

MINUTES
California Health Facilities Financing Authority
(“CHFFA” or “Authority”)
915 Capitol Mall, Room 587
Sacramento, California 95814
April 26, 2018 – 1:30 P.M.

Alternate Locations for CHFFA Teleconference Participation

San Francisco Health Plan
Service Center
7 Spring Street
San Francisco, CA 94104

Sablan Law
400 West Yosemite Ave.
Madera, CA 93637

Hilton, San Diego Resort and Spa
1775 East Mission Bay Dr.
San Diego, CA 92109

Public Participation

Call-In Number: (877) 810-9415 and Participant Code: 6535126

OPEN SESSION

Deputy Treasurer, Vincent P. Brown, serving as Chairperson, called the meeting to order at 1:35 P.M. Upon opening the meeting, Chairperson Brown turned over the meeting to the new Chairperson for the Authority, Deputy Treasurer, Ruth Holton-Hodson.

Chairperson Holton-Hodson announced in an effort to promote transparency, a live, interactive, call-in number was 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 #1

Roll Call

Members Present: Ruth Holton-Hodson for John Chiang, Chairperson, State Treasurer
Alan LoFaso for Betty T. Yee, Vice Chairperson, State Controller
Jacqueline Wong-Hernandez for Michael Cohen, Director, Department of Finance
Judith N. Frank
Oscar Sablan, M.D. – via teleconference
Jack Buckhorn – via teleconference
Sumi Sousa – via teleconference

Members Absent: Jay Hansen
Robert Cherry, M.D.

Chairperson Holton-Hodson declared a quorum present.

Item #2

**Approval of the Minutes from the February 22, 2018
and March 13, 2018 Authority Meetings**

Chairperson Holton-Hodson asked if there were any changes, questions or public comment; there were none.

Authority Action

Motion to approve the minutes from the February 22, 2018 meeting.

MOTION: Member LoFaso SECOND: Member Frank

AYES:Members: Sousa, Buckhorn, Frank, Wong-Hernandez, LoFaso, Holton-Hodson

NOES:NONE

ABSTAIN:NONE

RECUSE:NONE

MOTION ADOPTED.

Authority Action

Motion to approve the minutes from the March 13, 2018 meeting.

MOTION: Member LoFaso SECOND: Member Frank

AYES:Members: Sousa, Buckhorn, Frank, Wong-Hernandez, LoFaso, Holton-Hodson

NOES:NONE

ABSTAIN:NONE

RECUSE:NONE

Member Dr. Oscar Sablan joined the meeting via teleconference at 1:48 P.M.

Item #3

Executive Director's Report

CHFFA Fund Balances and Comprehensive Debt List Summaries

Ronald Washington, Executive Director, reported the CHFFA fund balances, and the outstanding debt information as of February 28, 2018 and March 31, 2018.

Mr. Washington introduced a new member of CHFFA, Ryan Stewart, staff analyst and Ravi Kapoor, new senior staff attorney.

Tax-Exempt Bonds Delegation of Powers Monthly Update

No action was taken pursuant to the Tax-Exempt Bond Delegation of Powers Resolution.

HELP II Loan Program Delegation of Powers Monthly Update

No action was taken pursuant to the HELP II Loan Program Delegation of Powers Resolution.

Legislative Updates

Mr. Washington gave a brief overview of the Legislative Updates for Lifeline Grant Program, the Investment in Mental Health Wellness Act of 2013 Grant Program, the Children and Youth Investment in Mental Health Wellness Grant Program, the Community Services Infrastructure Grant Program, and the No Place Like Home Program. Additionally, Mr. Washington reported that SB 1206 was introduced on February 15, 2018. It would enact the No Place Like Home Act of 2018 and provide for submission of that Act to the voters at the November 6, 2018 statewide general election.

see documentation such as a business plan, a pro forma operating budget, timelines, and sources and uses of funds prior to coming before the Authority again seeking approval of extension and amended milestone conditions at the May 24, 2018 meeting.

Attendees: Karen Lovato, Acting Deputy Director, Mendocino County Health and Human Services Agency Behavioral Health and Recovery Services and Jessica Johnson, Facilities & Housing Specialist, Redwood Community Services, Inc.

Chairperson Holton-Hodson asked if there were any questions or public comment; there were none.

Authority Action

Motion to table item to the May 24, 2018 Authority meeting.

MOTION: Member Frank SECOND: Member LoFaso

AYES:.....Members: Sousa, Buckhorn, Sablan, Frank, Wong-Hernandez, LoFaso,
Holton-Hodson

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION ADOPTED.

Item #7 HELP II Loan Program, Amendment to Resolution No. 2017-05
HELP II Loan Program was removed from the agenda.

Item #8 Encompass Community Services, Resolution No. HII-312

Crystal Wong, staff analyst, presented. Encompass Community Services (“ECS”) requested Authority approval of a HELP II loan in amount not to exceed \$1,000,000 to finance the purchase of property and construction. Ms. Wong reported the loan would allow ECS to expand its substance use disorder (“SUD”) program, Si Se Puede, and provide a continuum of care in partnership with MidPen Housing (“MidPen”).

Attendees: Christine Sippl, Master of Public Health, Senior Director for Impact and Partnerships and Terry Teitelbaum, Capital Project Consultant, Si Se Puede.

Mr. LoFaso had programmatic and financial inquiries for ECS. Programmatically, he wanted to know if some residents of the housing project would avail themselves of SUD treatment services.

Ms. Sippl responded that ECS has a commitment from MidPen to designate some subsidized affordable housing units for the treatment facility population, particularly high-utilizers of Medi-Cal services.

Mr. LoFaso then noted that in fiscal year 2017, ECS had an approximate negative \$800,000 cash flow. He asked if ECS’ plan for getting in the black focused more on reducing expenses or more on increasing revenues.

Authority Action

Motion to approve Resolution No. HII-313 for Mendocino Coast Health Care District in an amount not to exceed \$1,500,000, subject to conditions set forth in the resolution.

MOTION: Member Wong-Hernandez SECOND: Member Sousa

AYES:Members: Sousa, Buckhorn, Sablan, Frank, Wong-Hernandez, LoFaso,
Holton-Hodson

NOES:NONE

ABSTAIN:NONE

RECUSE:NONE

MOTION ADOPTED.

Item #10 **HELP II Loan Program Annual Report**

Brock Lewis, staff analyst, presented. Mr. LoFaso requested a graph of the grant amounts for the year be added to the HELP II Loan Program Annual Report.

Items #11, #12, #13 **Other Business, Public Comment, Adjournment**

Chairperson Holton-Hodson asked for public comment. Hearing none and with no additional business, the meeting adjourned at 3:05 P.M.