



138 S. Brandon St. • Fallbrook CA 92028 • 760-731-9187

**BOARD OF DIRECTORS  
REGULAR BOARD MEETING**

**WEDNESDAY  
AUGUST 10, 2016**

**6:00 PM**

**AT**

**FPUD  
FALLBROOK PUBLIC UTILITY DISTRICT  
990 EAST MISSION ROAD  
FALLBROOK, CA 92028**



**AGENDA**  
**FALLBROOK HEALTHCARE DISTRICT**  
**REGULAR BOARD MEETING**

Wednesday, August 10, 2016, 6:00 p.m.  
Fallbrook Public Utilities District, 990 E. Mission Rd., Fallbrook

**A. CALL MEETING TO ORDER – PLEDGE OF ALLEGIANCE**

**B. ADDITIONS TO AGENDA**

Pursuant to the Brown Act, additions to the Agenda as posted are exceptional, and expressly limited to three specific situations, as set forth in Government Code 54954.2(b): (1) an "emergency" as determined by majority vote of the board; (2) a 2/3 vote of the board finding that an item requires immediate action – and the need for this action arose in time after the agenda was posted or (3) the item was continued from an earlier meeting (no more than 5 days earlier), at which time the item was validly posted on the agenda of the earlier meeting.

**C. BOARD MEMBER AND PUBLIC COMMENTS**

Opportunity for board members and citizens to speak on items of interest within subject matter jurisdiction of the District. For the record, please state your name. "Request to speak" cards should be filled out in advance and presented to the Board President or the recording secretary. The Board has a policy limiting any speaker to not more than five minutes

**D. CONSENT ITEMS**

- D1. Minutes of July 13, 2016 Regular Board Meeting
- D2. Approval of June 2016 Financial Statements

**E. REPORTS**

- E1. Finance Committee – Director Salmon and Mroz
- E2. Community Healthcare Programs Committee – Directors Mroz and Abbott
- E3. Gov't and Community Relations Committee – Directors Tinker and Salmon
- E4. Facilities Committee – Director Tinker and Winton
- F5. Long Range Planning Committee – Directors Salmon and Winton
- F6. Executive Director – Bobbi Palmer
- F7. General Counsel – Blaise Jackson

**F. DISCUSSION/ACTION ITEMS**

- F1. Adoption of Final Budget FY 2016-2017
- F2. Review of RFP Urgent Care Services
- F3. Biennial Adoption of the Conflict of Interest Code

**G. ITEMS FOR SUBSEQUENT MEETINGS**

- G1. Other Director/Staff discussion items
  - G1a. Item(s) for future board agendas
  - G1b. Announcements of upcoming events:
    - NCCCHI meeting – Wednesday, September 14, 2:00-3:00pm Fallbrook Healthcare District Board Room, 138 S. Brandon Rd.
    - CCC/CATCH meeting – Monday, August 15, 2016, 9:00-10:30am, Fallbrook Public Utility District Board Room
    - Woman of Wellness –Thursday, September 1, 2016, 6pm – Fallbrook Library
- G2. Next Regular Board meeting – Wednesday, , September 14, 2016, Fallbrook Public Utility District Board Room

**H. CLOSED SESSION**

- H1. CONFERENCE WITH REAL ESTATE NEGOTIATOR REGARDING SALE OF REAL PROPERTY PER GOVT CODE 54956.8 -Conference shall include Price and Terms.  
District Negotiator: Travis Ives  
APN #s 105-811-01 and 103-246-51. (Former Hospital Property – 624 Elder Street/138 Brandon Road)"

12. CONFERENCE WITH LEGAL COUNSEL CONCERNING POTENTIAL LITIGATION PER GOVT  
CODE 54956.9(d)(2) – one case.

**I. RETURN TO OPEN SESSION**

**J. ADJOURNMENT**

**NOTE:** This agenda posted at the Fallbrook Healthcare District Administration Office on Friday, August 8, 2016. The American with Disabilities Act provides that no qualified individual with a disability shall be excluded from participation in, or denied the benefits of District business. If you need assistance to participate in this meeting, please contact the District office 24 hours prior to the meeting at 760-731-9187.

## CONSENT ITEMS



**MINUTES  
FALLBROOK HEALTHCARE DISTRICT  
REGULAR BOARD MEETING**

**Wednesday, July 13, 2016, 6:00 p.m.  
Fallbrook Public Utilities District, 990 E. Mission Rd., Fallbrook**

**A. CALL MEETING TO ORDER – PLEDGE OF ALLEGIANCE**

The meeting was called to order by Vice-President Mroz at 6:02 p.m.

Board members present: Barbara Mroz, Stephen Abbott, Howard Salmon and Dr. Frank Winton.

Board member absent: Gordon Tinker

Others present: General Counsel Blaise Jackson and Executive Director Bobbi Palmer

Vice-President Mroz led in the Pledge of Allegiance.

**B. ADDITIONS TO AGENDA**

There were no additions to the agenda.

**C. BOARD MEMBER AND PUBLIC COMMENTS**

There was no public comment.

**D. PRESENTATION**

**D1. 2016-2017 Community Health Contracts**

The four Directors present each presented several contract awards to the representatives from each of the non-profit organizations being granted contracts. A celebration had been held at 5:00 p.m. for Community Health Contract recipients and several members from the communities served by the District who had been invited to serve on an Advisory Committee to the Board of Directors. (See attached list of 2016-2017 Community Health Contract recipients.)

**E. CONSENT ITEMS**

E1. Minutes of June 8, 2016 Regular Board Meeting

E2. Approval of May 2016 Financial Statements

Discussion: There was no request by any Director to pull an item for discussion.

Action: Director Abbott moved, Director Winton seconded to approve the consent items as presented. Motion carried. 4-0

**F. REPORTS**

**F1. Finance Committee – Director Salmon and Mroz**

Director Salmon reviewed the financial statements, the LAIF and CalTrust accounts. He said the Finance Committee had reviewed the draft budget, and also made a recommendation to the full board for one of the two candidates submitting proposals for auditing services (to be discussed further under Discussion/Action Items).

**F2. Community Healthcare Programs Committee – Directors Mroz and Abbott**

Director Mroz said Woman of Wellness meets on the first Thursday of each month. She said the July presentation on varicose veins was very well-received and the San Diego Vascular Center generously offered free screenings. In August, Ann Wade of Wade Into Fitness will be the guest speaker.

**F3. Gov't and Community Relations Committee – Directors Tinker and Salmon**

Director Salmon reported that the State of California has begun a "Little Hoover" commission to look at the 4500 Special Districts in the state. The Association of California

Healthcare Districts has formed a special committee to assure that healthcare districts are recognized for their contributions and value in the communities they serve. Director Salmon said there is a pilot project that is bringing LYFT (a transportation service) and Sequoia Healthcare District together to assist older adults in overcoming transportation barriers (for healthcare needs). He suggested Fallbrook might want to begin a similar pilot project for our seniors.

He also noted that Senate Bill 957 was passed which gave District hospitals the authority to do design/build for their projects which in turn can bring significant savings in time and resources. Assembly Bill 2024 which would allow federally certified critical access hospitals to employ physicians is moving through the process. This is important because 20 of the 34 critical access hospitals are District hospitals. Lastly, Director Salmon said the Robert Wood Johnson Foundation completed a study determining that for every dollar spent on public health programs, it returns \$67- \$88 in terms of benefit to healthcare in the community.

- F4. Facilities Committee – Director Tinker and Winton  
Director Winton said there was no report at this time.
- F5. Long Range Planning Committee – Directors Salmon and Winton  
Director Winton said this committee met on July 1<sup>st</sup> to determine priorities for the long-range plans for the healthcare district. Until it is known what will happen with the hospital building, it is difficult to move forward with specific long-range planning. However, the District is aware of the major health disparities in the community and has formed coalitions with non-profit organizations to focus efforts in those areas to better meet the health and wellness needs in the District.
- F6. Executive Director – Bobbi Palmer  
Executive Director Bobbi Palmer reviewed recent activities including participation in the Health Resource Fair on June 25<sup>th</sup> at the Fallbrook Family Health Center. Line dancers from the Senior Center performed at the event and were our Health Champions for June in our Call to Activity – Wellness – One Step at a Time initiative. Contact was made at that event resulting in scheduling CSUSM nursing students and Bonsall High School interns to facilitate a mini health fair for migrant workers at Hines Nursery in Rainbow. She also discussed briefly the establishment of an Advisory Committee with a Youth Council component. Her full report is attached.
- F7. General Counsel – Blaise Jackson  
Legal Counsel Blaise Jackson said his comments would be confined to Closed Session and Discussion/Action Items.

## G. DISCUSSION/ACTION ITEMS

- G1. Review of Independent Auditor  
Discussion: Director Salmon said there had been two proposals received for auditing services as a result of the RFP for those services. The Finance Committee had interviewed both candidates and recommended selection of Fechter & Company to the full board.  
Action: It was moved by Director Salmon, seconded by Director Abbott to approve the selection of Fechter & Company to serve as independent auditors for Fallbrook Healthcare District for the fiscal year ending June 30, 2016. Motion carried. 4-0.
- G2. Review of Community Engagement Services  
Discussion: Director Salmon commented on the importance of healthcare districts effectively communicating and educating the community as vital to increasing the wellness of the community. Executive Director Bobbi Palmer said the RFP and interview process has been completed for community engagement services to include the following:
- Conduct town hall meetings
  - To assist with facilitating the Advisory Committee

- To assist with facilitating a Youth Council
- To engage with FHD to create and tell the story of FHD
- To expand opportunities beyond traditional methods to reach and communicate with residents, businesses and schools providing pertinent information concerning funding from the taxpayers and the function, purpose, and mission and vision of FHD
- Providing ongoing information leading up to the vote by the residents regarding the selling of Fallbrook Hospital
- Design and assist in distribution of press releases and materials specific to FHD
- Assist with legislative efforts regarding the relevance and role of special healthcare districts
- To engage with community health contract recipients to focus on community health, specifically on health disparities that have been identified by our community assessment tools.

Following the RFP process, the Government & Community Relations Committee had interviewed two candidates and recommended that Cornerstone Integrated Marketing, Inc. (CIM) be selected for community engagement services.

Action: It was moved by Director Salmon, seconded by Director Winton to engage the firm of Cornerstone Integrated Marketing, Inc. (CIM) for community engagement services up to June 30, 2017. Motion carried. 4-0.

G3. Review of Draft Budget FY 2016-2017

Discussion: Director Salmon said the preliminary budget has been completed for the ensuing fiscal year. He said there are some items that are not yet determined. The tax revenue has been estimated to be \$100,000 more than the previous year. He recommended that the budget be brought to the Board at the next meeting for approval.

Action: None

G4. CSDA Board Election

Discussion: Information had been provided to the board members regarding the California Special Districts Association election for President. Each candidate was discussed. The Board of Directors as a whole casts a vote for one of the candidates. Bobbi Palmer said she has worked with Bill Nelson (current President). Other candidates include John DeMonaco and Ronald Coats.

Action: It was moved by Director Salmon, seconded by Dr. Winton, for the District to cast a ballot in favor of Bill Nelson. Motion carried. 4-0.

G5. Extension of Real Estate Listing Agreement – Cushman/Wakefield – Travis Ives

Discussion: Legal Counsel said it was his recommendation to extend the Listing Agreement with Cushman & Wakefield of San Diego, Inc., dated November 20, 2015 for the sale of the project known as Fallbrook Hospital through December 31, 2016.

Action: It was moved by Director Abbott, seconded by Director Howard to extend the Listing Agreement with Cushman & Wakefield of San Diego, Inc. through December 31, 2016. Motion carried. 4-0.

## H. ITEMS FOR SUBSEQUENT MEETINGS

H1. Other Director/Staff discussion items

H1a. Item(s) for future board agendas

Legal Counsel recommended that a report on follow up for urgent care services be included as a Discussion/Action item.

Biennial Adoption of the Conflict of Interest Code

H1b. Announcements of upcoming events:

- Community Health Field Trips/NCCCHI

- NCCCHI meeting – Wednesday, July 18, 2:00-3:00pm Fallbrook Healthcare District Board Room, 138 S. Brandon Rd.
- CCC/CATCH meeting – Monday, July 18, 2016, 9:00-10:30am, Fallbrook Public Utility District Board Room
- Woman of Wellness –Thursday, August 4, 2016, 6pm – Fallbrook Public Library Executive Director Bobbi Palmer invited board members and the community to attend several upcoming events in which our nursing and high school students are involved. The dates/times were included in the board packet.

H2. Next Regular Board meeting – Wednesday, August 10, 2016, Fallbrook Public Utility District Board Room

**I. CLOSED SESSION**

11. CONFERENCE WITH REAL ESTATE NEGOTIATOR REGARDING SALE OF REAL PROPERTY PER GOVT CODE 54956.8 -Conference shall include Price and Terms.  
District Negotiator: Travis Ives  
APN #s 105-811-01 and 103-246-51. (Former Hospital Property – 624 Elder Street/138 Brandon Road)”
12. CONFERENCE WITH LEGAL COUNSEL CONCERNING POTENTIAL LITIGATION PER GOVT CODE 54956.9(d)(2) – one case.

The Board adjourned into Closed Session at 7:08 p.m.

