

Tulare Local Health Care District
Board of Directors
Special Meeting Agenda
Tuesday November 14, 2017
Board Convenes at 7:00 pm
Evolutions Fitness & Wellness Center
1425 Prosperity Ave., Tulare CA 93274

Board members in attendance:

Kevin Northcraft
Mike Jamaica
Senovia Gutierrez
Xavier Avila

I. Call to order

Meeting called to order by Chairman Northcraft at 7:05 pm

II. Citizen Requests/Public Comments

Tulare City Councilmember Jose Sigala addressed the Board

III. Update on plans to reopen Evolution Fitness Center

Attorney Dennis Mederos gave the Board an update on the lease agreement between EVO Management Company and the Tulare Local Healthcare District. EVO is a three member limited liability corporation comprised of the Tulare Industrial Site Development Foundation, Tulare Land Development Foundation, and Tulare Hospital Foundation. They are each contributing \$50,000. Paul Atlas will serve as President and Trish Hitlin, President of the Tulare Hospital Foundation will serve in management. The business plan will be reviewed by the District's attorneys, then will be submitted to the Board. Opening date will be determined by the date the HCCA contract is cancelled. EVO Management Company will not own the facility and will not be making money. Employees will be hired by EVO Management and an oversight committee will be selected by the Board. Any operations at Evolutions under the jurisdiction of the California Department of Public Health will be excluded under the agreement.

IV. Discussion and consideration of Resolution No. 856, authorizing former legal counsel Herr Pedersen & Berlund to speak to McCormick Barstow and share with McCormick Barstow privileged information

Xavier Avila made a motion to approve Resolution No. 856. The motion was seconded by Senovia Gutierrez. The motion passed 4 – 0.

- V. Announcement of previously approved resolutions—
- # 853-appointing Larry Blitz to act as District's agent in discussions with the California Department of Public Health, and Sandy Haskins as Chief Administrative Officer in Chapter 9 proceedings
 - #854-revoking Healthcare Conglomerate Associates' authority to act on District's behalf or access District's bank accounts
 - #855-appointing Larry Blitz as Interim Chief Executive Officer and Daniel Heckathorne as Interim Chief Financial Officer

- VI. Interview with Candidates to serve the unexpired term for the Board's District 1 Representative
- Interviews were conducted with Steve Harrell and Phil Smith. Mike Jamaica moved to agendize the appointment of the District 1 representative for the next Board meeting. Xavier Avila seconded the motion. The audience was asked for input. Attorney Dennis Mederos asked that the Board make the decision at this meeting. This was supported by Greg Cotta and Paul Atlas. Xavier Avila then rescinded his second of Mike Jamaica's motion. Mike Jamaica rescinded his original motion. Xavier Avila then moved to appoint Steve Harrell as the District 1 Director. Senovia Gutierrez seconded the motion. The appointment was approved 4-0. Steve Harrell will be sworn in at the next meeting.

- VII. Suspend open session-Recess to closed session (if necessary)
- Conference with Interim Legal Counsel – Existing Litigation (Gov. Code §54956.9)
In re Tulare Local Healthcare District dba Tulare Regional Medical Center; United States Bankruptcy Court Eastern District of California Case No. 17-13797

Chairman Northcraft announced there are no items to discuss in closed session.

- VIII. Adjourn closed Session/reconvene open session (if necessary)--Public report of action taken in closed session, pursuant to Government Code section 54957.1

- IX. Adjournment

Meeting was adjourned at 8:03 p.m.



SENOVIA GUTIERREZ, SECRETARY