

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (“Authority”)

Investment in Mental Health Wellness Grant Program

Amendment to Resolution Number MH 2014-19 (Santa Clara County)

August 28, 2014

PURPOSE OF THE REQUEST:

The Authority approved a Final Allocation for an Investment in Mental Health Wellness Program Grant (“Grant”) for Santa Clara County (“Santa Clara”) in an amount not to exceed \$4,699,948.11 at its April 24, 2014 meeting. The resolution approving the Grant identified specific locations for Santa Clara’s proposed project. Santa Clara now seeks to amend the project description due to a change in one of the locations.

In its Grant application, Santa Clara requested Grant funding to implement a Crisis Residential (“CR”) and Crisis Stabilization (“CS”) Program in South County and a CR and CS Program in East San Jose. At the time of the Initial Allocation, available Grant funds for Santa Clara would only provide enough funding for two (2) CR Programs and one (1) of the CS Programs. Santa Clara identified a specific location for its proposed CS Program in South County. After Santa Clara received its Final Allocation, Santa Clara learned that the identified property may not meet zoning requirements for the CS Program as it is viewed by the City of San Jose as a new outpatient program and the property is zoned as a residential area.

Santa Clara asks to amend the project description to relocate the CS Program to East San Jose, which otherwise remains consistent with Santa Clara’s original proposal. Santa Clara does not anticipate a major delay in the projected timeline for program implementation. Attached as Exhibit A are the specific amendments in track changes. .

In summary, the proposed modification will revise the language from, “*The County will...purchase and renovate property in South County, located within the same building as the CR Program*” to “*The County will...renovate county-owned property in East San Jose*” and from, “*Grant funds will be used to purchase real property, renovate the building,...*” to “*Grant funds will be used for building renovation,...*”

RECOMMENDATION:

Staff recommends the Authority approve an Amendment to Resolution Number MH 2014-19 to revise the project description and will allow Santa Clara County to use Grant funds for a Crisis Stabilization Program in East San Jose rather than South County. All other conditions in the Resolution shall remain the same and in full effect.

AMENDMENT TO RESOLUTION NO. MH 2014-19

**A RESOLUTION OF THE CALIFORNIA HEALTH
FACILITIES FINANCING AUTHORITY APPROVING
EXECUTION AND DELIVERY OF GRANT FUNDING UNDER
THE INVESTMENT IN MENTAL HEALTH WELLNESS GRANT PROGRAM
TO THE COUNTY OF SANTA CLARA**

WHEREAS, The California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the Investment in Mental Health Wellness Act of 2013 (Welfare and Institutions Code Section 5848.5, “Act”) and implementing regulations (California Code of Regulations Title 4, Division 10, Chapter 5 (commencing with Section 7113)) to award grants for capital funding and personnel funding to finance eligible projects; and

WHEREAS, Authority staff reviewed the application submitted by County of Santa Clara (“Grantee”) against the eligibility requirements of the Act and implementing regulations and, pursuant to the Act and implementing regulations, recommends approval of a grant in an amount not to exceed \$4,699,948.11 for the eligible project (the “Project”), which consists of no more than \$3,963,106.00 for crisis residential treatment capital costs, and \$736,842.11 for crisis stabilization capital costs;

NOW THEREFORE BE IT RESOLVED by the California Health Facilities Financing Authority, as follows:

Section 1. The Authority hereby approves a grant in a total amount not to exceed \$4,699,948.11 to complete the Project as described in the Grantee’s application and as more particularly described in Exhibit A to this Resolution (Exhibit A is hereby incorporated by reference) within a project period that ends on November 30, 2015.

Section 2. The Executive Director is hereby authorized for and on behalf of the Authority to approve any minor, non-material changes in the Project described in the application submitted to the Authority and extend the project period completion date identified in Section 1 as authorized under the Act and implementing regulations. Nothing in this Resolution shall be construed to require the Authority to provide any additional funding, even if more grants are approved than there is available funding. Any notice to the Grantee shall indicate that the Authority shall not be liable to the Grantee in any manner whatsoever should such funding not be completed for any reason whatsoever.

Section 3. The Executive Director is hereby authorized and directed, for and on behalf of the Authority, to disburse funds not to exceed those amounts approved by the Authority for the Grantee. The Executive Director is further authorized and directed, for and on behalf of the Authority, to execute and deliver to the Grantee any and all documents necessary to complete the disbursement of funds that are consistent with the Act and implementing regulations.

Section 4. The Executive Director of the Authority is hereby authorized and directed to do any and all things and to execute and deliver any and all documents which the Executive Director deems necessary or advisable in order to effectuate the purposes of this Resolution and the transactions contemplated hereby.

Section 5. This Resolution expires November 30, 2015.

Date Approved: _____

EXHIBIT A

PROJECT DESCRIPTION

The proceeds of the grant will be used by the County of Santa Clara as follows:

Crisis Residential Treatment Program

The County of Santa Clara (the “County”) will establish two new Crisis Residential Programs (“CR”), one in an underserved area of San Jose and one in South County, which includes the cities of Morgan Hill, San Martin, and Gilroy. Both the San Jose and South County sites will be 15 bed residences. The programs will serve adults 365 days a year in unlocked, welcoming, and homelike environments. The new program will increase crisis residential capacity from 39 to 69 beds. Services will begin nine months after Final Allocation. Grant funds will be used to purchase real property, renovate building, furnishings and equipment, information technology costs, and for three months of program startup costs.

Crisis Stabilization Treatment Program

The County will add an 8-bed Crisis Stabilization Program (“CS”) to ~~purchase and~~ renovate ~~county-owned~~ property in ~~East San Jose~~ South County, ~~located within the same building as the CR program~~. The program will serve adults 365 days a year in an unlocked, welcoming, and homelike environment. The new CS program will increase crisis stabilization capacity from 30 to 38 beds, and is expected to increase annual capacity to serve an additional 2,920 individuals. The site has been chosen, and services will begin nine months after Final Allocation. Grant funds will be used ~~for to purchase real property, renovate the~~ building renovation, furnishings and equipment, information technology costs, and for three months of program startup costs.

Summary of Amounts:

Program	Approved Grant Amount
Crisis Residential	\$ 3,963,106.00
Crisis Stabilization	\$ 736,842.11

Total \$ 4,699,948.11