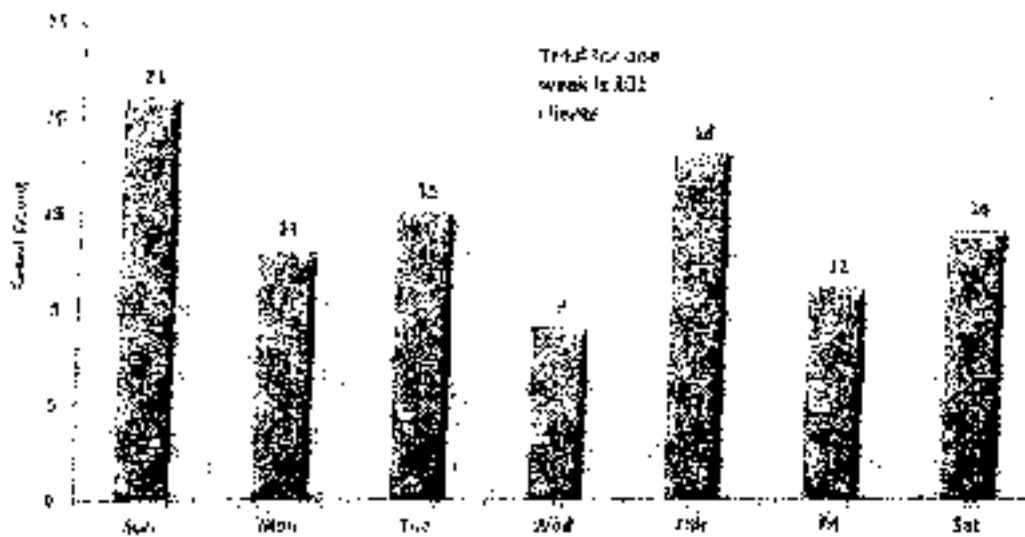


Exhibit B
8-7-13

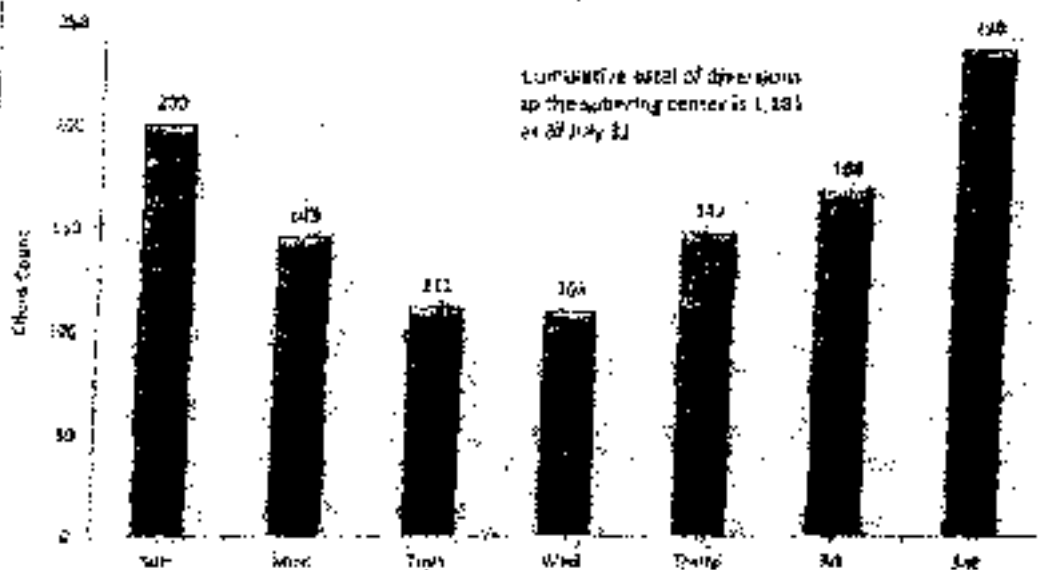
Houston Recovery Center
Sobering Center

Client Count in Last Week



Week of July 21 - July 27

Distribution of Clients over Weekdays



Cumulative Total of Week

Exhibit B
8.1.13

Houston Recovery Center
Sobering Center

Client Gender



Female Male Transgender

Count of Age Groups

