

BONDS

There are two major government authorities that issue bonds for non-profits. The California Health Facilities Financing Authority (CHFFA), which was established in 1979 and operates pursuant to the California Health Facilities Financing Authority Act in the California Government Code Sections 15430-15462.5, and California Communities Joint Powers Authority.

CHFFA was created to be the State's vehicle for providing financial assistance to public and non-profit health care providers through loans funded by the issuance of tax-exempt bonds. Most CHFFA financing is for public or non-profit hospitals. However, licensed health facilities such as adult day health centers, community clinics, developmentally disabled centers and drug and alcohol rehabilitation centers are eligible for financing. Section 15432 (d) of the California Government Code defines health facilities eligible for financial assistance by CHFFA.¹ As of March 2009, CHFFA has issued \$21.7B worth of bonds.

CHFFA also has a specific program for small and rural health facilities called the HELP II Financing Program, which provides three percent (3%), fixed interest loans of up to \$750,000. HELP II loans may be used to purchase or construct new facilities, remodel or renovate existing facilities, and purchase equipment or furnishings. Since the program's inception in 1988, the Authority has loaned more than \$60 million to small and rural health facilities.

California Communities[®] can assist 501(c)(3) nonprofit organizations by providing access to low-cost, tax-exempt bonds (“Bonds”) to finance or refinance the acquisition, construction, installation, expansion or rehabilitation of land, buildings, and equipment. California Communities[®] has issued over \$23.4 billion in qualified 501(c)(3) bonds for more than 250 nonprofit organizations throughout California, including hospitals and medical centers, private educational institutions, student housing facilities, multifamily housing facilities, museums, cultural centers, and assisted living facilities to name a few.²

Below is a sample list of similar non-profits in the same region as Tarzana which have used these authorities to get low interest loans.

1	AIDS Healthcare Foundation – 2005, \$7.25M
2	AIDS Healthcare Foundation - Los Angeles \$1,100,000 (application pending)
3	Asian Pacific Health Care Venture, Inc.
4	Asian-American Drug Abuse Program
5	Casa Pacifica Centers for Children and Families -2
6	Child and Family Center \$5.3M- 2005, \$2.8M- 2000
7	Children's Clinic (The)

¹ <http://www.treasurer.ca.gov/chffa/introduction.asp>

² <https://www.psacommunities.org/fs/apps/?app=1>

8	CHILDREN'S INSTITUTE INTERNATIONAL. - \$26.2M (application pending)
9	Didi Hirsch Psychiatric Service
10	Drug Abuse Alternatives Center
11	Excelsior House – 2000, \$612,000
12	Hillview Mental Health Center, Inc. \$3.3M - 2002
13	Impact Drug and Alcohol Treatment Center \$758,000 - 2003
14	Jump Street \$612,000 - 2000
15	JWCH Institute, Inc.
16	Los Angeles Centers/Alcohol & Drug
17	Los Angeles Free Clinic (The)
18	Mental Health Systems Inc.
19	MHA Village – 2008 - \$566,667
20	Mid Valley Recovery Services II \$612,000 - 2004
21	Mid Valley Recovery Services III \$612,000 - 2004
22	Orange County ARC
23	Penny Lane \$4.6M 2002
24	Phoenix Houses of California, Inc. – 1994, \$5.5M
25	Phoenix Houses of Los Angeles. Inc. \$766,000 1994
26	Prototypes, A Center for Innovation in Health, Mental Health and Social Services 2001, \$6.1M
27	Samaritan House
28	San Fernando Valley Community Mental Health Center, Inc. – 1998, \$3.7M
29	Southern California Alcohol and Drug Programs, Inc. -2001, \$1.78M
30	Substance Abuse Foundation of Long Beach
31	TAY Academy \$566,667 - 2008
32	The H.E.L.P. Group – 2000, \$17.6M
33	The HELP Group - 2009 - \$6M (application pending)
34	URDC Human Services Corporation
35	Valley Community Clinic
36	Verdugo Mental Health – 2007, \$5.5M