

SUMMARY OF THE DECISIONS OF THE OFFICIAL ADMINISTRATOR

The Finance Committee, which is a governance advisory committee of the Official Administrator of Alberta Health Services (“AHS”) (the “Official Administrator”), met on September 10, 2015 to discuss key issues regarding the below items.

If you have any questions regarding this information, please contact official.administrator@albertahealthservices.ca.

Below is an account of the resolutions approved by the Official Administrator following the meeting.

ITEMS OF APPROVAL

1. **[FC15-67] Investment Asset Mix Review and Annual Review of AHS Investment Bylaw & Investments Policy**
2. **[FC15-69] Restricted Grant Agreement Over \$90M – Infrastructure Maintenance Project**
3. **[FC15-70] Restricted AH Grant Agreement Over \$90M – Outpatient Cancer Drugs – Specialized High Cost Drugs**

1. **[FC15-67] Investment Asset Mix Review and Annual Review of AHS Investment Bylaw & Investments Policy**

WHEREAS this Resolution is enacted pursuant to Section 11(2)(a) of the *Regional Health Authorities Act (Alberta)* and the Order of the Minister of Health of Alberta effective August 25, 2015, appointing David Carpenter as the Official Administrator of AHS (the “Official Administrator”);

AND WHEREAS AHS wishes to implement an investment diversification strategy (the “Investment Diversification Strategy”) involving additional pooled mortgage funds, low volatility global equity funds and global equity funds for the purpose of diversifying AHS’ investment asset mix and optimizing the risk-return profile in accordance with the AHS Investment Bylaw and the AHS Investments Policy;

AND WHEREAS the AHS Investments Policy is to be amended to provide for revisions to performance benchmarks, to target asset mixes, to the percentage of investments in corporate bond issuers and to the permitted underlying assets of pooled fund units invested in commercial mortgages (the “Amended Policy”);

NOW THEREFORE BE IT RESOLVED THAT:

1. the Investment Diversification Strategy is hereby approved; and
2. the Amended Policy is hereby approved on substantially the terms and conditions reviewed by the Official Administrator, with such non-substantive changes that management of AHS considers necessary or advisable

2. [FC15-69] Restricted Grant Agreement Over \$90M – Infrastructure Maintenance Project

WHEREAS this Resolution is enacted pursuant to Section 11(2)(a) of the *Regional Health Authorities Act (Alberta)* and the Order of the Minister of Health of Alberta effective August 25, 2015 appointing David Carpenter as the Official Administrator of AHS (the “Official Administrator”);

AND WHEREAS AHS participates in an Infrastructure Maintenance Program (“IMP”) established to preserve or improve the physical condition of health facilities across Alberta through planned repair, replacement and maintenance;

AND WHEREAS funding is provided by Alberta Infrastructure (“AI”) to AHS for the purpose of delivering IMP projects;

AND WHEREAS AHS and AI are to enter into a master grant agreement with respect to IMP for the term from August 23, 2013 to August 22, 2018 (the “IMP Master Grant Agreement”);

AND WHEREAS the AHS Restricted Grants Policy and the AHS Delegation of Authority and Establishment of Controls for Commitments Policy (the “Policies”), delegates and establishes appropriate limits on grant commitments to be approved and executed by the President and Chief Executive Officer of AHS (the “CEO”) on behalf of AHS;

AND WHEREAS the commitment under the IMP Master Grant Agreement exceeds the CEO’s approved limits established under the Policies;

NOW THEREFORE BE IT RESOLVED THAT:

1. the IMP Master Grant Agreement, for the term August 23, 2013 to August 22, 2018, on substantially the terms and conditions reviewed by the Official Administrator is hereby approved; and
2. the CEO is hereby authorized to execute the IMP Master Grant Agreement on behalf of AHS.

3. [FC15-70] Restricted AH Grant Agreement Over \$90M – Outpatient Cancer Drugs – Specialized High Cost Drugs

WHEREAS this Resolution is enacted pursuant to Section 11(2)(a) of the *Regional Health Authorities Act (Alberta)* and the Order of the Minister of Health of Alberta (the “Minister”) effective August 25, 2015, appointing David Carpenter as the Official Administrator of AHS (the “Official Administrator”);

AND WHEREAS AHS wishes to enter into with the Minister (a) a Grant Agreement for the term from April 1, 2015 to March 31, 2016 wherein the Minister agrees to provide grant funding up to a maximum of \$162,109,000 to AHS for the cost of cancer pharmaceuticals it provides to outpatient cancer patients (the “Outpatient Cancer Drugs Grant Agreement”), and (b) a Grant Agreement for the term from April 1, 2015 to March 31, 2016, wherein the Minister agrees to provide grant funding up to a maximum of \$92,640,000 to AHS for the cost of specialized high cost pharmaceuticals it provides to Albertans (the “Specialized High Cost Drugs Grant Agreement”);

AND WHEREAS the AHS Restricted Grants Policy and Delegation of Authority and Establishment of Controls for Commitments Policy (the “Policies”), delegates and establishes appropriate limits on commitments to be approved and executed by the President and Chief Executive Officer of AHS (the “CEO”) on behalf of AHS;

AND WHEREAS the commitments under the Outpatient Cancer Drugs Grant Agreement and the Specialized High Cost Drugs Grant Agreement exceed the CEO’s approval limits (as defined in the Policies);

NOW THEREFORE BE IT RESOLVED THAT:

1. The Outpatient Cancer Drugs Grant Agreement and the Specialized High Cost Drugs Grant Agreement are hereby approved; and

2. the CEO is hereby authorized to execute the Outpatient Cancer Drugs Grant Agreement and the Specialized High Cost Drugs Grant Agreement on behalf of AHS.

/s/

Catherine MacNeill
Acting Corporate Secretary