**BOARD AUDIT & COMPLIANCE COMMITTEE MEETING**

**AGENDA**

Thursday July 28, 2022

4:00 p.m.

Meeting participation to be Virtual pursuant to Board Resolution No. 01.10.22(03)-03

Please see meeting log-in information below

<table>
<thead>
<tr>
<th>PLEASE MUTE YOUR MICROPHONE UPON ENTERING THE VIRTUAL MEETING ROOM AND WHEN NOT SPEAKING</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CALL TO ORDER</strong></td>
</tr>
<tr>
<td>---</td>
</tr>
<tr>
<td>I. Establishment of Quorum</td>
</tr>
<tr>
<td>II. Public Comments</td>
</tr>
<tr>
<td>III. Follow-up Items - None</td>
</tr>
<tr>
<td>IV. Agenda Item(s) for Review</td>
</tr>
<tr>
<td>1. *Approve April 19, 2022 Board Audit &amp; Compliance Committee Meeting Minutes (ADD A – Pp 6-10 )</td>
</tr>
<tr>
<td>2. *Board Conflict of Interest</td>
</tr>
<tr>
<td>4. *Q1 Q2 Compliance Hotline Case Report (ADD B – Pp 11-12 )</td>
</tr>
</tbody>
</table>

**FINAL ADJOURNMENT**

---

**Board Audit & Compliance Committee Members**

**VOTING MEMBERS**

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
</tr>
</thead>
<tbody>
<tr>
<td>Linda Greer</td>
<td>Chair</td>
</tr>
<tr>
<td>Laurie Edwards-Tate</td>
<td>M.S., Director</td>
</tr>
<tr>
<td>Michael Pacheco</td>
<td>Director</td>
</tr>
</tbody>
</table>

**NON-VOTING MEMBERS**

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
</tr>
</thead>
<tbody>
<tr>
<td>Diane Hansen</td>
<td>President &amp; CEO</td>
</tr>
<tr>
<td>Kevin DeBruin</td>
<td>Esq., Chief Legal Officer</td>
</tr>
<tr>
<td>Helen Waishkey</td>
<td>Corporate Compliance Officer</td>
</tr>
</tbody>
</table>

**ALTERNATE VOTING MEMBER**

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gregory King</td>
<td>Compliance Program Manager</td>
</tr>
<tr>
<td>Lachlan Macleay</td>
<td>MD, Committee Appointed Physician Representative</td>
</tr>
</tbody>
</table>

**COMMITTEE SECRETARY**

Nanette Irwin

*Asterisks indicate anticipated action. Action is not limited to those designated items.

3 minutes allowed per speaker with a cumulative total of 9 minutes per group. For further details & policy, see Request for Public Comment notices available at Public Comments and Attendance at Public Board Meetings.*

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https://global.gotomeeting.com/join/698923773

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Access Code: 698-923-773

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https://global.gotomeeting.com/install/698923773
TO: Board Audit & Compliance Committee

MEETING DATE: July 28, 2022

FROM: Nanette Irwin, Committee Secretary

Background: The Board Audit & Compliance Committee meeting minutes from April 19, 2022 are respectfully provided to the Board Audit & Compliance Committee for review and approval.

Budget Impact: N/A

Staff Recommendation: Review and approval

Committee Questions:

COMMITTEE RECOMMENDATION: N/A

Motion: X

Individual Action:

Information:

Required Time:
Board Audit & Compliance Committee

Board Conflict of Interest

TO: Board Audit & Compliance Committee

MEETING DATE: July 28, 2022

FROM: Nanette Irwin, Committee Secretary

Background: The Board Conflict of Interest presentation from the 2022 Standing Agenda Items is presented to the Board Audit & Compliance Committee for their information.

