



DESERT HEALTHCARE DISTRICT
Finance, Legal, Administration, & Real Estate Committee Meeting
November 10, 2020

A meeting of the Finance, Legal, Administration, & Real Estate Committee of the Desert Healthcare District will be held at 3:30 PM, Tuesday, November 10, 2020, via Zoom using the following link:
<https://us02web.zoom.us/j/84837371547?pwd=MXJTeENUdmRlOGdpbXpjVW1hTWZtZz09>
Password: 406555

Participants will need to download the Zoom app on their mobile devices. Members of the public may also be able to participate by telephone, using the follow dial in information:

Dial in #:(669) 900-6833 To Listen and Address the Board when called upon:
Webinar ID: 848 3737 1547
Password: 406555

AGENDA

I. CALL TO ORDER

II. APPROVAL OF AGENDA

III. PUBLIC COMMENT

At this time, comments from the audience may be made on items not listed on the agenda that are of public interest and within the subject-matter jurisdiction of the District. The Committee has a policy of limiting speakers to not more than three minutes. The Committee cannot take action on items not listed on the agenda. Public input may be offered on an agenda item when it comes up for discussion and/or action.

IV. APPROVAL OF MINUTES

1. F&A Minutes – Meeting October 13, 2020 – Pg. 3-6

ACTION

V. CEO REPORT

VI. CHIEF ADMINISTRATION OFFICER'S REPORT – Pg. 7

1. LPMP Leasing Update – Pg. 8

Information

VII. FINANCIAL REPORTS

ACTION

1. District and LPMP Financial Statements – Pg. 9-19
2. Accounts Receivable Aging Summary – Pg. 20
3. District - Deposits – Pg. 21
4. District - Property tax receipts – Pg. 22
5. LPMP – Deposits – Pg. 23-24
6. District – Check Register – Pg. 25-26
7. Credit Card – Detail of Expenditures – Pg. 27
8. LPMP – Check Register – Pg. 28
9. Retirement Protection Plan Update – Pg. 29
10. Grant Payment Schedule – Pg. 30

VIII. OTHER MATTERS

1. LPMP Landscape Renovation and Fire Alarm Electrical Bid – Pg. 31-33
2. District & RPP Investment Reports 3Q20 – Keith Stribling, Vice President, Senior Portfolio Manager, Highmark Capital – Pg. 34-67

ACTION
Information



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Finance, Legal, Administration, & Real Estate Committee Meeting
November 10, 2020

IX. ADJOURNMENT

If you have any disability which would require accommodation to enable you to participate in this meeting, please email Andrea S. Hayles, Special Assistant to the CEO and Board Relations Officer, at ahayles@dhcd.org or call (760) 323-6110 at least 24 hours prior to the meeting.



DESERT HEALTHCARE DISTRICT
FINANCE, ADMINISTRATION, REAL ESTATE, LEGAL, AND COMMITTEE
MEETING MINUTES
October 13, 2020

Directors Present	District Staff Present	Absent
Chair/Treasurer Mark Matthews President Leticia De Lara, MPH Director Arthur Shorr	Conrado E. Bárzaga, MD, Chief Executive Officer Chris Christensen, Chief Administration Officer Eric Taylor, Accounting Manager Andrea S. Hayles, Clerk to the Board	

AGENDA ITEMS	DISCUSSION	ACTION
I. Call to Order	Chair Matthews called the meeting to order at 3:30 p.m.	
II. Approval of Agenda	Chair Matthews asked for a motion to approve the agenda.	Moved and seconded by Director Shorr and President De Lara to approve the agenda. Motion passed unanimously.
III. Public Comment	There was no public comment.	
IV. Approval of Minutes 1. F&A Minutes – Meeting September 08, 2020	Chair Matthews motioned to approve the September 08, 2020 minutes.	Moved and seconded by President De Lara and Director Shorr to approve the September 08, 2020 meeting minutes. Motion passed unanimously.
V. CEO Report	There was no CEO report.	
VI. Chief Administration Officer’s Report	Chair Matthews reviewed the CAO report with the committee with no questions or concerns of the members.	
VII. Financial Reports 1. District and LPMP Financial Statements 2. Accounts Receivable Aging Summary 3. District – Deposits 4. District – Property Tax Receipts 5. LPMP Deposits 6. District – Check Register 7. Credit Card – Detail of Expenditures 8. LPMP – Check Register 9. Retirement Protection Plan Update	Chair Matthews thoroughly reviewed and discussed the financials with the committee, including Chris Christensen, CAO, describing the retirement protection plan reduction with two retirees reduced from 98 to 96 still employed by the hospital, a net of one increase with the vested, and one payout.	Moved and seconded by Director Shorr and President De Lara to approve the September 2020 District Financial Reports - Items 1-10 and to forward to the Board for approval. Motion passed unanimously.



DESERT HEALTHCARE DISTRICT
FINANCE, ADMINISTRATION, REAL ESTATE, LEGAL, AND COMMITTEE
MEETING MINUTES
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<p>10. Grant Payment Schedule</p>		
<p>VIII. Other Matters</p> <p>1. Gary Dack – Lund & Guttry LLP – FY 2020 Audit Reports – District & RPP</p> <p>a. Communication Letter & Internal Controls Report</p> <p>b. District Audit Report</p> <p>c. RPP Audit Report</p> <p>d. Desert Healthcare Foundation (Informational Purposes Only, Approval during the Foundation’s F&A Committee meeting)</p>	<p>Chair Matthews introduced Gary Dack, CPA, Managing Partner, Lund & Guttry to provide an overview of the audit reports. Mr. Dack provided a summary of the audit, which included no audit adjustments, congratulating Chris Christensen, CAO, and the District for accurate accounting.</p> <p>Mr. Dack described the communication and independent auditor letters with no findings or deficiencies to discuss with a clean opinion presented fairly in all financial aspects. The Statements of Net Position that cover the assets and liabilities, including cash and investments, were highlighted with Mr. Christensen providing an overview of the net pension liability as recorded in the auditor’s report.</p> <p>President De Lara and Director Shorr inquired on the significant upsurge for salaries and increases and the sizable retirement adjustment from the actuarial with Mr. Christensen suggesting Lund and Guttry break out retirement expense of the Retirement Protection Plan from the salaries and benefits as a separate line item.</p>	

**DESERT HEALTHCARE DISTRICT
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<p>2. LPMP Landscape Renovation and Fire Alarm Electrical Bid</p>	<p>President De Lara inquired on the lifetime healthcare duration of benefits. Chair Matthews explained that it pertained to prior directors Mr. and Mrs. Supple suggesting that Lund & Guttry drop “current” from the description of the retiree benefit plan since it applies to prior directors. Concluding the overview of the audit, Chair Matthews, for transparency purposes requested that Mr. Dack provide his contact number to the committee members for any additional questions or concerns.</p> <p>Mr. Dack provided an overview of the Foundation audit, such as the assets grants receivable, liabilities, revenues and expenses, and total investments.</p> <p>Mr. Dack provided a summary of the retirement plan investment audit reports, also answering questions of the committee.</p> <p>Chair Matthews explained that the committee should approve and recommend approval to the Board, and the District and Retirement Protection Plan audit reports as presented.</p> <p>Chris Christensen, CAO, explained the approval of the landscape architect for a complete renovation, describing the bids for the fire</p>	<p>Moved and seconded by Director Shorr and President De Lara to approve the FY 2020 District and Retirement Protection Plan Audit Reports and forward to the Board for approval. Motion passed unanimously.</p>
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DESERT HEALTHCARE DISTRICT
FINANCE, ADMINISTRATION, REAL ESTATE, LEGAL, AND COMMITTEE
MEETING MINUTES
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	<p>alarm and electrical work, explaining that staff met with legal counsel, Jeff Scott and the architect to discuss possible options.</p> <p>At the recommendation of staff, the committee suggested to forward option C to the Board for approval to reject all bids and rebid the project with similar specifications, including Class B licensed contractor and combined landscape renovation and the fire alarm electrical connection.</p> <p>President De Lara motioned, and Director Shorr seconded to recommend approval of option C.</p> <p>Director Matthews recommended confirming with the District’s legal counsel if the rebid could commence without full Board approval. Since the Board previously approved the bidding process, legal counsel, Jeff Scott authorized the committee’s recommendation for rebidding coinciding with the initial Board’s approval of the bidding process.</p>	
<p>IV. Adjournment</p>	<p>Chair Matthews adjourned the meeting at 4:34 p.m.</p>	<p>Audio recording available on the website at http://dhcd.org/Agendas-and-Documents</p>

ATTEST: _____
 Mark Matthews, Chair/Treasurer Finance & Administration Committee
 Desert Healthcare District Board of Directors

Minutes respectfully submitted by Andrea S. Hayles, Clerk of the Board



Chief Administration Officer's Report

November 2020

Staff recently released a Notice Inviting Bids for the landscaping project at the Las Palmas Medical Plaza. A public bid opening was performed on November 4, 2020. Results will be presented at today's meeting.

Las Palmas Medical Plaza - Property Management:

Occupancy:

See attached unit rental status report.

92% currently occupied –

Total annual rent including CAM fees is **\$1,228,399**.

Leasing Activity:

Leasing activity has continued to be slow due to the COVID-19 virus. Rob Wenthold, the broker staff is working with, indicated prospective tenants are apprehensive during this period of time.

Las Palmas Medical Plaza

Unit Rental Status

As of November 1, 2020

Unit	Tenant Name	Deposit	Lease Dates		Term	Unit Sq Feet	Percent of Total	Monthly Rent	Annual Rent	Rent Per Sq Foot	Monthly CAM	Total Monthly Rent Inclg CAM	Total Annual Rent Inclg CAM
			From	To									
											\$ 0.62		
3W, 101	Vacant					1,656	3.36%						
2W, 107	Vacant					1,024	2.07%						
1W, 204	Vacant					1,280	2.59%						
Total - Vacancies						3,960	8.02%						
Total Suites-33 - 31 Suites Occupied		\$ 57,513.50				49,356	92.0%	\$ 74,347.51	\$ 892,170.12	\$ 1.64	\$ 28,019.04	\$ 102,366.55	\$ 1,228,398.60
Summary - All Units													
			Occupied	45,396	92.0%								
			Vacant	3,960	8.0%								
			Pending	0	0%								
			Total	49,356	100%								

DESERT HEALTHCARE DISTRICT
OCTOBER 2020 FINANCIAL STATEMENTS
INDEX
Year to Date Variance Analysis
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Cumulative Profit & Loss Budget vs Actual - District Including LPMP
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Accounts Receivable Aging
Deposit Detail - District
Property Tax Receipts - YTD
Deposit Detail - LPMP
Check Register - District
Credit Card Expenditures
Check Register - LPMP
Retirement Protection Plan Update
Grants Schedule

**DESERT HEALTHCARE DISTRICT
YEAR TO DATE VARIANCE ANALYSIS
ACTUAL VS BUDGET
FOUR MONTHS ENDED OCTOBER 31, 2020**

Scope: \$25,000 Variance per Statement of Operations Summary				
Account	YTD		Over(Under)	Explanation
	Actual	Budget	Budget	
4000 - Income	\$ 2,077,011	\$ 2,581,980	\$ (504,969)	Lower interest income and market fluctuations (net) from FRF investments \$490k; lower grant income \$15k;
5000 - Direct Expenses	\$ 414,796	\$ 561,220	\$ (146,424)	Lower wage related expenses \$56k due to open positions; lower board expenses \$31k; lower education expense \$29k; lower health insurance expense \$25k; lower retirement expense \$2k; lower workers comp expense \$3k
6000-General & Admin Expense	\$ 162,991	\$ 189,980	\$ (26,989)	Lower computer services expense \$8k; lower travel expenses \$7k; higher dues and membership expenses \$5k; lower supplies expenses \$5k; lower meals & entertainment expenses \$4k; lower personnel expense \$3k; lower various \$5k
6445 - LPMP Expense	\$ 323,539	\$ 391,820	\$ (68,281)	Lower landscaping expense \$56k; lower tenant improvement depreciation expense \$9k; lower marketing expense \$5k; higher bank charges \$4k; higher plumbing expense \$3k; lower various \$5k
6500 - Professional Fees Expense	\$ 147,148	\$ 419,544	\$ (272,396)	Lower Professional Services expense \$251k; lower PR/Communications expense \$40k; higher legal expense \$18k
7000 - Grants Expense	\$ 543,731	\$ 1,361,332	\$ (817,601)	Budget of \$4 Million for fiscal year is amortized straight-line over 12-month fiscal year.
Las Palmas Medical Plaza - Net	\$ 92,424	\$ 4,488	\$ 87,936	LPMP expenses lower \$68k; LPMP revenue higher \$20k

Desert Healthcare District
Profit & Loss Budget vs. Actual
July through October 2020

	MONTH			TOTAL		
	Oct 20	Budget	\$ Over Budget	Jul - Oct 20	Budget	\$ Over Budget
Income						
4000 · Income	441,338	645,495	(204,157)	2,077,011	2,581,980	(504,969)
4500 · LPMP Income	103,281	99,077	4,204	415,963	396,308	19,655
4501 · Miscellaneous Income	750	950	(200)	3,000	3,800	(800)
Total Income	545,369	745,522	(200,153)	2,495,974	2,982,088	(486,114)
Expense						
5000 · Direct Expenses	147,606	140,305	7,301	414,796	561,220	(146,424)
6000 · General & Administrative Exp	39,784	47,495	(7,711)	162,991	189,980	(26,989)
6325 · CEO Discretionary Fund	0	2,083	(2,083)	0	8,332	(8,332)
6445 · LPMP Expenses	83,945	97,955	(14,010)	323,539	391,820	(68,281)
6500 · Professional Fees Expense	28,252	104,886	(76,634)	147,148	419,544	(272,396)
6700 · Trust Expenses	7,958	8,792	(834)	36,450	35,168	1,282
Total Expense	307,545	401,516	(93,971)	1,084,924	1,606,070	(521,146)
7000 · Grants Expense	6,448	340,333	(333,885)	543,731	1,361,332	(817,601)
Net Income	231,376	3,673	227,703	867,319	14,692	852,627

Desert Healthcare District
Profit & Loss Budget vs. Actual
 July through October 2020

	MONTH			TOTAL		
	Oct 20	Budget	\$ Over Budget	Jul - Oct 20	Budget	\$ Over Budget
Income						
4000 · Income						
4010 · Property Tax Revenues	516,447	516,447	0	2,065,788	2,065,788	0
4200 · Interest Income						
4220 · Interest Income (FRF)	19,057	86,965	(67,908)	303,209	347,860	(44,651)
9999-1 · Unrealized gain(loss) on invest	(98,815)	33,333	(132,148)	(311,784)	133,332	(445,116)
Total 4200 · Interest Income	(79,758)	120,298	(200,056)	(8,575)	481,192	(489,767)
4300 · DHC Recoveries	56	1,750	(1,694)	7,161	7,000	161
4400 · Grant Income	4,593	7,000	(2,407)	12,637	28,000	(15,363)
Total 4000 · Income	441,338	645,495	(204,157)	2,077,011	2,581,980	(504,969)
4500 · LPMP Income	103,281	99,077	4,204	415,963	396,308	19,655
4501 · Miscellaneous Income	750	950	(200)	3,000	3,800	(800)
Total Income	545,369	745,522	(200,153)	2,495,974	2,982,088	(486,114)
Expense						
5000 · Direct Expenses						
5100 · Administration Expense						
5110 · Wages Expense	118,988	113,645	5,343	332,958	454,580	(121,622)
5111 · Allocation to LPMP - Payroll	(5,161)	(5,166)	5	(20,644)	(20,664)	20
5112 · Vacation/Sick/Holiday Expense	7,476	10,000	(2,524)	36,389	40,000	(3,611)
5114 · Allocation to Foundation	(18,425)	(37,196)	18,771	(91,601)	(148,784)	57,183
5115 · Allocation to NEOPB	(4,412)	(7,571)	3,159	(12,456)	(30,284)	17,828
5119 · Allocation to RSS/CVHIP-DHCF	0	(1,431)	1,431	(903)	(5,724)	4,821
5120 · Payroll Tax Expense	7,272	8,694	(1,422)	24,460	34,776	(10,316)
5130 · Health Insurance Expense						
5131 · Premiums Expense	12,280	16,795	(4,515)	48,082	67,180	(19,098)
5135 · Reimb./Co-Payments Expense	2,250	3,000	(750)	6,084	12,000	(5,916)
Total 5130 · Health Insurance Expense	14,530	19,795	(5,265)	54,166	79,180	(25,014)
5140 · Workers Comp. Expense	(444)	1,193	(1,637)	1,235	4,772	(3,537)
5145 · Retirement Plan Expense	11,581	7,848	3,733	29,290	31,392	(2,102)
5160 · Education Expense	0	7,250	(7,250)	70	29,000	(28,930)
Total 5100 · Administration Expense	131,405	117,061	14,344	352,964	468,244	(115,280)
5200 · Board Expenses						
5210 · Healthcare Benefits Expense	3,264	5,834	(2,570)	12,464	23,336	(10,872)
5230 · Meeting Expense	0	1,667	(1,667)	350	6,668	(6,318)
5235 · Director Stipend Expense	2,520	4,410	(1,890)	7,350	17,640	(10,290)
5240 · Catering Expense	0	708	(708)	0	2,832	(2,832)
5250 · Mileage Reimbursement Expense	0	208	(208)	0	832	(832)
5270 · Election Fees Expense	10,417	10,417	0	41,668	41,668	0
Total 5200 · Board Expenses	16,201	23,244	(7,043)	61,832	92,976	(31,144)
Total 5000 · Direct Expenses	147,606	140,305	7,301	414,796	561,220	(146,424)

Desert Healthcare District
Profit & Loss Budget vs. Actual
 July through October 2020