**J. RETURN TO OPEN SESSION**

The Board reconvened into Open Session. The District’s negotiator was directed to take appropriate action with respect to item I1. No action was taken as to item I2.

**K. ADJOURNMENT**

The meeting was adjourned by Vice-President Mroz at 8:10 pm.

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Barbara Mroz, Vice-President

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Stephen Abbott, Secretary



**FALLBROOK HEALTHCARE DISTRICT**

**Profit & Loss**

For the Month Ended June 30, 2016 and Year to Date

	Jun 16	Jul '15 - Jun 16
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
<b>400. · District</b>		
402 · Property tax revenue	29,202	1,693,339
403 · Interest / Dividends	3,484	43,724
406 · Unearned Inc(Loss) - Cal Trust	20,919	29,256
<b>Total 400. · District</b>	<b>53,605</b>	<b>1,766,319</b>
<b>450. · Properties</b>		
460 · Lease Income		
460.01 · A+ Urgent Care	4,800	57,600
460.02 · Utilities Credit		14,247
460 · Lease Income - Other		1,000
<b>Total 460 · Lease Income</b>	<b>4,800</b>	<b>72,847</b>
<b>Total 450. · Properties</b>	<b>4,800</b>	<b>72,847</b>
<b>Total Income</b>	<b>58,405</b>	<b>1,839,165</b>
<b>Gross Profit</b>	<b>58,405</b>	<b>1,839,165</b>
<b>Expense</b>		
<b>500 · Administrative Expenses</b>		
500.36 · Accrued Vacation & Sick Leave		10,406
500.10 · Salaries	16,533	184,486
500.12 · Payroll Taxes	1,418	18,696
500.14 · W/C Insurance	95	1,116
500.15 · Employee Health & Welfare	341	13,953
500.16 · Board Stipends	2,000	20,900
500.17 · Education & Conferences	2,982	13,028
500.18 · Dues & Subscriptions	150	13,197
500.19 · Insurance - General	3,632	39,953
500.20 · Independent Accounting Services	850	11,050
500.21 · Annual Independent Audit		7,500
500.23 · General Counsel	11,183	139,101
500.25 · Office Expense		
01 · Communications	336	5,700
02 · I.T. and Website services	1,190	13,174
03 · Refreshments	320	2,341
04 · Office supplies	1,483	17,266
05 · Admin fees	108	1,038
06 · Independent Contract Services	3,110	14,403
500.25 · Office Expense - Other		46
<b>Total 500.25 · Office Expense</b>	<b>6,547</b>	<b>53,968</b>
500.27 · Depreciation	138	1,661
500.29 · Dist Promotions & Publications		3,493
500.30 · Pension		900
500.32 · Consultant Fees		51,777
500.33 · Copier Lease	912	6,464
500.40 · Rent		3,626
500.45 · Relocation Expenses		5,247
500.85 · Calif Mandated Reimbursement		(13,445)
<b>Total 500 · Administrative Expenses</b>	<b>46,783</b>	<b>587,077</b>

**FALLBROOK HEALTHCARE DISTRICT**

**Profit & Loss**

For the Month Ended June 30, 2016 and Year to Date

	<u>Jun 16</u>	<u>Jul '15 - Jun 16</u>
<b>590 · Management &amp; Maintenance</b>		
590.01 · Building Engineer	6,997	91,704
590.02 · Gas & Electric	5,626	87,069
590.03 · Water	2,347	27,053
590.04 · Waste Management	160	1,585
590.05 · Security	1,100	13,210
590.06 · Landscape - Grounds Environment	2,500	33,978
590.07 · Custodial Services	203	203
590.08 · Elevator	165	1,815
590.09 · Vehicle Expenses	345	1,720
590.10 · Maintenance Services & Repairs	1,009	17,114
590.11 · Medical Records Store & Service	1,654	21,448
590.12 · Fire Alarm System		2,660
<b>Total 590 · Management &amp; Maintenance</b>	<b>22,105</b>	<b>299,558</b>
<b>600 · Community Healthcare Programs</b>		
600.54 · Healthy Adventures Foundation		9,000
600.53 · Jeremiah's Ranch		9,400
600.01 · Courier Service		(1,923)
600.2 · Fallbrook Sports Park		4,000
600.04 · Boys & Girls Club		32,000
600.07 · Senior Citizens Center		50,000
600.08 · Smiles Project		70,000
600.11 · Palomar Family Coun.Serv.		63,500
600.14 · Flbk Family Health Center		140,000
600.17 · Foundation for Senior Care		104,000
600.18 · Flbk Comm Project - FOOD PANTRY		56,000
600.23 · Community Health Fair		8,154
600.24 · Community Collaboratives		12,000
600.33 · REINS Therapy		22,500
600.37 · Trauma Intervention Programs		8,000
600.46 · North Inland Comm Prev Program		8,500
600.47 · FUHS - Asperger's Support Ctr		6,500
600.48 · Save Our Children's Sight		6,600
600.57 · North County Fire Protect Distr		35,000
<b>Total 600 · Community Healthcare Programs</b>		<b>643,231</b>
<b>800 · District Direct Care Services</b>		
800.02 · A+ Urgent Care	19,500	294,000
<b>Total 800 · District Direct Care Services</b>	<b>19,500</b>	<b>294,000</b>
<b>Total Expense</b>	<b>88,388</b>	<b>1,823,866</b>
<b>Net Ordinary Income</b>	<b>(29,983)</b>	<b>15,299</b>
<b>Other Income/Expense</b>		
<b>Other Expense</b>		
700 · Asset Management - District		
900.01 · CPU Consultant	3,894	3,894
<b>Total 700 · Asset Management - District</b>	<b>3,894</b>	<b>3,894</b>

**FALLBROOK HEALTHCARE DISTRICT**  
**Profit & Loss**  
**For the Month Ended June 30, 2016 and Year to Date**

	<u>Jun 16</u>	<u>Jul '15 - Jun 16</u>
950 · CHS Termination Activities		
950.04 · Expenses Pd on Behalf of CHS	(157,982)	(216,312)
<b>Total 950 · CHS Termination Activities</b>	<u>(157,982)</u>	<u>(216,312)</u>
<b>Total Other Expense</b>	<u>(154,088)</u>	<u>(212,419)</u>
<b>Net Other Income</b>	<u>154,088</u>	<u>212,419</u>
<b>Net Income</b>	<u>124,105</u>	<u>227,718</u>

08/02/16

**FALLBROOK HEALTHCARE DISTRICT**  
**Transaction Detail by Account - 402 Property Tax Revenue**  
 July 1, 2015 to June 30, 2016

Type	Date	Name	Amount	Balance
<b>400. - District</b>				
<b>402 - Property tax revenue</b>				
Deposit	08/12/15	County of San Diego-p...	28,898.35	28,898.35
Deposit	09/10/15	County of San Diego-p...	10,387.11	39,285.46
Deposit	10/08/15	County of San Diego-p...	21,167.68	60,453.14
Deposit	11/05/15	County of San Diego-p...	46,406.26	106,859.40
Deposit	12/11/15	County of San Diego-p...	587,633.55	694,492.95
Deposit	01/13/16	County of San Diego-p...	266,318.93	960,811.88
Deposit	02/10/16	County of San Diego-p...	29,782.81	990,594.69
Deposit	03/09/16	County of San Diego-p...	57,977.38	1,048,572.07
Deposit	04/06/16	County of San Diego-p...	414,798.51	1,463,370.58
Deposit	05/04/16	County of San Diego-p...	200,765.78	1,664,136.36
Deposit	06/01/16		19,542.23	1,683,678.59
Deposit	06/22/16		9,659.94	1,693,338.53
Total 402 - Property tax revenue			<u>1693338.53</u>	<u>1,693,338.53</u>
Total 400. - District			<u>1693338.53</u>	<u>1,693,338.53</u>
<b>TOTAL</b>			<b><u>1693338.53</u></b>	<b><u>1,693,338.53</u></b>

**FALLBROOK HEALTHCARE DISTRICT**  
**COMBINED BALANCE SHEET COMPARISON - ALL FUNDS**  
Comparison of June 30, 2016 to May 31, 2016

	Jun 30, 16	May 31, 16	\$ Change	% Change
<b>ASSETS</b>				
<b>Current Assets</b>				
<b>Checking/Savings</b>				
102.9 · Cal Trust - Contingency Fund	4,238,150	4,213,691	24,460	1%
102.2 · Cash in Bank - New Operating	442,667	548,904	(106,237)	(19)%
102.6 · Cash in Bank -LAIF	1,633,638	1,633,638	0	0%
<b>Total Checking/Savings</b>	<b>6,314,455</b>	<b>6,396,233</b>	<b>(81,777)</b>	<b>(1)%</b>
<b>Other Current Assets</b>				
104 · Prepaid Insurance	47,938	7,360	40,578	551%
110 · Reimbursement Receiveable - CHS	157,982	0	157,982	100%
114 · Interest Receivable	3,483	3,540	(57)	(2)%
<b>Total Other Current Assets</b>	<b>209,403</b>	<b>10,900</b>	<b>198,503</b>	<b>1,821%</b>
<b>Total Current Assets</b>	<b>6,523,858</b>	<b>6,407,132</b>	<b>116,726</b>	<b>2%</b>
<b>Fixed Assets</b>				
120.01 · ALVARADO BLDG	291,240	291,240	0	0%
121 · Equipment	19,522	19,522	0	0%
121.2 · Equipment Depreciation	(19,161)	(19,023)	(138)	(1)%
122.0 · ASSETS HELD FOR RESALE				
122.01 · FALLBROOK HOSPITAL	4,417,521	4,417,521	0	0%
122.02 · WELLNESS CENTER	291,240	291,240	0	0%
<b>Total 122.0 · ASSETS HELD FOR RESALE</b>	<b>4,708,761</b>	<b>4,708,761</b>	<b>0</b>	<b>0%</b>
<b>Total Fixed Assets</b>	<b>5,000,361</b>	<b>5,000,500</b>	<b>(138)</b>	<b>0%</b>
<b>TOTAL ASSETS</b>	<b>11524219</b>	<b>11407632</b>	<b>116,587</b>	<b>1%</b>
<b>LIABILITIES &amp; EQUITY</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
<b>Accounts Payable</b>				
140 · Accounts Payable	24,201	27,559	(3,358)	(12)%
<b>Total Accounts Payable</b>	<b>24,201</b>	<b>27,559</b>	<b>(3,358)</b>	<b>(12)%</b>
<b>Credit Cards</b>				
150.1 · American Express 41007	732	44	688	1,556%
150.2 · Costco-AMEX 23005	(36)	0	(36)	(100)%
<b>Total Credit Cards</b>	<b>696</b>	<b>44</b>	<b>652</b>	<b>1,474%</b>
<b>Other Current Liabilities</b>				
204 · Accrued Vacation & Sick Leave	4,457	4,457	0	0%
211 · P/R Taxes Payable	(69)	(69)	0	0%
215 · Comm Healthcare Programs Pble				
215.23 · Health Fair	9,520	9,632	(112)	(1)%
215.24 · Community Collaborative	17,525	17,525	0	0%
215.39 · PSA Screening	(907)	(907)	0	0%
215.46 · FHD Promotional Float	186	186	0	0%
215.47 · Healthcare Heroes	(395)	(395)	0	0%
215.70 · Woman of Wellness ( WOW)	2,894	2,894	0	0%
215 · Comm Healthcare Programs Pble - Other	0	4,700	(4,700)	(100)%
<b>Total 215 · Comm Healthcare Programs Pble</b>	<b>28,823</b>	<b>33,635</b>	<b>(4,812)</b>	<b>(14)%</b>
<b>Total Other Current Liabilities</b>	<b>33,211</b>	<b>38,022</b>	<b>(4,812)</b>	<b>(13)%</b>

	<u>Jun 30, 16</u>	<u>May 31, 16</u>	<u>\$ Change</u>	<u>% Change</u>
<b>Total Current Liabilities</b>	<b>58,108</b>	<b>65,626</b>	<b>(7,518)</b>	<b>(12)%</b>
<b>Total Liabilities</b>	<b>58,108</b>	<b>65,626</b>	<b>(7,518)</b>	<b>(12)%</b>
<b>Equity</b>				
<b>300 · Unrestricted Fund Balance</b>	<b>11238394</b>	<b>11238394</b>	<b>0</b>	<b>0%</b>
<b>Net Income</b>	<b>227,718</b>	<b>103,612</b>	<b>124,105</b>	<b>120%</b>
<b>Total Equity</b>	<b>11466112</b>	<b>11342006</b>	<b>124,105</b>	<b>1%</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>11524219</b>	<b>11407632</b>	<b>116,587</b>	<b>1%</b>



**FALLBROOK HEALTHCARE DISTRICT  
STATEMENT FOR PERIOD  
June 01, 2016 - June 30, 2016**

CalTrust Medium Term Fund - FALLBROOK HEALTHCARE DIST

Date	Transaction	Shares	Price Per Share	Amount	Average Cost NAV	Average Cost Amount	Realized Gain/Loss*
05/31/2016	BALANCE FORWARD	418,024.921	10.08	4,213,691.20	10.05178421	4,201,896.30	
06/01/2016	INCOME DISTRIBUTION - MAY	351.228	10.08	3,540.38	10.05180790	3,540.38	0.00
06/30/2016	UNREALIZED GAIN (LOSS)	0.000		20,918.81		0.00	
<b>06/30/2016</b>	<b>ENDING BALANCE</b>	<u>418,376.149</u>	10.13	<u>4,238,150.39</u>		<u>4,205,436.68</u>	
	INCOME DISTRIBUTION PAID - MAY			0.00			
	INCOME ACCRUAL - JUNE			3,483.15			
	CUMULATIVE UNREALIZED GAIN (LOSS)			32,713.71			

\* Please note that this information should not be construed as tax advice and it is recommended that you consult with a tax professional regarding your account.

