

CHILDREN'S HOSPITAL PROGRAM OF 2004 2019 ANNUAL REPORT

PROGRAM OVERVIEW

On November 2, 2004, California voters passed Proposition 61, enabling the State of California to issue \$750 million in General Obligation bonds for the Children's Hospital Program. Under California Health and Safety Code, Sections 1179.10-1179.43, the purpose of the program is to improve the health and welfare of California's critically ill children, by providing a stable and ready source of funds for capital improvement projects for children's hospitals. The California Health Facilities Financing Authority ("CHFFA") is responsible for administering the program.

Language in Proposition 61 identifies 13 children's hospitals in California as eligible for funding and sets funding maximums for each hospital. The 13 children's hospitals consist of eight private nonprofit children's hospitals and five University of California children's hospitals. Grant awards for private nonprofit children's hospitals were limited to \$74 million, less costs of issuance. Grant awards for University of California children's hospitals were limited to \$30 million, less costs of issuance and administrative costs. Costs of issuance are \$0.75 per \$1,000 of the authorized grant award and administrative costs are \$5.00 per \$1,000 of the authorized grant award.

The Children's Hospital Program of 2004 has fully awarded all 13 children's hospitals their maximums in the first and second funding rounds. Loma Linda University Children's Hospital is the only hospital that continues to receive disbursements under the second funding round. All other hospitals have received their first and second funding round grant maximums and have completed their projects. Loma Linda University Children's Hospital still has open construction projects. Staff routinely monitors these projects through a variety of methods including site visits, emails, telephone calls, disbursement requests, news reports, and construction web cams.

A total of \$8,197,013 remained after the 13 children's hospitals were awarded their grant maximums due to accrued interest and the actual costs of administration and bond issuance being less than estimated. Therefore, CHFFA developed regulations to open third and fourth funding rounds to disburse all remaining funds to the 13 children's hospitals.

In compliance with the limitations in the statute, University of California children's hospitals were allocated twenty percent (20%) of the total funds available and nonprofit children's hospitals were allocated eighty percent (80%) of the total funds available. Specifically, in the third funding round, the total amount of funds available for each University of California children's hospital was set by CHFFA to not exceed one-fifth of the twenty percent (20%) allocated to University of California children's hospitals, and the total amount of funds available for each private nonprofit children's hospital was set by CHFFA to not exceed one-eighth of the eighty percent (80%) allocated to private nonprofit children's hospitals. For the fourth funding round, the funds will be awarded for complete applications on a first-come, first-served basis.

In the third funding round, CHFFA awarded grants to 12 of the 13 children's hospitals, with the University of California, San Diego Children's Hospital being the exception. A remaining balance of \$128,121 is available for the fourth funding round, which opened on July 1, 2018. University of California, San Diego Children's Hospital has indicated that it plans to apply for the balance of the funds in the fourth funding round.

A detailed summary of the Children's Hospital Program of 2004 entailing information on funding rounds, amounts allotted by statute and regulations, the amounts disbursed, and any remaining funding per hospital is provided below.

**AWARD AND DISBURSEMENT DETAILS BY HOSPITAL
FOR THE THIRD FUNDING ROUND
(as of December 31, 2019)**

Total Awarded: \$8,068,892.00

Total Disbursed: \$6,996,220.00

University of California Children's Hospitals

CHILDREN'S HOSPITAL	GRANT AMOUNT APPROVED FOR THE THIRD FUNDING ROUND (1/5)	AMOUNT DISBURSED	STATUS
Mattel Children's Hospital at the University of California, Los Angeles	\$128,121	\$128,121	Project In Progress
University of California, Davis Children's Hospital	\$128,121	\$128,121	Project Completed
University of California, Irvine Children's Hospital	\$128,121	\$0	Project In Progress
University of California, San Francisco Children's Hospital	\$128,121	\$128,121	Project Completed
Total	\$512,484	\$ 384,363	

Nonprofit Children's Hospitals

CHILDREN'S HOSPITAL	GRANT AMOUNT APPROVED FOR THIRD FUNDING ROUND (1/8)	AMOUNT DISBURSED	STATUS
Children's Hospital & Research Center at Oakland	\$944,551	\$944,551	Project Completed
Valley Children's Hospital	\$944,551	\$944,551	Project Completed
Children's Hospital Los Angeles	\$944,551	\$944,551	Project Completed
Children's Hospital Orange County	\$944,551	\$944,551	Project Completed
Earl and Loraine Miller Children's Hospital Long Beach	\$944,551	\$944,551	Project Completed
Loma Linda University Children's Hospital	\$944,551	\$0	Project in Progress
Lucile Salter Packard Children's Hospital at Stanford	\$944,551	\$944,551	Project Completed
Rady Children's Hospital - San Diego	\$944,551	\$944,551	Project Completed
Total	\$7,556,408	\$6,611,857	

