

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (“CHFFA”)

Agenda Item 10 – Information Item

Children’s Hospital Program Annual Reports to the Legislature

February 25, 2016

Attached are the 2015 annual reports for the Children’s Hospital Program of 2004 and the Children’s Hospital Program of 2008, prepared in accordance with Section 16724.4 of the Government Code and sent to the Assembly, Senate, Legislative Counsel, and Department of Finance.

In summary, over \$1.3 billion in funding has been disbursed through these two programs to California’s thirteen children’s hospitals. More specifically, the Children’s Hospital Program of 2004 has fully funded twelve of the thirteen hospitals. The Children’s Hospital Program of 2008 has fully funded six of the thirteen children’s hospitals. The remaining children’s hospitals have until 2018 to draw down their funds.

In calendar year 2015, CHFFA awarded one grant award under the Children’s Hospital Program of 2004 and three grant awards under the Children’s Hospital Program of 2008. Additionally, approximately \$34 million in Children’s Hospital Program of 2008 grant funds was disbursed to four children’s hospitals in the 2015 calendar year.

Presently, six children’s hospitals have open construction or equipment acquisition projects. Staff routinely monitors these projects through a variety of methods including site visits, emails, telephone calls, disbursement requests, news reports, and construction web cams.

2015 - Grant Awards

Children's Hospital	CHP Program	Grant Award Amount	Date
Valley Children's Hospital	2008	\$14,909,092	4/9/2015
Children's Hospital and Research Center Oakland	2008	\$3,402,350	4/30/2015
Loma Linda University Children's Hospital	2004	\$67,852,063	9/24/2015
Loma Linda University Children's Hospital	2008	\$97,436,500	9/24/2015
Total		\$183,600,005	

2015 – Disbursements

Children's Hospital	CHP Program	Disbursement Amount	Date
Rady Children's Hospital San Diego	2008	\$12,121,046	6/19/2015
Children's Hospital and Research Center Oakland	2008	\$3,402,350	8/14/2015
Valley Children's Hospital	2008	\$14,909,092	10/13/2015
Earl and Loraine Miller Children's Hospital	2008	\$3,439,540	11/4/2015
Total		\$33,872,029	

**2015 ANNUAL REPORT
CHILDREN'S HOSPITAL PROGRAM OF 2004**

PROGRAM OVERVIEW

On November 2, 2004, California voters passed Proposition 61 enabling the State of California to issue \$750 million in General Obligation bonds for the Children's Hospital Program. Under California Health and Safety Code, Sections 1179.10-1179.43, the purpose of the program is to improve the health and welfare of California's critically ill children, by providing a stable and ready source of funds for capital improvement projects for children's hospitals. The California Health Facilities Financing Authority (CHFFA) is responsible for administering the program.

Thirteen children's hospitals in California are eligible for funding. Eight are private nonprofit hospitals and five are University of California hospitals. Grant awards for non-University of California children's hospitals are limited to \$74 million, less costs of issuance. Grant awards for University of California children's hospitals are limited to \$30 million, less costs of issuance and administrative costs. Costs of issuance are \$0.75 per \$1,000 of the authorized grant award and administrative costs are \$5.00 per \$1,000 of the authorized grant award.

A summary is presented directly below. Detail for each hospital follows.

SUMMARY (as of December 31, 2015)

Children's Hospital	Allotted By Statute	Disbursed By CHFFA
Children's Hospital and Research Center Oakland	\$ 74,000,000	\$73,944,500
Children's Hospital Central California	\$ 74,000,000	\$73,939,903
Children's Hospital Los Angeles	\$ 74,000,000	\$72,188,287
Children's Hospital Orange County	\$ 74,000,000	\$ 73,897,935
Earl and Loraine Miller Children's Hospital Long Beach	\$ 74,000,000	\$ 73,944,500