Budget Impact: N/A

Staff Recommendation: Information

Committee Questions:

COMMITTEE RECOMMENDATION: N/A

Motion:

Individual Action:

Information: X

Required Time:
Board Audit & Compliance Committee

Review of Internal Audit Activities
HRSA 340B Audit Overview

TO: Board Audit & Compliance Committee

MEETING DATE: July 28, 2022

FROM: Nanette Irwin, Committee Secretary

Background: The Review of Internal Audit Activities, HRSA 340B Audit Overview is presented to the Board Audit & Compliance Committee for their information.

Budget Impact: N/A

Staff Recommendation: Information

Committee Questions:

COMMITTEE RECOMMENDATION: N/A

Motion:

Individual Action:

Information: X

Required Time:
Board Audit & Compliance Committee
Q1 Q2 Compliance Hotline Case Report

TO: Board Audit & Compliance Committee

MEETING DATE: July 28, 2022

FROM: Nanette Irwin, Committee Secretary

Background: The Q1 Q2 Compliance Hotline Case Report is presented to the Board Audit & Compliance Committee for their review and information.

Budget Impact: N/A

Staff Recommendation: Review and Information

Committee Questions:

COMMITTEE RECOMMENDATION: N/A

Motion:

Individual Action:

Information: X

Required Time:
TO:  Board Audit & Compliance Committee

MEETING DATE:  July 28, 2022

FROM:  Nanette Irwin, Committee Secretary

Background:  The Palomar Health 2022 Audit Planning presentation is presented to the Board Audit & Compliance Committee for their review and information.

Budget Impact:  N/A

Staff Recommendation:  Review and Information

Committee Questions:

COMMITTEE RECOMMENDATION:  N/A

Motion:

Individual Action:

Information:  X

Required Time:
ADDENDUM A
## Board Audit & Compliance Committee Meeting Minutes – Tuesday, April 19, 2022

### Agenda Item | Conclusion/Action | Follow Up/Responsible Party | Final?
--- | --- | --- | ---

### Discussion

### Notice of Meeting

Notice of meeting schedule was posted Wednesday, April 13, 2022. The agenda packet was posted on the Palomar Health website on Wednesday, April 13, 2022.

### Call to Order

The meeting was held virtually pursuant to Board Resolution No. 01.10.22(03)-03 via GoToMeeting and called to order at 4:00 p.m. by Committee Chair Linda Greer.

### I. Establishment of Quorum

- Quorum comprised of Chair Linda Greer, Director Laurie Edwards-Tate, and Director Laura Barry
- Absent: Director Michael Pacheco

### II. Public Comments

There were no public comments

### III. Follow Up Items

There were no follow up items

### IV. Agenda Item(s) for Review

1. Approve Tuesday, February 15, 2022 Board Audit and Compliance Committee Meeting Minutes
<table>
<thead>
<tr>
<th>AGENDA ITEM</th>
<th>CONCLUSION/ACTION</th>
<th>FOLLOW UP/ RESPONSIBLE PARTY</th>
<th>FINAL?</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>DISCUSSION</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>MOTION</strong> by Director Edwards-Tate, 2nd by Director Barry to approve the February 15, 2022 Board Audit and Compliance Committee Meeting Minutes. Roll call voting was utilized. Director Edwards-Tate - Aye Director Barry - Aye Director Greer - Aye</td>
<td>None</td>
<td>Y</td>
</tr>
<tr>
<td></td>
<td>All in favor. None opposed.</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Discussion: None</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>2. Approve 2022 Compliance Audit Schedule</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>MOTION</strong> by Director Edwards-Tate, 2nd by Director Barry to approve the 2022 Compliance Audit Schedule. Roll call voting was utilized. Director Edwards-Tate - Aye Director Barry - Aye Director Greer - Aye</td>
<td>None</td>
<td>Y</td>
</tr>
<tr>
<td></td>
<td>All in favor. None opposed.</td>
<td></td>
<td></td>
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<tr>
<td></td>
<td>Discussion: Chair Greer stated the Compliance Department is working on several audits and will bring the findings to the Board Audit and Compliance Committee when completed.</td>
<td></td>
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<tr>
<td></td>
<td>3. Compliance Program Effectiveness, Request for Proposals (CPE, RFPs)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
**Board Audit & Compliance Committee Meeting Minutes – Tuesday, April 19, 2022**

