



ACHD Advocate

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From the Desk of Ken Cohen, Executive Director

April has been a busy month for ACHD.

This month Sheila Johnston, Vice President, Member Relations and Administration, and I had the pleasure of visiting John C. Fremont Healthcare District in Mariposa. John C. Fremont operates a critical access hospital serving Mariposa County, which includes much of Yosemite National Park and a good deal of the local economy is related to the park and to tourism. John C Fremont is essential to the health and wellbeing of their community. Sheila and I especially want to thank Matthew Matthiessen, CEO for providing us with an overview of the challenges that their District is addressing, including capital financing for the necessary seismic upgrade requirements; and the unique issues they face regarding the recruitment of physicians. The District also has many partnerships with various community organizations, including the Mariposa Public Health Department, and an Air Ambulance partnership with Rig Air and CCT. Matthew also provided us with an overview of the District's experience during the most recent wild fire in their region.



I would like to welcome our "most recent" newest Member to ACHD, North Sonoma County Healthcare District which operates Healdsburg District Hospital, and Joe Harrington, CEO. Healdsburg District Hospital has a rich history dating back to when it began in 1905.

ACHD hosted our Legislative Day in Sacramento April 16 and 17th. In addition to the important advocacy educational sessions and member visits with State legislators/staff, ACHD hosted a CEO networking session over lunch on the 17th. Thank you to Tom Bakaly, CEO, Beach Cities Health District and Herb Schultz, CEO, Desert Healthcare District, for spearheading this activity. ACHD is committed to hosting future CEO luncheons in conjunction with future sponsored events to allow Healthcare District CEO's an opportunity to network and discuss issues of mutual interest and challenge.

Congratulations to Alta Healthcare District for becoming the most recent ACHD member to become a "Certified Healthcare District". The ACHD Education Committee is currently reviewing the standards for becoming a Certified Healthcare District, including the possibility of incorporating additional governance accountability and transparency best practices. The goal of the Education Committee is to introduce to our Members at the September Annual Meeting any changes to the Certified Healthcare District that would go into effect beginning January 2019. ACHD is also working on implementation of a new member website; and the Certified Healthcare District standards will be available on line when this becomes fully operational. Members will be able to upload documents and complete the certification process on line using this new tool.

Special Note

Amber King, Vice President, Government Affairs, will be on maternity leave through mid-July. In her absence please use the following contact information for the Advocacy Team:

- Kelly Brooks, HBE: (916) 272-0011, or kbl@hbeadvocacy.com
- Jean Hurst, HBE: (916) 272-0010, or jkh@hbeadvocacy.com

For Association related questions, please contact Sheila Johnston, Vice President, Member Relations & Administration, at (916) 266-5208, or sheila.johnston@achd.org .

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Trustee Spotlight: Jerry Kaufman, Palomar Health

In an effort to show our appreciation to Healthcare District Leaders, ACHD will begin highlighting the invaluable contributions of Trustees in their community. We recognize that the work and passion of our Trustees often go unrecognized and it is our goal is to share the positive impacts Trustees make in their communities.



What inspired you to run for a seat on the Healthcare District Board?

As a Physical Therapist for 40 years, working with hospital organizations such as A.M.I., N.M.E. and Rehabilitation Institute of Chicago, I realized the importance of the Hospital District in setting the community standard for providing "excellent" care to all patients. I have always been a strong patient advocate, and when an opportunity opened in 2008 to run for a vacant seat on the Hospital District board, I was encouraged by friends who knew me through the local Rotary Club, the Boys and Girls Club and the Escondido Chamber of Commerce to file papers for candidacy. I was elected in 2008 and re-elected in 2010 and 2014.

What is one accomplishment that you and the Board have implemented that you are most proud of?

During my terms on the District Board, I was privileged to be part of the funding and building process of our new hospital, Palomar Medical Center-Escondido, which was completed in August of 2012. Our Healthcare District board was the first board to be certified by ACHD and we were able to help encourage other Districts to begin their journey toward certification also.

What is unique about your District and the constituents you serve?

Palomar Health is the largest Healthcare District in California, serving over 500,000 residents in an area of 850 square miles. Our Escondido location is also the trauma center for a 2000 square mile area. Our dDistrict covers cities and rural communities in Borrego Springs, Julian, Ramona, Rancho Bernardo, Rancho Penisquitos, San Marcos, 4-S Ranch and Escondido.

What was a goal you hoped to achieve for your District during your tenure?

It has long been my desire to collaborate rather than compete in the medical profession in order to provide the patient with the best care possible. Our District Board has worked toward bringing together medical groups that provide excellent care to our patients. Working with Kaiser, Rady Childrens, Graybill Medical and ARCH Medical, we have achieved Centers of Excellence in many areas of patient care including orthopedics and cardiology.

How has being a part of ACHD helped you as a leader, your District, residents and community?

Much of my training in governance, compliance and leadership skills took place through participation in ACHD meetings. Representing my Healthcare District on ACHD on gave me an opportunity to serve on the Board, work on various committees, and meet with many outstanding leaders on the ACHD team. The relationships formed with these leaders are still part of my professional and personal life.

What advice or encouragement would you give someone considering running for the Healthcare District Board?

My advice to a potential candidate is to prepare beforehand by attending Palomar Health District Board and committee meetings to see the inner workings and to determine which areas would be a good "fit". It would also be helpful to meet with members of the board, to get to know them and to learn first-hand how the system works.

Keep an open mind during your first term, because it will take you 2-4 years to really learn what your responsibilities to the voters are, to learn about how a large hospital system operates and to be part of a governing board that is responsible for delivery of excellent healthcare services to the largest hospital district in California.

What do you like to do in your free time?

My "free time" is scheduled around Board and committee meeting commitments; however, I believe it is important to maintain a balance in life and protect time for family and friends. I enjoy golf, playing saxophone in a concert band and in the church orchestra, and occasional travel with friends to visit our favorite places.

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Legislative Day Recap

Thank you to all that attended our Legislative Day on April 16-17 in Sacramento! Attendees heard from ACHD's Advocacy Team on legislative issues facing Healthcare Districts, a panel of experts on universal health care coverage and its implications for California, and Assembly Republican Leader Brian Dahle.



To view the full gallery of photos, [click here](#).

Legislative Update

The Legislature is in the midst of its session with policy committee deadlines near. Appropriations committees will now review hundreds of measures to determine cost with the fiscal committee deadline set at May 25. At the same time, the May Revision to the Governor's 2018-19 state budget will be released in the next week or so and budget subcommittees will begin closing out budget items by the end of the month.

A number of measures are under consideration that are of interest to California healthcare districts. A few are summarized below:

AB 3087 (Kalra): Health Care Cost, Quality and Equity Commission

Assembly Health Committee's one-hour special order of business scheduled for Assembly Member Kalra's AB 3087 turned into a three-hour discussion of the measure on April 24. Nearly every member of the committee asked questions and made comments, with many expressing reservations with the measure. Despite the bipartisan concerns, the bill passed out of committee on a party-line vote, 11-4. AB 3087 will be heard next in Assembly Appropriations Committee.

Please recall that AB 3087 would establish an independent Health Care Cost, Quality and Equity Commission. The Commission would set base payment amounts to hospitals, doctors and other providers and would use Medicare rates as a floor for providers; Medicare Advantage rates would be used to set payments to health plans. Providers and health plans would be allowed to appeal for a higher amount based on outstanding factors. The author took several amendments in Committee; the latest version of the bill is not yet in print.

Assembly Health Package

The Select Committee on Health Care Delivery Systems and Universal Coverage released a [report](#) in March, A Path to Universal Coverage and Unified Health Care Financing in California. The report concludes that: "Short-term efforts to expand coverage, improve access, reduce fragmentation and improve transparency, coupled with development of a longer-term path toward unified public financing, would help secure a future in which all Californians have access to the health care they need and deserve." Shortly after the report's release, the Assembly Democrats unveiled a health package of 14 bills, which would expand coverage, lower costs and lay the groundwork for a future health system financed by taxpayers.

Healthcare Districts

Assembly Member Cecilia Aguiar-Curry has introduced AB 2019, a measure that includes several items relating to healthcare districts. ACHD is working with the author's office to address concerns about the scope and application of various provisions and needs your help.

Last year's AB 1728 required that healthcare districts adopt a budget, establish and maintain a website, and adopt a grants policy. ACHD supported these efforts as basic transparency and accountability requirements.

AB 2019 makes these basic requirements mandatory, expands on the components of a grants policy, and contains specific requirements for healthcare districts that use design-build to build

housing and for healthcare districts that file for Chapter 9 bankruptcy protection. Many of the provisions - particularly associated with a grants policy - are specific and numerous. We encourage healthcare districts to review the measure and share its specific impacts with us.

ACHD's Advocacy Committee has convened a working group to discuss amendments to the measure with the intention of seeking common ground with the author.

AB 2019 is awaiting hearing in the Assembly Appropriations Committee.

Other News

The ACHD Advocacy Team continues to review, and take active positions on, legislation that may impact Healthcare Districts this year. April 27 marked the last day for policy committees to hear and report the fiscal bills introduced in their house. You can view our current Legislative Reports [here](#). Additionally, you can view committee hearings and floor sessions on [CalChannel](#).

*Reminder: Amber King, Vice President, Government Affairs, will be on maternity leave through July. In her absence please contact [Sheila Johnston](#), Vice President, Member Relations & Administration.

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ACHD Webinar Education Series

Our April Webinar Education series was a huge success! This month, our topic focused on Elder Abuse. Specifically, how to identify signs of abuse and prevent abuse in your communities. Our speaker, Alexandra Pierce, Deputy Director of Merced County Human Services Agency, Adult and Agency Services, has focused her career on combating elder abuse and has graciously shared an Elder Abuse Toolkit that Districts may use to implement an elder abuse prevention campaign. Please [click here](#) to access the toolkit.

If you missed this webinar and would like to access a recording, please [click here](#).

ACHD will host the next installment of our [Webinar Education Series](#) on May 24, 2018, at 11:00am. Our next series will focus on Harassment Training, specifically how to prevent harassment in the work place. To learn more about this event, [click here](#).



Please contact [Sheila Johnston](#) with any questions.

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



[\(John C. Fremont Healthcare District\) New CFO introduced at hospital board meeting](#)

New chief financial officer Rebecca Andrews is shown (right) sitting next to the John C. Fremont Healthcare District's chief executive officer, Matthew Matthiessen. Photo by Matt Johnson After months of searching, a new chief financial officer has been found for the John C. Fremont Healthcare District.

[\(Muroc Healthcare District\) New Ambulance Presentation Scheduled for Boron](#)

A new advanced life support paramedic ambulance will be placed into service thanks to the continuance of a unique relationship between Hall Ambulance Service, Inc. and the Muroc Healthcare District that ensures emergency medical transportation is available for its residents. Under the agreement, Muroc Healthcare District funds the cost for the ambulance and in return Hall Ambulance provides around the clock paramedic service to the area's roughly 2,253 residents.

[\(Northern Inyo Healthcare District\) Blue Ribbon Fun Run an overwhelming success](#)

Seventy runners and walkers came together for the first-ever Blue Ribbon Fun Run & Walk on March 24. The Fun Run & Walk, a community effort designed to raise awareness about Colorectal Cancer while raising funds for the Eastern Sierra Cancer Alliance, surpassed organizers' expectations.

[Desert Healthcare District Expansion to the Eastern Coachella Valley Moves One Giant Step Forward](#)

In a victory for Eastern Coachella Valley residents and the entire Coachella Valley, the Riverside County Board of Supervisors, led by Fourth District Supervisor V. Manuel Perez, took a giant step towards ensuring a November vote to expand the Desert Healthcare District and Foundation (DHCD/F) to include the East Valley.

[\(Palomar Health\) North County launches regional effort to help homeless](#)

North County cities, health care providers, social workers and law enforcement agencies are planning a united front to address homelessness in their area.

[\(Grossmont Healthcare District\) El Cajon homeless event draws big crowd](#)

For some, it was a chance to get a valid state of California identification card, a Hepatitis A vaccination and some gently worn clothing. For others, it was a place to find transitional housing.

