



AGENDA

REGULAR MEETING OF THE BOARD OF DIRECTORS

Tuesday, July 7, 2020

6:00 PM

IN AN EFFORT TO PREVENT THE SPREAD OF COVID-19 (CORONAVIRUS), AND IN ACCORDANCE WITH THE GOVERNOR'S EXECUTIVE ORDER N-29-20, THERE WILL BE NO PUBLIC LOCATION FOR ATTENDING THIS BOARD MEETING IN PERSON. MEMBERS OF THE PUBLIC MAY JOIN THE MEETING BY FOLLOWING THE INSTRUCTIONS BELOW:

Meeting Information

Meeting link: <https://sangorgoniomemorialhospital-ajd.my.webex.com/sangorgoniomemorialhospital-ajd.my/j.php?MTID=m1ccae5b1c3f83dabcba8260b5ec66d25>

Meeting number: 126 287 2958

Password: 1234

More ways to join

Join by video system

Dial [1262872958@webex.com](tel:1262872958)

You can also dial 173.243.2.68 and enter your meeting number.

Join by phone

+1-510-338-9438 USA Toll

Access code: 126 287 2958

Password: 1234

Emergency phone number if WebEx tech difficulties

951-846-2846

code: 3376#

THE TELEPHONES OF ALL MEMBERS OF THE PUBLIC LISTENING IN ON THIS MEETING MUST BE "MUTED".

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Administration Office at (951) 769-2160. **Notification 48 hours prior to the meeting** will enable the Healthcare District to make reasonable arrangements to ensure accessibility to this meeting. [28 CFR 35.02-35.104 ADA Title II].

TAB

I. Call to Order

D. Tankersley, Chair

II. Public Comment

Members of the public who wish to comment on any item on the agenda may submit comments by emailing publiccomment@sgmh.org on or before 1:00 PM on Tuesday, July 7, 2020, which will become part of the board meeting record.

NOTE: ALL MEMBERS OF THE SAN GORGONIO MEMORIAL HOSPITAL BOARD OF DIRECTORS ARE INVITED PARTICIPANTS AND MAY ADDRESS THE SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT BOARD OF DIRECTORS AT ANY TIME DURING THIS MEETING.

OLD BUSINESS

- | | | | |
|------|---|-----|--------|
| III. | * Proposed Action - Approve Minutes | All | |
| | <ul style="list-style-type: none"> • June 2, 2020 regular meeting • June 22, 2020 special meeting | | A
B |

NEW BUSINESS

- | | | | |
|-------|---|---------------|--------|
| IV. | Healthcare District Board Chair monthly report | D. Tankersley | verbal |
| V. | Medical Clinic monthly report | | C |
| VI. | * Proposed Action - Approve May 2020 Financial report | | D |
| | <ul style="list-style-type: none"> ▪ ROLL CALL • Informational: Measure A funds report – May 2020 | | E |
| VII. | * Proposed Action – Approve Healthcare District & Hospital
FY2021 Operating budget and FY2021 Capital budget | S. Barron | F |
| | <ul style="list-style-type: none"> ▪ ROLL CALL | | |
| VIII. | *Proposed Action – Approve Capital request – ventilators | S. Barron | G |
| | <ul style="list-style-type: none"> ▪ ROLL CALL | | |
| IX. | * Proposed Action – Approve 2020 / 2021 Measure D Tax Rate increase
(new rate \$57.21 per Assessor’s Parcel Number (APN)) | D. Tankersley | H |
| | <ul style="list-style-type: none"> ▪ ROLL CALL | | |
| X. | * Proposed Action - Approve Notice to the Registrar of Voters
General District Election, November 3, 2020
(Candidate must pay total cost of any Candidate Statement) | D. Tankersley | I |
| | <ul style="list-style-type: none"> • ROLL CALL | | |

- XI. * **Proposed Action - Approve changes to Conflict of Interest Code and Resolution No. 2020-03 (Resolution of the Board of Directors of San Gorgonio Memorial Healthcare District Amending the Conflict of Interest Code Pursuant to the Political Reform Act of 1974)** D. Tankersley J
- **ROLL CALL**

- XII. Chief of Staff – Medical Executive Committee report - NONE S. Hildebrand, MD
Chief of Staff

- XIII. Appoint Ad Hoc Nomination Committee D. Tankersley verbal

- XIV. General Information

***** ITEMS FOR DISCUSSION/APPROVAL IN CLOSED SESSION** D. Tankersley

- Proposed Action – Approve Medical Staff Credentialing
(Health & Safety Code §32155; and Evidence Code §1157)

- XV. **ADJOURN TO CLOSED SESSION**

RECONVENE TO OPEN SESSION

***** REPORT ON ACTIONS TAKEN DURING CLOSED SESSION** D. Tankersley

- XVI. Future Agenda Items

- XVII. Adjournment D. Tankersley

***Action Required**

In accordance with The Brown Act, *Section 54957.5*, all public records relating to an agenda item on this agenda are available for public inspection at the time the document is distributed to all, or a majority of all, members of the Board. Such records shall be available at the Healthcare District Administration office located at 600 N. Highland Springs Avenue, Banning, CA 92220 during regular business hours, Monday through Friday, 8:00 am - 4:30 pm.

I certify that on July 3, 2020 I posted a copy of the foregoing agenda near the regular meeting place of the Board of Directors of San Gorgonio Memorial Healthcare District, and on the San Gorgonio Memorial Hospital website, said time being at least 72 hours in advance of the regular meeting of the Board of Directors
(*Government Code Section 54954.2*).

Executed at Banning, California on July 3, 2020



Ariel Whitley, Administrative Assistant

TAB A

REGULAR MEETING OF THE
SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT
BOARD OF DIRECTORS

June 2, 2020

The regular meeting of the Board of Directors of the San Gorgonio Memorial Healthcare District was held on Tuesday, June 2, 2020. In an effort to prevent the spread of COVID-19 (coronavirus), and in accordance with the Governor’s Executive Order N-29-20, there was no public location for attending this board meeting in person. Board members and members of the public participated via WebEx.

Members Present: Lynn Baldi, Phillip Capobianco III, Estelle Lewis, Lanny Swerdlow, Dennis Tankersley (Chair)

Absent: None

Required Hospital Steve Barron (CEO), Pat Brown (CNO), Holly Yonemoto (CBDO), Annah Karam (CHRO), Dave Recupero (CFO), Bobbi Duffy (Executive Assistant), Ariel Whitley (Administrative Assistant)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP
Call To Order	Chair Dennis Tankersley called the meeting to order at 4:08 pm.	
Public Comment	Members of the public who wished to comment on any item on the agenda were encouraged to submit comments by emailing publiccomment@sgmh.org prior to this meeting. No public comment emails were received.	
OLD BUSINESS		
Proposed Action - Approve Minutes May 5, 2020 regular meeting	Chair Tankersley asked for any changes or corrections to the minutes of the May 5, 2020 regular meeting. There were none.	The minutes of the May 5, 2020 regular meeting will stand correct as presented.
NEW BUSINESS		
Healthcare District Board Chair monthly Update	Chair Tankersley stated that he and Hospital Board Chair, Susan DiBiasi, were working hard on the Management Services Agreement (MSA) with legal counsel and will further discuss the agreement in detail later on during the meeting. Chair Tankersley also stated that he was proud of the Executive Team	

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP												
	and physician leadership during the COVID-19 pandemic at San Gorgonio Memorial Hospital.													
Discussion – Management Services Agreement	The MSA presentation was tabled to the Hospital Board meeting where both Healthcare District and Hospital Board members would be present at the same time.													
Medical Clinic monthly report	Chair Tankersley noted that the written monthly report for the Medical Clinic was included on the board tablets.													
Proposed Action – Approve closure of 1206(b) Medical Clinic	<p>Steve Barron mentioned that Dr. Reis will become affiliated with Arrowhead Orthopedics once his current contract with us has expired. Dr. Reis will continue to care for and perform surgery for patients at San Gorgonio Memorial Hospital. After the closure of the physical location of the 1206(b) Medical Clinic, Dr. Reis will continue to take orthopedic call in the emergency department as part of the Arrowhead Orthopedic group which also currently takes call. Steve also mentioned that we will aim to keep the 1206(b) license in case we need to utilize it for other services in the future.</p> <p>BOARD MEMBER ROLL CALL:</p> <table border="1" data-bbox="418 1192 1227 1310"> <tr> <td>Baldi</td> <td>Yes</td> <td>Capobianco</td> <td>Yes</td> </tr> <tr> <td>Lewis</td> <td>Yes</td> <td>Swerdlow</td> <td>Yes</td> </tr> <tr> <td>Tankersley</td> <td>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	Baldi	Yes	Capobianco	Yes	Lewis	Yes	Swerdlow	Yes	Tankersley	Yes	Motion carried.		M.S.C., (Baldi, Lewis), the SGMHD Board of Directors approved the closure of the 1206(b) Medical Clinic.
Baldi	Yes	Capobianco	Yes											
Lewis	Yes	Swerdlow	Yes											
Tankersley	Yes	Motion carried.												
Proposed Action – Approve April 2020 Financial report	<p>Chair Tankersley noted that the April 2020 Financial report was included on the board tablets.</p> <p>There were no questions.</p> <p>BOARD MEMBER ROLL CALL:</p> <table border="1" data-bbox="418 1617 1227 1734"> <tr> <td>Baldi</td> <td>Yes</td> <td>Capobianco</td> <td>Yes</td> </tr> <tr> <td>Lewis</td> <td>Yes</td> <td>Swerdlow</td> <td>Yes</td> </tr> <tr> <td>Tankersley</td> <td>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	Baldi	Yes	Capobianco	Yes	Lewis	Yes	Swerdlow	Yes	Tankersley	Yes	Motion carried.		M.S.C., (Baldi, Lewis), the SGMHD Board of Directors approved the April 2020 Financial report as presented.
Baldi	Yes	Capobianco	Yes											
Lewis	Yes	Swerdlow	Yes											
Tankersley	Yes	Motion carried.												
<ul style="list-style-type: none"> Informational - Measure A expenditures – April 2020 	Chair Tankersley noted that a copy of the Measure A funds and expenditures - April 2020 were included on the board tablets.													

