

## MINUTES

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY  
(CHFFA or AUTHORITY)  
915 Capitol Mall, Room 587  
Sacramento, California 95814  
March 26, 2020 – 1:00 P.M.**

In light of the COVID-19 pandemic and in accordance with the requirements of Executive Order N-25-20 to provide social distancing at state body meetings, CHFFA provided Authority members, participants, and members of the public the opportunity to participate in this meeting via teleconference.

### Public Participation

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

### OPEN SESSION

Treasurer Fiona Ma, Chair, called the meeting to order at 1:03 P.M.

The Secretary announced that, in an effort to promote transparency, a live, interactive, call-in number was available to the public to provide access to Authority meetings. Open meetings would be available live to all who wish to call-in to listen and participate.

### Item #1

### Roll Call

Members Present: Fiona Ma, CPA, State Treasurer  
Via teleconference:  
Jacqueline Wong-Hernandez for Betty T. Yee, State Controller  
Gayle Miller for Keely Martin Bosler, Director, Department of Finance  
Judith Frank  
Jay Hansen (arrived at 1:34 P.M.)  
Robert Cherry M.D. (arrived at 1:27 P.M.)  
Oscar Sablan, M.D. (arrived at 1:31 P.M.)  
Katrina Kalvoda  
Keri Kropke

Staff Present: Frank Moore, Executive Director  
Carolyn Aboubechara, Deputy Executive Director

Chair Ma declared a quorum present.

### Item #2 Approval of the Minutes from the February 27, 2020 Meeting

Mr. Moore reported that the February 27, 2020 meeting minutes had been revised.

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

### Authority Action

Motion to approve the minutes from the February 27, 2020 meeting.

MOTION: Member Kropke

SECOND: Member Frank

AYES:.....Members: Kalvoda, Kropke, Frank, Miller, Wong-Hernandez, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Item #3**

**Executive Director's Report**

**CHFFA Comprehensive Debt List Summaries**

Mr. Moore reported on the Comprehensive and Equipment Debt List Summaries.

**Tax-Exempt Bonds Delegation of Powers Monthly Update**

Mr. Moore reported that there were no actions taken pursuant to the Tax-Exempt Bond Delegation of Powers Resolution.

**HELP II Loan Program Delegation of Powers Monthly Update**

Mr. Moore presented a Delegation of Powers report for Progress House, Inc. regarding execution of written consent for additional lien on property. Mr. Moore reported that in February 2020, Progress House, Inc. requested written consent from the Authority to place an additional lien on the property collateralized by its HELP II loan. Mr. Moore executed written consent of the additional lien on March 3, 2020.

**Contract Delegation of Powers Monthly Update**

Mr. Moore reported that there were no actions taken pursuant to the Contract Delegation of Powers Resolution.

**Site Visits**

Mr. Moore reported that all site visits are on hold until further notice due to COVID-19.

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

**Item #4**

**Discussion of State Legislation Affecting the Authority**

Mr. Moore reported that the discussion of State Legislation affecting the Authority was removed from the agenda.

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

**Item #5**

**Marshall Medical Center, Resolution No. 440**

Brock Lewis, Program Manager, presented. Marshall Medical Center (Marshall) requested Authority approval to issue insured revenue bonds in an amount not to exceed \$82,000,000. Mr. Lewis reported that the bond proceeds would be used to refinance existing debt and fund the acquisition, construction, expansion, remodeling, renovation, furnishing and equipping of multiple facilities.

Attendees: (via teleconference) James Whipple, Chief Executive Officer and Laurie Eldridge, Chief Financial Officer, Marshall Medical Center. Also present: Jenna Magan, Partner, Orrick, Herrington & Sutcliffe LLP, Bond Counsel; and Keith Kleven, Managing Director and Frank Kaul, Assistant Vice President, Piper Sandler & Co., Underwriter.

Mr. Whipple gave an overview of the projects being financed.

Member Frank asked how much savings would be received from refunding the prior bonds.