	MONTH			TOTAL		
	Oct 20	Budget	\$ Over Budget	Jul - Oct 20	Budget	\$ Over Budget
6000 · General & Administrative Exp						
6110 · Payroll fees Expense	207	208	(1)	729	832	(103)
6120 · Bank and Investment Fees Exp	9,672	9,833	(161)	38,232	39,332	(1,100)
6125 · Depreciation Expense	1,102	1,167	(65)	4,408	4,668	(260)
6126 · Depreciation-Solar Parking lot	15,072	15,072	0	60,288	60,288	0
6130 · Dues and Membership Expense	3,733	3,337	396	18,065	13,348	4,717
6200 · Insurance Expense	2,343	2,417	(74)	9,372	9,668	(296)
6300 · Minor Equipment Expense	0	42	(42)	0	168	(168)
6305 · Auto Allowance & Mileage Exp	692	600	92	2,078	2,400	(322)
6306 · Staff- Auto Mileage reimb	0	625	(625)	56	2,500	(2,444)
6309 · Personnel Expense	0	1,167	(1,167)	1,800	4,668	(2,868)
6310 · Miscellaneous Expense	0	42	(42)	0	168	(168)
6311 · Cell Phone Expense	421	776	(355)	2,290	3,104	(814)
6312 · Wellness Park Expenses	0	83	(83)	0	332	(332)
6315 · Security Monitoring Expense	108	42	66	341	168	173
6340 · Postage Expense	470	417	53	942	1,668	(726)
6350 · Copier Rental/Fees Expense	394	458	(64)	1,182	1,832	(650)
6351 · Travel Expense	0	1,667	(1,667)	0	6,668	(6,668)
6352 · Meals & Entertainment Exp	0	875	(875)	0	3,500	(3,500)
6355 · Computer Services Expense	1,591	3,775	(2,184)	6,869	15,100	(8,231)
6360 · Supplies Expense	368	2,167	(1,799)	3,478	8,668	(5,190)
6380 · LAFCO Assessment Expense	1,295	208	1,087	1,727	832	895
6400 · East Valley Office	2,316	2,517	(201)	11,134	10,068	1,066
Total 6000 · General & Administrative Exp	39,784	47,495	(7,711)	162,991	189,980	(26,989)
6325 · CEO Discretionary Fund	0	2,083	(2,083)	0	8,332	(8,332)
6445 · LPMP Expenses	83,945	97,955	(14,010)	323,539	391,820	(68,281)
6500 · Professional Fees Expense						
6516 · Professional Services Expense	14,362	77,198	(62,836)	58,287	308,792	(250,505)
6520 · Annual Audit Fee Expense	1,313	1,313	0	5,252	5,252	0
6530 · PR/Communications/Website	967	11,375	(10,408)	5,795	45,500	(39,705)
6560 · Legal Expense	11,610	15,000	(3,390)	77,814	60,000	17,814
Total 6500 · Professional Fees Expense	28,252	104,886	(76,634)	147,148	419,544	(272,396)
6700 · Trust Expenses						
6720 · Pension Plans Expense						
6721 · Legal Expense	0	167	(167)	0	668	(668)
6725 · RPP Pension Expense	7,500	7,500	0	30,000	30,000	0
6728 · Pension Audit Fee Expense	458	1,125	(667)	6,450	4,500	1,950
Total 6700 · Trust Expenses	7,958	8,792	(834)	36,450	35,168	1,282
Total Expense Before Grants	307,545	401,516	(93,971)	1,084,924	1,606,064	(521,140)
7000 · Grants Expense						
7010 · Major Grant Awards Expense	1,855	333,333	(331,478)	531,094	1,333,332	(802,238)
7027 · Grant Exp - NEOPB	4,593	7,000	(2,407)	12,637	28,000	(15,363)
Total 7000 · Grants Expense	6,448	340,333	(333,885)	543,731	1,361,332	(817,601)
Net Income	231,376	3,673	227,703	867,319	14,692	852,627

Las Palmas Medical Plaza
Profit & Loss Budget vs. Actual
July through October 2020

	MONTH			TOTAL		
	Oct 20	Budget	\$ Over Budget	Jul - Oct 20	Budget	\$ Over Budget
Income						
4500 - LPMP Income						
4505 - Rental Income	75,262	71,672	3,590	302,299	286,688	15,611
4510 - CAM Income	28,019	27,372	647	113,664	109,488	4,176
4513 - Misc. Income	0	33	(33)	0	132	(132)
Total 4500 - LPMP Income	103,281	99,077	4,204	415,963	396,308	19,655
Expense						
6445 - LPMP Expenses						
6420 - Insurance Expense	2,599	2,750	(151)	10,396	11,000	(604)
6425 - Building - Depreciation Expense	21,487	21,879	(392)	85,948	87,516	(1,568)
6426 - Tenant Improvements -Dep Exp	14,916	16,833	(1,917)	58,534	67,332	(8,798)
6427 - HVAC Maintenance Expense	0	1,333	(1,333)	3,625	5,332	(1,707)
6428 - Roof Repairs Expense	0	208	(208)	0	832	(832)
6431 - Building -Interior Expense	4,160	833	3,327	4,160	3,332	828
6432 - Plumbing -Interior Expense	(65)	333	(398)	4,523	1,332	3,191
6433 - Plumbing -Exterior Expense	0	208	(208)	0	832	(832)
6434 - Allocation Internal Prop. Mgmt	5,161	5,166	(5)	20,644	20,664	(20)
6435 - Bank Charges	4,646	1,125	3,521	8,051	4,500	3,551
6437 - Utilities -Vacant Units Expense	198	83	115	934	332	602
6439 - Deferred Maintenance Repairs Ex	0	833	(833)	0	3,332	(3,332)
6440 - Professional Fees Expense	10,117	10,472	(355)	40,468	41,888	(1,420)
6441 - Legal Expense	0	83	(83)	0	332	(332)
6455 - Bad Debt Expense	0			5,543		
6458 - Elevators - R & M Expense	229	1,000	(771)	4,922	4,000	922
6460 - Exterminating Service Expense	175	333	(158)	790	1,332	(542)
6463 - Landscaping Expense	0	14,167	(14,167)	850	56,668	(55,818)
6467 - Lighting Expense	0	500	(500)	0	2,000	(2,000)
6468 - General Maintenance Expense	0	83	(83)	0	332	(332)
6471 - Marketing-Advertising	0	1,250	(1,250)	0	5,000	(5,000)
6475 - Property Taxes Expense	6,000	6,008	(8)	24,000	24,032	(32)
6476 - Signage Expense	0	125	(125)	0	500	(500)
6480 - Rubbish Removal Medical Waste E	1,546	1,583	(37)	4,734	6,332	(1,598)
6481 - Rubbish Removal Expense	4,528	2,250	2,278	11,209	9,000	2,209
6482 - Utilities/Electricity/Exterior	657	625	32	1,849	2,500	(651)
6484 - Utilities - Water (Exterior)	451	625	(174)	2,980	2,500	480
6485 - Security Expenses	7,140	7,167	(27)	29,079	28,668	411
6490 - Miscellaneous Expense	0	100	(100)	300	400	(100)
6445 - LPMP Expenses	83,945	97,955	(14,010)	323,539	391,820	(68,281)
Net Income	19,336	1,122	18,214	92,424	4,488	87,936

Desert Healthcare District
Balance Sheet
As of October 31, 2020

			Oct 31, 20
ASSETS			
Current Assets			
Checking/Savings			
	1000	· CHECKING CASH ACCOUNTS	1,757,187
	1100	· INVESTMENT ACCOUNTS	58,819,343
Total Checking/Savings			60,576,530
Total Accounts Receivable			(7,152)
Other Current Assets			
	1204.1	· Rent Receivable-Deferred COVID	196,422
	1270	· Prepaid Insurance -Ongoing	43,265
	1279	· Pre-Paid Fees	29,468
	1281	· NEOPB Receivable	4,593
	1295	· Property Tax Receivable	1,911,958
Total Other Current Assets			2,185,706
Total Current Assets			62,755,084
Fixed Assets			
	1300	· FIXED ASSETS	4,913,164
	1335-00	· ACC DEPR	(2,093,929)
	1400	· LPMP Assets	6,789,405
Total Fixed Assets			9,608,640
Other Assets			
	1700	· OTHER ASSETS	2,909,152
TOTAL ASSETS			75,272,876

Desert Healthcare District
Balance Sheet
As of October 31, 2020

			Oct 31, 20
LIABILITIES & EQUITY			
Liabilities			
Current Liabilities			
Accounts Payable			
	2000 ·	Accounts Payable	27,420
	2001 ·	LPMP Accounts Payable	5,632
Total Accounts Payable			33,052
Other Current Liabilities			
	2002 ·	LPMP Property Taxes	(11,975)
	2131 ·	Grant Awards Payable	2,396,127
	2133 ·	Accrued Accounts Payable	183,445
	2141 ·	Accrued Vacation Time	60,192
	2188 ·	Current Portion - LTD	9,869
	2190 ·	Investment Fees Payable	6,562
Total Other Current Liabilities			2,644,220
Total Current Liabilities			2,677,272
Long Term Liabilities			
	2170 ·	RPP - Pension Liability	4,634,254
	2171 ·	RPP-Deferred Inflows-Resources	370,700
	2280 ·	Long-Term Disability	28,809
	2281 ·	Grants Payable - Long-term	6,660,000
	2286 ·	Retirement BOD Medical Liabilit	63,850
	2290 ·	LPMP Security Deposits	57,514
Total Long Term Liabilities			11,815,127
Total Liabilities			14,492,399
Equity			
	3900 ·	*Retained Earnings	59,913,158
		Net Income	867,319
Total Equity			60,780,477
TOTAL LIABILITIES & EQUITY			75,272,876

Desert Healthcare District
Balance Sheet
As of October 31, 2020

				Oct 31, 20
ASSETS				
Current Assets				
Checking/Savings				
1000 · CHECKING CASH ACCOUNTS				
		1010 · Union Bank - Checking		1,329,911
		1046 · Las Palmas Medical Plaza		426,776
		1047 · Petty Cash		500
Total 1000 · CHECKING CASH ACCOUNTS				1,757,187
1100 · INVESTMENT ACCOUNTS				
		1130 · Facility Replacement Fund		57,675,702
		1135 · Unrealized Gain(Loss) FRF		1,143,641
Total 1100 · INVESTMENT ACCOUNTS				58,819,343
Total Checking/Savings				60,576,530
Accounts Receivable				
		1201 · Accounts Receivable		
		1204 · LPMP Accounts Receivable		(25,945)
		1205 · Misc. Accounts Receivable		3,124
		1211 · A-R Foundation - Exp Allocation		15,669
Total Accounts Receivable				(7,152)
Other Current Assets				
		1204.1 · Rent Receivable-Deferred COVID		196,422
		1270 · Prepaid Insurance -Ongoing		43,265
		1279 · Pre-Paid Fees		29,468
		1281 · NEOPB Receivable		4,593
		1295 · Property Tax Receivable		1,911,958
Total Other Current Assets				2,185,706
Total Current Assets				62,755,084
Fixed Assets				
1300 · FIXED ASSETS				
		1310 · Computer Equipment		94,034
		1315 · Computer Software		68,770
		1320 · Furniture and Fixtures		33,254
		1325 · Offsite Improvements		300,849
		1331 · DRMC - Parking lot		4,416,257
Total 1300 · FIXED ASSETS				4,913,164

Desert Healthcare District
Balance Sheet
As of October 31, 2020

			Oct 31, 20
1335-00 · ACC DEPR			
		1335 · Accumulated Depreciation	(214,859)
		1336 · Acc. Software Depreciation	(68,770)
		1337 · Accum Deprec- Solar Parking Lot	(1,658,091)
		1338 · Accum Deprec - LPMP Parking Lot	(152,209)
Total 1335-00 · ACC DEPR			(2,093,929)
1400 · LPMP Assets			
		1401 · Building	8,705,680
		1402 · Land	2,165,300
		1403 · Tenant Improvements -New	2,179,721
		1404 · Tenant Improvements - CIP	129,550
		1406 · Building Improvements	
		1406.1 · LPMP-Replace Parking Lot	676,484
		1406.2 · Building Improvements-CIP	66,704
		1406 · Building Improvements - Other	1,559,534
Total 1406 · Building Improvements			2,302,722
		1407 · Building Equipment Improvements	375,185
		1409 · Accumulated Depreciation	
		1410 · Accum. Depreciation	(7,487,622)
		1412 · T I Accumulated Dep.-New	(1,581,131)
Total 1409 · Accumulated Depreciation			(9,068,753)
Total 1400 · LPMP Assets			6,789,405
Total Fixed Assets			9,608,640
Other Assets			
1700 · OTHER ASSETS			
		1731 · Wellness Park	1,693,800
		1740 · RPP-Deferred Outflows-Resources	1,204,238
		1741 · OPEB-Deferrred Outflows-Resourc	11,114
Total Other Assets			2,909,152
TOTAL ASSETS			75,272,876

Desert Healthcare District
Balance Sheet
As of October 31, 2020

				Oct 31, 20
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
		2000 - Accounts Payable		27,420
		2001 - LPMP Accounts Payable		5,632
Total Accounts Payable				33,052
Other Current Liabilities				
		2002 - LPMP Property Taxes		(11,975)
		2131 - Grant Awards Payable		2,396,127
		2133 - Accrued Accounts Payable		183,445
		2141 - Accrued Vacation Time		60,192
		2188 - Current Portion - LTD		9,869
		2190 - Investment Fees Payable		6,562
Total Other Current Liabilities				2,644,220
Total Current Liabilities				2,677,272
Long Term Liabilities				
		2170 - RPP - Pension Liability		4,634,254
		2171 - RPP-Deferred Inflows-Resources		370,700
		2280 - Long-Term Disability		28,809
		2281 - Grants Payable - Long-term		6,660,000
		2286 - Retirement BOD Medical Liabilit		63,850
		2290 - LPMP Security Deposits		57,514
Total Long Term Liabilities				11,815,127
Total Liabilities				14,492,399
Equity				
		3900 - *Retained Earnings		59,913,158
		Net Income		867,319
Total Equity				60,780,477
TOTAL LIABILITIES & EQUITY				75,272,876

Desert Healthcare District
A/R Aging Summary
As of October 31, 2020

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL	COMMENT
Desert Healthcare Foundation-	15,670	0	0	0	0	15,670	Due from Foundation
Desert Oasis Healthcare Medical Group	0	(2,177)	0	0	0	(2,177)	Prepaid
EyeCare Services Partners Management LLC	0	(7,079)	0	0	0	(7,079)	Prepaid
Hassan Bencheqroun, M.D.	0	(2,580)	0	0	0	(2,580)	Prepaid
Laboratory Corporation of America	0	(4,774)	0	0	0	(4,774)	Prepaid
Mark Matthews	0	0	0	0	874	874	Director Premiums
Quest Diagnostics Incorporated	0	(3,864)	0	0	0	(3,864)	Prepaid
Sovereign	750	0	750	750	0	2,250	Slow pay
Steven Gundry, M.D.	0	(5,471)	0	0	0	(5,471)	Prepaid
TOTAL	16,420	(25,945)	(2,097)	750	3,721	(7,151)	

Desert Healthcare District
Deposit Detail
October 2020

Type	Date	Name	Amount
Deposit	10/05/2020		696
		State Compensation Insurance Fund	(444)
		Principal Financial Group	(251)
TOTAL			(695)
Deposit	10/12/2020		8,043
		Riverside County Treasurer - CalFresh	(8,043)
TOTAL			(8,043)
Deposit	10/22/2020		56
		California Business Bureau, Inc.	(56)
TOTAL			(56)
Deposit	10/27/2020		750
Payment	10/27/2020	Sovereign	(750)
TOTAL			(750)
Deposit	10/28/2020		162,968
		Riverside County Treasurer - Property Tax	(162,968)
TOTAL			(162,968)
		TOTAL	172,513

DESERT HEALTHCARE DISTRICT										
PROPERTY TAX RECEIPTS FY 2020 - 2021										
RECEIPTS - FOUR MONTHS ENDED OCTOBER 31, 2020										
	FY 2019-2020 Projected/Actual					FY 2020-2021 Projected/Actual				
	Budget %	Budget \$	Act %	Actual Receipts	Variance	Budget %	Budget \$	Act %	Actual Receipts	Variance
July	2.5%	\$ 168,407	1.3%	\$ -	\$ (168,407)	2.5%	\$ 154,934	0.0%	\$ -	\$ (154,934)
Aug	1.6%	\$ 107,780	1.3%	\$ 207,292	\$ 99,512	1.6%	\$ 99,158	2.4%	\$ 149,547	\$ 50,390
Sep	2.6%	\$ 175,143	2.4%	\$ -	\$ (175,143)	2.6%	\$ 161,131	0.0%	\$ -	\$ (161,131)
Oct	0.0%	\$ -	0.0%	\$ 158,895	\$ 158,895	0.0%	\$ -	2.6%	\$ 162,968	\$ 162,968
Nov	0.4%	\$ 26,945	0.0%	\$ -	\$ (26,945)	0.4%	\$ 24,789	0.0%		
Dec	16.9%	\$ 1,138,429	17.8%	\$ 1,222,723	\$ 84,294	16.9%	\$ 1,047,354	0.0%		
Jan	31.9%	\$ 2,148,868	19.7%	\$ 2,228,697	\$ 79,829	31.9%	\$ 1,976,959	0.0%		
Feb	0.0%	\$ -	13.9%	\$ 69,468	\$ 69,468	0.0%	\$ -	0.0%		
Mar	0.3%	\$ 20,209	0.7%	\$ 71,486	\$ 51,277	0.3%	\$ 18,592	0.0%		
Apr	5.5%	\$ 370,495	5.9%	\$ 405,506	\$ 35,012	5.5%	\$ 340,855	0.0%		
May	19.9%	\$ 1,340,517	20.3%	\$ 101,619	\$ (1,238,897)	19.9%	\$ 1,233,275	0.0%		
June	18.4%	\$ 1,239,473	22.3%	\$ 2,695,867	\$ 1,456,394	18.4%	\$ 1,140,315	0.0%		
Total	100%	\$ 6,736,264	105.6%	\$ 7,161,553	\$ 425,289	100.00%	\$ 6,197,363	5.0%	\$ 312,515	\$ (102,708)

**Las Palmas Medical Plaza
Deposit Detail - LPMP
October 2020**

Type	Date	Name	Amount
Deposit	10/01/2020		3,864
Payment	10/01/2020	Quest Diagnostics Incorporated	(3,864)
TOTAL			(3,864)
Deposit	10/07/2020		2,803
Payment	10/06/2020	Aijaz Hashmi, M.D., Inc.	(2,803)
TOTAL			(2,803)
Deposit	10/08/2020		3,570
Payment	10/07/2020	Desert Family Medical Center	(3,570)
TOTAL			(3,570)
Deposit	10/08/2020		28,881
Payment	10/06/2020	Pathway Pharmaceuticals, Inc.	(2,296)
Payment	10/06/2020	Brad A. Wolfson, M.D.	(3,430)
Payment	10/06/2020	Cohen Musch Thomas Medical Group	(4,261)
Payment	10/06/2020	Cure Cardiovascular Consultants	(2,962)
Payment	10/06/2020	Derakhsh Fozouni, M.D.	(5,969)
Payment	10/06/2020	Palmtree Clinical Research	(6,717)
Payment	10/06/2020	Ramy Awad, M.D.	(3,246)
TOTAL			(28,881)
Deposit	10/09/2020		85,781
Payment	10/08/2020	Desert Regional Medical Center	(5,310)
Payment	10/08/2020	Tenet HealthSystem Desert, Inc	(6,066)
Payment	10/08/2020	Tenet HealthSystem Desert, Inc	(6,066)
Payment	10/08/2020	Desert Regional Medical Center	(5,310)
Payment	10/08/2020	Tenet HealthSystem Desert, Inc.	(31,515)
Payment	10/08/2020	Tenet HealthSystem Desert, Inc.	(31,515)
TOTAL			(85,782)

