

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (Authority)
COMMUNITY SERVICES INFRASTRUCTURE GRANT PROGRAM**

**Executive Summary
Fourth Funding Round Final Allocations**

May 25, 2023

Background

The Community Services Infrastructure Grant Program (Welf. & Inst. Code, § 5848.51) (CSI Grant Program) has the goal of promoting jail and prison diversion programs and services by increasing and expanding mental health treatment facilities, substance use disorder treatment facilities, and trauma-centered service facilities in local communities. The enacted 2016-17 Annual Budget Act allocated \$65,813,000 in a one-time appropriation for counties under the CSI Grant Program.

The Authority adopted emergency regulations that were approved in November 2018 by the Office of Administrative Law, and the regulations became permanent in October 2019. An amendment to the permanent regulations was approved by the Office of Administrative Law in June 2022, requiring all grant applications to be submitted through an online grant management platform.

The Authority approved awards in three funding rounds totaling \$70,313,000.00 for 17 grant projects in 12 counties. Three counties forfeited four grant awards in their entirety for a combined total of \$9,772,268.20; additionally, a combined amount of \$874,805.56 has been forfeited by counties who completed their projects for less than their total grant award, leaving a total of \$10,647,073.76 in forfeited funding.

On September 23, 2021, Governor Newsom signed the Budget Act of 2021 (Senate Bill 170, Stats. 2021, ch. 240, § 26), which extended the CSI Grant Program encumbrance deadline from June 30, 2020, to June 30, 2023, resulting in a June 30, 2025, disbursement deadline. Thus, the total amount of \$10,647,073.76 in forfeited funds was made available for a third and fourth funding round. A total of \$4,500,000 was awarded in the third funding round, leaving a total amount of \$6,147,073.76 for the fourth and final funding round.

The fourth funding round was opened on December 12, 2022, with an application submission deadline of March 3, 2023. The Authority received four applications from three counties (Fresno, Santa Clara, and Yuba) and one from a non-profit entity for a total grant amount requested of \$22,140,443.80 for facility acquisition, renovations, furnishings and equipment, information technology, and start-up costs.

Evaluation Process

Two of the four applications (Santa Clara County and Yuba County) received by the Authority were scored and ranked according to the criteria listed in California Code of Regulations, title 4, section 7419 of the CSI Grant Program's regulations by two analysts and reviewed by a grant review committee that consisted of Authority managers and the Authority's technical advisor, the California Institute for Behavioral Health Solutions. Two applications were not eligible for scoring: 1) the non-profit entity is not a county or counties applying jointly and therefore does not meet the criteria of an eligible applicant, and 2) Fresno County submitted its application after the submission deadline and the application was not submitted in the required format.

In accordance with the CSI Grant Program regulations, Authority staff informed applicants of the outcomes of the review process in the form of Initial Allocation¹ letters and discussed the results of the Initial Allocations with each county.

Yuba County withdrew its application before receiving an Initial Allocation because it determined that it did not have sufficient county resources to manage grant activities.

Therefore, the remaining applicant, Santa Clara County, received an Initial Allocation for its total grant amount request of \$6,000,000.00. Appeals regarding the proposed funding were not received.

If approved, the proposed grant for Santa Clara County would expand jail diversion services in the county by expanding its existing Transitional Housing Unit program with the addition of 18 beds through the purchase of three homes. Santa Clara County anticipates that the program will provide mental health services to approximately 36 justice-involved individuals annually.

Staff Recommendation

Staff recommends the Authority approve a Final Allocation totaling \$6,000,000.00 for Santa Clara County. Further information on the fourth funding round applicants and Initial Allocations are in the attached Exhibit A “Fourth Funding Round - Summary of Applications and Initial Allocations” and a staff summary and resolution for Santa Clara County. Also, a summary of the total awards made for the CSI Grant Program to date is provided in the attached Exhibit B “Summary of Total Awards by Region.”

Next Steps

The encumbrance deadline for the CSI Grant Program is June 30, 2023, therefore the fourth funding round is the last funding round. If the Authority approves the Final Allocation for Santa Clara County, the remaining \$147,073.76 in CSI Grant funding will revert back to the General Fund. Authority staff will continue to work closely with each county that was approved for CSI grant funding to ensure timely completion of projects and that all funds are disbursed before the program and funding expiration date of June 30, 2025.

Exhibits

Exhibit A: Fourth Funding Round – Summary of Applications and Initial Allocations

Exhibit B: Summary of Total Awards by Region

¹ Initial Allocation is defined in California Code of Regulations, title 4, section 7413 as, “the Grant amount the Authority staff recommends the Authority approve for Final Allocation ...” and Final Allocation is defined as “the Grant amount approved by the Authority...”

Community Services Infrastructure Grant Program
Fourth Funding Round - Summary of Applications and Initial Allocations

Applicant	Project Title	Funding Request	Initial Allocation
Children Uniting Nations, Inc. *	Every Girls City	\$ 7,000,000.00	\$ 0.00
Fresno County **	Jail Diversion Mental Health Rehabilitation Center	5,827,061.00	0.00
Santa Clara County	SCC BHSD – Forensic, Diversion & Reintegration Division Transitional Housing	6,000,000.00	6,000,000.00
Yuba County ***	Innovation Housing Center	3,313,382.80	0.00
Total Recommended:			\$ 6,000,000.00

* Children Uniting Nations, Inc. did not meet the applicant eligibility criteria.

** Fresno County did not submit its application by the submission deadline nor in the required format.

*** Yuba County withdrew its application before receiving the Initial Allocation because it determined that it did not have sufficient County resources to manage grant activities.

Community Services Infrastructure Grant Program
Summary of Total Awards by Region

Bay Area Region							
Round	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
1	Sonoma	X	X	X	\$ 2,266,191.00	6	20
2	Contra Costa ¹	X			1,150,018.20	0	0
2	Solano	X			6,301,108.00	16	16
3	Santa Clara	X			2,000,000.00	8	16
4	Santa Clara ²	X			6,000,000.00	18	36
Totals					\$ 16,567,299.00	48	88

Central Region							
Round	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
1	San Joaquin	X	X		\$ 2,500,000.00	16	32
1	Yolo ¹	X	X		1,000,000.00	0	0
2	Sacramento	X	X	X	1,690,542.67	150	150
2	San Joaquin	X	X		2,930,186.00	16	32
2	Yolo ¹	X			1,622,250.00	0	0
3	Merced	X	X	X	2,500,000.00	75	75
Totals					\$ 9,620,728.67	257	289

Superior Region							
Round	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
2	Nevada	X	X		\$ 1,085,664.00	4	6
Totals					\$ 1,085,664.00	4	6

Southern Region							
Round	County	Treatment/Services Provided			Capital Funding	Expected Program Capacity	Expected Clients Served Annually
		MH	SUD	Trauma			
1	Los Angeles-ODR ¹	X	X		\$ 6,000,000.00	0	0
1	Riverside	X	X		4,000,000.00	54	648
1	San Luis Obispo	X	X		855,832.00	33	40
2	Los Angeles-DMH	X	X		10,125,415.13	81	164
2	Los Angeles-ODR	X	X	X	5,300,945.00	12	72
2	Riverside	X			18,984,848.00	30	32
Totals					\$ 39,267,040.13	210	956
Grand Total ³:					\$ 66,540,731.80	519	1,339

1 County forfeited the entire grant award.

2 Fourth Funding Round information is based on approval of the Final Allocation presented at the Authority's May 2023 board meeting. Details are subject to change based on Final Allocation results.

3 Grand total do not include the grants that were entirely forfeited. However, it does include \$874,805.56 in partial forfeitures.