

**DESERT HEALTHCARE FOUNDATION
BOARD OF DIRECTORS
MEETING MINUTES
March 22, 2016**

A Meeting of the Board of Directors of the Desert Healthcare Foundation was held in the Arthur H. "Red" Motley Boardroom, Palm Springs, CA

Attendance:

Members

William Grimm, DO – President
Kay Hazen – Vice-President/Secretary
Mark Matthews – Treasurer
Michael Solomon, MD – Director
Carole Rogers - Director

Absent

Staff

Kathy Greco, Chief Executive Officer
Donna Craig, Chief Grants Officer
Chris Christensen, CFO/COO
Alejandro Espinoza, Director Programs/Projects
Steve Brown, Clerk to the Board

Legal Counsel

Carlos Campos

Guests

None

CALL TO ORDER

The meeting was called to order at 4:51 p.m. by President Grimm.

APPROVAL OF AGENDA

President Grimm asked for a motion to approve the agenda.

#16-09 MOTION WAS MADE by Director Matthews and seconded by Director Rogers to approve the agenda. Motion passed unanimously

PUBLIC COMMENT

None

CONSENT AGENDA

Submitted for approval:

1. Board Minutes
Minutes of February 23, 2016

#16-10 MOTION WAS MADE by Director Rogers and seconded by Director Matthews to approve the minutes of February 23, 2016.

Before the vote Director Solomon requested that the last sentence of the first paragraph, "Director Rogers asked Director Solomon if he was in a lawsuit with Borrego and he responded yes" be stricken. Directors Rogers comments were of personal and private nature, unworthy, which lead to an inaccurate answer. There is no current lawsuit between Borrego and myself at this time and I request that be sentence be stricken.

Director Rogers commented that she asked that question because of the negative comments made by Director Solomon and she was concerned they would have a bearing on the vote. She continued since he voted no it showed he had personal feelings.

Director Solomon responded that first of all, how Director Rogers would know how he would vote and that any comments would have a bearing on anyone before the vote. This was a personal and private matter and inappropriate to be asked or brought up at a board meeting.

Legal Counsel confirmed for Vice-President/Secretary Hazen that Director Solomon's comments would be included in the minutes of today's meeting. Legal Counsel recommended action minutes in the future.

Director Solomon said he would approve the minutes of February 23, 2016 as long as today's comments would be included in the March 22, 2016 minutes.

Motion passed unanimously

#16-11 MOTION WAS MADE by Director Rogers and seconded by Vice-President Hazen to approve the February 2016 Foundation Financial Statements.

Director Solomon requested the following abstention be included in the minutes*

"Director Solomon requested this be included in the minutes:

California Health & Safety Code Section 32121, subparagraph (j) tells the Board of Directors how it can spend taxpayer's money. This law requires us to *only* spend taxpayer's money on programs or purposes that are "for the benefit of the district and the people served by the district". This means we can only spend district money on programs that *primarily* serve the people who live within the district and pay district taxes.

With regard to pages 11-19 in our packet, all money granted to the Desert Healthcare Foundation from the Desert Healthcare District, with the exception of those earmarked for the Hospital's collective fund, are therefore illegal.

These expenditures, which are listed in the FINANCIALS section of our agenda and on the Grant Payment Schedule which can be found on page 18 of our Foundation Packet, are illegal because they are not "for the benefit of the district and the people served by the district" because they do not *primarily* serve or benefit the people who live within the Desert Healthcare District. Therefore by definition these expenditures are not only wrong but they are illegal. Our staff and our CEO should have never recommended them and our Attorney should be counseling us against them.

I Therefore I abstain from approving those specific items because they are illegal and would ask that my concerns be duly noted in the minutes of this meeting. I urge each of the members of this Board to do the same.

Roll Call Vote:

AYES Director Rogers; Director Solomon; Director Matthews;
Vice- President Hazen; President Grimm

NOES: 0

ABSTAIN: 0

ABSENT: 0 -

Motion Passed 5-0 except for partial abstention noted above

GRANTS

Final Report

1. Affordable Care Act Final Report and Impact Analysis

Ms. Greco reviewed the report included in the packet.

The project was a great collaborative effort with The California Endowment and the County of Riverside. Vice-President Hazen commented that it is important to know which neighborhoods still have a high percentage of uninsured so they may be targeted for enrollment in the future.

DIRECTOR'S COMMENTS & REPORTS

None

CEO REPORT

None.

ADJOURNMENT

The meeting was adjourned at 5:06 p.m.

ATTEST:



Kay Hazen, Vice-President/Secretary
Desert Healthcare Foundation Board of Directors

Minutes respectfully submitted by Steve Brown, Clerk of the Board

Per Director Matthews Request

Desert HealthCare District funds utilized to pay The Desert HealthCare Foundation for grants outside the District Boundaries

DHCD's grant to DHCF for ACA funding around the valley.	\$650,000
DHCD grant to DHCF for RAP match.	\$195,000
DHCD's grant to DHCF for Mayor's Race	\$100,000
DHCD grant to DHCF for Alliance for a Healthier Gen.	\$900,000

Total Taxpayer Dollars awarded to DHCF for redistribution: \$1,845,000

~~~~~

Desert Healthcare District Grants that do not primarily serve the people who live within the District and pay District Taxes

|                                                       |              |
|-------------------------------------------------------|--------------|
| DHCD's grant to El Sol (not in the district boundary) | \$314,000    |
| Grant #806 (Riverside County office on Aging)         | \$ 95,966    |
| DHCD's grant to CV Link                               | \$10,000,000 |

**Not including the CV Link, the total is; \$409,966**

**With CV Link, the total is; \$10,409,966**