<table>
<thead>
<tr>
<th>Agenda Item</th>
<th>Conclusion/Action</th>
<th>Follow Up/Responsible Party</th>
<th>Final?</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Discussion</strong></td>
<td><strong>MOTION:</strong> none was required. This was an informational presentation/discussion.</td>
<td>None</td>
<td>Y</td>
</tr>
</tbody>
</table>

Discussion: Ms. Helen Waishkey, Corporate Compliance Officer, stated that the Office of Inspector General (OIG) and Federal Sentencing Guidelines for Organizations (FSGO) require healthcare and covered entities to perform Compliance Program Effectiveness reviews every three years. To accomplish this the Compliance Department sent Requests for Proposals to Moss Adams, BH & Associates, SunHawk Consulting, and Taiga. The Compliance Department selected BH & Associates to perform the audit; this will be Palomar Health’s year one baseline audit. For years two and three, Ms. Waishkey and Mr. King will perform the audits. In the fourth year, the Compliance Department will once again outsource the audit to an outside vendor.

4. 2022 April Compliance and Ethics Training

<table>
<thead>
<tr>
<th>Agenda Item</th>
<th>Conclusion/Action</th>
<th>Follow Up/Responsible Party</th>
<th>Final?</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>MOTION:</strong> none was required. This was an informational presentation/discussion.</td>
<td></td>
<td></td>
<td>Y</td>
</tr>
</tbody>
</table>

Director Greed stated that Palomar Health is adhering to its compliance and ethics standards, which in turn are generating better results within Palomar Health. This will make it easy to see and address any issues that come up in the future. Director Greer also agreed with Ms. Waishkey’s comment about Palomar Health’s need for check and balances especially since it is an element the OIG requires and OIG prosecutors look for. The OIG is looking to ensure companies have a Compliance Program and performs compliance program effectiveness reviews every three years. The companies that follow OIG instructions are viewed in a more positive manner and this compliance may help in reducing fines and penalties. The OIG prefers that top executives and board members embrace OIG standards and that companies provide additional training beyond the annual trainings. Director Greer said it is imperative that Palomar Health embraces compliance and ethics in a top-down approach.

Director Barry requested a summary of the audits that were proposed and agreed to in the previous presentation.

Ms. Waishkey presented the following:

1. State and Federal Signage are signs that must be posted throughout the healthcare facility. Ms. Waishkey has created a spreadsheet of all required signage and will walk each facility through the requirements to ensure signs are posted correctly such as:
   a. the Maternity Ward needs signs stating the area is protected, monitored, and identification is required,
   b. privacy signs must be posted in conspicuous places,
   c. danger signs must be posted in Radiology and the Laboratory, and
   d. the Dietary area needs to have schedules posted where anyone can see them.
BOARD AUDIT & COMPLIANCE COMMITTEE MEETING MINUTES – TUESDAY, APRIL 19, 2022

<table>
<thead>
<tr>
<th>AGENDA ITEM</th>
<th>CONCLUSION/ACTION</th>
<th>FOLLOW UP/ RESPONSIBLE PARTY</th>
<th>FINAL?</th>
</tr>
</thead>
</table>

**DISCUSSION**

2. Compliance Program Effectiveness included sending and receiving RFPs, selecting a company, and the company will now perform a review of Palomar Health’s Compliance Program effectiveness and organizational education. The Compliance Department is planning to show that Palomar Health is going beyond the average and providing more than just yearly education.

3. 340B Drug Program is required by Health Resources and Services Administration (HRSA) and HRSA requires that all healthcare entities with a 340B drug program be audited by an outside vendor on an annual basis. The audit always covers claims from April to September. Palomar Health was just audited by HRSA and the results have not yet been received. Ms. Waishkey also stated that the 340B Drug Program allows healthcare entities to purchase drugs at a discounted rate and then pass those drug savings to patients, plus those monies, discounts, and benefits allow the healthcare organization to create other programs that benefit patients.