Mr. Kleven responded that in a normal market, Marshall hoped to break even and reduce interest rate risk for the hospital.

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

**Authority Action**

Motion to approve Resolution No. 440 for Marshall Medical Center in an amount not to exceed \$82,000,000, subject to the conditions in the resolution.

MOTION:     Member Kropke                         SECOND: Member Miller

AYES:.....Members: Kalvoda, Kropke, Frank, Miller, Wong-Hernandez, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

Member Cherry joined the Authority meeting at 1:27 P.M.

Member Sablan joined the Authority meeting at 1:31 P.M.

Member Hansen joined the Authority meeting at 1:34 P.M.

**Item #6   Valley Children’s Hospital, Resolution No. CHP-4 2020-02**

Yuanyuan Wei, Program Manager, presented. Valley Children’s Hospital (VCH) requested Authority approval of a grant in an amount not to exceed \$42,786,269.27. Ms. Wei reported that the grant funds would be used to reimburse and fund the costs of the eligible pediatric portions of the implementation of an Epic electronic medical record (EMR) system throughout VCH’s locations. Ms. Wei reported that the EMR system is expected to be completed in April 2020.

Attendees: (via teleconference) Beverly Hayden-Pugh, Senior Vice President, Chief Nursing Officer and Chief Transformation Officer; Joe Egan, Director, Information Security and Technology; and Tim Curley, Director, Community and Government Relations.

Mr. Curley thanked the Authority for its support. He gave an overview of the project and explained how the EMR system is a critical component for the delivery of quality services.

Ms. Hayden-Pugh also underlined the importance of the project and explained how the EMR system is a key element in providing care by facilitating instant access to patient records for the providers as well as patients and their families.

Chair Ma thanked VCH for the site visit as well as for providing the highest level of care.

Member Sablan inquired about the means of transportation for patients.

Mr. Curley responded to his question satisfactorily.

Member Miller wanted to confirm that patient records were portable and inquired about the accessibility of patient records by different providers.

Ms. Hayden–Pugh confirmed that patients, families, and various providers would have access to patient records.

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

**Authority Action**

Motion to approve the Resolution No. CHP-4 2020-02 for Valley Children’s Hospital to receive a grant not to exceed \$42,786,269.27 (less costs of issuance and administration costs), subject to all requirements of the Children’s Hospital Bond Act of 2018.

MOTION: Member Miller SECOND: Member Sablan

AYES:.....Members: Hansen, Kalvoda, Sablan, Cherry, Kropke, Frank, Miller,  
Wong-Hernandez, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Item #7 Children’s Hospital & Research Center at Oakland,  
Resolution No. CHP-4 2020-03**

Yuanyuan Wei, Program Manager, presented. Children’s Hospital & Research Center at Oakland (CHO) requested Authority approval of a grant in an amount not to exceed \$26,090,472.58. Ms. Wei reported that the grant funds would be used to reimburse and fund the costs of five projects consisting of construction/renovation and the purchase of patient care equipment. Ms. Wei reported that all projects are expected to be completed by December 2022.

Attendees: (via teleconference) Michael Anderson, M.D., President; Corey Wilson, Vice President, Ancillary and Support Services; George Weiss, Vice President, Children’s Ambulatory Operations; Kerry Shanahan, Director, Design and Construction; Molly Fullenkamp, Director, Perioperative Services; Brad Rowley, Associate Director, Design and Construction; and Christopher Wenzel, Accountant, University of California San Francisco Health.

Dr. Anderson thanked the Authority for its support and gave a brief overview of CHO’s services.

Ms. Shanahan gave an overview of the five projects.

Member Sablan asked about the expected useful life for the new and existing radiography equipment and about CHO’s training program and specialty care services.

Mr. Wilson, Mr. Weiss, and Dr. Anderson answered Member Sablan’s questions satisfactorily.

Member Kropke asked about the delivery model for psychotherapy care at the Centers for Vulnerable Children.

