

**MINUTES**

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY  
("CHFFA" or "AUTHORITY")  
915 Capitol Mall, Room 587  
Sacramento, California 95814  
July 25, 2019 – 1:30 P.M.**

Alternate Location for CHFFA Teleconference Participation

Affiliated Physician Practice  
505 East Almond Avenue, Suite 109  
Madera, California 93637

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 1:38 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  
Jacqueline Wong-Hernandez for Betty T. Yee, State Controller  
Vivek Viswanathan for Keely Martin Bosler, Director, Department of Finance  
Robert Cherry, M.D.  
Oscar Sablan, M.D. – via teleconference  
Katrina Kalvoda

Members Absent: Judith Frank  
Jay Hansen  
Keri Kropke

Staff Present: Frank Moore, Executive Director

Chair Noda declared a quorum present.

**Item #2**

**Approval of the Minutes from the June 27, 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 June 27, 2019 meeting.

MOTION: Member Cherry SECOND: Member Kalvoda

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Noda

NOES:.....NONE

ABSTAIN:.....Member Wong-Hernandez

RECUSE:.....NONE

MOTION APPROVED.

**CHFFA Fund Balances and Comprehensive Debt List Summaries**

Mr. Moore reported the CHFFA draft fund balances and the outstanding debt information are not available at this time.

**Tax-Exempt Bonds Delegation of Powers Monthly Update**

Mr. Moore presented a Delegation of Powers report regarding Montecito Retirement Association (“Montecito”) regarding execution of a First Amendment to Indenture of Trust and an Internal Revenue Service (“I.R.S.”) Form 8038 in connection with a reissuance of the Series 2017A bonds (the “Bonds”). Mr. Moore reported that in June 2019, Montecito notified CHFFA of its request to extend the final maturity and revise certain redemption provisions for the Bonds. The Attorney General’s Office and State Treasurer Office’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 executed the First Amendment to Indenture of Trust and I.R.S. Form 8038 on June 26, 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.

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

**Item #4 Valley Children’s Hospital, Resolution No. CHP-4 2019-01**

Tyler Gee, Staff Analyst, presented. Valley Children’s Hospital (“VCH”) requested Authority approval to issue a grant in an amount not to exceed \$9,813,345.25 less costs of issuance and administrative costs. Mr. Gee reported that the grant funds would be used to reimburse the cost of patient care equipment, information technology devices, and renovating and equipping of a fluoroscopy room, a new multi-fusion digital radiography room, and an oncology intravenous room to comply with new quality standards.

Attendee: Stephanie Vance, Vice President of Finance.

Ms. Vance gave an overview of VCH’s programs and thanked the Authority for the opportunity.

Members asked questions about VCH’s expansion of services and involvement in telemedicine.

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

**Authority Action**

Motion to approve Resolution No. CHP-4 2019-01 in a grant amount not to exceed \$9,813,345.25 for Valley Children’s Hospital less costs of issuance and administration costs, subject to all requirements of the Children’s Hospital Program of 2018.

MOTION: Member Wong-Hernandez                      SECOND: Member Sablan

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Item #5**

**Community Services Infrastructure Grant Program  
Resolution Nos. CSI 2019-01 through CSI 2019-08**

Sondra Jacobs, Program Manager, presented. Ms. Jacobs gave an overview of the program, the background, evaluation process, and next steps.

Ms. Jacobs also gave an overview of the results of the first funding round. Ms. Jacobs stated that CHFFA staff recommended approval of grants to eight counties (Los Angeles, Plumas, Riverside, San Joaquin, San Luis Obispo, Santa Cruz, Sonoma, and Yolo) for a total of \$18,190,823.55. Ms. Jacobs then introduced each county’s request, to be voted on individually.

**County of Los Angeles – Resolution No. CSI 2019-01**

Eman Hariri, Staff Analyst, presented. The County of Los Angeles (the “County”) requested grant funds to renovate an existing building to create a 100-bed psychiatric recuperative care interim housing program. Ms. Hariri reported that the Bell Recuperative Care Center would dedicate 75 beds to the jail-diversion program and the remaining 25 beds would be utilized by hospital referrals. Ms. Hariri added that the renovation would allow the County to provide mental health and substance use disorder treatment and trauma center services to approximately 225 participants annually.

Attendee: Rose Sunderland, MPH, Program Manager, Office of Diversion and Reentry.

