#### **MINUTES**

# California Health Facilities Financing Authority ("CHFFA" or "Authority") 915 Capitol Mall, Room 587 Sacramento, California 95814

September 27, 2018 – 2:00 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 2:06 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

Jacqueline Wong-Hernandez for Keely Bosler, Director, Department of Finance

Judith Frank

Robert Cherry, M.D. Oscar Sablan, M.D. Jack Buckhorn

Members Absent: Jay Hansen

Sumi Sousa

Chairperson Holton-Hodson declared a quorum present.

Dr. Oscar Sablan joined the meeting at 2:08 P.M.

### Item #2 Approval of the Minutes from the July 26, 2018 Authority Meeting

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 July 26, 2018 meeting.

MOTION: Member Wong-Hernandez SECOND: Member Buckhorn

AYES: ......Members: Buckhorn, Sablan, Cherry, Wong-Hernandez, LoFaso, Holton-Hodson

NOES:....NONE

ABSTAIN: .... Member Frank

RECUSE: .....NONE

MOTION ADOPTED.

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

Information not available.

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

Ronald Washington, Executive Director, presented the Delegation of Powers report regarding AltaMed Health Services Corporation ("AltaMed"), execution of amendment to the Escrow Agreement for Series 2015A Bonds. Mr. Washington reported that in July 2018, AltaMed requested an amendment to the Escrow Agreement for its Series 2015A Bonds. The amendment would extend the escrow period by one year from September 29, 2018 to September 29, 2019 which would allow AltaMed to draw the remaining funds from the escrow account. The Attorney General's Office and State Treasurer's Office's legal counsel reviewed the Amendment to the Escrow Agreement and confirmed that the proposed action fell within CHFFA's Bond Financing Program's Delegation Resolution No. 2017-01. The Deputy Treasurer and the Executive Director executed the Amendment to Escrow Agreement for Series 2015A on August 8, 2018.

Mr. Washington presented the Delegation of Powers report regarding Scripps Health ("Scripps"), execution of a Certificate of Redemption for Scripps Health, Series 2008A Bonds. Mr. Washington reported that in August 2018, Scripps requested a Certificate of Redemption to pay off the outstanding balance of the Series 2008A bonds in the aggregate principal amount of \$58,100,000 by the Redemption Date of October 1, 2018. The Attorney General's Office reviewed the Certificate of Redemption and confirmed that the proposed action fell within CHFFA's Bond Financing Program's Delegation Resolution No. 2017-01. The Executive Director executed the Certificated of Redemption for Series 2008A on August 20, 2018.

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

No Action Taken Pursuant to the HELP II Loan Program Delegation of Powers Resolution

## **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 mentioned that the County of Alameda ("Alameda") was expected to miss its first milestone, which was to start renovation on the crisis residential treatment facility by September 30, 2018. He also stated that he was not comfortable recommending an extension because Alameda was unable to secure a site for the program and was uncertain as to when a site would be secured. The Authority members and Alameda's attendees via teleconference, discussed Alameda's missed milestone.

Attendees: via teleconference - Carol Burton, Interim Director and Katherine Jones, Director, Adult and Older Adult System of Care, Alameda County Behavioral Health Care Services, Pam Rogers-Wyman, Adult Services Director.

Mr. Buckhorn asked Alameda if they would be ready to return to the Authority with a viable plan in the near future.

Ms. Jones, responded they would have a plan in place in the next four to six weeks so they can move forward.

Mr. Washington mentioned that County of Santa Cruz ("Santa Cruz") was in the process of closing its Peer Respite Care facility, and therefore would be forfeiting their grant award. The Authority members, Santa Cruz, and Encompass Community Services attendees via teleconference, discussed the closure of the Santa Cruz' Peer Respite Care facility.

Attendees: via teleconference – Mimi Hall, Interim Director of the Health Services Agency, and Shavon Kelly, County of Santa Cruz, and Monica Martinez, Chief Executive Officer, Encompass Community Services.

Ms. Kelly explained that after the facility closes, services would continue to be provided to the current residents and future clients through a peer outreach program.

# Report to the Legislature

Mr. Washington mentioned the Report to the Legislature was included in the agenda packet.

Item #4

Investment in Mental Health Wellness Act of 2013
Sixth Amendment to Resolution No. MH 2014-09
(County of Merced - First Funding Round) and Second Amendment to
Resolution No. MH 2014-24 (County of Merced - Second Funding Round)

Yuanyuan Wei, staff analyst, presented. The County of Merced (the "County") requested Authority approval of amendments to Resolution Numbers MH 2014-09 and MH 2014-24 to amend the milestones and extend the grant period and resolution expiration dates to October 31, 2019.

