

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (CHFFA)**

**Resolution No. 2021-05**

**Interagency Agreement with  
the California Educational Facilities Authority (CEFA)**

**October 28, 2021**

**PURPOSE OF THE REQUEST:**

Staff is requesting approval of a new three-year interagency agreement (FY 2021/2022 to 2023/2024) with the California Educational Facilities Authority (CEFA), CHFFA 03-21, in an amount not to exceed \$1,350,000 for support services.

**BACKGROUND:**

CHFFA has previously entered into various interagency agreements with CEFA under the Executive Director's delegated authority for support services, the most current being a two-year interagency agreement, CHFFA 01-20, in an amount not to exceed \$300,000. The current agreement is valid through June 30, 2022. The agreement provides that CEFA management and staff review and analyze applications for all CHFFA programs, including the conduit bond financing, loan and grant programs; provide policy and program planning in support of CHFFA; and perform administrative tasks necessary for the prudent management of CHFFA. In turn, CHFFA reimburses CEFA for the expenditures incurred by CEFA staff for the services rendered under the agreement.

Recently, the Governor signed into law a new program called the Nondesignated Public Hospital Bridge Loan Program (NDPH) through Chapter 240, Statutes of 2021 (SB 170, Skinner). CHFFA is required to administer the NDPH program and provide up to \$40,000,000 in General Fund working capital loans to eligible NDPH facilities. These funds are required to be paid back in two years. To accommodate this temporary program, CHFFA requires additional staff and plans to utilize CEFA staff as they have the expertise in loan programs and can perform development, implementation, and support functions for the NDPH program.

CHFFA staff seeks board approval to replace the existing two-year interagency agreement with a new \$1,350,000 three-year interagency agreement with CEFA to continue to provide assistance on all of the CHFFA programs, the conduit bond financing, loan, and grant programs, in addition to the new NDPH program. The new interagency agreement will be valid for the period from FY 2021/2022 to FY 2023/2024.

**RECOMMENDATION:**

Staff recommends approval to enter into a three-year new interagency agreement with CEFA, CHFFA 03-21.

**RESOLUTION NO. 2021-05**

**RESOLUTION OF THE CALIFORNIA HEALTH FACILITIES FINANCING  
AUTHORITY RELATING TO THE APPROVAL OF  
AN INTERAGENCY AGREEMENT WITH  
THE CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY**

**WHEREAS**, the California Health Facilities Financing Authority (the “Authority”) is authorized under Government Code section 15438(o) to enter into agreements or contracts necessary to carry out the powers of the Authority; and

**WHEREAS**, the Authority has previously entered into interagency agreements with the California Educational Facilities Authority to receive services necessary for the operation of the Authority, including analysis of all applications for review for all programs including conduit bond financing, loan, and grant programs, and policy and program planning in support of the Authority; and

**WHEREAS**, the California Educational Facilities Authority has the expertise and ability to advise and assist the Authority on matters pertaining to services necessary for the operation of the Authority, including the new Nondesignated Public Hospital Bridge Loan Program;

**NOW, THEREFORE, BE IT RESOLVED** that the Executive Director, Deputy Executive Director, or Operations Manager are hereby authorized to prepare, execute, and take whatever steps necessary to obtain all required approvals for an interagency agreement with the California Educational Facilities Authority in an amount not to exceed \$1,350,000 for the period of July 1, 2021 through June 30, 2024 for the services described herein.

Date of Adoption: \_\_\_\_\_