**Las Palmas Medical Plaza
Deposit Detail - LPMP
October 2020**

Type	Date	Name	Amount
Deposit	10/12/2020		4,184
Payment	10/12/2020	Arrowhead Evaluation Services, Inc.	(1,000)
Payment	10/12/2020	Peter Jamieson, M.D.	(3,184)
TOTAL			(4,184)
Deposit	10/22/2020		7,079
Payment	10/22/2020	EyeCare Services Partners Management LLC	(7,079)
TOTAL			(7,079)
Deposit	10/27/2020		7,648
Payment	10/27/2020	Steven Gundry, M.D.	(5,471)
Payment	10/27/2020	Desert Oasis Healthcare Medical Group	(2,177)
TOTAL			(7,648)
Deposit	10/27/2020		3,864
Payment	10/27/2020	Quest Diagnostics Incorporated	(3,864)
TOTAL			(3,864)
Deposit	10/28/2020		4,774
Payment	10/27/2020	Laboratory Corporation of America	(4,774)
TOTAL			(4,774)
Deposit	10/29/2020		9,660
Payment	10/29/2020	Hassan Bencheqroun, M.D.	(2,580)
Payment	10/29/2020	EyeCare Services Partners Management LLC	(7,079)
TOTAL			(9,659)
		TOTAL	162,108

Desert Healthcare District
Check Register
As of October 31, 2020

Type	Date	Num	Name	Amount
1000 - CHECKING CASH ACCOUNTS				
1010 - Union Bank - Checking				
Liability Check	10/01/2020		QuickBooks Payroll Service	(39,622)
Bill Pmt -Check	10/01/2020	16157	Graphtek Interactive	(300)
Bill Pmt -Check	10/01/2020	16158	HARC, INC.	(14,101)
Bill Pmt -Check	10/01/2020	16159	So.Cal Computer Shop	(810)
Bill Pmt -Check	10/01/2020	16160	Coachella Valley Rescue Mission	(48,645)
Check	10/07/2020	Auto Pay	Calif. Public Employees' Retirement System	(12,733)
Bill Pmt -Check	10/12/2020	16162	Boyd & Associates	(108)
Bill Pmt -Check	10/12/2020	16163	First Bankcard (Union Bank)	(3,988)
Bill Pmt -Check	10/12/2020	16164	Graphtek Interactive	(600)
Bill Pmt -Check	10/12/2020	16165	Lund & Guttry LLP	(1,000)
Bill Pmt -Check	10/12/2020	16166	Maggie Martinez	(1,667)
Bill Pmt -Check	10/12/2020	16167	Mangus Accountancy Group, A.P.C.	(500)
Bill Pmt -Check	10/12/2020	16168	Rauch Communication Consultants	(2,328)
Bill Pmt -Check	10/12/2020	16169	Rogers, Carole - Stipend	(630)
Bill Pmt -Check	10/12/2020	16170	Staples Credit Plan	(584)
Bill Pmt -Check	10/12/2020	16171	First Bankcard (Union Bank)	(93)
Liability Check	10/15/2020		QuickBooks Payroll Service	(39,134)
Bill Pmt -Check	10/15/2020	16172	Pitney Bowes Global Financial Services	(261)
Bill Pmt -Check	10/15/2020	16173	Purchase Power	(201)
Bill Pmt -Check	10/15/2020	16174	The Desert Sun	(667)
Bill Pmt -Check	10/15/2020	16175	Time Warner Cable	(250)
Bill Pmt -Check	10/15/2020	16176	Xerox Financial Services	(394)
Bill Pmt -Check	10/16/2020	16177	ACHD	(12,170)
Bill Pmt -Check	10/22/2020	16178	California Special Districts Association	(7,805)
Bill Pmt -Check	10/22/2020	16179	CoPower Employers' Benefits Alliance	(2,151)
Bill Pmt -Check	10/22/2020	16180	Evet PerezGil - Stipend	(945)
Bill Pmt -Check	10/22/2020	16181	Lund & Guttry LLP	(2,000)
Bill Pmt -Check	10/22/2020	16182	Principal Life Insurance Co.	(1,575)
Bill Pmt -Check	10/22/2020	16183	Regional Access Project Foundation	(2,316)
Bill Pmt -Check	10/22/2020	16184	Vanessa Smith-	(181)
Bill Pmt -Check	10/22/2020	16185	Calif. State University, San Bernardino	(22,500)
Check	10/26/2020		Bank Service Charge	(672)
Bill Pmt -Check	10/27/2020	16186	Image Source	(115)
Bill Pmt -Check	10/27/2020	16187	Ready Refresh	(50)
Bill Pmt -Check	10/27/2020	16188	Shred-It	(99)
Check	10/29/2020	Auto Pay	Principal Financial Group-	(815)
Check	10/29/2020	Auto Pay	Principal Financial Group-	(850)

Desert Healthcare District
Check Register
As of October 31, 2020

Type	Date	Num	Name	Amount
Bill Pmt -Check	10/29/2020	16189	Verizon Wireless	(625)
Bill Pmt -Check	10/29/2020	16190	Jewish Family Service of the Desert	(8,855)
Liability Check	10/30/2020		QuickBooks Payroll Service	(39,622)
TOTAL				(271,962)

Desert Healthcare District									
Details for credit card Expenditures									
Credit card purchases - September 2020 - Paid October 2020									
Number of credit cards held by District personnel -2									
Credit Card Limit - \$10,000									
Credit Card Holders:									
Conrado Bárzaga - Chief Executive Officer									
Chris Christensen - Chief Administration Officer									
Routine types of charges:									
Office Supplies, Dues for membership, Computer Supplies, Meals, Travel including airlines and Hotels, Catering, Supplies for BOD meetings, CEO Discretionary for small grant & gift items									
Statement									
Year	Month	Total Charges	Expense Type	Amount	Purpose	Description	Participants		
		\$ 5,032.61							
Chris' Statement:									
2020	September	\$ 92.61	District						
			GL	Dollar	Descr				
			6355	\$ 26.62	Premiere Global Services				
			6360	\$ 54.99	Zoom Videoconference/Webinar Expense				
			6360	\$ 11.00	Zoom Videoconference/Webinar Expense				
				\$ 92.61					
Conrado's Statement:									
2020	September	\$ 4,940.00	District						
			GL	Dollar	Descr				
			5230	(\$10.00)	ACHD Registration (group discount processed)				
			6130	\$3,600.00	Guidestar Pro - Annual Subscription				
			5230	\$ 1,350.00	Guidestar Charity Check - Annual Subscription				
				\$4,940.00	* charges before utilizing remaning credit of \$952.45 from May 2020 Statement				

**Las Palmas Medical Plaza
Check Register - LPMP
As of October 31, 2020**

Type	Date	Num	Name	Amount
1000 - CHECKING CASH ACCOUNTS				
1046 - Las Palmas Medical Plaza				
Bill Pmt -Check	10/01/2020	10249	INPRO-EMS Construction	(4,160)
Bill Pmt -Check	10/01/2020	10250	INPRO-EMS Construction	(1,860)
Bill Pmt -Check	10/12/2020	10251	Frazier Pest Control, Inc.	(175)
Bill Pmt -Check	10/12/2020	10252	Palm Springs Disposal Services Inc	(2,227)
Bill Pmt -Check	10/12/2020	10253	Stericycle, Inc.	(1,675)
Bill Pmt -Check	10/12/2020	10254	Imperial Security	(3,570)
Bill Pmt -Check	10/15/2020	10255	Frontier Communications	(229)
Bill Pmt -Check	10/15/2020	10256	INPRO-EMS Construction	(7,804)
Bill Pmt -Check	10/22/2020	10257	Imperial Security	(1,785)
Bill Pmt -Check	10/22/2020	10258	Matthew Jennings Riverside Co. Treasurer	(35,975)
Bill Pmt -Check	10/22/2020	10259	Southern California Edison	(854)
Bill Pmt -Check	10/27/2020	10260	Cohen, Musch, Thomas Med Group	(2,447)
Bill Pmt -Check	10/27/2020	10261	Imperial Security	(1,785)
Bill Pmt -Check	10/29/2020	10262	INPRO-EMS Construction	(10,117)
Bill Pmt -Check	10/29/2020	10263	Desert Water Agency	(451)
Check	10/29/2020		Bank Service Charge	(4,646)
TOTAL				(79,760)



MEMORANDUM

DATE: November 10, 2020

TO: F&A Committee

RE: Retirement Protection Plan (RPP)

Current number of participants in Plan:

	<u>Sep</u>	<u>Oct</u>
Active – still employed by hospital	96	96
Vested – no longer employed by hospital	62	60
Former employees receiving annuity	<u>7</u>	<u>7</u>
Total	<u>165</u>	<u>163</u>

The outstanding liability for the RPP is approximately **\$4.0M** (Actives - \$2.6M and Vested - \$1.4M). US Bank investment account balance \$4.8M. Per the June 30, 2020 Actuarial Valuation, the RPP has an Unfunded Pension Liability of approximately **\$4.6M**. A monthly accrual of \$7.5K is being recorded each month as an estimate for FY2021.

The payouts, excluding monthly annuity payments, made from the Plan for the Four (4) months ended October 31, 2020 totaled **\$231K**. Monthly annuity payments (7 participants) total **\$1.0K** per month.

DESERT HEALTHCARE DISTRICT						
OUTSTANDING GRANTS AND GRANT PAYMENT SCHEDULE						
As of 10/31/20						
TWELVE MONTHS ENDED JUNE 30, 2021						
Grant ID Nos.	Name	Approved Grants - Prior Yrs	Current Yr 2020-2021	6/30/2020 Bal Fwd/New	Total Paid July-June	Open BALANCE
2014-MOU-BOD-11/21/13	Memo of Understanding CVAG CV Link Support	\$ 10,000,000		\$ 8,330,000	\$ -	\$ 8,330,000
2018-974-BOD-09-25-18	HARC - 2019 Coachella Valley Community Health Survey - 2 Yr	\$ 399,979		\$ 39,999	\$ -	\$ 39,999
2019-985-BOD-03-26-19	Coachella Valley Volunteers in Medicine - Primary Healthcare & Support Services - 1 Yr	\$ 121,500		\$ 12,150	\$ 12,150	\$ -
2019-986-BOD-05-28-19	Ronald McDonald House Charities - Temporary Housing & Family Support Services - 1 Yr	\$ 200,000		\$ 20,000	\$ 20,000	\$ -
2019-997-BOD-05-28-19	Martha's Village & Kitchen - Homeless Housing With Wrap Around Services - 1 Yr	\$ 200,896		\$ 20,090	\$ 20,090	\$ -
2019-989-BOD-05-28-19	Pegasus Riding Academy - Cover the Hard Costs of Pegasus Clients - 1 Yr	\$ 109,534		\$ 10,954	\$ 10,954	\$ -
2019-994-BOD-05-28-19	One Future Coachella Valley - Mental Health College & Career Pathway Development - 2 Yr	\$ 700,000		\$ 385,000	\$ 78,750	\$ 306,250
2019-1000-BOD-05-28-19	Voices for Children - Court Appointed Special Advocate Program - 1 Yr	\$ 24,000		\$ 2,400	\$ 2,400	\$ -
2019-1017-BOD-09-24-19	Jewish Family Services - Case Management Services for Homeless Prevention - 1 Yr	\$ 90,000		\$ 9,000	\$ 8,855	\$ 145
	Unexpended funds Grant #1017					\$ (145)
2019-1023-BOD-10-22-19	CVRM - Transportation for Seniors & Homeless Hospital Discharge Referrals - 1 Yr	\$ 216,200		\$ 118,910	\$ 97,290	\$ 21,620
2019-1021-BOD-11-26-19	Neuro Vitality Center - Community Based Adult Services Program - 6 Months	\$ 143,787		\$ 79,083	\$ 50,323	\$ 28,760
	Unexpended funds Grant #1021					\$ (28,760)
2020-1045-BOD-03-24-20	FIND Food Bank - Ending Hunger Today, Tomorrow, and for a Lifetime - 1 Yr	\$ 401,380		\$ 311,069	\$ 90,311	\$ 220,758
2020-1129-BOD-05-26-20	Coachella Valley Volunteers In Medicine - Response to COVID-19	\$ 149,727		\$ 149,727	\$ 149,727	\$ -
2020-1085-BOD-05-26-20	Olive Crest Treatment Center - General Support for Mental Health Services	\$ 50,000		\$ 27,500	\$ -	\$ 27,500
2020-1057-BOD-05-26-20	Desert Cancer Foundation - Patient Assistance Program	\$ 150,000		\$ 82,500	\$ -	\$ 82,500
2020-1124-BOD-06-23-20	Regents of UCR - COVID-19 Testing & Health Education for Eastern Valley - 5 Months	\$ 149,976		\$ 149,976	\$ 149,976	\$ -
2020-1134-BOD-07-28-20	1 Desert Healthcare Foundation - Addressing Healthcare Needs of Black Communities		\$ 500,000	\$ 500,000	\$ 500,000	\$ -
2020-1139-BOD-09-22-20	1 CSU San Bernardino Palm Desert Campus Street Medicine Program - 1 Yr		\$ 50,000	\$ 50,000	\$ 22,500	\$ 27,500
TOTAL GRANTS		\$ 13,106,979	\$ 550,000	\$ 10,298,358	\$ 1,213,326	\$ 9,056,127
Amts available/remaining for Grant/Programs - FY 2020-21:						
Amount budgeted 2020-2021			\$ 4,000,000		G/L Balance:	9/30/2020
Amount granted through October 31, 2020:			\$ (550,000)		2131	\$ 2,396,127
Mini Grants:	1132		\$ (5,000)		2281	\$ 6,660,000
Financial Audits of Non-Profits	8/15/20		\$ (5,000)			
Net adj - Grants not used:	1021		\$ 28,905		Total	\$ 9,056,127
Matching external grant contributions			\$ -			\$ (0)
Balance available for Grants/Programs			\$ 3,468,905			
Strategic Focus Areas FY20-21:						
		Grant Budget	Granted YTD	Available		
1	Healthcare Infrastructure and Services	\$ 1,500,000	\$ (526,240)	\$ 973,760		
2	Behavioral Health/Mental Health	\$ 500,000		\$ 500,000		
3	Homelessness	\$ 500,000	\$ 145	\$ 500,145		
4	Vital Human Services to People with Chronic Conditions	\$ 1,000,000		\$ 1,000,000		
5	Economic Protection, Recovery and Food Security	\$ 500,000	\$ (5,000)	\$ 495,000		
	Balance available for Grants/Programs	\$ 4,000,000	\$ (531,095)	\$ 3,468,905		



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Date: November 10, 2020
To: Finance & Administration Committee
Subject: Award of a construction contract with Marina Landscape, Inc. for the Las Palmas Medical Plaza (LPMP) Landscape Renovation and Fire Alarm Electrical project

Staff Recommendation: Consideration to approve the award a construction contract with Marina Landscape, Inc. for the LPMP Landscape Renovation and Fire Alarm Electrical project.

Background:

- The Las Palmas Medical Plaza is a medical office building owned and operated by the Desert Healthcare District.
- Over the years, the landscaping at LPMP has experienced challenges and deterioration, mostly due to drought conditions, which required removal of grass and irrigation issues.
- Recently, the fire sprinkler infrastructure was installed at LPMP, which damaged more of the plant life on Tachevah.
- The Board approved the Landscape Plans, Cost Estimates, and Phasing Plan prepared by a local landscape design architect at the March 24, 2020 meeting.
- The Cost Estimate was for \$313,000 for labor and materials only for the landscape component.
- An electrical component, which also needs to be completed per city requirements, was added to the project for the electrical connection of the fire alarm system of the six buildings.
- Staff and the architect, Chris Mills, believed it was best to enlist a general contractor due to the nature of the medical plaza with heavy vehicle and pedestrian traffic .
- On October 6, 2020, a public bid opening was held, which the low bidder was disqualified for not possessing a Class B contractor's license.
- The next lowest bidder was substantially higher than our original budget of \$400,000.
- At the October 13, 2020 F&A Committee meeting, the Committee was presented three options, one of which was recommended to rebid the project.
- Staff expressed the rebid could result in bids in the \$450,000-\$550,000.
- The Committee recommended performing a rebid process.
- On November 4, 2020, the public bid opening was completed for the rebid including four responsive bidders.
- The bids ranged from \$531,080 to \$996,100. Three bids ranged from \$530,000-\$580,000.
- Marina Landscape, Inc. provided the low bid of \$531,081.
- The Bid Results Tabulation is included in the packet for reference.

- The landscape renovation will revitalize the presence of the Las Palmas Medical Plaza, which is one of the District's prime real estate assets. The electrical work will comply with the fire alarm requirements at the facility.
- Staff recommends approval of awarding a construction contract with the low bidder, Marina Landscape, Inc., in the amount of \$531,080 to be awarded within 5 business days of full Board approval on November 24, 2020.

Fiscal Impact:

The low bid is \$531,080 and will be capitalized on the District's balance sheet versus expensing as an operating expense.

Bid Tabulation

LPMP Landscape Renovation & Fire Alarm Electrical

Desert Healthcare District					November 4, 2020				
Bidder	Base Bid	Alternate 1	Add	W/C	Bond	Subs	N/C	Iran	
THREE PLAZAS	996,100	81,000	X	X	X	X	X	X	
					/				
D.W. JOHNSTON	546,118	125,000	X	X	X	X	X	X	
MARIYA	531,080	73,182 ⁶⁰	X	X	X	X	X	X	
FAST-TRACK CONST.	580,000	55,000	X	X	X	X	X	X	

Desert Healthcare District Portfolio Review

Third Quarter 2020



DESERT HEALTHCARE
DISTRICT & FOUNDATION

Presented by
Keith Stribling, CFA

HighMark Capital Management, Inc. is a subsidiary of Union Bank.