**For Inquiries About Your Account, Contact:**

Ingram Investment Administration  
 16 South Franklin Street  
 Rocky Mount, NC 27804  
 Attention: CalTRUST Shareholder Services  
 Phone: 800.773.3863  
 Fax: 252-972-1908  
 Email: caltrustsupport@ncfunds.com

FALLBROOK HEALTHCARE DISTRICT  
 FALLBROOK HEALTHCARE DIST  
 ATTN: BOBBI A PALMER  
 138 SOUTH BRANDON ROAD  
 FALLBROOK CA 92028

Local Agency Investment Fund  
P.O. Box 942809  
Sacramento, CA 94209-0001  
(916) 653-3001

[www.treasurer.ca.gov/pmia-laif/laif.asp](http://www.treasurer.ca.gov/pmia-laif/laif.asp)  
July 14, 2016

FALLBROOK HEALTHCARE DISTRICT

ADMINISTRATOR  
P.O. BOX 2587  
FALLBROOK, CA 92088

PMIA Average Monthly Yields

Tran Type Definitions

June 2016 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	1,633,638.35
Total Withdrawal:	0.00	Ending Balance:	1,633,638.35





**FALLBROOK HEALTHCARE DISTRICT**

**BUDGET PROPOSAL**

July 1, 2016 through June 30, 2017

	<b>PROPOSED</b>	<b>ACTUAL</b>	<b>PRIOR</b>
	<b>BUDGET 16/17</b>	<b>Jul 1, '15 - Jun 30, '16</b>	<b>BUDGET 15/16</b>
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
<b>400. · District</b>			
<b>402 · Property tax revenue</b>	\$ 1,700,000	1,693,339	1,600,000
<b>403 · Interest / Dividends</b>	\$ 40,000	45,947	
<b>406 · Unearned Inc(Loss) - Cal Trust</b>		29,256	
<b>Total 400. · District</b>	\$ 1,740,000	<u>1,768,542</u>	1,600,000
<b>Disposition of Surplus Assets</b>			178,447
<b>450. · Properties</b>			
<b>460 · Lease Income</b>			
<b>460.01 · A+ Urgent Care</b>	\$ 57,600	57,600	57,600
<b>460.02 · Utilities Credit</b>		14,247	
<b>460 · Lease Income - Other</b>	.	1,000	
<b>Total 460 · Lease Income</b>	\$ 57,600	<u>72,847</u>	57,600
<b>Total Income</b>	<u>\$ 1,797,600</u>	<u>1,841,389</u>	<u>1,836,047</u>
<b>Expense</b>			
<b>500 · Administrative Expenses</b>			
<b>500.36 Accrued Vacation &amp; Sick</b>		10,406	
<b>500.10 · Salaries</b>	238,000	184,486	236,173
<b>500.12 · Payroll Taxes</b>	25,200	18,696	25,220
<b>500.14 · W/C Insurance</b>	1,150	1,116	1,145
<b>500.15 · Employee Health &amp; Welfare</b>	18,360	13,928	18,360
<b>500.16 · Board Stipends</b>	26,400	20,900	26,400
<b>500.17 · Education &amp; Conferences</b>	15,000	13,028	5,082
<b>500.18 · Dues &amp; Subscriptions</b>	14,000	13,197	12,386
<b>500.19 · Insurance - General</b>	45,000	39,953	43,584
<b>500.20 · Independent Accounting Service</b>	10,200	11,050	10,200
<b>500.21 · Annual Independent Audit</b>	8,500	7,500	7,600
<b>500.23 · General Counsel</b>	125,000	139,101	149,777
<b>500.25 · Office Expense</b>			
<b>01 · Communications</b>	5,400	5,700	
<b>02 · I.T. and Website services</b>	2,400	13,174	
<b>03 · Refreshments</b>	4,400	2,341	
<b>04 · Office supplies</b>	16,000	17,311	
<b>05 · Admin fees</b>		1,038	
<b>06 · Independent Contract Services</b>	56,000	14,403	
<b>Total 500.25 · Office Expense</b>	84,200	<u>53,968</u>	53,736

**FALLBROOK HEALTHCARE DISTRICT**

**BUDGET PROPOSAL**

July 1, 2016 through June 30, 2017

**BUDGET 16/17    Jul 1, '15 - Jun 30, '16    BUDGET 15/16**

500.27 · Depreciation	1,660	1,661	1,661
500.29 · Dist Promotions & Publications	6,000	3,493	6,000
500.30 · Pension		900	1,800
500.32 · Consultant Fees	15,000	51,777	43,785
500.33 · Copier Lease	6,000	6,464	5,610
500.40 · Rent		3,626	3,626
500.45 · Relocation Expenses		5,247	
580.1 General Election	40,000	-	20,000
500.85 · Calif Mandated Reimbursement	<u>(10,000)</u>	<u>(13,445)</u>	<u>(10,000)</u>
<b>Total 500 · Administrative Expenses</b>	<b><u>669,670</u></b>	<b><u>587,077</u></b>	<b><u>662,145</u></b>
<b>590 · Management &amp; Maintenance</b>			
590.01 · Building Engineer	84,500	91,704	84,846
590.02 · Gas & Electric	94,200	87,069	94,200
590.03 · Water	24,000	27,053	23,040
590.04 · Waste Management	1,500	1,585	1,200
590.05 · Security	13,500	13,210	13,200
590.07 Custodial Srevices	1,500	203	2,496
590.06 · Landscape - Grounds Environm	32,500	33,978	32,496
590.08 · Elevator	2,000	1,815	2,004
590.09 · Vehicle Expenses	1,500	1,720	1,800
590.10 · Maintenance Services & Repairs	21,150	17,114	21,120
590.11 · Medical Records Store & Service		21,448	42,000
590.12 · Fire Alarm System		2,660	
590.13 · CHS Reimbursement for FHD Expen			
<b>Total 590 · Management &amp; Maintenance</b>	<b><u>276,350</u></b>	<b><u>299,559</u></b>	<b><u>318,402</u></b>

**FALLBROOK HEALTHCARE DISTRICT**

**BUDGET PROPOSAL**

July 1, 2016 through June 30, 2017

**BUDGET 16/17    Jul 1, '15 - Jun 30, '16    BUDGET 15/16**

**600 · Community Healthcare Programs**

600.54 · Healthy Adventures Foundation	9,000	9,000
600.53 · Jeremiah's Ranch	9,400	9,400
600.01 · Courier Service	(1,923)	
600.2 · Fallbrook Sports Park	4,000	4,000
600.04 · Boys & Girls Club	32,000	32,000
600.07 · Senior Citizens Center	50,000	50,000
600.08 · Smiles Project	70,000	70,000
600.11 · Palomar Family Coun.Serv.	63,500	63,500
600.14 · Flbk Family Health Center	140,000	140,000
600.17 · Foundation for Senior Care	104,000	104,000
600.18 · Flbk Comm Project - FOOD PANTRY	56,000	56,000
600.23 · Community Health Fair	8,154	8,000
600.24 · Community Collaboratives	12,000	12,000
600.33 · REINS Therapy	22,500	22,500
600.37 · Trauma Intervention Programs	8,000	8,000
600.46 · North Inland Comm Prev Program	8,500	8,500
600.47 · FUHS - Asperger's Support Ctr	6,500	6,500
600.48 · Save Our Children's Sight	6,600	6,600
600.57 · North County Fire Protect Distr	35,000	10,000
600.70 · WOMAN OF WELLNESS - WOW		

<b>Total 600 · Community Healthcare Program</b>	<b><u>661,000</u></b>	<b>643,231</b>	<b><u>620,000</u></b>
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**800 · District Direct Care Services**

800.02 · A+ Urgent Care	<u>TBD</u>	294,000	235,500
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<b>Total 800 · District Direct Care Services</b>		<b><u>294,000</u></b>	<b><u>235,500</u></b>
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<b>Total Expense</b>	<b><u>1,607,020</u></b>	<b>1,823,831</b>	<b><u>1,836,047</u></b>
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<b>Net Ordinary Income</b>		17,521	-
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**Other Income/Expense**

**Other Expense**

**950 · CHS Termination Activities**

950.05 DPNF - HFS Consultant	3,894	
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950.04 · Expenses Pd/Reimb on Behalf of CHS	(216,312)	
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<b>Total 950 · CHS Termination Activities</b>	<b><u>(212,418)</u></b>	
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<b>Total Other Income / Expense</b>		<b><u>(212,418)</u></b>	
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<b>Net Income</b>	<b><u>\$ 190,580</u></b>	<b><u>\$ 229,940</u></b>	<b><u>-</u></b>
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## REPORTS

# **REPORTS**

Executive Director – Bobbi Palmer

To: Board of Directors  
Fallbrook Healthcare District

From: Bobbi Palmer, MBA, MSW  
Executive Director

Date: August 3, 2016

Re: Monthly Report

### Community Health

- Participation at **Potter Junior High School Back to School Event**- provided a revised tri-fold “Resources for Children & Teens” brochure, magnet with list of health & community resources and #2 pencils with FHD “Call to Activity...Wellness...One Step at a Time” campaign logo (1,000 families)
- Participation at the **Back to School Health Fair**-Fallbrook Library where Bonsall High School students and San Marcos RN students provided health education (400-500 attended)
- Agricultural Worker Pilot Program- **health screenings** by RN students and Bonsall High School summer interns (100 workers screened for hypertension, glucose and diabetes) Hines Growers located in Rainbow.

### Community Engagement

- Invited to speak at the Rotary Cub, Grand Tradition
- Invited to Luncheon and Roundtable discussions for North County Philanthropy Council
- Facilitated North County Communities Collaborative Health Initiative (NCCCHI) debrief for outcome measures related to Pilot Program-Summer 2016
- Women of Wellness, WOW Fallbrook Public Library

### Community Outreach: Integrating Businesses

- Call to Activity...Wellness...One Step at a Time Campaign

- August Health Champion – **Anytime Fitness**, banner presented for display at their place of business and another one displayed at the FHD office.

### Legislative Advocacy

- Participated in **ACHD** Healthcare District Working Group Workshop in preparation of the Little Hoover Report and upcoming hearing in Sacramento August 25<sup>th</sup>. See attached document.
- Received certificate from **Senator Anderson's office** for participation at the Back To School Health Event
- **Senator Anderson's** office provided certificates of appreciation at WOW event recognizing FHD's commitment to "Health & Wellness."
- California Special District Association, **CSDA** Legislative Committee
- Association of California Healthcare Districts, **ACHD** Education Committee Meeting



# Potter Jr. High School Registration



### Resources for Children & Teens

Boys & Girls Club	(760) 728-5871
California Children's Services (CPS)	(619) 528-4000
	(800) 344-6000
Teen Treatment	(888) 411-7565
ment Center	(760) 728-5402
nter	(760) 728-1671
AC Project	(760) 471-4210
fitness classes	(760) 731-4650
dental & vision	(619) 261-0871
am	(760) 689-5461
	(760) 500-5611
youth counseling	(760) 726-4900
y Coalition	(858) 391-9303 x202
ng	(760) 731-3235
ter - disabilities	(858) 576-2996
Center	(760) 451-4720
ildren	(888) 999-6897

**Fallbrook Healthcare District**  
Luz, Fallbrook and Rainbow  
July 2016

### Recursos para Niños y Adolescentes

Club de niños y niñas	(760) 728-5871
Servicios para niños de California (CPS)	(619) 528-4000
Línea telefónica de abuso infantil	(800) 344-6000
Core Solutions	(888) 411-7565
Centro de Desarrollo Infantil Fallbrook	(760) 728-5402
Centro Comunitario Fallbrook	(760) 728-1671
Proyecto Head Start MAAC de Fallbrook	(760) 471-4210
Biblioteca pública de Fallbrook	(760) 731-4650
Proyecto Sonrisas de Fallbrook	(619) 261-0871
Programa de tutorías GANAS	(760) 689-5461
Parque Deportivo Ingold	(760) 500-5611
North County LifeLine	(760) 726-4900
Coalición de defensa de la juventud de Fallbrook	(858) 391-9303
Terapia familiar Palomar	(760) 731-3235
Centro Regional de San Diego	(858) 576-2996
Centro de Salud Familiar de Fallbrook	(760) 451-4720
WIC - Mujeres infantes y niños	(888) 999-6897

**Fallbrook Healthcare District**  
Al servicio de Bonsall, De Luz, Fallbrook y Rainbow  
Julio de 2016

### Resources for Children & Teens

Do your children...

- Eat fruits and vegetables every day?
- Exercise regularly?
- Need dental checkups?
- Have current immunizations?
- Read activities after school?
- Require counseling services?

Please read to learn more!

