MINUTES
California Health Facilities Financing Authority
("CHFFA" or "Authority")
915 Capitol Mall, Room 587
Sacramento, California 95814
December 6, 2018 – 1:45 P.M.

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

OPEN SESSION

Deputy Treasurer, Ruth Holton-Hodson, serving as Chairperson, called the meeting to order at 1:56 PM.

Chairperson Holton-Hodson announced 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: Ruth Holton-Hodson for John Chiang, Chairperson, State Treasurer
Alan LoFaso for Betty T. Yee, Vice Chairperson, State Controller
Adam Dorsey for Keely Martin Bosler, Director, Department of Finance
Judith Frank
Jack Buckhorn

Members Absent: Jay Hansen
Robert Cherry, M.D.
Oscar Sablan, M.D.
Sumi Sousa

Chairperson Holton-Hodson declared a quorum present.

Item #2 Approval of the Minutes from the October 29, 2018

Chairperson Holton-Hodson asked if there were any changes, questions or public comment. There were none.

Authority Action

Motion to approve the minutes from the October 29, 2018 meeting.

MOTION: Member LoFaso SECOND: Member Frank

AYES: .....Members: Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES: .....NONE
ABSTAIN: .....NONE
RECUSE: .....NONE

MOTION ADOPTED.

Item #3 Executive Director's Report

CHFFA Fund Balances and Comprehensive Debt List Summaries
Information not available at this time.

Tax-Exempt Bonds Delegation of Powers Monthly Update
Ronald Washington, Executive Director, presented the Delegation of Powers report regarding Petaluma Health Center ("Petaluma"), execution of Discharge Certificate for Petaluma Health Center, 2010 Series A (the "2010 Bonds"). Mr. Washington reported that on October 12, 2018, Petaluma requested a Discharge Certificate to discharge all indebtedness of the 2010 Bonds. The 2010 Bonds were fully redeemed on June 1, 2018. The Attorney General's Office reviewed the Discharge Certificate of the Authority and confirmed that the proposed action fell within CHFFA's Bond Financing Program's Delegation Resolution No. 2017-01. The Executive Director executed the Discharge Certificate of the Authority for the 2010 Bonds on October 29, 2018.

Mr. Washington mentioned the Summary of Delegation Actions from January 1, 2018 through December 6, 2018 for Bonds.

HELP II Loan Program Delegation of Powers Monthly Update
No action taken pursuant to the HELP II Loan Program Delegation of Powers Resolution.

Mr. Washington mentioned the Summary of Delegation Actions from January 1, 2018 through December 6, 2018 for the HELP II Loan program.

Investment in Mental Health Wellness Grant Program Quarterly Milestones
Mr. Washington gave an overview and highlighted a few items in the Quarterly Milestones report.

Mr. Washington introduced Kristina Sheehan and Anna Ramirez, the new staff analysts for CHFFA and the California Educational Facilities Authority.

Item #4 Canby Family Practice Clinic, Resolution No. LGP 2018-02
Rosalind Brewer, Program Manager, presented. Canby Family Practice Clinic ("Canby") requested Authority approval of a Final Allocation Award in an amount not to exceed $250,000 and to grant the Executive Director the delegated powers outlined in the Resolution.

Ms. Brewer reported that Canby is a rural health clinic, located in Modoc County. Canby provides primary care, dental, and behavioral health services to residents of Modoc and parts of Siskiyou and Lassen Counties.

Ms. Brewer reported that Canby's federal trigger was the reduction in funding from the Federal Communications Commission's Rural Health Care Program funding.

Attendee: Greta J. Elliott, Administrator

Ms. Elliott gave an overview of the clinic and the challenges it faces.

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Authority Action

Motion to approve Resolution No. LGP 2018-02 to receive a grant an amount not to exceed $250,000 for Canby Family Practice Clinic.

MOTION: Member Buckhorn SECOND: Member Frank

AYES:.....Members Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION ADOPTED.

Item # 5 **Investment in Mental Health Wellness Act of 2013**
Fourth Amendment to Resolution No. MH 2014-23
(County of Fresno - Second Funding Round)

Ryan Stewart, staff analyst, presented. The County of Fresno (the "County") requested Authority approval of a fourth amendment to Resolution No. MH 2014-23 (second funding round) to amend the milestones and extend the grant period and resolution expiration date from December 31, 2018 to April 30, 2019. Mr. Stewart mentioned that the County requested the extension to allow for the additional time needed to obtain licensure and certification and for the crisis residential treatment ("CRT") facility to become open and operational.

Attendees: Joseph Rangle, Division Manager of the Department of Behavioral Health Contracts and Sean Patterson, Business Manager for the Department of Behavioral Health.

Mr. Rangle thanked the Authority and gave an update of the current status of the CRT project and explained that the delay in obtaining licensure is due to the Department of Social Services requiring additional documentation from the County Fire Marshal. Additionally, Mr. Rangle explained that the requested documentation has been submitted, that the application for licensure is under review, and that the County anticipates the CRT to be licensed and fully operational by February 28, 2019.

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Authority Action

Motion to approve Resolution No. MH 2014-23 to amend the milestone conditions as outlined in the resolution and extend the grant period and resolution expiration dates from December 31, 2018 to April 30, 2019.

MOTION: Member LoFaso SECOND: Member Dorsey

AYES:.....Members Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION ADOPTED.

Item #6 Interagency Agreement with the State Treasurer's Office Resolution No. 2018-08

Yuanyuan Wei, staff analyst, presented. Staff requested Authority approval to execute an interagency agreement with the State Treasurer's Office to provide support services, including accounting, budgeting, data processing, information technology, personnel, and business services to the Authority for fiscal year 2018-2019 in an amount not to exceed $486,150.