Economic and Market Commentary Fourth Quarter 2020

Market Overview

Entering the fourth quarter of a calamitous year, financial markets remain keenly focused on a host of short- and long-term challenges facing the global economy in the wake of the COVID-19 pandemic. A record worst U.S. real Gross Domestic Product (GDP) growth rate in the second quarter of -31.4% annualized was emblematic of the economic distress the rest of the world encountered as governments scrambled to contain the spread of the infection. Meanwhile, a voracious rally in the global stock market from April through August¹ would suggest investors believe at least the worst of the economic storm may be in the rear-view mirror. Yet, lingering questions remain about what lies ahead in the aftermath.

Confronted with a crisis of epic proportions, policymakers swiftly unleashed unprecedented levels of fiscal and monetary relief, in effect acting as a defibrillator that revived financial markets and an economy in cardiac arrest. The treatment may have revived the patient and resolved the acute trauma, but a longer-term prognosis is far from clear. In other words, while the economy's recent vital signs look encouraging, the patient may not be out of the woods yet.

On the surface, economic data from employment to consumer spending has recovered at a heartening pace as the global economy emerges from the depths of a major health crisis. The headline statistics, however, may distort a recovery trajectory that is not as uniform as it may appear. Major segments of the economy, including the travel and hospitality industries, remain hamstrung by virus-driven restrictions prohibiting the resumption of pre-pandemic activity levels. It remains to be seen if this weakness will remain isolated from the broader economy or if it begins to weigh on it.

Such unusual circumstances have left economists to debate the ultimate shape of an ongoing recovery, placing a proverbial alphabet soup of scenarios on the table that range from "V" to "U" to "W" and now to "K." The "K" represents the bifurcation of the recovery into the "haves" (segments of the economy with the ability to recover and even thrive) and the "have nots" (segments of the economy that remain in dire conditions) and leaves an open question about how the two might converge down the road.

¹ Source: MSCI ACWI

Financial Markets Forge Ahead

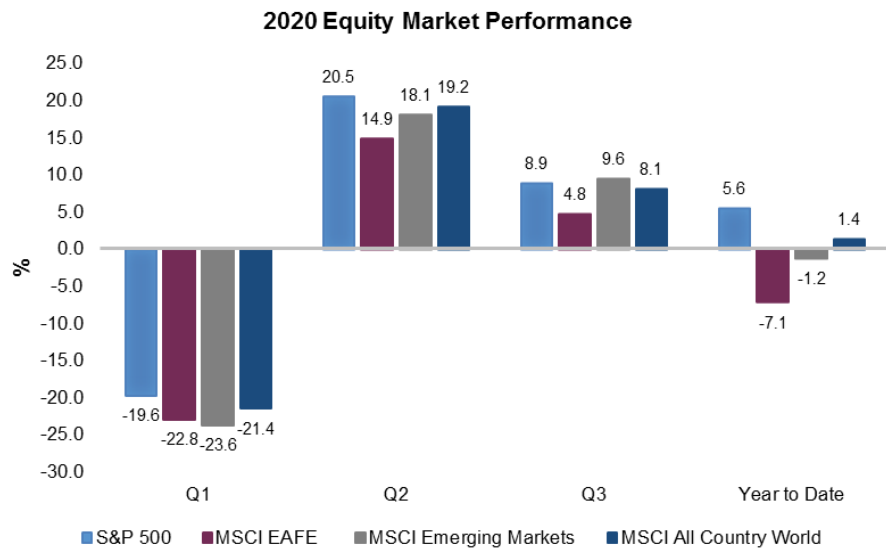
Market Returns Summary

As of 9/30/2020	% Total Return					
	Q3 2020	YTD 2020	1-Year	3-Year	5-Year	10-Year
S&P 500	8.9	5.6	15.1	12.3	14.1	13.7
MSCI EAFE	4.8	-7.1	0.5	0.6	5.3	4.6
MSCI Emerging Markets	9.6	-1.2	10.5	2.4	9.0	2.5
Russell 2000	4.9	-8.7	0.4	1.8	8.0	9.9
Bloomberg Barclays High Yield Corporate	4.6	0.6	3.3	4.2	6.8	6.5
Bloomberg Barclays Municipal	1.2	3.3	4.1	4.3	3.8	4.0
Bloomberg Barclays US Agg Bond	0.6	6.8	7.0	5.2	4.2	3.6
ICE BofA US Treasury Bill	0.0	0.7	1.2	1.7	1.2	0.7
Bloomberg Commodity	9.1	-12.1	-8.2	-4.2	-3.1	-6.0

Source: Morningstar Direct

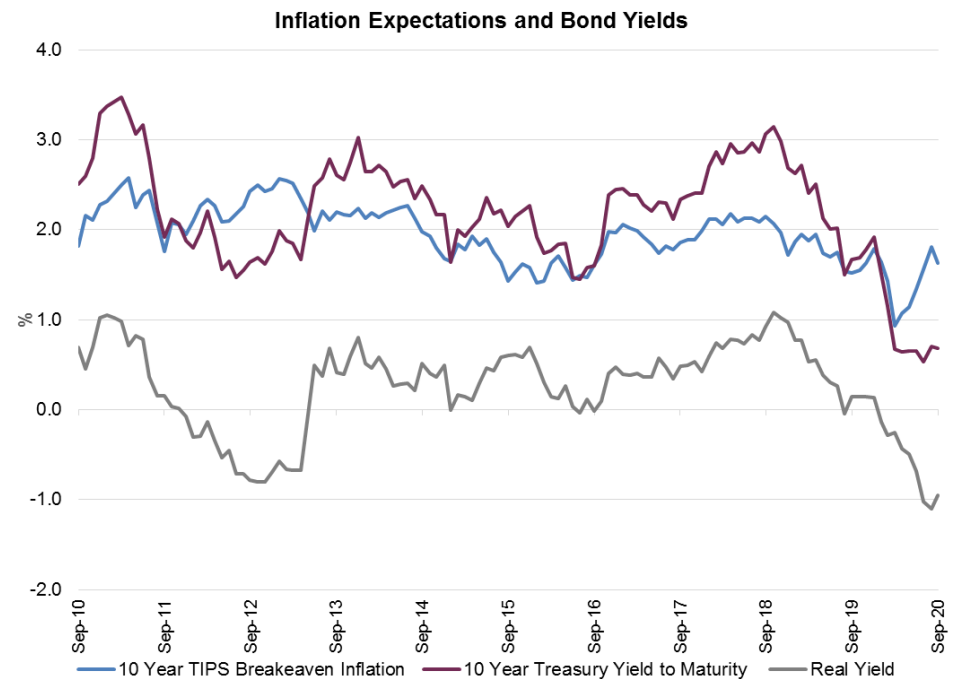
Periods greater than one year are annualized

Perhaps almost as unexpected as the pandemic-induced equity market selloff itself was the speed of its recovery. To the surprise of many, the S&P 500 Index recovered all of its 33% peak-to-trough first quarter loss and found its way to new all-time-highs during the third quarter in spite of the ongoing economic headwinds created by the virus. As of the end of the third quarter, the U.S. large cap index had risen 1%, including dividends, from its February 19th high. The roundtrip from all-time highs to a bear market and back to all-time highs was a record quick six months. Since the inception of the S&P 500 Index, the average roundtrip from high to bear market low and back to high averages about six years.



Source: Morningstar Direct

In contrast to the snap back in global stock prices this year, interest rates on U.S. Treasury bonds have yet to see the same reversal of fortunes. Yields across all maturities took a sharp dive downward at the onset of the crisis and have remained at historically low levels since the first quarter. At the beginning of the year, the yield-to-maturity on the bellwether 10-year Treasury Note stood at 1.9%. Since early March, following an investor flight to safety, the yield has mostly traded in a tight range between 0.5% and 0.8%. Factoring in expected inflation implied on 10-year TIPS (Treasury Inflation Protected Securities) of 1.6%, real yields were near -1% at the end of the third quarter.



Source: Bloomberg

Combined with a stabilizing economic outlook, increasingly paltry returns offered by safe haven assets have driven investors back into riskier assets. Looking beyond equities, a similar story is playing out in the debt markets. Yield premiums on bonds with credit risk have largely followed the path of the equity market—widening out to post-Global Financial Crisis (GFC) highs before narrowing back to near-historical averages. Despite a deterioration in fundamentals and a pickup in both issuance and defaults, investors have jumped back into credit markets with both feet after abandoning low- to non-yielding government bonds and cash.

Not Everyone Gets a Trophy

The rapid rotation back into riskier assets has not been without discrimination. Demand for securities of large, financially stable companies with the most exposure to secular growth trends has been insatiable of late. On the other end of the spectrum, smaller companies with higher economic cycle exposure have all but been forgotten about. Investors have made a clear distinction between companies that can grow regardless of economic conditions (commonly known as “growth” stocks) and those that will be challenged to grow earnings without a strong economic recovery (commonly known as “value” stocks).

U.S. Equity Market Barometer 1-Year Return (% as of September 30, 2020)

	Value	Core	Growth
Large Cap	-3.9	20.3	41.2
Mid Cap	-7.3	4.6	23.2
Small Cap	-14.9	0.4	15.7

Source: Morningstar Direct

To a large degree, differentials in sector weights among the indices that represent equity sub-asset classes go long way in explaining this divide. The Russell 2000 Value Index², for example, is composed of roughly 45% in financial and industrial

² Representing U.S. small cap value stocks

firms and just 6% in technology companies, whereas the Russell Top 200 Growth³ Index holds 44% in the technology sector alone.⁴ The representation of technology stocks shows up in valuation metrics such as the Price-to-Book Value ratio (P/B). This metric shows small cap value stocks currently at around 1x P/B and large cap growth at 12x P/B.⁵

While there has always been a valuation premium afforded to large cap growth relative to small cap value (on average 3.7x over the last 20 years⁶), this divergence has grown to exceed even the disparity seen during the Dot Com Bubble. The expansion in the valuation multiple of large cap growth stocks has led the performance differential over the past 12 months between small cap value and large cap growth to 56%, an extraordinary divergence that is not apparent in broad market averages⁷.

In times of great disruption, it can be most comfortable to follow what is working. While this may pay off in the short term, the late financial historian and economist Peter Bernstein reminded us in an interview with CNN in 2004, that “I view diversification not only as a survival strategy, but as an aggressive strategy, because the next windfall might come from a surprising place.”

Just Around the Corner—November 3

As the nation stumbles towards an election day marked by a lengthy campaign season many observers liken to the philosopher Thomas Hobbes’ description of the natural state of society as “nasty, brutish and short,” several topics surface:

- **A contested election:** Our biggest concern is not the outcome, but rather a contested election that takes weeks or longer to resolve. This would be damaging, elevate market risk, and create legislative acrimony not unlike the 2000 election that saw the S&P 500 index slide nearly 10% before the Supreme Court intervened some five weeks after the polls closed. Avoiding a repeat of legislative paralysis, when we need fiscal support and congressional collaboration to bridge the economy to the other side of the pandemic, would boost investor sentiment.

³ Representing U.S. large cap growth stocks

⁴ Source: FTSE Russell

⁵ Source: Bloomberg

⁶ Source: Bloomberg

⁷ Source: Morningstar Direct

- **Reshoring capital back to the U.S.:** No matter who is elected, there will be a significant focus on domestic policy and re-shoring capital investment back to this country. We expect to see both potential presidential and congressional administrations push forward this approach.
- **Cyclicals/small caps may benefit:** In early September, the large cap market, as represented by the S&P 500 index, recovered to a new high. Usually in a market recovery after a damaging recession, small cap stocks and cyclical names lead the market. This is not the case this time – there is no broad market participation and large-capitalization technology names have dramatically outperformed. With both parties focusing on domestic priorities post-election, and former Vice President Biden in particular pushing infrastructure investment, small cap stocks may be outsized beneficiaries compared to large caps due to their domestic exposure as well as the role cyclicals can play in large infrastructure projects.
- **A presidential change in November may seem like a shakeup.** Markets, however, have been blasé about the upcoming presidential elections and the President Trump versus Biden polling data. Investors should be keying into a potential party flip in the senate that could change the market outlook. Should Biden win the presidency and Democrats gain control of the Senate, tail risk from aggressive policy moves that might shift the path of the economic expansion could increase.
- **Biden wins and the Republicans hold the Senate.** This result could be bullish for markets, with both parties keeping each other in check and operating on compromise. Markets like bipartisan gridlock and it might soothe market anxiety over a new transition to power. We can also hope for less angst and acrimony which could ripple through into the markets.

A K-shaped Recovery May Reflect Two Different Realities

Economic data appear to be improving as signs of recovery include new home sales at the highest level since the fall of 2006;⁸ capital investment recovering with new

durable-goods orders rising 12% month-over-month in July;⁹ and a job market that is slowly healing with unemployment trending in the right direction. While the economic healing process looks to be underway, building confidence and eliminating some of the uncertainty are still long-term risks that might, in the long run, outweigh the impacts of which party wins in November.

One risk is the possibility of a “K-shaped recovery” which reflects a bifurcated society in the U.S. where white-collar, tech-savvy workers continue to thrive while hourly, gig-economy and other blue-collar workers continue to suffer. Such a recovery would have impacts on consumer spending, income inequality, and market instability. This bifurcation is playing out in the stock market, with clear winners and losers. Large companies that have the capital to invest in multiple distribution channels, including both brick and mortar and e-commerce, have been able to nimbly cross-pollinate and survive whereas many small- and medium-sized businesses are falling by the wayside.

To the extent that the country succeeds in combating the economic downturn caused by the COVID-19 pandemic, the recovery is less likely to be K-shaped. But if the virus persists and new outbreaks occur, a K-shaped recovery becomes more likely. Winners and losers in November aside, this possibility might be behind Fed Chairman Powell’s repeated appeals for additional fiscal action by congress and the president.

Climbing a Mountain of Debt

The U.S. national debt is nearing \$27 trillion¹⁰ and constitutes over 100% of GDP for the first time since World War II due, in part, to the impact of COVID-19 on the economy. Neither candidate has discussed the deficit directly, however. While avoiding the topic of how the country will pay off its debts may be understandable given the ongoing pandemic, kicking the can down the road only prolongs the need to develop fiscal strategies to address the deficit. Alarmingly, by 2030, the debt could rise to between 118% and 130% of GDP.¹¹

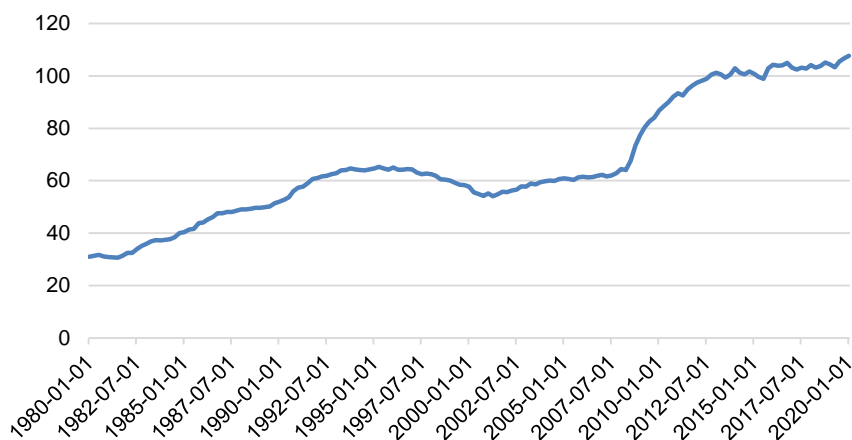
⁹ Source: U.S. Census Bureau

¹⁰ Source: U.S. Department of the Treasury

¹¹ Source: Congressional Budget Office

⁸ Source: U.S. Census Bureau as of August 2020

Total Federal Debt as a % of GDP



Source: Federal Reserve Bank of St. Louis. Data is seasonally adjusted and measured quarterly through the first quarter of 2020.

Thus far, both parties have pretty much stuck to familiar scripts—more spending and higher taxes by the Democrats and tax cuts by the Republicans, including a potential payroll tax cut. Setting aside the impact on the deficit from fiscal and monetary responses to the pandemic, taxation and spending plans will alter the debt trajectory for better or worse going forward, particularly in the “untouchable” realms of Medicare and Social Security.

While Trump’s views on taxation are pretty straightforward, Biden’s are less clear. The Democratic party platform includes ambitious spending goals, and Biden may disappoint the more progressive members with a less ambitious program that avoids or downsizes controversial proposals such as Medicare for All and a “Green New Deal.” While it might seem like ancient history, of the nearly 30 Democrats who vied for the nomination, Biden was arguably the most moderate candidate. His moderate fiscal stance, which included at one point in his long political career calling for a freeze on all government spending, might be more in play than some believe.

Perhaps the greatest concern, regardless of which party prevails in November at both the presidential and congressional levels, is the possibility that U.S. debt might be downgraded again due to the deficit. This could stress and rattle markets, which might not have begun to think through the ultimate implications of Treasuries losing their status as the most risk-free of all global investment instruments.

Keep Calm and Carry On

Lost in the turmoil over an election season marked by discord is the fact that, as Ruchir Sharma, Morgan Stanley’s chief global strategist pointed out, research back to the late 1800s indicates that “...the market has no clear bias in favor of either party and market volatility in the runup to an election is perfectly normal. The market is an economic barometer, not a political one.” While politics are one factor among many that investors and traders include in their decisions, “The leader that the market listens to most carefully is the head of the Federal Reserve, not the president.”¹²

We agree with this assessment. The stock and bond market recoveries from the lows of March began not when a political figure announced a response to the economic impact of the virus, but when the Fed unleashed its “policy bazooka.” More recently, market volatility appears to be triggered by profit taking and the ups and downs of congress’s attempts to provide new fiscal relief rather than by which presidential candidate leads in the daily polls.

As we approach the task of investing for our clients, our focus is on assessing both the macroeconomic and company-specific drivers that impact returns to markets and individual holdings, while remaining focused on meeting each client’s individual investment needs. While the ups and downs of politics can, at times, create distractions from our mission, we continue to believe that active portfolio management will shine in a climate where investors need to discriminate between winners and losers—regardless of which party runs the ship—and focus on investment discipline to outperform and add value amid an uncertain outlook and recovery path.