Mr. Weiss discussed the many services that are available at the Centers for Vulnerable Children.

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

**Authority Action**

Motion to approve Resolution No. CHP-4 2020-03 for Children’s Hospital & Research Center at Oakland to receive a grant not to exceed \$26,090,472.58 (less costs of issuance and administration costs), subject to all requirements of the Children’s Hospital Bond Act of 2018.

MOTION: Member Kropke SECOND: Member Hansen

AYES:.....Members: Hansen, Kalvoda, Sablan, Cherry, Kropke, Frank, Miller,  
Wong-Hernandez, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Item #8 Lifeline Grant Program, Resolution Nos. LGP 2020-02 through 2020-20**

Rosalind Brewer, Program Manager, presented. Staff requested approval of 19 Final Allocations awards totaling \$1,650,784.

Planned Parenthood of Northern California sought grant funds in varying amounts for 13 of its health clinics totaling \$560,960 and Chico Feminist Women’s Health Center requested two grant awards totaling \$139,824. Both Planned Parenthood of Northern California and Chico Feminist Women’s Health Center identified the loss of Title X funding as their federal triggers.

Golden Valley Health Centers (GVHC) sought \$950,000 in grant funds in varying amounts for four of its facilities. GVHC cited the repeal of the Individual Mandate Penalty as its federal trigger.

Attendees: (via teleconference) Erin Harr-Yee, Senior Vice President for Client Services, Planned Parenthood: Shasta-Diablo, Inc. dba Planned Parenthood Northern California; Andrew Barnett, Manager, Foundation Philanthropy, Golden Valley Health Centers; and John Truitt, Director, Special Projects and Development, Chico Feminist Women’s Health Center.

Mr. Moore explained this item contained multiple resolutions and suggested the Authority vote on them all at once.

Attendees introduced themselves and provided informational context of their facilities.

Member Sablan asked Mr. Barnett questions regarding senior citizens’ care, access to medical providers, and what kind of continued medical education was provided to graduates.

Mr. Barnett responded to his questions satisfactorily.

Member Frank asked if all organizations had the same fiscal year ending June 30, 2020.

Mr. Truitt responded Chico Feminist Women’s Health Center’s fiscal year ended December 31, 2020.

Member Frank asked if these funds would be sufficient enough to last through the end of each facility’s fiscal year.

The attendees replied, yes it would.

Mr. Moore explained that the Lifeline Grant Program was meant to be a stop gap measure. Once the program has expired, facilities would have to turn to ways to increase revenue or reduce expenditures.

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

**Authority Action**

Motion to approve Resolution Nos. LGP 2020-02 through LGP 2020-20 approving the final allocation of grant funds to the Grantees.

MOTION: Member Kropke SECOND: Member Frank

AYES:.....Members: Hansen, Kalvoda, Sablan, Cherry, Kropke, Frank, Miller, Wong-Hernandez, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Item #9 Community Services Infrastructure Grant Program, Resolution Nos. CSI 2020-01 through CSI 2020-09**

Sondra Jacobs, Program Manager, presented. Ms. Jacobs gave an overview of the Community Services Infrastructure Grant Program (CSI) second funding round results and recommended the Authority approve a Final Allocation in the amount of \$48,191,116.45 to eight counties (Contra Costa, Los Angeles, Nevada, Riverside, Sacramento, San Joaquin, Solano, and Yolo) for nine jail diversion projects.

Mr. Moore explained this item contained multiple resolutions and suggested the Authority vote on them all at once.

Ms. Jacobs stated that county representatives were available via teleconference to answer any questions at the end of the presentation, and then gave a brief summary of each project.

**County of Contra Costa – Resolution No. CSI 2020-01**

Staff recommended a grant award in the amount of \$1,150,018.20 for the County of Contra Costa, Health Services Department to renovate a leased facility for the Forensic Mental Health Diversion Program that will provide mental health treatment, substance use treatment, and trauma-centered services to approximately 50 justice-involved individuals annually.