**Fallbrook Healthcare District**  
Luz, Fallbrook and Rainbow  
July 2016

### Recursos para Niños y Adolescentes

... para todos los niños y adolescentes con regularidad? ¿necesitan servicios de salud dentales? ¿necesitan actividades después de la escuela? ¿necesitan servicios de consejería?

**Fallbrook Healthcare District**  
Luz, Fallbrook and Rainbow  
Julio de 2016

**Fallbrook Healthcare District**  
148 Brandon Road, 2<sup>nd</sup> Floor  
PO Box 2547  
Phone 760731-9187 • Fax 760731-9133  
Email: lbaaserman@fallbrookhealth.org  
Website: www.fallbrookhealth.org

**2016- Community Resources Directory**  
*Directorio de Recursos de la Comunidad*

Special Service Project of the Community Collaborative Committee  
Revised December 2015

**- INDEX -**

Animal Safety / Protección de Animales	1
Assisted Living / Vivienda para Personas Mayores	2
Child & Teen Services / Servicios para Niños y Jóvenes	3
Dental / Value Care / Cuidado Dental y de la Oído	5
Diabetes Programs / Programas para personas con Diabetes	5
Domestic Violence & Abuse / Asesoría y Violencia Doméstica	7
Drug & Alcohol Abuse / Abuso de Drogas y Alcohol	20
Education Resources / Servicios Educativos	2
Emergency Services / Servicios de Emergencia	3
Fitness / Condición Física	26
Fund Resources / Recursos / Aliados y Recursos de Gestión	1
Government Offices / Oficinas de Gobierno	10
Health Resources / Recursos de Salud	13
Healthcare / Cuidado de Salud	14
Health Coverage / Asistencia para Cobertura de Salud	23
Home Care & Hospice / Cuidado en Casa y Hospital	14
Hospitals / Hospitales	15
Housing / Vivienda	4
Immunizations / Vacunas	12 & 13
Information / Información	16
Legal Advice / Asesoría Legal	17
Medical Equipment & Supply / Equipo y Accesorios Médicos	26
Mentors	12
Meditations / Ayuda con Medicinas	18
Mental Health - Counseling Services / Salud Mental Servicios de Consejería	19
Military & Veterans Services / Servicios a Militares y Veteranos	25
Physical Therapy / Terapia Física	22
Safety / Seguridad	22
Senior Services / Servicios para Personas Mayores	24
Support Groups / Grupos de Apoyo	20
Transportation / Transportación	20
Urgent Care / Cuidado Urgente	21





Recognition by  
Senator Joel Anderson  
for Health Champions and  
WOW at event 8/4/2016



# Agricultural Worker Pilot Program





# Call to Activity Wellness One Step at a Time



A banner was made for August's winner **Anytime Fitness** and is posted at the Anytime Fitness and the Fallbrook Healthcare District Administrative office.



**COMMUNICATION ONLY**



July 2016

# ACHD Advocate

## In this edition

- [From the Desk of Ken Cohen, Executive Director](#)
- [In Case You Missed it... Healthcare District News From Around the State](#)
- [Stanford University Seeking Information on Healthcare District Wellness Programs](#)
- [Legislative Update](#)
- [Filing and Ethics Requirements for Healthcare District Trustees and Executives](#)
- ["Calendar Of Events" on ACHD.org](#)

## From the Desk of Ken Cohen, Executive Director

### Oversight Hearings Strategy Update

[The Little Hoover Commission](#) is reviewing California's vast network of local governing agencies known as Special Districts. State government has oversight responsibilities for the formation of new districts and the operations of more than 4,500 existing local and regional districts which operate airports, harbors, cemeteries, hospitals, libraries and parks, while also providing fire-fighting and paramedic services, flood control and water delivery throughout California.



As part of their study of Special Districts, the Little Hoover Commission has identified Healthcare Districts for a more in-depth focused review. It is also anticipated that the Little Hoover Commission will review the role of California LAFCOs in holding Special Districts accountable to their legislative mission.

The Commission previously studied Special Districts in 1999 and issued a report in 2000 titled [Special Districts: Relics of the Past or Resources for the Future?](#) At that time, the Commission's recommendations included eliminating or consolidating as many as 24 of California's Healthcare Districts. Specifically, the Commission noted that while the strengths of Special Districts include their ability to provide specific, customized services and be responsive to local customers, their challenges include changing role, low civic visibility, and limited oversight. The Commission's recommendations were not previously implemented by the Legislature.

ACHD has been requested to provide written and oral testimony at the Commission's

public hearing on Thursday, August 25, 2016, at 9:30 a.m., at the State Capitol, in room 437. ACHD staff is preparing written testimony on behalf of our members; the team will also be providing oral testimony on the 25th.

The Assembly Local Government Committee and the Senate Governance & Finance Committee have also expressed a desire to hold informational hearings regarding Healthcare Districts this fall. A few members of the Committees have expressed significant concerns regarding Healthcare District roles, accountability, and transparency.

In response to the challenges from the Little Hoover Commission, as well as from the Assembly and Senate Committees, the ACHD Board of Directors established a Working Group comprised of the leadership of Healthcare Districts statewide. The goal of the Working Group is to review the changing role of Healthcare Districts, enhance accountability and improve transparency. The Working Group met on July 12th and 26th to discuss how ACHD can take a leadership role in effectively communicating the position and importance of Healthcare Districts in the State's changing health care environment. ACHD will continue to keep all of our Members informed and engaged, as this important work progresses. The Working Group will continue to meet in August.

### **The Value of ACHD Membership**

Now more than ever, Healthcare Districts need a strong unified, singular voice in the Legislature, Regulatory Agencies, and Commissions that affect both our role and continued existence. ACHD is uniquely positioned to represent and advocate on behalf of Healthcare Districts, solely and while respecting individual needs of each District. This is our very reason for existence.

To meet this need, ACHD has strengthened our Legislative Advocacy services to reflect this need and has enhanced our communication with our Members. ACHD has also reached out to our membership, engaging them in policy committees and working groups in order to help the Board and Association shape our legislative platform, educational events, and public communication. To paraphrase the words of one national advertisement: ACHD Advocacy...priceless.

In addition, ACHD provides important education programs for our members. ACHD also assists our Healthcare Districts to educate the public, locally and elected, as to their role and services provided.

The ACHD Board and staff continue to examine how the Association can be of enhanced value to our members. As a unified team, the ACHD Board is comprised of Healthcare District Trustees and CEOs. They represent the diverse interests and needs of Healthcare Districts in California. They believe that now more than ever, ACHD needs your support in order to function in a highly effective manner, and that there is strength in unity.

The Board believes that an equitable and fair dues structure is vital to maintain unity and your support. At the Board Retreat in October, the structure and level of dues will be discussed in order to improve our effectiveness and accountability to our Members.

In response to the changing health care and legislative environment, the Association is evolving in parallel with Healthcare Districts. With your support and engagement, ACHD can continue to be pertinent, effective, and accountable.

[Back to top](#)

## In Case You Missed It... Healthcare District News from Around the State



### **Grossmont Healthcare District Recognized for Best Practices in Governance**

The Grossmont Healthcare District was recognized by ACHD with its "Best Practices in Governance" certification, indicating Grossmont's commitment to open and transparent government. Read the full article [here](#).

### **Cambria Community Healthcare District's 69-year Evolution Detailed**

For the past 69 years, the District has not only provided for and supported the mission of providing for physicians and dentists as mandated by the California Health and Safety Code, it has developed an advanced emergency support ambulance service vital for the residents and visitors to the North Coast. Read the full article [here](#).

### **Marin General Hospital Set to Begin Construction on New Wing**

Marin General Hospital is currently undergoing an expansion that will include a 260,000 square foot wing that will include 114 private rooms, 19 intensive care unit beds, larger operating rooms with state of the art-imaging equipment and technology, and a 10,000 square foot rooftop garden. Read the full article [here](#).

### **Pioneers Memorial Invests in New Radiology System To Better Patient Safety**

In order to improve clinical and operational capabilities and reduce radiation dose in CT imaging, Pioneers Memorial Healthcare District has upgraded its existing TOSHIBA Aquilion 64 CT SYSTEM with the VeloCT console. Read the full article [here](#).

### **Sharp Grossmont Hospital's Monthly Electricity Bill from \$180,000 to Zero**

The lights are staying on for patients and medical staff at Sharp Grossmont Hospital in La Mesa thanks to a new Central Energy Plant (CEP), the Grossmont Healthcare District (GHD) reports. Read the full article [here](#).

### **Antelope Valley Hospital Names COO**

Antelope Valley Hospital has named Ronald Bingham as its new chief operating officer, the Lancaster hospital announced July 18. Read the full article [here](#).

### **Successful aging: Stats back up how Blue Zones has worked in the Beach Cities Health District**

Overall in 2015, the beach cities have the highest Well-Being Index scores in the U.S. compared to 190 metropolitan areas. After the initial three-year program, the Beach Cities Health District opted to continue the initiative with a \$1.1 million commitment. Read the full article [here](#).

### **Reach Out and Read Program Now Part of Bear Valley Community Healthcare District**

BVCHD is proud to announce that they have been the first agency in San Bernardino County awarded funding from First 5 San Bernardino to implement the Reach Out and Read Program. Read the full article [here](#).



[Back to top](#)

## Stanford University Seeking Information on Healthcare District Wellness Programs

The Association was recently contacted by the Stanford Health Improvement Program (HIP) within the Stanford Prevention Research Center at the Stanford University School of Medicine.

HIP has been supporting Stanford University and Hospital's employee wellness efforts for 33 years. Housed within the School of Medicine and the Stanford Prevention Research Center (SPRC), HIP has a unique role to deliver and disseminate findings from the research side of prevention and wellness.

HIP is seeking information on the wellness programs offered by our Healthcare Districts. Specifically:

- What type of wellness programs does your District offer to employees and to the community?
- What are the specific areas of wellness needs in your community?

At your earliest convenience, [please complete this short survey](#). The information you provide will assist Stanford University with tailoring wellness programs specifically for use by Healthcare Districts.

The program has seen such positive results that they now hope to help Districts implement similar programs. They believe this is especially important for the Healthcare Districts because the Districts are in a unique position to make a difference in the health and well-being of their staff, patients and communities.

For any questions, please contact [Sheila Johnston](#).

[Back to top](#)

## Legislative Update

### Legislature Returns August 1

After a month-long recess, the Legislature returned to Sacramento on August 1. Both houses are returning to packed hearing agendas and fiscal deadlines. Hundreds of bills will be heard in Senate Appropriations and Assembly Appropriations Committees on August 1 and 3, respectively. Fiscal bills will have until August 12 to pass out of Appropriations Committee.



There are a number of big picture issues that may be addressed by the Legislature over the month of August, including:

- Health issues, including surprise billing, pharmaceutical price transparency, and

legislation to implement the Administration's Whole Child Model for the California Children's Services program

- Appropriation of Cap and Trade funding
- Housing, including addressing "by right" development, appropriating \$400 million for affordable housing, an affordable housing bond for the November 2016 ballot, and legislation to address the bond component of the No Place Like Home initiative
- Park bond for the November 2016 ballot
- Worker's compensation utilization review reforms

#### **SB 957 (Hueso): Design-build Authority for Healthcare Districts**

ACHD is one of the sponsors of [SB 957](#) by Senator Ben Hueso, which provides Healthcare Districts that own or operate a hospital or clinic with design-build authority consistent with that currently enjoyed by cities and counties and four Healthcare Districts. SB 957 is also co-sponsored by the State Building and Construction Trades Council. SB 957 is scheduled to be heard in the Assembly Appropriations Committee on August 3.

#### **AB 2024 (Wood): Physician Employment**

[AB 2024](#) by Assembly Member Jim Wood would authorize a federally certified critical access hospital to employ physicians. Twenty of the state's 34 critical access hospitals are District Hospitals. Recent amendments require the concurrence of the medical staff prior to hiring, sunsets the authority on January 1, 2023, and requires a study by the Office of Statewide Health Planning and Development (OSHPD). AB 2024 is scheduled for hearing in the Senate Appropriations Committee on August 1.

#### **Governor Signs Medi-Cal 2020 Waiver Implementation Bills**

Earlier this month, Governor Brown signed [SB 815](#) (Hernandez/de León) and [AB 1568](#) (Bonta/Atkins), which together provide a statutory framework for implementing California's new Medicaid Section 1115 "Medi-Cal 2020" Waiver. ACHD strongly supported the two bills. Medi-Cal 2020 includes \$6.2 billion in federal funds for California's Medi-Cal program over five years. Major elements include:

- *Public Hospital Redesign and Incentives in Medi-Cal (PRIME)*: a successor to the Delivery System Reform Incentive Program that will provide \$3.27 billion for designated public hospitals and \$466.5 million for District and municipal hospitals. SB 815 implements this portion of the waiver.
- *Global Payment Program*: intended to incentivize primary and preventive care to the remaining uninsured through a value-based payment structure. SB 815 includes the Global Payment Program language.
- *Whole Person Care*: up to \$300 million per year for five years for county-based pilots to coordinate health, behavioral health and social services to improve beneficiary health and well-being. AB 1568 implements this element of the waiver.
- *Dental Transformation Initiative*: up to \$750 million total over five years to improve preventive care and continuity of care. These incentive funds do not have a local match requirement. AB 1568 contains the dental provisions.