The Fed’s New Era

The long-awaited changes to the Federal Reserve’s (Fed) policy-making framework were unveiled in late August at the Fed’s annual central banking economic symposium. The underlying changes have a significant effect on the rate-setting

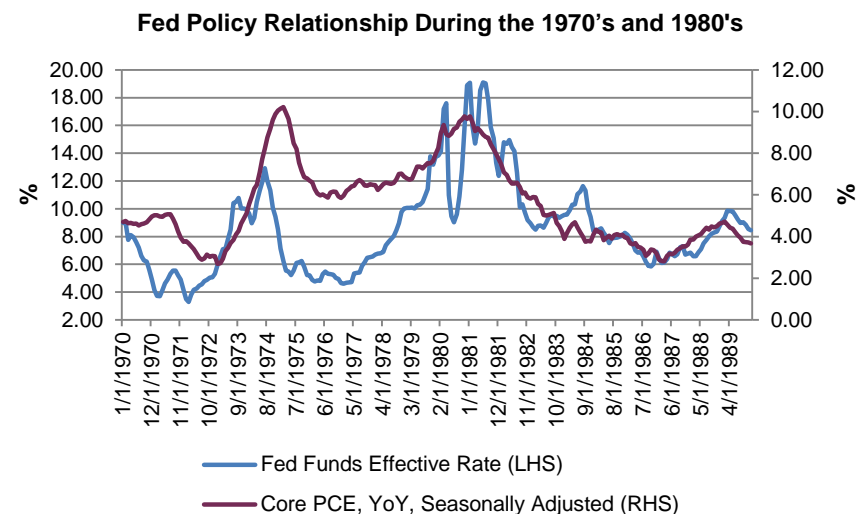
¹² Ruchir Sharma, Is the Market Rooting for Trump or Biden, The New York Times, September 22, 2020, page A23.

activity of the Federal Open Market Committee (FOMC), which has guided monetary policy decisions for the last few decades. We believe this new framework has significant implications for monetary policy, the economy, and financial markets going forward.

For more than three decades, the Fed has conducted a symmetric monetary policy that attempts to balance the Fed's estimate of full employment versus a reasonable, yet low, inflation rate. This trade-off is embodied in the Phillips curve, an economic concept stating that inflation and unemployment have a stable and inverse relationship.

The concept claims that economic growth results in job growth and lower unemployment, yet also sparks an increase in inflation. As economic growth improves and the unemployment rate approaches the Fed's estimate of maximum employment, known by the acronym NAIRU¹³, the Fed typically tightens monetary policy by increasing the federal funds target rate and the discount rate to prevent the economy from overheating and future inflation from rising above the Fed's long-term core inflation target.

Because changes to monetary policy have a delayed impact on the economy, the Fed seeks to implement rate changes proactively, rather than reactively, in order to balance inflation and employment. This policy framework worked well in the 1970s and 1980s and helped the Fed conquer what was at the time an inflation problem, as shown in the chart in the next column.

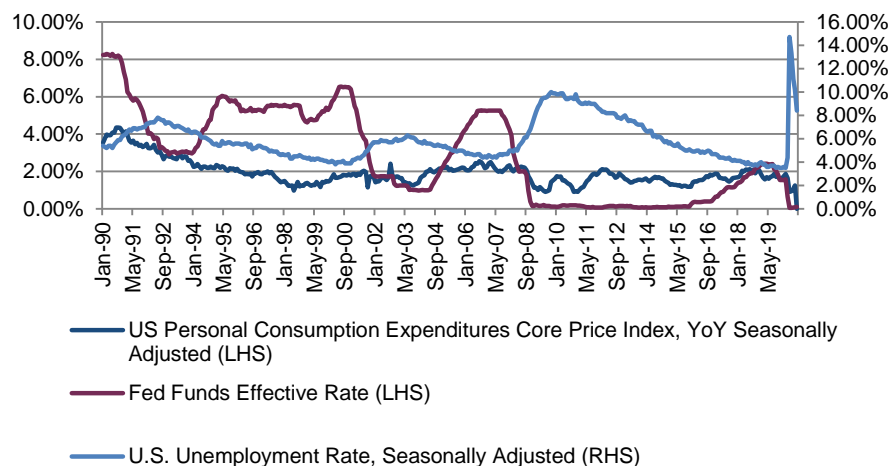


Source: Bloomberg

Recently, however, factors such as technological innovation, productivity enhancement, and globalization may have changed the slope of the Phillips curve and caused disinflation, if not outright deflation, in some products and industries. As a result, some market pundits question the Fed's monetary policy-tightening actions over the past two decades, which typically focused on preempting an unwelcome rise in inflation as economic growth increased and unemployment approached NAIRU. As shown in the chart on the next page, the Fed preemptively increased interest rates on several occasions over the past two decades when the unemployment rate fell below 5%, despite core inflation falling short of 2% at the time.

¹³ Non-Accelerating Inflation Rate of Unemployment

Fed Policy Relationship Over The Last Three Decades



Source: Bloomberg

Revising Maximum Employment, Inflation, and an Asymmetric Policy Relationship

The new Fed policy-making framework modifies the Fed's employment and inflation objective as well as the link between the two. The Fed refined the definition of the maximum level of employment it strives to achieve as being "broad based and inclusive." Implicitly, this revised definition recognizes unemployment differences among age, gender, and ethnic group which, in turn, puts a greater emphasis on lower overall levels of unemployment.

Further, policy is now geared toward shortfalls in employment relative to the revised "maximum level," as opposed to deviations from this "maximum level." This means that employment can run at or above current estimates of maximum employment without necessarily causing concern or the need to tighten monetary policy. The caveat to this new view of maximum employment and tightening is that it cannot be accompanied by signs of unwanted increases in inflation or the emergence of other risks such as financial bubbles.

The Fed also refined its inflation target toward an average level of core inflation over an undefined period of time as opposed to a targeted line in the sand, which previously was 2% as measured by the core PCE.¹⁴ Using an average allows inflation to run above 2% for a period of time if the prior period was persistently below 2%. In turn, this new asymmetric policy framework allows the Fed to retain an accommodative monetary policy until after "full employment" has been achieved and inflation has returned to, or exceeds, a 2% average over an unspecified time period.

The Fed wasted no time in putting this new policy-making framework into action. At September's FOMC meeting, the Committee incorporated the new framework into both its policy statement and its forward projections. Specifically,

"The Committee seeks to achieve maximum employment and inflation at the rate of 2 percent over the longer run. With inflation running persistently below this longer-run goal, the Committee will aim to achieve inflation moderately above 2 percent for some time so that inflation averages 2 percent over time and longer-term inflation expectations remain well anchored at 2 percent. The Committee expects to maintain an accommodative stance of monetary policy until these outcomes are achieved. The Committee decided to keep the target range for the federal funds rate at 0 to 1/4 percent and expects it will be appropriate to maintain this target range until labor market conditions have reached levels consistent with the Committee's assessments of maximum employment and inflation has risen to 2 percent and is on track to moderately exceed 2 percent for some time¹⁵"

Consistent with the Fed's new strategy and policy statement, the FOMC September Summary of Economic Projections showed a vast majority of the Committee does not forecast economic triggers, "maximum employment" and average inflation, to be met until the end of 2023. In turn, the Committee's economic projections also forecast holding the federal funds target rate near zero through 2023. The FOMC does retain a get-out clause whereby the Fed "would be prepared to adjust the stance of monetary policy as appropriate if risks emerge that could impede the attainment of the Committee's goals," which is likely a reference to financial stability risks including systemic asset bubbles.

¹⁴ Core PCE is defined as Personal Consumption Expenditures excluding the often-volatile food and energy categories

¹⁵ Source: September 16, 2020 FOMC Meeting

<https://www.federalreserve.gov/newsevents/pressreleases/monetary20200916a.htm>

Economic and Market Implications of the New Fed Era

The implications of the Fed's new framework are vast. In general, the new approach should allow for more accommodative monetary policy for the foreseeable future which, in turn, is a positive tailwind for economic growth and broad-based labor market outcomes. Essentially, the Fed will let the economy run hotter than prior policy would recommend and won't pre-emptively tighten policy, thereby lengthening the economic cycle. Further, continuing a lower-rate stance should benefit risk assets near term, as lower rates further fuel the yield hunt rotation out of risk-free assets such as Treasuries, benefit corporate profits, and help justify high equity valuations given a lower discount rate for longer periods. In the long term, however, this new and untested Fed policy making framework could lead to a monetary policy mistake in hind sight. Specifically, this mistake could be one of inaction by the Fed when they should have increased the Fed Funds rate and removed excess policy accommodation.

Given that the impact of monetary policy has a delayed effect on the economy, one result could be an upside surprise in the rate of inflation over the longer term, leading to higher intermediate and longer maturity interest rates, as well as a steeper U.S. Treasury yield curve. Further, the Fed's new policy framework could also perpetuate asset bubbles over the longer term and, should additional economic shocks occur prior to the removal of monetary policy accommodation, the Fed could well be left with a limited toolkit to fight future downturns.

Consumer Outlook in a COVID-19 World

With the exception of the 2008 Global Financial Crisis (GFC), the COVID-19 pandemic has had unparalleled impact on consumers and businesses globally. While questions remain around the duration of the pandemic -- as the world waits for vaccine developments, approvals, distribution and acceptance -- it is clear that consumer and business behavior has structurally changed.

To begin with, the pandemic has fast-tracked many trends that were already underway pre-crisis. These trends include consumer adoption of e-commerce at the expense of traditional retail, an increased demand for enterprise and industrial automation, a growing consumption of digital entertainment and a surge in the usage of food delivery applications and services. All of these trends reflect an acceleration of the digital transformation of business and the economy -- a trend with both positive and negative implications for various domestic and global industries.

Shared and Service Economies Unravel

One pre-COVID-19 trend that has clearly been impacted by the pandemic is the growth of a movement towards a "shared economy". It is not surprising that many consumers continue to be hesitant about jumping back into booking vacation rentals on-line or using ride-sharing services. The "rent-not-own economy" in development since the GFC-era housing crisis has also shifted as some consumers leave large urban centers to buy homes in less dense areas.¹⁶ While this "flight to safety" has negatively impacted apartment rentals and commercial real estate, the Housing and Automotive sectors have seen some of the swiftest post-recession recoveries.¹⁷ This has been in part due to the shift away from urban centers, but also due to the historically low-interest rate environment enabling more affordability to purchase a new home or vehicle.

Inarguably though, the sector of the economy most deeply impacted by the COVID-19 crisis has been the service sector, given the challenges resulting from forced business shutdowns followed by either voluntary or mandated social distancing procedures. This has most negatively impacted the retail, restaurant, travel, and leisure industries, which combined make up 18% of U.S. GDP and 27% of the U.S. job market.¹⁸ If the unraveling of the shared and service economies persists, it will continue to weigh on the recovery of a significant part of the economy and increase the risk of a higher level of what could potentially be permanent U.S. unemployment.

Stimulus Jolt for Consumer Wallets

As evident in comparison to the GFC, the COVID-19 recession carries its own set of unique impacts and outcomes. The COVID-19 recession has been defined and affected by the ongoing uncertainty of combatting the virus, the ramifications of the November U.S. elections, and the potential challenges confronting the economy into 2021. One of those challenges is the maintenance of a healthy level of consumer spending. Accounting for nearly 70% of U.S. GDP¹⁹, spending will be a major factor in determining how effectively and how quickly the economy heals. The good news is

¹⁶ Source: Barclays Equity Research, "Future of Real Estate", September 29, 2020; migration out of urban zip codes from February to July 2020 was larger than the same period in 2019 in at least six large cities including Dallas, New York, Los Angeles, Seattle, San Francisco, and Miami.

¹⁷ Source: Morgan Stanley, Global Economics Factbook, "How Does GCR Recovery Compare with the GFC?", September 22, 2020

¹⁸ Source: U.S. Bureau of Labor Statistics

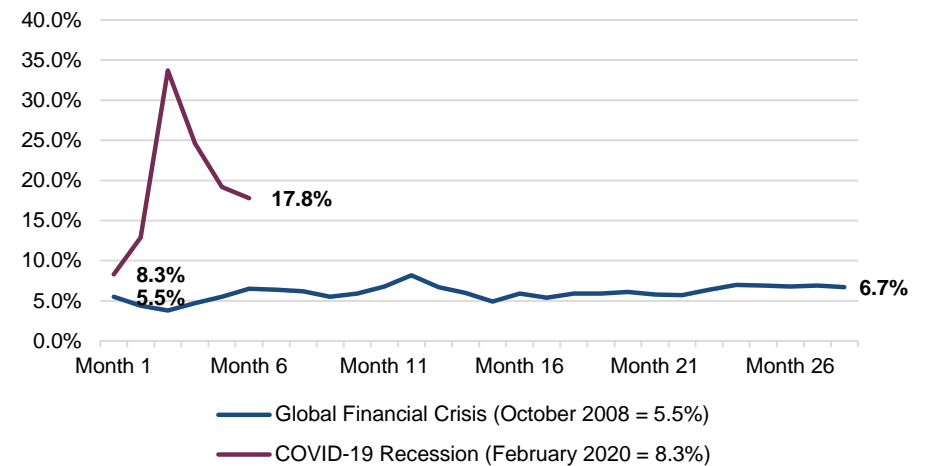
¹⁹ Source: U.S. Bureau of Economic Analysis. Consumer spending as a % of GDP was 67 percent at the end of Q1 and Q2 2020 and 68 percent for Q4 2019.

that various fundamentals of the consumer backdrop provide some glimmers of hope that U.S. consumers could be more resilient than expected.

One critical difference today versus the GFC is the impressive boost of consumer liquidity triggered in March by the historic Coronavirus Aid, Relief and Economic Security (CARES) Act. An intentional lack of spending by consumers during the early months of the crisis coupled with the passage of the CARES Act created an exceptional surplus of unspent consumer capital. Since the stimulus hit consumer wallets, U.S. Bureau of Economic Analysis data indicates consumers have built up excess savings of over \$12 trillion.

In comparison, savings rates during the GFC, and for three years after the recession ended, averaged 6.6%²⁰. This translated to weaker levels of consumer confidence and a slower recovery in consumer spending, in comparison to the 17.8% savings rate as of July 2020 shown in the chart in the column to the right. This excess savings may have been a factor in U.S. retail sales that, as of August, are now above pre-COVID-19 levels.²¹ As a yardstick, the country's return to "spending as usual" has taken six months during the COVID-19 crisis versus 33 months during the GFC recovery.²²

U.S. Savings Rate



Source: U.S. Bureau of Economic Analysis

The employment picture has also been distinctive in the COVID-19 crisis. Shortly after the March economic shutdowns across the country, the U.S. unemployment rate quickly spiked to 14.7% at its peak in April. This was followed by a similarly dramatic decline to an 8.4% unemployment rate in August.²³ The job recovery, to date, has been one of the fastest in modern history, but there is still a looming uphill battle: employment and consumer confidence continue to lag the GFC recovery.

Will Consumer Spending Lead the Recovery into 2021?

Two key inputs have historically been factors in determining a consumer's propensity to spend: their savings and balance sheets. As we enter the critical holiday season, analysts wonder if the excess savings, in addition to higher consumer balance sheets, will carry through to higher spending -- despite the headwinds on employment and consumer confidence. For context, U.S. consumer net worth increased by \$2.5 trillion to an all-time high of \$119 trillion in the second quarter, as shown in the chart on the next page.

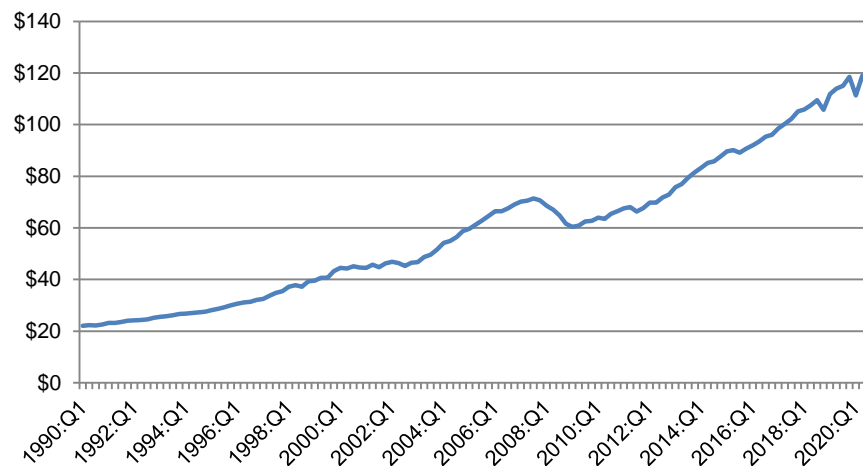
²⁰ Source: U.S. Bureau of Economic Analysis

²¹ Source: U.S. Census Bureau

²² Source: Morgan Stanley, Global Economics Factbook, "How Does GCR Recovery Compare with the GFC?", September 22, 2020

²³ Source: U.S. Bureau of Labor Statistics

U.S. Consumer Net Worth (USD Trillion)



Source: U.S. Federal Reserve

Despite this spending potential, uncertainty may continue as the service economy struggles with potentially greater levels of structural unemployment that will weigh on consumer confidence and spending intentions going into 2021. One metric that might provide some insight to the spending recovery from here is known as the Marginal Propensity to Consume (MPC). This is a Keynesian economic theory which compares the rate of change in consumption to the rate of change in savings.

The U.S. has historically had a relatively higher MPC compared to other countries and thus a lower savings rate. This indicates the potential for a continued consumer spending recovery by looking at the high savings balances and consumer net worth as we enter the final quarter of 2020. The question remains whether the uncertainty around the November elections, the continuing impact of COVID-19, and the unraveling of the shared and service economies will prevent the continued healing of the economy as we enter 2021. We believe there are indications that consumers can indeed withstand these headwinds near-term and potentially aid the economic recovery by continuing to spend down excess savings over the next several years.