[\(Desert Healthcare District\) \\$2 Million in Funds Dedicated to Behavioral Health](#)

A \$2 million Collective Fund for Behavioral Health has been established by the Board of the Desert Healthcare District/Foundation, highlighting the need in the Coachella Valley to unite the community response to create change on this challenging health front. "One of our most critical Community Health Focus Areas is primary care and behavioral health access,"

explained Board President Les Zendle, MD, noting that this is one of four focus areas in the District/Foundation's Strategic Plan.

[Grossmont healthcare district announces 2018 healthcare heroes award winners](#)

The Grossmont Healthcare District (GHD) is proud to announce the honorees for its 2018 Healthcare Heroes awards. GHD officials said the recipients are volunteers of all ages and walks of life who serve in health care in San Diego's East Region community.

[\(Northern Inyo Healthcare District\) Adventist Health brings 'Telehealth' to Rural Health Clinic](#)

Northern Inyo Healthcare District's Rural Health Clinic plans to unveil its new telehealth partnership with Adventist Health during a special evening presentation this coming week.

[Mark Twain Health Care District Presents \\$42,925 in Golden Health Community Grant Awards](#)

The awards covered such worthwhile needs in the County as the installation of a door for the disabled at the San Andreas Senior Center; Automatic External Defibrillators (AED) for Friends of the Calaveras Fair; patient transportation funding so Common Ground can continue transporting residents to appointments; and Sierra Hope to provide support for the homeless and near homeless.

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Wellness Summit Now Open for Registration!

ACHD is excited to announce that our Wellness Summit will be held on July 26th in Sacramento! This year's Wellness Summit will feature leaders in public health who will present on topics ranging from mental health prevention, employee burnout and community health models to increase public health. To learn more about our Wellness Summit and to register for this one-day event, [click here](#).



Healthy You: Healthy Community!

To read more about the Wellness Summit, [click here](#).
For more information, contact [Sheila Johnston](#).

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Coming Soon: ACHD's 66th Annual Meeting



The Association's Education Committee has planned the [66th Annual Meeting](#) with a focus on preparing Healthcare Districts for the challenges ahead and the role of District's in the face of change. Our program is designed to inspire innovation and motivate Districts to prepare for the future.

Whether you're in your early years as a District Trustee or a seasoned Executive looking to grow, you'll discover the right insight to support your District's success in Pismo Beach.

Join us for what will be our best educational event ever!

Our Annual Meeting will take place September 12 - 14, 2018, at the Cliffs Resort in Pismo Beach.

Please contact [Sheila Johnston](#) with any questions or concerns. We hope to see you there!

Stay tuned for registration information!

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Call for Nominations: Healthcare District and Trustee of the Year!

ACHD is pleased to announce that we are now accepting nominations for Healthcare District of the Year and the Trustee of the Year awards! These prestigious awards seek to recognize a Healthcare District for innovation implemented to improve the health of the communities served and Trustees that have made notable impacts in the District through significant achievements in governance, strategic planning and partnership, stakeholder relationships, leadership or finance.

Nominations will be accepted through **June 30, 2018**.

To nominate your District for Healthcare District of the Year, [click here](#).

To nominate a Trustee for the Trustee of the Year award, [click here](#).

Awards will be presented during the ACHD Annual Meeting taking place September 12-14 at the Cliffs Resort in Pismo Beach. And congratulations to last year's District of the Year award winner, [Mayers Memorial Hospital District!](#)



Please contact [Sheila Johnston](#) with any questions.

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Become a Certified Healthcare District, Today

The Association of California Healthcare Districts (ACHD) is leading the way for Healthcare Districts to play a major role in the transformation of California's evolving health care landscape by helping them meet the changing needs of their local communities.

As public entities and as leaders in health, Healthcare Districts have well defined responsibilities for serving the public, adapting to their health care needs and conducting business in a manner that is open and transparent - a role that only Healthcare Districts can fill.

To assist ACHD Members in demonstrating their commitment to exemplary compliance in meeting the health and governance needs of the public, ACHD has developed a core set of standards, referred to as Best Practices in Governance. Healthcare Districts that show their voluntary compliance with these practices are eligible to be designated by ACHD as a Certified Healthcare District. To learn more about this program, [click here](#).

Please contact [Sheila Johnston](#) with any questions.

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Serve on an ACHD Committee, Today!

The Association is managed by a Board of Directors; the Board has five additional standing committees which makes recommendations to the Board on policy. The Board and Standing Committees are comprised of Healthcare District Trustees, Executives and senior staff who oversee the work of the Association and provide direction on initiatives that benefit all Healthcare Districts.

Each year, the Governance Committee solicits Members to participate on ACHD standing committees. The commitment is for one year and committees generally meet between 3 and 5 times per year by webinar.

Who can Serve?

Member District Trustees, Senior Staff and Executives who have an interest in being considered for a committee assignment are requested to register their interest by completing this form by **Friday, June 29, 2018**.



[Apply Today!!](#)

NOTE: All committees meet by webinar and are scheduled for approximately 1.5 hours. Committee members will receive monthly schedule reminders which include upcoming meeting notifications.

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Become a Member of CAPP Today



The Association of California Healthcare Districts (ACHD) is a member of Californians Allied for Patient Protection (CAPP), the coalition created to protect access to health care through California's Medical Injury Compensation Reform Act (MICRA). ACHD continues to strongly support the preservation of MICRA.

In 2014, California voters definitively rejected Proposition 46, an attempt by the trial lawyers to quadruple MICRA's non-economic damages cap. Had this ballot measure passed, California would have seen higher health care costs and decreased access to care, especially among vulnerable populations who are most in need. Despite this victory, the battle to protect MICRA continues.

ACHD is strongly urging its members to individually become supporters of the CAPP coalition.

There is **no cost** to be a member of CAPP, and you will be in good company. Seven out of 10 Board Members are already CAPP members, with more than 1,000 other organizations representing community clinics, hospitals, physicians, nurses, EMTs, labor unions, local governments, dentists and other health care providers. A complete coalition list can be found on the CAPP website at www.micra.org.

As a CAPP member, you will receive quarterly newsletters with updates on legislative activities concerning MICRA and direct access to the CAPP staff to be your one stop resource on MICRA. Additionally, CAPP holds events for legislators in their legislative district and CAPP members are invited to attend free of cost.

Please take a moment to complete and return the [CAPP Coalition Sign-Up Form](#). Thank you for endorsing this important organization and its goal to preserve MICRA.

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2018 Calendar of Events is on ACHD.org

ACHD is pleased to announce that our events for 2018 is now loaded on our website! Our calendar features committee and Board meetings, and all educational events for the entire year. To access our calendar, [click here](#) and once you find an event, simply click on the event title to save the event into your calendar.



For more information, contact [Sheila Johnston](#).

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About ACHD:

The Association of California Healthcare Districts (ACHD) represents Healthcare Districts throughout the state. The Association serves the diverse needs of California's Healthcare Districts by enhancing public awareness, training and educating its members and advocating for legislation and regulatory policies that allow Healthcare Districts to deliver the best possible health services to Californians. Learn more at achd.org.

Resources

[Legislative Reports](#)

[ACHD Message](#)

[Certified Healthcare District](#)

[Board Self-Assessment Tool](#)

[CEO Evaluation](#)

[Californians Allied for Patient Protection](#)



P. O. Box 95
San Andreas, CA 95249
(209) 754-4468 Telephone
(209) 754-2537 Fax

Resolution No. 2018 - 08

Resolution Calling General District Election

WHEREAS, an election will be held within the Mark Twain Health Care District within Calaveras County on November 6, 2018, for the purpose of electing Governing Board Members; and

WHEREAS, Election Code 10403 requires jurisdictions to file with the Board of Supervisors, and the County Clerk, a resolution requesting consolidation with said election.

THEREFORE, BE IT RESOLVED, that the Mark Twain Health Care District requests the Board of Supervisors of Calaveras County to consolidate the District Election with the election to be held on November 6, 2018.

BE IT FURTHER RESOLVED that the District agrees to reimburse the county Elections Department for actual costs accrued as a result of this consolidation. The District acknowledges that the consolidated election will be held and conducted in the manner prescribed in Elections Code 10418.

ON A MOTION by Director _____ seconded by Director

_____ the foregoing resolution was dully passed and adopted by the following vote on May 23, 2018.

AYES:

NOES:

ABSENT:

ABSTAINED:

Lin Reed, President

Attest: _____
Ann Radford, Secretary

Mark Twain Health Care District Mission Statement

“Through community collaboration, we serve as the stewards of a community health system that ensures our residents have the dignity of access to care that provides high quality, professional and compassionate health care”.

Mark Twain Health Care District Strategic Matrix 2018

	A	B	C	D
1	Strategic Action Item			
2		Person Resonsible	Expected Date	Completed
3				
4	Valley Springs RHC	Real Estate Com		
5	Develop Budget /Operational Plan for VS RHC 1206B	Smart		3/12/2018
6	Electronic Medical Records linked to billing & compatibl	Smart		
7	Explore leasing ancillary functions from MTMC	Smart		
8	Gantt Chart From Walter	Smart		3/12/2018
9	Physical Address (Pending Name for Access Street)	Stout		
10				
11				
12	MTHCD Public Image and Communication			
13	District Name Change			
14	Public Relations Strategy			
15	In-Kind Funding			
16	Doodle Scheduling On-Line	Stout		4/28/2018
17	Explore Options as District "convener" of County Care			
18				
19	Accounting Service	Finance Comm		
20	Plan/Contract for New District Accounting Services		May Agenda	
21	Written Plan for reserve accounts (ex. Seismic Retrofit)	Smart & Krieg		
22	Storage boxes	Smart		5/1/2018
23	Financial Report Dashboard	Kreig		
24				
25	District Records			
26	Fine-Tune District Records Disaster Plan	Stout & Computer		
27	Develop Record retention plan (state law) Attny	Policy Committee		
28				
29	Committee Structure	Reed		
30	Executive Committee			
31	Community Advisory Committee			
32				
33	Phase II Development	Al-Rafiq		
34	Pace Program			
35	Welbe Health			
36				
37	Explore Potential Partnerships in County	Sellick & Reed		
38	Behavioral Health	Sellick & Reed		
39	Veterans	Radford & Atkinson		
40				
41				
42				
43				
44				
45				



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May 2, 2018

VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Mohan, Harris, Ruiz, Wortmann, Perisho & Rubino, LLP
3439 Brookside Road, Suite 208
Stockton, CA 95219-1768
Attn: Francis X. Mohan, III

Re: 704 Mountain Ranch Road, San Andreas, California - Right of First Offer
File No. M0449-001

Dear Mr. Mohan:

This letter is delivered to you on behalf of the Mark Twain Health Care District (“**Landlord**”) in connection with that certain Ground Lease between San Andreas Medical and Professional Buildings, LLC (“**Tenant**”) and Landlord dated as of May 20, 2004 (as amended, the “**Ground Lease**”). All initially capitalized terms used herein but undefined herein shall have the same meanings as ascribed thereto in the Ground Lease.

We are in receipt of your letter dated April 13, 2018 (the “**Right of First Offer Notice**”) in which you provide Landlord the terms upon which Tenant desires to sell the Improvements to a bona fide third party purchaser, and provide Landlord with thirty (30) days in which to elect to exercise its right of first offer as required under Section 7.1(g) of the Ground Lease. You are hereby notified that Landlord elects not to exercise its right of first offer to purchase the Improvements on and subject to the terms in your Right of First Offer Notice.

Please note that Section 22 of that certain Office Lease between Landlord, as tenant, and Tenant, as landlord, dated as of March 1, 2007 (the “**Office Lease**”) expressly provides that the Office Lease survives any sale of the Improvements by Tenant. Therefore, any sale of the Improvements by Tenant will be subject to both the Ground Lease and the Office Lease.

Mohan, Harris, Ruiz, Wortmann, Perisho & Rubino, LLP
Attn: Francis X. Mohan, III
May 2, 2018
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Additionally, Sections 4.1.A. and 4.1.B. of the Ground Lease provide permitted uses and prohibited uses of the Premises. Please inform your prospective purchaser of these restrictions on the use of the Premises.

Should you have any questions, please do not hesitate to give me a call.

Very truly yours,

ARCHER NORRIS



Karl E. Foster

KEF

cc: San Andreas Medical & Professional Office Buildings, LLC
P.O. Box 1218
Woodbridge, CA 95258
Randall Smart, M.D.
Colin J. Coffey, Esq.