[Back to top](#)

[Filing and Ethics Requirements for Healthcare District Trustees and Executives](#)

## **Form 700: Statements of Economic Interests**

Every elected official and public employee who makes or influences governmental decisions is required to submit a Statement of Economic Interest, also known as the Form 700. The Form 700 provides transparency and ensures accountability in two ways:

1. It provides necessary information to the public about an official's personal financial interests to ensure that officials are making decisions in the best interest of the public and not enhancing their personal finances.
2. It serves as a reminder to the public official of potential [conflicts of interest](#) so the official can abstain from making or participating in governmental decisions that are deemed conflicts of interest.

## **Filing a Form 700**

The FPPC is available to answer any questions you may have on Form 700 reporting or filing. However, in order to better assist you, you should obtain your "disclosure category." A disclosure category is a description of the types of financial interests you must disclose on your Form 700 based on your job classification or position. Each agency defines its own disclosure categories for each position based on the type and scope of work performed.

To obtain a copy of your disclosure category, check with a supervisor or other designated staff in your agency's legal or personnel department.

## **Links to the Form 700 and Schedules**

[Form 700](#) (Use through Dec. 31, 2016)

[Form 700 Reference Pamphlet](#) (Explains reporting requirements)

[Form 700 Excel Form](#)

[Form 700 FAQs](#)

For more information on the Form 700, [click here](#).

## **AB 1234 Ethics Training**

Many public officials are required to take an ethics training course to educate them on the ethical standards required of any individual who works in state or local government. Public officials may utilize free online courses available to satisfy this requirement. Please note that the state officials ethics course will not satisfy the local officials ethics course requirements and vice versa.

## **For Local Officials**

Cities, counties and special districts in California are required by law ([AB 1234, Chapter 700, Stats. of 2005](#)), to provide ethics training to their local officials.

The law also provides that if an entity develops criteria for the ethics training required by AB 1234, the Fair Political Practices Commission and the Attorney General must be consulted regarding any proposed course content.

Several training options are available to your agency, including training conducted by ACHD during our Leadership Academy, by commercial organizations, nonprofits, or an agency's own legal counsel. In addition, an online training program has been established that allows local officials to satisfy the requirements of AB 1234 on a cost-free basis. The course can be accessed here: [Local Officials Ethics Training Course](#).

When the training is finished, ***you must print*** the Certification of Completion provided at

the end of the course training.

The FPPC cannot advise on the legal requirements of AB 1234 because the FPPC does not have jurisdiction to do so. For questions pertaining to legal interpretation and application of AB 1234, please consult your local agency counsel.

For questions or concerns, please contact [info@achd.org](mailto:info@achd.org).

[Back to top](#)

## "Calendar of Events" on ACHD.org



ACHD has recently begun utilizing a [web-based calendar](#) for your convenience. The calendar contains items such as committee and Board of Directors' meetings, as well as Educational Events and ALPHA Council Meetings.

Please feel free to use this calendar as a helpful tool. Please contact [Sheila Johnston](#) with any questions.

[Back to top](#)

## Resources

[Legislative Reports](#)

[ACHD Message](#)

[Certified Healthcare District](#)

[Board Self-Assessment Tool](#)

[CEO Evaluation](#)

[Partnership with Capella University](#)

[Become a Member of CAPP](#)

Connect with ACHD on social media



ACHD, 1215 K Street, Suite 2005, Sacramento, CA, 95814 · [www.achd.org](http://www.achd.org)



# Village News

## FHD awards \$681,186 in Community Health Contracts

By Newsroom on July 21, 2016

FALLBROOK – At the regular meeting of the Fallbrook Healthcare District (FHD) Board of Directors on July 13, Community Health Contracts (previously referred to as grants) were awarded to 18 non-profit organizations providing health and wellness services and programs in the communities of Bonsall, De Luz, Fallbrook and Rainbow.

Since some entities sponsor more than one program, a total of 24 checks were issued totaling \$681,186 for 2016-2017.

The services provided through the recipients of the Community Health Contracts include the following: access to medical, dental and behavioral/mental health services; transportation to medical appointments; eye exams and appropriate treatment for preschoolers that safe-guard eye development; provision of food and nutrition resources; programs that include exercise, nutrition and water safety; advocacy for seniors; a youth education/prevention program regarding drug and alcohol use; a dental exam and treatment program for youth; and a program that provides horse-back therapy enabling strengthening of body and spirit to those who cannot move safely of their own accord.

There is also a program for special needs individuals and parents addressing the need for safe harbor and home as they grow and age.

Five new applications were received and granted – a senior care program, a breast health assistance program, the GANAS mentoring program (for crime prevention), a senior mobility/exercise program, and a CPR, first aid and emergency preparedness program.

Rachel Mason, executive director of the Foundation for Senior Care, sent FHD a thank you note in which she stated, “We understand the efforts the district board and staff put in to reviewing the contracts and appreciate that those efforts will allow us to continue serving our community. Thank you.”

The board of directors carefully assesses each of the applicants for Community Health Contracts to assure the services and programs they provide have value in regard to health and wellness to the residents in the district. Most often, quarterly reports are due to the district from each recipient. Reports reflect progress/accomplishment of goals and objectives as defined in the grant application. Final reports include a statement of funds spent and the number of individuals served by the program(s).

FHD is dedicated to providing and helping to facilitate health and wellness in the communities served by the district. Funding services through their Community Health Contracts is one way this is accomplished. In addition, new collaborative groups are being formed through combining some existing committees to unite in their efforts to better meet health and wellness needs.

A health needs assessment had been commissioned by the district and identified the district's major health concerns as the following: diabetes, hypertension and heart disease.

A goal of the collaborative groups and Community Health Contract recipients is to reduce the incidence of these health concerns through education, screening, referring, advocacy and community outreach as well as integrating community classes, exercise/physical therapy activity.

The district's health initiative, "Call to Activity – Wellness – One Step at a Time", will be facilitated and celebrated each month by recognizing a business or individual as its Health Champion. "We have redesigned our process to include specific outcome measures focusing on the three health disparities prevalent in our resident area," said Bobbi Palmer, executive director of FHD. "A more targeted approach and redirection of tax revenue is important data defining our role and relevance as a healthcare district."

Fallbrook Healthcare District congratulates the following 2016-2017 Community Health Contract recipients: Boys & Girls Club of North County, Fallbrook Citizens Crime Prevention Committee, Fallbrook Family Health Center, Fallbrook Food Pantry, Fallbrook Senior Center, Fallbrook Smiles Project, Fallbrook Union High School, Foundation for Senior Care, Healthy Adventures, Jeremiah's Ranch, Mental Health Systems – North Inland Community Prevention Program, Michelle's Place, North County Fire Protection District, Palomar Family Counseling, Palomar Health Foundation, Reins, Trauma Intervention Program of San Diego (TIPS), and the UCSD Eye Mobile for Children.







**ACHD Healthcare District Working Group Workshop**  
**Tuesday, July 26, 2016 / 10:00 AM – 3:00 PM**

***\*In-person meeting\****

**The Point**  
**1010 Santa Clara Place**  
**San Diego, CA**

**PRESENT:** Bill Chiat (Facilitator), Cheryl Fama, Elly Garner, Dillon Gibbons, Barry Jantz, Randolph Lenac, Julie Nygaard, Bobbi Palmer, John Rossfeld, Mike Roth, Jacqueline Sun, Peggy Wheeler

**ABSENT:** Kelly Brooks, Susan Burden, Ramona Faith, Sherreta Lane, Mike McCreary, Lee Michelson, Julia Miller, Ted Owens, Kyle Packham, Kara Ralston, Kathryn Scott, Sharon Spurgeon, Brenda Taussig, Linda Wagner

**STAFF:** Ken Cohen, Amber King, Jean Hurst, Sheila Johnston, Annie Hohn

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**Welcome and Call to Order**

The meeting began at 10:15 am.

**Welcome and Introduction of New Participants**

Mr. Cohen welcomed the guests and briefly discussed the reasons for creating a Working Group, including significant concerns about recent negative legislation. He mentioned the upcoming oversight hearing regarding Healthcare Districts. Mr. Chiat led the group in an introduction activity, where each guest described their “road less traveled.” Mr. Chiat reviewed the Working Group agenda, and outlined the goals and objectives for the meeting.

**Acquainting: Highlights From First Session**

Mr. Chiat asked previous attendees to provide the group with a recap from the July 12<sup>th</sup> Workgroup. Each shared what they felt resonated with them from the previous Working Group on July 12, 2016. Participants mentioned examples such as a better understanding of the legislative concerns, and a need for new and expanded messaging that addresses the larger issues. Mr. Chiat summarized the goals from the previous meeting, which included:

- Be united on messaging
- Create new legislation, specifically a new bill, for Healthcare Districts
- Have Healthcare Districts prove their value in community and legislature
- Change public perception of Healthcare Districts (Engage with the Community)
- Comprehensive reform; create minimum acceptable standards for Districts
- Institute training opportunities
- Avoid intervention from the state
- District (and District Boards) acknowledgements of the threats they face
- Find others to tell the District story (champions for local Districts)

A participant asked what the Legislature is specifically looking at. Mr. Chiat responded that the Legislature is looking at the role of Districts, duplicative services, assessing the needs of the community, ethics in local governments and whether there are too many Districts competing with other entities providing the same services.

A participant commented that it appears that the State and public do not understand what Healthcare Districts do.

Mr. Cohen raised the point that there are currently large gaps in the public and legislative understanding of what Healthcare Districts actually do. There was group discussion regarding the topic of educating the legislature. Other questions raised during this discussion included:

- What is our mission, and are we creating a game plan to defend against “attacks”?
- What do we need to specifically do for the legislators, and what are they looking for?
- The legislature recognizes Districts are government, but they consider them “shadow government”; private meetings under the guise of public government
- How do we increase transparency and accountability?

A participant asked the group what is the mission of Healthcare Districts? They asked for clarification from the group as to whether the purpose of the workgroup was to defend what all member Districts are doing, or if the purpose is to brainstorm what we shouldn’t or should be doing.

Mr. Chiat responded to the question by posing a hypothetical question to the group: If you could write a new Healthcare District law, and could create the intent, what would be four bullets that would encompass this intent? There was group discussion and the following bullets were mentioned by participants:

- Ensure an efficient operating hospital in the District
- Acknowledge that there are two tiers of Districts and they need to be treated as such
- Keep the process at the local government level
- Define the language of community-based Districts vs. non-community-based Districts

There was additional group discussion regarding the need of the Districts to have a clearly stated mission. Responses included:

- Identify, anticipate, and recognize unmet health care needs in the community
- Meet the needs of a changing health care system
- Preserve and protect public resources (hospital, clinic, ambulance)
- How do we address hospital vs. non-hospital issues?
- Ensure access to a broad spectrum of health care needs

#### **Discussion: Relevance of Healthcare Districts**

A participant raised the point that the debate between direct and indirect health care services needs to be put to rest before the discussion can move forward. Another participant acknowledged this point and stated there is an “elephant in the room” when it comes to the Association, but is a valid issue in the legislature and needs to be addressed accordingly. There was significant group discussion regarding these issues and several questions were raised. These included:

- How can we structure these issues and concerns in such a way to ensure all Districts understand and recognize them?
- How can we make these concerns meaningful to legislators?
- How do we gather results from needs assessments?

- What measure of “discomfort” are we willing to endure?
- How can we connect District Boards to the community?
- How do we identify and understand the void that would be created if Healthcare Districts disappeared?
- How do we help LAFCOs stay consistent (not bypass key processes), and are we willing to be reviewed by LAFCO?

### **Conversation: Governance of Healthcare Districts**

Mr. Chiat began the discussion of how to create more accountability for Districts. Proposed strategies were as follows:

1. Demonstrate the connection between District and community needs
  - Assessment
  - Implementation plan
  - Report to shareholders
  - State database
2. LAFCO
  - More consistency in completing Municipal Service Reviews (MSRs)
  - How do we improve LAFCOs interactions with Districts
3. Governing Board
  - Election of Directors
  - CA Voting Rights Act (by District CVRA)
4. Board Ethics
  - Training: enforce AB 1234 training
  - Form 700
  - CEO salaries
  - Administrative expenses
5. Set of Standards
  - Tie standards to MSRs
6. Possible ACHD Enforcement
  - Authority to do evaluation of Districts for compliance
  - District certification
  - Independent from the Association
7. Better define Healthcare District Law
  - Preamble (Intent)
  - Add to Powers section
8. Strengthen ACHD Certification Program
9. Create a communication campaign

### **Assignment**

Mr. Chiat presented the Working Group with an assignment for the August 9<sup>th</sup> meeting. He asked that each participant to:

1. Review the list of strategies and identify the one that resonated with you most. What are the specific things ACHD could implement? For example, implementing the strategy and educating the Legislature on the importance of the strategy.
2. Think of other strategies for the Working Group to discuss.

### **Adjournment**

The meeting adjourned at 3:00 pm.



## NCFPD approves pursuing JPA with healthcare district

**Joe Naiman**  
Village News Correspondent

According to the North County Fire Protection District (NCFPD) board agenda for June 28, the recommendations to pursue a joint powers agreement with the Fallbrook Healthcare District, to implement resources from a

SAFER grant on a trial basis, and to approve a sole-source purchase of medical equipment were three separate items. According to NCFPD fire chief Steve Abbott, those three items which were all approved on 5-0 board votes are complementary with each other.