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP												
<p>Proposed Action – Approve letter of financial commitment to secure an economic development grant</p>	<p>Steve noted that the Economic Development Grant will assist the Hospital in updating imaging equipment and capabilities to both improve current services and readiness as well as enable the hospital to meet requirements to become a basic stroke center.</p> <p>BOARD MEMBER ROLL CALL:</p> <table border="1" data-bbox="423 642 1230 762"> <tr> <td>Baldi</td> <td>Yes</td> <td>Capobianco</td> <td>Yes</td> </tr> <tr> <td>Lewis</td> <td>Yes</td> <td>Swerdlow</td> <td>Yes</td> </tr> <tr> <td>Tankersley</td> <td>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	Baldi	Yes	Capobianco	Yes	Lewis	Yes	Swerdlow	Yes	Tankersley	Yes	Motion carried.		<p>M.S.C., (Baldi, Swerdlow), the SGMHD Board of Directors approved the letter of financial commitment to secure an economic development grant.</p>
Baldi	Yes	Capobianco	Yes											
Lewis	Yes	Swerdlow	Yes											
Tankersley	Yes	Motion carried.												
<p>Proposed Action – Extend suspension of Board stipends for additional 12 months or revert to paying them out beginning with the July 2020 meetings.</p>	<p>Chair Tankersley reported that in June 2019, the Healthcare District Board members voted to waive their board and committee meeting stipends.</p> <p>The majority of the Board members felt that Board stipends should be re-instated and paid out beginning with the July 2020 meetings and those who would like to suspend their stipend could do so.</p> <p>BOARD MEMBER ROLL CALL:</p> <table border="1" data-bbox="423 1205 1230 1325"> <tr> <td>Baldi</td> <td>Yes</td> <td>Capobianco</td> <td>Yes</td> </tr> <tr> <td>Lewis</td> <td>Yes</td> <td>Swerdlow</td> <td>Yes</td> </tr> <tr> <td>Tankersley</td> <td>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	Baldi	Yes	Capobianco	Yes	Lewis	Yes	Swerdlow	Yes	Tankersley	Yes	Motion carried.		<p>M.S.C., (Swerdlow, Lewis), the SGMHD Board of Directors approved reverting to pay Board stipends beginning with the July 2020 meetings.</p>
Baldi	Yes	Capobianco	Yes											
Lewis	Yes	Swerdlow	Yes											
Tankersley	Yes	Motion carried.												
<p>General Information</p>	<p>None</p>													
<p>Future Agenda Items</p>	<p>Discuss Board stipend amounts and for which meetings they will occur.</p>													
<p>Adjournment</p>	<p>The meeting was adjourned at 5:00 pm.</p>													

In accordance with The Brown Act, *Section 54957.5*, all reports and handouts discussed during this Open Session meeting are public records and are available for public inspection. These reports and/or handouts are available for review at the Healthcare District Administration office located at 600 N. Highland Springs Avenue, Banning, CA 92220 during regular business hours, Monday through Friday, 8:00 am - 4:30 pm.

Minutes respectfully submitted by Ariel Whitley, Administrative Assistant

TAB B

SPECIAL MEETING OF THE
SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT
BOARD OF DIRECTORS

June 22, 2020

The special meeting of the Board of Directors of the San Gorgonio Memorial Healthcare District was held on Monday, June 22, 2020. In an effort to prevent the spread of COVID-19 (coronavirus), and in accordance with the Governor’s Executive Order N-29-20, there was no public location for attending this board meeting in person. Board members and members of the public participated via WebEx.

Members Present: Lynn Baldi, Phillip Capobianco III, Estelle Lewis, Lanny Swerdlow, Dennis Tankersley (Chair)

Absent: None

Required Hospital Steve Barron (CEO), Holly Yonemoto (CBDO), Bobbi Duffy (Executive Assistant), Ariel Whitley (Administrative Assistant), Tom Jeffry (Arent Fox - Legal Counsel)

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP												
Call To Order	Chair Dennis Tankersley called the meeting to order at 6:02 pm.													
Public Comment	Members of the public who wished to comment on any item on the agenda were encouraged to submit comments by emailing publiccomment@sgmh.org prior to this meeting. No public comment emails were received.													
NEW BUSINESS														
Proposed Action – Adopt Resolution No. 2020-04 regarding a Management Services Agreement with San Gorgonio Memorial Hospital and amendments to Healthcare District Bylaws.	<p>Chair Dennis Tankersley reviewed resolution No. 2020-04 and discussed the Management Services Agreement (MSA) and the amendments to the Healthcare District Bylaws as included in the board packets.</p> <p>BOARD MEMBER ROLL CALL:</p> <table border="1" style="margin-left: auto; margin-right: auto;"> <tr> <td>Baldi</td> <td>Yes</td> <td>Capobianco</td> <td>No</td> </tr> <tr> <td>Lewis</td> <td>Yes</td> <td>Swerdlow</td> <td>Yes</td> </tr> <tr> <td>Tankersley</td> <td>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	Baldi	Yes	Capobianco	No	Lewis	Yes	Swerdlow	Yes	Tankersley	Yes	Motion carried.		M.S.C., (Baldi/Lewis), the SGMHD Board of Directors adopted Resolution No. 2020-04 regarding a Management Services Agreement with San Gorgonio Memorial Hospital and amendments to Healthcare District Bylaws
Baldi	Yes	Capobianco	No											
Lewis	Yes	Swerdlow	Yes											
Tankersley	Yes	Motion carried.												

AGENDA ITEM	DISCUSSION	ACTION / FOLLOW-UP												
<p>Proposed Action – Approve COVID-19 lab testing equipment.</p>	<p>Steve Barron reviewed that this proposed equipment tests for COVID-19, which will allow us to test more patients at a faster rate and a lower cost. The total cost of equipment is \$61,748.</p> <p>BOARD MEMBER ROLL CALL:</p> <table border="1" data-bbox="418 495 1227 611"> <tr> <td>Baldi</td> <td>Yes</td> <td>Capobianco</td> <td>Yes</td> </tr> <tr> <td>Lewis</td> <td>Yes</td> <td>Swerdlow</td> <td>Yes</td> </tr> <tr> <td>Tankersley</td> <td>Yes</td> <td colspan="2">Motion carried.</td> </tr> </table>	Baldi	Yes	Capobianco	Yes	Lewis	Yes	Swerdlow	Yes	Tankersley	Yes	Motion carried.		<p>M.S.C., (Swerdlow, /Lewis), the SGMHD Board of Directors approved the purchase of COVID-19 lab testing equipment as presented.</p>
Baldi	Yes	Capobianco	Yes											
Lewis	Yes	Swerdlow	Yes											
Tankersley	Yes	Motion carried.												
<p>General Information</p>	<p>None</p>													
<p>Future Agenda Items</p>	<p>None</p>													
<p>Adjournment</p>	<p>The meeting was adjourned at 6:32 pm.</p>													

In accordance with The Brown Act, *Section 54957.5*, all reports and handouts discussed during this Open Session meeting are public records and are available for public inspection. These reports and/or handouts are available for review at the Healthcare District Administration office located at 600 N. Highland Springs Avenue, Banning, CA 92220 during regular business hours, Monday through Friday, 8:00 am - 4:30 pm.

Minutes respectfully submitted by Ariel Whitley, Administrative Assistant

TAB C



San Gorgonio Memorial Health Care District Board Report

San Gorgonio Memorial Medical Clinic

Holly Yonemoto, Administrator

June 2020

OPERATIONS REPORT

TELEHEALTH, OFFICE VISITS, & SURGERIES

In response to the COVID-19 crisis the clinic continues to reach out to all patients that have orthopedic needs and are scheduling telehealth visits with them. We continue to contact our patients to let them know we are here for them and they can continue to receive care. Additionally, if they have an urgent need or need for x-rays and/or an in-person exam, we are able to see them in the clinic. Elective non-urgent surgical cases continue to be on hold but urgent and emergency cases are being scheduled with the Covid testing protocol.

STAFFING

Due to COVID-19 and the related limit on non-urgent surgeries as well as our patients being concerned about COVID-19 exposure – we continue to have an impact on volume. As mentioned above, we are mitigating the reduction of in-person office visits with telehealth visits. We currently have a reduction 1 FTE (due to medical leave) and have 2 physicians and 3 staff (1 LVN, 1 front/back office, 1 scheduling/billing)

ORTHOPEDIC VOLUME AND ED COVERAGE

The orthopedic volume for the month of May was 43 consults and 6 surgeries. Dr. Reis was on Emergency Department (ED) orthopedic call for 14 days in May and Arrowhead Orthopedic physicians covered the remaining days. The additional orthopedic ED call coverage has enabled us to have full orthopedic coverage in the recent months and will continue - giving us expanded, high-quality care to our community.

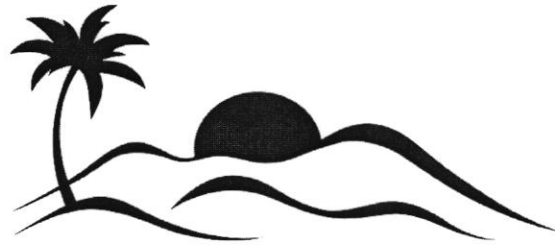
UROLOGY VOLUME AND ED COVERAGE

The urology volume was 12 inpatient consults including and 1 surgeries. Our urologist, Dr. Arthur Dick continues to be so valuable to the hospital and hospitalists and takes call for both ED patients and inpatients. The urology coverage he provides enables our inpatients to stay in our facility for the duration of their care, instead of potentially being transferred (especially important during this unprecedented time).

MARKETING

The marketing for the clinic continues to be social media as well as local publications in the Record Gazette and Sun Lakes Life and KFROG radio for the clinic and hospital. We continue to work the Google analytics on searches to increase the search rankings which results in website as well as the related clinic interest.