M0449001/4845-8093-4499-1



Mark Twain Health Care District

768 Mountain Ranch Road
San Andreas, CA 95249
209 754 3521 Telephone

To: Board of Directors
Finance Committee

From: J.R. Krieg, Controller

Subject: April 2018 Financial Results

Date: May 14, 2018

memorandum

MARK TWAIN HEALTH CARE DISTRICT:

For April, the Statement of Revenues and Expenses for the District reported operating income **before** all grants and sponsorships of \$74,324 as compared to the budgeted operating income of \$50,470.

Total revenues for the month were 5% above budget due to the monthly revision of the tax revenue accrual based on the first payment of actual tax revenue.

Total expenses were 25% below budget due to lower legal fees, election costs, and repairs on the Valley Springs property than were budgeted.

In April there were no payments under **Grants and Sponsorships**, however, \$41,925 was spent on **Golden Health Community Grants**.

Operating income for the Health Care District **after** all grants and sponsorships was a **profit** of \$32,399 versus a budgeted profit of \$36,304.

The Minority Interest in Mark Twain Medical Center Corporation **decreased** by <\$418,517> versus a budgeted loss of <\$101,277>.

The District's cash and investments balance as of April 30, 2018 is \$1,644,550 as compared to the audited June 30, 2017 yearend balance of \$1,756,603.

Construction in Progress for the Valley Springs clinic increased by \$3,650.

"Through community collaboration, we serve as the stewards of a community health system that ensures our residents have the dignity of access to care that provides competent, professional and compassionate healing".

**MARK TWAIN HEALTH CARE DISTRICT
APRIL 2018**

**MARK TWAIN HEALTH CARE DISTRICT
STATEMENT OF REVENUES AND EXPENSES
APRIL 2018**

APRIL					Year-to-date					
Actual	Budget	Var %	Last Yr	Var %	Line #	Actual	Budget	Var %	Last Yr	Var %
						Revenue				
\$26,587	\$25,837	3%	\$25,837	3%	1	\$259,866	\$258,370	1%	\$267,366	-3%
481	481	0%	\$481	0%	2	4,814	4,814	0%	4,814	0%
18,330	18,883	-3%	\$18,110	1%	3	183,134	188,833	-3%	180,940	1%
83,235	77,083	8%	\$82,590	1%	4	832,349	770,833	8%	774,094	8%
248	917	-73%	\$163	52%	5	2,027	9,167	-78%	2,781	-27%
0	104	-100%	\$1,836	-100%	6	(862)	1,042	-183%	(1,127)	-24%
						Total Revenue				
\$128,880	\$123,305	5%	\$129,017	0%		\$1,281,328	\$1,233,059	4%	\$1,228,867	4%
						Expenses				
18,710	14,200	32%	7,622	145%	7	195,465	142,000	38%	47,630	310%
1,250	1,250	0%	1,131	10%	8	14,768	12,500	18%	12,331	20%
0	6,250	-100%	-	0%	9	23,954	62,500	-62%	15,195	58%
86	1,250	-93%	64	34%	10	19,078	12,500	53%	15,095	26%
0	0	0%	14,000	-100%	11	0	0	0%	115,353	-100%
5,000	1,500	233%	62,211	-92%	12	239,252	15,000	1495%	132,397	81%
6,055	6,425	-6%	6,055	0%	13	60,552	64,250	-6%	60,552	0%
0	7,042	-100%	0	0%	14	16,037	70,417	-77%	0	0%
0	0	0%	(63,274)	-100%	15	0	0	0%	329,305	-100%
(1,053)	6,667	-116%	114	-1028%	16	54,032	66,667	-19%	1,798	2905%
18,853	18,883	0%	17,937	5%	17	188,531	188,833	0%	179,369	5%
2,028	1,934	5%	6,054	-67%	18	22,528	21,291	6%	60,540	-63%
0	0	0%	0	0%	19	0	0	0%	0	0%
1,138	1,350	-16%	1,153	-1%	20	15,406	13,500	14%	10,279	50%
635	2,500	-75%	790	-20%	21	20,940	12,500	68%	6,547	220%
0	1,667	-100%	3,068	-100%	22	10,183	16,667	-39%	10,647	-4%
1,207	1,250	-3%	164	638%	23	15,260	12,500	22%	3,300	362%
648	667	-3%	124	424%	24	7,394	6,667	11%	16,702	-56%
						Total Expenses				
\$54,556	\$72,835	-25%	\$57,212	-5%		\$903,378	\$717,792	26%	\$1,017,037	-11%
						Operating Income (Loss) Before Grants and Sponsorships				
\$74,324	\$50,470	47%	\$71,805	4%		\$377,950	\$515,267	-27%	\$211,831	78%
						Grants and Sponsorships:				
\$0	\$2,083	-100%	\$0	0%	25	\$0	\$20,833	-100%	\$0	0%
0	333	-100%	0	0%	26	3,956	3,333	19%	3,899	1%
0	400	-100%	0	0%	27	1,532	3,600	-57%	2,950	-48%
0	0	0%	0	0%	28	0	0	0%	0	0%
\$0	\$2,816	-100%	\$0	0%		Total Sponsorships				
						\$5,488	\$27,766	-80%	\$6,849	-20%
41,925	11,350	269%	6,500		29	41,925	117,500	-64%	64,548	
						Total Grants and Sponsorships				
41,925	14,166	196%	6,500		30	47,413	145,266		71,397	
						Operating Income (Loss) After Grants and Sponsorships				
\$32,399	\$36,304	-11%	\$65,305			\$330,537	\$370,001	-11%	\$140,433	135%
						Other Income/Expense				
(\$420,714)	(\$130,777)	222%	(\$646,657)	-35%	31	(\$1,289,832)	\$293,076	-540%	(\$2,427,764)	-47%
2,197	29,500	-93%	75,604	-97%	32	418,912	295,000	42%	701,803	-40%
						Total Other Income/Expense				
(\$418,517)	(\$101,277)	313%	(\$571,053)	-27%		(\$870,920)	\$588,076	-248%	(\$1,725,962)	-50%
						Net Income (loss)				
(\$386,118)	(\$64,973)	494%	(\$505,748)	-24%		(\$540,383)	\$958,077	-156%	(\$1,585,528)	-66%

MARK TWAIN HEALTH CARE DISTRICT
BALANCE SHEET
APRIL 2018

ASSETS	APRIL 2018	JUNE 2017	LIABILITIES AND NET ASSETS	APRIL 2018	JUNE 2017
<u>CURRENT ASSETS</u>			<u>CURRENT LIABILITIES</u>		
Cash and cash equivalents	\$939,515	\$1,050,706	Accounts payable and accrued expenses	\$33,678	\$133,186
Umpqua Investments	705,035	705,896	Deferred Rental Revenue	38,290	38,189
Investments - CDARS	0	0	Security Deposits	4,275	3,275
Due from Calaveras County	282,999	67,901	Due to MTMC Corporation - rental clearing	52,731	79,097
Security Deposit	0	0	Payroll Liabilities	7,280	4,491
Accrued Interest Receivable	0	0			
Accounts Receivable (net)	54,581	73,231			
Prepaid expenses and other	1,825	25,700			
	<hr/>	<hr/>	Total Current liabilities	<hr/>	<hr/>
Total current assets	\$1,983,955	\$1,923,435		\$136,253	\$258,237
	<hr/>	<hr/>			
<u>LONG TERM INVESTMENTS</u>					
Minority Interest in MTMC	\$14,556,736	\$15,427,656			
	<hr/>	<hr/>			
Total LT Investments	\$14,556,736	\$15,427,656			
	<hr/>	<hr/>			
<u>PROPERTY, PLANT AND EQUIPMENT</u>					
Land and land improvements	\$1,339,564	\$1,339,564			
Buildings and improvements	4,568,729	4,568,729			
Construction in Progress (Valley Springs)	467,289	351,465			
Equipment	698,156	698,156			
	<hr/>	<hr/>			
Total gross PPE	\$7,073,739	\$6,957,914			
Accumulated Depreciation	(5,305,951)	(5,284,363)			
	<hr/>	<hr/>			
Net property, plant and equipment	\$1,767,788	\$1,673,551			
	<hr/>	<hr/>			
<u>OTHER ASSETS</u>			<u>NET ASSETS (Fund Balances)</u>		
Capitalized Lease Negotiation	323,587	262,793	Fund balance - District	\$3,604,722	\$3,388,621
Payroll Clearing	-	-	Fund balance - Minority Interest in MTMC	15,427,656	17,299,217
Intangible assets	2,239	3,179	Fund balance - District CY	336,593	216,101
	<hr/>	<hr/>	Fund balance - Minority Interest CY	(870,920)	(1,871,561)
Total other assets	\$325,826	\$265,972			
	<hr/>	<hr/>	Total net assets	<hr/>	<hr/>
				\$18,498,051	\$19,032,378
Total Assets	<hr/>	<hr/>	Total Liabilities and Net Assets	<hr/>	<hr/>
	\$18,634,304	\$19,290,615		\$18,634,304	\$19,290,615

Rolling 12 Month Financial Statements

	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18
Revenue												
Rental revenue	\$25,837	\$25,837	\$25,837	\$25,837	\$25,837	\$25,837	\$25,837	\$25,837	\$25,837	\$25,837	\$26,587	\$26,587
Land rental revenue	481	481	481	481	481	481	481	481	481	481	481	481
MOB Lease Rent	18,110	18,110	18,325	18,325	18,458	18,391	18,391	18,078	18,178	18,330	18,330	18,330
District Tax Revenue	62,986	98,341	77,083	77,083	77,083	77,083	77,083	77,083	120,146	83,235	83,235	83,235
Interest/Investment Income	649	4,102	169	169	164	169	163	169	169	264	294	247
Other Miscellaneous Income	0	0	(114)	(388)	77	204	(705)	3,257	(1,145)	(1,274)	(723)	0
Total revenue	\$108,063	\$146,871	\$121,781	\$121,507	\$122,099	\$122,165	\$121,251	\$124,905	\$163,665	\$126,873	\$128,204	\$128,880
Expenses												
Payroll Expense	7,440	8,823	16,964	16,365	22,091	20,956	22,483	20,358	14,416	23,722	20,062	18,710
Insurance	1,131	1,910	1,250	1,250	1,250	2,286	1,250	1,535	1,250	1,250	1,535	1,250
Legal Fees	0	0	4,487	5,082	7,513	872	1,628	0	2,154	933	1,285	0
Audit/Accounting Fees	104	50	50	173	157	67	10,009	8,282	50	153	51	86
Management Consulting Fees	31,054	0	0	0	0	0	0	0	0	0	0	0
Operational Consulting Fees	5,369	60,729	1,844	4,351	2,729	1,800	7,454	26,600	62,365	92,730	34,379	5,000
MTMC Administrative Services	6,055	6,055	6,055	6,055	6,055	6,055	6,055	6,055	6,055	6,055	6,055	6,055
Election Costs	0	0	0	0	0	7,000	0	2,000	0	3,500	3,500	0
Utilities	26,275	28,398	0	0	0	0	0	0	0	0	0	0
Valley Springs Repairs/Maintenance - Rental	0	0	1,257	21,538	1,563	12,921	9,164	7,222	153	1,022	244	(1,053)
MOB Rent	17,937	23,353	18,853	18,853	18,853	18,853	18,853	18,853	18,853	18,853	18,853	18,853
Depreciation and Amortization	6,054	(73,747)	1,571	2,419	2,419	2,419	3,560	2,028	2,028	2,028	2,028	2,028
Dues and Subscriptions	1,138	1,138	1,138	1,205	1,138	1,138	3,771	1,163	2,388	1,168	1,164	1,138
Travel, Meals and Lodging	0	1,979	5,973	1,129	2,124	5,354	(800)	3,161	1,744	37	1,583	635
Community Education & Marketing	0	248	311	1,560	3,344	3,969	0	1,000	0	0	0	0
Other Miscellaneous Expenses	9,898	1,117	1,901	3,080	1,863	4,257	975	2,740	1,492	2,396	2,255	1,854
Total expenses	\$112,456	\$60,053	\$61,654	\$83,060	\$71,099	\$87,947	\$84,402	\$100,997	\$112,948	\$153,847	\$92,994	\$54,556
Operating Income (Loss) Before Programs & Events	(\$4,393)	\$86,818	\$60,127	\$38,447	\$51,000	\$34,218	\$36,849	\$23,908	\$50,717	(\$26,974)	\$35,210	\$74,324
Grants and Sponsorships:												
Chronic Disease Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
High School Scholarship	0	0	0	0	0	0	3,956	0	0	0	0	0
Community Health Programs	0	0	0	0	0	1,532	0	0	0	0	0	0
Outpatient Telehealth	0	0	0	0	0	0	0	0	0	0	0	0
Total Sponsorships	0	0	0	0	0	1,532	3,956	0	0	0	0	0
Golden Health Community Grants	2,662	100	0	0	0	0	0	0	0	0	0	41,925
Total Grants and Sponsorships	2,662	100	0	0	0	1,532	3,956	0	0	0	0	41,925
Operating Income (Loss) After Grants and Sponsorships	(\$7,055)	\$86,718	\$60,127	\$38,447	\$51,000	\$32,686	\$32,893	\$23,908	\$50,717	(\$26,974)	\$35,210	\$32,399
Other Income/Expense												
Minority Interest in MTMC Operations	(\$264,195)	\$1,686	(\$598,709)	(\$443,877)	(\$295,078)	(\$747,794)	(\$505,890)	\$1,421,946	\$95,636	(\$16,292)	\$220,938	(\$420,714)
Minority Interest in MTMC Investments	109,998	6,912	72,800	75,107	70,483	60,095	41,557	23,519	97,626	9,833	(34,303)	2,197
Total Other Income/Expense	(\$154,197)	\$8,598	(\$525,909)	(\$368,770)	(\$224,595)	(\$687,699)	(\$464,333)	\$1,445,465	\$193,262	(\$6,459)	\$186,635	(\$418,517)
Net Income (loss)	(\$161,252)	\$95,316	(\$465,782)	(\$330,323)	(\$173,595)	(\$655,013)	(\$431,440)	\$1,469,373	\$243,979	(\$33,433)	\$221,845	(\$386,118)