Economic and Market Perspectives Q4 2020

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DESERT HOSPITAL RETIREMENT PLAN
XXX8600
09/30/2020

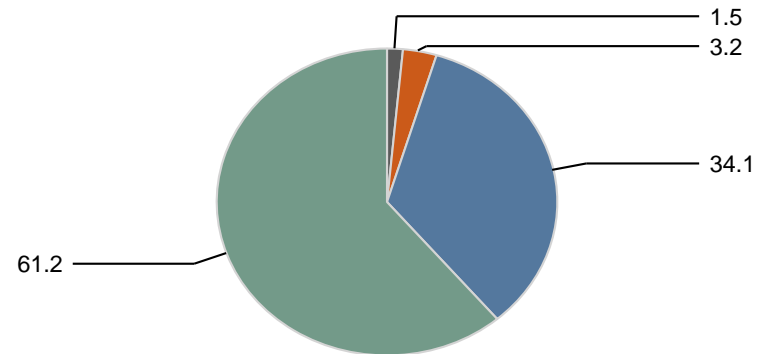
Investment Objective: DOCUMENT DIRECTED - IS
Investment Officer: KEITH STRIBLING



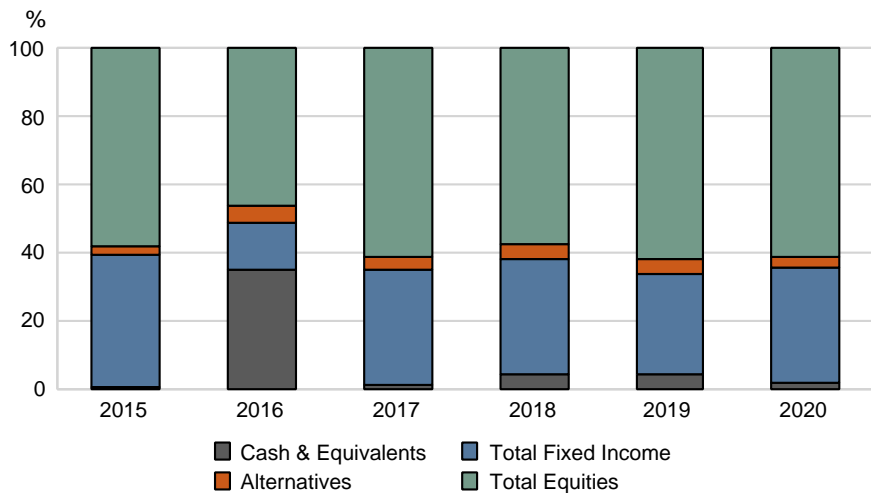
Asset Allocation Summary

Market Value by Asset Class

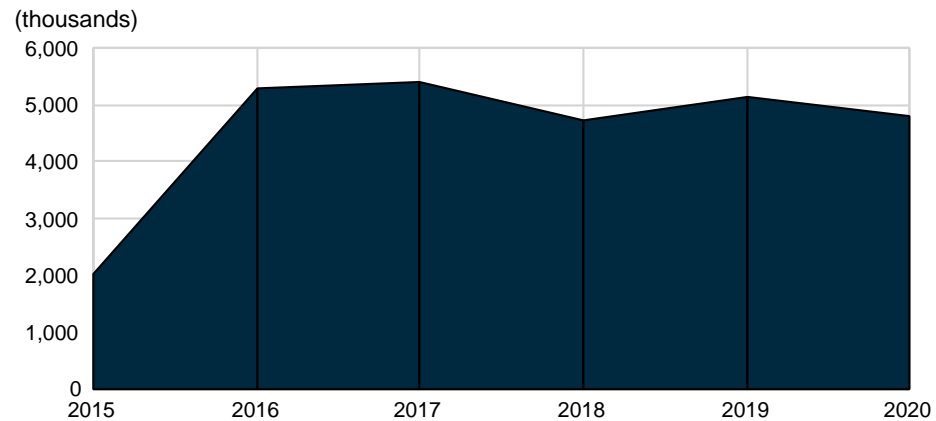
	Market Value	% of Mkt Val
Total Equities	2,932,595	61.2
Total Fixed Income	1,636,813	34.1
Alternatives	151,562	3.2
Cash & Equivalents	73,777	1.5
Total	4,794,747	100.0



Annual Allocation



Annual Ending Market Values



Account Name: DESERT HOSPITAL RETIREMENT PLAN

Account ID: XXX8600



As of: September 30, 2020

Portfolio Analytics

Largest 10 Holdings - YTD Return

	Market Value	% of Mkt Val	Return
ISHARES S&P 500 GROWTH ET	391,681	8.2	20.26
ISHARES S&P 500 VALUE ETF	314,298	6.6	-11.91
VANGUARD FTSE DEVELOPED M	276,239	5.8	-5.82
SCHWAB STRATEGIC TR	245,115	5.1	6.62
VANGUARD INDEX FUNDS S&P	244,077	5.1	5.47
ISHARES MSCI EAFE GROWTH	127,180	2.7	4.58
ISHARES RUS MID-CAP GRW E	122,911	2.6	13.77
EDWARDS LIFESCIENCES 4.30	120,822	2.5	8.90
ISHARES MSCI EAFE VALUE E	119,799	2.5	-18.18
ISHARES RUSSELL 2000 GROW	116,963	2.4	4.50

Largest 10 Stock Holdings - Percent of Stocks

	% of Mkt Val
MICROSOFT CORP	8.3
APPLE INC COM	7.9
ALPHABET INC CAP STK CL A	4.6
AMAZON.COM INC	3.1
PROCTER & GAMBLE CO	3.0
UNILEVER N V	2.6
MASTERCARD INC-A	2.6
BRISTOL MYERS SQUIBB CO	2.3
FACEBOOK INC CL A	2.3
AMERICAN TOWER CORP	2.2

Total Assets Held in Stocks: 65

Total Assets Held in Portfolio: 116

Top 10 Performers YTD

	Market Value	% of Mkt Val	Return
CARRIER GLOBAL CORPORATIO	397	.0	81.04
AMAZON.COM INC	15,744	.3	70.40
NIKE INC CL B	3,774	.1	68.37
APPLE INC COM	39,954	.8	58.35
ADOBE INC	6,376	.1	48.74
REGENERON PHARMACEUTICALS	3,359	.1	48.05
PROLOGIS INC	3,019	.1	46.28
UNITED PARCEL SERVICE CL	9,165	.2	45.90
LOWES COS INC	9,786	.2	40.74
MICROSOFT CORP	42,066	.9	34.76

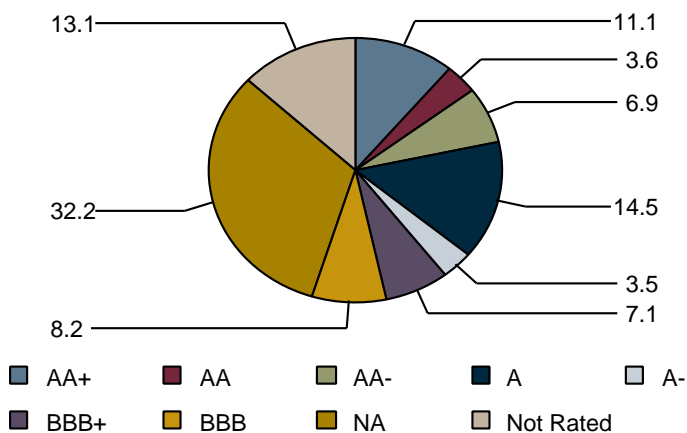
Bottom 10 Performers YTD

	Market Value	% of Mkt Val	Return
EOG RES INC	2,767	.1	-55.79
BOEING CO	1,653	.0	-48.87
AMERICAN INTL GROUP COM	1,377	.0	-44.50
CITIGROUP INC COM	5,173	.1	-44.46
HARTFORD FINL SVCS GROUP	2,045	.0	-37.46
CHEVRON CORP. COMMON STOC	6,480	.1	-36.95
JPMORGAN CHASE & CO	11,360	.2	-28.95
PNC FINANCIAL SERVICES GR	5,386	.1	-28.78
V F CORP	2,459	.1	-24.76
SCHWAB CHARLES CORP NEW	5,507	.1	-22.28

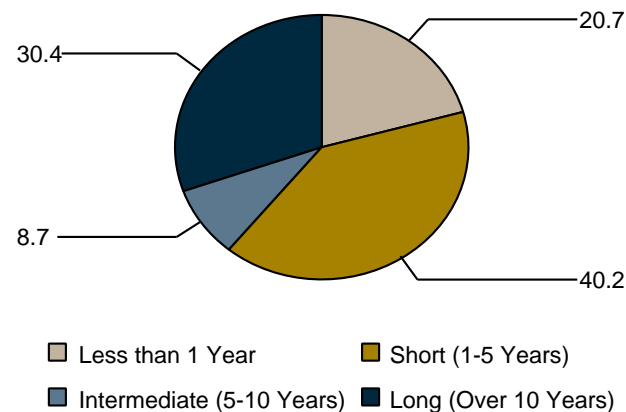
Fixed Income Analysis - Individual Holdings

	09/30/2020	06/30/2020	09/30/2019	09/30/2018	09/30/2017
Duration	6.66	7.05	7.43	7.61	7.42
Coupon	3.26	3.26	3.14	3.13	3.12
Yield to Maturity	1.53	1.50	2.36	3.29	2.47
Maturity	8.90	9.45	10.16	10.52	10.10
Current Yield	3.02	3.02	3.02	3.14	3.01
Face Amount	1,362,315	1,392,651	1,449,840	1,724,145	1,611,024
Market Value	1,459,258	1,493,684	1,501,851	1,714,079	1,663,816
Cost	1,415,393	1,446,792	1,495,126	1,777,948	1,664,997

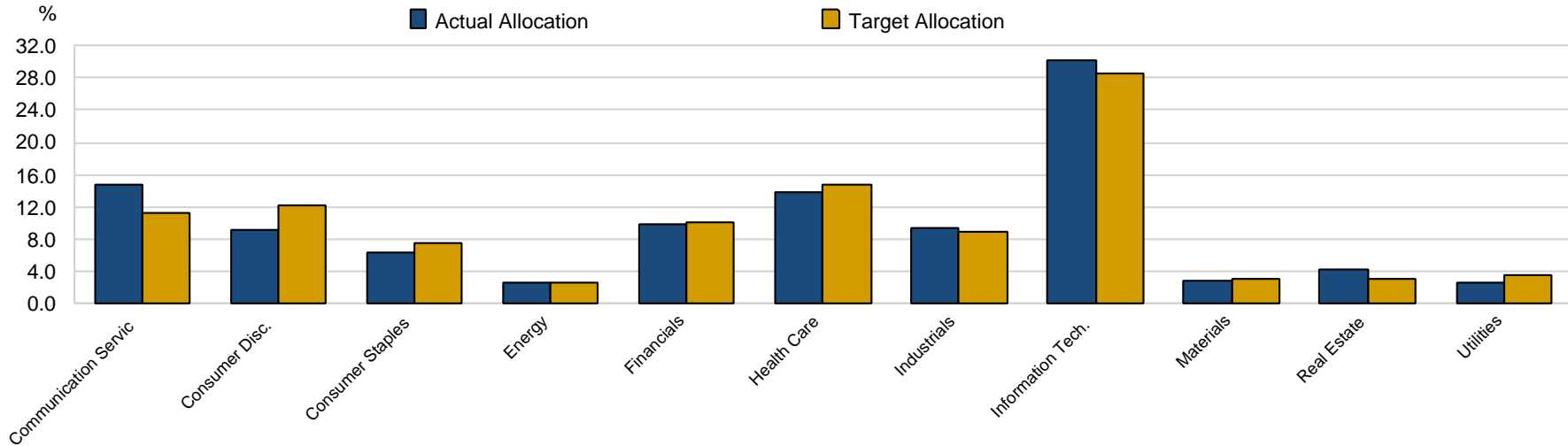
Quality Allocation by Market Value



Maturity Allocation by Market Value



Equity Sector Allocation vs. SP500 Target



	Market Value	Actual Allocation	Target Allocation	Variance
Communication Services	67,621	14.3	10.8	3.5
Consumer Disc.	40,840	8.7	11.6	-2.9
Consumer Staples	27,790	5.9	7.0	-1.1
Energy	9,247	2.0	2.1	-.1
Financials	44,425	9.4	9.7	-.3
Health Care	63,232	13.4	14.2	-.8
Industrials	41,741	8.9	8.3	.6
Information Tech.	139,568	29.6	28.2	1.5
Materials	10,323	2.2	2.6	-.4
Real Estate	17,285	3.7	2.6	1.0
Utilities	9,506	2.0	3.0	-1.0
Total Common Stock	471,580	100.0	100.0	.0

Account Name: DESERT HOSPITAL RETIREMENT PLAN

As of: September 30, 2020

Account ID: XXX8600



Summary Investment Performance

Beginning Market Value	12,016,944.00
Beginning Accrued Income	77,673.00
Beginning Portfolio Value	12,094,617.00
Contributions	4,189,047.50
Withdrawals	-17,328,547.27
Income Earned	3,867,094.80
Gain/Loss	1,972,534.91
Ending Market Value	4,785,505.60
Ending Accrued Income	9,241.34
Ending Portfolio Value	4,794,746.94
Total Earnings	5,839,629.71

Performance

Cash Equivalents	1.88
Total Fixed Income	4.06
Total Equities	6.39
Total Managed Portfolio	5.53

Returns are gross of fees not including account level advisory fees unless otherwise stated. Gross returns are presented before management and custodial fees but after all trading expenses, embedded and reflect the reinvestment of dividends and other income. Net returns are net of investment management fees in effect for the respective time period. Returns for periods over one year are annualized. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured have no bank guarantee and may lose value.

Account Name: DESERT HOSPITAL RETIREMENT PLAN

Account ID: XXX8600



As of: September 30, 2020

Performance Report

	Market Value	3 Months	1 Year	3 Years	5 Years	10 Years	20 Years	Inception to Date 05/01/1998
Cash Equivalents	73,990	.01	.76	1.46	1.03	.52	1.48	1.88
Lipper Money Market Funds Index		.01	.78	1.41	.96	.48	1.36	1.76
Total Fixed Income	1,636,813	.48	5.17	3.86	3.13	2.50	3.92	4.06
BBG Barclays US Aggregate Bd Index (USD)		.62	6.98	5.24	4.18	3.64	5.01	5.04
Alternatives	151,562	1.80	3.39	2.20	4.75			
Wilshire Liquid Alternative Index		2.32	.39	.82	1.44	1.58	2.28	
Total Equities	2,932,595	7.47	8.54	6.80	10.30	10.17	5.55	6.39
MSCI AC World Index (Net)		8.13	10.44	7.12	10.30	8.55	5.04	
MSCI EAFE Index (Net)		4.80	.49	.62	5.26	4.62	3.58	3.89
MSCI EM Free Index (Net USD)		9.56	10.54	2.42	8.97	2.50	7.83	
Russell 2000 Index (USD)		4.93	.39	1.77	8.00	9.85	6.88	6.62
Russell Midcap Index		7.46	4.55	7.13	10.13	11.76	8.25	8.65
S&P 500 Composite Index		8.93	15.15	12.28	14.15	13.74	6.42	7.07
65% S&P 500/ 15% Russell 2000/ 20% MSCI EAFE		7.50	9.93	8.35	11.50	11.38	6.03	
Total Managed Portfolio	4,794,747	4.56	6.55	5.34	7.40	7.12	4.91	5.53
Total Account Net of Fees	4,794,747	4.39	5.86	4.66	6.68	6.39	4.21	4.83

Returns are gross of fees not including account level advisory fees unless otherwise stated. Gross returns are presented before management and custodial fees but after all trading expenses, embedded and reflect the reinvestment of dividends and other income. Net returns are net of investment management fees in effect for the respective time period. Returns for periods over one year are annualized. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured have no bank guarantee and may lose value.

Account Name: DESERT HOSPITAL RETIREMENT PLAN

As of: September 30, 2020

Account ID: XXX8600



Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
Alternatives										
Global Macro										
EATON VANCE GLBL MACRO ABS R6 #1072	EGRSX	9,688.132	10.04	97,308.37	10.61	102,791.08	2.1	.45	4,311.22	4.194
Total for Global Macro				97,308.37		102,791.08	2.1		4,311.22	4.194
Unconstrained Fixed Income										
BLACKROCK STRAT INC OPPTS CL K #1944	BSIKX	4,830.314	9.67	46,695.04	10.07	48,771.21	1.0	.29	1,410.45	2.900
Total for Unconstrained Fixed Income				46,695.04		48,771.21	1.0		1,410.45	2.900
Total: Alternatives				144,003.41		151,562.29	3.2		5,721.67	3.778
Cash										
Cash										
Cash/Pending Trade		-213.010	1.00	-213.01	1.00	-213.01	.0	.00	.00	.000
Total for Cash				-213.01		-213.01	.0		.00	.000
Total: Cash				-213.01		-213.01	.0		.00	.000
Total Equities										
Communi Services - Dom CS										
ALPHABET INC CAP STK CL A	GOOGL	16.000	793.85	12,701.63	1,465.60	23,449.60	.5	.00	.00	.000
COMCAST CORP-CL A	CMCSA	163.000	34.88	5,685.49	46.26	7,540.38	.2	.92	149.96	1.989
DISNEY (WALT) COMPANY HOLDING CO	DIS	66.000	113.30	7,478.06	124.08	8,189.28	.2	.00	.00	.000
ELECTRONIC ARTS INC COMMON	EA	52.000	82.37	4,283.04	130.41	6,781.32	.1	.00	.00	.000
FACEBOOK INC CL A	FB	45.000	121.42	5,463.73	261.90	11,785.50	.2	.00	.00	.000
VERIZON COMMUNICATIONS	VZ	166.000	53.44	8,870.99	59.49	9,875.34	.2	2.51	416.66	4.219
Total for Communi Services - Dom CS				44,482.94		67,621.42	1.4		566.62	.838

