



W A S H I N G T O N

HEALTH CARE FACILITIES

A U T H O R I T Y

Financing the Health Care Future

Board Members

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Lieutenant Governor
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Toni Hood

Secretary
Department of Health
John Wiesman

Public Member
Steven R. Jacobs

Executive Director
Donna A. Murr

**Washington Health Care Facilities Authority
Special Meeting by Teleconference
Wednesday, September 9, 2020 Meeting Minutes**

A special meeting of the Washington Health Care Facilities Authority was held by teleconference. Meeting notices were mailed to all members of the Authority, to all persons who requested such meeting notice, and to those members of the media presently on the mailing list for receiving meeting notices of the Washington Health Care Facilities Authority.

Members Present:

David Schumacher, Governor's Designee, Member, Chair
Toni Hood, Insurance Commissioner's Designee, Member
Steve Jacobs, Public Member

Authority Staff Present:

Shannon Govia, Assistant Executive Director and Program Manager
Ashlee Frye, Assistant Executive Director and Chief Financial Officer
Danni Miller, Executive Assistant

Others Present:

Rusty Fallis, Authority Assistant Attorney General
Dan Gottlieb, Authority Bond Counsel, Hillis Clark Martin & Peterson P.S.
Robyn Helmlinger, Authority Bond Counsel, Orrick Herrington & Sutcliffe LLP
Bryan Victor, Authority Bond Counsel, Orrick Herrington & Sutcliffe LLP
Mayling Leong, Authority Bond Counsel, Orrick Herrington & Sutcliffe LLP
Matt Swafford, Authority Financial Advisor, Melio & Company
Raul Ardelean, Authority Financial Advisor, Melio & Company
Joey Freichels, Authority Financial Advisor, Melio & Company
Joe Vessey, Chief Executive Officer, Community Health Center of Snohomish County
John Self, Wells Fargo Bank, N.A.
Marc Stasiowski, Wells Fargo Bank, N.A.
Joyce Sinakhone, SEIU

Mr. Schumacher called the meeting to order at 11:02 a.m. after noting a quorum was present consisting of himself, Ms. Hood, and Mr. Jacobs.

Review, discussion and possible action regarding the Minutes from the August 24, 2020 Authority Board Meeting.

Upon motion by Mr. Jacobs and seconded by Ms. Hood, the minutes of the August 24, 2020 Authority meeting were accepted by a vote of 3-0.

Review, discussion and possible action regarding the adoption of Resolution No. 2020-04 approving the application for financial assistance and authorizing the issuance and sale of a bond for the benefit of Community Health Center of Snohomish County (CHCSC).

Mr. Govia summarized Resolution No. 2020-04 which, if adopted, would approve the application for financial assistance submitted by Community Health Center of Snohomish County (“CHCSC”) and authorize the issuance and sale of a bond in the principal amount of \$8,000,000. The proceeds of the loan will be used to finance the construction and expansion of a clinic in Edmonds, Washington, reimburse CHCSC for prior capital expenditures, refinance the Authority’s Series 2013 Bond issued for the benefit of CHCSC, and pay costs of issuance.

The financing will be structured as a Quick Loan – private placement. The primary bondholder security is a Deed of Trust. There are no Certificate of Need issues per the Department of Health. A TEFRA hearing was held on July 2, 2020, at which no individuals testified for or against the project. The interest rate is fixed at 2.58% with a 10 year initial loan term. The depository bank is Wells Fargo, N.A. CHCSC estimates an approximate savings of \$213,216 in interest costs over traditional taxable interest rate financing.

Mr. Govia introduced Ms. Leong from Orrick Herrington & Sutcliffe LLP., serving as the Authority’s bond counsel for this transaction. Ms. Leong summarized the documents presented for approval and indicated that they are all in good order. Based on the determinations that are required by Authority’s WACs, the due diligence investigation conducted by bond counsel, as well as the information in the application, Mr. Govia urged adoption of Resolution No. 2020-04 for the benefit of CHCSC.

Mr. Govia introduced Mr. Vessey from CHCSC who thanked the Authority for their continued support.

There being no further discussion, upon motion by Mr. Jacobs, seconded by Ms. Hood, Resolution No. 2020-04 was adopted by a 3-0 roll call vote.

Adjournment:

There being no further business, the meeting was adjourned at 11:11 am.

John Wiesman, Secretary