4. Palomar Health’s Home Health program will be audited for the first time to ensure they are complying with regulatory requirements.

Director Greer requested a short review of the financial audit. Mr. DeBruin, Esq. stated that the financial audit would come to the Board Audit & Compliance committee first. Usually an Audit and Compliance meeting is held with all the Board Members and Director Greer would chair the meeting. This will be Moss Adams’ final year auditing Palomar Health. In October Mr. DeBruin, Esq. believes the CEO, CFO, or Executive Management Team will propose a new vendor for the financial audit and an RFP will begin the selection process.

**V. FINAL ADJOURNMENT**

| MOTION: none | Y |

Discussion: Committee Chair Greer asked if there were any subjects the committee wanted to discuss at the next meeting. Hearing no replies and there being no further business, Committee Chair Greer adjourned the meeting at 4:25 p.m.

**SIGNATURES:**

**COMMITTEE CHAIR**

Linda Greer

**COMMITTEE SECRETARY**

Nanette Irwin, BSIT
ADDENDUM B
## Compliance Hotline Case Report 2022

From January 1, 2022 to June 30, 2022

<table>
<thead>
<tr>
<th>Case Issue</th>
<th>Number of Cases</th>
<th>Open</th>
<th>Closed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Discrimination or Harassment</td>
<td>4</td>
<td>1</td>
<td>3</td>
</tr>
<tr>
<td>Other Compliance Related Issues</td>
<td>4</td>
<td></td>
<td>4</td>
</tr>
<tr>
<td>Misconduct or Inappropriate Behavior</td>
<td>6</td>
<td>1</td>
<td>5</td>
</tr>
<tr>
<td>Conflict of Interest</td>
<td>2</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>Patient Care</td>
<td>4</td>
<td></td>
<td>4</td>
</tr>
<tr>
<td>Patient Abuse/Physical</td>
<td>1</td>
<td></td>
<td>2</td>
</tr>
<tr>
<td>Safety, Health and the Environment</td>
<td>1</td>
<td></td>
<td>1</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>23</strong></td>
<td><strong>3</strong></td>
<td><strong>20</strong></td>
</tr>
</tbody>
</table>
ADDENDUM C
Palomar Health

2022 AUDIT PLANNING

Discussion with Management and the Audit Committee
Agenda

1. Your Service Team
2. Scope of Services
3. Auditor’s Responsibility in a Financial Statement Audit
4. Group Audit Discussion
5. Significant Risks Identified
6. Risks Discussion
7. Consideration of Fraud in a Financial Statement Audit
8. Audit Timeline
9. Audit Deliverables
10. Expectations
11. Documents Containing Audited Financial Statements and Independent Auditor’s Report
12. Recent Accounting Developments
13. Executive Session
Your Service Team

**Stacy Stelzriede**  
*Audit Engagement Partner*  
Stacy.Stelzriede@mossadams.com  
(949) 474-2684

**Brian Conner**  
*Concurring Reviewer*  
Brian.Conner@mossadams.com  
(209) 955-6144

**Jessa May Sidebotham**  
*Audit Senior Manager*  
JessaMay.Sidebotham@mossadams.com  
(949) 517-9488

**Jorge Araujo**  
*Audit Manager*  
Jorge.Araujo@mossadams.com  
(858) 627-5560
Scope of Services

Relationships between Moss Adams and Palomar Health:

**Annual Audit**

- Annual consolidated financial statement audit for the year ending June 30, 2022
- Single audit of federal awards for the year ending June 30, 2022, in accordance with Uniform Guidance

**Non-Attest Services**

- Assist management with drafting the consolidated financial statements for the year ending June 30, 2022
- Assist management with the implementation of Governmental Accounting Standards Board (GASB) 87, Leases
- Assist management with the drafting of the Data Collection Form as of and for the year ended June 30, 2022
Auditor’s Responsibilities in a Financial Statement Audit