Rolling 12 Month Financial Statements

ASSETS	May 2017	June 2017	July 2017	August 2017	September 2017	October 2017	November 2017	December 2017	January 2018	February 2018	March 2018	April 2018
CURRENT ASSETS												
Cash and cash equivalents	\$1,121,608	\$1,050,706	\$1,006,299	\$1,042,680	\$968,939	\$832,628	\$852,538	\$742,485	\$1,206,877	\$1,092,996	\$977,959	\$939,515
Umpqua Investments	701,958	705,896	705,783	705,395	705,471	705,675	704,921	708,177	707,032	705,758	705,035	705,035
Investments - CDARS	0	0	0	0	0	0	0	0	0	0	0	0
Due from Calaveras County	0	0	144,984	154,166	231,249	308,332	385,415	462,498	33,294	116,529	199,764	282,999
Security Deposit	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Interest Receivable	0	0	0	0	0	0	0	0	0	0	0	0
Accounts Receivable (net)	52,661	141,133	71,367	66,601	119,031	123,727	59,132	119,322	117,180	55,601	62,399	54,581
Prepaid expenses and other	13,774	25,700	23,313	20,925	18,538	16,150	13,763	11,375	8,988	6,600	4,213	1,825
Total current assets	\$1,890,001	\$1,923,435	\$1,951,746	\$1,989,768	\$2,043,229	\$1,986,512	\$2,015,768	\$2,043,858	\$2,073,371	\$1,977,484	\$1,949,370	\$1,983,955
Minority Interest in MTMC	\$15,419,059	\$15,427,656	\$14,901,747	\$14,532,977	\$14,308,382	\$13,620,683	\$13,156,350	\$14,601,815	\$14,795,077	\$14,788,618	\$14,975,253	\$14,556,736
PROPERTY, PLANT AND EQUIPMENT												
Land and land improvements	\$1,339,593	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564	\$1,339,564
Buildings and improvements	4,570,496	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729	4,568,729
Construction in Progress (Valley Springs)	348,716	351,465	353,791	358,893	358,893	361,810	363,628	364,038	364,038	407,134	463,639	467,289
Equipment	698,157	698,157	698,157	698,157	698,157	698,157	698,157	698,156	698,156	698,156	698,156	698,156
Total gross PPE	\$6,956,962	\$6,957,915	\$6,960,241	\$6,965,343	\$6,965,343	\$6,968,260	\$6,970,078	\$6,970,487	\$6,970,487	\$7,013,583	\$7,070,088	\$7,073,738
Accumulated Depreciation	(5,360,001)	(5,284,363)	(5,285,841)	(5,288,165)	(5,290,491)	(5,292,815)	(5,296,282)	(5,298,215)	(5,300,149)	(5,302,083)	(5,304,017)	(5,305,951)
Net property, plant and equipment	\$1,596,961	\$1,673,552	\$1,674,400	\$1,677,178	\$1,674,852	\$1,675,445	\$1,673,796	\$1,672,272	\$1,670,338	\$1,711,500	\$1,766,071	\$1,767,787
OTHER ASSETS												
Capitalized Lease Negotiation	262,793	262,793	266,489	267,146	272,929	274,346	277,761	277,761	289,968	318,671	323,587	323,587
Payroll Clearing	0	-	-	-	-	-	-	-	-	-	-	-
Intangible assets	3,273	3,179	3,085	2,991	2,897	2,803	2,709	2,615	2,521	2,427	2,333	2,239
Total other assets	\$266,066	\$265,972	\$269,574	\$270,137	\$275,826	\$277,149	\$280,470	\$280,376	\$292,488	\$321,098	\$325,920	\$325,826
Total assets	\$19,172,087	\$19,290,615	\$18,797,467	\$18,470,060	\$18,302,289	\$17,559,789	\$17,126,384	\$18,598,321	\$18,831,274	\$18,798,701	\$19,016,614	\$18,634,304
LIABILITIES AND NET ASSETS												
CURRENT LIABILITIES												
Accounts payable and accrued expenses	\$73,793	\$133,186	\$106,124	\$106,124	\$112,179	\$27,624	\$27,624	\$33,679	\$27,624	\$27,624	\$27,624	\$33,678
Deferred Rental Revenue	37,974	38,189	38,189	38,189	38,087	38,036	37,986	38,138	38,290	38,290	38,290	38,290
Deferred Tax Revenue	30,440	0	0	0	0	0	0	0	0	0	0	0
Security Deposits	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	4,275
Due to MTMC Corporation - rental clearing	81,734	79,097	76,460	73,824	71,187	68,551	65,914	63,278	60,641	58,004	55,368	52,731
Payroll Liabilities	3,812	4,490	6,825	6,321	8,704	8,460	9,182	8,176	5,690	9,185	7,890	7,280
Total current liabilities	\$231,028	\$258,237	\$230,873	\$227,733	\$233,432	\$145,946	\$143,981	\$146,546	\$135,519	\$136,378	\$132,447	\$136,254
NET ASSETS (Fund Balances)												
Fund balance - District	\$3,388,621	\$3,388,621	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722	\$3,604,722
Fund balance - Minority Interest in MTMC	17,299,217	17,299,217	15,427,656	15,427,656	15,427,656	15,427,656	15,427,656	15,427,656	15,427,656	15,427,656	15,427,656	15,427,656
Fund balance - District CY	133,379	216,101	60,127	104,629	155,753	188,439	221,332	245,239	295,957	268,983	304,193	336,593
Fund balance - Minority Interest CY	(1,880,158)	(1,871,561)	(525,909)	(894,679)	(1,119,273)	(1,806,973)	(2,271,306)	(825,841)	(632,580)	(639,038)	(452,403)	(870,920)
Total net assets	\$18,941,059	\$19,032,378	\$18,566,595	\$18,242,327	\$18,068,857	\$17,413,843	\$16,982,403	\$18,451,775	\$18,695,755	\$18,662,323	\$18,884,167	\$18,498,050
Total Liabilities and net assets	\$19,172,087	\$19,290,615	\$18,797,467	\$18,470,060	\$18,302,289	\$17,559,789	\$17,126,384	\$18,598,321	\$18,831,274	\$18,798,701	\$19,016,614	\$18,634,304

Mark Twain Health Care District
Operating Budget
July 2017 - June 2018

Mark Twain Health Care District
 Budget FY 2018

	2017-2018 BUDGET	Jul '17	Aug '17	Sep '17	Oct '17	Nov '17	Dec '17	Jan '18	Feb '18	Mar '18	Apr '18	May '18	Jun '18
Ordinary Income/Expense													
Income													
550.10 · Rental Revenue	310,044	25,837	25,837	25,837	25,837	25,837	25,837	25,837	25,837	25,837	25,837	25,837	25,837
550.20 · Land Rental Revenue	5,777	481	481	481	481	481	481	481	481	481	481	481	481
550.30 · MOB Lease Rent	226,600	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883
560.10 · District Tax Revenue	925,000	77,083	77,083	77,083	77,083	77,083	77,083	77,083	77,083	77,083	77,083	77,083	77,083
570.10 · Interest Income	11,000	917	917	917	917	917	917	917	917	917	917	917	917
570.20 · Other Miscellaneous Income	1,250	104	104	104	104	104	104	104	104	104	104	104	104
Total Income	1,479,671	123,306	123,306	123,306	123,306	123,306	123,306	123,306	123,306	123,306	123,306	123,306	123,306
Expense													
66000 · Payroll Expense	170,400	14,200	14,200	14,200	14,200	14,200	14,200	14,200	14,200	14,200	14,200	14,200	14,200
710.00 · Insurance	15,000	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
715.23 · Legal Fees	75,000	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250
715.24 · Audit Fees	15,000	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
715.25 · Management Consulting Fees	-	0	0	0	0	0	0	0	0	0	0	0	0
715.26 · Operational Consulting Fees	18,000	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
715.27 · Election Costs	84,500	7,042	7,042	7,042	7,042	7,042	7,042	7,042	7,042	7,042	7,042	7,042	7,042
720.64 · Accounting Services	77,100	6,425	6,425	6,425	6,425	6,425	6,425	6,425	6,425	6,425	6,425	6,425	6,425
731.00 · Community Education & Marketing	20,000	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667	1,667
734.00 · MOB Rent	226,600	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883	18,883
737.01 · Valley Springs Repairs	80,000	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667	6,667
740.86 · Dues and Subscriptions	16,200	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350
740.87 · Outside Training	15,000	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
740.88 · Travel, Meals & Lodging	15,000	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
740.89 · Office Supplies and Expense	15,000	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
740.00 · Other Miscellaneous Expense	8,000	667	667	667	667	667	667	667	667	667	667	667	667
Total Operating Expense	850,800	70,900	70,900	70,900	70,900	70,900	70,900	70,900	70,900	70,900	70,900	70,900	70,900
Operating Income Before Grants and Sponsorships	628,871	52,406	52,406	52,406	52,406	52,406	52,406	52,406	52,406	52,406	52,406	52,406	52,406
716.00 · Sponsorships													
716.07 · Chronic Disease Program	25,000	2,083	2,083	2,083	2,083	2,083	2,083	2,083	2,083	2,083	2,083	2,083	2,083
716.09 · High School Scholarship	4,000	333	333	333	333	333	333	333	333	333	333	333	333
716.15 · Outpatient Telehealth	30,000	-	-	-	-	-	-	-	-	-	-	-	30,000
Total Sponsorships	59,000	2,417	2,417	2,417	2,417	2,417	2,417	2,417	2,417	2,417	2,417	2,417	32,417
717.00 · Golden Health Community Grants	141,000	11,750	11,750	11,750	11,750	11,750	11,750	11,750	11,750	11,750	11,750	11,750	11,750
Total Sponsorships and Grants	200,000	14,167	14,167	14,167	14,167	14,167	14,167	14,167	14,167	14,167	14,167	14,167	44,167
Operating Income after Sponsorships and Grants	428,871	38,239	38,239	38,239	38,239	38,239	38,239	38,239	38,239	38,239	38,239	38,239	8,239
735.00 · Depreciation & Amortization	25,157	2,325	2,325	2,325	2,325	2,325	1,934	1,933	1,933	1,933	1,933	1,933	1,933
TOTAL OPERATING INCOME	403,714	35,914	35,914	35,914	35,914	35,914	36,305	36,306	36,306	36,306	36,306	36,306	6,306