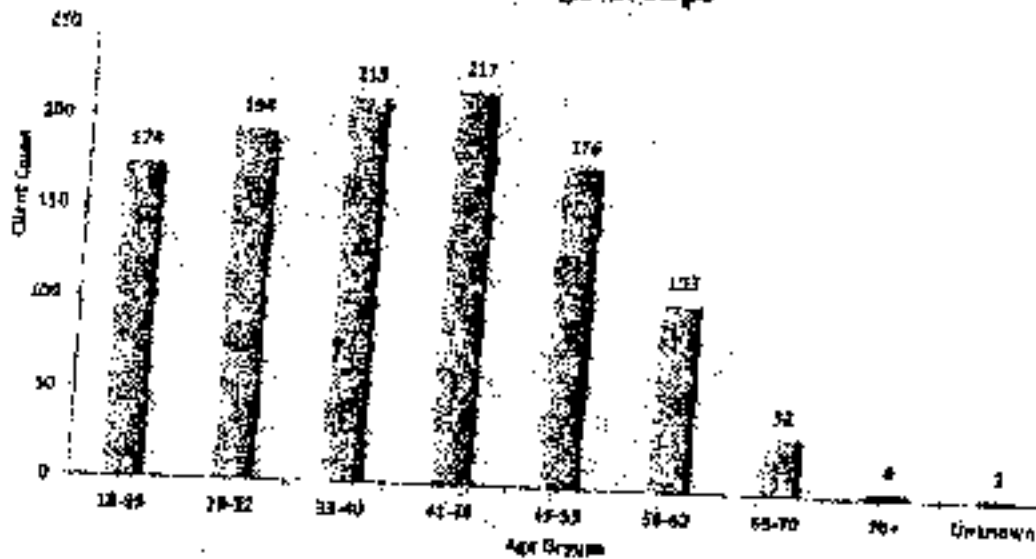


Exhibit B
8-1-13

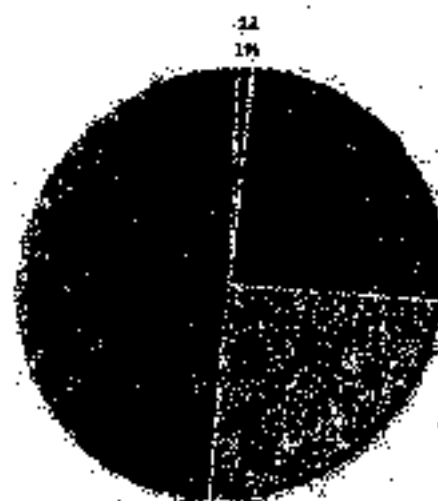
Houston Recovery Center:
Sobering Center

Count of Living Status



■ Homeless ■ Graduate Res ■ Unknown

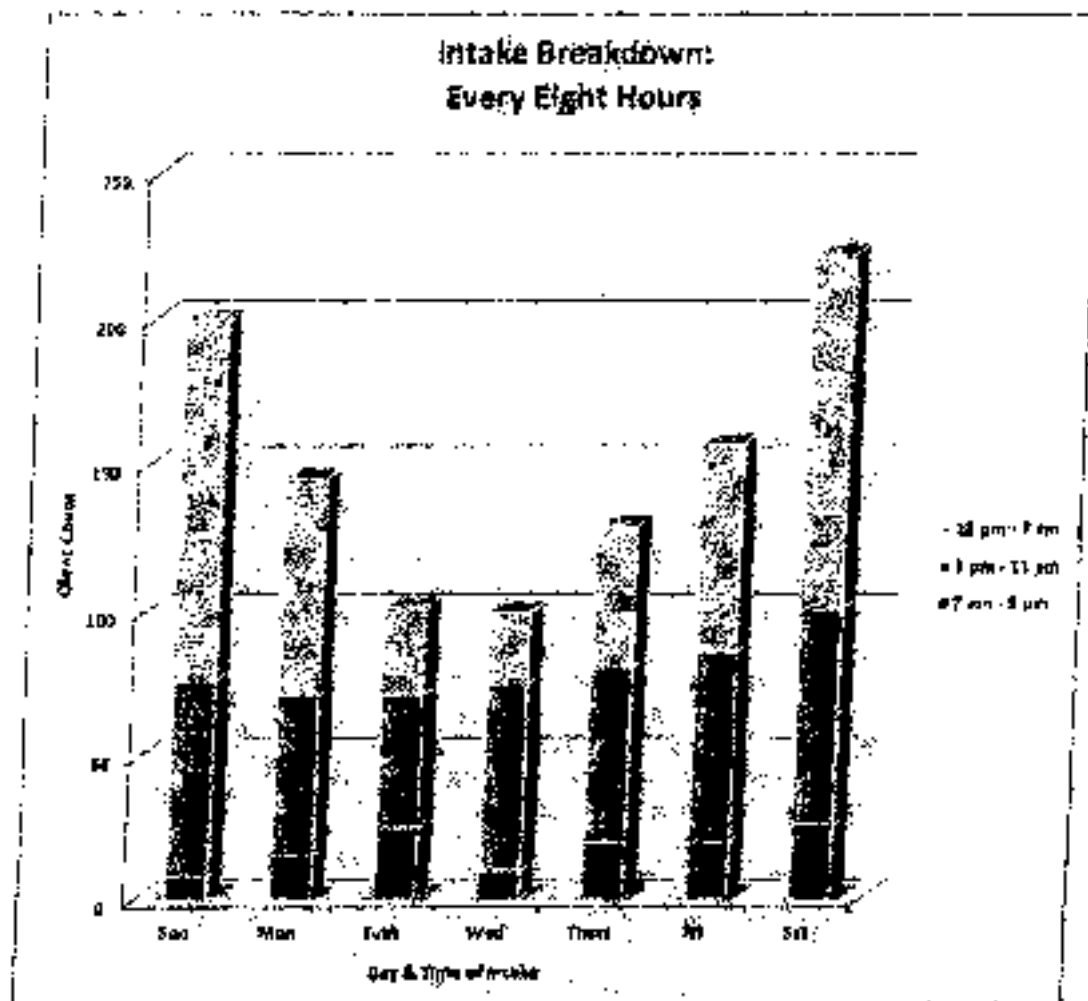
Client Race



■ Asian ■ Black ■ Hispanic ■ White

EXHIBIT B
8-1-13

Newton Recovery Center
Sobering Center



Total Intake:
1,055

Report Period:
April 10, 2012 - July 22, 2012