

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (Authority)
Investment in Mental Health Wellness Grant Program for Children and Youth
STAFF SUMMARY

Designated	County of Santa Cruz	Authority Meeting Date:	February 24, 2022
Lead Grantee:	Behavioral Health Division	Resolution Number:	CY 2022-04
	1400 Emeline Avenue	Total Recommended Amount:	\$7,597,706.36
	Santa Cruz, CA 95060		

County to be Served: Santa Cruz

Project Title: Children’s Crisis Program

- Crisis Residential Treatment Program:** 16 new beds
- Crisis Stabilization Program:
- Mobile Crisis Support Team Program:
- Family Respite Care Program:

Summary of Project:

Crisis Residential Treatment Program

The County of Santa Cruz (County) plans to construct a new 16-bed Crisis Residential Treatment (CRT) facility that will be located on County-owned property. The CRT program will provide short-term (up to 10 days) mental health care services to children and youth ages 12 to 17, who are experiencing distress or a mental health crisis by diverting them from psychiatric hospitalization into a safe and secure environment that is less restrictive than a hospital setting. The County anticipates that the CRT will provide services to approximately 584 clients annually. Grant funds will be used to finance construction, renovation, furnishings, equipment, information technology, and three months of program startup or expansion costs. Authority staff evaluated the County’s plan and has determined that the program is likely feasible and sustainable.

Summary of Amounts:

Program	Amount Requested	Recommended Amount
Crisis Residential Treatment	\$ 10,096,743.00	\$ 7,597,706.36 ¹
Crisis Stabilization	\$ 10,536,462.00	\$ 0.00 ^{1,2}
Total	\$ 20,633,205.00	\$ 7,597,706.36

Legal Review:

Although disclosures were made by the applicant, the information disclosed does not appear to detrimentally affect the financial viability or legal integrity of the applicant.

Staff Recommendation:

Staff recommends the Authority approve Resolution Number CY 2022-04 for a Final Allocation in an amount not to exceed \$7,597,706.36 for the County of Santa Cruz, subject to the conditions in the resolution.

¹ The Authority has deemed some costs ineligible and reduced the amount pursuant to Sections 7315 of the Investment in Mental Health Wellness Grant Program for Children and Youth regulations.

² The Authority has reduced the amount pursuant to Section 7320(f) of the Investment in Mental Health Wellness Grant Program for Children and Youth regulations.

RESOLUTION NO. CY 2022-04

**A RESOLUTION OF THE CALIFORNIA HEALTH
FACILITIES FINANCING AUTHORITY APPROVING
EXECUTION AND DELIVERY OF GRANT FUNDING UNDER
THE INVESTMENT IN MENTAL HEALTH WELLNESS
GRANT PROGRAM FOR CHILDREN AND YOUTH
TO THE COUNTY OF SANTA CRUZ**

WHEREAS, The California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the Investment in Mental Health Wellness Act of 2013 (Welfare and Institutions Code Section 5848.5) as supplemented by Chapter 30, Statutes of 2016 (SB 833), Section 20, the Investment in Mental Health Wellness Grant Program for Children and Youth (“Children and Youth Program”) and implementing regulations (California Code of Regulations, Title 4, Division 10, Chapter 7 (commencing with Section 7313)) to award grants for capital funding and personnel funding to finance eligible projects; and

WHEREAS, Authority staff reviewed the application submitted by County of Santa Cruz (“Grantee”) against the eligibility requirements of the Children and Youth Program and implementing regulations, and pursuant to the Children and Youth Program and implementing regulations, recommends approval of a grant for the eligible project (the “Project”), which consists of crisis residential treatment capital costs, 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 a total amount not to exceed \$7,597,706.36 to the Grantee to complete the Project within a grant period that ends on April 30, 2024. Within this grant period, Grantee shall provide evidence acceptable to Authority staff demonstrating the Project shall be open and operational on or before July 31, 2023. Funds shall not be disbursed if Grantee is unable to provide evidence acceptable to Authority staff that the Project is on track to be open and operational on or before July 31, 2023. Grantee must submit all capital cost disbursement requests, including required supporting documentation, to the Authority no later than December 31, 2023.

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. 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 Children and Youth 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 County's crisis residential treatment program for children and youth.

Section 6. This resolution expires on April 30, 2024.

Date Approved: _____

EXHIBIT A

PROJECT DESCRIPTION

The proceeds of the grant will be used by the County of Santa Cruz (County) as follows:

Crisis Residential Treatment

The County will develop a new crisis residential treatment program with at least 16 new beds that will provide mental health services for children and youth ages 12 to 17. The County may use the grant funds, in accordance with Section 7315 of the Children and Youth Program regulations, to finance eligible costs in support of the County’s crisis residential treatment program for children and youth.

Summary of Amount:

Program	Approved Grant Amount
Crisis Residential Treatment	\$ 7,597,706.36