

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

Alternate Location for CHFFA Teleconference Participation
San Francisco Health Plan Service Center
7 Spring Street
San Francisco, California 94104

July 7, 2016 – 11:00 A.M.

Public Participation
Call-In Number: 877.810.9415 and Participant Code: 6535126

Deputy Treasurer, Vincent P. Brown, serving as Chairperson, called the meeting to order at 11:00 A.M.

Item #1 **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
Jay Hansen
Jack Buckhorn (via teleconference)
Sumi Sousa (via teleconference)

Members Absent: Judith Frank
Oscar Sablan, M.D.

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 Authority meetings. Open meetings would be available live to all who wish to call-in to listen and participate.

Item #2 **Approval of the May 26, 2016 Meeting Minutes**

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

Authority Action

Motion to adopt the minutes from the May 26, 2016 meeting.

MOTION: Member Hansen SECOND: Member LoFaso

AYES: Members: Sousa, Buckhorn, Hansen, Ortega, LoFaso, Brown

NOES: None

ABSTAINS: None

RECUSE: None

MOTION ADOPTED.

Item #3

Sutter Health, Resolution No. 413

Brock Lewis, staff analyst, stated that Sutter Health (“Sutter”) was seeking Authority approval to issue \$1.026 billion in a principal amount of revenue bonds. Mr. Lewis further reported the Bond proceeds would be used to refund all outstanding CHFFA Series 2007A Bonds, CSCDA Series 2003A and 2003B, and CSCDA Series 2005B and 2005C Bonds as well as to finance, including reimbursement for, costs associated with the acquisition, construction and expansion of, two new replacement hospitals located in San Francisco. The bonds would be comprised of a combination of fixed and variable rate or only fixed rate bonds, and Sutter and the underwriters anticipate a portion of the total estimated sources would be realized through original issue premium from the sale of the Bonds.

Staff recommended the Authority approve Resolution No. 413 for Sutter Health in a principal amount not to exceed \$1,026,000,000 subject to the conditions in the resolution and contingent upon receiving a rating of at least investment grade by a nationally recognized rating agency.

Attendees: Svend Ryge, Vice President and Treasurer, Sutter; Cyndi Kettmann, Senior Policy Advisor, Sutter; and Jonathan Ma, Executive Director, Morgan Stanley.

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

Authority Action

Motion to adopt Resolution No. 413 for Sutter Health.

MOTION: Member LoFaso SECOND: Member Hansen

AYES: Members: Sousa, Buckhorn, Hansen, Ortega, LoFaso, Brown

NOES: None

ABSTAINS: None

RECUSE: None

MOTION ADOPTED.

Chairperson Brown noted that the July 28, 2016 Authority meeting will be moved to August 4, 2016.

Agent Items #4, #5

Public Comment/Adjournment

Chairperson Brown asked for public comment. Hearing none and with no additional business, the meeting was adjourned at 11:22 A.M.