Attendees: Sharon Mendonca, Assistant Director and Michael Thompson, Staff Services Analyst, Merced Behavioral Health Recovery Services. Also present: Deborah Tobias-Gatewood, Regional Administrator of Central Region, Elsie Barton, Regional Administrator of East Region, and Karly Wiley, Regional Administrator of North Region.

Ms. Mendonca gave an overview of the project and the delays the County encountered and the actions that were taken to get the project back on track.

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

### **Authority Action**

Motion to approve amendments to Resolution Numbers MH 2014-09 and MH 2014-24 to amend milestone conditions as outlined in the resolution and extend the grant period and resolution expiration dates from December 31, 2018 to October 31, 2019.

MOTION: Member LoFaso SECOND: Member Sablan

AYES:..... Members Buckhorn, Sablan, Cherry, Frank, Wong-Hernandez, LoFaso,

Holton-Hodson

NOES:.....NONE ABSTAIN:....NONE RECUSE:.....NONE

MOTION ADOPTED.

Ms. Frank recused herself from Items 5 and 6, stating that she is a consultant for the County of Los Angeles.

Item # 5 Community Services Infrastructure Grant Program, Resolution No. 2018-06 Sondra Jacobs, Program Manager, presented. Staff requested Authority approval to submit emergency regulations for the Community Services Infrastructure Grant Program ("CSI Grant Program") to the Office of Administrative Law for adoption.

Ms. Jacobs mentioned there was a correction made to the CSI Grant Program Application, Attachment B, Legal Status Questionnaire for Counties. The corrected document was provided to Authority members.

Ms. Jacobs reported the Authority conducted a webinar in August in which there were over 100 participants. Throughout the webinar, the Authority received a lot of support for the program and positive feedback from stakeholders on the regulations.

Ms. Jacobs gave an overview of the program, regulations and forms provided in the board packets, highlighting some of the areas where lessons learned from previous grant programs were implemented.

Attendee: Constance Gustafson, Senior Associate, California Institute for Behavioral Health Solutions, the Authority's technical advisor

Ms. Gustafson provided programming information regarding current jail diversion programs and the need for additional programs throughout California.

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

## **Authority Action**

Motion to approve Resolution No. 2018-06 approving the adoption of regulations and authorizing emergency rulemaking proceedings.

MOTION: Member Sablan SECOND: Member LoFaso

AYES:..... Members, Buckhorn, Sablan, Cherry, Wong-Hernandez, LoFaso,

Holton-Hodson

NOES:.....NONE ABSTAIN:....NONE

RECUSE:..... Member Frank

MOTION ADOPTED.

#### Item #6

# Investment in Mental Health Wellness Grant Program for Children and Youth, Resolution No. 2018-07

Carolyn Aboubechara, Grants Manager, presented. Staff requested Authority approval to submit emergency regulations for the Investment in Mental Health Wellness Grant Program for Children and Youth to the Office of Administrative Law.

Ms. Aboubechara provided an overview of the program, regulations and forms included in the board briefing packets, highlighting some of the areas where lessons learned from previous grant programs were implemented.

Attendees: None

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

## **Authority Action**

Motion to approve Resolution No. 2018-07 approving the adoption of regulations and authorizing emergency rulemaking proceedings.

MOTION: Member Wong-Hernandez SECOND: Member LoFaso

AYES:.....Members Buckhorn, Sablan, Cherry, Wong-Hernandez, LoFaso, Holton-Hodson

NOES:.....NONE ABSTAIN:....NONE

RECUSE:..... Member Frank

MOTION ADOPTED.

#### **Item #7**

# Investment in Mental Health Wellness Act of 2013 - County of Los Angeles Quarterly Update

Erin Lane, staff analyst, presented. Ms. Lane gave an update and overview of the County of Los Angeles' (the "County") Quarterly Report. Ms. Lane highlighted a few items in the staff report.

Attendee: Jo Ann Yanagimoto-Pinedo, Deputy Director, Strategic Initiatives

Ms. Yanagimoto-Pinedo gave an overview of the County's collaboration with other agencies in order to complete the projects on time and successfully.

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

## Items #8, #9, #10 Other Business, Public Comment, Adjournment

Chairperson Holton-Hodson asked for public comment. Hearing none and with no additional business, the meeting adjourned at 3:41 P.M.