Balance Sheet Budget
July 2017 thru June 2018

ASSETS	July 2017	August 2017	September 2017	October 2017	November 2017	December 2017	January 2018	February 2018	March 2018	April 2018	May 2018	June 2018
CURRENT ASSETS												
Cash and cash equivalents	\$986,953	\$907,783	\$878,188	\$802,768	\$727,348	\$651,928	\$1,085,257	\$1,009,837	\$919,312	\$855,009	\$1,160,706	\$1,066,403
Umpqua Investments	704,292	705,459	706,626	707,793	708,960	710,127	711,294	712,461	713,628	714,795	715,962	717,129
Investments - CDARS	0	0	0	0	0	0	0	0	0	0	0	0
Due from Calaveras County	122,908	199,992	231,250	308,333	385,417	462,500	30,833	107,917	185,000	262,083	(30,833)	46,250
Security Deposit	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Interest Receivable	0	0	0	0	0	0	0	0	0	0	0	0
Accounts Receivable (net)	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500
Prepaid expenses and other	26,114	23,914	21,714	19,514	17,314	15,114	12,914	10,714	8,514	6,314	4,114	1,914
Total current assets	\$1,862,767	\$1,859,648	\$1,860,278	\$1,860,908	\$1,861,539	\$1,862,169	\$1,862,799	\$1,863,429	\$1,848,954	\$1,860,702	\$1,872,449	\$1,854,196
Minority Interest in MTMC	\$15,046,439	\$15,096,015	\$14,990,482	\$14,851,406	\$14,821,116	\$14,888,240	\$14,955,137	\$14,924,462	\$15,019,011	\$14,908,991	\$14,840,398	\$14,865,132
PROPERTY, PLANT AND EQUIPMENT												
Land and land improvements	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593	\$1,339,593
Buildings and improvements	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496	4,570,496
Construction in Progress (Valley Springs)	374,938	401,160	427,382	453,604	479,826	506,048	532,270	558,492	1,224,133	1,863,550	2,502,967	3,142,384
Equipment	698,157	698,157	698,157	698,157	698,157	698,157	698,157	698,157	698,157	698,157	698,157	698,157
Total gross PPE	\$6,983,184	\$7,009,406	\$7,035,628	\$7,061,850	\$7,088,072	\$7,114,294	\$7,140,516	\$7,166,738	\$7,832,379	\$8,471,796	\$9,111,213	\$9,750,630
Accumulated Depreciation	(5,368,359)	(5,370,590)	(5,372,821)	(5,375,052)	(5,377,283)	(5,379,123)	(5,380,962)	(5,382,801)	(5,384,640)	(5,386,479)	(5,388,318)	(5,390,157)
Net property, plant and equipment	\$1,614,825	\$1,638,816	\$1,662,807	\$1,686,798	\$1,710,789	\$1,735,171	\$1,759,554	\$1,783,937	\$2,447,739	\$3,085,317	\$3,722,895	\$4,360,473
OTHER ASSETS												
Capitalized Lease Negotiation	262,793	271,543	280,293	289,043	297,793	306,543	315,293	324,043	332,793	341,543	350,293	359,043
Payroll Clearing	-	-	-	-	-	-	-	-	-	-	-	-
Intangible assets	3,085	2,991	2,897	2,803	2,709	2,615	2,521	2,427	2,333	2,239	2,145	2,051
Total other assets	\$265,878	\$274,534	\$283,190	\$291,846	\$300,502	\$309,158	\$317,814	\$326,470	\$335,126	\$343,782	\$352,438	\$361,094
Total assets	\$18,789,909	\$18,869,013	\$18,796,757	\$18,690,958	\$18,693,945	\$18,794,738	\$18,895,304	\$18,898,298	\$19,650,830	\$20,198,792	\$20,788,181	\$21,440,896
LIABILITIES AND NET ASSETS												
CURRENT LIABILITIES												
Accounts payable and accrued expenses	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500	\$37,500
Deferred Rental Revenue	\$37,974	37,974	37,974	37,974	37,974	37,974	37,974	37,974	37,974	37,974	37,974	37,974
Deferred Tax Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Security Deposits	\$3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275	3,275
Due to MTMC Corporation - rental clearing	\$77,000	74,363	71,726	69,089	66,452	63,815	61,178	58,541	55,904	53,267	50,630	47,993
Payroll Liabilities	\$8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500
Total current liabilities	\$164,249	\$161,612	\$158,975	\$156,338	\$153,701	\$151,064	\$148,427	\$145,790	\$143,153	\$140,516	\$137,879	\$135,242
LONG TERM LIABILITIES												
Construction Loan	26,222	26,222	26,222	26,222	26,222	26,222	26,222	26,222	650,536	1,274,848	1,899,160	2,523,472
NET ASSETS (Fund Balances)												
Fund balance - District	\$3,513,335	\$3,505,835	\$3,502,085	\$3,498,335	\$3,494,585	\$3,490,835	\$3,487,085	\$3,483,335	\$3,479,585	\$3,475,835	\$3,472,085	\$3,468,335
Fund balance - Designated for Debt Service Reserve	\$3,750	\$7,500	\$11,250	\$15,000	\$18,750	\$22,500	\$26,250	\$30,000	\$33,750	\$37,500	\$41,250	\$45,000
Fund balance - Minority Interest in MTMC	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957	15,093,957
Fund balance - District CY	35,914	71,829	107,743	143,657	179,571	215,485	251,399	287,313	323,227	359,141	395,055	430,969
Fund balance - Minority Interest CY	(47,518)	2,058	(103,475)	(242,551)	(272,841)	(205,717)	(138,820)	(169,495)	(74,946)	(184,966)	(253,559)	(228,825)
Total net assets	\$18,599,438	\$18,681,179	\$18,611,560	\$18,508,398	\$18,514,022	\$18,617,452	\$18,720,655	\$18,726,286	\$18,857,141	\$18,783,428	\$18,751,141	\$18,782,181
Total Liabilities and net assets	\$18,789,909	\$18,869,013	\$18,796,757	\$18,690,958	\$18,693,945	\$18,794,738	\$18,895,304	\$18,898,298	\$19,650,830	\$20,198,792	\$20,788,181	\$21,440,896

Footnotes:

- 1) Interest on Construction loan for Valley Springs Clinic is capitalized during construction. Payments in approx. March '18 thru June '18 impact Cash Flow but not the P & L.
- 2) Payments to Aspen Street Architects for services rendered on Valley Springs Clinic project are capitalized. Payments impact Cash Flow but not the P & L.
- 3) Per USDA loan agreement, District must establish one years' payments as a reserve. One tenth per year for ten years. Per Auditor/Loan Facilitator, funds are not required to be separated into a special bank account. Designating the funds in the District's Equity section is sufficient.
- 4) In the event the District decides to **operate** the Valley Springs Clinic, the District would be obligated to pay \$1,200,000 for IT infrastructure and furniture, at the end of construction.

Mark Twain Healthcare District
Simplified Cash Flow
April 2018

CASH RECEIVED

Mark Twain Medical Center	\$	23,200
Stockton Cardiology		3,392
Mark Twain Medical Center		14,938
Rental Income - Valley Springs		2,500
Jake Koplen		963
Calaveras County		
Umpqua Bank		248
GHA payments		-
reimbursement - VS PG&E		1,234
reimbursement - MTMC utilities		57,776
Total Cash Received in Month	\$	<u>104,249</u>

Comment

NOV Pymt-Hospital Lease Agreement
MOB rental suite 101
Nov Pymt-MOB rental suites 102,103,104,105
1 Months+deposit
Land Lease - parcel #5
Property Tax Refund
Money Market interest/Investments
Against Expense
utilities

CASH PAID OUT

IRS/EDD - Payroll & Taxes		19,367
Check Register	\$	<u>123,326</u>
NET CHANGE IN CASH BALANCE	\$	<u>(38,444)</u>

See check register for detail

Mark Twain Healthcare District
Check Register
April 2018

Type	Date	Num	Name	Memo	Clr	Split	Amount
100.30 - Umpqua Bank Checking							
Check	04/03/2018	14523	San Andreas Medical & Professional Office		√	-SPLIT-	(18,853.09)
Check	04/03/2018	14524	CPUD plant maint		√	-SPLIT-	(1,047.35)
Check	04/03/2018	14525	San Andreas Sanitary District-plant maint		√	730.79 · Water/Sewer	(8,675.92)
Check	04/03/2018	14526	PG&E 46578486352 VS Clinic # 10		√	730.77 · Electricity	(148.89)
Check	04/03/2018	14527	PG&E 46995152991 VS Clinic # 9		√	730.77 · Electricity	(197.06)
Check	04/03/2018	14528	CCWD		√	-SPLIT-	(85.21)
Check	04/03/2018	14529	Peggy Stout		√	740.88 · Travel, Meals & Lodging	(125.73)
Check	04/03/2018	14530	Your Type		√	-SPLIT-	(200.51)
Check	04/03/2018	14531	Debbie Sellick	VOID:	√	740.88 · Travel, Meals & Lodging	0.00
Check	04/03/2018	14532	Susan Atkinson		√	740.88 · Travel, Meals & Lodging	(401.45)
Check	04/03/2018	14533	Municipal Capital Markets		√	715.26 · Operational Consulting	(5,000.00)
Check	04/03/2018	14534	AT&T 795-2997749		√	730.85 · Telephone	(81.01)
Check	04/03/2018	14535	Suburban Propane-Ortho		√	730.78 · Natural Gas	(429.20)
Check	04/03/2018	14536	City of Angels		√	730.79 · Water/Sewer	(170.40)
Check	04/03/2018	14537	Streamline	Invoice 96546	√	740.89 · Office Supplies and Expense	(200.00)
Check	04/03/2018	14538	Mark Twain Medical Center		√	-SPLIT-	(444.43)
Check	04/09/2018	14539	CPUD plant maint		√	-SPLIT-	(940.63)
Check	04/09/2018	14540	Randy Smart			740.89 · Office Supplies and Expense	(15.00)
Check	04/09/2018	14541	Debbie Sellick		√	740.88 · Travel, Meals & Lodging	(107.69)
Check	04/09/2018	14542	AT&T OneNet		√	730.85 · Telephone	(1,329.43)
Check	04/09/2018	14543	Calaveras Telephone		√	730.85 · Telephone	(407.10)
Check	04/09/2018	14544	Columbia Communications, Inc.		√	730.85 · Telephone	(664.00)
Check	04/09/2018	14545	PG&E 89195984003 Cancer/Infusion		√	-SPLIT-	(478.44)
Check	04/09/2018	14546	PG&E 74021406306 SAFMC		√	730.77 · Electricity	(529.11)
Check	04/09/2018	14547	PG&E 71068388090 Pain Mgmt		√	-SPLIT-	(394.49)
Check	04/09/2018	14548	PG&E 39918320076 Cancer		√	-SPLIT-	(229.45)
Check	04/09/2018	14549	J.S. West		√	730.78 · Natural Gas	(619.25)
Check	04/09/2018	14550	Tribble and Ayala		√	715.22 · Accounting Fees	(85.50)
Check	04/09/2018	14551	AT&T 457-7		√	730.85 · Telephone	(4.67)
Check	04/09/2018	14552	AT&T 0518795579001		√	-SPLIT-	(37.44)
Check	04/09/2018	14553	PG&E 42630399709 Hospital		√	730.78 · Natural Gas	(10,201.64)
Check	04/09/2018	14554	PG&E 2306121143-1 ortho		√	730.77 · Electricity	(516.17)
Check	04/10/2018	14555	CPPA Plant Maint		√	730.77 · Electricity	(21,166.50)
Check	04/10/2018	14556	Campora Propane	Acct # 502288	√	-SPLIT-	(408.25)
Check	04/10/2018	14557	Kittelson & Associates			152.92 · CIP - VS Clinc Land Costs	(1,750.00)
Check	04/17/2018	14558	Mark Twain Healthcare District		√	100.50 · Bank of Stockton	0.00
Check	04/19/2018	14559	CCWD		√	-SPLIT-	(844.20)
Check	04/19/2018	14560	Mosbaugh Properties-Arnold			-SPLIT-	(666.66)
Check	04/19/2018	14561	AT&T 754-9362			730.85 · Telephone	(731.71)
Check	04/19/2018	14562	Campora Propane	Acct # 502288		-SPLIT-	(270.64)
Check	04/19/2018	14563	Your Type		√	-SPLIT-	(201.61)
Check	04/19/2018	14564	Cal.net-Motherlode			740.89 · Office Supplies and Expense	(4.58)
Check	04/19/2018	14565	Clark Pest Control			737.01 · Valley Springs Rental	(95.00)

