

**MINUTES**  
**California Health Facilities Financing Authority**  
**(“CHFFA”)**  
**915 Capitol Mall, Room 587**  
**Sacramento, California 95814**

**August 29, 2013 – 1:30 P.M.**

Deputy Treasurer Michael Paparian, serving as Chairman, called the meeting to order at 1:33 P.M.

**Roll Call**

Members Present: Michael Paparian for Bill Lockyer, State Treasurer  
Alan Gordon for John Chiang, State Controller  
Eraina Ortega for Ana J. Matosantos, Director of Finance  
Judith Frank  
Samuel Qiu  
Dr. Oscar Sablan  
Jack Buckhorn  
Jay Hansen \*

Member Absent: Ann Madden Rice

Chairman Paparian declared a quorum present.

**Approval of the Minutes from the June 14, 2013 and July 25, 2013 Meetings**

Mr. Buckhorn moved approval of the June 14, 2013 and the July 25, 2013 meeting minutes, Mr. Qiu seconded the motion. The motion was adopted with a 5-Aye roll call vote, Mr. Gordon and Dr. Sablan abstained.

**Executive Director’s Report**

Barbara Liebert, Executive Director, submitted the fund balances for the record as of July 31, 2013, which included the CHAMP fund balance and the Comprehensive Debt List Summary of CHFFA’s top 15 borrowers. The line item detail was not available due to delays associated with the closing of the 2012/2013 fiscal year. Updated fund balances will be available in October 2013.

**Tax Exempt Bond Delegation of Powers Monthly Update**

**Community Program for Persons with Developmental Disabilities, Series 2011A and Series 2011B.** Deutsche Bank National Trust Company sold its municipal bond trustee business to U.S. Bank National Association. Deutsche Bank resigned as trustee and U.S. Bank was appointed as the successor trustee for the Community Program for Persons with Developmental Disabilities. The Authority’s in-house counsel confirmed the Executive Director may acknowledge and accept the resignation of trustee, Deutsche Bank, and authorize the appointment of U.S. Bank as the successor trustee pursuant to the Authority’s delegation resolution. The Executive Director executed the agreement on August 12, 2013.

\*Mr. Hansen joined the Authority meeting at 1:36 P.M.

### **HELP II Loan Program Delegation of Powers Monthly Update**

No actions were taken pursuant to the delegation of powers resolution.

### **California Health Access Model Program (“CHAMP”) Status Update**

Ms. Liebert provided an update on the projects under consideration. The deadline for application submission was August 14, 2013. The Authority received 11 applications. Ms. Liebert also reported and read into the record the scoring and key criteria.

Mr. Hansen inquired if an Authority member would have the opportunity to review the applications.

Ms. Liebert replied there was an inherent conflict with Authority members reviewing, scoring, and approving the applications for this process.

Mr. Buckhorn requested to see the scoring mechanisms and the evaluation processes staff would utilize.

Chairman Paparian cautioned staff not to release applications to members until the Authority had completed their review of the evaluation criteria. Chairman Paparian recommended a date certain for the Authority’s review of the scoring criteria to be completed. Ms. Liebert agreed and then indicated staff would soon circulate the scoring process criteria to the Authority members for comment.

### **Site Visits**

#### **Butte County Behavioral Health (“Butte County”)**

Rosalind Brewer, Deputy Executive Director, reported a site visit to Butte County. The purpose of the site visit was to gather information on the types of services provided. Butte County has a crisis stabilization unit, within a psychiatric health facility and a mobile crisis team. The mobile crisis unit includes a retired police car equipped with a cage divider between the front and back seat. The cage divider is provided to protect the crisis team from the consumer.

#### **Sonoma County Behavioral Health Division (“Sonoma County”)**

Ms. Brewer also reported on a site visit to Sonoma County. The purpose of the site visit was to gather information on the types of service provided. Sonoma County has a residential crisis facility, a mobile crisis team and a crisis stabilization unit. Sonoma County’s goal is to reach out to the younger people in the surrounding high schools and community colleges.