TAB D



SAN GORGONIO
MEMORIAL HEALTHCARE
DISTRICT

May 2020 Unaudited Financial Report

FY 2020

Presented by:

M. Kammer

Page 1

**SAN GORGONIO MEMORIAL DISTRICT
BANNING, CALIFORNIA**

5/31/20

FY 2020

		ACT CUR 05/31/20	BUD CUR 05/31/20	PRIOR YR 06/01/19	ACT YTD 05/31/20	BUD YTD 05/31/20	Prior YTD 06/01/19
Gross Patient Revenue							
Inpatient Routine Revenue	1	\$0	\$0	\$0	\$0	\$0	\$0
Inpatient Ancillary Revenue	2	0	0	0	0	0	0
Outpatient Revenue	6	0	0	0	0	0	0
Long Term Care Revenue	8	0	0	0	0	0	0
Home Health Revenue	9	0	0	0	0	0	0
Total Gross Patient Revenue		0	0	0	0	0	0
Deductions From Revenue							
Discounts and Allowances	10	0	0	0	0	0	0
Bad Debt Expense (Governmental Provic	11	0	0	0	0	0	0
Prior Year Settlements	12	0	0	0	0	0	0
Charity Care	13	0	0	0	0	0	0
Total Deductions From Revenue		0	0	0	0	0	0
Net Patient Revenue		0	0	0	0	0	0
Other Operating Revenue	14	\$1,527	\$4,889	\$2,137	41,085	46,992	699,785
Clinic Revenues	14.6	(\$19,316)	\$27,753	\$21,485	178,334	305,283	238,436
## Tax Subsidies Measure D	32	\$188,750	\$237,852	\$240,438	2,204,877	2,616,372	2,090,438
## Tax Subsidies Advelorum	35	\$112,500	\$142,926	\$207,839	1,256,231	1,572,186	1,257,839
## Other Non-Operating Revenue - Grants	36	\$0	\$0	\$0	108,739	0	97,189
		283,461	413,420	471,899	3,789,266	4,540,833	4,383,687
EXPENSES							
29 Salaries and Wages	15	\$0	\$0	\$0	0	0	0
30 Fringe Benefits	16	\$0	\$0	\$0	0	0	0
31 Contract Labor	17	\$0	\$0	\$0	0	0	0
32 Physicians Fees	18	\$0	\$0	\$0	8,800	0	0
33 Purchased Services	19	\$35,487	\$38,466	\$15,448	386,973	423,126	282,400
34 Supply Expense	20	\$0	\$0	\$103	554	0	664
35 Utilities	21	\$0	\$4,167	\$1,735	19,940	45,837	45,631
36 Repairs and Maintenance	22	\$6,675	\$8,333	\$6,374	81,086	91,663	89,196
37 Insurance Expense	23	\$0	\$0	\$0	0	0	0
38 All Other Operating Expenses	24	\$835	\$88	\$20,233	50,417	968	117,736
IGT Expense	25	\$0	\$0	\$0	0	0	0
## Leases and Rentals	26	\$0	\$0	\$0	0	0	0
## Clinic Expenses	26.5	\$65,564	\$66,873	\$80,882	732,700	735,603	768,904
		108,560	117,927	124,774	1,280,470	1,297,197	1,304,531
EBIDA		174,901	295,493	347,125	2,508,796	3,243,636	3,079,156
## Depreciation	27	\$502,454	\$500,000	\$494,513	5,519,054	5,526,000	5,512,717
## Interest Expense (Non-Governmental Pr	29	\$388,676	\$391,112	\$422,922	4,287,739	4,302,232	4,411,458
		891,130	891,112	917,435	9,806,792	9,828,232	9,924,175
50 Contributions	30	\$0	\$16,667	\$0	163,194	183,337	82,964
## Tax Subsidies for GO Bonds - M-A	34	\$598,629	\$605,781	\$1,724,073	7,067,723	6,663,591	7,580,198
Total Non Operating Revenue/(Expense)		598,629	622,448	1,724,073	7,230,917	6,846,928	7,663,162
NET INCOME		(\$117,600)	\$26,829	\$1,153,763	(\$67,080)	\$262,332	\$818,143

Balance Sheet - Assets

SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT

BANNING, CALIFORNIA

5/31/20

PAGE 3

		Current Month 05/31/2020	Prior Month 04/30/2020	ASSETS Positive/ (Negative) Variance	Percentage Variance	Prior Year 06/30/2019
ALL CASH (Healthcare System)		\$5,336,629	\$2,627,695			\$2,627,695
Current Assets -DISTRICT ONLY						
Cash and Cash Equivalents	2000	\$1,700,085	\$936,775	\$763,311	81.48%	\$3,109,902
Gross Patient Accounts Receivable	2300	\$0	\$0	\$0	0.00%	\$0
Less: Bad Debt and Allowance Reserve	2305	\$0	\$0	\$0	0.00%	\$0
Net Patient Accounts Receivable		\$0	\$0	\$0	0.00%	\$0
Interest Receivable	2360	\$3,933,244	\$3,223,767	\$709,477	22.01%	\$566,680
Other Receivables	9999	\$0	\$0	\$0	0.00%	\$0
Inventories	2500	\$0	\$0	\$0	0.00%	\$0
Prepaid Expenses	2600	\$72,875	\$116,590	(\$43,715)	-37.49%	\$263,423
Due From Third Party Payers	2400	\$0	\$0	\$0	0.00%	\$0
Due From Affiliates/Related Organization	2420	\$0	\$0	\$0	0.00%	\$0
Other Current Assets	2430	\$0	\$0	\$0	0.00%	\$0
Total Current Assets		5,706,205	4,277,132	1,429,073	33.41%	3,940,006
Assets Whose Use is Limited						
Cash				\$0	0.00%	
Investments	2800	\$7,465,929	\$7,475,698	(\$9,769)	-0.13%	\$8,854,421
Bond Reserve/Debt Retirement Fund		\$0	\$0	\$0	0.00%	\$0
Trustee Held Funds		\$0	\$0	\$0	0.00%	\$0
Funded Depreciation		\$0	\$0	\$0	0.00%	\$0
Board Designated Funds		\$0	\$0	\$0	0.00%	\$0
Other Limited Use Assets		\$0	\$0	\$0	0.00%	\$0
Total Limited Use Assets		7,465,929	7,475,698	(7,475,698)	-100.00%	8,854,421
Property, Plant, and Equipment						
Land and Land Improvements	3100	\$6,686,845	\$4,820,671	\$1,866,174	38.71%	\$4,820,671
Building and Building Improvements	3120	\$127,399,218	\$129,283,884	(\$1,884,666)	-1.46%	\$129,283,884
Equipment	3140	\$26,154,679	\$25,869,670	\$285,010	1.10%	\$25,586,875
Construction In Progress	3160	\$8,391,329	\$8,391,329	\$0	0.00%	\$8,390,249
Capitalized Interest		\$0	\$0	\$0	0.00%	\$0
Gross Property, Plant, and Equipment		\$168,632,071	\$168,365,553	\$266,518	0.16%	\$168,081,679
Less: Accumulated Depreciation	3200	(\$76,600,268)	(\$74,087,997)	(\$2,512,270)	3.39%	(\$71,114,751)
Net Property, Plant, and Equipment	0	92,031,803	94,277,556	(2,245,753)	-2.38%	96,966,928
Other Assets						
Unamortized Loan Costs	3400	\$1,451,335	\$1,459,634	(\$8,299)	-0.57%	\$12,419,080
Assets Held for Future Use		\$0	\$0	\$0	0.00%	\$0
Investments in Subsidiary/Affiliated Org.	2601	\$12,882,045	\$12,153,974	\$728,071	5.99%	\$0
Other		\$0	\$0	\$0	0.00%	\$0
Total Other Assets		14,333,380	13,613,607	719,772	5.29%	12,419,080
TOTAL UNRESTRICTED ASSETS		119,537,316	119,643,993	(106,677)	-0.09%	122,180,435
Restricted Assets		\$0	\$0	\$0	0.00%	\$0
TOTAL ASSETS		\$119,537,316	\$119,643,993	(\$106,677)	-0.09%	\$122,180,435

Balance Sheet - Liabilities and Net Assets
SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT
BANNING, CALIFORNIA

5/31/20

PAGE 4

		Cur Month 05/31/2020	Cur Month 12/31/2019	Positive/ (Negative) Variance	Percentage Variance	Prior Year 06/30/2019
Current Liabilities						
Accounts Payable	4100	\$126,051	\$267,680	(\$141,629)	-52.91%	\$89,989
Notes and Loans Payable	4400	\$0	\$0	\$0	0.00%	\$0
Accounts Payable- Construction	4105	\$0	\$0	\$0	0.00%	\$0
Accrued Payroll Taxes	4300	\$0	\$0	\$0	0.00%	\$0
Accrued Benefits	4120	\$0	\$0	\$0	0.00%	\$0
Accrued Pension Expense (Current Portion)		\$0	\$0	\$0	0.00%	\$0
Other Accrued Expenses		\$0	\$0	\$0	0.00%	\$0
Accrued GO Bond Interest Payable	4450	\$1,616,183	\$2,020,229	(\$404,046)	-20.00%	\$2,049,304
Property Tax Payable	4420	\$0	\$0	\$0	0.00%	\$0
Due to Third Party Payers	4430	\$0	\$0	\$0	0.00%	\$0
Advances From Third Party Payers		\$0	\$0	\$0	0.00%	\$0
Current Portion of LTD (Bonds/Mortgages)	4060	\$2,335,000	\$2,335,000	\$0	0.00%	\$2,095,000
Current Portion of LTD (Leases)	4075	\$0	\$0	\$0	0.00%	\$0
Other Current Liabilities		\$0	\$0	\$0	0.00%	\$0
Total Current Liabilities		4,077,234	4,622,909	545,675	11.80%	4,234,293
Long Term Debt						
Bonds/Mortgages Payable	4510	\$108,229,575	\$108,308,339	(\$78,763)	-0.07%	\$110,761,547
Leases Payable	4500	\$0	\$0	\$0	0.00%	\$0
Current Portion		\$0	\$0	\$0	0.00%	\$0
Total Long Term Debt		108,229,575	108,308,339	(78,763)	-0.07%	110,761,547
Other Long Term Liabilities						
Deferred Revenue		\$0	\$0	\$0	0.00%	\$0
Accrued Pension Expense (Net of Current)		\$0	\$0	\$0	0.00%	\$0
Other		\$0	\$0	\$0	0.00%	\$0
Total Other Long Term Liabilities		0	0	0	0.00%	0
TOTAL LIABILITIES		112,306,809	112,931,248	624,438	0.55%	114,995,840
Net Assets:						
Unrestricted Fund Balance	5400	\$7,297,586	\$7,297,586	\$0	0.00%	\$6,320,219
Temporarily Restricted Fund Balance	5401	\$0	\$0	\$0	0.00%	\$0
Restricted Fund Balance	5402	\$0	\$0	\$0	0.00%	\$0
Net Revenue/(Expenses)	5403	(67,080)	(584,841)	517,761	-88.53%	864,375
TOTAL NET ASSETS		7,230,506	6,712,745	(517,761)	-7.71%	7,184,594
TOTAL LIABILITIES AND NET ASSETS		\$119,537,316	\$119,643,993	\$106,677	0.09%	\$122,180,435
		\$0.00	\$0.00			\$0.00

