

MINUTES

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

Alternate Location for CHFFA Teleconference Participation:

Qiu Accountancy Corporation
3580 Wilshire Blvd., Suite 1126
Los Angeles, California 90010

March 27, 2014 – 1:30 P.M.

Deputy Treasurer Bettina Redway, serving as Chairperson, called the meeting to order at 1:30 P.M.

Roll Call

Members Present: Bettina Redway for Bill Lockyer, State Treasurer
Ruth Holton-Hodson for John Chiang, State Controller
Todd Jerue for Michael Cohen, Director, Department of Finance
Samuel Qiu, via Teleconference
Oscar Sablan, M.D.
Judith Frank via Teleconference
Ann Madden Rice

Member Absent: Jack Buckhorn
Jay Hansen

Chairperson Redway declared a quorum present.

Approval of the Minutes from the February 27, 2014 Meeting (Action Item)

Ms. Holton-Hodson moved for approval of the minutes, Mr. Jerue seconded the motion. The motion was adopted with a 7-aye roll call vote.

Barbara Liebert, Executive Director, welcomed Dr. Marci Sablan, Dr. Sablan's spouse. Drs. Sablan were profiled in the Los Angeles Times for their contributions to the Central Valley and the wonderful ties with the people of Firebaugh.

Executive Director's Report

CHFFA Fund Balances and Comprehensive Debt List Summaries

Ms. Liebert submitted the fund balances as of February 28, 2014, the California Health Access Model Program ("CHAMP") fund balance and the Comprehensive Debt Limit Summaries of CHFFA's top 14 borrowers.

Ms. Liebert further explained the appeal process to the Authority and how staff is continuing discussions with the counties that received no or reduced initial allocations.

Initial allocations for the first funding round is approximately \$76,000,000 of the \$142,500,000 or 53% of the overall capital budget. It also equates to 95% of the personnel budget. More applications were received for mobile crisis than crisis residential and crisis stabilization. As a result, 835 beds and 52 mobile crisis teams will be potentially created. Once the final allocations are approved by the Authority, the second funding round can begin applying the same criteria with remaining funds. However, funds for crisis residential will likely be the only funding available for all of the regions with the exception of the Los Angeles region.

The Authority further discussed the need for crisis residential, crisis stabilization and mobile crisis programs.

Dr. Rhett-Mariscal and Mr. Oakes shared that research shows stabilization is less costly in the long term and provides the most effective services. Stabilization is the desirable recovery model while the demand for residential is greater. Mobile crisis programs appear to be the easiest to set up for operations.

Item #6

Other Business

Chairperson Redway asked for public comment. Hearing none and with no additional business, the meeting was adjourned at 2:08 P.M.