"It's really all the same thing. It's putting our folks where

they can do the most good," Abbott said.

Actual language for a joint powers agreement (JPA) will return in the future both to the NCFPD board and to the Fallbrook Healthcare District board for ratification. "We're simply moving forward with pursuing the JPA," Abbott said of the June 28 action.

"I'm very excited," Abbott said. "I think the secret of success of both the government sector and the NPO (non-profit organization) sector is going to be through collaborative efforts."

A joint powers agreement would allow for joint implementation of programs or the construction of facilities. "There are a lot of interesting models out there," Abbott said. "This is really almost a no-brainer. It's really very exciting. We can see all kinds of opportunity to both streamline healthcare and improve access to it at the same time."

The Federal Emergency Management Agency's U.S. Fire Administration has an Assistance to Firefighters Grants program which includes Staffing for Adequate Firefighting and Emergency Response (SAFER) grants. The December 2014 closure of Fallbrook Hospital forced NCFPD ambulances to transport patients to other hospitals, which increases activity for NCFPD

responders and also increases the time the apparatus is not available for a subsequent call.

Last year NCFPD was awarded a \$1.1 million SAFER grant to cover the cost of two additional firefighter/paramedic positions for each shift over a two-year period, and when the NCFPD board approved the acceptance of the grant in September the board also directed fire department staff to proceed with implementing actions related to deployment and response configuration.

The reconfiguration moved one full-time employee to Station 6 in Rainbow, moved two full-time employees to Station 1 just east of Downtown Fallbrook, moved the Station 6 first response squad to Station 1, and converted one engine into a brush rig which will be based at Station 4 (Pala Mesa).

"I'm really very excited about the opportunity to adjust our deployment and do a better job to meet response time needs," Abbott said. "That will significantly improve response time in the area."

Last year's opening of the new Station 5 in Bonsall, just north of State Route 76, has reduced the demand for response from Station 3 in the Olive Hill area. The Winterwarm area is the location of NCFPD's Station 2.

"That's another reason why

dividing our resources up a little differently makes sense," Abbott said.

The Rainbow Volunteer Fire Department maintained its autonomy after the 1986 merger which brought the county service area covering fire protection in Rainbow into what became the North County Fire Protection District. The relocation of a full-time firefighter to Rainbow ensures that Station 6 will have a firefighter certified to drive a fire truck. "The challenge has been getting more than one and getting one who can drive the apparatus," Abbott said.

A Fallbrook Healthcare District grant will fund \$29,839 of the \$43,440 for the sole-source purchases of a refurbished Physio-Control Lifepak 12-Lead EKG defibrillator which will be placed in Rainbow, a Zoll AutoPulse System Chest Compression Device which will increase the number of NCFPD ambulances with such resuscitation capability from three to four, and a Stryker Power Pro gurney which will become the fourth to be placed on a fire district ambulance.

"They're trying to support emergency medical services," Abbott said. "We were very thankful to them for that."

To comment on this story online, visit [www.thevillagenews.com](http://www.thevillagenews.com).



# REQUEST FOR PROPOSAL COMMERCIAL REAL ESTATE BROKERAGE/ LAND USE CONSULTING SERVICES

## **BROKER(S):**

Fallbrook Healthcare District is requesting proposals from qualified and California licensed commercial real estate brokerage firm (s), hereinafter referred to as "Broker", with qualified personnel having previous experience in providing commercial real estate brokerage services and land use consulting for governmental and/or corporate clients.

This letter comprises the Request for Proposal (RFP) for the Commercial Real Estate Broker Tenant Representative Services. You may view a copy of the RFP at [www.fallbrookhealth.org](http://www.fallbrookhealth.org). Responses should be submitted in accordance with the instructions set forth in this RFP.

## **PROPOSAL DUE DATE**

Interested firms must submit one (1) original unbound containing original signature, six (6) copies, and an electronic PDF/Word version of their proposal, by August 30, 2016 by 5:00 p.m. Proposals shall be considered firm offers to provide the services described for a period of ninety (90) days from the time of submittal.

## **MINIMUM QUALIFICATIONS**

Proposals must demonstrate that the Broker(s) meets the following minimum qualifications to be eligible for consideration for this project:

1. The firm, organization or company must be a licensed real estate broker in the state of California. The Managing Principal (Lead Broker) and other key real estate professional (s) assigned to the contract must be licensed real estate brokers in the State of California.
2. The Managing Principal assigned to the contract and responsible for the coordination and execution of the work must have a minimum of ten (10) years' experience and a proven track record of providing commercial real estate brokerage services involving large scale commercial properties for governmental and/or corporate clients.
3. Each real estate professional assigned to this contract must have a minimum of seven (7) years' experience in their respective area(s) of expertise. All other assigned professionals must have a minimum of five (5) years' experience in their respective area(s) of expertise.
4. Preference will be given to firms which have and maintain a brokerage office within the Fallbrook District service area.

## **SCOPE OF WORK, BUDGET AND SCHEDULE**

Fallbrook Healthcare District (FHD) desire commercial real estate and land use consulting services to assist in identifying available commercial properties in the community which are properly zoned and suitable for specialty medical uses such as dialysis, wound care, and other specialty services. The District would prefer a proposal to be based on time-and-material rates for the services to be performed on an as-needed basis, but is willing to consider other compensation models.

FHD expects to commence work on September 5, 2016, the contract may be extended for one-year periods for work. All potential bidders are responsible for checking the website for any addendum to the bid documents.

FHD will not reimburse any Brokers for cost related to preparing and submitting a proposal. All materials submitted by Brokers are subject to public inspection under the California Public Records Act.

The selected Broker will be required to maintain insurance coverage, during the term of the contract. Broker agrees to provide the required certificates of insurance providing verification of the minimum insurance requirements.

## **POINT OF CONTACT**

Bobbi Palmer will be the point of contact for this contract. Proposals and all inquiries relating to this RFP shall be submitted to Bobbi Palmer, Executive Director at the address shown below. For telephone inquiries, call (760) 731-9187. E-mail inquiries may be directed to [bpalmer@fallbrookhealth.org](mailto:bpalmer@fallbrookhealth.org).

Bobbi Palmer, MBA, MSW  
Executive Director  
138 S. Brandon Road  
Fallbrook, CA. 92028

Linda Bannerman  
Administrative Assistant  
[LBannerman@fallbrookhealth.org](mailto:LBannerman@fallbrookhealth.org)

Pam Knox  
Special Projects Coordinator  
[PKnox@fallbrookhealth.org](mailto:PKnox@fallbrookhealth.org)



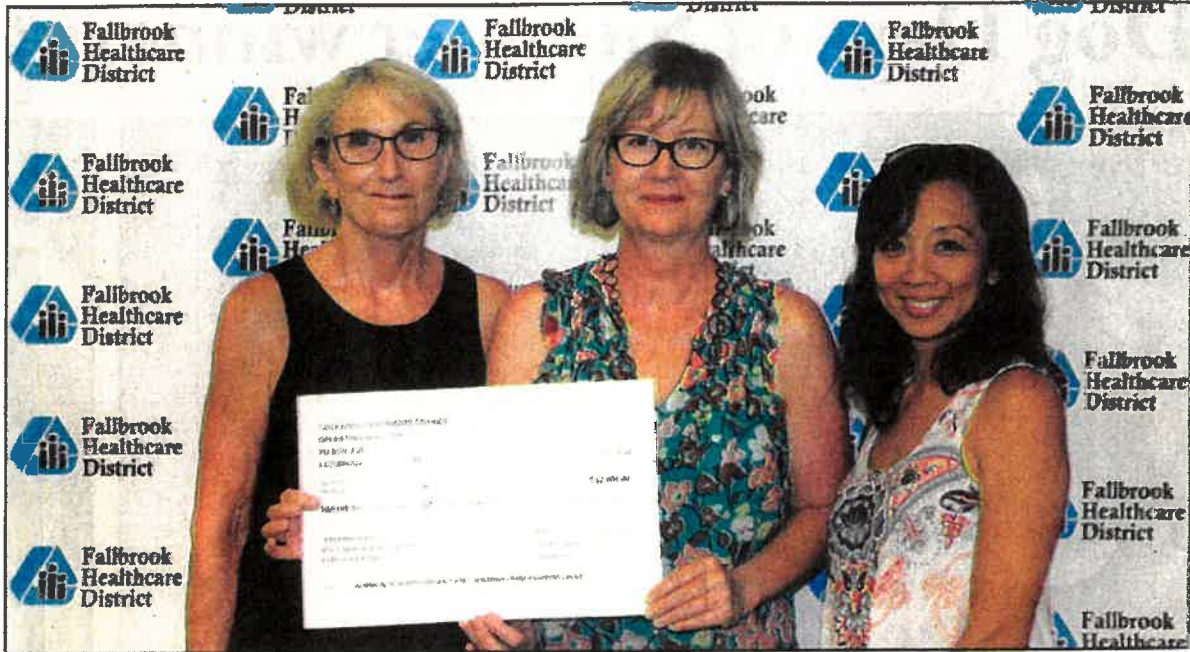
**Fallbrook  
Healthcare  
District**

**138 S. Brandon Rd, Fallbrook, CA 92028  
(760) 731-9187  
[www.fallbrookhealth.org](http://www.fallbrookhealth.org)**





## Jeremiah's Ranch receives help from Fallbrook Health District



Jeremiah's Ranch, a nonprofit serving people with developmental disabilities in the Fallbrook area, was delighted to receive a check for \$12,500 from the Fallbrook Health District. From left, Sandy Kanczuzewki, board president Linda White and Lenila Batali accept the Community Health Contract check from Fallbrook Health District on behalf of Jeremiah's Ranch. For more information, visit [www.jeremiahsranch.org](http://www.jeremiahsranch.org). Courtesy photo

the 1990s, the number of people in the world who are under 15 years of age is expected to increase from 1.1 billion to 1.5 billion.

There are a number of reasons why the world's population is growing so rapidly. One of the main reasons is that the number of children born to each woman has increased. This is due to a number of factors, including the fact that women are now having children at a younger age, and that there are more children surviving to adulthood.

Another reason why the world's population is growing so rapidly is that the number of people who are surviving to old age has increased. This is due to a number of factors, including the fact that people are now living longer, and that there are more people surviving to old age.

There are a number of other reasons why the world's population is growing so rapidly. One of the main reasons is that the number of people who are migrating to other parts of the world has increased. This is due to a number of factors, including the fact that people are now moving to other parts of the world in search of better opportunities.

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## 'Wade Into Fitness' at WOW event Aug. 4

FALLBROOK – The next Woman of Wellness (WOW) event will take place in the community room at the Fallbrook Library on Thursday, August 4, from 6 p.m. to 7:30 p.m. Light, healthy refreshments will be available and the program will begin at 6:30 p.m. Attendees are asked to bring a non-perishable food item as a donation to the Fallbrook Food Pantry.

Ann Wade, BA, RYT, AFAA, will present "Wade Into Fitness – One Step at a Time." Small steps add up to big changes, so join us

to learn easy ways to increase your health.

Free monthly programs are offered on a broad range of topics including staying well, getting well, being well, and living well. Topics will vary from medical, dental and mental health to physical therapy and physical exercise, alternative medicine, nutrition, personal safety, car care and more.

Registration to attend is no longer required – just come and bring a friend or two. Be sure to

check in to receive your door prize ticket(s). Forms will be provided at the check-in table to sign up as a Woman of Wellness member so that guests can be notified directly of future WOW meetings.

The Fallbrook Healthcare District is pleased to sponsor this program for women and invites every woman to sign up and attend these evenings of fun, light refreshments and to learn about paths to wellness for herself and her family. There is no cost to join or to attend.