TAB E

San Gorgonio Memorial Healthcare District

Measure A analysis of Project Funds Paid by General Category

	Measure A	Current Month-Measure A	District Funds
	Project-to-Date	05/31/2020 UPDATE	05/31/2020 UPDATE
Computer Equipment	\$ 5,311,028	\$ -	-
Radiology Equipment	\$ 1,526,641	\$ -	-
Legal/Regulatory/Bonds	\$ 3,143,910	\$ -	-
Architectural (HDR)-ALL PHASE 1 PROJ	\$ 11,756,851	\$ -	-
Construction Management-ALL PHASE 1	\$ 12,875,601	\$ -	-
Contractors 1-A (HELIPAD/COOLING TOV	\$ 7,814,103	\$ -	-
Other	\$ 3,021,460	\$ -	-
Contractors 1-B (CENTRAL PLANT)	\$ 20,800,201	\$ -	-
Contractors 1-C (ED/ICU)	\$ 28,157,355	\$ -	-
Contractors 1-E Dietary Remodel	\$ 5,225,946	\$ -	-
Contractors 1-Medley Project	\$ 4,796,620	\$ -	-
Previous Expenditures for Measure A-Phase 1	\$ 104,429,717	\$ -	-
Contractors, Architect, Mgmt - 2-A Patient Facility prior to	\$ 7,015,575		
Expenditures prior to 9/01/14 all phases	\$ 111,445,293		
Project expenditures using District Funds			
TCU Coversion 0001	\$0.00	\$0.00	\$ 108,612
Medical Records Conversion 0004	\$0.00	\$0.00	\$ 13,618
Pharmacy Conversion 0005	\$0.00	\$0.00	\$ 50,447
CIP Patient Care Facility-0008	\$0.00	\$0.00	\$ 2,100
Project Expenditures using Measure A funds			
TCU Coversion 0001	\$ 539,852.53	\$0.00	
Medical Records Conversion 0004	\$0.00	\$0.00	
Pharmacy Conversion 0005	\$0.00	\$0.00	
CIP Patient Care Facility-0008	\$1,329,536.28	\$0.00	\$0.00
OR Electrical Conversion	\$0.00	\$0.00	\$39,751.00
Other Construction Costs	\$150,247.92	\$0.00	
Other Non-Construction Costs	\$193,576.42	\$0.00	\$5,955.22
Total Expenditures	\$ 113,658,506	\$ -	\$ 220,483

Measure A Project General Obligation Funds
Statement of Funds Flows

PROCEEDS SUMMARY:	
Initial Project Fund transfer from sale of General Obligation Bonds 2006 A to FSA	25,200,349
Initial Project Fund Transfer from sale of General Obligation Bonds 2006 B (08/08)	24,876,964.91
Initial Project Fund from sale of General Obligation Bonds 2006 C (08/14/2009)	57,800,000
Planholder Checks project to date and refunds for overpayments	24,072
HDR Returned payments	139,979
Initial Proceeds	108,041,365
Investment Income	
FSA Inc. (Series 2006 A)	1,762,060
BB&T GIC (Series 2008 B)	1,461,176
Bank of Hemet Series A	1,001
City National Money Market	81
GE Capital (Series 2009 C)	2,638,823
Security Bank Money Market	38,609
Interest Income SUBTOTAL	5,901,751
Total Proceeds Available for Measure A:	\$ 113,943,116

Projected Interest by end of Project>	5,912,351
Total Projected Proceeds Available for Measure A:	\$ 113,953,716

FUND FLOWS:		
Total Measure A Funds Initial Proceeds (from above)		108,041,364.81
Add:	Rate	Interest Income
FSA Inc. (Series 2006 A), FY 07	5.27%	1,030,536.43
FSA Inc. (Series 2006 A), FY 08	5.27%	635,706.73
FSA Inc. (Series 2006 A), FY 09	5.27%	95,817.32
BB&T GIC (Series 2008 B) FY 09	4.94%	680,384
BB&T GIC (Series 2008 B) FY 10	4.94%	648,151
BB&T GIC (Series 2008 B) FY 11	4.94%	132,640
GE Capital (Series 2009 C) FY 10	1.75%	688,722
GE Capital (Series 2009 C) FY 11	1.75%	956,529
GE Capital (Series 2009 C) FY 12	1.75%	591,104.24
GE Capital (Series 2009 C) FY 13	1.75%	293,402.39
GE Capital (Series 2009 C) FY 14	1.75%	109,065.59
Bank of Hemet Series A		1,001
City National Money Market		81
Security Bank Construction funds		1,126
Security Bank Construction Money Market		37,483
Total Interest Income earned		\$ 5,901,751
Project Expenditures (from above)		\$ 113,658,506
Total Consolidated Funds available:		\$ 284,610.12
spent to date		100%

MEASURE A BALANCES:		
	Balances as of 05/31/2020	
Bank of Hemet Series A	4310	-
Security Bank of California Construction F	1812	4,870
Security Bank of California Money Market	2509	279,740
Total Balances		\$ 284,610
VARIANCE		\$ (0.00)

San Gorgonio Healthcare-District
Measure A Project Fund
31-May-20

Check#	INVOICE#	Payee	Check/Inv. Date	AMOUNT
No expenditures				
Total				\$0.00

TAB F

SGMH FY 21 Budget Presentation-Final

Finance Committee Meeting
Presented on June 30, 2020



San Geronio Memorial Hospital Budget 2021 Assumptions

Over-all Objectives in 2021 :

FINANCIAL PRIORITIES:

- A) Maintain safe levels of liquidity
- B) Keep Cash reserves sufficiently high enough to qualify for Imaging Federal Grant
- C) Commit to and adequately fund necessary IT costs for a successful go- live on new Allscripts EHR. System
- D) Growth from reopening of economy and new physician relationships

Key Initiatives accomplished in the FY 21 BUDGET:

- Bio-Fire Program Commitment
- Tele-Neonatology Program started
- MRI Week-end On-Call Availability
- “Green” Food Service Program (non- styrofoam)
- Added \$200K in Lab for covid-19 testing
- Continued commitment to Associate merit pay increases.
- Some minor reorganization vs. layoffs required

ASSUMPTIONS

ASSUMPTIONS						PROJ	BUDGET	
BUDGET 2021 ASSUMPTIONS		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	Comment	
PHYSICIAN CHANGES /NEW SERVICES								
1	UROL/BEAVER GEN SURG/coverage ARROWHEAD ORTHO/Dr. Reis stays in community employed by Arrowhead Ortho as of 10/1/2020						500 IP OR ca	Conservative net revenue gain estimate
	assume continued Dr. Reddy Elective GI Cases						1500 cases	
Operating Performance								
2	EBIDA	\$4,299,215	-\$1,691,984	\$3,026,988	\$2,353,200	\$1,093,335		Volume Pick-up
Line of Credit and AP balances								
3	Line of Credit Ending Balances	0	0	0	6,000,000	3,000,000		
4	Accounts Payable Balances	4,745,194	4,575,763	4,968,505	4,000,000	5,500,000		
Growth and Inflation Rates								
5	IP (ACUTE) Growth Rates vs. prior year	-8.66%	-15.02%	-11.38%	-8.55%	7.46%		(by gross charges)
6	OP Growth Rates vs. prior year	15.33%	-4.53%	6.58%	-8.10%	13.45%		('by OP Revs)
7	ER Growth Rates vs. prior year	1.12%	0.94%	-1.97%	-9.22%	10.16%		(by ED Visits)
8	Price Change rate increase	0.00%	0.00%	0.00%	0.00%	0.00%		
Expense Inflation								
9	inflation Rate on Medical Supplies, food and drugs	2.00%	2.00%	2.00%	2.00%	2.00%		
10	inflation Rate on all other expenses	1.00%	1.00%	1.00%	1.00%	1.00%		
Reimbursement								
11	Over-all Third Party Payment increases (medicare only)					7.0%		Higher DSH

ASSUMPTIONS-cont.)

ASSUMPTIONS- (continued)			PROJ			BUDGET		
BUDGET 2021 ASSUMPTIONS			FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	Comment
Employee Compensation			FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
12	Average Wage per hour change		-0.98%	4.94%	2.13%	3.00%	2.00%	
13	Assumed inflation on Health Plan Premiums						5.00%	
IGTs and Other Supplemental Revenue Sources								
14	Over-all IGT Cash collections each year		\$17,471,177	\$24,292,186	\$16,436,976	\$16,220,227	\$21,481,755	
15	IGTS and other Supplemental Income Accruals(NET)		\$13,954,714	\$15,764,712	\$16,795,019	\$17,585,329	\$16,784,623	
Capital Projects Planned and Financed in FY 21								
16	Capital Projects District		1,678,447	2,011,749	809,999	459,974	1,000,000	not including contingent
17	Capital Projects Foundation		-	-	83,000	200,000	200,000	
FTE Growth			06/30/2017	06/30/2018	06/30/2019	06/30/2020	06/30/2021	% VAR
18	Paid FTEs (w/o PTJV includes Registry FTEs)		544.4	508.3	480.7	476.3	484.2	1.7%
19	Worked FTEs (w/o PT JV includes Registry FTEs)		493.9	461.0	435.9	433.6	435.9	0.5%
20	Paid FTES per adjusted occupied bed		5.54	5.66	5.51	5.84	5.34	-8.6%
21	Worked FTES per adjusted occupied bed		5.03	5.13	5.00	5.32	4.81	-9.6%

Patient Volumes

Patient Volumes Assumptions			ACTUAL	ACTUAL	ACTUAL	PROJECTED	BUD REQUESTED	
			FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
KEY STATISTICS								
1	Newborn Deliveries		288	255	268	258	277	7.4%
2	Nursery Days		522	482	536	492	526	7.0%
3	Acute Admits		3,312	3,039	2,857	2,682	2,891	7.8%
4	Acute Patient Days		13,697	11,632	9,991	9,309	9,969	7.1%
5	ER Visits		44,152	44,567	43,687	39,658	43,686	10.2%
6	Equiv Observation Days		1,801	1,874	2,028	1,723	1,844	7.0%
7	I/P Surgery		549	423	422	471	500	6.2%
8	O/P Surgery		1,014	840	740	414	494	19.3%
9	GI CASES		1,305	1,054	1,002	1,792	2,053	14.6%
10	Average Daily Census		37.5	31.9	27.4	25.5	27.3	7.1%
11	Average Lengths of Stay		4.14	3.83	3.50	3.47	3.45	-0.7%
12	% of ED Admits Admitted		6.80%	6.02%	5.83%	6.08%	6.00%	-1.3%
		OP FACTOR	2.62	2.82	3.19	3.20	3.32	
13	Adjusted Patient Days (APD)		35,861	32,779	31,836	29,762	33,094	
ACUTE DAYS (no OBS)								
			ACTUAL	ACTUAL	ACTUAL	PROJECTED	BUD REQUESTED	
			FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
	Med/Surg	Acute Days	9,112	7,385	6,129	5,938	6,353	7.0%
	ICU	Acute Days	1,527	1,350	1,178	1,008	1,079	7.0%
	DOU	Acute Days	2,384	2,257	2,009	1,776	1,909	7.5%
	OB	Acute Days	674	640	675	587	628	7.0%
	ACUTE	Acute Days	13,697	11,632	9,991	9,309	9,969	7.1%