- Auditor is responsible for:
  - forming and expressing an opinion on whether the consolidated financial statements are prepared, in all material respects, in conformity with U.S. generally accepted accounting principles;
  - performing an audit in accordance with generally accepted auditing standards issued by the American Institute of Certified Public Accountants and government auditing standards;
  - communicating significant matters, as defined by professional standards, arising during the audit that are relevant to you; and
  - when applicable, communicating particular matters required by law or regulation, by agreement with you, or by other requirements applicable to the engagement.

- The audit of the consolidated financial statements does not relieve management or you of your responsibilities.

- The auditor is not responsible for designing procedures for the purpose of identifying other matters to communicate to you.
Group Audit Discussion

<table>
<thead>
<tr>
<th>Topics</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>The components we have identified include:</td>
<td>• Palomar Health</td>
</tr>
<tr>
<td>• Palomar Health Medical Group</td>
<td></td>
</tr>
<tr>
<td>The work we will perform on the financial information of each component includes:</td>
<td>Moss Adams to audit both components</td>
</tr>
</tbody>
</table>

*Palomar Health and Palomar Health Medical Group are collectively referred to as Palomar Health.*
## Significant Risks Identified

During the planning of the audit, we have identified the following significant risks:

<table>
<thead>
<tr>
<th>Significant Risks</th>
<th>Procedures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Patient revenue and receivables</td>
<td>Net patient revenue and receivables have been historically significant. We will document our understanding of management's analysis in determining the price concessions and perform walk-throughs of the controls related to these by testing revenue charges, accounts receivable, cash receipts, and zero balance accounts. We will also develop our own independent estimate of the valuation of patient accounts receivable based on historical collection rates by payor and compare to the amount recorded.</td>
</tr>
<tr>
<td>Compliance with terms and conditions of federal grant awards</td>
<td>We will obtain a schedule of expenditures of federal awards and test for completeness and accuracy. Based on our risk assessment, we will test Palomar Health's compliance with the grant award provisions. We will also assess whether grant revenue was recognized in the proper period.</td>
</tr>
</tbody>
</table>
Significant Risks Identified (continued)

During the planning of the audit, we have identified the following significant risks:

<table>
<thead>
<tr>
<th>Significant Risks</th>
<th>Procedures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost report settlements and supplemental funding</td>
<td>We will obtain substantive supporting documents to evaluate if the receivables or payables are valid as of June 30, 2022, and properly supported.</td>
</tr>
<tr>
<td>Liabilities, contingent liabilities, and long-term debt (including covenant compliance)</td>
<td>Palomar Health is subject to financial covenants related to their tax-exempt bonds. We will obtain management’s covenant calculations, compare calculations to related debt agreements, and trace amounts to accounting records.</td>
</tr>
</tbody>
</table>
During the planning of the audit, we have identified the following significant risks:

<table>
<thead>
<tr>
<th>Significant Risks</th>
<th>Procedures</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Transactions with affiliated entities</strong></td>
<td>Palomar Health provides financial assistance to Palomar Health Medical Group and Palomar Health Foundation by means of contributions and economic support. We will perform substantive procedures with respect to the consolidation to assess whether material eliminations and adjustments are properly reflected in the consolidated financial statements. We will further evaluate the appropriateness of the disclosures in the footnotes to the financial statements and review board minutes and other supporting documentation to gain an understanding of the approval process for significant transactions.</td>
</tr>
</tbody>
</table>
During the planning of the audit, we have identified the following significant risks:

