

**MINUTES**

**California Health Facilities Financing Authority  
("CHFFA" or the "Authority")  
915 Capitol Mall, Room 587  
Sacramento, California 95814**

**February 25, 2016 – 2:00 P.M.**

Public Participation

Call-In Number: 877.810.9415 and Participation Code: 6535126

Deputy Treasurer, Vincent Brown, serving as chairperson, called the meeting to order at 2:25 P.M.

**Roll Call**

Members Present: Vincent P. Brown for John Chiang, State Treasurer  
Alan LoFaso for Betty T. Yee, State Controller  
Eraina Ortega for Michael Cohen, Director of Finance  
Judith Frank  
Jay Hansen  
Ann Madden Rice  
Oscar Sablan, M.D.  
Jack Buckhorn  
Sumi Sousa

Chairperson Brown declared a quorum present.

Chairperson Brown announced in an effort to promote transparency, a live, interactive, call-in number is available to the public to provide access to board meetings. Open meetings would be available live to all who wish to call-in to listen and participate.

**Approval for the Minutes from the December 3, 2015 meeting.**

Chairperson Brown asked if there were any questions or public comment; there was none.

**Authority Action**

Motion to approve the minutes from the December 3, 2015 meeting.

MOTION: Member LoFaso                      SECONDED: Member Hansen

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Hansen, Ortega,  
LoFaso, Brown

NOES:.....None

ABSTAINS: .....Member Frank

RECUSE:.....None

MOTION ADOPTED.





MOTION: Member Buckhorn      SECONDED: Member Hansen

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Hansen, Ortega,  
LoFaso, Brown

NOES:.....None

ABSTAINS: .....None

RECUSE:.....Member: Frank

MOTION ADOPTED.

**Item #5                      Scripps Health (“Scripps”), San Diego, California, Resolution No. 411**

Matthew Saha, staff analyst, presented. Proceeds would be used to finance the reimbursement for the costs of construction, expansion, furnishing and equipping of health facilities located in Encinitas and San Diego.

Attendees for Scripps Health: Richard Rothberger, Executive Vice President, Chief Financial Officer; Richard McKeown, Vice President, Corporate Treasurer; Jeffrey Sahrbeck, Managing Director, Ponder & Company.

Chairperson Brown asked for public comment. There was none.

Authority Action

Motion to approve Resolution No. 411 for Scripps Health in an amount not to exceed \$150,000,000.

MOTION: Member Frank                      SECONDED: Member Sablan

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Hansen, Frank, Ortega,  
LoFaso, Brown

NOES:.....None

ABSTAINS: .....None

RECUSE:.....None

MOTION ADOPTED.

**Item #6                      Family Care Network, Inc. (“FCNI”), San Luis Obispo, California,  
Resolution No. HII-297**

Mr. Lewis presented. Proceeds would be used to complete the construction of FCNI’s facility located at 1255 Kendall Road, San Luis Obispo, CA 93401. FCNI planned to construct approximately 4,000 square feet of office space, a 2,400 square foot storage facility, add an additional 17 parking spaces, and add solar panels to the building.

Attendees for Family Care Network, Inc.: Bobbie Boyer, Chief Financial Officer.

Chairperson Brown asked for public comment. There was none.

Authority Action

Motion to approve Resolution No. HII-297 for Family Care Network, Inc. in an amount not to exceed \$1,300,000 for a term not to exceed 20 years.

MOTION: Member LoFaso                      SECONDED: Member Hansen

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Hansen, Frank, Ortega,  
LoFaso, Brown

NOES:.....None

ABSTAINS: .....None

RECUSE:.....None

MOTION ADOPTED.

Mr. Hansen left the meeting at 3:00 P.M.

**Item #7                                      Advent Group Ministries, Inc. (“Advent”), San Jose, California,  
Resolution No. HII-298**

Amy Voong, staff analyst, presented. Proceeds would be used to refinance a loan from the Kudenov Living Trust and the 2004 HELP II loan. The refinance would allow Advent to consolidate debt, increase cash flow and lower its minimum monthly payments.

Attendee for Advent Group Ministries, Inc.: Daniel Mahan, Executive Director.

Chairperson Brown asked for public comment. There was none.

Authority Action

Motion to approve Resolution No. HII-298 for Advent Group Ministries, Inc. in an amount not to exceed \$430,000 for a term not to exceed 15 years.

