

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (Authority)

Specialty Dental Clinic Grant Program

First Amendment to Resolution No. SDC 2025-02 (First Funding Round)

Amy H. Pham, A Professional Dental Corporation

March 27, 2025

PURPOSE OF THE REQUEST:

Staff is requesting the Authority approve an amendment to Resolution Number SDC 2025-02 to increase the final allocation for Amy H. Pham, A Professional Dental Corporation (Grantee) by a not to exceed amount of \$290,645.00, for a total final allocation amount of \$2,908,831.00, for the Specialty Dental Clinic Grant Program (Dental Program) project previously approved by the Authority.

ISSUE:

Resolution Number SDC 2025-02, approved by the Authority at the February 27, 2025 Authority meeting, approved a Dental Program final allocation/grant award to the Grantee in the amount of \$2,618,186.00 to develop six new dental operatories in Butte County located in the Superior Region. The awarded amount was less than the Grantee's eligible requested amount of \$5,000,000.00 due to the limited amount of funds remaining in the Superior Region after high-scoring applicants were funded. Additional grant funds in the amount of \$290,645.00 recently became available after an Initial Allocation was declined by another applicant in the Superior Region under the Dental Program. Authority staff is requesting approval to increase the final allocation for the Grantee's Dental Program project, as no other applicant in the Superior Region scored high enough to be considered for an award, and the Grantee is the only applicant in the Superior Region to receive less than the full amount of eligible funding for its project. With the additional funds, the Grantee stated that it will increase the number of dental operatories from six to seven, and the special health care needs patients served annually from 450 to 500. The Grantee's Dental Program project will serve children and adults with special health care needs in Butte County and the surrounding counties to address the need for accessible dental care. Additionally, upon completion of the project, special health care needs patients will constitute 50 percent or more of the total number of patient visits of those receiving dental services in the project paid for with grant funds.

BACKGROUND:

On February 27, 2025, the Authority approved a Dental Program final allocation for the Grantee in an amount of \$2,618,186.00 to purchase real property and construct a new dental clinic to add at least six new dental operatories. The final allocation was approved with the following milestone conditions: (1) the Grantee shall provide evidence acceptable to Authority staff demonstrating that the project shall be operational on or before November 30, 2027, and funding shall not be disbursed if the Grantee is unable to provide evidence acceptable to Authority staff; and (2) the Grantee must submit all disbursement requests, including required supporting documentation, to the Authority no later than April 30, 2028. The resolution and grant period expiration dates are October 31, 2028.

RECOMMENDATION:

Staff recommends the Authority approve an amendment to Resolution Number SDC 2025-02 to increase the final allocation to \$2,908,831.00 and the number of dental operatories from six to seven. All other conditions in the Resolution shall remain the same and in full effect.

FIRST AMENDMENT TO RESOLUTION NO. SDC 2025-02

**A RESOLUTION OF THE CALIFORNIA HEALTH
FACILITIES FINANCING AUTHORITY APPROVING
EXECUTION AND DELIVERY OF GRANT FUNDING UNDER
THE SPECIALTY DENTAL CLINIC GRANT PROGRAM
TO AMY H. PHAM, A PROFESSIONAL DENTAL CORPORATION**

WHEREAS, The California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the provisions of the Specialty Dental Clinic Grant Program (“Program”) (Section 2.00, Chapter 43, Statutes of 2022 (SB 154); Section 47, Chapter 45 Budget Act of 2022 (AB 178); and Section 2.00, Chapter 12, Statutes of 2023 (SB 101)) and implementing guidelines (“Guidelines”) to award grants to support the construction, expansion, modification, or adaptation of specialty dental clinics in California to increase access to oral health care for the special health care needs populations; and

WHEREAS, Amy H. Pham, A Professional Dental Corporation (“Grantee”) qualifies as an eligible applicant under the Program Guidelines.

WHEREAS, Authority staff reviewed the application submitted by the Grantee against the eligibility requirements pursuant to the Program in accordance with all relevant authority and recommended the approval of a grant in an amount not to exceed \$2,618,186.00 for the eligible project (the “Project”), as described in the Grantee’s application;

WHEREAS, on February 27, 2025, the Authority approved a grant for the Grantee in an amount not to exceed \$2,618,816.00, which was less than its requested grant amount of \$5 million.

WHEREAS, Grantee was the sole applicant in the Superior Region that did not receive a final allocation of the full amount of its requested eligible costs due to insufficient funding remaining in the Superior Region.

WHEREAS, the Authority received notice that another grantee, in the Superior Region, declined its final allocation in the amount of \$290,645.00, and the Authority now desires to award those funds to the Grantee.

NOW, THEREFORE, BE IT RESOLVED by the California Health Facilities Financing Authority as follows:

Section 1. The Authority hereby approves a grant in an amount not to exceed ~~\$2,618,186.00~~ \$2,908,831.00 to the Grantee to complete the Project within a grant period that ends on October 31, 2028. Within this grant period, Grantee shall provide evidence acceptable to Authority staff demonstrating that the Project shall be operational on or before November 30, 2027, and funding shall not be disbursed if the Grantee is unable to provide evidence acceptable to Authority staff. Grantee must submit all disbursement requests, including required supporting documentation, to the Authority no later than April 30, 2028.

Section 2. For and on behalf of the Authority, the Executive Director and the Deputy Executive Director, in the absence of the Executive Director, are hereby authorized and directed to do all of the following:

(a) Approve any 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 that funding not be available for any reason whatsoever.

(b) Allocate funding not to exceed those amounts approved by the Authority for the Grantee.

(c) Execute and deliver to the Grantee any and all documents necessary to complete the transfer of moneys that are consistent with the Program.

(d) Do any and all things and to execute and deliver any and all documents that the Executive Director, or the Deputy Executive Director, in the absence of the Executive Director, deems necessary or advisable to effectuate the purposes of this Resolution and the transactions contemplated hereby.

Section 3. All funding from this grant shall be used in support of the Grantee's Project, as described in the Program application and Exhibit A to this Resolution.

Section 4. This resolution shall repeal on October 31, 2028, unless extended by action of the Authority prior to that date.

Date Approved: _____

EXHIBIT A

PROJECT DESCRIPTION

The proceeds of the grant will be used by Amy H. Pham, A Professional Dental Corporation (“Grantee”) as follows:

The Grantee must develop a new facility, in the Superior Region, to add at least ~~six~~ seven (~~6~~7) new dental operatories to provide dental services to the Special Health Care Needs Populations as defined in Program Guidelines Section 1(z). Upon completion of the project, Special Health Care Needs patients must constitute at least 50 percent of the Facility’s Caseload, with the requirement applicable only to Facilities financed with Grant funds (All terms that are capitalized are defined in Section 1 of the Program Guidelines). The Grantee may use grant funds to finance eligible costs in support of the Grantee’s Project as stated in Section 3 of the Program Guidelines.

Summary of Amount:

Project	Approved Grant Amount
Amy H. Pham, A Professional Dental Corporation	\$ 2,618,186.00 <u>\$2,908,831.00</u>
Total	\$ 2,618,186.00 <u>2,908,831.00</u>