

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (Authority)
Community Services Infrastructure Grant Program (CSI)
Amendment to Resolution Number CSI 2019-04 (First Funding Round)
County of San Joaquin
August 27, 2020

PURPOSE OF THE REQUEST:

The County of San Joaquin (County) is requesting the Authority approve an amendment to Resolution Number CSI 2019-04 to amend the milestone conditions for its Community Services Infrastructure Grant Program (CSI Program) project.

ISSUE:

The County will not be able to meet the milestone of being open and operational by October 31, 2021, due to the impact of the COVID-19 pandemic. The County, as an essential service that needed to stay open, was not able to advance the CSI project due to the necessity of diverting its focus towards making immediate safety adjustments for its workforce. The shift from providing traditional outpatient services to a hybrid telemedicine model required massive logistics and communication restructuring efforts to accommodate the first time ever arrangements for staff to work from home. The County's General Services Department, which will manage the CSI project, similarly shifted its focus to countywide safety efforts through its Office of Emergency Services.

To address the project delays and the economic impact caused by the COVID-19 pandemic, the County is requesting to align the milestone deadlines of its two, CHFFA-approved CSI jail diversion projects. The County was awarded grant funding for the first CSI project in July 2019 and for the second CSI project in March 2020. To date the design plans for the first CSI project are complete. The second CSI project design plans are pending the Authority's permission to align the two timelines together. (see Attachment 1)

Due to the fact that both CSI projects will be located on the same county-owned site and have similar project scopes, it would be more time and cost effective for the County to combine both project designs and to finalize one construction management contract, including bidding, procurement and construction activities, as opposed to having staggered project timelines with potentially different vendors.

BACKGROUND:

On July 25, 2019, the Authority approved Resolution No. CSI 2019-04 awarding the County CSI grant funds in the amount of \$2,500,000.00 to establish a new 16-bed residential facility for justice-involved male adults, ages 18 and over. The facility will provide mental health and substance use disorder treatments and is expected to serve 32 justice-involved individuals annually. Grant funds will be used for modular facility acquisition, construction as well as furnishings and equipment. The final allocation was approved with the following milestone conditions: (1) the County shall provide evidence acceptable to Authority staff demonstrating that the project shall be operational on or before October 31, 2021; (2) funds shall not be

disbursed if the County is unable to provide evidence acceptable to Authority staff that the project is on track to be operational on or before October 31, 2021; and (3) the County must submit all capital cost disbursement requests, including required supporting documentation, to the Authority no later than March 31, 2022.

On March 26, 2020, the Authority approved Resolution No. CSI 2020-07 awarding the County CSI grant funds in the amount of \$2,930,186.00, to establish a new 16-bed residential facility for justice-involved female adults, ages 18 and over. The facility will provide mental health and substance use disorder treatments and is expected to serve 32 justice-involved individuals annually. Grant funds will be used for modular facility acquisition, construction as well as furnishings and equipment. The final allocation was approved with the following milestone conditions: (1) the County shall provide evidence acceptable to Authority staff demonstrating that the project shall be operational on or before June 30, 2022; (2) funds shall not be disbursed if County is unable to provide evidence acceptable to Authority staff that the project is on track to be operational on or before June 30, 2022; and (3) the County must submit all capital cost disbursement requests, including required supporting documentation, to the Authority no later than April 30, 2022.

Both CSI projects are located on adjacent county-owned lots and are identical in terms of project scope and number of clients served; however, one is designated for justice-involved male adults and the other for female adults.

RECOMMENDATION:

Staff recommends the Authority approve an amendment to Resolution Number CSI 2019-04 to amend the milestone conditions to the following:

- 1) The County must provide evidence acceptable to Authority staff demonstrating that the CSI shall be operational on or before June 30, 2022.
- 2) Funds shall not be disbursed if the County is unable to provide evidence acceptable to Authority staff that the project is on track to be operational on or before June 30, 2022.
- 3) The County must submit all capital cost disbursement requests, including required supporting documentation, to the Authority no later than April 30, 2022.

ATTACHMENT 1: San Joaquin Revised Construction Timeline

Action	Dates	Construction Notes	Other/Notes	Lead Org
Engineering Design and Site Preparation July 2020 – October 2021				
Site Plan	August - September 2020 September - October 2020	Complete engineering survey and design plan	Complete detailed modular design	
Engage construction management (CM) firm	September 2020	Execute Contract	BOS approval	GSD
Submit plans to County Bldg. Dept. for permits	October 2020 – November 2020	Plans approved by County Bldg. Dept.		CM/GSD
Issue bid request for modulars and award (includes approved and complete building design)	September/October–January 2021			GSD/Purchasing
Permits secured and received	January 2021			GSD/CM/Siegfried
Site Improvements Modular facilities are readied per site specifications	January – June 2021	Grading, Electrical, Sewer, Water, Etc.		CM/GSD
Facility Placement and Project End June 2021 – June 30, 2022				
Modulars placed on site	March – August 2021	Utilities and wiring connections complete		Mod Vendor/CM/GSD
Building inspections complete	April – September 2021 Ongoing	Plumbing, electrical, HVAC, etc.		CM/GSD
Furnishings and equipment	August – October 2021	Appliances and furnishings installed per provider specs		CM/BHS/ Purchasing
Service provider RFP issued	September 2021			BHS
Final building inspection – Fire Marshall	September – December 2021			CM/GSD
Certification and Licensure	November 2021 – March 2022	DHCS / CCL Site Visit for Certification		GSD/BHS
Service provider selected	December 2021	Contract executed to begin April - June, 2022	BOS approval	BHS
Ribbon cutting	May 2022			BOS, BHS, GSD, DHCS
Project operational	May - June 30, 2022	Services begin		BHS

BHS Behavioral Health Services
 CM Construction Management
 DHCS Department of Healthcare Services
 GSD General Services Department
 Siegfried Siegfried Engineering, Inc.

AMENDMENT TO RESOLUTION NO. CSI 2019-04

**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 SAN JOAQUIN**

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 San Joaquin (“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:

Section 1. The Authority hereby approves a grant for capital costs in the amount of \$2,500,000.00 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~~ June 30, 2022. 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~~ June 30, 2022. Grantee must submit all capital cost disbursement requests, including required supporting documentation, to the Authority no later than ~~March 31, 2022~~ April 30, 2022.

Section 2. 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.

Section 3. 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.

Section 4. 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.

Section 6. 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 San Joaquin as follows:

The Grantee must add at least 16 new beds and service capacity for at least 32 clients annually in a new jail diversion program facility for adult residential mental health treatment 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
Adult Mental Health Residential Treatment Facility	\$ 2,500,000.00
Total	\$ <u>2,500,000.00</u>