<table>
<thead>
<tr>
<th>Significant Risks</th>
<th>Procedures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Adoption of GASB 87, Leases, for Palomar Health</td>
<td>Palomar Health is required to implement GASB 87, <em>Leases</em>, during the year ended June 30, 2022. We were engaged to assist in implementation; however, such assistance is limited to providing guidance, not calculating amounts to be recorded. We will obtain management's analysis, trace key inputs to lease agreements, test key assumptions (e.g., lease extensions, discount rates), and ensure required disclosures in the consolidated financial statements are complete and accurate.</td>
</tr>
</tbody>
</table>
Risks Discussion

1. What are your views regarding:
   - Palomar Health’s objectives, strategies, and business risks that may result in material misstatements
   - Significant communications between the entity and regulators
   - Attitudes, awareness, and actions concerning:
     - Palomar Health internal control and importance
     - How those charged with governance oversee the effectiveness of internal control
     - Detection or the possibility of fraud
     - Other matters relevant to the audit

2. Do you have any areas of concern?
Consideration of Fraud in a Financial Statement Audit

Auditor’s responsibility: Obtain reasonable assurance the consolidated financial statements as a whole are free from material misstatement – whether caused by fraud or error

<table>
<thead>
<tr>
<th>Procedures to address the risk of fraud</th>
<th>Engagement team discussion</th>
</tr>
</thead>
</table>
| Identify the risks of material misstatement due to fraud | • Perform procedures to address identified risks  
• Inherent limitation of an audit |
| Unavoidable risk exists that some material misstatements may not be detected |
Audit Timeline

2022

May
Planning Meeting with Management

May 16
Interim Fieldwork Begins

July 28
Entrance meeting with Audit Committee

August 1
Fieldwork Procedures for Single Audit Begins

August 22
Final Fieldwork Procedures for the Consolidated Financial Statement Audit Begins*

September
Discuss Draft of Consolidated Financial Statements and Auditor’s Report with Management

October
Exit Meeting and Audit Committee Approval of the Consolidated Financial Statements

October
Issue Auditor’s Report on the Consolidated Financial Statements

*Note: The June 30, 2022 Single Audit is due to the Federal Clearinghouse on or before March 31, 2023.
Audit Deliverables

- Report of Independent Auditors on consolidated financial statements for the year ended June 30, 2022
- Report to Management communicating internal control related matters identified in an audit
- Report to Those Charged With Governance communicating required matters and other matters of interest
Audit Deliverables

Single Audit Report

• for the year ending June 30, 2021, to be issued no later than September 30, 2022
• for the year ending June 30, 2022, to be issued no later than March 31, 2023
Expectations

Client will:

• Have no adjusting journal entries after beginning of field work.
• Close books and records before beginning of field work.
• Provide auditor requested information in Client Audit Preparation schedule one week prior to the beginning of fieldwork.

Moss Adams will:

• Communicate proposed adjustments with management when identified.
• Communicate control deficiencies with management when identified.
• Discuss any additional fees over estimate in engagement letter with management.
Documents Containing Audited Financial Statements and Independent Auditor’s Report

Our responsibility under generally accepted auditing standards

Request for advance notification when you intend to include audited financial statements and the independent auditor’s report in a document

Arrangements to obtain the other information prior to report issuance
Recent Accounting Developments
Standards Effective in 2022

Leases

- Would treat all leases as financings (no classification of capital v. operating) similar to Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-02.

- Includes non-cancellable period + periods covered by options to renew if reasonably certain to be exercised.

- Lessee would record an intangible asset (amortized over the shorter of its useful life or lease term) and present value of future lease payments as a liability.

- Lessor would record a lease receivable and deferred inflow of resources for cash received up front + future payments (revenue recognized over lease term in a systematic and rational basis).

- Effective for fiscal years beginning after June 15, 2021.
Standards Effective in 2022 (continued)

Interest Cost Incurred before the End of a Construction Period

- Interest incurred during construction of an asset that was once eligible for capitalization must now be expensed as a period cost. The only exception applies to regulated entities (rate setting agencies such as utilities).

- The objective was to enhance comparability for the cost of borrowing and simplify the accounting.