Profit /Loss (Income Statement)

SAN GORGONIO MEMORIAL HOSPITAL								
Statement of Revenue and Exp			ACTUAL	ACTUAL	ACTUAL	PROJECTED	REQUESTED BUD	FY 21 to 20
As of	06/23/2020 9:38		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	% VAR
		Gross Patient Rev	319,902,226	292,588,725	293,198,969	269,038,795	300,186,872	11.6%
		Deductions From Rev	(264,831,462)	(245,541,923)	(245,159,712)	(222,774,745)	(248,233,002)	
		Net Patient Revenue	55,070,764	47,046,802	48,039,257	46,264,051	51,953,870	12.3%
		Net IGT Rev	13,954,714	15,764,712	16,795,019	17,585,329	16,784,623	
		Operating Tax Revs	3,643,705	3,565,040	3,937,862	3,993,232	4,150,000	
		Other Non pt Revs	2,773,232	3,083,137	3,349,712	8,981,463	3,102,605	
		Total Operating Revenue	75,442,414	69,459,692	72,121,849	76,824,075	75,991,098	
		EXPENSES						
		Salaries	37,492,015	36,005,815	35,263,484	37,131,004	37,731,457	1.6%
		Benefits	8,929,949	9,410,452	8,429,724	8,743,515	8,819,299	0.9%
		Contract Labor	1,272,556	1,565,833	1,364,703	840,843	995,654	18.4%
		Purchased Serv/Prof Fees	8,081,210	9,002,360	8,463,487	12,379,699	11,438,412	-7.6%
		Supplies and other Expense	15,367,470	15,167,217	15,573,462	15,375,813	15,912,941	3.5%
		Total Operating Exp (less IGT)	71,143,199	71,151,676	69,094,861	74,470,874	74,897,763	0.6%
		EBIDA (Earnings b4 intr, depr,amort)	4,299,215	(1,691,984)	3,026,988	2,353,200	1,093,335	
		Depreciation	6,631,041	6,149,586	5,973,693	6,020,373	5,800,000	
		Interest Exp and Amortization	5,327,595	5,405,611	5,204,159	5,163,365	5,080,290	
		Total Interest & depreciation	11,958,636	11,555,197	11,177,852	11,183,738	10,880,290	
		Non-Operating Revenue:						
		Contributions & Other	153,062	172,250	93,020	178,029	200,000	
		Tax Subsidies for GO Bonds - M-A	7,088,812	7,829,842	8,309,602	7,710,243	8,000,000	
		Total Non Operating Rev/(Exp)	7,241,874	8,002,092	8,402,622	7,888,273	8,200,000	
		Total Net Surplus/(Loss)	(417,547)	(5,245,090)	251,758	(942,265)	(1,586,955)	
		Total Profit Margin	-0.55%	-7.55%	0.35%	-1.23%	-2.09%	
		EBIDA %	5.70%	-2.44%	4.20%	3.06%	1.44%	

Monthly Patient Growth Assumptions

<u>Monthly Patient Growth Assumptions</u>				
		Acute IP Census		ED VISITS
	JULY 2020	<i>Same As JUL Prior Year</i>		<i>Assume 90 per day visits></i>
	AUG 2020	<i>Same As AUG Prior Year</i>		<i>Assume 100 per day visits></i>
	SEP 2020	<i>Same As SEP Prior Year</i>		<i>Same As SEP Prior Year</i>
	OCT 2020	<i>Same As OCT Prior Year</i>		<i>Same As OCT Prior Year</i>
	NOV 2020	<i>10% Growth over NOV Prior Yr.</i>		<i>Same As NOV Prior Year</i>
	DEC 2020	<i>10% Growth over DEC Prior Yr.</i>		<i>Same As DEC Prior Year</i>
	JAN 2021	<i>10% Growth over JAN Prior Yr.</i>		<i>Same As JAN Prior Year</i>
	FEB 2021	<i>10% Growth over FEB Prior Yr.</i>		<i>2% Growth over FEB FY 19</i>
	MAR 2021	<i>10% Growth over MAR Prior Yr.</i>		<i>2% Growth over MAR FY 19</i>
	APR 2021	<i>5% Growth over APR FY 19</i>		<i>2% Growth over APR FY 19</i>
	MAY 2021	<i>5% Growth over MAY FY 19</i>		<i>2% Growth over MAY FY 19</i>
	JUNE 2021	<i>5% Growth over JUN FY 19</i>		<i>2% Growth over JUN FY 19</i>

Monthly Patient Growth Assumptions

	OR SURG CASES	GI CASES
JULY 2020	<i>Same As JUL Prior Year</i>	<i>Per most recent month JUN20</i>
AUG 2020	<i>Same As AUG Prior Year</i>	<i>Same As AUG Prior Year</i>
SEP 2020	<i>Same As SEP Prior Year</i>	<i>Same As SEP Prior Year</i>
OCT 2020	<i>Same As OCT Prior Year</i>	<i>Same As OCT Prior Year</i>
NOV 2020	<i>Same As NOV Prior Year</i>	<i>Same As NOV Prior Year</i>
DEC 2020	<i>Same As DEC Prior Year</i>	<i>Same As DEC Prior Year</i>
JAN 2021	<i>Same As JAN Prior Year</i>	<i>Same As JAN Prior Year</i>
FEB 2021	<i>Same As FEB Prior Year</i>	<i>Same As FEB Prior Year</i>
MAR 2021	<i>Same As MAR Prior Year</i>	<i>Same As MAR Prior Year</i>
APR 2021	<i>Same as APR FY 19</i>	<i>Same As FEB Prior Year</i>
MAY 2021	<i>Same as MAY FY 19</i>	<i>Same As MAR Prior Year</i>
JUNE 2021	<i>Same as JUN FY 19</i>	<i>Same As MAR Prior Year</i>

BALANCE SHEET



San Gorgonio Memorial Hospital & Healthcare District					PROJ	BUDGET	
COMBINED BALANCE SHEET		FY 17	FY 18	FY 19	06/30/2020	06/30/2021	VAR
ASSETS							
<i>Current Assets</i>							
1	Cash	2,976,006	6,308,962	4,175,262	10,921,127	7,047,553	-3,873,574
2	Accounts receivable , net	9,816,734	7,470,335	8,329,763	7,509,452	9,640,286	2,130,834
3	Inventories	1,643,618	1,603,696	1,668,856	1,786,147	1,800,000	13,853
4	Other Receivables	798,664	873,666	1,318,317	2,000,000	1,000,000	-1,000,000
5	IGT Receivables	10,560,831	5,968,226	10,058,792	12,124,576	12,420,314	295,739
6	All other current Assets	340,487	2,180,858	907,591	1,589,555	1,481,246	-108,309
7	Total Current Assets	26,136,340	24,405,743	26,458,581	35,930,856	33,389,399	-2,541,458
<i>Assets with Limited Use</i>							
<i>Limited Use Asset</i>							
8	Total Limited Use Assets	5,772,390	7,510,888	8,909,755	9,000,000	9,161,226	161,226
<i>Other Assets</i>							
9	Unamortized loan costs	1,696,258	1,562,257	1,474,000	1,451,335	1,428,670	-22,665
<i>Property plant & equipment</i>		166,966,767	167,604,581	168,081,679	168,632,071	169,832,071	1,200,000
10	Less accumulated depreciation	(59,137,954)	(65,107,521)	(71,081,214)	(77,600,268)	(83,400,268)	-5,800,000
11	Net property plant & equipment	107,828,813	102,497,060	97,000,465	91,031,803	86,431,803.08	-4,600,000
12	Interest.net assets of Sys Foundation		636,346	646,319	650,000	650,000	0
13	Total Assets	141,433,801	136,612,294	134,489,120	138,063,994	131,061,098	-7,002,896
LIABILITIES AND FUND BALANCE							
<i>Current Liabilities</i>							
14	Accounts payable -Operating	4,745,194	4,575,763	4,968,505	4,000,000	5,500,000	1,500,000
15	Accrued Payroll Benefits	2,890,788	3,372,918	3,124,781	2,155,357	3,000,000	844,643
16	Current portion long term debt	2,601,794	2,672,709	2,095,000	2,335,000	2,590,000	255,000
17	Stimulus Advance	0	0	0	2,577,690	0	-2,577,690
18	Bank Line of Credit	0	0	0	6,000,000	3,000,000	-3,000,000
19	Accrued GO bond Interest Payable	2,128,275	2,084,354	2,055,146	2,181,937	2,100,000	-81,937
20	Accounts payable -Capital /Malpractice	11,111	12,240	15,758	36,103	15,146	-20,957
21	Total Current liabilities	12,377,162	12,717,984	12,259,189	19,286,088	16,205,147	-3,080,941
<i>Long Term Debt</i>		115,652,921	112,841,320	110,739,334.6	108,229,575	105,894,575	-2,335,000
<i>Other Long Term Liability</i>							
22	Total liabilities	128,030,082	125,559,303	122,998,524	127,515,663	122,099,722	-5,765,940
23	FUND BALANCE	13,403,719	11,052,991	11,490,596	10,548,331	8,961,376	-1,586,955
24	Total Liabilities and Fund Balance	141,433,801	136,612,294	134,489,120	138,063,994	131,061,098	-7,002,896

