

MINUTES

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY
("CHFFA" or "AUTHORITY")
915 Capitol Mall, Room 587
Sacramento, California 95814
May 30, 2019 – 1:30 P.M.**

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

OPEN SESSION

Deputy Treasurer Audrey Noda, Chair, called the meeting to order at 1:31 P.M.

The Secretary announced that, 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: Audrey Noda for Fiona Ma, CPA, State Treasurer
David Oppenheim for Betty T. Yee, State Controller
Gayle Miller for Keely Martin Bosler, Director, Department of Finance
Judith Frank
Robert Cherry, M.D.
Oscar Sablan, M.D.
Jack Buckhorn
Katrina Kalvoda

Members Absent: Jay Hansen

Staff Present: Frank Moore, Executive Director

Chair Noda declared a quorum present.

Item #2 Approval of the Minutes from the March 28, 2019 Meeting

Chair Noda asked if there were any changes, questions or public comment; there were none.

Authority Action

Motion to approve the minutes from the March 28, 2019 meeting.

MOTION: Member Miller SECOND: Member Sablan

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

Item #3 Executive Director's Report

CHFFA Fund Balances and Comprehensive Debt List Summaries

Mr. Moore reported the CHFFA draft fund balances and the outstanding debt information as of April 30, 2019.

Tax-Exempt Bonds Delegation of Powers Monthly Update

Mr. Moore presented the Delegation of Powers report regarding Stanford Health Care (“Stanford”), execution of the Notice and Successor Agreement. Mr. Moore reported that on January 24, 2019, Stanford requested CHFFA to notify Wells Fargo Bank, National Association (the “Bank”) of the removal of the Bank as Trustee under the Indenture and to appoint the Bank of New York Mellon Trust Company, N.A. as the successor Trustee. The Attorney General’s Office and STO’s legal counsel reviewed the request and confirmed the proposed actions fell within CHFFA’s Bond Financing Program’s Delegation Resolution 2018-09. The Executive Director notified the Bank of its removal as Trustee on January 31, 2019 and executed the Successor Agreement, dated as of April 18, 2019, on March 29, 2019.

HELP II Loan Program Delegation of Powers Monthly Update

Mr. Moore reported that there was no action taken pursuant to the HELP II Loan Program Delegation of Powers Resolution.

Site Visit

Mr. Moore reported that two staff analysts and he attended the Valley Children’s Hospital 101 program.

Mr. Moore announced that Carolyn Aboubechara was promoted to the Deputy Executive Director position as of May 1, 2019 and Yuanyuan Wei was promoted to the Children’s Hospital Program Manager position.

Chair Noda asked if there were any questions or public comment; there were none.

Item #4 HELP II Loan Program, Resolution No. 2019-02

Crystal Wong, staff analyst, presented. Staff recommended a continuation of current HELP II Loan Program (“HELP II”) terms for an additional two years through May 31, 2021. Ms. Wong reported that current terms include a 20-year maximum repayment schedule for financing real property acquisition, construction, and renovation. The maximum term for refinancing loans is 15 years and five years for equipment loans. Ms. Wong stated that the current maximum loan amount of \$1,500,000 would remain for all loans except for refinancing loans, which would be \$1,000,000. Ms. Wong also stated that the current interest rate of 2% would remain for all loans except for refinancing loans, which would remain at 3%.

Authority members engaged in a discussion regarding increasing the use of the HELP II cash balance, advertising and outreach for the HELP II loan program and potentially increasing the maximum HELP II loan amount from \$1,500,000 to \$2,000,000. Member Cherry also inquired about the fund cash balance in 2021 should loan activity remain consistent with historic levels.

Attendees: none

Chair Noda asked if there were any additional questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. 2019-02 approving the HELP II terms for a period of two years, through May 31, 2021.

MOTION: Member Frank

SECOND: Member Buckhorn

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Item #5 **Key Community Housing, Inc. , Resolution HII-320**

Anna Ramirez, staff analyst, presented. Key Community Housing, Inc. (“Key Community Housing”) requested Authority approval of two HELP II loans in amounts not to exceed \$506,000 and \$489,000. Ms. Ramirez reported the loan proceeds would be used to refinance the mortgages of two residential homes that provided services for nine developmentally disabled individuals. Ms. Ramirez noted the original loans have balloon payments that mature on December 1, 2019 and November 1, 2019.

Attendees: Talin Keshishian-Walker, Program Manager

Ms. Keshishian-Walker gave an overview of Key Community Housing’s projects.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. HII-320 in an amount not to exceed \$506,000 for Loan #1 and in an amount not to exceed \$489,000 for Loan #2 for Key Community Housing, Inc. for a term not to exceed 15 years each, and contingent upon financing terms acceptable to the Authority.

MOTION: Member Buckhorn SECOND: Member Miller

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Item #6 Investment in Mental Health Wellness Grant Program for Children and Youth
Resolution Nos. CY 2019-01 through CY 2019-04

Carolyn Aboubechara, Deputy Executive Director and Sondra Jacobs, Program Manager, presented. Ms. Aboubechara gave an overview of the program, the background, and the next steps.

Ms. Jacobs gave an overview of the results of the first funding round. Ms. Jacobs stated that CHFFA staff recommended approval of grants to four counties (Marin, Monterey, Sacramento, and Santa Cruz) for a total of \$730,323.90 in Mobile Crisis Support Team (“MCST”) capital funding and \$1,320,660 in MCST annual personnel funding for the approved projects for up to five years that would fund a total of six MCSTs, consisting of six vehicles and 16 full-time personnel.