- Respondents to the Exposure Draft argued that stand-alone business type entities (like hospitals) would no longer be comparable to non-governmental counterparts; however, GASB decided not to establish separate objectives for general government vs. business-type activities.

- Effective for reporting periods beginning after December 15, 2020. The statement should be applied prospectively.
Standards Effective in 2022 (continued)

Omnibus 2020

- Omnibus 2020 is intended to enhance comparability in accounting and financial reporting by addressing practice issues that have been identified during implementation and application of certain GASB statements.

- The requirements are effective as follows:
  - Statement 87 and Implementation Guide 2019-3—effective upon issuance
  - Statement 73 and 74—fiscal years beginning after June 15, 2021
  - Statement 84—reporting periods beginning after June 15, 2021
  - Measurement of liabilities associated with asset retirement obligations in an acquisition—reporting periods beginning after June 15, 2021
Replacement of Interbank Offered Rates

- As a result of global reference rate reform, certain interbank offered rates (IBOR) (most notably, the London Interbank Offered Rate (LIBOR)) are expected to cease to exist in their current forms at the end of 2021.

- This standard addresses accounting and financial reporting implications that result from the replacement of an IBOR.

- This standard provides exceptions for certain hedging derivative instruments and lease agreements that are amended solely to replace an IBOR rate.

- Effective for fiscal years beginning after June 15, 2021, except for certain provisions which are effective for reporting periods ending after December 31, 2021.
Standards Effective in 2022 (continued)

GASB 97

Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans

- Provides updated guidance and clarification on Statement No. 84, *Fiduciary Activities*.
- Requires that a Section 457 plan be classified as either a pension plan or other employee benefit plan and clarifies that Statement No. 84 should be applied to all arrangements organized under Internal Revenue Code Section 457 to determine whether those arrangements should be reported as fiduciary activities.
- Certain requirements in this standard are effective immediately.
- The requirements related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021.
For more than 25 years, Moss Adams has brought together thought-leaders from across the health care continuum to explore the current and future state of the industry at our annual conference.

**WHEN**
November 3 & 4, 2022

**WHERE**
Red Rock Casino Resort and Spa in Las Vegas

**WHO**
Executives and members of the C-suite in healthcare, life sciences, technology, and venture capital

Click [here](#) to learn more

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**Industry Influencers**
Among the conference highlights is the annual point-counterpoint keynote speaker session, which brings together notable figures to deliver contrasting yet insightful perspectives on health care’s most compelling topics.

Below are just a few of the luminaries who’ve participated as keynote speakers and in other conference sessions.

- Newt Gingrich
  Former Speaker of the House
- Donna Brazile
  Political Strategist and Author
- Jeff Flake
  US Senator
- Joe Lieberman
  US Senator
- Wendy Davis
  Texas State Senator
- Dr. Sanjay Gupta
  Neurosurgeon and Author
- Tom Daschle
  US Senator
- Indu Subsiya
  Health Care Leader and Entrepreneur
Our Expertise

Crater Lake—
A monument to perseverance, North America’s deepest lake filled to 1,949 feet over 720 years.

Our Reach

Grand Canyon—
At 277 miles long and up to 18 miles wide, this icon serves as a testament to determination and time.
Our health care professionals dedicate their careers to serving the industry.

We cover the full spectrum of health care including:

- Hospitals and health systems
- Independent practice associations
- Medical groups
- Community health centers
- Behavioral health organizations
- Long-term care
- Surgery centers
- Knox Keene licensed health plans
- Health care ancillary services
Insights and Resources

In today’s fast-paced world, we know how precious your time is. We also know that knowledge is key. These resources offer what you need to know, when you need to know it, and are presented in the format that fits your life.

We’ll keep you informed to help you stay abreast of critical industry issues.

Moss Adams closely monitors regulatory agencies, participates in industry and technical forums, and writes about a wide range of relevant accounting, tax, and business issues to keep you informed.

We also offer CPE webinars and events which are archived and available on demand, allowing you to watch them on your schedule.
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