Children's Hospital	Allotted By Statute	Disbursed By CHFPA
Loma Linda University Children's Hospital	\$ 74,000,000	\$ 6,092,437
Lucile Salter Packard Children's Hospital at Stanford	\$ 74,000,000	\$ 73,630,359
Rady Children's Hospital San Diego	\$ 74,000,000	\$ 73,944,500
Mattel Children's Hospital at the University of California Los Angeles	\$ 30,000,000	\$ 29,827,500
University of California, Davis Children's Hospital	\$ 30,000,000	\$ 29,827,501
University Children's Hospital at University of California, Irvine	\$ 30,000,000	\$ 29,827,500
University of California, San Diego Children's Hospital	\$ 30,000,000	\$ 29,827,500
University of California, San Francisco Children's Hospital	<u>\$ 30,000,000</u>	<u>\$ 29,827,500</u>
	<u>\$ 742,000,000</u>	<u>\$670,719,922</u>

HOSPITAL DETAIL (as of December 31, 2015)**Children's Hospital and Research Center Oakland****County: Alameda****Amount Allotted by Statute: \$74,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 12/1/2005	\$1,695,274	Completed
Awarded 8/30/2007	\$4,129,247	Completed
Awarded 6/25/2009	\$28,166,801	Completed
Awarded 2/25/2010	\$25,115,148	Completed
Awarded 5/27/2010	\$13,314,038	Completed
Awarded 7/28/2011	<u>\$1,523,992</u>	Completed
TOTAL = \$73,944,500		Full eligible amount has been disbursed*
Remaining for future awards: \$ 0		

Children's Hospital Central California**County: Madera****Amount Allotted by Statute: \$74,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 7/28/2005	\$1,822,768	Completed
Awarded 7/28/2005	\$3,482,774	Completed
Awarded 1/25/2007	\$3,766,864	Completed
Awarded 2/28/2008	\$5,968,710	Completed
Awarded 4/30/2009	\$54,740,826	Completed
Awarded 4/25/2013	<u>\$4,157,961</u>	Completed
TOTAL = \$73,939,903		Full eligible amount has been disbursed*
Remaining for future awards: \$ 0		

Children's Hospital Los Angeles**County: Los Angeles****Amount Allotted by Statute: \$74,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 6/30/2005	<u>\$72,188,287</u>	Completed
TOTAL = \$72,188,287		Full eligible amount has been disbursed*
Remaining for future awards: \$ 0		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Children's Hospital Orange County
County: Orange
Amount Allotted by Statute: \$74,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 9/29/2005	\$2,700,516	Completed
Awarded 1/26/2006	\$18,387,096	Completed
Awarded 1/31/2008	\$19,165,562	Completed
Awarded 5/28/2009	\$29,042,638	Completed
Awarded 4/28/2011	\$4,602,123	Completed
TOTAL = \$73,897,935		Full eligible amount has been disbursed*
Remaining for future awards: \$ 0		

Earl and Loraine Miller Children's Hospital Long Beach
County: Los Angeles
Amount Allotted by Statute: \$74,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 1/25/2007	\$73,944,500	Completed
TOTAL = \$73,944,500		Full eligible amount has been disbursed*
Remaining for future awards: \$ 0		

Loma Linda University Children's Hospital
County: San Bernardino
Amount Allotted by Statute: \$74,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 10/8/2009	\$3,228,082	Completed
Awarded 10/8/2009	\$2,864,355	Completed
Awarded 9/24/2015	\$ 0	In Progress
TOTAL = \$6,092,437		
Remaining for Future Awards: \$0		

Lucile Salter Packard Children's Hospital at Stanford
County: Santa Clara
Amount Allotted by Statute: \$74,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 5/25/2006	\$73,630,359	Completed
TOTAL = \$73,630,359		Full eligible amount has been disbursed*
Remaining for Future Awards: \$ 0		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Rady Children's Hospital San Diego
County: San Diego
Amount Allotted by Statute: \$74,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 9/29/2005	\$1,122,038	Completed
Awarded 1/26/2006	\$10,136,143	Completed
Awarded 12/6/2007	\$62,686,319	Completed
TOTAL = \$73,944,500		Full eligible amount has been disbursed*
Remaining for Future Awards: \$ 0		

Mattel Children's Hospital at the University of California Los Angeles
County: Los Angeles
Amount Allotted by Statute: \$30,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 12/1/2005	\$29,827,500	Completed
TOTAL = \$29,827,500		Full eligible amount has been disbursed*
Remaining for Future Awards: \$ 0		