CASH FLOW



MINI CASH FLOW STATEMENT		ACTUAL	ACTUAL	ACTUAL	PROJECTED	REQUESTED BUD
		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Cash: Beginning Balances		\$3,530,701	\$2,976,006	\$6,308,962	\$4,175,262	\$10,921,127
Receipts						
	Pt Collections	52,724,536	48,686,937	45,575,239	46,316,142	50,537,000
	Taxes (non- debt service)	3,574,348	3,697,284	3,552,587	3,984,492	4,150,000
	IGT & other Supplemental	17,471,177	24,292,186	16,436,976	16,220,227	21,481,755
	Medicare Advance				2,577,690	(2,577,690)
	Increases (Decr.) in LOC Principal Owed				6,000,000	(3,000,000)
	Covid Stimulus /other Receipts	2,089,232	2,174,278	2,453,497	8,762,880	3,032,605
TOTAL RECEIPTS		75,859,293	78,850,685	68,018,299	83,861,432	73,623,669
Disbursements						
	Payroll/ Benefits	33,905,358	33,815,173	43,544,449	45,693,103	48,015,176
	Other Operating Costs	40,620,106	37,934,876	24,117,112	28,550,818	28,347,006
	Capital Spending	2,011,749	800,000	1,142,625	716,844	1,200,000
	Line of Credit Interest/other Princ Pmts	1,125,363	1,182,446	517,060	356,547	465,230
	Other (increase) in AP /other bal sheet	(1,248,587)	1,785,234	830,752	968,505	(1,500,000)
	DSH Payback				829,750	969,831
TOTAL DISBURSEMENTS		76,413,988	75,517,729	70,151,999	77,115,567	77,497,243
TOTAL CHANGE in CASH		(554,695)	3,332,956	(2,133,700)	6,745,865	(3,873,574)
Ending Balances		\$2,976,006	\$6,308,962	\$4,175,262	\$10,921,127	\$7,047,553
GOAL (Minimun "safe cash reserves)						\$5,000,000
LOC BALANCES		\$0	\$0	\$0	\$6,000,000	\$3,000,000

Note: Does not include Contingent Capital Spending

DISTRICT BUDGET

2021 BUDGET		Actual	Projected	Budget	% VAR
		FY 19	FY 20	FY 21	FY 12 vs. FY 20
CLINIC					
Patient Revenues	1	1,070,095	837,570	250,000	-70.15%
Deductions From Revenue	2	758,880	572,796	180,000	-68.58%
NET PATIENT REVENUES		311,215	264,774	70,000	-73.56%
Operating Expense	3	959,555	791,667	241,599	-69.48%
NET GAIN (LOSS) from CLINIC		(648,340)	(526,893)	(171,599)	-67.43%
NON CLINIC					
REVENUES					
Other Operating Revenue	4	692,874	43,691	34,000	-22.18%
Restricted Contributions	5	82,964	178,029	200,000	12.34%
Investment Income	6	8,606	1,128	1,000	
Tax Subsidies Measure D	7	2,359,293	2,405,320	2,500,000	3.94%
Tax Subsidies for GO Bonds - M-A	8	8,309,602	7,710,243	8,000,000	3.76%
Tax Subsidies Prop 13	9	1,384,656	1,370,434	1,450,000	5.81%
County Supplemental Funds	10	193,913	217,478	200,000	-8.04%
TOTAL DISTRICT REVENUES		13,031,907	11,926,325	12,385,000	3.85%
EXPENSES					
MOB Misc Expense	11	47,722	22,079	23,000	
Legal & Other Purchased Services	12	411,960	519,526	425,200	-18.16%
All Other Operating Expenses	14	112,782	142,468	115,191	-19.15%
TOTAL OPERATING EXPENSES		572,464	684,073	563,391	-17.64%
DISTRICT GAINS before Deprec. & Interest		12,459,444	11,242,252	11,821,609	
Depreciation	15	5,973,693	6,020,373	5,800,000	-3.66%
Interest & Amortization Exp	16	4,860,044	4,677,925	4,655,290	-0.48%
NET GAIN (LOSS) from District (non clinic)		1,625,707	543,954	1,366,319	151.18%
NET INCOME COMBINED DISTRICT		977,367	17,061	1,194,720	6902.70%
DISTRICT OPERATING CASH SUBTOTAL				734,990	

CAPITAL BUDGET



CAPITAL BUDGET - Three Year FY 21-23				COMMITTED Not including \$100,000 unspecified		\$700,000	
	Description	Dept	Dir name	Comment	REQUESTED AMOUNT	Moved to Fiscal Year	APPROVED BUDGET
FY 2021	Nurse Call System	MED SURG	Freude		250,000		250,000
2	IV Pumps X 10	MED SURG	Freude		25,500	FY 22	
3	Vital Signs Monitor	MED SURG	Freude		7,850	FY 22	
1	Blood Products Infuser	ED/OR	Brady/Goodner		34,200		34,200
1	OR Room Med Gas Alarm Panel	PLANT	Mares		7,000		7,000
2	Circulating Pump Back-up	PLANT	Mares		15,000		15,000
3	OR A/C Package x 4	PLANT	Mares	\$15,000 / each	60,000		60,000
4	Replace (5) A/C Units >25 years	PLANT	Mares	\$13,782 / each	68,910		68,910
5	Automatic Transfer Switch	PLANT	Mares		125,000	FY 23	
6	Heater Exchanger	PLANT	Mares		35,000	FY 22	
7	Baby Guard Software update	PLANT	Mares		28,000		28,000
8	Building Mgt System Software	PLANT	Mares		30,000	FY 22	
9	Large Air Handler HVAC system	PLANT	Mares		100,000	FY 22	
1	Web Filter Security System	Info Tech	Yonemoto		12,000		12,000
2	Spam Filter	Info Tech	Yonemoto		17,000		17,000
3	Computers	Info Tech	Yonemoto		51,720		51,720
4	Email Server Licenses	Info Tech	Yonemoto		100,000	Expense?	
5	Office Suite Purchases	Info Tech	Yonemoto		14,870		14,870
6	Switches and core replacement	Info Tech	Yonemoto		200,000	FY 23	
7	Server Hardware & OS	Info Tech	Yonemoto		100,000	FY 23	
1	Speech Dictation Upgrade	XRAY	Chamberlin		39,000		39,000
2	PACS Upgrade & Server	XRAY	Chamberlin		73,284	FY 22	
3	PACS Archive Back-up	XRAY	Chamberlin		40,000		40,000
1	Diet Office Management System	DIETARY	Hawthorne		49,365		49,365
1	Awning cover in dock area	EVS	Nutter		15,000	FY 22	
1	Safe patient handling equip.	EMPL HLTH	Karam		10,728		10,728
TOTAL CAPITAL					1,509,427		697,793
SUMMARY				BUD AMT			
	ED Monitors		COMMITTED	400,000			
	CAPITAL (per detail list)		COMMITTED	700,000	see Budget List above		
	CAPITAL (unspecified)		COMMITTED	100,000			
	SUBTOTALS		COMMITTED		1,200,000		
	CONTINGENCY - Telemetry		Contingency	350,000			
	CONTINGENCY - Imaging Center (NET)		Contingency	3,000,000			
	SUBTOTALS		Contingency		3,350,000		
	TOTAL CAPITAL BUDGET		(incl contingency)		4,550,000		

District Sources & Uses Capital

DISTRICT CAPITAL BUDGET SOURCE & USES OF FUNDS					
SOURCES- Capital		BUD AMT	TOTALS	COMMENT	
ADVALOREM TAXES (also referred to as "Prop 13")					
Tax Receipts		1,450,000			
(less District Operating expenses)		(734,990)			
Balances from Previous Year (District)	\$ 600,000		\$ 234,990	Ad Valorem Receipts Use for Operating Expenses in FY 21	
Additional FY 21 Ad Valorem receipts needed for operating expense>			\$ 500,000	Ad Valorem Receipts Use for Operating Expenses in FY 21	
OTHER SOURCES					
Ad Valorem (Prop 13) needed for CAPITAL		950,000		FY 21 RECEIPTS BUDGETED at \$1,450,000 (\$500K used for operating)	
County Supplemental Funds		200,000			
Measure D Taxes		400,000			
TOTAL District SOURCES used for CAPITAL			1,550,000		
Fund Raising Amounts		200,000	3,000,000	MAJOR FUND DRIVE	
TOTAL SOURCES OF CAPITAL			4,550,000		
USES- Capital		BUD AMT		<i>Earmarked type of Taxes Used</i>	
ED Monitors	COMMITTED	400,000		Measure D Tax Receipts	
CAPITAL (per detail list)	COMMITTED	600,000		\$200K Foundation/Ad Valorem \$400K	400
CAPITAL (unspecified)	COMMITTED	200,000		Ad Valorem TAX RECEIPTS	400
SUBTOTALS	COMMITTED		1,200,000		
CONTINGENCY - Telemetry	Contingency	350,000		Ad Valorem TAX RECEIPTS	
CONTINGENCY - Imaging Center (NET)	Contingency	3,000,000		SGMHF MAJOR FUND DRIVE	
SUBTOTALS	Contingency		3,350,000		
TOTAL CAPITAL BUDGET	(incl contingency)		4,550,000		

SYSTEM COVENANTS

San Gorgonio Health System						
Pacific Premier Bank Line of Credit Covenant						
06/21/2018 13:56						
The following covenants are summarized below:						
	ACTUAL	ACTUAL	ACTUAL	PROJ	BUDGET	
EBIDA Calculation	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
Net Income	(417,547)	(5,245,090)	251,758	(942,265)	(1,586,955)	
Add Interest Expense	5,327,595	5,405,611	5,204,159	5,163,365	5,080,290	
Depreciation and Amortization	6,631,041	6,149,586	5,973,693	6,020,373	5,800,000	
Extraordinary Loss (interest related)						
EBIDA (per Pacific Premier formula)	11,541,089	6,310,108	11,429,610	10,241,473	9,293,335	
Times 1.5	1.5	1.5	1.5	1.5	1.5	
Max Available to Borrow (up to \$12.0 MM)	17,311,634	9,465,161	17,144,416	15,362,209	13,940,003	

Questions?