## **DISCUSSION/ACTION ITEMS**

**DISCUSSION/ACTION ITEMS**

Adoption of Final Budget FY 2016-2017

# FALLBROOK HEALTHCARE DISTRICT

## BUDGET PROPOSAL

July 1, 2016 through June 30, 2017

	PROPOSED BUDGET 16/17	<u>ACTUAL</u> <u>Jul 1, '15 - Jun 30, '16</u>	PRIOR BUDGET 15/16
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
400. · District			
402 · Property tax revenue	\$ 1,700,000	1,693,339	1,600,000
403 · Interest / Dividends	\$ 40,000	45,947	
406 · Unearned Inc(Loss) - Cal Trust		29,256	
<b>Total 400. · District</b>	<b>\$ 1,740,000</b>	<u>1,768,542</u>	1,600,000
Disposition of Surplus Assets			178,447
450. · Properties			
460 · Lease Income			
460.01 · A+ Urgent Care	\$ 57,600	57,600	57,600
460.02 · Utilities Credit		14,247	
460 · Lease Income - Other	.	1,000	
<b>Total 460 · Lease Income</b>	<u>\$ 57,600</u>	<u>72,847</u>	57,600
<b>Total Income</b>	<u><b>\$ 1,797,600</b></u>	<u>1,841,389</u>	<u><b>1,836,047</b></u>
<b>Expense</b>			
500 · Administrative Expenses			
500.36 Accrued Vacation & Sick		10,406	
500.10 · Salaries	238,000	184,486	236,173
500.12 · Payroll Taxes	25,200	18,696	25,220
500.14 · W/C Insurance	1,150	1,116	1,145
500.15 · Employee Health & Welfare	18,360	13,928	18,360
500.16 · Board Stipends	26,400	20,900	26,400
500.17 · Education & Conferences	15,000	13,028	5,082
500.18 · Dues & Subscriptions	14,000	13,197	12,386
500.19 · Insurance - General	45,000	39,953	43,584
500.20 · Independent Accounting Service	10,200	11,050	10,200
500.21 · Annual Independent Audit	8,500	7,500	7,600
500.23 · General Counsel	125,000	139,101	149,777
500.25 · Office Expense			
01 · Communications	5,400	5,700	
02 · I.T. and Website services	2,400	13,174	
03 · Refreshments	4,400	2,341	
04 · Office supplies	16,000	17,311	
05 · Admin fees		1,038	
06 · Independent Contract Services	56,000	14,403	
<b>Total 500.25 · Office Expense</b>	<u>84,200</u>	<u>53,968</u>	53,736

# FALLBROOK HEALTHCARE DISTRICT

## BUDGET PROPOSAL

July 1, 2016 through June 30, 2017

BUDGET 16/17 Jul 1, '15 - Jun 30, '16 BUDGET 15/16

500.27 · Depreciation	1,660	1,661	1,661
500.29 · Dist Promotions & Publications	6,000	3,493	6,000
500.30 · Pension		900	1,800
500.32 · Consultant Fees	15,000	51,777	43,785
500.33 · Copier Lease	6,000	6,464	5,610
500.40 · Rent		3,626	3,626
500.45 · Relocation Expenses		5,247	
580.1 General Election	40,000	-	20,000
500.85 · Calif Mandated Reimbursement	(10,000)	(13,445)	(10,000)
<b>Total 500 · Administrative Expenses</b>	<b>669,670</b>	<b>587,077</b>	<b>662,145</b>
<b>590 · Management &amp; Maintenance</b>			
590.01 · Building Engineer	84,500	91,704	84,846
590.02 · Gas & Electric	94,200	87,069	94,200
590.03 · Water	24,000	27,053	23,040
590.04 · Waste Management	1,500	1,585	1,200
590.05 · Security	13,500	13,210	13,200
590.07 Custodial Srevices	1,500	203	2,496
590.06 · Landscape - Grounds Environm	32,500	33,978	32,496
590.08 · Elevator	2,000	1,815	2,004
590.09 · Vehicle Expenses	1,500	1,720	1,800
590.10 · Maintenance Services & Repairs	21,150	17,114	21,120
590.11 · Medical Records Store & Service		21,448	42,000
590.12 · Fire Alarm System		2,660	
590.13 · CHS Reimbursement for FHD Expen			
<b>Total 590 · Management &amp; Maintenance</b>	<b>276,350</b>	<b>299,559</b>	<b>318,402</b>

**FALLBROOK HEALTHCARE DISTRICT**

**BUDGET PROPOSAL**

July 1, 2016 through June 30, 2017

**BUDGET 16/17 Jul 1, '15 - Jun 30, '16 BUDGET 15/16**

**600 · Community Healthcare Programs**

600.54 · Healthy Adventures Foundation		9,000	9,000
600.53 · Jeremiah's Ranch		9,400	9,400
600.01 · Courier Service		(1,923)	
600.2 · Fallbrook Sports Park		4,000	4,000
600.04 · Boys & Girls Club		32,000	32,000
600.07 · Senior Citizens Center		50,000	50,000
600.08 · Smiles Project		70,000	70,000
600.11 · Palomar Family Coun.Serv.		63,500	63,500
600.14 · Fibk Family Health Center		140,000	140,000
600.17 · Foundation for Senior Care		104,000	104,000
600.18 · Fibk Comm Project - FOOD PANTRY		56,000	56,000
600.23 · Community Health Fair		8,154	8,000
600.24 · Community Collaboratives		12,000	12,000
600.33 · REINS Therapy		22,500	22,500
600.37 · Trauma Intervention Programs		8,000	8,000
600.46 · North Inland Comm Prev Program		8,500	8,500
600.47 · FUHS - Asperger's Support Ctr		6,500	6,500
600.48 · Save Our Children's Sight		6,600	6,600
600.57 · North County Fire Protect Distr		35,000	10,000
600.70 · WOMAN OF WELLNESS - WOW			
<b>Total 600 · Community Healthcare Program</b>	<b>661,000</b>	<b>643,231</b>	<b>620,000</b>

**800 · District Direct Care Services**

800.02 · A+ Urgent Care	<b>TBD</b>	294,000	235,500
<b>Total 800 · District Direct Care Services</b>		<b>294,000</b>	<b>235,500</b>

<b>Total Expense</b>	<b>1,607,020</b>	<b>1,823,831</b>	<b>1,836,047</b>
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<b>Net Ordinary Income</b>		17,521	-
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**Other Income/Expense**

**Other Expense**

**950 · CHS Termination Activities**

950.05 DPNF - HFS Consultant		3,894	
950.04 · Expenses Pd/Reimb on Behalf of CHS		(216,312)	
<b>Total 950 · CHS Termination Activities</b>		<b>(212,418)</b>	

<b>Total Other Income / Expense</b>		<b>(212,418)</b>	
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<b>Net Income</b>	<b>\$ 190,580</b>	<b>\$ 229,940</b>	<b>-</b>
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## **DISCUSSION/ACTION ITEMS**

Biennial Adoption of the Conflict of Interest Code

**CONFLICT OF INTEREST CODE  
OF  
FALLBROOK HEALTHCARE DISTRICT**

1. Standard Code of FPPC

The Political Reform Act of 1974 (Gov. Code, § 81000 et seq.) requires each state and local government agency to adopt and promulgate a conflict of interest code. Fallbrook Healthcare District has adopted such a code that should be revised and updated. The Fair Political Practices Commission (FPPC) has adopted a regulation (2 Cal. Code of Regs., § 18730), which contains the terms of a standard conflict of interest code that can be incorporated by reference as a district's code. After public notice and hearing, the regulation may be amended by the FPPC to conform to amendments in the Political Reform Act.

2. Adoption of Standard Code of FPPC

The terms of Title 2, California Code of Regulations, section 18730 and any future amendments to it duly adopted by the FPPC are hereby incorporated by reference. A copy of Section 18730 currently in effect (June, 2016) is appended to this Code for reference purposes. This regulation and the Appendix attached hereto designating officials and employees and establishing disclosure categories shall constitute the Conflict of Interest Code of the Fallbrook Healthcare District. This Conflict of Interest Code shall take effect when approved by the Fallbrook Healthcare District Board of Directors and shall thereupon supersede all prior codes adopted by the Fallbrook Healthcare District.

3. Filing of Statements of Economic Interests

Pursuant to the standard conflict of interest code, designated employees set forth in the appendix shall file statements of economic interests with the Secretary of the Fallbrook Healthcare District. Upon receipt of the statements of the members of the Board of Directors, the District Administrator shall make and retain copies and forward the originals of these statements to the Clerk of the San Diego County Board of Supervisors. Statements for all other designated employees shall be retained by the Fallbrook Healthcare District.

APPENDIX  
EXHIBIT "A"

General Provisions

4. Designated employees listed in Column 1 must disclose investments in business entities and source of income which manufacture, distribute, sell or supply the goods or services listed in Column II. Active Board Members are not listed as they are mandatory reporters under Government Code Section 87200, as they manage public

investments.

5. Investments in any business entity or sources of income which are entities or persons engaged in the following health care facilities, services, equipment, instruments, materials, supplies or businesses listed in the categories.

<u>I.</u> <u>Designated Employees</u>	<u>II</u> <u>Disclosure Categories</u>
Candidates Running for the Office of Board of Directors	ALL
General Counsel	ALL
Executive Director/Administrator	ALL
Consultants	*

\*Consultants shall disclose all sources of income, interests in real property and investments, and business positions in business entities.

The General Counsel of the District may determine in writing that a particular consultant, although a "designated position," is hired to perform a range of duties that is limited in scope and thus is not required to fully comply with the disclosure requirements described in this section. Such written determination shall include a description of the consultant's duties and, based upon that description, a statement of the extent of disclosure requirements. Such determination shall be a public record and shall be retained for public inspection in the same manner and location as this conflict of interest code.

**EXHIBIT "B"**  
**CATEGORIES**

1. Real property
2. Medical laboratories
3. Ambulance
4. Insurance
5. Financial audit
6. Maintenance or janitorial
7. Collection agencies
8. Temporary health agencies or services
9. Healthcare organizations

**(Regulations of the Fair Political Practices Commission, Title 2, Division 6,  
California Code of Regulations)**

**§ 18730 Provisions of Conflict of Interest Codes**

(a) Incorporation by reference of the terms of this regulation along with the designation of employees and the formulation of disclosure categories in the Appendix referred to below constitute the adoption and promulgation of a conflict of interest code within the meaning of Section 87306 if the terms of this regulation are substituted for terms of a conflict of interest code already in effect. A code so amended or adopted and promulgated requires the reporting of reportable items in a manner substantially equivalent to the requirements of article 2 of chapter 7 of the Political Reform Act, Sections 81000, et seq. The requirements of a conflict of interest code are in addition to other requirements of the Political Reform Act, such as the general prohibition against conflicts of interest contained in Section 87100, and to other state or local laws pertaining to conflicts of interest.

(b) The terms of a conflict of interest code amended or adopted and promulgated pursuant to this regulation are as follows:

(1) Definitions.

The definitions contained in the Political Reform Act of 1974, regulations of the Fair Political Practices Commission (Regulations 18110, et seq.), and any amendments to the Act or regulations, are incorporated by reference into this conflict of interest code.

(2) Designated Employees.

The persons holding positions listed in the Appendix are designated employees. It has been determined that these persons make or participate in the making of decisions which may foreseeably have a material effect on economic interests.

(3) Disclosure Categories.

This code does not establish any disclosure obligation for those designated employees who are also specified in Section 87200 if they are designated in this code in that same capacity or if the geographical jurisdiction of this agency is the same as or is wholly included within the jurisdiction in which those persons must

report their economic interests pursuant to article 2 of chapter 7 of the Political Reform Act, Sections 87200, et seq.

In addition, this code does not establish any disclosure obligation for any designated employees who are designated in a conflict of interest code for another agency, if all of the following apply:

(A) The geographical jurisdiction of this agency is the same as or is wholly included within the jurisdiction of the other agency;

(B) The disclosure assigned in the code of the other agency is the same as that required under article 2 of chapter 7 of the Political Reform Act, Section 87200; and

(C) The filing officer is the same for both agencies.(1)

Such persons are covered by this code for disqualification purposes only. With respect to all other designated employees, the disclosure categories set forth in the Appendix specify which kinds of economic interests are reportable. Such a designated employee shall disclose in his or her statement of economic interests those economic interests he or she has which are of the kind described in the disclosure categories to which he or she is assigned in the Appendix. It has been determined that the economic interests set forth in a designated employee's disclosure categories are the kinds of economic interests which he or she foreseeably can affect materially through the conduct of his or her office.

(4) Statements of Economic Interests: Place of Filing.

The code reviewing body shall instruct all designated employees within its code to file statements of economic interests with the agency or with the code reviewing body, as provided by the code reviewing body in the agency's conflict of interest code.(2)

(5) Statements of Economic Interests: Time of Filing.

(A) Initial Statements. All designated employees employed by the agency on the effective date of this code, as originally adopted, promulgated and approved by the code reviewing body, shall file statements within 30 days

after the effective date of this code. Thereafter, each person already in a position when it is designated by an amendment to this code shall file an initial statement within 30 days after the effective date of the amendment.

(B) Assuming Office Statements. All persons assuming designated positions after the effective date of this code shall file statements within 30 days after assuming the designated positions, or if subject to State Senate confirmation, 30 days after being nominated or appointed.

(C) Annual Statements. All designated employees shall file statements no later than April 1. If a person reports for military service as defined in the Service member's Civil Relief Act, the deadline for the annual statement of economic interests is 30 days following his or her return to office, provided the person, or someone authorized to represent the person's interests, notifies the filing officer in writing prior to the applicable filing deadline that he or she is subject to that federal statute and is unable to meet the applicable deadline, and provides the filing officer verification of his or her military status.

(D) Leaving Office Statements. All persons who leave designated positions shall file statements within 30 days after leaving office.

(5.5) Statements for Persons Who Resign Prior to Assuming Office.

Any person who resigns within 12 months of initial appointment, or within 30 days of the date of notice provided by the filing officer to file an assuming office statement, is not deemed to have assumed office or left office, provided he or she did not make or participate in the making of, or use his or her position to influence any decision and did not receive or become entitled to receive any form of payment as a result of his or her appointment. Such persons shall not file either an assuming or leaving office statement.

(A) Any person who resigns a position within 30 days of the date of a notice from the filing officer shall do both of the following:

- (1) File a written resignation with the appointing power; and

(2) File a written statement with the filing officer declaring under penalty of perjury that during the period between appointment and resignation he or she did not make, participate in the making, or use the position to influence any decision of the agency or receive, or become entitled to receive, any form of payment by virtue of being appointed to the position.

(6) Contents of and Period Covered by Statements of Economic Interests.

(A) Contents of Initial Statements.