MOTION: Member Sablan                      SECONDED: Member Buckhorn

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Frank, Ortega,  
LoFaso, Brown

NOES:.....None

ABSTAINS: .....None

RECUSE:.....None

MOTION ADOPTED.

**Item #8                                      Amendment to Resolution Nos. MH 2014-23 and MH 2014-25**

Ms. Stanton and Ms. Aboubechara presented. Staff recommended the Authority approve amendments to extend the resolution expiration dates for Fresno County to June 30, 2017 and for Sacramento County to December 31, 2016.

**MH 2014-23                      Fresno County (“Fresno”)**

Fresno requested Authority approval to extend the resolution expiration date for additional time to complete the construction of its Crisis Residential Treatment program due to delays including staffing changes and reductions, internal process changes, development of contract terms, and allocation of resources. Fresno has implemented several corrective actions.

Attendees for Fresno County via teleconference: Susan Holt, Deputy Director of Clinical Operations; Joel Bugay, Division Manager; and Brandon Hill, Staff Analyst. All are from the Department of Behavioral Health Services.

Chairperson Brown asked for public comment. There was none.

Authority Action

Motion to approve an amendment to Resolution No. MH 2014-23 to extend the resolution expiration date to June 30, 2017.

MOTION: Member LoFaso SECONDED: Member Sablan

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Ortega, LoFaso, Brown

NOES:.....None

ABSTAINS: .....None

RECUSE:.....Member Frank

MOTION ADOPTED.

**MH 2014-25 Sacramento County (“Sacramento”)**

Sacramento requested Authority approval to extend the resolution expiration date for additional time to renovate the property that was acquired in partnership with Turning Point, the designated nonprofit corporation. Sacramento recently had been approved for additional funding to begin renovations, and needs more time to complete renovations and request program startup funds.

Attendees for Sacramento County via teleconference:

Uma Zykofsky, Deputy Director and Julie Leung, MHSA Program Planner. Both are from the Department of Behavioral Health Services.

Chairperson Brown asked for public comment. There was none.

Authority Action

Motion to approve an amendment to Resolution No. MH 2014-25 to extend the resolution expiration date to December 31, 2016.

MOTION: Member Buckhorn SECONDED: Member LoFaso

AYES:.....Members: Sousa, Buckhorn, Sablan, Rice, Ortega, Lofaso, Brown

NOES:.....None

ABSTAINS: .....None

RECUSE:.....Member Frank

MOTION ADOPTED.

Ms. Frank recused herself from item no. 9 due to her consultant work for Los Angeles County.

**Item #9**

**Investment in Mental Health Wellness Act of 2013 –  
Los Angeles County Quarterly Report.**

Ms. Stanton presented. The Authority approved a Final Allocation for an Investment in Mental Health Wellness Grant for Los Angeles County in an amount not to exceed \$40,892,700.49 for 560 new beds to service adults in new Crisis Residential Treatment Programs, 54 new Crisis Stabilization beds, 22 mobile crisis support team vehicles, and 14 crisis support team personnel and one clerical staff. At the December 3, 2015 meeting, the Authority amended Los Angeles County’s resolution and required the County to submit a quarterly report providing details on milestones achieved, progress, and obstacles or challenges related to the completion of its projects as described in the Grantee’s application.

Los Angeles County will continue to provide quarterly updates to the Authority.

Representative for Los Angeles County: Mary Marx, Mental Health Clinical District Chief, County of Los Angeles Department of Mental Health.

Ms. Marx presented Los Angeles County’s quarterly report, including a timeline.

**Item #10 Children’s Hospital Program Annual Report to the Legislature**

Ms. Stanton and Ms. Aboubechara presented. In summary, over \$1.3 billion in funding has been disbursed through these two programs to California’s thirteen children’s hospitals. The Children’s Hospital Program (“CHP”) of 2004 fully funded twelve of the thirteen hospitals. The Children’s Hospital Program of 2008 fully funded six of the thirteen children’s hospitals. The remaining children’s hospitals have until 2018 to draw down their funds. Staff prepared the 2015 annual reports for the Children’s Hospital Program of 2004 and the Children’s Hospital Program of 2008, in accordance with Section 16724.4 of the Government Code and provided the reports to the Assembly, Senate, Legislative Counsel, and Department of Finance. Ms. Aboubechara explained the CHP activity in calendar year 2015.

**Item #11, 12 and 13 Other Business, Public Comment and Adjournment**

Chairperson Brown asked for public comment. Hearing none and with no additional business, the meeting adjourned at 3:29 P.M.