

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

**Children's Hospital Program of 2018 (Proposition 4)**

**First Amendment and Restatement to Resolution Number CHP-4 2023-01**

**Loma Linda University Children's Hospital**

**January 29, 2026**

**PURPOSE OF THE REQUEST:**

Loma Linda University Children's Hospital (LLUCH) is requesting the Authority approve a first amendment and restatement to Resolution Number CHP-4 2023-01 to change the description for its Children's Hospital Program of 2018 (Health & Safety Code, §1179.81 et seq.) (CHP) project (Project).

**ISSUE:**

LLUCH is requesting a change to the Pediatric Oncology and Infusion Center (PONC) project, one of its six Authority approved projects. At the time of application, LLUCH proposed a relocation and expansion of the existing PONC to increase capacity for infusion services from 17 to 33 chairs. LLUCH now proposes to use eight of those 33 chairs for pediatric peritoneal dialysis (PD) services and limit the increase of pediatric infusion chairs to 25.

The PONC project change will relocate pediatric PD services from a mixed-use suite into space adjacent to pediatric hemodialysis services. Co-locating pediatric dialysis operations will improve clinical coordination, response times, and cross-coverage. Additionally, centralizing staff, equipment, and ancillary resources into a single, child-focused environment will eliminate fragmentation and enable a seamless continuum of care. These operational efficiencies will translate directly into improved quality and safety outcomes and greater capacity to accept new referrals from Medi-Cal and county partners. LLUCH is the only pediatric PD provider within an approximately 30-mile radius serving a large population of Medi-Cal-eligible and underserved children across the Inland Empire.

LLUCH expects the 47% increase in infusion capacity to be sufficient in meeting current-and-near-term demand for infusion services. There is an additional cost of \$300,000 to these proposed changes, which LLUCH will fund through internal operational and project resources. This commitment ensures full project completion without delay, sustaining the improved pediatric access and health outcomes.

**BACKGROUND:**

On January 26, 2023, the Authority approved a grant award in the amount of \$135,000,000.00 to LLUCH to fund six major projects:

- 1) New Pediatric Medical Office Building - construction, equipping, and furnishing.
- 2) Neonatal Intensive Care Unit - expansion, equipping, and furnishing.
- 3) Pediatric Oncology and Infusion Center - relocation and expansion, equipping and furnishing.

- 4) Pediatric Operating Rooms - renovation, equipping and furnishing.
- 5) New Pediatric Psychiatric Inpatient Unit - renovation, equipping and furnishing.
- 6) Reimbursement of eligible pediatric equipment, including, but not limited to, a surgical robot, high frequency jet ventilators, and a transport incubator.

Resolution Number CHP-4 2023-01 was approved with a grant period end date of May 1, 2028 and a resolution expiration date of May 1, 2029.

To date, Authority staff has disbursed \$45,705,536.10 to LLUCH, leaving \$87,843,213.90 in funds remaining to be disbursed.

**RECOMMENDATION:**

Staff recommends the Authority approve a first amendment and restatement to Resolution Number CHP-4 2023-01 to change the Project description.

All other conditions in the Resolution shall remain the same and in full effect.

**FIRST AMENDED AND RESTATED RESOLUTION NO. CHP-4 2023-01**

**FIRST AMENDED AND RESTATED RESOLUTION OF THE CALIFORNIA  
HEALTH FACILITIES FINANCING AUTHORITY APPROVING  
EXECUTION AND DELIVERY OF GRANT FUNDING  
UNDER THE CHILDREN'S HOSPITAL BOND ACT OF 2018  
TO LOMA LINDA UNIVERSITY CHILDREN'S HOSPITAL**

WHEREAS, the California Health Facilities Financing Authority (the “Authority”), a public instrumentality of the State of California, is authorized by the Children’s Hospital Bond Act of 2018 (Pt. 6.3 (commencing with Section 1179.81), Div. 1, Health and Safety Code; hereafter the “Act”) and implementing regulations to award grants from the proceeds of general obligation bonds in an amount not to exceed \$135,000,000.00 less the bond issuance and administrative costs to Loma Linda University Children’s Hospital (“Grantee”) to finance eligible projects; and

WHEREAS, ~~on January 26, 2023, the Authority staff reviewed the Grantee's application against the eligibility requirements of the Act and implementing regulations and, pursuant to the Act and implementing regulations, recommends approval of adopted resolution No. CHP-4 2023-01 (the “Original Resolution”) approving~~ a grant in an amount not to exceed \$135,000,000.00, less bond issuance and administrative costs, to the Grantee for the eligible project (the “Project”) described in the application; and

WHEREAS, the Grantee has requested that the Authority agree to modify the Project description set forth in Exhibit A to the Original Resolution and by this First Amended and Restated Resolution the Authority is willing to grant the Grantee's request.

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

Section 1. The Authority hereby approves a grant of \$135,000,000.00 less bond issuance and administrative costs, to the Grantee to complete the Project as described in the Children’s Hospital Program Application and Exhibit A to this Resolution (Exhibit A is hereby incorporated by reference) within a grant period that ends on May 1, 2028.

Section 2. The Executive Director or the Deputy Executive Director is hereby authorized 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 and extend the grant period completion date identified in Section 1 as authorized under the Act and implementing regulations. However, any extension approved by the Executive Director or the Deputy Executive Director shall not surpass the grant resolution expiration date. Nothing in this Resolution shall be construed to require the Authority to provide any additional funding, even if more grants are approved than there is 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 completed for any reason whatsoever.

Section 3. The Executive Director or the Deputy Executive Director is hereby authorized and directed, for and on behalf of the Authority, to draw money from the Children's Hospital Bond Act Fund (2018) not to exceed those amounts approved by the Authority for the Grantee. The Executive Director or the Deputy Executive Director is 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 transfer of funds that are consistent with the Act and implementing regulations.

Section 4. The Executive Director or the Deputy Executive Director of the Authority is hereby authorized and directed 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. This Resolution expires May 1, 2029.

Date Approved: \_\_\_\_\_

**EXHIBIT A**

**PROJECT DESCRIPTION**

The proceeds of the grant will be used by Loma Linda University Children's Hospital to fund six major projects:

- 1) New Pediatric Medical Office Building - construction, equipping, and furnishing.
- 2) Neonatal Intensive Care Unit – expansion, equipping, and furnishing.
- 3) Pediatric Oncology and Infusion, Center - relocation and expansion, equipping and furnishing and Peritoneal Dialysis Center – relocation, equipping and furnishing.
- 4) Pediatric Operating Rooms - renovation, equipping, and furnishing.
- 5) New Pediatric Psychiatric Inpatient Unit - renovation, equipping, and furnishing.
- 6) Reimbursement of eligible pediatric equipment, including, but not limited to, a surgical robot, high frequency jet ventilators, and a transport incubator.