Mark Twain Healthcare District
Check Register
 April 2018

<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Clr</u>	<u>Split</u>	<u>Amount</u>
Check	04/19/2018	14566	Cardmember Service			740.89 · Office Supplies and Expense	(141.28)
Check	04/19/2018	14567	Common Ground Senior Services		√	717 · Golden Health Community Grants	(10,000.00)
Check	04/19/2018	14568	Friends of the Calaveras County Fair			717 · Golden Health Community Grants	(2,400.00)
Check	04/19/2018	14569	Calaveras County Seniors' Center		√	717 · Golden Health Community Grants	(4,000.00)
Check	04/19/2018	14570	Mind Matters		√	717 · Golden Health Community Grants	(1,605.00)
Check	04/19/2018	14571	Murphys Senior Center			717 · Golden Health Community Grants	(8,920.00)
Check	04/19/2018	14572	Blue Mountain Coalition			717 · Golden Health Community Grants	(2,500.00)
Check	04/19/2018	14573	Sierra Hope		√	717 · Golden Health Community Grants	(12,500.00)
Check	04/19/2018	14574	Mark Twain Hospital Foundation			740.90 · Other Miscellaneous Expenses	(600.00)
Check	04/19/2018	14575	Sutter Health Medical Physics Center			152.92 · CIP - VS Clinc Land Costs	(1,900.00)
TOTAL							(123,325.69)

**Mark Twain Health Care District
List of Renters and Leases
April 30, 2018**

5/14/2018

Name	Contract Date	Commencement Date	CPI Increase Date	Lease Term	expire date	MOB Suite	Location	District Pays Utilities	Type	Monthly Rent	Sq ft Rate	CAM	Total	Sq Ft.	Comments
						First Floor	704 Mountain Ranch Rd, Building E								
Stockton Cardiology	8/15/2007	8/14/2017	7/14/2018	3 years	8/14/2020	101	see above	N	Office	\$ 2,839.30	2.23	\$ 552.50	\$ 3,391.80	1,276	Current thru 04/2018
Multi-Specialty Clinic	9/1/2012	9/1/2017	8/1/2018	5 years	9/1/2022	102	see above	Y	Clinic	\$ 2,768.57	2.17	\$ 552.50	\$ 3,321.07	1,276	Current thru 04/2018
San Andreas FMC	7/1/2014	7/1/2014	5/1/2019	5 years	7/1/2019	103/104	see above	Y	Clinic	\$ 7,244.50	3.14	*	\$ 7,244.50	2,304	Current thru 04/2018
San Andreas FMC	7/1/2014	7/1/2014	5/1/2019	5 years	7/1/2019	105	see above	Y	Office	\$ 3,870.46	2.35	\$ 552.50	\$ 4,422.96	1,644	Current thru 04/2018
Total MOB lease income										\$ 16,722.83		\$ 1,657.50	\$ 18,380.33	6,500	
Valley Springs Rental															
Resource Connection	3/1/2018	3/1/2018	2/1/2019	1 Year	3/1/2019	N/A	1934 Highway 26	Y	Office	\$ 750.00	N/A	N/A	\$ 750.00		Current thru 04/2018
Hospital Lease Agreement w/ Corporation															
Mark Twain Medical Center	1/1/1990	1/1/1990		30 years	12/31/2019		768 Mountain Ranch	Reimburse	Hospital	\$ 23,200.00		NA	\$ 23,200.00		
Office Lease															
San Andreas Medical and Professional Offices (Diede)	3/1/2007	3/1/2007		20 years	2/28/2027	First Floor	704 Mountain Ranch Rd, Building E	N	Office	\$ 15,959.70		\$ 2,893.39	\$ 18,853.09	6,500	Rent increases 3% each year.
Land Lease															
Jake Koplen	5/3/1994	5/3/1994		50 years	5/2/2044		Parcel 5, 700 Mountain Ranch Road, MOB Bldgs A, B, C	Y	Land	\$ 481.42		NA	\$ 481.42	NA	At term of lease Improvements (buildings) become District property. May terminate lease after 35 years and purchase Improvements.
San Andreas Medical and Professional Offices (Diede)	5/20/2004	5/20/2004		50 years	5/19/2054		Parcel 3, Building E (MOB Property)	N	Land	\$ 1 / Yr		NA	\$ 1 / Yr	NA	At term of lease Improvements (buildings) become District property. May terminate lease after 35 years and purchase Improvements.

* CAM charges included in rent

**Mark Twain Healthcare District
Miscellaneous Expense
April 2018**

	<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Amount</u>	<u>Balance</u>
740.00 - Miscellaneous							
740.86 - Dues & Subscriptions							
	General Journal	04/30/2018	11397		amortize 1 mo	1,137.51	1,137.51
Total 740.86 - Dues & Subscriptions						<u>1,137.51</u>	<u>1,137.51</u>
740.88 - Travel, Meals & Lodging							
	Check	04/03/2018	14529	Peggy Stout	Jan - March 2018 Mileage	125.73	125.73
	Check	04/03/2018	14531	Debbie Sellick	Jan - Mar 2018 Mileage	0.00	125.73
	Check	04/03/2018	14532	Susan Atkinson	Reimburse for mileage - March 2018	401.45	527.18
	Check	04/09/2018	14541	Debbie Sellick	Jan - Mar 2018 mileage	107.69	634.87
Total 740.88 - Travel, Meals & Lodging						<u>634.87</u>	<u>634.87</u>
740.89 - Office Supplies and Expense							
	Check	04/03/2018	14530	Your Type	Inv 196	45.00	45.00
	Check	04/03/2018	14530	Your Type	Inv 195	155.51	200.51
	Check	04/03/2018	14537	Streamline	Monthly member fee - inv 97134	200.00	400.51
	Check	04/03/2018	14538	Mark Twain Medical Center	3/9/18 breakfast and reception	304.43	704.94
	Check	04/03/2018	14538	Mark Twain Medical Center	3/28/18 Breakfast	140.00	844.94
	Check	04/09/2018	14540	Randy Smart	Notary - vs clinic	15.00	859.94
	Check	04/19/2018	14563	Your Type	Inv 197	89.00	948.94
	Check	04/19/2018	14563	Your Type	Inv 199	112.61	1,061.55
	Check	04/19/2018	14564	Cal.net-Motherlode	Email account	4.58	1,066.13
	Check	04/19/2018	14566	Cardmember Service	April 2018 Statement	141.28	1,207.41
Total 740.89 - Office Supplies and Expense						<u>1,207.41</u>	<u>1,207.41</u>
740.90 - Other Miscellaneous Expenses							
	Check	04/19/2018	14574	Mark Twain Hospital Foundation	Doris Barger Golf Outing - Foursome and Dinner	600.00	600.00
	Check	04/30/2018			Service Charge	47.50	647.50
Total 740.90 - Other Miscellaneous Expenses						<u>647.50</u>	<u>647.50</u>
Total 740.00 - Miscellaneous						<u>3,627.29</u>	<u>3,627.29</u>
						<u>3,627.29</u>	<u>3,627.29</u>

MARK TWAIN HEALTH CARE DISTRICT

STATEMENT OF REVENUES & EXPENSES

FISCAL YEAR 2019

TOTAL

INCOME

550.10 · Rental Revenue	728,633
550.20 · Land Rental Revenue	5,777
550.30 · MOB Rental Revenue	227,181
560.10 · District Tax Revenue	992,000
570.10 · Interest Income (Investments)	120,000
570.20 · Other Miscellaneous Income	-
570.30 · Lease Interest Income	397,712
580.10 · Investment Income	-

TOTAL INCOME	<u>2,471,303</u>
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EXPENSE

66000 · Payroll Expenses	16,184
700.00 · Benefits	5,300
705.10 · Salaries	220,000
710.81 · Insurance - D & O	20,000
715.23 · Legal Fees	45,000
715.24 · Audit Fees	11,000
715.26 · Operational Consulting	60,000
720.64 · Accounting Services	70,000
731 · Community Education & Marketing	20,000
734.00 · MOB Rent	233,024
735.00 · Depreciation & Amortization	36,045
740.86 · Dues & Subscriptions	19,000
740.87 · Outside Training/Conferences	15,000
740.88 · Travel, Meals & Lodging	15,000
740.89 · Office Supplies and Expense	20,000
740.90 · Other Miscellaneous Expenses	5,000

FROM: Grants & Sponsorships	635,000
FROM: Valley Springs Clinic	50,000
FROM: Utilities	675,000
FROM: Debt Service	73,347

TOTAL EXPENSES	<u>2,243,901</u>
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NET INCOME / <LOSS>	<u>227,402</u>
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MARK TWAIN HEALTH CARE DISTRICT

BALANCE SHEET

FISCAL YEAR 2019

JUN

Projected
FY2018

ASSETS

Cash and Cash Equivalents	12,016,306	939,515
Umpqua Investments	705,035	705,035
Due from Calaveras County	49,600	45,000
Accounts Receivable (net)	55,000	55,000
Prepaid Expenses	20,000	20,000
Total Current Assets	<u>12,845,941</u>	<u>1,764,550</u>

Minority Interest in MTMC	295,900	14,795,900
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Property Plant & Equipment	7,206,450	6,606,450
Construction in Progress (Valley Springs)	5,106,190	467,289
Accumulated Depreciation	<u>(5,333,027)</u>	<u>(5,309,819)</u>
Net PP&E (Capital Assets)	6,979,613	1,763,920

Capital Leaseback	8,301,888	0
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Capitalized Lease Negotiation	312,801	323,587
Intangible Assets	0	2,051

Total Assets	<u>28,736,143</u>	<u>18,650,008</u>
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LIABILITIES

Accounts Payable & Accrued Expenses	34,000	34,000
Deferred Rent Revenue	4,838,290	38,290
Security Deposits	4,275	4,275
Due to MTMC - Rental Clearing	-	47,457
Payroll Liabilities	8,500	8,500

USDA Construction Loan	5,106,190	0
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Total Liabilities	<u>9,991,255</u>	<u>132,522</u>
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NET POSITION (FUND BALANCE)

Capital Replacement Reserve	7,000,000	-
Debt Service Reserve	32,000	-
Invested in Capital Assets	10,175,311	1,763,920
Unrestricted Fund Balance	1,537,577	16,753,566

Total Fund Balance	<u>18,744,888</u>	<u>18,517,486</u>
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Total Liabilities and Fund Balance	<u>28,736,143</u>	<u>18,650,008</u>
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Mark Twain Health Care District Budget 2018-2019

Budget Assumptions

1. Measure A will be approved by the voters and the lease will be consummated on June 30, 2018
2. \$12M will be invested on or about October 2018 and generate 1.5% interest
3. Depreciation/amortization is calculated based on a full 30-year lease
4. The District will donate \$500,000 this fiscal year (May-June 2019) to the MTMC Foundation and defer the remaining donation to the next fiscal year; the second donation will have to occur very early in the next budget cycle to meet the terms of the lease.
5. First year of the USDA loan payments are interest only payments
6. Minority interest in MTMC will be recorded using the "equity" method (the number will track with the financial performance of MTMC)
7. The first USDA loan draw will be reimbursement to the District for money already spent

Golden Health Community Grants Awarded on April 25, 2018

Applicant	Award
Common Ground Senior Services	\$10,000.00
Friends of the Calaveras County Fair	\$2,400.00
Calaveras County Seniors' Center, Inc	\$4,000.00
Mind Matters	\$ 1,605.00
Murphys Senior Center	\$ 8,920.00
Blue Mountain Coalition for Youth & Families	2,500.00
Sierra HOPE	\$12,500.00
Total Awarded \$ 41,925.00	

ADVERTISEMENT TO BID

Notice is here given that Mark Twain Health Care District, (MTHCD) and the United States Department of Agriculture (USDA) Rural Development Department, referred to as the Owners, will receive sealed proposals for the furnishing of all labor, materials, transportation, equipment and services necessary for the completed design and construction of the “**Valley Springs Medical Center**” project. Bids will be received at the Architect’s Office, located at 494 N. Main Street, Angels Camp, CA until **10:00 AM on July 03, 2018**. Bids will be publicly opened, examined and tabulated in the Architect’s Conference Room. Administrator’s designated staff will present the bid tabulations to the Board of Directors at their scheduled meeting after bid opening. Only the Board of Directors of Mark Twain Health Care District has the authority to award the contract to the lowest responsible bidder meeting the bid specifications or reject all bids.

