

**MINUTES**  
**California Health Facilities Financing Authority**  
**(“CHFFA” or the “Authority”)**  
**915 Capitol Mall, Room 587**  
**Sacramento, California 95814**

April 28, 2016 – 1:30 P.M.

Public Participation  
Call-In Number: 877.810.9415 and Participant Code: 6535126

Deputy Treasurer, Vincent Brown, serving as Chairperson, called the meeting to order at 1:38 P.M.

**Roll Call**

Members Present: Vincent Brown for John Chiang, State Treasurer  
Alan LoFaso for Betty T. Yee, State Controller  
Eraina Ortega for Michael Cohen, Director of Finance  
Judith Frank  
Sumi Sousa  
Oscar Sablan, M.D.

Members Absent: Ann Madden Rice  
Jack Buckhorn

Chairperson Brown declared a quorum present.

Chairperson Brown announced in an effort to promote transparency, a live, interactive, call-in number is 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.

**Approval of the March 24, 2016 Meeting Minutes**

Chairperson Brown asked if there were any questions or public comment; there were none.

**Authority Action**

Motion to approve the minutes from the March 24, 2016 meeting.

MOTION: Member Sousa SECOND: Member LoFaso

AYES: .....Members: Sousa, Sablan, Frank, Ortega, LoFaso, Brown

NOES: .....None

ABSTAINS: .....None

RECUSE: .....None

MOTION ADOPTED.

## **Executive Director's Report**

### **CHFFA Fund Balances and Comprehensive Debt List Summaries**

Diane Stanton, Executive Director, submitted fund balances for the record as of March 31, 2016, including the Comprehensive Debt List Summaries of CHFFA's top 16 borrowers.

### **Tax-Exempt Bond Delegation of Powers Monthly Update**

**Catholic Healthcare West 1996 Series G (Dignity Health).** Dignity Health requested CHFFA to execute a Certificate of Redemption for CHFFA Revenue Bonds, Catholic Healthcare West 1996 Series G. CHFFA's legal counsel reviewed the request and confirmed the proposed action fell within CHFFA's delegation resolution. The Executive Director executed the Certificate of Redemption on April 7, 2016.

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

There was no activity to report.

### **California Health Access Model Program ("CHAMP") Status Update**

There was no activity to report.

### **Investment in Mental Health Wellness Act of 2013 Update**

Ms. Stanton reported that the Senate Budget Sub-Committee asked CHFFA to provide an update on the program to the committee. CHFFA staff updated the committee up to the fourth round and let them know that the fifth and final round was set to be approved at the next CHFFA meeting. Public comment was given by the Counsel for Community of Mental Health Association; the County Behavioral Health Directors Association, and the National Alliance on Mental Health. Ms. Stanton further reported staff anticipates funds from the initial allocation will go unawarded and will revert back to the General Fund. At the hearing, Department of Finance reported funds awarded to the counties in earlier rounds that go unspent will remain at CHFFA and not revert to the General Fund.

Mr. Hansen joined the meeting at 1:47 P.M.

### **Legislation**

AB 2104, authored by Assemblyman Dababneh, was sponsored by the California Association of Health Facilities. The bill would make CHFFA financing and Cal-Mortgage insurance available to certain for-profit skilled nursing homes. The Association is hoping the legislation would make credit enhancements more favorable, induce more construction, and expand the capacity of skilled nursing homes.

Ms. Stanton reported amendments that changed the Medi-Cal residency rate from 60% to 65% to be eligible, as well as prioritizing facilities with 95% Medi-Cal residents and new construction projects or projects that increase bed capacity.

### **Request for Proposals (RFPs)**

CHFFA completed a competitive RFP for audit services and the contract was awarded to Gilbert & Associates.

**Site Visits**

- **Lucile Salter Packard Children’s Hospital at Stanford.** Carolyn Aboubechara, Program Manager, reported Packard had an internship program that provided a tour of the facility to see equipment, care delivery and the oncology unit. Ms. Aboubechara saw a live open heart surgery and Mr. LoFaso saw a spinal tap. Mr. Buckhorn also attended the tour.
- **Scripps Health.** Ms. Stanton reported that Scripps Health, which was approved in February 2016 for financing, opened one of the two facilities.

**Item #4** VTC Enterprises, Santa Maria, California was removed from the agenda.

**Item #5** **Investment in Mental Health Wellness Act of 2013**  
**Amendment to Resolution No. MH 2014-21**

Ms. Stanton and Ms. Aboubechara presented. At the April 24, 2014 meeting, the Authority approved a Final Allocation in the first funding round for a grant for the County of Ventura in an amount not to exceed \$1,417,055.04 to establish a new 13 bed Crisis Stabilization Unit (“CSU”) and to add seven new Mobile Crisis Support teams. Ventura County requested an extension of the expiration date of Resolution No. MH 2014-21 to December 31, 2016.

Also, Ventura County requested the Authority approve a revision to its project and use grant funds to create a 10-bed CSU program, and utilize the remaining grant funds to establish a 6-bed adolescent CSU. By revising the project, Ventura would be able to use grant funds to enhance its crisis stabilization capacity in the county.

Staff recommended the Authority approve an Amendment to Resolution No. MH 2014-21 to revise the project description and extend the Resolution expiration date to December 31, 2016. All other conditions in the Resolution shall remain the same and in full effect.

Attendees, via telephone: Leticia Rodriguez, MPA, Chief of Hospital Operations, County of Ventura.

Chairperson Brown asked if there were any questions or public comment; there were none.

**Authority Action**

Motion to approve Amendment to Resolution No. MH 2014-21.

MOTION: Member Hansen SECOND: Member Sablan

AYES: .....Members: Sousa, Sablan, Hansen, Frank, Ortega, LoFaso, Brown

NOES: .....None

ABSTAINS: .....None

RECUSE: .....None

MOTION ADOPTED.

