

MINUTES

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (CHFFA or AUTHORITY)

915 Capitol Mall, Room 587
Sacramento, California 95814

300 S. Spring Street, Suite 8500
Los Angeles, California 90013

June 30, 2022 – 1:30 P.M.

Public Participation

Call-In Number: (877) 810-9415 and Participant Code: 6535126

OPEN SESSION

Fiona Ma, Chair, called the meeting to order at 1:34 P.M.

The Secretary announced to the public joining in by phone the instructions for being heard.

Item #1

Roll Call

Members Present: Fiona Ma, CPA, State Treasurer
Indira McDonald for Betty T. Yee, State Controller
Adam Dorsey for Keely Martin Bosler, Director, Department of Finance
Antonio Benjamin
Francisco Silva (arrived at 1:39 P.M.)
Robert Cherry, M.D.

Members Absent: Katrina Kalvoda
Keri Kropke

Staff Present: Frank Moore, Executive Director
Carolyn Aboubechara, Deputy Executive Director
Tyler Bui, Associate Governmental Program Analyst
Matt Francis, Associate Governmental Program Analyst
Kylie Stasko, Staff Services Analyst

Chair Ma declared a quorum present.

Item #2 Approval of the Minutes from the May 26, 2022 Authority Meeting (Action Item)

Chair Ma asked the Authority members if there were any changes or edits to the minutes.

Mr. Moore reported a correction on page 3, first paragraph regarding Ms. Aboubechara's new role.

Chair Ma mentioned that Mr. Moore and Ms. Aboubechara have been a great team.

Chair Ma asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve the minutes from the May 26, 2022 Authority meeting.

MOTION: Member McDonald

SECOND: Member Benjamin

AYES:.....Members: Cherry, Benjamin, Dorsey, McDonald, Ma

NOES:.....NONE

ABSTAIN:.....Member: Silva

RECUSE:.....NONE

MOTION APPROVED.

Item #3

Executive Director's Report (Information Item)

Contract Delegation of Powers Update

Mr. Moore reported a Delegation of Powers update for the Richardson & Company, LLP contract for auditing services. CHFFA entered into a two-year contract in an amount not to exceed \$40,100.00. The contract contains an optional third year for an additional amount of \$20,900.00, if CHFFA exercises its one-year option to renew the contract from July 1, 2024, through June 30, 2025. The Executive Director executed the agreement on June 6, 2022.

Other Items

Mr. Moore reported a site visit to the County of Los Angeles with Chair Ma. They visited four different Investment in Mental Health Wellness grant funded sites. Chair Ma commented on the facilities, amenities and safety requirements.

Mr. Moore mentioned the 2021 Annual Report was included in the briefing packet.

Mr. Moore told the Authority about the new CHFFA Authority member, Dr. Robert Hertzka.

Chair Ma asked if there were any questions or public comment; there were none.

Item #4

**Marin General Hospital dba MarinHealth Medical Center
Tax-Exempt Equipment Financing Program
Resolution No. E-27 (Action Item)**

Mr. Bui presented. Marin General Hospital dba MarinHealth Medical Center (MarinHealth) requested Authority approval to issue \$20,000,000 in notes through CHFFA's Tax-Exempt Equipment Financing Program. Mr. Bui reported that the notes would be used to finance and/or refinance costs incurred with the implementation of an electronic health record system. Mr. Bui reported that this transaction would be an unrated private placement tax-exempt equipment note.

Attendees: (via teleconference) Eric Brettner, Chief Financial Officer, and Elizabeth Lasnier, Controller, MarinHealth Medical Center, Borrower; and Jenna Magan, Partner, and Mayling Leong, Senior Associate, Orrick, Herrington & Sutcliffe LLP, Bond Counsel.

Mr. Brettner thanked the Authority and gave an overview of MarinHealth's project.

Member Silva asked if the issue amount included infrastructure.

Authority Action

Motion to approve Resolution No. HII-333 for Henrietta Weill Memorial Child Guidance Clinic in an amount not to exceed \$2,000,000.

MOTION: Member McDonald

SECOND: Member Benjamin

AYES:.....Members: Silva, Cherry, Benjamin, Dorsey, McDonald, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

Item #6

County of Yolo
Community Services Infrastructure Grant Program
(First Funding Round)
Amendment to Resolution No. CSI 2019-08 (Action Item)

Ms. Stasko presented. The County of Yolo (County) requested Authority approval for a project description change for the County's Community Services Infrastructure Grant Program (CSI) project. Ms. Stasko reported that the Authority approved Resolution No. CSI 2019-08 in July 2019 for the CSI grant for the County in an amount not to exceed \$1,000,000 to develop a 10-bed jail diversion program to serve up to 20 clients annually. Ms. Stasko also reported that the County was requesting to change the project description by decreasing the number of beds from 10 to five and decreasing the number of clients served annually from 20 to 10 due to the rising costs of properties, the competitive housing market, and the scarcity of properties that would be suitable for the CSI project. Since presenting the project change description to the Authority as an information item at the May 26, 2022 board meeting, staff worked with the County to collect all required project change description documentation and utilized the established Procedures for Addressing Requests for Project Description Changes - Review Matrix to determine if the new project met the intent of the statute, the regulations/program requirements, was feasible and sustainable and would have been awarded had it been the original concept at time of application. Staff scored the new proposed project as if it was a new application and determined that the project change was warranted.

Attendees: (via teleconference) Beth Gabor, Manager of Operations and Strategy, Yolo County Probation Department.

Ms. Gabor gave an overview of the project description change request and the need of the County for the treatment beds.

Member Dorsey asked about the population served and if community opposition would affect the timeline of the project.

Ms. Gabor highlighted the jail diversion population that the County would serve and the process of how they would be selected. Ms. Gabor added that the County had created a new strategy and plan for community outreach, which had been approved by the County Board of Supervisors and that they would use the plan when selecting properties for the program.

Member Cherry asked about losing economies of scale with the reduction of beds and asked for clarification on the operating budget

Ms. Gabor explained that the operating budget was related to property management and the reduction of beds would lower the overall operating budget.

Member Benjamin expressed his concerns about the reduced number of clients and asked for clarification on the size of property the County would be looking to purchase. and if the clients would have to share a room.

Ms. Gabor answered that the County would be looking for properties with two bathrooms and that the clients would be housed two per room. There would be a peer-residential liaison that would have their own room and would receive a stipend; the peer liaison would be in contact with the County Probation Department regarding any issues with the other residents. Ms. Gabor also stated that the County's probation department would place clients in the home taking in consideration each individual's needs as well as individual relationships among the clients. Ms. Gabor also pointed out that the County does not have the licensing needed to house more than five clients at a time in one facility.

Member Benjamin encouraged the County to add more beds than requesting from the Authority.

Chair Ma explained that the licensing requirements regarding the number of individuals in a facility can be challenging.

Member Cherry asked if it was wiser to look at a larger property in order to have the ability to add additional clients at a later time.

Ms. Gabor answered that the County would not be opposed to a larger property.

Chair Ma asked if there were any additional questions or public comment; there were none.

Authority Action

Motion to approve amendment to Resolution No. CSI 2019-08 to change the project description. All other conditions in the resolution shall remain the same and in full effect.

MOTION: Member McDonald

SECOND: Member Silva

AYES:.....Members: Silva, Cherry, Benjamin, Dorsey, McDonald, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

Items #7 and #8

Public Comment and Adjournment

Chair Ma asked for public comment. Hearing none, the meeting adjourned at 2:28 P.M.