

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (“Authority”)

Lifeline Grant Program (“the Program”)

Under The Clinic Lifeline Act of 2017

Resolution Approving the Final Allocation Award and Authorizing the Execution of the Grant Agreement and the Disbursement of Funds

Resolution No. LGP 2018-02

December 6, 2018

Purpose of the Request:

Staff is requesting approval of a Final Allocation Award in the amount of \$250,000 and to grant the Executive Director the delegated powers outlined in the Resolution for Canby Family Practice Clinic (“Canby”).

Background:

Canby is a rural health clinic, located in a Frontier Medical Service Study Area that provides primary care, dental, and integrated behavioral health services to the residents of Modoc County and adjacent parts of Siskiyou and Lassen Counties.

Canby’s federal trigger¹ was the reduction in funding from the Federal Communications Commission’s Rural Health Care Program funding, which provided Canby funds to pay for its broadband internet service bill. The Program funding will give Canby the core operating support needed to pay a one-time liability for its broadband internet services and support for salaries as Canby grows with new providers, allowing Canby to provide services for the underserved population.

Canby applied for the Program funding in the first funding round, but due to administrative delays, Canby could not be considered for an award at the Authority’s June 28, 2018 meeting, when the other applicants from the first funding round were awarded funds.

Staff Recommendation:

Staff recommends the Authority approve Resolution No. LGP 2018-02 for Canby Family Practice Clinic to receive a grant not to exceed \$250,000, and grant certain delegated powers to the Executive Director to take the necessary steps to execute the grant agreement and disburse grant funds.

¹ “Federal Trigger” is defined in Section 7213, subdivision (j) of the Program regulations.

RESOLUTION NO. LGP 2018-02

**A RESOLUTION OF THE CALIFORNIA HEALTH FACILITIES FINANCING
AUTHORITY APPROVING THE FINAL ALLOCATION AWARD AND
AUTHORIZING THE EXECUTION OF A GRANT AGREEMENT AND THE
DISBURSEMENT OF FUNDS FOR CANBY FAMILY PRACTICE CLINIC UNDER
THE LIFELINE GRANT PROGRAM**

WHEREAS, The California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the Clinic Lifeline Act of 2017 (Welfare and Institutions Code Section 15438.11, “Act”) and implementing regulations (California Code of Regulations Title 4, Division 10, Chapter 5 (commencing with Section 7213)) to award grants for working capital for eligible health facilities; and

WHEREAS, Authority staff received a grant application submitted by Canby Family Practice Clinic (“Grantee”), of which the application was reviewed against the eligibility requirements of the Act and implementing regulations and, pursuant to the Act and implementing regulations, recommends approval of a grant to Grantee in an amount not to exceed \$250,000 for working capital;

NOW THEREFORE BE IT RESOLVED by the California Health Facilities Financing Authority, as follows:

Section 1. The Authority hereby approves Grantee’s grant application in a total amount not to exceed \$250,000 for working capital as described in the Grantee’s application.

Section 2. The Authority hereby delegates to the Executive Director the power to extend or amend the conditions for, and approve any minor, non-material changes to, the grant approved by this Resolution. Nothing in this Resolution shall be construed to require the Authority to provide any additional funding, even if more grants are approved than there is available funding. Any notice to the Grantee shall indicate that the Authority shall not be liable to the Grantee in any manner whatsoever should such funding not be completed for any reason whatsoever.

Section 3. The Executive Director shall report to the Authority all actions taken pursuant to the delegations of powers under this Resolution, unless such action is a subject for closed session pursuant to the Bagley-Keene Open Meeting Act, in which case the action will be reported in closed session or in writing to individual Authority members.

Section 4. The Executive Director is hereby authorized and directed, for and on behalf of the Authority, to disburse funds not to exceed those amounts approved by the Authority for the Grantee. The Executive Director is further authorized and directed, for and on behalf of the Authority, to execute and deliver to the Grantee any and all documents necessary to complete the disbursement of funds that are consistent with the Act and implementing regulations.

Section 5. The Executive Director of the Authority is hereby authorized and directed to do any and all things and to execute and deliver any and all documents which the Executive Director deems necessary or advisable in order to effectuate the purposes of this Resolution and the transactions contemplated hereby.

Section 6. This Resolution expires June 30, 2022.

Date Approved: _____