

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (“Authority”)**

**Investment in Mental Health Wellness Grant Program (“IMHWGP”)**

**Resolution No. MH 2014-06 (First Funding Round)**

**County of Los Angeles**

**Quarterly Update**

**September 26, 2019**

The Authority approved a reinstatement of, and amendment to, Resolution Number MH 2014-06 on February 22, 2018 for an Investment in Mental Health Wellness grant for the County of Los Angeles (the “County”) in an amount not to exceed \$40,892,700.49 for 240 beds to serve adults in 15 new Crisis Residential Treatment Programs (“CRTP”); eight new beds in one expanded Crisis Stabilization Unit (“CSU”), aka Urgent Care Center (“UCC”); 14 Mobile Crisis Support Teams (“MCST”) and one clerical staff to provide field-based crisis intervention services to children, adolescents, and adults throughout the County.

As a condition of approval, the Authority required the county to provide quarterly updates detailing milestones achieved, progress, and obstacles or challenges related to the completion of the projects as described in the Authority resolution. The County’s sixth quarterly update is summarized on the following pages.

## **SEPTEMBER 2019 QUARTERLY UPDATE**

Below is a summary of the County's sixth quarterly update on the work that has been completed and upcoming milestones.

### ***For all campuses:***

- The County has designated supplementary County funds for the implementation of the Projects.
- With the many large-scale construction projects taking place in the County (i.e., new sports stadium in Inglewood and Dodger Stadium renovation), the County is expecting that estimated construction costs may exceed the total project cost estimate provided by Public Works. In the event this occurs, the County's Project Managers will be negotiating with the selected Design-Build firms to institute value engineering and other cost reduction methods to ensure the County stays within budget. The potential negotiations may result in a minor delay to the projects.

### ***LAC+USC Campus:***

- Make ready demolition and utility preparation work for the four CRTP buildings has begun and is expected to be completed by December 2019, a slight delay from the date shared in the previous quarterly update of September 2019.
- Design-Builders' finalist proposals are due September 19, 2019, and the contract is expected to be awarded in November 2019.
- Construction is expected to begin in January 2020, ahead of the April 2020 date previously reported, and it is anticipated to be completed in Spring 2021.
- The campus is expected to be open and operational by Summer 2021.

### ***MLK Campus:***

- Demolition is ongoing. Hazardous material abatement and interior demolition on the 5<sup>th</sup> floor is completed, and the 4<sup>th</sup> floor is underway.
- The design/build contract was awarded on September 3, 2019.
- While the first floor of the MLK building is expected to be completed by the end of 2020, the CRTP, which will be located on the 2<sup>nd</sup> floor, is anticipated to be open and operational in Spring 2021, rather than January 2021.

***Olive View Campus:***

- Due to an extended comment period requested by members of the community, the Environmental Impact Report (“EIR”), originally set for May 2019, will now be certified by the Board on October 15, 2019.
- Proposal evaluations have been completed, and it is anticipated that the design/build contract is expected to be awarded on October 15, 2019, rather than in September 2019, as previously reported.
- It is still anticipated that make ready work will begin by late Fall 2019 and be completed by the end of 2019.
- Design/build work is still anticipated to start in February 2020.
- Construction is anticipated to be completed by February 2021 for the CRTP and April 2021 for the UCC. Both are expected to be open and operational by late Spring 2021.

***Rancho Los Amigos Campus:***

- Design-build proposal evaluations are in progress.
- The design-build contract award and EIR Addendum Certification are expected to be completed in Fall 2019.
- Demolition of existing buildings on site are expected to be completed by the end of 2019.
- The CRTPs are still expected to be open and operational in March 2021.