CAPITAL BUDGET



CAPITAL BUDGET - Three Year FY 21-23				COMMITTED Not including \$100,000 unspecified		\$700,000	
	Description	Dept	Dir name	Comment	REQUESTED AMOUNT	Moved to Fiscal Year	APPROVED BUDGET
FY 2021	Nurse Call System	MED SURG	Freude		250,000		250,000
	2 IV Pumps X 10	MED SURG	Freude		25,500	FY 22	
	3 Vital Signs Monitor	MED SURG	Freude		7,850	FY 22	
	1 Blood Products Infuser	ED/OR	Brady/Goodner		34,200		34,200
	1 OR Room Med Gas Alarm Panel	PLANT	Mares		7,000		7,000
	2 Circulating Pump Back-up	PLANT	Mares		15,000		15,000
	3 OR A/C Package x 4	PLANT	Mares	\$15,000 / each	60,000		60,000
	4 Replace (5) A/C Units >25 years	PLANT	Mares	\$13,782 / each	68,910		68,910
	5 Automatic Transfer Switch	PLANT	Mares		125,000	FY 23	
	6 Heater Exchanger	PLANT	Mares		35,000	FY 22	
	7 Baby Guard Software update	PLANT	Mares		28,000		28,000
	8 Building Mgt System Software	PLANT	Mares		30,000	FY 22	
	9 Large Air Handler HVAC system	PLANT	Mares		100,000	FY 22	
	1 Web Filter Security System	Info Tech	Yonemoto		12,000		12,000
	2 Spam Filter	Info Tech	Yonemoto		17,000		17,000
	3 Computers	Info Tech	Yonemoto		51,720		51,720
	4 Email Server Licenses	Info Tech	Yonemoto		100,000	Expense?	
	5 Office Suite Purchases	Info Tech	Yonemoto		14,870		14,870
	6 Switches and core replacement	Info Tech	Yonemoto		200,000	FY 23	
	7 Server Hardware & OS	Info Tech	Yonemoto		100,000	FY 23	
	1 Speech Dictation Upgrade	XRAY	Chamberlin		39,000		39,000
	2 PACS Upgrade & Server	XRAY	Chamberlin		73,284	FY 22	
	3 PACS Archive Back-up	XRAY	Chamberlin		40,000		40,000
	1 Diet Office Management System	DIETARY	Hawthorne		49,365		49,365
	1 Awning cover in dock area	EVS	Nutter		15,000	FY 22	
	1 Safe patient handling equip.	EMPL HLTH	Karam		10,728		10,728
	TOTAL CAPITAL				1,509,427		697,793
	SUMMARY			BUD AMT			
	ED Monitors		COMMITTED	400,000			
	CAPITAL (per detail list)		COMMITTED	700,000	see Budget List above		
	CAPITAL (unspecified)		COMMITTED	100,000			
	SUBTOTALS		COMMITTED		1,200,000		
	CONTINGENCY - Telemetry		Contingency	350,000			
	CONTINGENCY - Imaging Center (NET)		Contingency	3,000,000			
	SUBTOTALS		Contingency		3,350,000		
	TOTAL CAPITAL BUDGET		(incl contingency)		4,550,000		

TAB G

SAN GORGONIO MEMORIAL HOSPITAL

STORES REQUISITION

DEPARTMENT 7720 Respiratory Therapy DATE 03/27/2020

QTY ORDERED	QTY DELIVERED	STOCK NUMBER	DESCRIPTION	COST	EXTENSION	✓
			Please prepare PO addressed to:			
			Care Fusion 211, Inc.			
			Capital Customer Service			
			26125 N. Riverwoods Blvd.			
			Methawa, IL. 60045			
			For purchase of:			
			6 Bellavista 1000 ventilators			
			& accessories			
			Total:	\$168,652.04		
			Per executive meeting of SGMMH			
			Foundation board on 03/25/2020,			
			entire purchase to be funded			
			by Foundation. Meeting minutes			
			to be provided.			
			Chit # 2250 Dated 6/22/2020 (See Attached			
			V/A handed to Margaret K. / Controller on 6/24/2020			
			Mark Witt signed 6/22			
			George Meyer signed 6/24 V/A			

AUTHORIZED BY Jessie R. Newton RN BSN DATE 03/27/2020

SECURITY FEATURES INCLUDE: WATER MARK, CAPSULE PAPER, FIBER SECURITY STRIPS, MICR AND FOLIO PROGRAM

**SAN GORGONIO MEMORIAL
HOSPITAL FOUNDATION**
600 N HIGHLAND SPRINGS AVE
BANNING, CA 92220
951-769-2137

2250

90-3419/1222



DATE 6/22/2020

\$ 108,652.04 ⁰⁴/₁₀₀

100 DOLLARS

PAY TO THE ORDER OF San Gorgonio Memorial Healthcare District
One Hundred And Sixty Eight Thousand Six Hundred And Fifty Two



[Handwritten Signature]



800-642-5575 www.bankofhemet.com

FOR (6) Bellanista Water Tanks - Accessories

⑆002250⑆ ⑆122234194⑆450000360⑆⑆

Security Features Included Details on Back

TAB H



Databases, Tables & Calculators by Subject

Change Output Options:

From: To:



include graphs include annual averages

Data extracted on: June 10, 2020 (5:56:04 PM)

CPI for All Urban Consumers (CPI-U)

12-
Month
Percent
Change

Series Id: CUURS49CSA0, CUUSS49CSA0

Not Seasonally Adjusted

Series Title: All items in Riverside-San Bernardino-Ontario, CA, all urban consumers, not seasonally adjusted

Area: Riverside-San Bernardino-Ontario, CA

Item: All items

Base Period: DECEMBER 2017=100

Download:



Year	May
2019	2.9
2020	0.9

2019/2020 Measure D Tax Rage per APN	\$56.70
CPI Increase of 0.9%	\$.51
2020/2021 Measure D Tax Rate per APN	\$57.21



TAB I

**NOTICE TO THE REGISTRAR OF VOTERS
(ELECTIONS CODE §§ 10509, 10522; W.C. § 71451)
GENERAL DISTRICT ELECTION, NOVEMBER 3, 2020**

DISTRICT: San Geronimo Memorial Health Care District PHONE: (951) 769-2160
 ADDRESS: 600 N. Highland Springs Avenue Banning, CA 92230 FAX: (951) 845-2836
 MAILING ADDRESS: same as above E-MAIL: bduffy@sgmh.org

LIST NAMES OF DISTRICT DIRECTORS WHOSE TERMS EXPIRE ON DECEMBER 4, 2020

NAME OF DIRECTOR	DIVISION NUMBER (IF APPLICABLE)
Dennis Tankersley	na
Estelle Lewis	na
—	na

The following section applies only if a Director(s) was/were appointed to fill a vacancy in an office, which is not normally scheduled to be voted on this year (Short term).

NAME	DIVISION (if applicable)	DATE APPOINTED	DIRECTOR REPLACED

STATEMENT OF ECONOMIC INTERESTS: The Government Code now requires all candidates to file a Form 700 with the Registrar of Voters by the nomination period deadline. If the candidate has previously filed an initial, assuming office, or annual statement for the same office sought within 60 days before the nomination deadline then the candidate does not have to file the Form 700 again.

CANDIDATE'S STATEMENT: Who is to pay the cost of the printing and handling of statement?
 Please check appropriate box. **CANDIDATE** **DISTRICT**

NOTICE OF ELECTION published by Registrar of Voters in Record Gazette
 (Insert name of Local Newspaper)

CANDIDATES may obtain nomination documents from the Registrar of Voters, 2720 Gateway Drive, Riverside, CA 92507, ~~or from the District Secretary located at:~~

at Registrar of Voters office only
 (Insert Location Name, Address, and Business Hours)

DISTRICT MAP: Attach 34" x 42" map showing district boundaries and divisions, if applicable.

Enclosed Map Contains Boundary/Division Changes YES NO

I certify that the enclosed map of the district boundaries and divisions is true and correct as of this date, and is submitted in compliance with Section 10522 of the California Elections Code for use in the General District Election to be held on November 3, 2020, or that there have been no changes to the boundaries as of the last General District Election.

Dated: July 7, 2020 Contact Person: Bobbi Duffy
 Sign: Bobbi Duffy
 (District Secretary)

(DISTRICT SEAL)

TAB J

CONFLICT OF INTEREST CODE

OF THE

SAN GORGONIO MEMORIAL

HEALTHCARE DISTRICT

REDLINED COPY

July 7, 2020

CONFLICT OF INTEREST CODE

OF THE

SAN GORGONIO MEMORIAL

HEALTHCARE DISTRICT

July 7, 2020

CONFLICT OF INTEREST CODE
OF THE
SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT
(Amended July 7 2020)

The Political Reform Act (Government Code Section 81000, et seq.) requires state and local government agencies to adopt and promulgate conflict of interest codes. The Fair Political Practices Commission has adopted 2 Cal. Code of Regs. Section 18730 which contains the terms of a standard conflict of interest code which can be incorporated by reference in an agency's code. After public notice and hearing Section 18730 may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act. Therefore, the terms of 2 California Code of Regulations Section 18730 and any amendments to it duly adopted by the Fair Political Practices Commission are hereby incorporated by reference. This regulation (attached) and the attached Appendix designating officials and employees and establishing disclosure categories, shall constitute the conflict of interest code of the San Gorgonio Memorial Healthcare District (the "District")

All Officials and Designated Employees required to submit a statement of economic interests shall file their statements with the District Secretary as the District's Filing Officer within 30 days of taking office, annually, and within 30 days of leaving office. The Filing Officer shall make and retain a copy of all statements filed by Board of Directors and Chief Executive Officer, and forward the originals of such statements to the Clerk of the Board of Supervisors. The Filing Officer shall retain the originals of the statements of all other Designated Employees. The Filing Officer will make all retained statements available for public inspection and reproduction during regular business hours. (Gov. Code Section 81008.)

CONFLICT OF INTEREST CODE
OF THE
SAN GORGONIO MEMORIAL
HEALTHCARE DISTRICT

EXHIBIT “A”

OFFICIALS WHO MANAGE PUBLIC INVESTMENTS

District Officials who manage public investments, as defined by 2 Cal. Code of Regs. § 18701(b), are NOT subject to the District’s Code, but are subject to the disclosure requirements of the Act. (Government Code Section 87200 et seq.). [Regs. § 18730(b)(3)] These positions are listed here for informational purposes only.

It has been determined that the positions listed below are officials who manage public investments¹:

Board of Directors

Chief Executive Officer

Chief Financial Officer

Financial Consultants

¹ Individuals holding one of the above-listed positions may contact the FPPC for assistance or written advice regarding their filing obligations if they believe that their position has been categorized incorrectly. The FPPC makes the final determination whether a position is covered by § 87200.

