

51000.15 Person with an Ownership or Control Interest

(a)

"Person with an ownership or control interest" means a person or corporation that:

(1) Has an ownership interest totaling 5 percent or more in an applicant or provider. (2) Has an indirect ownership interest equal to 5 percent or more in an applicant or provider. (3) Has a combination of direct and indirect ownership interests equal to 5 percent or more in an applicant or provider. (4) Owns an interest of 5 percent or more in any mortgage, deed of trust, note, or other obligation secured by the applicant or provider if that interest equals at least 5 percent of the value of the property or assets of the applicant or provider. (5) Is an officer or director of an applicant or provider that is organized as a corporation. (6) Is a partner in an applicant or provider that is organized as a partnership.

(1)

Has an ownership interest totaling 5 percent or more in an applicant or provider.

(2)

Has an indirect ownership interest equal to 5 percent or more in an applicant or provider.

(3)

Has a combination of direct and indirect ownership interests equal to 5 percent or more in an applicant or provider.

(4)

Owens an interest of 5 percent or more in any mortgage, deed of trust, note, or other obligation secured by the applicant or provider if that interest equals at least 5 percent of the value of the property or assets of the applicant or provider.

(5)

Is an officer or director of an applicant or provider that is organized as a corporation.

(6)

Is a partner in an applicant or provider that is organized as a partnership.

(b)

To determine percentage of ownership, mortgage, deed of trust, note or other obligation, the percentage of interest owned in the obligation is multiplied by the percentage of the applicant or provider's assets used to secure the obligation. For example, if A owns 10 percent of a note secured by 60 percent of the provider's assets, A's interest in the provider's assets equates to 6 percent and shall be reported pursuant to Section 51000.35(a). Conversely, if B owns 40 percent of a note secured by 10 percent of the provider's assets, B's interest in the provider's assets equates to 4 percent and need not be reported.