#### **Item #4 Chico Feminist Women’s Health Center dba Women’s Health Specialists, (“WHS”), Sacramento, California, Resolution No. HII-279**

Bianca Smith, staff analyst, reported WHS requested the Authority approve an amount not to exceed \$300,000 to purchase new electronic equipment and to start the implementation of Phase II of the Electronic Health Records (EHR) system within an electronic practice management system at its new Sacramento location. The EHR system would allow for greater efficiency, cost controls and reduction of errors in case management, patient billing,

and data collection. The EHR system would interface all of WHS' clinics with other providers and with pharmaceutical and laboratory contractors, streamlining information flow and communication.

Representing WHS: Shauna Heckert, Executive Director and Barbara Gross, Chief Financial Officer.

Staff recommended approval of Resolution No. HII-279 for Chico Feminist Women's Health Center dba Women's Health Specialists in an amount not to exceed \$300,000 for a term not to exceed five years contingent upon financing terms acceptable to the Authority. Macias Gini & O'Connell, LLP, the Authority's financial analyst, concurred with the Authority's staff recommendations.

Chairman Paparian asked if there were any questions or public comment.

Mr. Qui and Mr. Buckhorn inquired how the impact of the potential cuts in Medi-Cal would affect WHS' operations and requested more information regarding the declining performance at WHS' clinic in Santa Rosa.

Ms. Heckert responded WHS was prepared to weather the potential cuts through outreach and expansion of its clientele and emphasized the strict monitoring of operations at Santa Rosa. WHS also plans outreach to different organizations for support of this clinic. Mr. Buckhorn offered his local assistance in this matter.

Hearing no public comment, Mr. Gordon moved approval of Resolution No. HII-279 and Dr. Sablan seconded the motion. The motion was adopted with a unanimous 8-Aye vote.

**Item #5**

**CLARE Foundation, Inc. ("CLARE"),  
Santa Monica, California, Resolution No. HII-280**

Carolyn Aboubechara, staff analyst, noted that the project site was located in Los Angeles and not Venice as described in the resolution. Ms. Aboubechara reported CLARE requested the Authority approve an amount not to exceed \$825,000 to refinance CLARE's existing California Statewide Communities Development Authority (CSCDA) Revenue Bonds, Series 2003. This refinance would result in total interest savings of approximately \$212,000 over the life of the loan due to the lower interest rate obtained from the HELP II loan and it would release CLARE from certain CSCDA restrictions.

Representing CLARE: Nicholas Vratatic, Executive Director.

Staff recommended approval of Resolution No. HII-280 for CLARE Foundation, Inc., in an amount not to exceed \$825,000 for a term not to exceed eight years and contingent upon the financing terms acceptable to the Authority. Macias Gini & O'Connell, LLP, the Authority's financial analyst concurred with the Authority's staff recommendations.

Chairman Paparian asked if there were any questions or public comment.

Hearing none, Mr. Gordon moved approval of Amended Resolution No. HII-280 and Dr. Sablan seconded the motion. The motion was adopted with a unanimous 8-Aye vote.



**Item #8** **Investment in Mental Health Wellness Act Panel Presentation**

Ms. Liebert noted that at the July 25, 2013 meeting, the Authority members asked staff to provide an information session to educate the Authority members about mental health crisis care services in California, the Investment in Mental Health Wellness Act of 2013 and the role the Authority plays in mental health crisis care. The following individuals provided an overview in those areas.

- Neal Adams, MD, MPH, Deputy Director, California Institute for Mental Health provided an overview of how mental illness is defined and discussed the prevalence of mental illness in California. Dr. Adams also addressed the state's mental health care service continuum for both children and adults.
- Don Kingdon, Ph.D., Deputy Director, California Mental Health Directors Association discussed the population dynamics of mental illness in California; how the needs of these vulnerable populations vary; and the impact it has on the need of mental health services across the state.
- Diane Van Maren, Consultant, Senate President pro Tempore, Darrell Steinberg's Office talked about the goals and objectives of the Investment in Mental Health Wellness Act of 2013 (SB 82).
- Steven Fields, Executive Director, Progress Foundation talked about his experience providing mental health crisis care services that include wellness, resiliency and recovery in the least restrictive environment.

**Item #9** **Other Business**

Chairman Paparian asked for public comment. Hearing none and with no additional business, the meeting was adjourned at 3:39 P.M.