

**DESERT HEALTHCARE DISTRICT
SPECIAL FINANCE, ADMINISTRATION, REAL ESTATE AND LEGAL COMMITTEE
MEETING MINUTES
May 10, 2016**

A Special Meeting of the Finance, Administration, Real Estate and Legal Committee of the Desert Healthcare District was held in the Desert Healthcare District Conference Room, 2nd Floor, Palm Springs, CA

Attendance:

Members

Mark Matthews – Chairman/Treasurer

Michael Solomon – Director

Staff

Kathy Greco, Chief Executive Officer

Chris Christensen, CFO/COO

Donna Craig, Chief Grants Officer

Mary Pannoni, Accounting/Admin Support

Steve Brown, Director of Community Relations/Clerk of the Board

Community Members

Arthur Shorr, Community Member

Sid Rubenstein, Community Member

Joseph Wild, Community Member

Richard Cagen, Community Member

Guest

None

CALL TO ORDER

The meeting was called to order at 1:30 p.m. by Chairman Matthews.

APPROVAL OF AGENDA

It was moved and seconded (Director Solomon, Member Shorr) to approve the agenda.

Motion passed unanimously.

PUBLIC COMMENT

None

APPROVAL OF MINUTES

It was moved and seconded (Director Solomon, Member Cagen) to approve the minutes of April 12, 2016. Motion passed unanimously.

FINANCIAL REPORTS

1. Financial Statements. April 2016 were reviewed.
2. Asset Allocations Schedule – April 2016 schedule was reviewed.
3. Deposits – April 2016 deposit detail was reviewed.
4. Check Register – April 2016 check register was reviewed.
5. General Grants Schedule – April 2016 schedule was reviewed.

There were no questions or comments.

It was moved and seconded (Director Solomon, Member Shorr) to approve the April 2016 Foundation Finance Reports and forward to the Board for approval with the following abstention by Director Solomon:

“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 9-29 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 30 of our Finance and Administration Sub-Committee 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 Sub-Committee to do the same.

OTHER MATTERS

1. CVHIP Analytics

The Committee tabled this item until the next F&A Foundation Committee Meeting.

2. Purple Binder 2016-2017 Health Portal Maintenance

It was moved and seconded (Director Solomon, Member Wild) to forward the Purple Binder 2016-2017 Health Portal Maintenance Contract to the Board for approval.
Motion passed unanimously.

3. Royalty Interest – Desert Hospital Foundation Update

Mr. Christensen reported that the Board did not accept the F&A Committee recommendation to accept the \$55,000 offer from Mr. Bennett. Direction was given to staff to continue investigating the value of the mineral rights and the cost of a consultant to provide that value.

4. FY 2016-2017 Budget Review

It was moved and seconded (Director Solomon, Member Rubenstein) to forward the FY 2016-2017 Foundation Budget to the Board for approval.
Motion passed unanimously.

5. CEO Report

No report was given.

ADJOURNMENT

The meeting was adjourned at 4:00 p.m.

ATTEST:



Mark Matthews, Chairman Finance and Administration Committee/Treasurer
Desert Healthcare District Board of Directors

Minutes respectfully submitted by Steve Brown, Clerk to 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

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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**