**County of Los Angeles – Resolution No. CSI 2020-02**

Staff recommended a grant award in the amount of \$9,125,554.58 for the County of Los Angeles, Department of Mental Health, to renovate a county-owned facility for two new programs by adding 65 beds that will provide mental health and substance use disorder treatment to approximately 164 justice-involved individuals annually.

**County of Los Angeles – Resolution No. CSI 2020-03**

Staff recommended a grant award in the amount of \$5,300,945 for the County of Los Angeles, Office of Diversion and Reentry, to renovate a county-owned facility and expand an existing jail diversion program by adding 25 psychiatric beds that will provide mental health treatment, substance use disorder treatment, and trauma-centered services to approximately 340 justice-involved individuals annually.

**County of Nevada – Resolution No. CSI 2020-04**

Staff recommended a grant award in the amount of \$1,085,664 for the County of Nevada, Behavioral Health Department to purchase and renovate a home that will create three to four new beds for homeless, justice-involved individuals and provide mental health and substance use disorder treatment to approximately six to ten justice-involved individuals annually.

**County of Riverside – Resolution No. CSI 2020-05**

Staff recommended a grant award in the amount of \$18,984,848 for the County of Riverside, Riverside University Health System, Behavioral Health Department to renovate an existing county-owned building into a new 30-bed Incompetent to Stand Trial Diversion Program. The program will provide mental health and substance use disorder treatment for individuals who are found incompetent to stand trial to approximately 32 justice-involved individuals annually.

**County of Sacramento – Resolution No. CSI 2020-06**

Staff recommended a grant award in the amount of \$1,690,542.67 for the County of Sacramento, Probation Department to renovate a county-owned building to establish a Jail Diversion and Treatment Resource Center. The center will provide mental health and substance use disorder treatment and trauma-centered services for approximately 150 justice-involved individuals annually.

**County of San Joaquin – Resolution No. CSI 2020-07**

Staff recommended a grant award in the amount of \$2,930,186 for the County of San Joaquin, Behavioral Health Services Department to purchase a new modular building that will be placed on county-owned land for a new 16-bed mental health residential treatment jail diversion program for justice-involved individuals. The program will provide mental health and substance use disorder treatment to approximately 32 justice-involved individuals annually.

**County of Solano – Resolution No. CSI 2020-08**

Staff recommended a grant award in the amount of \$6,301,108 for the County of Solano, Health and Social Services Department to purchase 12 modular units that will be placed on county-owned land to develop a 16-bed Residential Mental Health Diversion Program. The program will provide mental health treatment to approximately 16-20 justice-involved individuals annually.

**County of Yolo – Resolution No. CSI 2020-09**

Staff recommended a grant award in the amount of \$1,622,250 for the County of Yolo, Health and Human Services Agency to purchase and renovate a house to develop a new 8-10-bed substance use disorder treatment program called Ellen's House. Ellen's House will provide substance use disorder treatment for approximately 80 justice-involved individuals annually.

Member Wong-Hernandez inquired whether the two County of Los Angeles projects would have any impact on the SB82 program projects that are located on the same sites.

Ms. Jacobs confirmed that they would not.

Member Frank inquired whether all projects were located on county-owned land and whether the counties anticipated any entitlement or NIMBY issues.

Staff and each of the implied counties responded to Member Frank's questions satisfactorily.

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

**Authority Action**

Motion to approve Resolution Numbers CSI 2020-01 through CSI 2020-09 approving a total of \$48,191,116.45 in final allocations as further detailed in each of the individual resolutions.

MOTION: Member Hansen SECOND: Member Kalvoda

AYES:.....Members: Hansen, Kalvoda, Sablan, Cherry, Kropke, Frank, Miller,  
Wong-Hernandez, Ma

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

**Items #10 and #11**

**Public Comment and Adjournment**

Chair Ma asked for public comment. Hearing none, the meeting adjourned at 2:22 P.M.