



**DESERT HEALTHCARE FOUNDATION
SPECIAL MEETING OF THE BOARD OF DIRECTORS
April 03, 2018
3:00 p.m.**

Or As Soon After The Adjournment of the Desert Healthcare District Board Meeting

Jerry Stergios Building, 2nd Floor
Arthur H. "Reid" Motley Board Room
1140 N. Indian Canyon Drive, Palm Springs, California 92262
This meeting is handicapped-accessible

Page(s)	AGENDA	Item Type
	<i>Any item on the agenda may result in Board Action</i>	
	A. CALL TO ORDER – President Zendle, MD Roll Call ____ Vice-President/Secretary Rogers, RN ____ Director Matthews ____ Director Hazen ____ Director Wortham, DrPH	
1.	B. APPROVAL OF AGENDA	Action
	C. PUBLIC COMMENT At this time, comments from the audience may be made on items <u>not</u> listed on the agenda that are of public interest and within the subject-matter jurisdiction of the Foundation. The Board has a policy of limiting speakers to no more than three minutes. The Board cannot take action on items not listed on the agenda. Public input may be offered on agenda items when they come up for discussion and/or action.	
	D. DESERT HEALTHCARE FOUNDATION CEO REPORT	Information
2.	E. OLD BUSINESS a. Consideration of Endowment Options to Fund Potential Eastern Coachella Valley Expansion.	Action
	F. NEW BUSINESS	
	G. DIRECTOR'S COMMENTS & REPORTS	Information
	H. ADJOURNMENT	



Date: April 03, 2018

To: Board of Directors

Subject: Healthcare District Expansion – Option/Options to Secure
\$6,000,000 Funding Source/s Approved at the February 19, 2018
Board of Director’s Meeting

Staff recommendation: Consideration to approve Staff and Legal Counsel establishing an Endowment or other option to secure the \$6,000,000 commitment.

Background:

- On January 5, 2017, the Healthcare District Board of Directors filed an application per a provision in AB 2414 (Plan of Services plus Exhibits) that stated the filing must occur on or before January 5.
- Later in January and early February 2017, LAFCO advised that a specific funding source(s) must be included to complete the application process.
- An Ad Hoc Committee and Staff spent the last year analyzing potential funding sources and engaged in substantial public engagement activities, including Town Halls, Strategic Planning Meetings, and focus groups, among others.
- At a special meeting of the Board of Directors on February 19, 2018, the Board approved a Self-Funded Approach to commit a total of \$6,000,000 (\$300,000 per year for 20 years) to provide programs and services to the residents of the annexed area upon successful voter approval of the expansion initiative.
- The sources of funds will be generated from current existing and ongoing unrestricted sources (not from current property tax revenues and hospital replacement funds).
- On February 20, Staff spoke with LAFCO Executive Officer George Spiliotis regarding the Board’s action and inquired how best to convey the Board’s initial funding decision.
- LAFCO Executive Officer George Spiliotis requested an Application Addendum outlining the information.
- At the February 27, 2018 Board of Director’s meeting, a Board Resolution and Addendum to the LAFCO application were approved.
- At the same February 27th Board meeting, in addition to accruing the \$6,000,000 funding commitment, the Board directed Staff and Legal Counsel to research an option/options to secure the \$6M commitment.
- Staff and Legal Counsel recommends consideration for approval to establish an Endowment or other secure option for the \$6,000,000 commitment.
- Staff will bring back more specifics at the April 24, 2018 Board meeting.

Fiscal Impact:

\$300,000/year in unrestricted funds, beginning in FY 18-19, should expansion of the district to the Eastern Coachella Valley be successful on the November 6, 2018 Ballot.