Attendees: None

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Authority Action

Motion to approve Resolution No. 2018-08 in an amount not to exceed $486,150 for fiscal year 2018-2019.

MOTION: Member LoFaso SECOND: Member Dorsey

AYES:.....Members Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION ADOPTED.

Item #7 Delegation Resolution for Bond Financings, Resolution No. 2018-09

Yuanyuan Wei, staff analyst, presented. Staff requested Authority approval authorizing the delegation of certain functions related to bond financings to the Chairperson or any deputy to the Chairperson, the Executive Director, and the Deputy Executive Director upon the Executive Director's written authorization or when the Executive Director is unavailable. Ms. Wei reported the existing delegation expires January 31, 2019. Authority staff sought approval of a new resolution identifying essentially the same powers and duties for delegation with a new expiration date of January 31, 2021.

Attendee: None

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Authority Action

Motion to approve Resolution No. 2018-09 authorizing the delegation of certain functions related to bond financings with an expiration date of January 31, 2021.

MOTION: Member Buckhorn SECOND: Member Frank

AYES:.....Members Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION ADOPTED.

Item #8 Delegation Resolution for Loan Financings, Resolution No. 2018-10

Yuanyuan Wei, staff analyst, presented. Staff requested Authority approval authorizing the delegation of certain functions relating to the HELP II Loan Program to the Chairperson, or any deputy to the Chairperson, the Executive Director, and the Deputy Executive Director upon the Executive Director's written authorization or when the Executive Director is unavailable. Ms. Wei reported the existing delegation resolution expires on January 31, 2019. Authority staff seeks approval of a new resolution, identifying the same powers and duties for delegation, with a new expiration date of January 31, 2021.

Attendee: None

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Authority Action

Motion to approve Resolution No. 2018-10 authorizing the delegation of certain functions related to the HELP II Loan Program with an expiration date of January 31, 2021.

MOTION: Member Buckhorn SECOND: Member LoFaso

AYES:.....Members Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION ADOPTED.

Item #9 Delegation of Power to Enter into Contracts, Resolution No. 2018-11

Yuanyuan Wei, staff analyst, presented. Staff requested Authority approval authorizing the Chairperson, or any designee of the Chairperson, to enter into contracts on behalf of the Authority for amounts not to exceed $300,000.

Attendee: None

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Authority Action

Motion to approve Resolution No. 2018-11 to authorize delegation power to the Chairperson, or any designee to the Chairperson, for the execution of contracts on behalf of the Authority for amounts not to exceed $300,000.

MOTION: Member LoFaso SECOND: Member Buckhorn

AYES:.....Members Buckhorn, Frank, Dorsey, LoFaso, Holton-Hodson
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION ADOPTED.

Item #10 **Investment in Mental Health Wellness Act of 2013**
County of Los Angeles Quarterly Update

Sondra Jacobs, Program Manager, presented. Ms. Jacobs gave an overview of the County of Los Angeles' Quarterly Update regarding completion of their crisis residential and crisis stabilization facilities and being on track to meet their milestone deadlines set by the Authority. Ms. Jacobs highlighted a few items in the staff report.

Attendees: Via teleconference Jo Ann Yanagimoto-Pindeo, Deputy Director, Strategic Initiatives and Dr. Jonathan Sherin, M.D., PhD, Director, Los Angeles County Department of Mental Health

Ms. Yanagimoto-Pinedo gave an overview of the progress of each campus.

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Item #11 **Proposition 4 – The Children's Hospital Bond Act of 2018**

Carolyn Aboubechara, Grants Manager, presented. Ms. Aboubechara reported that on November 6, 2018, California voters passed Proposition 4, the Children's Hospital Bond Act of 2018 (the "2018 Act"). The 2018 Act authorizes the issuance of $1.5 billion in General Obligation bonds for capital improvement projects at 13 eligible children's hospitals and other public or private nonprofit hospitals that provide services for children eligible for the California Children's Services ("CCS") program. Ms. Aboubechara particularly mentioned that there is $150 million available for the hospitals who provide the CSS program services. Ms. Aboubechara also highlighted similarities and differences with the previous children's hospital programs and mentioned staff is developing the regulations and criteria for the program.

Attendees: None

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Item #12 **Peer Respite Care Grant Program**
County of Santa Cruz Peer Respite Care Grant Update

Carolyn Aboubechara, Grants Manager, presented. Ms. Aboubechara reported that the County of Santa Cruz ("the "County") and Encompass Community Services ("Encompass") previously informed Authority staff that the property would be sold in order to return the disbursed grant funds totaling $1,055,775.52 back to the Authority, which Authority staff shared with the board at the September Authority meeting.

Ms. Aboubechara reported that Encompass later notified Authority staff that they received an anonymous donation in an amount sufficient to satisfy the disbursed grant funds of $1,055,775.52 and that Encompass, along with the County, planned to forfeit the Authority Peer Respite Care grant. Ms. Aboubechara reported that grant funds were returned to the Authority on October 3, 2018, and the County indicated that Encompass will continue to operate 2nd Story as a 6-bed Peer Respite Care program. Therefore, Authority staff mailed letters acknowledging receipt of returned grant funds and forfeiture of the grant.

Attendees: None

Chairperson Holton-Hodson asked if there were any questions or public comment. There were none.

Items #13, #14, #15 Other Business, Public Comment, and Adjournment

Chairperson Holton-Hodson asked for public comment. Hearing none and with no additional business, the meeting adjourned at 2:55 P.M.