The Mark Twain Health Care District – Valley Springs Medical Center project is a New Outpatient OSHPD-3 Primary Care Clinic for Mark Twain Health Care District. Services rendered will be Outpatient Medical Care on a less than 24-hour basis to persons who are not rendered incapable of self-preservation by the services provided. Services will be, a Rural Health Clinic with a Women’s Health Component and Minor Radiology. There will be no medical gasses. There will be Exam Rooms, a Treatment Room, Blood Draw Station, Laboratory, a Medication Room, Soiled and Clean Utility Rooms, a Reception/Administration Area, Nurses (MA) Workstations, Public, Patient and Staff Toilets, Janitor Closet, Trash Room, Biological Waste Room, Staff Break/Conference Room, Staff Lockers, Waiting Room, Equipment and Supply Storage Areas, Medical Records Storage Areas, and at the exterior, New Parking and Walk Surfaces, Site Lighting, Landscaping and a Trash Enclosure.

A pre-bid meeting will be held at 10:00 AM on Wednesday, June 06, 2018 at the job site; Vista Del Lago West, Valley Springs, CA 95252. All interested Bidders are mandated to attend the pre-bid meeting. All discussions during the pre-bid meeting will be considered a part of the construction responsibilities of the awarded Contractor.

This project is anticipated to start approximately early August 2018 and is anticipated to have a duration of Two Hundred and Ten (210) consecutive calendar days for completion.

Bid shall not expire for a period of thirty (30) days after the scheduled closing time set for receipt of bids. The Contractor awarded the project will be required to provide 100% Payment Bond and 100% Performance Bond. Contractor shall possess a valid Class B-General Building Contractor license issued by the California Contractors State License Board and must have OSHPD 3 experience.

Drawings and Specifications may be examined at the following locations: MTHCD 768 Mountain Ranch Road, San Andreas, CA 95249; Aspen Street Architects, Inc. Office, 494 N. Main Street, Angels Camp, CA 95222; Builders’ Exchange of Stockton, 7500 Northwest Lane, Stockton, CA 95208 Phone: 209-478-1000, email: planroom@placerbx.com; Valley Builders Exchange, 118 Kansas Avenue, Modesto, CA 95351 Phone: 209-522-9031, Email: abaca@valleybx.com; Sacramento Builders Exchange, 1331 T Street, Sacramento, CA 95812 Phone: 916-442-8991, email: samantha@calbx.com .

Bid Documents will be available electronically at no cost. Plans and Specifications may be obtained from: Aspen Street Architects, Inc., 494 North Main Street, PO Box 370, Angels Camp, CA 95222, Ph. (209) 736-0882, FAX (209) 736-9071, by providing a check in the amount of: \$750.00 non-refundable, made payable to Aspen Street Architects, Inc. for each printed set requested. Contact Aspen Street Architect, Inc., at least 24 hours in advance to arrange for shipping of bid sets.

The low bidder shall be determined on the lowest responsible, responsive base bid using the standard bid format. There will be at least three (3) Bid Alternates required for this bid: 1. Deduct-Alternate #1 – Modification of Cabinet Scope; 2. Add-Alternate #2 – IT Wiring Cable Installation; 3. Deduct-Alternate #3 – Public Sidewalk at Highway 26, required for this bid. Type of bid required will be stipulated sum. No bid will be considered unless it is made on a form provided by the Architect and accompanied by Cashier’s Check or Bidder’s Bond from a surety company registered with the State of California Insurance Commissioner, for 10% of the amount of the bid, made payable to the Owner. Such Cashier’s check or bid bond shall be given as a guarantee that the bidder will execute the Contract, if it be awarded to him, in conformity with the Contract Documents.

Copies of the prevailing rate of per diem wages are on file and open to public inspection at the office of the Owner, and reference is made specifically thereto. The Contractor shall post a copy of the prevailing rate of per diem wages at the job site. Attention is directed to the provisions of Section 1777.5 and 1777.6 of the Labor Code of the State of California concerning employment of apprentices by the Contractor or any Subcontractor under him. The prime Contractor is responsible for compliance with the requirements of Section 1777.6. The project will be required to conform to the requirements in-regard to State prevailing wage, refer to Document 00 21 12 – INSTRUCTIONS TO BIDDERS for Labor Compliance Program.

If you have any questions, **(last date for questions Wednesday, June 27, 2018 at 12:00 Noon)**, you may contact the Architect of Record: Nate Morgan, AOR or Project Architect: Ezra Ivey, PA at (209) 736-0882, Aspen Street Architects, Inc. (ASAI), P.O. Box 370, 494 N. Main St., Angels Camp, CA 95222.

The Owner reserves the right to waive irregularities and reject any or all bids.

Date: May 16, 2018

Signed: _____
Mark Twain Health Care District

Publishing Newspapers: Calaveras Enterprise
Union Democrat
Stockton Record

Advertising dates:

END OF DOCUMENT 00 11 16

VALLEY SPRINGS MED CENTER 1/9/18

ID	Task Mode	Task Name	Duration	Start	Finish	November 11		November 1		March 21		August 11		January 1		May 21	
						7/16	9/24	12/3	2/11	4/22	7/1	9/9	11/18	1/27	4/7	6/16	
1		VS Med Center	393 days	Wed 11/15/17	Fri 5/17/19												
2		Schematic Design	23 days	Wed 11/15/17	Fri 12/15/17												
3		Schematic Approval	2 days	Fri 12/15/17	Mon 12/18/17												
4		Arch Contract Approval															
5		MTHCD	1 day	Tue 11/14/17	Tue 11/14/17												
6		USDA (PAR)	10 days	Wed 11/15/17	Tue 11/28/17												
7		Construction Drawings	70 days	Tue 11/28/17	Mon 3/5/18												
8		USDA P & S REVIEW	11 days	Mon 2/19/18	Mon 3/5/18												
9																	
10		County Permit	45 days	Tue 3/6/18	Mon 5/7/18												
11		Bid Documents															
12		MTHCD Legal Review	22 days	Tue 1/2/18	Wed 1/31/18												
13		USDA BID DOCS	65 days	Mon 2/19/18	Sun 5/20/18												
14		MTHCD "Authorization to Bid"	1 day	Wed 5/23/18	Wed 5/23/18												
15		Bid Phase	30 days	Wed 5/23/18	Tue 7/3/18												
16		USDA BID AWARD INFO.	10 days	Tue 7/3/18	Mon 7/16/18												
17		MTHCD Contract Award	1 day	Tue 7/17/18	Tue 7/17/18												
18		USDA PRECONST MTG	1 day	Fri 7/20/18	Fri 7/20/18												
19		Notice to Proceed	7 days	Fri 7/20/18	Mon 7/30/18												
20																	
21		DEADLINE	0 days	Fri 9/28/18	Fri 9/28/18												

Project: VS Med Project2 5.18.18 Date: Fri 5/18/18	Task		External Milestone		Manual Summary Rollup	
	Split		Inactive Task		Manual Summary	
	Milestone		Inactive Milestone		Start-only	
	Summary		Inactive Summary		Finish-only	
	Project Summary		Manual Task		Deadline	
	External Tasks		Duration-only		Progress	

VALLEY SPRINGS MED CENTER 1/9/18

ID	Task Mode	Task Name	Duration	Start	Finish	September 11		November 1		March 21		August 11		January 1		May 21	
						7/16	9/24	12/3	2/11	4/22	7/1	9/9	11/18	1/27	4/7	6/16	
22		USDA CONST START	1 day	Fri 9/28/18	Fri 9/28/18								I				
23																	
24		Construction	210 days	Mon 7/30/18	Fri 5/17/19												

Project: VSMed Project2 5.18.18
Date: Fri 5/18/18

Task		External Milestone		Manual Summary Rollup	
Split		Inactive Task		Manual Summary	
Milestone		Inactive Milestone		Start-only	
Summary		Inactive Summary		Finish-only	
Project Summary		Manual Task		Deadline	
External Tasks		Duration-only		Progress	

Site Square Footage		sf
Total		96,300
Bldg footprint		10,000
Parking & roads		38,246
Conc Flatwork		3,942
Landscaping		44,112

Opinion of Probable Costs

Key Project Data Information	Total Project	Site	Building	Other Costs non-grant related	ACTUAL SPEND as of 05-10-18	OVER/(UNDER)
Square Footage Totals	10,000	96,300	10,000			
Direct Construction Cost per SQFT	351		260			
Total Construction Cost per SQFT	391		290			
Total Project Cost per SQFT (including Financing)	\$ 546		\$ 389			

Direct Construction Cost						
Direct Construction Cost	\$ 3,475,000	\$ 875,000	\$ 2,600,000			\$ (3,475,000)
Monument Signs	\$ 30,000	\$ 30,000	\$ -			\$ (30,000)
	\$ -	\$ -	\$ -			
Total Direct Construction Cost	\$ 3,505,000	\$ 905,000	\$ 2,600,000	\$ -	\$ -	\$ (3,505,000)

In-Direct Construction Cost						
Labor/Material & Performance Bonds (1.5%)	\$ 52,575	\$ 13,575	\$ 39,000			\$ (52,575)
	\$ -	\$ -	\$ -			
	\$ -	\$ -	\$ -			
Total In-Direct Construction Cost	\$ 52,575	\$ 13,575	\$ 39,000	\$ -	\$ -	\$ (52,575)

Construction Contingencies / Escalation						
		10%				
Building Contingency	\$ 347,500	\$ 87,500	\$ 260,000		\$ 115,820	\$ (231,680)
	\$ -	\$ -	\$ -			
Total Construction Contingencies / Escalation	\$ 347,500	\$ 87,500	\$ 260,000	\$ -	\$ 115,820	\$ (231,680)
Total Construction Budget	\$ 3,905,075	\$ 1,006,075	\$ 2,899,000	\$ -	\$ 115,820	\$ (3,789,255)

Equipment Budget						
Furniture Fixtures and Equipment Allowance	\$ -			\$ 462,000		\$ (462,000)
Graphic / Signage / Artwork / Plants	\$ -					
Nursecall & Code Blue Systems	\$ -					
Intercom/Public Address/Fixed AV	\$ -					
Radio Systems	\$ -					
Dictation Systems	\$ -					
Security/Video Surveillance/Access Control	\$ -					
Television	\$ -					
Structured Cabling / IT Allowance	\$ -			\$ 330,000		\$ (330,000)
PBX -Telecom (includes VM)	\$ -					
Desktop Devices (Desktops, Laptops, Handhelds & Printers)	\$ -					
Network Electronics	\$ -					
Software Applications (Installation, Licenses etc.)	\$ -					
Time & Attendance	\$ -					
IT Construction Project Mgmt	\$ -					
IT Construction 3rd Party Resources	\$ -					
Other Equipment Costs	\$ -					
Total Equipment Budget	\$ -	\$ -	\$ -	\$ 792,000	\$ -	\$ (792,000)

Site Square Footage	sf
Total	96,300
Bldg footprint	10,000
Parking & roads	38,246
Conc Flatwork	3,942
Landscaping	44,112

