

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (Authority)
COMMUNITY SERVICES INFRASTRUCTURE GRANT PROGRAM**

**Executive Summary
Third Funding Round Final Allocations**

January 26, 2023

Background

The Community Services Infrastructure Grant Program (Welf. & Inst. Code, § 5848.51) (CSI Grant Program) has the goal of promoting jail and prison diversion programs and services by increasing and expanding mental health treatment facilities, substance use disorder treatment facilities, and trauma-centered service facilities in local communities. The enacted 2016-17 Annual Budget Act allocated \$65,813,000 in a one-time appropriation for counties under the CSI Grant Program.

The Authority adopted emergency regulations that were approved in November 2018 by the Office of Administrative Law, and the regulations became permanent in October 2019. An amendment to the permanent regulations was approved by the Office of Administrative Law in June 2022, requiring all grant applications to be submitted through an online grant management platform.

The Authority approved awards in two funding rounds totaling \$65,813,000.00 for 17 grant projects in 11 counties. Three counties (Contra Costa, Los Angeles, and Yolo) forfeited their grant awards totaling \$9,772,268.20, and an additional \$781,571.65 has been forfeited by counties that did not utilize their total grant award, leaving a total of \$10,553,839.85 in forfeited funding.

On September 23, 2021, Governor Newsom signed Senate Bill 170 (Stats. 2021, ch. 240, § 26), which extended the CSI Grant Program encumbrance deadline from June 30, 2020, to June 30, 2023, resulting in a June 30, 2025, disbursement deadline. Thus, the total amount of \$10,553,839.85 in forfeited funds was made available for a third funding round.

A third funding round was opened on July 8, 2022, with an application submission deadline of November 15, 2022. The Authority received two applications from two counties (Merced and Santa Clara) for a total grant amount requested of \$4,500,000.00 for facility acquisition and renovation costs.

Evaluation Process

Each application received by the Authority was scored and ranked according to the criteria listed in California Code of Regulations, title 4, section 7419 of the CSI Grant Program's regulations by two analysts and a grant manager, and reviewed by a grant review committee that consisted of Authority managers and the Authority's technical advisor, the California Institute for Behavioral Health Solutions. In accordance with the CSI Grant Program regulations, Authority staff informed applicants of the outcomes of the review process in the form of Initial Allocation¹ letters and discussed the results of the Initial Allocations with each county.

¹ Initial Allocation is defined in California Code of Regulations, title 4, section 7413 as, "the Grant amount the Authority staff recommends the Authority approve for Final Allocation ..." and Final Allocation is defined as "the Grant amount approved by the Authority..."

Merced and Santa Clara counties received Initial Allocations for the total grant amount request of \$4,500,000.00. Appeals regarding the proposed funding were not received.

If approved, the new programs will expand jail diversion services and programs to serve an average of approximately 91 Justice-Involved Individuals annually. Milestones have been included in the grant resolutions to ensure that the projects are on track to be open and operational prior to the June 30, 2025, grant period expiration date.

Staff Recommendation

Staff recommends the Authority approve a total of \$4,500,000.00 in Final Allocations. Further information on the applicants and Initial Allocations are provided in the staff summaries and in the attached Exhibit A “Third Funding Round - Summary of Initial Allocations.” A summary of the total awards made for the CSI Grant Program to date is provided in the attached Exhibit B “Summary of Total Awards by Region.”

Next Steps

If the Initial Allocations are approved by the Authority’s board, there will be approximately \$6,000,000 available for a subsequent funding round. All remaining available funding for the CSI Grant Program has to be awarded by June 30, 2023, and disbursed by June 30, 2025. A fourth funding round was opened on December 12, 2022, with an application deadline of March 3, 2023.

Exhibits

Exhibit A: Third Funding Round – Summary of Initial Allocations

Exhibit B: Summary of Total Awards by Region

**Community Services Infrastructure Grant Program
Third Funding Round - Summary of Initial Allocations**

Resolution Number	Applicant	Project Title	Total Initial Allocation
CSI 2023-01	County of Merced	Pathway to Wellness Program	\$ 2,500,000.00
CSI 2023-02	County of Santa Clara	SCC BHSD-Forensic, Diversion, & Reintegration Division Transitional Housing	2,000,000.00
Total Recommended:			\$ 4,500,000.00

**Community Services Infrastructure Grant Program
Summary of Total Awards by Region**

Bay Area Region							
Round*	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
1	Sonoma	X	X	X	\$ 2,266,191.00	6	20
2	Contra Costa**	X			1,150,018.20	0	0
2	Solano	X			6,301,108.00	16	16
3	Santa Clara	X			2,000,000.00	8	16
Totals					\$ 10,567,299.00	30	52

Central Region							
Round*	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
1	San Joaquin	X	X		\$ 2,500,000.00	16	30
1	Yolo**	X	X		1,000,000.00	0	0
2	Sacramento	X	X	X	1,690,542.67	150	150
2	San Joaquin	X	X		2,930,186.00	16	32
2	Yolo**	X			1,622,250.00	0	0
3	Merced	X	X	X	2,500,000.00	75	75
Totals					\$ 9,620,728.67	257	287

Superior Region							
Round*	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
2	Nevada	X	X		\$ 1,085,664.00	4	6
Totals					\$ 1,085,664.00	4	6

Southern Region							
Round*	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
1	Los Angeles-ODR**	X	X		\$ 6,000,000.00	0	0
1	Riverside	X	X		4,000,000.00	54	648
1	San Luis Obispo	X	X		855,832.00	33	40
2	Los Angeles-DMH	X	X		10,125,415.13	81	164
2	Los Angeles-ODR	X	X	X	5,300,945.00	12	72
2	Riverside	X			18,984,848.00	30	32
Totals					\$ 39,267,040.13	210	956
Grand Totals:					\$ 60,540,731.80	501	1301

* Third Funding Round information is based on approval of the Final Allocation presented at the Authority’s January 2023 board meeting. Details are subject to change based on Final Allocation results.

** County forfeited the entire grant award. Amounts forfeited are not included in the Totals and were made available for the third and fourth funding rounds.