University of California, Davis Children's Hospital
County: Sacramento
Amount Allotted by Statute: \$30,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 3/23/2006	\$8,345,823	Completed
Awarded 4/28/2011	\$15,265,137	Completed
Awarded 6/28/2012	\$6,216,541	Completed
TOTAL = \$29,827,501		Full eligible amount has been disbursed*
Remaining for future awards: \$ 0		

University Children's Hospital at University of California, Irvine
County: Orange
Amount Allotted by Statute: \$30,000,000

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 3/26/2009	\$29,827,500	Completed
TOTAL = \$29,827,500		Full eligible amount has been disbursed*
Remaining for Future Awards: \$ 0		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

University of California, San Diego Children's Hospital**County: San Diego****Amount Allotted by Statute: \$30,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 1/27/2011	\$29,827,500	In Progress
TOTAL = \$29,827,500		Full eligible amount has been disbursed*
Remaining for Future Awards: \$ 0		

University of California, San Francisco Children's Hospital**County: San Francisco****Amount Allotted by Statute: \$30,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 8/30/2012	\$29,827,500	In Progress
TOTAL = \$29,827,500		Full eligible amount has been disbursed*
Remaining for Future Awards: \$ 0		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

2015 ANNUAL REPORT CHILDREN'S HOSPITAL PROGRAM OF 2008

PROGRAM OVERVIEW

On November 4, 2008, California voters passed Proposition 3 enabling the State of California to issue \$980 million in General Obligation bonds for the Children's Hospital Program. Under California Health and Safety Code, Sections 1179.50-1179.72, the purpose of the program is to improve the health and welfare of California's critically ill children, by providing a stable and ready source of funds for capital improvement projects for children's hospitals. The California Health Facilities Financing Authority (CHFFA) is responsible for administering the program.

Thirteen children's hospitals in California are eligible for funding. Eight are private nonprofit hospitals and five are University of California hospitals. Grant awards for non-University of California children's hospitals are limited to \$98 million, less costs of issuance and administrative costs. Grant awards for University of California children's hospitals are limited to \$39.2 million, less costs of issuance and administrative costs. Costs of issuance are \$0.75 per \$1,000 of the authorized grant award and administrative costs are \$5.00 per \$1,000 of the authorized grant award.

A summary is presented directly below. Detail for each hospital follows.

SUMMARY (as of December 31, 2015):

Children's Hospital	Allotted By Statute	Disbursed by CHFFA
Children's Hospital and Research Center Oakland	\$ 98,000,000	\$ 97,436,500
Children's Hospital Central California	\$ 98,000,000	\$ 47,510,506
Children's Hospital Los Angeles	\$ 98,000,000	\$ 97,425,947
Children's Hospital Orange County	\$ 98,000,000	\$ 97,430,506
Earl and Loraine Miller Children's Hospital Long Beach	\$ 98,000,000	\$ 16,500,528

Children's Hospital	Allotted By Statute	Disbursed by CHFFA
Loma Linda University Children's Hospital	\$ 98,000,000	\$ 0
Lucile Salter Packard Children's Hospital at Stanford	\$ 98,000,000	\$ 97,436,500
Rady Children's Hospital San Diego	\$ 98,000,000	\$ 65,720,959
Mattel Children's Hospital at the UCLA	\$ 39,200,000	\$ 24,856,250
University of California, Davis Children's Hospital	\$ 39,200,000	\$ 18,697,599
University Children's Hospital at University of California, Irvine	\$ 39,200,000	\$ 0
University of California, San Diego Children's Hospital	\$ 39,200,000	\$ 38,974,600
University of California, San Francisco Children's Hospital	\$ 39,200,000	\$ 38,974,600
	<u>\$ 980,000,000</u>	<u>\$ 640,964,495</u>

HOSPITAL DETAIL (as of December 31, 2015)**Children's Hospital and Research Center Oakland****County: Alameda****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 10/27/2011	\$4,826,941	Completed
Awarded 12/6/2012	\$77,301,958	Completed
Awarded 1/31/2013	\$11,905,251	Completed
Awarded 4/30/2015	\$3,402,350	Completed
TOTAL = \$97,436,500		Full eligible amount has been disbursed*
Remaining for future awards: \$0		

