

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that, on Wednesday, August 24, 2011, a public hearing will be held as required by section 147(f) of the Internal Revenue Code of 1986 (the "Code") with respect to the proposed issuance by the California Health Facilities Financing Authority of revenue bonds in an amount not to exceed \$15,500,000 (the "Bonds") relating to the financing and refinancing of projects for FamiliesFirst, Inc., a California nonprofit, public benefit corporation ("FamiliesFirst").

The Bonds will be issued in part to:

- (a) provide for the current refunding of the outstanding California Statewide Communities Development Authority Certificates of Participation (Eastfield Ming Quong, Inc.), the proceeds of which were used to refund certain prior bonds issued in 1990 by the California Health Facilities Financing Authority for the benefit of a predecessor of FamiliesFirst the proceeds of which were used to remodel, refurbish and/or replace of various portions of FamiliesFirst's facilities including:
 - (i) expansion of residential treatment centers to add 15 new residential treatment beds, remodel sub-acute care treatment centers, safety upgrades and improvements to the parking lot at FamiliesFirst's Los Gatos Campus located at 499 Loma Alta Avenue, Los Gatos, California,
 - (ii) the remodeling and refurbishing of several buildings at FamiliesFirst's Campbell Campus located at 251 Llewellyn Avenue, Campbell, California, and
 - (iii) the purchase of certain computer equipment;
- (b) provide for the current refunding of the outstanding California Health Facilities Financing Authority Insured Health Facility Revenue Bonds (FamiliesFirst, Inc.), 2000 Series A, the proceeds of which were used to remodel, refurbish and/or replace of various portions of FamiliesFirst's facilities including:
 - (i) construction an administration building, three residential program duplexes and an activity center, an additional 18-bed duplex building and expansion to the activity center to accommodate a kitchen for the residential day treatment program, a storage building and a swimming pool at FamiliesFirst's Davis Campus located at 2100 Fifth Street, Davis, California, and
 - (ii) construction of a new non-public school psychiatric day treatment program (the non-public school's initial location has since been sold and the non-public school relocated to FamiliesFirst's Davis Campus);
- (c) finance the acquisition and installation of a electronic records system, to be primarily located at FamiliesFirst's Campbell Campus; and

- (d) finance the construction, remodeling, refurbishing and equipping of infrastructure improvements to various buildings at FamiliesFirst's Davis, Campbell and Los Gatos Campuses (but none of such improvements will be made to facilities specifically relating to FamiliesFirst's foster care services and none of the improvements qualify as projects under Division 13 of the California Public Resources Code).

All facilities are or will be owned by FamiliesFirst and used in connection with its mobile crisis response, in- and out-patient mental health, therapeutic behavioral, addiction prevention and crisis nursery services.

The hearing will commence at 10:00 a.m. or as soon thereafter as the matter may be heard, and will be held in Suite 590, 915 Capitol Mall, Sacramento, California. Interested persons wishing to express their views on the issuance of the Bonds or on the nature and location of the facilities proposed to be financed and refinanced will be given an opportunity to do so at the public hearing or may, prior to the time of the hearing, submit written comments to Ms. Barbara Liebert, Executive Director, California Health Facilities Financing Authority, 915 Capitol Mall, Suite 590, Sacramento, CA 95814.

Date: August 9, 2011