DESIGNATED POSITIONS

GOVERNED BY THE CONFLICT OF INTEREST CODE

<u>DESIGNATED EMPLOYEES'</u> <u>TITLE OR FUNCTION</u>	<u>DISCLOSURE CATEGORIES</u> <u>ASSIGNED</u>
Hospital Chief Executive Officer	1, 2
Hospital Chief Financial Officer	1, 2
General Counsel	1, 2
Chief Information Officer	5
Chief Nursing Officer	4
Chief Human Resources Officer	4
Chief Business Development Officer	4
Chief Quality Officer	4
Compliance Officer	5
Controller	4
Director, Behavioral Health Center	5
Director, Case Management	5
Director, Clinical Laboratory	5
Director, Construction Management	4
Director, Diagnostic Imaging	5
Director, Dietary Services	5
Director, Emergency Department Nurse	5
Director, Environmental Safety/Security/Emergency Preparedness	5
Director, Environmental Services	5
Director, Foundation	5
Director, ICU/DOU	5
Director, Infection Control	5
Director, Materials Management	4

DESIGNATED EMPLOYEES'
TITLE OR FUNCTION

DISCLOSURE CATEGORIES
ASSIGNED

Director, Medical Staff Services	5
Director, Medical Surgical	5
Director, Nursing Resources & Cardio Pulmonary Services	5
Director, Obstetrical/GYN Services	5
Director, Patient Financial Services Patient Access	5
Director, Performance Improvement	5
Director, Pharmacy	5
Director, Physical Therapy	5
Director, Plant Operations	5
Director, Surgical Services	5

MEMBERS OF BOARDS,
COMMITTEES AND COMMISSIONS

Healthcare District & Hospital Board of Directors	1, 2
Measure A Community Oversight Committee	3, 5
Measure D Community Oversight Committee	3, 5

Consultant²

² Consultants shall be included in the list of Designated Employees and shall disclose pursuant to the broadest disclosure category in this Code subject to the following limitation:

The Chief Executive Officer may determine in writing that a particular consultant, although a “designated position,” is hired to perform a range of duties that are 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. The Chief Executive Officer’s determination is a public record and shall be retained for public inspection in the same manner and location as this Conflict of Interest Code.

EXHIBIT "B"

DISCLOSURE CATEGORIES

The disclosure categories listed below identify the types of investments, business entities, sources of income, including gifts, loans and travel payments, or real property which the Designated Employee must disclose for each disclosure category to which he or she is assigned.

Category 1: All investments and business positions in business entities, and sources of income, including gifts, loans and travel payments, that are located in, do business in, or own real property within the jurisdiction of the District.

Category 2: All interests in real property which is located in whole or in part within, or not more than two (2) miles outside, the jurisdiction of the District.

Category 3: All investments and business positions, and sources of income, including gifts, loans and travel payments that are engaged in land development, construction or the acquisition or sale of real property within the jurisdiction of the District.

Category 4: All investments and business positions, and sources of income, including gifts, loans and travel payments, that provide services, supplies, materials, machinery, vehicles or equipment of a type purchased or leased by the District.

Category 5: All investments and business positions, and sources of income, including gifts, loans and travel payments, that provide services, supplies, materials, machinery, vehicles or equipment of a type purchased or leased by the Designated Employee's department, unit or division.

CONFLICT OF INTEREST CODE

OF THE

SAN GORGONIO MEMORIAL

HEALTHCARE DISTRICT

CLEAN COPY

July 7, 2020

CONFLICT OF INTEREST CODE

OF THE

SAN GORGONIO MEMORIAL

HEALTHCARE DISTRICT

July 7, 2020

CONFLICT OF INTEREST CODE
OF THE
SAN GORGONIO MEMORIAL HEALTHCARE DISTRICT
(Amended July 7 2020)

The Political Reform Act (Government Code Section 81000, et seq.) requires state and local government agencies to adopt and promulgate conflict of interest codes. The Fair Political Practices Commission has adopted 2 Cal. Code of Regs. Section 18730 which contains the terms of a standard conflict of interest code which can be incorporated by reference in an agency's code. After public notice and hearing Section 18730 may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act. Therefore, the terms of 2 California Code of Regulations Section 18730 and any amendments to it duly adopted by the Fair Political Practices Commission are hereby incorporated by reference. This regulation (attached) and the attached Appendix designating officials and employees and establishing disclosure categories, shall constitute the conflict of interest code of the San Gorgonio Memorial Healthcare District (the "District")

All Officials and Designated Employees required to submit a statement of economic interests shall file their statements with the District Secretary as the District's Filing Officer within 30 days of taking office, annually, and within 30 days of leaving office. The Filing Officer shall make and retain a copy of all statements filed by Board of Directors and Chief Executive Officer, and forward the originals of such statements to the Clerk of the Board of Supervisors. The Filing Officer shall retain the originals of the statements of all other Designated Employees. The Filing Officer will make all retained statements available for public inspection and reproduction during regular business hours. (Gov. Code Section 81008.)

CONFLICT OF INTEREST CODE
OF THE
SAN GORGONIO MEMORIAL
HEALTHCARE DISTRICT

EXHIBIT “A”

OFFICIALS WHO MANAGE PUBLIC INVESTMENTS

District Officials who manage public investments, as defined by 2 Cal. Code of Regs. § 18701(b), are NOT subject to the District’s Code, but are subject to the disclosure requirements of the Act. (Government Code Section 87200 et seq.). [Regs. § 18730(b)(3)] These positions are listed here for informational purposes only.

It has been determined that the positions listed below are officials who manage public investments¹:

Board of Directors

Chief Executive Officer

Chief Financial Officer

Financial Consultants

¹ Individuals holding one of the above-listed positions may contact the FPPC for assistance or written advice regarding their filing obligations if they believe that their position has been categorized incorrectly. The FPPC makes the final determination whether a position is covered by § 87200.

DESIGNATED POSITIONS

GOVERNED BY THE CONFLICT OF INTEREST CODE

<u>DESIGNATED EMPLOYEES'</u> <u>TITLE OR FUNCTION</u>	<u>DISCLOSURE CATEGORIES</u> <u>ASSIGNED</u>
Hospital Chief Executive Officer	1, 2
Hospital Chief Financial Officer	1, 2
General Counsel	1, 2
Chief Information Officer	5
Chief Nursing Officer	4
Chief Human Resources Officer	4
Chief Business Development Officer	4
Chief Quality Officer	4
Compliance Officer	5
Controller	4
Director, Behavioral Health Center	5
Director, Case Management	5
Director, Clinical Laboratory	5
Director, Construction Management	4
Director, Diagnostic Imaging	5
Director, Dietary Services	5
Director, Emergency Department Nurse	5
Director, Environmental Safety/Security/Emergency Preparedness	5
Director, Environmental Services	5
Director, Foundation	5
Director, ICU/DOU	5
Director, Infection Control	5
Director, Materials Management	4

DESIGNATED EMPLOYEES'
TITLE OR FUNCTION

DISCLOSURE CATEGORIES
ASSIGNED

Director, Medical Staff Services	5
Director, Medical Surgical	5
Director, Nursing Resources & Cardio Pulmonary Services	5
Director, Obstetrical/GYN Services	5
Director, Patient Access	5
Director, Performance Improvement	5
Director, Pharmacy	5
Director, Physical Therapy	5
Director, Plant Operations	5
Director, Surgical Services	5

MEMBERS OF BOARDS,
COMMITTEES AND COMMISSIONS

Healthcare District & Hospital Board of Directors	1, 2
Measure A Community Oversight Committee	3, 5
Measure D Community Oversight Committee	3, 5

Consultant²

² Consultants shall be included in the list of Designated Employees and shall disclose pursuant to the broadest disclosure category in this Code subject to the following limitation:

The Chief Executive Officer may determine in writing that a particular consultant, although a "designated position," is hired to perform a range of duties that are 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. The Chief Executive Officer's determination is a public record and shall be retained for public inspection in the same manner and location as this Conflict of Interest Code.

EXHIBIT "B"

DISCLOSURE CATEGORIES

The disclosure categories listed below identify the types of investments, business entities, sources of income, including gifts, loans and travel payments, or real property which the Designated Employee must disclose for each disclosure category to which he or she is assigned.

Category 1: All investments and business positions in business entities, and sources of income, including gifts, loans and travel payments, that are located in, do business in, or own real property within the jurisdiction of the District.

Category 2: All interests in real property which is located in whole or in part within, or not more than two (2) miles outside, the jurisdiction of the District.

Category 3: All investments and business positions, and sources of income, including gifts, loans and travel payments that are engaged in land development, construction or the acquisition or sale of real property within the jurisdiction of the District.

Category 4: All investments and business positions, and sources of income, including gifts, loans and travel payments, that provide services, supplies, materials, machinery, vehicles or equipment of a type purchased or leased by the District.

Category 5: All investments and business positions, and sources of income, including gifts, loans and travel payments, that provide services, supplies, materials, machinery, vehicles or equipment of a type purchased or leased by the Designated Employee's department, unit or division.

RESOLUTION NO. 2020-03

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN GORGONIO
MEMORIAL HEALTHCARE DISTRICT AMENDING THE CONFLICT OF
INTEREST CODE PURSUANT TO THE POLITICAL REFORM ACT OF 1974**

WHEREAS, the Legislature of the State of California enacted the Political Reform Act of 1974, Government Code Section 81000 et seq. (the “Act”), which contains provisions relating to conflicts of interest which potentially affect all officers, employees, and consultants of the San Gorgonio Memorial Healthcare District (the “District”), and requires all public agencies to adopt and promulgate a conflict of interest code; and

WHEREAS, the Board of Directors adopted a Conflict of Interest Code (the “Code”) in compliance with the Act; and

WHEREAS, subsequent changed circumstances within the District have made it advisable and necessary pursuant to Sections 87306 and 87307 of the Act to amend and update the District’s Code; and

WHEREAS, notice of the time and place of a public meeting on, and of consideration by the Board of Directors of the District, the proposed amended Code was provided each affected designated employee and publicly posted for review at the offices of the District; and

WHEREAS, a public meeting was held upon the proposed amended Code at a regular meeting of the Board of Directors on July 7, 2020, at which all present were given an opportunity to be heard on the proposed amended Code.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the San Gorgonio Memorial Healthcare District that the Board of Directors does hereby adopt the proposed amended Conflict of Interest Code, a copy of which is attached hereto and shall be on file with the Executive Assistant and available to the public for inspection and copying during regular business hours;

BE IT FURTHER RESOLVED that the said amended Code shall be submitted to the Board of Supervisors of the County of Riverside for approval and said Code shall become effective 30 days after the Board of Supervisors approves the proposed amended Code as submitted.

APPROVED AND ADOPTED this 7th day of July 2020.

Dennis Tankersley, Chair, Board of Directors
San Gorgonio Memorial Healthcare District

ATTEST:

Lynn Baldi, Secretary/Treasurer, Board of Directors
San Gorgonio Memorial Healthcare District