Children's Hospital Central California**County: Madera****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 5/27/2010	\$9,451,766	Completed
Awarded 9/27/2012	\$7,732,452	Completed
Awarded 4/25/2013	\$7,386,086	Completed
Awarded 3/27/2014	\$8,031,110	Completed
Awarded 4/9/2015	\$14,909,092	Completed
TOTAL = \$47,510,506		
Remaining for future awards after current grant is fully disbursed: \$50,016,771 (less costs of issuance and administrative costs)		

Children's Hospital Los Angeles**County: Los Angeles****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 4/30/2009	\$97,425,947	Completed
TOTAL = \$97,425,947		Full eligible amount has been disbursed*
Remaining for future awards: \$0		

Children's Hospital Orange County**County: Orange****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 5/28/2009	\$97,430,506	Completed
TOTAL = \$97,430,506		Full eligible amount has been disbursed*
Remaining for future awards: \$0		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Earl and Loraine Miller Children's Hospital Long Beach**County: Los Angeles****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 9/2/2010	\$13,060,988	Completed
Awarded 3/28/2013	\$3,439,540	In Progress
TOTAL = \$16,500,528		
Remaining for future awards after current grant is fully disbursed: \$55,393,955 (less costs of issuance and administrative costs)		

Loma Linda University Children's Hospital**County: San Bernardino****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 9/24/2015	\$0	In Progress
TOTAL = \$0		
Remaining for future awards: \$0		

Lucile Salter Packard Children's Hospital at Stanford**County: Santa Clara****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 12/1/2011	\$97,436,500	In Progress
TOTAL = \$97,436,500		Full eligible amount has been disbursed*
Remaining for future awards: \$0		

Rady Children's Hospital San Diego**County: San Diego****Amount Allotted by Statute: \$98,000,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 4/29/2010	\$14,196,794	Completed
Awarded 1/27/2011	\$9,413,614	Completed
Awarded 2/23/2012	\$10,612,019	Completed
Awarded 4/26/2012	\$17,297,498	In Progress
Awarded 5/30/2013	\$2,079,988	Completed
Awarded 10/30/2014	\$12,121,046	In Progress
TOTAL = \$65,720,959		
Remaining for future awards: \$8,675,694 (less costs of issuance and administrative costs)		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Mattel Children's Hospital at the University of California Los Angeles**County: Los Angeles****Amount Allotted by Statute: \$39,200,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 9/2/2010	<u>\$24,856,250</u>	Completed
TOTAL = \$24,856,250		
Remaining for future awards after current grant is fully disbursed: \$14,200,000 (less costs of issuance and administrative costs)		

University of California, Davis Children's Hospital**County: Sacramento****Amount Allotted by Statute: \$39,200,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 6/28/2012	\$8,335,516	Completed
Awarded 1/31/2013	<u>10,362,083</u>	Completed
TOTAL = \$18,697,599		
Remaining for future awards: \$20,394,267 (less costs of issuance and administrative costs)		

University Children's Hospital at University of California, Irvine**County: Orange****Amount Allotted by Statute: \$39,200,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
None	<u>\$0</u>	Not applicable
TOTAL = \$0		
Remaining for future awards: \$39,200,000 (less costs of issuance and administrative costs)		

University of California, San Diego Children's Hospital**County: San Diego****Amount Allotted by Statute: \$39,200,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 8/30/2012	<u>\$38,974,600</u>	In Progress
TOTAL = \$38,974,600		Full eligible amount has been disbursed*
Remaining for future awards: \$0		

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

University of California, San Francisco Children's Hospital**County: San Francisco****Amount Allotted by Statute: \$39,200,000**

GRANT(S)	AMOUNT DISBURSED	GRANTEE'S PROJECT STATUS
Awarded 8/30/2012	<u>\$38,974,600</u>	In Progress
	TOTAL = \$38,974,600	Full eligible amount has been disbursed*
	Remaining for future awards: \$0	

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.