As of: September 30, 2020

Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
Con Discretionary - Dom CS										
AMAZON.COM INC	AMZN	5.000	1,627.28	8,136.41	3,148.73	15,743.65	.3	.00	.00	.000
LOWES COS INC	LOW	59.000	68.70	4,053.01	165.86	9,785.74	.2	2.40	141.60	1.447
NIKE INC CL B	NKE	30.000	74.90	2,246.85	125.54	3,773.55	.1	.98	29.40	.781
O REILLY AUTOMOTIVE INC NEW	ORLY	11.000	298.58	3,284.37	461.08	5,071.88	.1	.00	.00	.000
TJX COS INC NEW	TJX	72.000	38.85	2,797.18	55.65	4,006.80	.1	.00	.00	.000
V F CORP	VFC	35.000	95.61	3,346.18	70.25	2,458.75	.1	1.92	67.20	2.733
Total for Con Discretionary - Dom CS				23,864.00		40,840.37	.9		238.20	.583
Con Staples - Dom CS										
COSTCO WHOLESALE CORP	COST	23.000	170.48	3,921.14	355.00	8,165.00	.2	2.80	64.40	.789
PROCTER & GAMBLE CO	PG	111.000	103.61	11,500.26	138.99	15,427.89	.3	3.16	351.09	2.276
WALMART INC COM	WMT	30.000	119.02	3,570.45	139.91	4,197.30	.1	2.16	64.80	1.544
Total for Con Staples - Dom CS				18,991.85		27,790.19	.6		480.29	1.728
Emerging Market Funds										
ISHARES MSCI EMERGING MKT FD	EEM	1,162.000	36.99	42,985.59	44.09	51,232.58	1.1	.89	1,037.67	2.025
VANGUARD FTSE EMRG MRKTS ETF	VWO	1,519.000	40.23	61,106.95	43.24	65,681.56	1.4	1.21	1,842.55	2.805
Total for Emerging Market Funds				104,092.54		116,914.14	2.4		2,880.22	2.464
Energy - Dom CS										
CHEVRON CORP. COMMON STOCK	CVX	90.000	106.01	9,541.26	72.00	6,480.00	.1	5.16	464.40	7.167
EOG RES INC	EOG	77.000	81.24	6,255.52	35.94	2,767.38	.1	1.50	115.50	4.174
Total for Energy - Dom CS				15,796.78		9,247.38	.2		579.90	6.271
Financials - Domestic CS										
AMERICAN INTL GROUP COM	AIG	50.000	61.89	3,094.46	27.53	1,376.50	.0	1.28	64.00	4.649
BERKSHIRE HATHAWAY B	BRK.B	43.000	196.34	8,442.65	212.94	9,156.42	.2	.00	.00	.000
CITIGROUP INC COM	C	120.000	52.50	6,300.35	43.11	5,173.20	.1	2.04	244.80	4.732
GOLDMAN SACHS GROUP INC	GS	22.000	170.97	3,761.31	200.97	4,421.34	.1	5.00	110.00	2.488
HARTFORD FINL SVCS GROUP INC	HIG	55.000	53.63	2,949.48	36.86	2,045.18	.0	1.30	71.50	3.527

Account Name: DESERT HOSPITAL RETIREMENT PLAN

Account ID: XXX8600



As of: September 30, 2020

Holdings Report w/ Yield and Income

	Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield
Financials - Domestic CS										
JPMORGAN CHASE & CO	JPM	118.000	92.22	10,881.96	96.27	11,359.86	.2	3.60	424.80	3.739
PNC FINANCIAL SERVICES GROUP	PNC	49.000	119.83	5,871.73	109.91	5,385.59	.1	4.60	225.40	4.185
SCHWAB CHARLES CORP NEW	SCHW	152.000	36.52	5,551.00	36.23	5,506.96	.1	.72	109.44	1.987
Total for Financials - Domestic CS				46,852.94		44,425.05	.9		1,249.94	2.815
Foreign Large Blended Funds										
ISHARES TR HDG MSCI EAFE	HEFA	2,664.000	26.06	69,416.82	27.54	73,366.56	1.5	.73	1,942.06	2.647
VANGUARD FTSE DEVELOPED MARKETS ETF	VEA	6,754.000	41.79	282,249.66	40.90	276,238.60	5.8	.99	6,686.46	2.421
Total for Foreign Large Blended Funds				351,666.48		349,605.16	7.3		8,628.52	2.468
Foreign Large Growth Funds										
ISHARES MSCI EAFE GROWTH ETF	EFG	1,415.000	66.43	94,000.31	89.88	127,180.20	2.7	1.00	1,413.59	1.111
Total for Foreign Large Growth Funds				94,000.31		127,180.20	2.7		1,413.59	1.111
Foreign Large Value Funds										
ISHARES MSCI EAFE VALUE ETF	EFV	2,969.000	50.60	150,225.98	40.35	119,799.15	2.5	1.44	4,263.48	3.559
Total for Foreign Large Value Funds				150,225.98		119,799.15	2.5		4,263.48	3.559
Health Care - Dom CS										
ABBOTT LABS COM	ABT	75.000	45.64	3,423.03	108.83	8,162.25	.2	1.44	108.00	1.323
ABBVIE INC COM	ABBV	25.000	83.56	2,088.88	87.59	2,189.75	.0	4.72	118.00	5.389
ANTHEM INC COM	ANTM	16.000	258.48	4,135.72	268.59	4,297.44	.1	3.80	60.80	1.415
BRISTOL MYERS SQUIBB CO	BMJ	197.000	57.33	11,293.12	60.29	11,877.13	.2	1.80	354.60	2.986
ILLUMINA INC	ILMN	13.000	296.09	3,849.12	309.08	4,018.04	.1	.00	.00	.000
LILLY ELI & CO	LLY	55.000	113.00	6,215.23	148.02	8,141.10	.2	2.96	162.80	2.000
MERCK & CO COM COM	MRK	105.000	58.84	6,178.27	82.95	8,773.80	.2	2.44	256.20	2.942
PFIZER INC	PFE	145.000	35.24	5,109.39	36.70	5,321.50	.1	1.52	220.40	4.142
REGENERON PHARMACEUTICALS INC	REGN	6.000	337.51	2,025.05	559.78	3,358.68	.1	.00	.00	.000
UNITEDHEALTH GROUP INC	UNH	14.000	281.23	3,937.22	311.77	4,364.78	.1	5.00	70.00	1.604
ZIMMER BIOMET HLDGS INC COM	ZBH	20.000	143.70	2,873.95	136.14	2,727.60	.1	.96	19.20	.705
Total for Health Care - Dom CS				51,128.98		63,232.07	1.3		1,370.00	2.169

Account Name: DESERT HOSPITAL RETIREMENT PLAN

Account ID: XXX8600



As of: September 30, 2020

Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
Industrials - Domestic CS										
BOEING CO	BA	10.000	331.10	3,310.97	165.26	1,652.60	.0	.00	.00	.000
FORTIVE CORP COM	FTV	78.000	52.11	4,064.44	76.21	5,944.38	.1	.28	21.84	.367
HONEYWELL INTL INC	HON	46.000	130.96	6,024.34	164.61	7,572.06	.2	3.72	171.12	2.260
HUNT J B TRANS SVCS INC	JBHT	46.000	90.21	4,149.83	126.38	5,813.48	.1	1.08	49.68	.855
NORTHROP GRUMMAN CORP	NOC	22.000	249.78	5,495.09	315.49	6,940.78	.1	5.80	127.60	1.838
OTIS WORLDWIDE CORP	OTIS	6.000	65.73	394.39	62.42	374.52	.0	.80	4.80	1.282
RAYTHEON TECHNOLOGIES CORP COM	RTX	13.000	73.13	950.67	57.54	748.02	.0	1.90	24.70	3.302
ROCKWELL AUTOMATION, INC. COMMON STO	ROK	16.000	154.97	2,479.53	220.68	3,530.88	.1	4.08	65.28	1.849
UNITED PARCEL SERVICE CL B	UPS	55.000	108.75	5,981.26	166.63	9,164.65	.2	4.04	222.20	2.425
Total for Industrials - Domestic CS				32,850.52		41,741.37	.9		687.22	1.646
Info Tech - Domestic CS										
ADOBE INC	ADBE	13.000	110.39	1,435.05	490.43	6,375.59	.1	.00	.00	.000
ANALOG DEVICES INC	ADI	62.000	72.41	4,489.20	116.74	7,237.88	.2	2.48	153.76	2.124
APPLE INC COM	AAPL	345.000	29.86	10,300.31	115.81	39,954.45	.8	.82	282.90	.708
APPLIED MATLS INC	AMAT	157.000	30.26	4,751.42	59.45	9,333.65	.2	.88	138.16	1.480
CISCO SYS INC	CSCO	278.000	30.85	8,575.00	39.39	10,950.42	.2	1.44	400.32	3.656
MASTERCARD INC-A	MA	39.000	110.52	4,310.26	338.17	13,188.63	.3	1.60	62.40	.473
MICROSOFT CORP	MSFT	200.000	64.38	12,876.67	210.33	42,066.00	.9	2.24	448.00	1.065
ORACLE CORP	ORCL	70.000	53.56	3,748.96	59.70	4,179.00	.1	.96	67.20	1.608
TEXAS INSTRS INC	TXN	44.000	76.85	3,381.50	142.79	6,282.76	.1	4.08	179.52	2.857
Total for Info Tech - Domestic CS				53,868.37		139,568.38	2.9		1,732.26	1.241
Intl CS - Non-ADRs										
UNILEVER N V	UN	222.000	57.45	12,754.85	60.40	13,408.80	.3	1.55	342.99	2.558
LINDE PLC COM	LIN	46.000	135.73	6,243.35	238.13	10,953.98	.2	3.85	177.19	1.618
MEDTRONIC PLC SHS	MDT	98.000	79.98	7,838.35	103.92	10,184.16	.2	2.32	227.36	2.232
ALCON INC ORD SHS	ALC	55.000	58.10	3,195.46	56.95	3,132.25	.1	.00	.00	.000
Total for Intl CS - Non-ADRs				30,032.01		37,679.19	.8		747.54	1.984

As of: September 30, 2020

Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
Large-Cap Blended Funds										
SCHWAB STRATEGIC TR	SCHX	3,040.000	56.82	172,740.52	80.63	245,115.20	5.1	1.59	4,833.60	1.972
VANGUARD INDEX FUNDS S&P 500 ETF SHS	VOO	790.000	218.88	172,918.69	307.65	244,077.22	5.1	5.35	4,224.92	1.738
Total for Large-Cap Blended Funds				345,659.21		489,192.42	10.2		9,058.52	1.856
Large-Cap Growth Funds										
ISHARES S&P 500 GROWTH ETF	IVW	1,695.000	117.81	199,692.91	231.08	391,680.60	8.2	2.21	3,739.17	.955
Total for Large-Cap Growth Funds				199,692.91		391,680.60	8.2		3,739.17	.955
Large-Cap Value Funds										
ISHARES S&P 500 VALUE ETF	IVE	2,795.000	93.76	262,053.21	112.45	314,297.75	6.6	2.99	8,345.87	2.655
Total for Large-Cap Value Funds				262,053.21		314,297.75	6.6		8,345.87	2.655
Materials - Domestic CS										
ECOLAB INC	ECL	38.000	118.35	4,497.21	199.84	7,611.78	.2	1.88	71.44	.941
VULCAN MATLS CO	VMC	20.000	132.35	2,646.90	135.54	2,710.80	.1	1.36	27.20	1.003
Total for Materials - Domestic CS				7,144.11		10,322.58	.2		98.64	.957
Mid-Cap Growth Funds										
ISHARES RUS MID-CAP GRW ETF	IWP	711.000	88.04	62,596.04	172.87	122,910.57	2.6	.88	628.52	.511
Total for Mid-Cap Growth Funds				62,596.04		122,910.57	2.6		628.52	.511
Mid-Cap Value Funds										
ISHARES RUS MID-CAP VALUE	IWS	1,130.000	72.82	82,288.97	80.84	91,349.20	1.9	1.93	2,177.51	2.384
Total for Mid-Cap Value Funds				82,288.97		91,349.20	1.9		2,177.51	2.384
Real Estate - Dom CS										
AMERICAN TOWER CORP	AMT	47.000	101.75	4,782.19	241.73	11,414.89	.2	4.33	203.51	1.791
PROLOGIS INC	PLD	30.000	70.12	2,103.45	100.62	3,018.60	.1	2.32	69.60	2.306
WEYERHAEUSER CO COM	WY	100.000	25.43	2,542.50	28.52	2,852.00	.1	.00	.00	.000
Total for Real Estate - Dom CS				9,428.14		17,285.49	.4		273.11	1.585

Account Name: DESERT HOSPITAL RETIREMENT PLAN

Account ID: XXX8600



As of: September 30, 2020

Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
Small-Cap Blended Funds										
ISHARES RUSSELL 2000 ETF	IWM	726.000	122.97	89,278.07	149.79	108,747.54	2.3	2.05	1,487.57	1.368
Total for Small-Cap Blended Funds				89,278.07		108,747.54	2.3		1,487.57	1.368
Small-Cap Growth Funds										
ISHARES RUSSELL 2000 GROWTH ETF	IWO	528.000	168.51	88,975.88	221.52	116,962.56	2.4	1.46	769.30	.658
Total for Small-Cap Growth Funds				88,975.88		116,962.56	2.4		769.30	.658
Small-Cap Value Funds										
ISHARES RUSSELL 2000 VALUE ETF	IWN	752.000	117.63	88,460.07	99.33	74,696.16	1.6	2.26	1,698.77	2.274
Total for Small-Cap Value Funds				88,460.07		74,696.16	1.6		1,698.77	2.274
Utilities-Dom Common Stock										
CARRIER GLOBAL CORPORATION	CARR	13.000	21.92	284.96	30.54	397.02	.0	.32	4.16	1.048
WEC ENERGY GROUP INC COM	WEC	94.000	62.00	5,827.56	96.90	9,108.60	.2	2.53	237.82	2.611
Total for Utilities-Dom Common Stock				6,112.52		9,505.62	.2		241.98	2.546
Total: Total Equities				2,259,542.83		2,932,594.56	61.2		53,356.74	1.820
Total Fixed Income										
Taxable FX- US Govt Agcy										
FHLMC NTS 2.375% 1/13/22	FN22322	50,000.000	105.66	52,830.60	102.89	51,700.79	1.1	2.38	1,187.50	2.308
Total for Taxable FX- US Govt Agcy				52,830.60		51,700.79	1.1		1,187.50	2.308
Taxable Fixed - Corporates										
ALABAMA PWR NTS 3.375% 10/01/20	APN3320	50,000.000	105.92	52,960.50	100.00	50,843.75	1.1	3.38	1,687.50	3.375
ALPHABET INC 3.375% 2/25/24		100,000.000	103.68	103,675.00	109.90	110,239.50	2.3	3.38	3,375.00	3.071
BERKSHIRE HATH FIN 3.000% 5/15/22	BH33022	50,000.000	104.53	52,264.50	104.27	52,703.67	1.1	3.00	1,500.00	2.877
COLGATE PALMOLIVE CO 2.950% 11/01/20	CL20	100,000.000	103.10	103,095.00	100.22	101,453.17	2.1	2.95	2,950.00	2.943

Account Name: DESERT HOSPITAL RETIREMENT PLAN

As of: September 30, 2020

Account ID: XXX8600



Holdings Report w/ Yield and Income

	Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
	DISNEY WALT CO MTNS 2.300% 2/12/21	DWC2321	50,000.000	103.43	51,716.50	100.71	50,511.53	1.1	2.30	1,150.00	2.284
	EDWARDS LIFESCIENCES 4.300% 6/15/28	EL44328	100,000.000	112.46	112,461.00	119.56	120,822.11	2.5	4.30	4,300.00	3.597
	IBM CORP 3.375% 8/01/23	IC00323	100,000.000	103.56	103,559.00	108.57	109,129.50	2.3	3.38	3,375.00	3.109
	PRAXAIR INC	PX23	50,000.000	101.99	50,994.00	104.94	52,618.50	1.1	2.70	1,350.00	2.573
	WELLS FARGO NTS 3.500% 3/08/22	WFN3512	100,000.000	102.96	102,964.00	104.23	104,456.61	2.2	3.50	3,500.00	3.358
Total for Taxable Fixed - Corporates					733,689.50		752,778.34	15.7		23,187.50	3.102
Taxable Fixed - Mortgages											
	FGLMC G07029 4.000% 6/01/42	G07029F	55,394.060	106.20	58,830.23	111.35	61,680.18	1.3	4.00	2,215.76	3.592
	FGLMC #C04305 3.000% 11/01/42	C04305F	43,936.670	104.36	45,852.07	106.70	46,991.15	1.0	3.00	1,318.10	2.812
	FGLMC #C18024 5.500% 11/01/28	C18024F	1,118.720	103.75	1,160.67	110.92	1,245.99	.0	5.50	61.53	4.959
	FGLMC #Q19470 3.000% 6/01/43	Q19470F	67,020.210	100.64	67,449.57	107.27	72,062.81	1.5	3.00	2,010.61	2.797
	FGLMC #G60344 4.000% 12/01/45	G60344F	53,822.710	105.62	56,850.22	111.14	59,999.58	1.3	4.00	2,152.91	3.599
	FNMA AL7945 3.50000% 1/1/2046	AL7945A	64,533.290	103.67	66,902.88	110.53	71,329.94	1.5	3.50	2,258.67	3.167
	FNMA AS6340 3.5000% 12/1/2045	AS6340A	54,582.820	102.63	56,019.89	108.04	58,969.10	1.2	3.50	1,910.40	3.240
	FNMA AU3742 3.5000% 8/1/2043	AU3742A	55,632.020	102.45	56,996.76	109.17	60,731.25	1.3	3.50	1,947.12	3.206
	FNMA 995672 4.500% 4/01/39	995672A	7,498.230	101.70	7,625.96	112.03	8,428.01	.2	4.50	337.42	4.017
	GNMA II #2629 6.000% 8/20/28	002629M	2,035.070	99.69	2,028.71	112.72	2,304.15	.0	6.00	122.10	5.323
	GNMA II #003389 5.000% 5/20/33	003389M	2,762.040	103.75	2,865.61	113.41	3,143.91	.1	5.00	138.10	4.409
	GNMA #474804 6.500% 9/15/28	474804X	1,458.930	101.19	1,476.25	110.51	1,620.09	.0	6.50	94.83	5.882
	GNMA #780912 6.500% 11/15/28	780912X	1,439.090	101.97	1,467.44	113.40	1,639.70	.0	6.50	93.54	5.732
	GNMA #781057 5.500% 6/15/29	781057X	1,081.030	100.38	1,085.09	111.44	1,209.63	.0	5.50	59.46	4.936
Total for Taxable Fixed - Mortgages					426,611.35		451,355.49	9.4		14,720.55	3.265
Taxable Fixed - US Treas											
	US TREAS NTS 2.750% 11/15/23	UTN0023	100,000.000	100.68	100,683.59	108.04	109,077.72	2.3	2.75	2,750.00	2.545
	US TREAS NTS 2.250% 4/30/21	UTN2221A	50,000.000	101.06	50,531.25	101.25	51,095.79	1.1	2.25	1,125.00	2.222
	US TREAS NTS 2.250% 7/31/21	UTN2221B	50,000.000	102.09	51,046.88	101.77	51,074.54	1.1	2.25	1,125.00	2.211
Total for Taxable Fixed - US Treas					202,261.72		211,248.05	4.4		5,000.00	2.386
Taxable Funds - Bank Loan											