Ms. Sunderland gave an overview of the County’s project, which included the community need, County partnerships, County jail-diversion programs, and the building renovation.

Members asked questions about the sufficiency of the grant request to address the County’s need.

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

**Authority Action**

Motion to approve Resolution No. CSI 2019-01 for a Final Allocation in an amount not to exceed \$6,000,000.00 for the County of Los Angeles, subject to the conditions in the Resolution.

MOTION: Member Wong-Hernandez                      SECOND: Member Cherry

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**County of Plumas – Resolution No. CSI 2019-02**

Kristina Sheehan, Staff Analyst, presented. The County of Plumas (the “County”) requested grant funds to renovate an existing facility to develop a Day Reporting Center, which would accommodate the expansion of the jail and prison diversion programs. Ms. Sheehan reported the renovation would allow the County to provide mental health and substance use disorder treatment and trauma center services to approximately 625 clients annually.

Attendees: Tony Hobson, Behavioral Health Director; Stephanie Tanaka, Alternative Sentencing Program Manager; and Allison Kinne, Re-Think Industries Director.

Ms. Tanaka gave an overview of the County’s programs.

Members asked questions about the service provider, Re-Think Industries, and management of the program.

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

**Authority Action**

Motion to approve Resolution No. CSI 2019-02 for a Final Allocation in an amount not to exceed \$568,940.00 for the County of Plumas, subject to the conditions in the Resolution.

MOTION: Member Wong-Hernandez SECOND: Member Viswanathan

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**County of Riverside – Resolution No. CSI 2019-03**

Rachel Dunham, Staff Analyst, presented. The County of Riverside (the “County”) requested grant funds to establish The Arlington Recovery Community Program by renovating an existing facility that would provide community treatment space for a jail diversion and early intervention residential program. Ms. Dunham reported that the renovation would allow the County to serve an additional 54 justice-involved individuals with mental illness and substance use disorders.

Attendees: April Marrier, Behavioral Health Administrator and Sarah Stewart, Contract Analyst.

Ms. Marrier gave an overview of the County’s programs. Ms. Marrier explained that this grant would allow the County to renovate an existing property and to develop a full-service short-term residential treatment program that would divert individuals from County jails saving the County approximately \$2 million annually.

Members asked questions about who the service provider would be, the types of services provided, and the need for the services.

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

**Authority Action**

Motion to approve Resolution No. CSI 2019-03 for a Final Allocation in an amount not to exceed \$4,000,000.00 for the County of Riverside, subject to the conditions in the Resolution.

MOTION: Member Kalvoda SECOND: Member Cherry

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**County of San Joaquin – Resolution No. CSI 2019-04**

Cory Mouhasseb, Staff Analyst, presented. The County of San Joaquin (the “County”) requested to use grant funds to develop a new 16-bed mental health residential treatment facility through the purchase and renovation of a modular building that would be placed on county-owned land. Mr. Mouhasseb reported the facility would be utilized for the purpose of providing adult mental health treatment and substance use disorder treatment services to justice-involved individuals within a licensed social rehabilitation facility. The new facility would provide services to approximately 32 individuals annually.



**County of Santa Cruz – Resolution No. CSI 2019-06**

Nicole Weaver, Staff Analyst, presented. The County of Santa Cruz (“the County”) requested to use grant funds to relocated and renovate the County Sheriff’s Office’s Recovery Center (“The Recovery Center”) with the addition of two (2) beds and a community treatment space for up to 20 people. Ms. Weaver reported the renovation would allow the County to provide substance use disorder treatment to approximately 430 additional clients annually.

Attendee: Lt. Chris Clark, County of Santa Cruz Sheriff’s Office.

Lt. Clark gave an overview of the project and the Recovery Center’s services and programs.

Members asked questions about program outcomes, the demand for services, renovation of the existing facility, and mental health nexus.

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

**Authority Action**

Motion to approve Resolution No. CSI 2019-06 for a Final Allocation in an amount not to exceed \$999,860.55 for the County of Santa Cruz, subject to the conditions in the Resolution.

MOTION: Member Cherry SECOND: Member Wong-Hernandez

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**County of Sonoma – Resolution No. CSI 2019-07**

Ryan Stewart, Staff Analyst, presented. The County of Sonoma (“the County”) requested to use grant funds to expand its Recovery Center service by purchasing a facility (or two adjoining facilities) that would provide space for six (6) transitional housing beds for justice-involved individuals with mental illness and substance abuse disorders. Mr. Stewart reported that the Recovery Center would allow the County to provide mental health treatment, substance use disorder treatment and trauma-centered services to approximately 20 new participants annually.

