

MINUTES

CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (CHFFA or AUTHORITY)

915 Capitol Mall, Room 110
Sacramento, California 95814

300 S. Spring Street, Suite 8500
Los Angeles, California 90013

December 2, 2021 – 1:30 P.M.

Public Participation

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

OPEN SESSION

Audrey Noda, Chair, called the meeting to order at 1:31 P.M.

The Secretary announced to the public joining in by phone the instructions for being heard.

Item #1

Roll Call

Members Present: Via Microsoft Teams Meeting:
Audrey Noda for Fiona Ma, CPA, State Treasurer
Indira McDonald for Betty T. Yee, State Controller
Francisco Silva
Robert Cherry, M.D.
Katrina Kalvoda (arrived at 1:57 P.M.)
Keri Kropke

Members Absent: Keely Martin Bosler, Director, Department of Finance
Antonio Benjamin

Staff Present: Frank Moore, Executive Director
Carolyn Aboubechara, Deputy Executive Director
Kylie Stasko, Staff Services Analyst

Chair Noda declared a quorum present.

Item #2

Approval of the Minutes from the October 28, 2021 Authority Meeting (Action Item)

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve the minutes from the October 28, 2021 Authority meeting.

MOTION: Member Silva

SECOND: Member Cherry

AYES:.....Members: Silva, Cherry, Kropke, McDonald, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Item #3 **Executive Director’s Report (Information Item)**

CHFFA Comprehensive Debt List Summaries

Mr. Moore reported on the Comprehensive and Equipment Debt List Summaries as of October 31, 2021.

Bond Delegation of Powers Monthly Update

Mr. Moore reported that there were no actions taken pursuant to the Bond Delegation of Powers Monthly Update.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

HELP II Loan Program Delegation of Powers Monthly Update

Mr. Moore reported a Delegation of Powers report for Thessalonika Family Services, Inc. (Thessalonika). Mr. Moore reported that in November 2021, Thessalonika provided notice to CHFFA of its intent to place a second lien on two properties collateralized by the HELP II loans and requested CHFFA to execute a letter of approval. CHFFA would remain in the first lien position on both properties. The Executive Director executed the letter of approval on November 10, 2021.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

HELP II Loan Program Debt Service Payment Deferrals Update

Mr. Moore reported that there were no actions taken pursuant to the HELP II Loan Program Debt Service Payment Deferrals Delegation of Powers Resolution.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

COVID-19 Emergency HELP Loan Program Update

Mr. Moore reported that there were no actions taken pursuant to the COVID-19 Emergency HELP Loan Program Update.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

Contract Delegation of Powers Monthly Update

Mr. Moore reported that CHFFA entered into a new contract, CHFFA #02-21, with Orrick, Herrington & Sutcliffe LLP (Orrick) for outside legal services to serve as disclosure counsel on Cal-Mortgage insured bond financings. The Attorney General's Office granted CHFFA written consent to retain Orrick as outside disclosure counsel. The Executive Director executed the agreement in July 2021. The contract took effect on July 13, 2021 with the approval of the Department of General Services.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

Investment in Mental Health Wellness Grant Program for Children and Youth Delegation of Powers Update

Mr. Moore reported that there were no actions taken pursuant to the Investment in Mental Health Wellness Grant Program for Children and Youth Delegation of Powers Monthly Update.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

Community Services Infrastructure Grant Program Delegation of Powers Update

Mr. Moore reported a Delegation of Powers report for the County of Riverside (County). Mr. Moore reported that on October 20, 2021, the County submitted a request to extend its open and operational milestone deadline from October 31, 2021 to December 31, 2021. The Executive Director executed the milestone extension on October 29, 2021.

Mr. Moore presented the Summary of Delegation Actions taken from January 1, 2021 to December 2, 2021.

Authority Meeting Dates for Calendar Year 2022

Mr. Moore mentioned that the proposed tentative calendar year 2022 meeting dates were included in the meeting materials.

Other Items

Mr. Moore reported that the deadline to apply for the third funding round for the Investment in Mental Health Wellness Grant Program for Children and Youth was October 29, 2021. Mr. Moore also reported that ten applications were received, of which two applications were not eligible, and that the third funding round was oversubscribed. The program had approximately \$22 million available, and the eligible eight applications requested approximately \$64.7 million in grant funding. He continued that staff was in the process of determining initial allocations and planned to bring final allocations for the Authority's consideration at a future board meeting.

Mr. Moore reported that the deadline to apply for the first funding round of the Nondesignated Public Hospital Bridge Loan Program was December 1, 2021. Mr. Moore also reported that twenty-two applications were received.

Mr. Moore reported that the Investment in Mental Health Wellness Grant Program Annual Report had been delivered to the Legislature and copies of the report were provided to the Authority members with the meeting materials.

Chair Noda asked if there were any questions or public comment; there were none.

