

MINUTES

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY
(CHFFA or AUTHORITY)
915 Capitol Mall, Room 587
Sacramento, California 95814
February 27, 2020 – 1:30 P.M.**

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

OPEN SESSION

Deputy Treasurer Audrey Noda, Chair, called the meeting to order at 1:32 P.M.

The Secretary announced that, 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: Audrey Noda for Fiona Ma, CPA, State Treasurer
Jacqueline Wong-Hernandez for Betty T. Yee, State Controller
Gayle Miller for Keely Martin Bosler, Director, Department of Finance
Judith Frank
Jay Hansen (arrived at 1:55 P.M.)
Oscar Sablan, M.D.
Keri Kropke

Members Absent: Robert Cherry, M.D.
Katrina Kalvoda

Staff Present: Frank Moore, Executive Director
Carolyn Aboubechara, Deputy Executive Director

Chair Noda declared a quorum present.

Item #2 Approval of the Minutes from the January 30, 2020 Meeting

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

Authority Action

Motion to approve the minutes from the January 30, 2020 meeting.

MOTION: Member Miller SECOND: Member Wong-Hernandez

AYES:.....Members: Sablan, Kropke, Miller, Wong-Hernandez, Noda

NOES:.....NONE

ABSTAIN:.....Member: Frank

RECUSE:.....NONE

MOTION APPROVED.

CHFFA Comprehensive Debt List Summaries

Mr. Moore reported that the Comprehensive and Equipment Debt List Summaries are included in the binder.

Tax-Exempt Bonds Delegation of Powers Monthly Update

Mr. Moore reported that there was no action taken pursuant to the Tax-Exempt Bond Delegation of Powers Resolution.

HELP II Loan Program Delegation of Powers Monthly Update

Mr. Moore reported that there was no action taken pursuant to the HELP II Loan Program Delegation of Powers Resolution.

Contract Delegation of Powers Monthly Update

Mr. Moore reported that there was no action taken pursuant to the Contract Delegation of Powers Resolution.

Site Visits

Mr. Moore reported that he and Carolyn Aboubechara joined Treasurer Fiona Ma and Deputy Treasurer Noda on a visit to San Bernardino and Riverside Counties Crisis Residential Treatment facilities and Crisis Stabilization Units.

Chair Noda thanked staff, Mr. Moore and Ms. Aboubechara, for arranging the tours to the mental health centers and asked them to continue to extend invitations to Authority members.

Member Frank asked how the site visits were going.

Mr. Moore responded that they were going very well.

Mr. Moore reported that some potential legislation might be coming down the pipe line. The sponsor of this legislation is the California Association of Health Facilities. Mr. Moore stated that there might be a potential author of the bill; Assembly Member Adrin Nazarian. The bill would expand the definition of an eligible health facility to allow for-profit skilled nursing facilities access to CHFFA's funding opportunities.

Mr. Moore introduced two new staff members, Chris Healy and Ciprian Ungureanu.

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

Item #4**Resolution No. 439, Stanford Health Care,**

Matthew Francis, Staff Analyst, presented. Stanford Health Care (SHC) requested Authority approval to issue tax-exempt bonds in an amount not to exceed \$515,000,000. Mr. Francis reported that the bond proceeds would be used to reimburse expenditures incurred from SHC's new Stanford Hospital project. Additionally, SHC plans to refund all or a portion of the outstanding CHFFA Series 2012C Bonds, CHFFA Series 2012D Bonds, and CHFFA Series 2015B Bonds.

Attendees: Rafif Ismail, Director Underwriter Services. Also present: John D. Badwick, Vice President, Morgan Stanley & Co. LLC; Safi Najdawi, Director, RBC Capital Markets, LLC, Underwriter; and Kathen A. Leak, Esq., Orrick, Herrington & Sutcliffe LLP, Bond Counsel.

Ms. Ismail thanked the Authority and gave a brief overview of the new SHC hospital.

AYES:.....Members: Hansen, Sablan, Kropke, Frank, Miller, Wong-Hernandez, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Item #6 **Amendment to Resolution No. HII-321,
Hart Community Homes, Inc.**

Matthew Francis, Staff Analyst, presented. Hart Community Homes, Inc. (Hart Homes) requested Authority approval to extend Resolution No. HII-321's expiration date from March 26, 2020 to June 26, 2020 to provide the necessary time needed to disburse funds.

Attendees: (via teleconference) Carissa Hart-Bunevith, Executive Director and Bill Hart, Founder and President of the Board.

Ms. Hart-Bunevith gave a brief explanation of the circumstances for the extension.

Member Hansen asked a general question about the price of the property.

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

Authority Action

Motion to approve the Amendment to Resolution No. HII-321 for Hart Community Homes, Inc., to extend the expiration date by three months, to June 26, 2020. All other conditions of Resolution Number HII-321 remain the same and in full effect.

MOTION: Member Frank SECOND: Member Wong-Hernandez

AYES:.....Members: Hansen, Sablan, Kropke, Frank, Miller, Wong-Hernandez, Noda
NOES:.....NONE
ABSTAIN:.....NONE
RECUSE:.....NONE

MOTION APPROVED.

Item #7 **Resolution No. 2020-01, Interagency Agreement with
the State Treasurer's Office, Public Finance Division,**

Crystal Wong, Staff Analyst, presented. Ms. Wong reported the proposed interagency agreement with the State Treasurer's Office, Public Finance Division (PFD) would provide agent for sale services for the Authority's conduit transactions and agent for sale, trustee, and administrative services for the No Place Like Home (NPLH) Program. Ms. Wong requested approval of the contract that would be for three calendar years from January 1, 2020 to December 31, 2022 in an amount not to exceed \$1,275,000.

Attendee: Geoff Palmertree, Manager of Conduit Financing and Investor Relations, Public Finance Division, State Treasurer's Office.

Member Hansen asked which fund did the money come from.

Ms. Wong responded the conduit transactions come from the CHFFA fund. The NPLH funds would come from the Mental Health Services Act Fund.

