



**Contra
Costa
County**

To: West Contra Costa Healthcare District

From: David Twa, County Administrator

Date: December 10, 2019

Subject: WEST CONTRA COSTA HEALTHCARE DISTRICT - RESOLUTION UPDATING APPOINTMENTS
TO DISTRICT OFFICER POSITIONS

RECOMMENDATION(S):

Acting as the Governing Board of the West Contra Costa Healthcare District:

1. ADOPT Resolution No. 2019/668 updating appointments to the Executive Director, Secretary and Treasurer of the West Contra Costa Healthcare District.

FISCAL IMPACT:

No fiscal impact.

BACKGROUND:

West Contra Costa Healthcare District History

The West Contra Costa Healthcare District (the “District”) struggled financially for decades, experiencing increasing costs, declining reimbursements, and growing service demand from uninsured and underinsured populations. After emerging from bankruptcy in 2006, the District fell deeper into debt. In 2015, it closed its hospital, Doctors Medical Center, which was a full-service acute care facility with 124 general acute care beds.

☒ APPROVE

☐ OTHER

☒ RECOMMENDATION OF CNTY
ADMINISTRATOR

☐ RECOMMENDATION OF BOARD
COMMITTEE

Action of Board On: **12/10/2019** ☒ APPROVED AS RECOMMENDED ☐ OTHER

Clerks Notes:

VOTE OF SUPERVISORS

AYE: John Gioia, District I Supervisor
Candace Andersen, District II Supervisor
Diane Burgis, District III Supervisor
Karen Mitchoff, District IV Supervisor
Federal D. Glover, District V Supervisor

I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.

ATTESTED: December 10, 2019

David Twa, County Administrator and Clerk of the Board of Supervisors

Contact: Timothy M. Ewell,
(925) 335-1036

By: Stephanie Mello, Deputy

cc:

On October 20, 2016, the District again filed for bankruptcy under chapter 9 of the Bankruptcy Code. Through the bankruptcy, the District sought the bankruptcy court's approval of a plan that allowed the District to modify its debts and on-going costs, emerge from bankruptcy, and begin the process of repaying creditors. The bankruptcy court approved the District's Plan of Adjustment on January 2, 2018, allowing the District to repay certain creditors over a series of years.

BACKGROUND: (CONT'D)

Senate Bill 522 (Glazer)

Senate Bill 522 was introduced by Senator Steve Glazer and proposed the dissolution of the existing elected board of directors of the District, effective January 1, 2019, and required that the Board of Supervisors of the County, at its election, either serve as the District's governing board or appoint a governing board for the District, as specified. Governor Brown signed the bill into law on July 18, 2018.

Board of Supervisors as Governing Board

On September 11, 2018, the Board of Supervisors determined that it would serve as the governing board of the District effective January 1, 2019. Government Code section 54954(a) requires local agencies (including special districts) to provide for the time and place for holding regular meetings.

On January 15, 2019, the Board of Directors adopted Resolution No. 2019/14 setting the time and place of the District's regular meetings consistent with that of the Board of Supervisors' meeting schedule. In addition, the Board appointed the Executive Director, Secretary and Treasurer of the District. As is common with other special districts governed by the Board of Supervisors, the appointments were tied to the following positions in Contra Costa County: the County Administrator as Executive Director, the Chief Assistant Clerk of the Board as Secretary and the Auditor-Controller as Treasurer of the District.

Today's action seeks to update the appointment of the District Treasurer from the County Auditor-Controller to the County Treasurer-Tax Collector and confirm officer appointments previously made by the Board of Directors on January 15, 2019. The County Treasurer-Tax Collector has expertise in managing banking relationships, and appointing the County Treasurer-Tax Collector as the District Treasurer will facilitate management of the District's funds.

CONSEQUENCE OF NEGATIVE ACTION:

The office appointments previously made would remain in place.

CHILDREN'S IMPACT STATEMENT:

No impact.

ATTACHMENTS

Resolution 2019/668