**AWARD AND DISBURSEMENT DETAILS BY HOSPITAL
FOR THE FIRST AND SECOND FUNDING ROUNDS
(as of December 31, 2019)**

Children's Hospital & Research Center at Oakland

County: Alameda

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Cost of Issuance)	STATUS
12/01/2005	\$1,695,274.00	Project Completed
08/30/2007	\$4,129,247.00	Project Completed
06/25/2009	\$28,166,801.00	Project Completed
02/25/2010	\$25,115,148.00	Project Completed
05/27/2010	\$13,314,038.00	Project Completed
07/28/2011	\$1,523,992.00	Project Completed
TOTAL = \$73,944,500.00		Full eligible amount has been disbursed*

Valley Children's Hospital

(Formally known as Children's Hospital Central California)

County: Madera

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
07/28/2005	\$1,822,768.00	Project Completed
07/28/2005	\$3,482,774.00	Project Completed
01/25/2007	\$3,766,864.00	Project Completed
02/28/2008	\$5,968,710.00	Project Completed
04/30/2009	\$54,740,826.00	Project Completed
04/25/2013	\$4,157,961.00	Project Completed
TOTAL = \$73,939,903.00		Full eligible amount has been disbursed*

Children's Hospital Los Angeles

County: Los Angeles

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
06/30/2005	\$72,188,287.00	Project Completed
TOTAL = \$72,188,287.00		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Children's Hospital Orange County

County: Orange

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
09/29/2005	\$2,700,516.00	Project Completed
01/26/2006	\$18,387,096.00	Project Completed
01/31/2008	\$19,165,562.00	Project Completed
05/28/2009	\$29,042,638.00	Project Completed
04/28/2011	\$4,602,123.00	Project Completed
TOTAL = \$73,897,935.00		Full eligible amount has been disbursed*

Earl and Loraine Miller Children's Hospital Long Beach

County: Los Angeles

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
01/25/2007	\$73,944,500.00	Project Completed
TOTAL = \$73,944,500.00		Full eligible amount has been disbursed*

Loma Linda University Children's Hospital

County: San Bernardino

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
10/8/2009	\$3,228,082.00	Project Completed
10/8/2009	\$2,864,355.00	Project Completed
09/24/2015	\$ 67,552,063.00	Project In Progress (An additional \$300,000 to be disbursed)
TOTAL = \$73,644,500.00		

Lucile Salter Packard Children's Hospital at Stanford

County: Santa Clara

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
05/25/2006	\$73,630,359.00	Project Completed
TOTAL = \$73,630,359.00		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

Rady Children's Hospital - San Diego

County: San Diego

Amount Allotted by Statute: \$74,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance)	STATUS
09/29/2005	\$1,122,038.00	Project Completed
01/26/2006	\$10,136,143.00	Project Completed
12/06/2007	<u>\$62,686,319.00</u>	Project Completed
TOTAL = \$73,944,500.00		Full eligible amount has been disbursed*

Mattel Children's Hospital at the University of California, Los Angeles

County: Los Angeles

Amount Allotted by Statute: \$30,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance and Administrative Fees)	STATUS
12/01/2005	\$29,827,500.00	Project Completed
TOTAL = \$29,827,500.00		Full eligible amount has been disbursed*

University of California, Davis Children's Hospital

County: Sacramento

Amount Allotted by Statute: \$30,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance and Administrative Fees)	STATUS
03/23/2006	\$8,345,823.00	Project Completed
04/28/2011	\$15,265,137.00	Project Completed
06/28/2012	<u>\$6,216,541.00</u>	Project Completed
TOTAL = \$29,827,501.00		Full eligible amount has been disbursed*

University of California, Irvine Children's Hospital

County: Orange

Amount Allotted by Statute: \$30,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance and Administrative Fees)	STATUS
03/26/2009	<u>\$29,827,500.00</u>	Project Completed
TOTAL = \$29,827,500.00		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.

University of California, San Diego Children's Hospital

County: San Diego

Amount Allotted by Statute: \$30,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance and Administrative Fees)	STATUS
01/27/2011	\$29,827,500.00	Project Completed
TOTAL = \$29,827,500.00		Full eligible amount has been disbursed*

University of California, San Francisco Children's Hospital

County: San Francisco

Amount Allotted by Statute: \$30,000,000.00

Grant Funds Remaining for Future Award: \$0

GRANT AWARD DATES	AMOUNT DISBURSED (After Costs of Issuance and Administrative Fees)	STATUS
08/30/2012	\$29,827,500.00	Project Completed
TOTAL = \$29,827,500.00		Full eligible amount has been disbursed*

* "Full eligible amount has been disbursed" means all grants awarded to date have been fully disbursed, and all costs of issuance, administrative costs, and interest earned for those grants have been deducted.