Account Name: DESERT HOSPITAL RETIREMENT PLAN

Account ID: XXX8600



As of: September 30, 2020

Holdings Report w/ Yield and Income

	Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
	EATON VANCE FLT-RT HI INC R6 #1048	ESFHX	.268	8.92	2.39	8.36	2.24	.0	.35	.09	4.018
Total for Taxable Funds - Bank Loan					2.39		2.24	.0		.09	4.018
Taxable Funds - High Yield											
	PIMCO HIGH YIELD,INSTL #108	PHIYX	.016	8.75	.14	8.75	.14	.0	.42	.01	7.143
Total for Taxable Funds - High Yield					.14		.14	.0		.01	7.143
Taxable Funds - Int Term											
	ISHARES MBS ETF	MBB	233.000	108.15	25,199.12	110.40	25,723.20	.5	2.49	579.94	2.255
Total for Taxable Funds - Int Term					25,199.12		25,723.20	.5		579.94	2.255
Taxable Funds - Short Term											
	VNGRD ST TERM INVMT GRADE ADM #539	VFSUX	4,286.155	10.70	45,850.09	10.98	47,145.04	1.0	.28	1,191.55	2.532
Total for Taxable Funds - Short Term					45,850.09		47,145.04	1.0		1,191.55	2.532
Taxable Funds - Ultra ST											
	VANGUARD ULT-S/T ADMIRAL FD #592	VUSFX	4,809.318	20.16	96,955.85	20.14	96,859.66	2.0	.41	1,962.20	2.026
Total for Taxable Funds - Ultra ST					96,955.85		96,859.66	2.0		1,962.20	2.026
Total: Total Fixed Income					1,583,400.76		1,636,812.95	34.1		47,829.34	2.936
Cash Equivalents											
Cash - Money Market											
	FIRST AMERN GOVT OBLIG FD CL Z #3676	FGZXX	73,985.630	1.00	73,985.63	1.00	73,990.15	1.5	.00	40.77	.055
Total for Cash - Money Market					73,985.63		73,990.15	1.5		40.77	.055
Total: Cash Equivalents					73,985.63		73,990.15	1.5		40.77	.055
Total					4,060,719.62		4,794,746.94	100.0		106,948.52	2.235

**DESERT HEALTHCARE DISTRICT
XXX4730
09/30/2020**

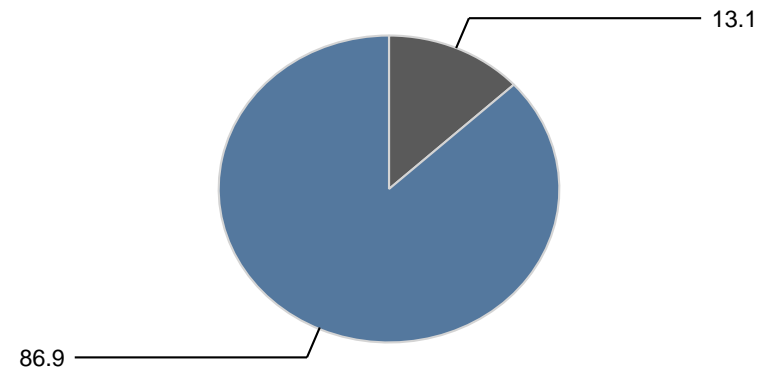
**Investment Objective: FIXED INCOME MANAGEMENT
Investment Officer: KEITH STRIBLING**



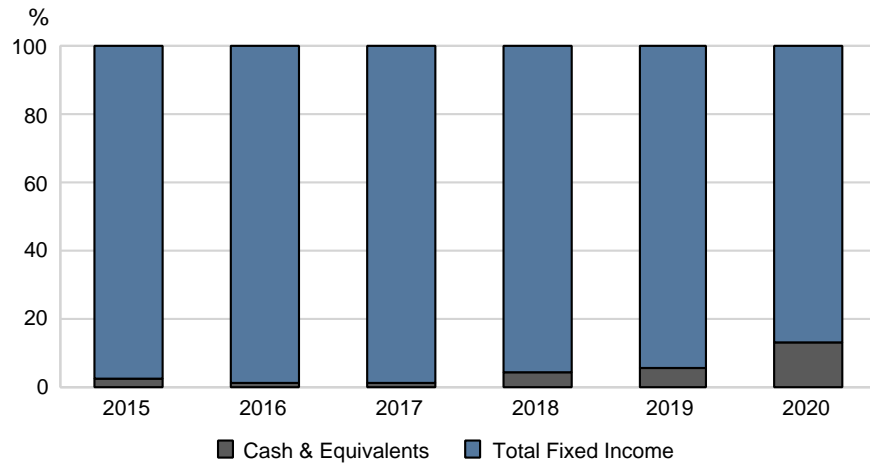
Asset Allocation Summary

Market Value by Asset Class

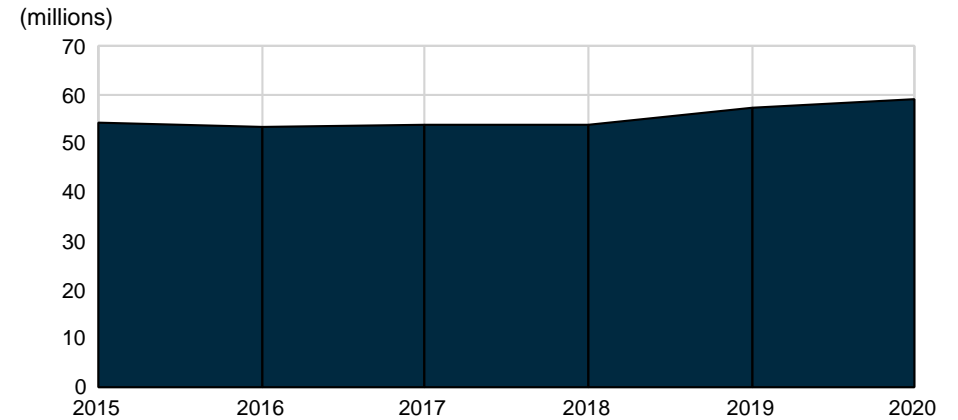
	Market Value	% of Mkt Val
Total Fixed Income	51,399,349	86.9
Cash & Equivalents	7,774,894	13.1
Total	59,174,243	100.0



Annual Allocation



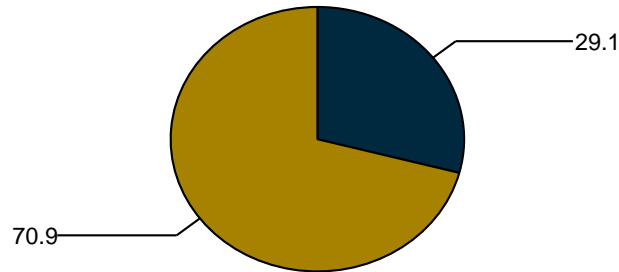
Annual Ending Market Values



Fixed Income Analysis - Individual Holdings

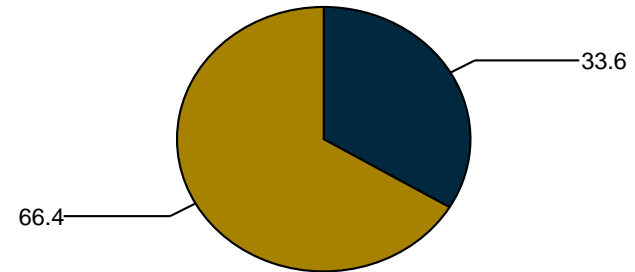
	09/30/2020	06/30/2020	09/30/2019	09/30/2018	09/30/2017
Duration	1.41	1.57	1.81	2.37	2.17
Coupon	2.09	2.10	2.15	2.34	2.66
Yield to Maturity	.23	.29	1.71	2.80	1.73
Maturity	1.43	1.60	1.85	2.44	2.23
Current Yield	2.04	2.04	2.12	2.36	2.62
Face Amount	49,800,000	52,800,000	51,800,000	52,800,000	52,800,000
Market Value	51,153,951	54,366,920	52,329,560	52,094,874	53,462,787
Cost	49,911,495	52,930,183	51,984,856	53,346,065	54,568,150

Quality Allocation by Market Value



■ AA+ ■ NA

Maturity Allocation by Market Value



■ Less than 1 Year ■ Short (1-5 Years)

Account Name: DESERT HEALTHCARE DISTRICT

Account ID: XXX4730



As of: September 30, 2020

Summary Investment Performance

Beginning Market Value	4,867,756.00
Beginning Accrued Income	29,993.00
Beginning Portfolio Value	4,897,749.00
Contributions	80,134,966.76
Withdrawals	-51,466,988.76
Income Earned	39,566,166.13
Gain/Loss	-13,957,649.97
Ending Market Value	58,928,789.87
Ending Accrued Income	245,453.29
Ending Portfolio Value	59,174,243.16
Total Earnings	25,608,516.16

Performance

Cash Equivalents	1.88
Total Fixed Income	3.29
Total Managed Portfolio	3.22

Returns are gross of fees not including account level advisory fees unless otherwise stated. Gross returns are presented before management and custodial fees but after all trading expenses, embedded and reflect the reinvestment of dividends and other income. Net returns are net of investment management fees in effect for the respective time period. Returns for periods over one year are annualized. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured have no bank guarantee and may lose value.

Account Name: DESERT HEALTHCARE DISTRICT

Account ID: XXX4730



As of: September 30, 2020

Performance Report

	Market Value	3 Months	1 Year	3 Years	5 Years	10 Years	20 Years	Inception to Date 07/01/1998
Cash & Equivalents	7,774,894	.01	.76	1.46	1.05	.54		
Lipper Money Market Funds Index		.01	.78	1.41	.96	.48	1.36	1.74
Total Fixed Income	51,399,349	.11	3.40	2.68	1.90	1.38	3.03	3.29
BBG Barclays 1-3 Yr US Govt. Bd Index		.10	3.62	2.66	1.82	1.30	2.83	3.08
Total Managed Portfolio	59,174,243	.10	3.21	2.57	1.83	1.33	2.96	3.22
Total Account Net of Fees	59,174,243	.05	3.01	2.37	1.63	1.13	2.76	3.02

Returns are gross of fees not including account level advisory fees unless otherwise stated. Gross returns are presented before management and custodial fees but after all trading expenses, embedded and reflect the reinvestment of dividends and other income. Net returns are net of investment management fees in effect for the respective time period. Returns for periods over one year are annualized. The information presented has been obtained from sources believed to be accurate and reliable. Past performance is not indicative of future returns. Securities are not FDIC insured have no bank guarantee and may lose value.

As of: September 30, 2020

Account ID: XXX4730

Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
Total Fixed Income										
Taxable FX- US Govt Agcy										
FHLB CONS BD 1.875% 11/29/21	FCB1821	1,000,000.000	99.56	995,643.00	102.00	1,026,334.17	1.7	1.88	18,750.00	1.838
FEDERAL HOME LOAN 2.750% 6/10/22	FHL2722	1,000,000.000	99.68	996,760.00	104.40	1,052,519.17	1.8	2.75	27,500.00	2.634
FHLB BDS 3.625% 6/11/21	FB33621A	1,000,000.000	101.44	1,014,367.84	102.41	1,035,126.39	1.7	3.63	36,250.00	3.540
FEDERAL HOME LOAN BA 3.250% 6/09/23	FHL3223H	1,000,000.000	101.08	1,010,762.11	108.05	1,090,561.11	1.8	3.25	32,500.00	3.008
FNMA MTN 1.875% 12/28/20	FM11820D	2,000,000.000	100.28	2,005,556.96	100.41	2,017,787.50	3.4	1.88	37,500.00	1.867
FNMA NTS 1.250% 5/06/21	FN11221B	1,500,000.000	100.03	1,500,521.59	100.66	1,517,437.08	2.6	1.25	18,750.00	1.242
FNMA NTS 2.000% 1/05/22	FN22022D	1,000,000.000	100.03	1,000,268.74	102.38	1,028,617.78	1.7	2.00	20,000.00	1.953
FNMA NTS 1.875% 4/05/22	FN11822	2,000,000.000	97.15	1,942,935.84	102.63	2,070,993.33	3.5	1.88	37,500.00	1.827
FNMA NT 2.000% 11/30/20	FN22020AC	1,000,000.000	100.36	1,003,600.60	100.31	1,009,822.22	1.7	2.00	20,000.00	1.994
FHLMC NTS 2.375% 1/13/22	FN22322	2,000,000.000	100.90	2,018,087.69	102.89	2,068,031.67	3.5	2.38	47,500.00	2.308
FEDERAL HOME LN MTG 2.750% 6/19/23	FHL2723A	1,000,000.000	98.83	988,303.00	106.76	1,075,391.67	1.8	2.75	27,500.00	2.576
Total for Taxable FX- US Govt Agcy				14,476,807.37		14,992,622.09	25.3		323,750.00	2.174
Taxable Fixed - US Treas										
US TREAS NTS 1.875% 7/31/22	UTN0022C	1,000,000.000	100.55	1,005,469.69	103.20	1,035,108.97	1.7	1.88	18,750.00	1.817
US TREAS NTS 1.625% 8/31/22	UTN1622B	2,000,000.000	100.43	2,008,639.27	102.86	2,060,043.15	3.5	1.63	32,500.00	1.580
US TREAS NTS 1.875% 9/30/22	UTN0022D	2,000,000.000	100.25	2,004,963.02	103.48	2,069,723.02	3.5	1.88	37,500.00	1.812
US TREAS NTS 2.000% 10/31/22	UTN0122B	1,000,000.000	99.78	997,812.50	103.89	1,047,239.57	1.8	2.00	20,000.00	1.925
US TREAS NTS 2.375% 1/31/23	UTN0023C	2,000,000.000	98.76	1,975,156.25	105.21	2,112,222.72	3.6	2.38	47,500.00	2.257
US TREAS NTS 2.750% 4/30/23	UST0023A	1,000,000.000	99.72	997,226.56	106.70	1,078,538.15	1.8	2.75	27,500.00	2.577
UNITED STATES TREAS 2.750% 5/31/23	UST2823	1,000,000.000	99.71	997,070.31	106.93	1,078,526.30	1.8	2.75	27,500.00	2.572
UNITED STATES TREA NTS 1.75% 7/31/21	UST1721	2,500,000.000	100.36	2,508,883.09	101.35	2,541,070.92	4.3	1.75	43,750.00	1.727
US TREAS NTS 2.125% 1/31/21	UTN2121	1,000,000.000	100.56	1,005,599.81	100.66	1,010,220.16	1.7	2.13	21,250.00	2.111
US TREAS NTS 2.000% 2/28/21	UTN2021A	2,000,000.000	100.14	2,002,701.90	100.78	2,019,045.41	3.4	2.00	40,000.00	1.985
US TREAS NTS 2.250% 3/31/21	UTN2221	1,000,000.000	100.53	1,005,341.05	101.07	1,010,721.81	1.7	2.25	22,500.00	2.226
US TREAS NTS 2.125% 9/30/21	UTN2121B	1,500,000.000	101.14	1,517,133.27	101.98	1,529,847.57	2.6	2.13	31,875.00	2.084
US TREAS NTS 2.000% 10/31/21	UTN2021D	1,000,000.000	100.22	1,002,228.68	102.01	1,028,449.57	1.7	2.00	20,000.00	1.961
US TREAS NTS 2.125% 12/31/21		1,800,000.000	100.71	1,812,845.97	102.48	1,854,252.44	3.1	2.13	38,250.00	2.074

As of: September 30, 2020

Holdings Report w/ Yield and Income

Ticker	Units	Unit Cost	Total Cost	Price	Market Value	Weight	Unit Income	Annual Income	Current Yield	
US TREAS NTS 1.750% 2/28/22	UTN1722A	1,000,000.000	100.41	1,004,062.50	102.29	1,024,388.62	1.7	1.75	17,500.00	1.711
US TREAS NTS 2.625% 11/15/20	UTN2620A	1,000,000.000	100.83	1,008,294.06	100.31	1,012,985.08	1.7	2.63	26,250.00	2.617
US TREAS NTS 3.125% 5/15/21	UTN3221	1,000,000.000	101.07	1,010,674.02	101.88	1,030,553.67	1.7	3.13	31,250.00	3.067
US TREAS NTS 1.625% 5/31/23	UTN1623A	1,000,000.000	100.21	1,002,109.38	103.95	1,044,911.07	1.8	1.63	16,250.00	1.563
US TREAS NTS 2.125% 8/15/21	UTN2521	1,000,000.000	98.93	989,296.88	101.74	1,020,133.99	1.7	2.13	21,250.00	2.089
US TREAS NTS 1.250% 7/31/23	UTN1223	1,500,000.000	102.53	1,537,910.16	103.10	1,549,628.97	2.6	1.25	18,750.00	1.212
US TREAS NTS 2.000% 2/15/22	UTN2022	1,000,000.000	100.59	1,005,873.05	102.57	1,028,294.35	1.7	2.00	20,000.00	1.950
US TREAS NTS 1.625% 10/31/23	UTN1623B	1,000,000.000	100.36	1,003,632.81	104.52	1,052,000.27	1.8	1.63	16,250.00	1.555
US TREAS NTS 1.875% 3/31/22	33122	2,000,000.000	100.20	2,004,093.44	102.61	2,052,363.02	3.5	1.88	37,500.00	1.827
US TREAS NTS 2.250% 4/30/21	UTN2221A	1,000,000.000	101.14	1,011,379.63	101.25	1,021,915.76	1.7	2.25	22,500.00	2.222
US TREAS NTS 2.250% 7/31/21	UTN2221B	1,000,000.000	100.75	1,007,534.96	101.77	1,021,490.76	1.7	2.25	22,500.00	2.211
US TREAS NTS 2.125% 6/30/22	UTN2122	1,000,000.000	100.25	1,002,505.47	103.48	1,040,180.24	1.8	2.13	21,250.00	2.054
US TREAS NTS 1.750% 5/31/22	UTN1722C	1,000,000.000	100.63	1,006,250.00	102.70	1,032,871.15	1.7	1.75	17,500.00	1.704
Total for Taxable Fixed - US Treas				35,434,687.73		36,406,726.71	61.5		717,625.00	1.979
Total: Total Fixed Income				49,911,495.10		51,399,348.80	86.9		1,041,375.00	2.036
Cash Equivalents										
Cash - Money Market										
FIDELITY GOVT MMKT INST CL-I #57	FIDGOV	7,774,838.870	1.00	7,774,838.87	1.00	7,774,894.36	13.1	.00	777.48	.010
Total for Cash - Money Market				7,774,838.87		7,774,894.36	13.1		777.48	.010
Total: Cash Equivalents				7,774,838.87		7,774,894.36	13.1		777.48	.010
Total				57,686,333.97		59,174,243.16	100.0		1,042,152.48	1.768



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