California Health Facilities Financing Authority
Children's Hospital Program

Children's Hospital Central California
Project Period Extension Request

Staff Summary
Resolution No. CHP 2010-02
March 25, 2010

PURPOSE OF REQUEST:

Provide an extension of the previously approved project period end dates at the request of the Grantee.

BACKGROUND:

On February 28, 2008, the Authority approved Resolution CHP No. 2008-04, which approved a $5,973,190 grant to the Children's Hospital Central California (CHCC or Grantee). The funds were to be used to fund/reimburse Emergency Department remodel and patient care equipment.

The project period end date was March 31, 2009. Prior to that date, $5,674,946 had been disbursed, leaving a balance of $291,419.

ISSUE:

CHCC planned to spend about $1,000,000 on 220 large volume IV pumps and all of the upgrades associated with it. According to CHCC, it decided to delay some of the upgrades to a later date and spent only about $700,000 of this amount.

As a result, there is $291,419 left of the grant award to be disbursed. Section 5.3 of the grant agreement states all grant disbursements shall be disbursed within the project period.

CHCC has identified patient care equipment in excess of this remaining amount. Since patient care equipment was the primary focus of this existing grant award, staff recommends that this award be extended with the intent of funding these equipment needs.

STAFF RECOMMENDATION:

Staff recommends the Authority approve an extension of the project period end date to July 31, 2010.