A discussion ensued amongst Authority members and staff regarding how to streamline the process to help counties apply for this grant and requested that staff conducted more outreach.

Ms. Jacobs introduced Dr. Will Rhett-Mariscal, California Institute for Behavioral Health Solutions, as the Technical Advisor. Ms. Jacobs then introduced each county's request, to be voted on individually.

Attendees: via teleconference Dr. Will Rhett-Mariscal, California Institute for Behavioral Health Solutions

County of Marin – Resolution No. CY 2019-01

Ms. Jacobs presented. The County of Marin plans to expand its Mobile Crisis Response Team Program by adding one new Mobile Crisis Support Team by purchasing one additional vehicle and hiring two new full-time mental health practitioners. The County of Marin anticipates an increase of 240 children and youth responses.

Attendees: Brian Robinson, Division Director, Children's Mental Health Services and Jennie Rossi, Mobile Crisis Continuum Supervisor, Children's Mental Health Services

Mr. Robinson talked about the schools in Marin County and how much they are in need of this grant program.

Ms. Rossi described Marin County's Mobile Crisis Response Team for Children and Youth, the mobile crisis vehicle and the hours of operation.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. CY 2019-01 for a Final Allocation in an amount not to exceed \$347,484.00 for the County of Marin, subject to the conditions in the Resolution.

MOTION: Member Buckhorn SECOND: Member Sablan

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

County of Monterey – Resolution No. CY 2019-02

Ms. Jacobs presented. The County of Monterey plans to add two new Mobile Crisis Support Teams by purchasing two new vehicles and hiring four new staff that may include clinicians and family partners. With the addition of the two new teams, the County of Monterey anticipates responding to 200 calls for children and youth in crisis each year.

Attendees: Charise Walters, Management Analyst II, Behavioral Health Services Division

Ms. Walters gave an overview of Monterey County's Mobile Crisis Support Team program.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. CY 2019-02 for a Final Allocation in an amount not to exceed \$485,275.90 for the County of Monterey, subject to the conditions in the Resolution.

MOTION: Member Oppenheim

SECOND: Member Kalvoda

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

County of Sacramento – Resolution No. CY 2019-03

Ms. Jacobs presented. The County of Sacramento plans to expand an existing Children and Youth Urgent Response Team as well as add two new Mobile Crisis Support Teams by purchasing two new vehicles and hiring eight new full time staff members. The expanded program will be able to respond to approximately 300-400 calls per month.

Attendees: Dr. Ryan Quist, Director, Division of Behavioral Health Services and Melissa Jacobs, Division Manager, Division of Behavioral Health Services

Dr. Quist thanked the Authority for the funding opportunity.

Ms. Jacobs gave an overview of Sacramento County’s Mobile Crisis Support Team program.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. CY 2019-03 for a Final Allocation in an amount not to exceed \$801,865.00 for the County of Sacramento, subject to the conditions in the Resolution.

MOTION: Member Miller

SECOND: Member Buckhorn

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

County of Santa Cruz – Resolution No. CY 2019-04

Ms. Jacobs presented. The County of Santa Cruz plans to add one new Mobile Crisis support Team by purchasing one new Mobile Crisis Van and hiring two new full-time staff that may include mobile crisis clinicians and family partners. The County of Santa Cruz expects at least a 10% increase in non-duplicated children and youth served through this program.

Attendees: Erik G. Riera, Director, Behavioral Health Services Agency and Cassandra Eslami, Chief, Behavioral Health Services and Community Engagement

Mr. Riera thanked the Authority for the funding opportunity and gave an overview of Santa Cruz County’s Mobile Emergency Response Team Youth programs.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. CY 2019-04 for a Final Allocation in an amount not to exceed \$416,359.00 for the County of Santa Cruz, subject to the conditions in the Resolution.

MOTION: Member Buckhorn SECOND: Member Sablan

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Chair Noda asked if there were any questions or public comment; there were none.

**Item #7 Investment in Mental Health Wellness Act of 2013
Second Amendment to Resolution No. MH 2016-05 (Fifth Funding Round)**

Eman Hariri, staff analyst, presented. The County of Merced (the “County”) requested the Authority’s approval of a second amendment to Resolution Number MH 2016-05 (fifth funding round) to amend the milestone conditions and extend the resolution and grant period expiration dates from December 31, 2019 to July 31, 2020. Ms. Hariri mentioned that the County requested the extension due to construction delays because of issues regarding the design and renovation of the ceiling of the Crisis Stabilization Unit (“CSU”) and insuring that it met current state and local building fire safety codes. As a result, the Information Technology rack and cable routing plan designs and installation were also delayed.

Attendees: Sharon Mendonca, Assistant Director, Behavioral Health and Recovery Services, County of Merced Department of Mental Health

Ms. Mendonca passed out pictures of the adult and children’s Crisis Stabilization Units and gave an overview of the projects.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve the second amendment to Resolution No. 2016-05 to amend the milestone conditions and extend the resolution and grant period expiration dates from December 31, 2019 to July 31, 2020.

MOTION: Member Sablan SECOND: Member Buckhorn

AYES:.....Members: Kalvoda, Buckhorn, Sablan, Cherry, Frank, Miller, Oppenheim, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Item #8 Bond & Tax-Exempt Equipment Financing Programs Annual Report

Mr. Moore gave an overview of the programs.

Item #9 HELP II Loan Program Annual Report

Mr. Moore gave an overview of the program.

Items #10 and #11 Public Comment and Adjournment

Chair Noda asked for public comment. Hearing none and with no additional business, the meeting adjourned at 3:07 P.M.