CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY Community Services Infrastructure Grant Program

STAFF SUMMARY

Designated Lead Grantee:	County of Los Angeles Department of Health Services Office of Diversion and Reentry 313 N. Figueroa Street Los Angeles, CA 90012	Application Number: Authority Meeting Date: Resolution Number: Total Recommended Amount:	CSI-05-58-003 July 25, 2019 CSI 2019-01 \$6,000,000.00			
County to be Served: Los Angeles						
Project Title:	Bell Recuperative Care Center					
Services Provided	 Mental Health Treatment ☑ Trauma-Centered Services 	Substance Use Disorder Treatment				
Project Expansion	75 beds dedicated for jail-diverted individuals					

Summary of Project:

The County of Los Angeles (the "County") plans to renovate an existing building to create a 100-bed psychiatric recuperative care interim housing site called the Bell Recuperative Care Center ("BRCC"). The County plans to have 75 beds dedicated to the jail-diversion program while the remaining 25 beds will be utilized by hospital referrals. The BRCC will be operated by the John Wesley County Hospital Institute, a non-profit organization contracted through the County. Justice-involved clients are referred to the Office of Diversion and Reentry ("ODR") Housing program by defense counsel, the prosecution, the court, or clinicians in the jail. The center is expected to serve 225 participants annually. It is also a key part of an expansion plan to develop 500 new beds to increase program capacity and provide onsite services for homeless County inmates who have frequent contact with law enforcement, and have a high need for mental health and/or substance use disorder treatment. All clients residing in the BRCC will receive mental health and substance use disorder treatment services on site. The BRCC will work closely with other community service organizations to develop a continuum of care that will build self-reliance skills to allow easy integration of the individual into the community when transitioning to permanent supportive housing. Grant funds will be used for facility renovation. Staff has evaluated the plan and determined it is likely feasible and sustainable.

Summary of Amounts:

Project		Amount Requested		Recommended Amount	
Bell Recuperative Care Center	\$	6,000,000.00	\$	6,000,000.00	

Legal Review:

No information was disclosed to detrimentally affect the financial viability or legal integrity of the applicant.

Staff Recommendation:

Staff recommends the Authority approve Resolution Number 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.

RESOLUTION NO. CSI 2019-01

A RESOLUTION OF THE CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY APPROVING EXECUTION AND DELIVERY OF GRANT FUNDING UNDER THE COMMUNITY SERVICES INFRASTRUCTURE GRANT PROGRAM TO THE COUNTY OF LOS ANGELES

WHEREAS, The California Health Facilities Financing Authority (the "Authority"), a public instrumentality of the State of California, is authorized by the provisions of the Community Services Infrastructure Grant Program (Welfare and Institutions Code Section 5848.5) and implementing regulations (California Code of Regulations, Title 4, Division 10, Chapter 8 (commencing with Section 7413)) to award grants for capital funding to finance eligible projects; and

WHEREAS, Authority staff reviewed the application submitted by the County of Los Angeles ("Grantee") against the eligibility requirements of the Community Services Infrastructure Grant Program and implementing regulations, and pursuant to the Community Services Infrastructure Grant Program and implementing regulations, recommends approval of a grant for the eligible project (the "Project"), as described in the Grantee's application and as more particularly described in Exhibit A to this Resolution (Exhibit A is hereby incorporated by reference);

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

<u>Section 1.</u> The Authority hereby approves a grant for capital costs in the amount of \$6,000,000.00 to complete the Project within a grant period that ends on June 30, 2022. Within this grant period, Grantee shall provide evidence acceptable to Authority staff demonstrating that the Project shall be operational on or before October 31, 2021. Funds shall not be disbursed if Grantee is unable to provide evidence acceptable to Authority staff that the Project is on track to be operational on or before October 31, 2021. Grantee must submit all capital cost disbursement requests, including required supporting documentation, to the Authority no later than March 31, 2022.

<u>Section 2.</u> The Executive Director, or the Deputy Executive Director, are hereby authorized and directed, for and on behalf of the Authority, to approve any minor, non-material changes in the Project described in the application submitted to the Authority and extend the grant period completion date identified in Section 1. Nothing in this Resolution shall be construed to require the Authority to provide additional funding, even if more grants are approved, exceeding 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 available for any reason whatsoever.

<u>Section 3.</u> The Executive Director, or the Deputy Executive Director, are 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, or the Deputy Executive Director, are 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 Community Services Infrastructure Grant Program and implementing regulations.

<u>Section 4.</u> The Executive Director, or Deputy Executive Director, are hereby authorized and directed, for and on behalf of the Authority, to do any and all things and to execute and deliver any and all documents which the Executive Director, or the Deputy Executive Director, deems necessary or advisable in order to effectuate the purposes of this Resolution and the transactions contemplated hereby.

Section 5. All funds from this grant must be used in support of the Grantee's jail diversion Project as described in Exhibit A to this resolution.

<u>Section 6.</u> This resolution expires on June 30, 2022.

Date Approved:

EXHIBIT A

PROJECT DESCRIPTION

The proceeds of the grant will be used by the County of Los Angeles as follows:

The Grantee must add at least 75 new beds and service capacity for approximately 225 clients annually in a new jail diversion program facility for mental health treatment, substance use disorder treatment, and trauma-centered services which will be provided to the Target Population as defined in program regulations Section 7413 (r) and (y). The Grantee may use grant funds to finance eligible costs in support of the Grantee's jail diversion program.

Summary of Amount:

Project		Approved Grant Amount		
Bell Recuperative Care Center	\$	6,000,000.00		

Total	\$	6,000,000.00
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