Item #4 **County of Mendocino**
Investment in Mental Health Wellness Grant Program (Third Funding Round)
Amendment to Resolution No. MH 2015-03 (Action Item)

Ms. Stasko presented. The County of Mendocino (County) requested Authority approval to amend its milestone deadline of being open and operational to March 31, 2021, to amend its milestone deadline to submit all disbursement documentation to April 30, 2022, and to extend the resolution and grant period expiration dates to June 30, 2022. Ms. Stasko reported that the County’s request was due to the impact of the COVID-19 pandemic on the supply chain, which caused delays in the construction timeline. Ms. Stasko stated that the construction of the project was close to completion, pending the delivery and installation of a generator. In addition, the service provider started the process of obtaining the program license. The County anticipated the facility to be open and operational by March 31, 2022.

Attendees: (via teleconference) Jenine Miller, Director, and Karen Lovato, Senior Program Manager, Mendocino County Behavioral Health and Recovery Services.

Ms. Lovato gave an overview of the delays that had impacted the construction timeline of being open and operational by November 30, 2021. Ms. Lovato stated that the County was actively working with its service provider on the licensing process.

Chair Noda asked if there were any questions or public comment; there were none.

Authority Action

Motion to approve sixth amendment to Resolution No. MH 2015-03 to amend the milestones and extend the resolution and grant period expiration dates. All other conditions in the resolution shall remain the same and in full effect.

MOTION: Member Cherry SECOND: Member Kropke

AYES:.....Members: Silva, Cherry, Kropke, McDonald, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

Item #5 **County of Yolo**
Community Services Infrastructure Grant Program (Second Funding Round)
Resolution No. CSI 2020-09B (Action Item)

Ms. Stasko presented. Authority staff requested Authority approval to set a cure period ending March 31, 2022 for the County of Yolo (County) to cure an event of default. Ms. Stasko explained that the County did not meet its readiness, feasibility, and sustainability deadline of November 1, 2021 and had not identified a property for the Community Services Infrastructure grant project. The County and Authority staff had been in lengthy discussions regarding an amendment to the grant agreement so that New Hope Community Development Commission (New Hope CDC), an affiliate of Yolo County Housing Authority, could purchase and hold the title to the property. Authority staff presented the County and New Hope CDC with an amended

grant agreement; however, New Hope CDC did not agree with the level of responsibility outlined in the grant agreement. Ms. Stasko explained that the County now intended to have Yolo County Housing Authority purchase and hold the title to the property. Ms. Stasko stated that the County was actively looking for a property and was committed to the grant project. Additionally, if the County was unable to meet the readiness, feasibility, and sustainability program requirements by March 31, 2022, the grant would be cancelled.

Attendees: (via teleconference) Ian Evans, Adult & Aging Branch Director and Glenn Johnson, Alcohol and Drug Program Coordinator, Yolo County Health and Human Services Agency; Julie Freitas, Clinic Manager, Forensics, Homeless and Substance Use Disorder Services, Yolo County Health and Human Services Agency; Sandra Sigrist, LCSW, Interim Executive Director, Yolo County Housing Authority; Philip Pogledich, County Counsel and Hope P. Welton, Senior Deputy County Counsel, Yolo County Counsel's Office; and Chad Rinde, Interim County Administrator, Yolo County Administrator's Office.

Mr. Evans explained the need for this program in the County and the struggle with finalizing an amended grant agreement. Mr. Evans stated that the County was actively working on the agreement with Yolo County Housing Authority and asked the Authority's consideration for an extension of the cure period deadline to April or May of 2022, allowing additional time to locate a property and complete community outreach.

Mr. Rinde thanked the Authority for the additional time to complete the project and stated that the project was a top priority for the County and the Board of Supervisors.

Member Kropke thanked the County for submitting the letters of support.

Member Silva asked if staff had any issues with allowing the County a later cure period expiration date, and Mr. Moore responded that staff didn't have an issue with the County having a later cure period deadline.

Chair Noda asked about the County's concern with a March 31st cure period deadline.

Mr. Evans responded that the County's concern was having enough time to complete the community outreach efforts and finding a property. Mr. Evans stated that the County is working on a community outreach plan that would be taken to the Board of Supervisors in January 2022.

Member Kropke made a motion to go with the staff's recommendation and approve the cure period with a deadline of March 31, 2022.

Chair Noda asked if there is a second, there was none.

Members Cherry and Silva stated that they would like to see the County receive more time.

Chair Noda asked the board if there was a motion to approve the cure period.

Member Silva motioned to approve the cure with a deadline of April 30, 2022.

Member McDonald seconded the motion.

Chair Noda asked if there were any additional questions or public comment; there were none.

Authority Action

Motion to approve Resolution No. CSI 2020-09B to set a cure period ending on April 30, 2022.

MOTION: Member Silva

SECOND: Member McDonald

AYES:.....Members: Silva, Cherry, Kropke, McDonald, Noda

NOES:.....NONE

ABSTAIN:.....NONE

RECUSE:.....NONE

MOTION APPROVED.

Items #6 and #7

Public Comment and Adjournment

Chair Noda asked for public comment. Hearing none, the meeting adjourned at 1:58 P.M.