Initial statements shall disclose any reportable investments, interests in real property and business positions held on the effective date of the code and income received during the 12 months prior to the effective date of the code.

(B) Contents of Assuming Office Statements.

Assuming office statements shall disclose any reportable investments, interests in real property and business positions held on the date of assuming office or, if subject to State Senate confirmation or appointment, on the date of nomination, and income received during the 12 months prior to the date of assuming office or the date of being appointed or nominated, respectively.

(C) Contents of Annual Statements. Annual statements shall disclose any reportable investments, interests in real property, income and business positions held or received during the previous calendar year provided, however, that the period covered by an employee's first annual statement shall begin on the effective date of the code or the date of assuming office whichever is later, or for a board or commission member subject to Section 87302.6, the day after the closing date of the most recent statement filed by the member pursuant to Regulation 18754.

(D) Contents of Leaving Office Statements.

Leaving office statements shall disclose reportable investments, interests in real property, income and business positions held or received during the



period between the closing date of the last statement filed and the date of leaving office.

(7) Manner of Reporting.

Statements of economic interests shall be made on forms prescribed by the Fair Political Practices Commission and supplied by the agency, and shall contain the following information:

(A) Investment and Real Property Disclosure.

When an investment or an interest in real property<sup>(3)</sup> is required to be reported,<sup>(4)</sup> the statement shall contain the following:

1. A statement of the nature of the investment or interest;
2. The name of the business entity in which each investment is held, and a general description of the business activity in which the business entity is engaged;
3. The address or other precise location of the real property;
4. A statement whether the fair market value of the investment or interest in real property equals or exceeds \$ 2,000, exceeds \$ 10,000, exceeds \$ 100,000, or exceeds \$ 1,000,000.

(B) Personal Income Disclosure. When personal income is required to be reported,<sup>(5)</sup> the statement shall contain:

1. The name and address of each source of income aggregating \$ 500 or more in value, or \$ 50 or more in value if the income was a gift, and a general description of the business activity, if any, of each source;
2. A statement whether the aggregate value of income from each source, or in the case of a loan, the highest amount owed to each source, was \$ 1,000 or less, greater than \$ 1,000, greater than \$ 10,000, or greater than \$ 100,000;
3. A description of the consideration, if any, for which the income was received;

4. In the case of a gift, the name, address and business activity of the donor and any intermediary through which the gift was made; a description of the gift; the amount or value of the gift; and the date on which the gift was received;

5. In the case of a loan, the annual interest rate and the security, if any, given for the loan and the term of the loan.

(C) Business Entity Income Disclosure. When income of a business entity, including income of a sole proprietorship, is required to be reported, (6) the statement shall contain:

1. The name, address, and a general description of the business activity of the business entity;

2. The name of every person from whom the business entity received payments if the filer's pro rata share of gross receipts from such person was equal to or greater than \$ 10,000.

(D) Business Position Disclosure. When business positions are required to be reported, a designated employee shall list the name and address of each business entity in which he or she is a director, officer, partner, trustee, employee, or in which he or she holds any position of management, a description of the business activity in which the business entity is engaged, and the designated employee's position with the business entity.

(E) Acquisition or Disposal During Reporting Period. In the case of an annual or leaving office statement, if an investment or an interest in real property was partially or wholly acquired or disposed of during the period covered by the statement, the statement shall contain the date of acquisition or disposal.

(8) Prohibition on Receipt of Honoraria.

(A) No member of a state board or commission, and no designated employee of a state or local government agency, shall accept any honorarium from any source, if the member or employee would be required

to report the receipt of income or gifts from that source on his or her statement of economic interests. This section shall not apply to any part-time member of the governing board of any public institution of higher education, unless the member is also an elected official.

Subdivisions (a), (b), and (c) of Section 89501 shall apply to the prohibitions in this section.

This section shall not limit or prohibit payments, advances, or reimbursements for travel and related lodging and subsistence authorized by Section 89506.

(8.1) Prohibition on Receipt of Gifts in Excess of \$ 460.

(A) No member of a state board or commission, and no designated employee of a state or local government agency, shall accept gifts with a total value of more than \$ 460 in a calendar year from any single source, if the member or employee would be required to report the receipt of income or gifts from that source on his or her statement of economic interests. This section shall not apply to any part-time member of the governing board of any public institution of higher education, unless the member is also an elected official.

Subdivisions (e), (f), and (g) of Section 89503 shall apply to the prohibitions in this section.

(8.2) Section 8.2. Loans to Public Officials.

(A) No elected officer of a state or local government agency shall, from the date of his or her election to office through the date that he or she vacates office, receive a personal loan from any officer, employee, member, or consultant of the state or local government agency in which the elected officer holds office or over which the elected officer's agency has direction and control.

(B) No public official who is exempt from the state civil service system

pursuant to subdivisions (c), (d), (e), (f), and (g) of Section 4 of Article VII of the Constitution shall, while he or she holds office, receive a personal loan from any officer, employee, member, or consultant of the state or local government agency in which the public official holds office or over which the public official's agency has direction and control. This subdivision shall not apply to loans made to a public official whose duties are solely secretarial, clerical, or manual.

(C) No elected officer of a state or local government agency shall, from the date of his or her election to office through the date that he or she vacates office, receive a personal loan from any person who has a contract with the state or local government agency to which that elected officer has been elected or over which that elected officer's agency has direction and control. This subdivision shall not apply to loans made by banks or other financial institutions or to any indebtedness created as part of a retail installment or credit card transaction, if the loan is made or the indebtedness created in the lender's regular course of business on terms available to members of the public without regard to the elected officer's official status.

(D) No public official who is exempt from the state civil service system pursuant to subdivisions (c), (d), (e), (f), and (g) of Section 4 of Article VII of the Constitution shall, while he or she holds office, receive a personal loan from any person who has a contract with the state or local government agency to which that elected officer has been elected or over which that elected officer's agency has direction and control. This subdivision shall not apply to loans made by banks or other financial institutions or to any indebtedness created as part of a retail installment or credit card transaction, if the loan is made or the indebtedness created in the lender's regular course of business on terms available to members of the public without regard to the elected officer's official status. This subdivision shall not apply to loans made to a public official whose duties are solely secretarial, clerical, or manual.

(E) This section shall not apply to the following:

1. Loans made to the campaign committee of an elected officer or candidate for elective office.
2. Loans made by a public official's spouse, child, parent, grandparent, grandchild, brother, sister, parent-in-law, brother-in-law, sister-in-law, nephew, niece, aunt, uncle, or first cousin, or the spouse of any such persons, provided that the person making the loan is not acting as an agent or intermediary for any person not otherwise exempted under this section.
3. Loans from a person which, in the aggregate, do not exceed \$ 500 at any given time.
4. Loans made, or offered in writing, before January 1, 1998.

(8.3) Loan Terms.

(A) Except as set forth in subdivision (B), no elected officer of a state or local government agency shall, from the date of his or her election to office through the date he or she vacates office, receive a personal loan of \$ 500 or more, except when the loan is in writing and clearly states the terms of the loan, including the parties to the loan agreement, date of the loan, amount of the loan, term of the loan, date or dates when payments shall be due on the loan and the amount of the payments, and the rate of interest paid on the loan.

(B) This section shall not apply to the following types of loans:

1. Loans made to the campaign committee of the elected officer.
2. Loans made to the elected officer by his or her spouse, child, parent, grandparent, grandchild, brother, sister, parent-in-law, brother-in-law, sister-in-law, nephew, niece, aunt, uncle, or first cousin, or the spouse of any such person, provided that the person making the loan is not acting as an agent or intermediary for any person not otherwise exempted under this section.
3. Loans made, or offered in writing, before January 1, 1998.

(C) Nothing in this section shall exempt any person from any other provision of Title 9 of the Government Code.

(8.4) Personal Loans.

(A) Except as set forth in subdivision (B), a personal loan received by any designated employee shall become a gift to the designated employee for the purposes of this section in the following circumstances:

1. If the loan has a defined date or dates for repayment, when the statute of limitations for filing an action for default has expired.
2. If the loan has no defined date or dates for repayment, when one year has elapsed from the later of the following:
  - a. The date the loan was made.
  - b. The date the last payment of \$ 100 or more was made on the loan.
  - c. The date upon which the debtor has made payments on the loan aggregating to less than \$ 250 during the previous 12 months.

(B) This section shall not apply to the following types of loans:

1. A loan made to the campaign committee of an elected officer or a candidate for elective office.
2. A loan that would otherwise not be a gift as defined in this title.
3. A loan that would otherwise be a gift as set forth under subdivision (A), but on which the creditor has taken reasonable action to collect the balance due.
4. A loan that would otherwise be a gift as set forth under subdivision (A), but on which the creditor, based on reasonable business considerations, has not undertaken collection action. Except in a criminal action, a creditor who claims that a loan is not a gift on the basis of this paragraph has the burden of proving that the decision for not taking collection action was based on reasonable business

considerations.

5. A loan made to a debtor who has filed for bankruptcy and the loan is ultimately discharged in bankruptcy.

(C) Nothing in this section shall exempt any person from any other provisions of Title 9 of the Government Code.

(9) Disqualification.

No designated employee shall make, participate in making, or in any way attempt to use his or her official position to influence the making of any governmental decision which he or she knows or has reason to know will have a reasonably foreseeable material financial effect, distinguishable from its effect on the public generally, on the official or a member of his or her immediate family or on:

(A) Any business entity in which the designated employee has a direct or indirect investment worth \$ 2,000 or more;

(B) Any real property in which the designated employee has a direct or indirect interest worth \$ 2,000 or more;

(C) Any source of income, other than gifts and other than loans by a commercial lending institution in the regular course of business on terms available to the public without regard to official status, aggregating \$ 500 or more in value provided to, received by or promised to the designated employee within 12 months prior to the time when the decision is made;

(D) Any business entity in which the designated employee is a director, officer, partner, trustee, employee, or holds any position of management; or

(E) Any donor of, or any intermediary or agent for a donor of, a gift or gifts aggregating \$ 460 or more provided to, received by, or promised to the designated employee within 12 months prior to the time when the decision is made.

(9.3) Legally Required Participation.

No designated employee shall be prevented from making or participating in the

making of any decision to the extent his or her participation is legally required for the decision to be made. The fact that the vote of a designated employee who is on a voting body is needed to break a tie does not make his or her participation legally required for purposes of this section.

(9.5) Disqualification of State Officers and Employees.

In addition to the general disqualification provisions of section 9, no state administrative official shall make, participate in making, or use his or her official position to influence any governmental decision directly relating to any contract where the state administrative official knows or has reason to know that any party to the contract is a person with whom the state administrative official, or any member of his or her immediate family has, within 12 months prior to the time when the official action is to be taken:

- (A) Engaged in a business transaction or transactions on terms not available to members of the public, regarding any investment or interest in real property; or
- (B) Engaged in a business transaction or transactions on terms not available to members of the public regarding the rendering of goods or services totaling in value \$ 1,000 or more.

(10) Disclosure of Disqualifying Interest.

When a designated employee determines that he or she should not make a governmental decision because he or she has a disqualifying interest in it, the determination not to act may be accompanied by disclosure of the disqualifying interest.

(11) Assistance of the Commission and Counsel.

Any designated employee who is unsure of his or her duties under this code may request assistance from the Fair Political Practices Commission pursuant to Section 83114 and Regulations 18329 and 18329.5 or from the attorney for his or her agency, provided that nothing in this section requires the attorney for the agency to



issue any formal or informal opinion.

(12) Violations.

This code has the force and effect of law. Designated employees violating any provision of this code are subject to the administrative, criminal and civil sanctions provided in the Political Reform Act, Sections 81000-91014. In addition, a decision in relation to which a violation of the disqualification provisions of this code or of Section 87100 or 87450 has occurred may be set aside as void pursuant to Section 91003.

**NOTES**

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(1) Designated employees who are required to file statements of economic interests under any other agency's conflict of interest code, or under article 2 for a different jurisdiction, may expand their statement of economic interests to cover reportable interests in both jurisdictions, and file copies of this expanded statement with both entities in lieu of filing separate and distinct statements, provided that each copy of such expanded statement filed in place of an original is signed and verified by the designated employee as if it were an original. See Section 81004.

(2) See Section 81010 and Regulation 18115 for the duties of filing officers and persons in agencies who make and retain copies of statements and forward the originals to the filing officer.

(3) For the purpose of disclosure only (not disqualification), an interest in real property does not include the principal residence of the filer.

(4) Investments and interests in real property which have a fair market value of less than \$ 2,000 are not investments and interests in real property within the meaning of the Political Reform Act. However, investments or interests in real property of an individual include those held by the individual's spouse and dependent children as well as a pro rata share of any investment or interest in real property of any business entity or trust in which the individual, spouse and dependent children own, in the aggregate, a direct, indirect or beneficial interest of 10 percent or greater.

(5) A designated employee's income includes his or her community property interest in the income of his or her spouse but does not include salary or reimbursement for expenses received from a state, local or federal government agency.

(6) Income of a business entity is reportable if the direct, indirect or beneficial interest of the filer and the filer's spouse in the business entity aggregates a 10 percent or greater interest. In addition, the disclosure of persons who are clients or customers of a business entity is required only if the clients or customers are within one of the disclosure categories of the filer.