Opinion of Probable Costs

Key Project Data Information	Total Project	Site	Building	Other Costs non-grant related	ACTUAL SPEND as of 05-10-18	OVER/(UNDER)
Consultant Fees						
Architect/Engineer Fees	\$ 312,870	\$ 78,370	\$ 234,500		\$ 283,101	\$ (29,769)
Equipment Planner Fees	\$ -	\$ -				
Other Consultant Fees	\$ -	\$ -			\$ 6,675	\$ 6,675
Total Consultant Fees Budget	\$ 312,870	\$ 78,370	\$ 234,500	\$ -	\$ 289,776	\$ (23,094)
Administrative Costs						
Permit Fees & Hook ups	\$ 410,000	\$ 260,000	\$ 150,000		\$ 13,698	\$ (396,302)
IOR/Special Inspections	\$ -					\$ -
Site Survey, Testing, Boring & Reports	\$ 67,500	\$ 27,500	\$ 40,000		\$ 15,250	\$ (52,250)
Testing Services	\$ 40,000		\$ 40,000			\$ (40,000)
Legal Fees	\$ 30,000	\$ 10,000	\$ 20,000		\$ 30,871	\$ 871
Move-in Start-up	\$ -			tdb		\$ -
Internal Project Management	\$ -					\$ -
3rd Party Project Management	\$ 100,000	\$ 20,000	\$ 80,000			\$ (100,000)
Other Administrative Costs (includes Commissioning, Auditing, EIR)	\$ -					
Total Administrative Cost	\$ 647,500	\$ 317,500	\$ 330,000	\$ -	\$ 59,820	\$ (587,680)
Land & Site Development						
Land Acquisition	\$ -			\$ 890,000	\$ 903,112	\$ 13,112
Off Site Development	\$ -	tdb				
Total Land & Site Development Budget	\$ -	\$ -	\$ -	\$ 890,000	\$ 903,112	\$ 13,112
Total (Construction+ Equipment + A/E Fees+ Admin Costs)	\$ 4,865,445	\$ 1,401,945	\$ 3,463,500	\$ 1,682,000	\$ 1,368,527	\$ (5,178,918)
Owner Reserves						
Owner's Contingency	\$ 486,545	\$ 140,195	\$ 346,350			
Project Escalation - other than construction	\$ -	\$ -	\$ -			
Total Owner Reserves	\$ 486,545	\$ 140,195	\$ 346,350	\$ -	\$ -	\$ -
Total Project Capital Cost excluding Financing	\$ 5,351,990	\$ 1,542,140	\$ 3,809,850	\$ 1,682,000	\$ 1,368,527	\$ (5,178,918)
Financing Costs (Final)	107,040	30,843	76,197		\$ 16,029	
Total Project Capital Cost including Financing	\$ 5,459,029	\$ 1,572,982	\$ 3,886,047	\$ 1,682,000	\$ 1,384,556	\$ (5,178,918)

Mark Twain Health Care District
 Opinion of Probable Cost
 April 30, 2018

Row Labels	Sum of Amount	OPC Category
Air Permitting Specialists	3,200	Site Survey, Testing, Boring & Reports
Archer Norris	9,288	Legal Fees
Aspen Street Architects	260,531	Architect/Engineer Fees
Calaveras County Planning Department	9,352	Permit Fees & Hook ups
Calaveras County Public Works	1,675	Permit Fees & Hook ups
California Certified Appraisers	500	Site Survey, Testing, Boring & Reports
Cardmember Service	299	Financing Cost
CCWD	1,003	Permit Fees & Hook ups
CSU Stanislaus	225	Permit Fees & Hook ups
First American Title Company	903,112	Land Acquisition
Hendrickson Consulting	15,730	Financing Cost
Kittelson & Associates	20,670	Architect/Engineer Fees
Kleinfelder	9,300	Site Survey, Testing, Boring & Reports
Meyers Nave	21,584	Legal Fees
Michael W. Skenfield	6,675	Other Consultant
Placer Title Company	410	Permit Fees & Hook ups
Van Lieshout, Patrick	115,820	Building Contingency
Wiebe Land Surveying	2,250	Site Survey, Testing, Boring & Reports
CCBD	1,033	Permit Fees & Hook ups
Sutter Health Medical Physics Center	1,900	Architect/Engineer Fees
Grand Total	1,384,556	

**Additional Services #1R to:
Professional Services Work Order #2 between Mark Twain Health Care District
and Aspen Street Architects, Inc.
Valley Springs Medical Center – ASAI# 90056.56
Dated May 4, 2017**

Aspen Street Architects, Inc. (ASAI) agrees to perform the following additional services for Mark Twain Health Care District, Valley Springs Medical Center project:

SCOPE: Revise one exam room pod (3 exam, 1 office) for dental services. Schematic dental layout approved by District (attached). Scope includes 3 dental chairs, associated spaces, and dental vacuum/air.

Consultant to review layout with a dental equipment vendor for confirmation of equipment space.


Resubmittal to County to be revised to incorporate complete design – including structural, mechanical/plumbing and electrical revisions. Consultant to make revisions concurrently with ongoing resubmittal, this may extend resubmittal deadline – consultant to expediate changes as possible.

FEE:

Consultant proposes to complete the above scope of services on a fixed fee basis for an additional fee of **\$14,565.00** to the base contract, exclusive of reimbursable expenses.

Consultant: 
(Signature)

Name: Nathan A. Morgan
Aspen Street Architects, Inc.
Title: President
Address: PO Box 370
Angels Camp, CA 95222
Tel: 209-736-0882
Fax: 209-736-9071
Date: May 8, 2018

Client: 
(Signature)

Name: Dr. Randy Smart, MD, F.A.C.P.
Mark Twain Health Care District
Title: Executive Director
Address: P.O. Box 95
San Andreas, CA 95249
Tel: 209-754-4468
Date: _____

Laguna Gold Mortgage, Inc.

REAL ESTATE CONSULTING AGREEMENT

THIS CONSULTING AGREEMENT (this "Agreement") is made and entered into as of the 5-14-2018 (the "Effective Date") by and between Mark Twain Health Care District (MTHCD) a California Public Agency (the "Client"), and **Laguna Gold Mortgage, Inc.** a California Corporation ("Consultant"). The Client desires to retain Consultant as an independent contractor to perform consulting services for the Client and Consultant is willing to perform such services, on the terms set forth below. In consideration of the mutual promises contained herein, the parties agree as follows:

1. SERVICES AND COMPENSATION

A. The Client agrees to engage Consultant, and Consultant agrees to provide services to the Client, under the terms and conditions herein provided. Consultant agrees to serve the Client by advising and consulting with the Client, other consultants, agents and other parties as may be specified from time to time by Client; including consultation in the following principle areas:

- Review of Mark Twain Health Care District's Valley Springs Medical Clinic project for possible location of a licensed Residential Care Facility for the Elderly (RCFE).
- Conceptual review of the financial integrity and feasibility of the assisted living project.
- Review the project's market and make recommendation for implementation.
- Review of deal proposals, lending programs and methodologies, as appropriate.
- Recommendations for HUD 232 Program lenders and 3rd Party consultants (Feasibility Study and Appraisals).
- Preparation of loan package for submission to HUD 232 Lender
- Other strategic initiatives as identified by the Client

The Primary objective of this agreement is for Consultant to provide support and advice to Client in the negotiations between Client on their proposed plan to utilize land for development of a state licensed Residential Care Facility for the Elderly (RCFE.) The parties acknowledge that Client ownership interest in subject property located approximate to a new Medical Clinic in Valley Springs. The proposed initial study is for the RCFE portion of the development. This agreement shall apply to Client's property, unless a different agreement is separately agreed upon in writing.

Consultant will report to the Client on the status of any reviews and negotiations as they occur.

B. The client shall compensate Consultant for his services hereunder by payment on receipt of written invoice at the rate of **\$150.00 per hour paid compensation for an initial feasibility study and consultation with a not to exceed 10 hours (\$1,500).** If the parties are in agreement to proceed to the next phase, additional services will be available at **\$150.00 per hour to assistance in the preparation of a Request for Proposal for the future development of land using the HUD 232 loan program.** Client will approve in advance and in writing the maximum number of hours per week in the performance of Consultant services. Client

will approve in advance the pay rate of Consultant's employees or 3rd party consultants (i.e. Surveyors, Engineers and Architects), if any.

The Client shall reimburse Consultant for pre-approved and reasonable expenses, such as 3rd party expenses, Marketing Materials, Research Reports and extraordinary travel expenses (i.e. air, rental car & lodging), as incurred by Consultant.

Consultant shall not charge Client for travel time between Consultant's office and Client's offices and site location; Consultant will provide its own customary office supplies, telephone and routine research services at no additional charge. Should Consultant be required to purchase reports or data specifically for Client's project, then Consultant will be allowed to reimbursement as above.

2. Disclosures

The following disclosures are acknowledged as a representation and warranty that the Consultant has the requisite skill necessary to perform the proposed services as noted in Section 1, above.

1. Laguna Gold Mortgage, Inc. (LGM) is a Licensed California Real Estate Broker, General Contractor, and a Commercial Mortgage Broker, along with have ownership interest in and managing executive director for AssistCare Communities of Amador County.
2. LGM, its officers and employees have other affiliated and controlled entities, which there is no previous relationship with the Client and is not aware of any potential conflicts of interest.
3. LGM cannot give legal advice to Client, however LGM has an employee, Pat Keene, Esq on staff as corporate counsel. Client is hereby strongly advised to have all legal documents and transactions reviewed by Client's own legal counsel, before signing. In the course of his normal services Consultant expects to review and comment on various legal documents. Such review is limited to advice on business points and negotiating strategy. Such advice should not be construed as relieving Client from the need to seek appropriate and separate legal advice.
4. The Parties hereto warrant that they are authorized to enter into this agreement.

3. CONFLICT OF INTEREST

Consultant certifies that Consultant has no outstanding agreement or obligation that is in conflict with any of the provisions of this Agreement, or that would preclude Consultant from fully complying with the provisions hereof and further certifies that Consultant will not enter into such conflicting agreement during the term of this Agreement.

4. TERM AND TERMINATION

This Agreement shall be effective as of the Effective Date and shall continue until Consultant's services and reports contemplated hereby shall have been completed and delivered to the Client's satisfaction; however this agreement shall expire after a period of one year from date of execution, unless mutually extended by the parties.

Notwithstanding the foregoing, Either Party may terminate this Agreement for any reason or no reason upon giving three (3) days prior written notice thereof to the other party. The Client may terminate this Agreement immediately and without prior notice if Consultant refuses to or is unable to perform the services hereunder or is in breach of any material provision of this Agreement. Upon such termination all rights and duties of the parties toward each other shall cease except Sections 1B, 2, 5, 6 and 7 shall survive termination or expiration of this Agreement.

5. INDEPENDENT CONTRACTOR

Nothing in this Agreement shall in any way be construed to constitute Consultant as an agent, employee or representative of the Client, but Consultant shall perform the services hereunder as an independent contractor. Consultant acknowledges and agrees that Consultant is obligated to report as income all compensation received by Consultant pursuant to this Agreement, and Consultant acknowledges the obligation to pay all self-employment and other taxes thereon and that he will not be eligible for any employee benefits. Consultant further agrees to indemnify the Client and hold it harmless to the extent of any obligation imposed on the Client (i) to pay withholding taxes or similar items; or (ii) resulting from Consultant's being determined not to be an independent contractor.

6. ARBITRATION

Any dispute or controversy arising under, out of, in connection with or in relation to this Agreement and Consultant's services to the Client or termination by either party shall be determined and settled by final and binding arbitration in Calaveras County, California in accordance with the rules and procedures of the American Arbitration Association, and judgment upon the award may be entered in any court having jurisdiction thereof.

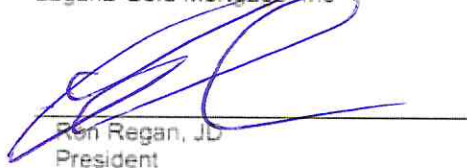
7. MISCELLANEOUS

This Agreement contains the entire agreement between the parties and supersedes all preexisting agreements between them respecting its subject matter. Modification of this Agreement shall only be binding if made in writing and signed by both parties. If any provision of this Agreement shall be held illegal or unenforceable, the validity, legality, or enforceability of the remaining provisions of this Agreement shall not in any way be affected or impaired thereby. The rights and obligations of the Client under this Agreement shall inure to the benefit of and shall be binding upon its subsidiaries, successors and assigns. Consultant shall not be entitled to assign any of his rights or obligations under this Agreement. In the event of any litigation concerning any controversy, claim, or dispute between the parties hereto, arising out of or relating to this Agreement, the breach hereof, or the interpretation hereof, the prevailing party shall be entitled to recover from the other party expenses, including reasonable attorney fees, and costs incurred therein. This Agreement shall be governed and construed in accordance with the laws of the State of California, without regard to the laws that might be applicable under conflicts of laws principles.

IN WITNESS WHEREOF, the parties hereto have executed this **REAL ESTATE CONSULTING AGREEMENT** as of the day and year first above written.

CONSULTANT:

Laguna Gold Mortgage, Inc.



Ron Regan, JD
President

Address
PO Box 338
Jackson, CA. 95642
(209) 223-3583

CLIENT:

Mark Twain Health Care District



Executive Director

5/7/2018