Attendee: Bill Carter, Behavioral Health Division Director.

Mr. Carter gave an overview of the Recovery Center’s services and programs. Mr. Carter explained that the County had prioritized the needs of justice-involved individuals with mental illnesses, many of whom are homeless. Mr. Carter added that transitional housing was a key component to the success of the program and due to the lack of housing in the County it was also the biggest obstacle.

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

**Authority Action**

Motion to approve Resolution No. CSI 2019-07 for a Final Allocation in an amount not to exceed \$2,266,191.00 for the County of Sonoma, subject to the conditions in the Resolution.

MOTION: Member Sablan SECOND: Member Wong-Hernandez

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**County of Yolo – Resolution No. CSI 2019-08**

Kristina Sheehan, Staff Analyst, presented. The County of Yolo (“the County”) requested to use grant funds to purchase and renovate two (2) houses that would provide housing and treatment space for clients who suffered from mental illness, substance use disorders and homelessness. Ms. Sheehan reported that these facilities would allow the County to provide mental health treatment and substance use disorder treatment services to approximately 20 participants annually.

Attendees: Ian Evans, Alcohol and Drug Administrator, Health & Human Services Agency and Chris Bulkeley, Supervising Deputy District Attorney.

Mr. Evans gave an overview of the services and programs that the County would provide.

Members asked questions about the services to be provided and the facility locations.

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

**Authority Action**

Motion to approve Resolution No. CSI 2019-08 for a Final Allocation in an amount not to exceed \$1,000,000.00 for the County of Yolo, subject to the conditions in the Resolution.

MOTION: Member Kalvoda SECOND: Member Wong-Hernandez

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Item #6 Investment in Mental Health Wellness Grant Program for Children and Youth  
Resolution No. 2019-03**

Sondra Jacobs, Program Manager, presented. Ms. Jacobs requested that the Authority authorize the delegation of certain functions relating to the Investment in Mental Health Wellness Grant Program for Children and Youth to the Executive Director with an expiration date of June 30, 2026.

Ms. Jacobs stated that this resolution would grant the authority to the Executive Director, Deputy Executive Director, and Deputy to the Chair of the Board the authority to grant 60-day extensions for milestones that are built into the grant resolutions for the Investment in Mental Health Wellness Grant Program for Children and Youth. Grantees are required to meet milestone conditions in order to avoid being in default of their grant agreements.

Attendees: None.

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

**Authority Action**

Motion to approve Resolution No. 2019-03 authorizing the delegation of certain functions relating to the Investment in Mental Health Wellness Grant Program for Children and Youth to the Executive Director, Deputy Executive Director, or the Deputy to the Chair.

MOTION: Member Cherry SECOND: Member Viswanathan

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda  
NOES:.....NONE  
ABSTAIN:.....NONE  
RECUSE:.....NONE

MOTION APPROVED.

**Item #7 Community Services Infrastructure Grant Program, Resolution No. 2019-04**

Sondra Jacobs, Program Manager, presented. Ms. Jacobs requested that the Authority authorize the delegation of certain functions relating to the Community Services Infrastructure Grant Program to the Executive Director with an expiration date of June 30, 2022.

Ms. Jacobs stated that this resolution would grant the authority to the Executive Director, Deputy Executive Director, and Deputy to the Chair of the Board to grant 60-day extensions for milestones that are built into the grant resolutions for the Community Services Infrastructure Grant Program. Grantees are required to meet milestone conditions in order to avoid being in default of their grant agreements.

Attendees: None.

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

**Authority Action**

Motion to approve Resolution No. 2019-04 authorizing the delegation of certain functions relating to the Community Services Infrastructure Grant Program to the Executive Director, Deputy Executive Director, or the Deputy to the Chair.

MOTION: Member Kalvoda SECOND: Member Cherry

AYES:.....Members: Kalvoda, Sablan, Cherry, Viswanathan, Wong-Hernandez, Noda  
NOES:.....NONE  
ABSTAIN:.....NONE  
RECUSE:.....NONE

MOTION APPROVED.

**Items #8 and #9 Public Comment and Adjournment**

Chair Noda asked for public comment. Hearing none, the meeting adjourned at 3:19 P.M.