Housing Trust Fund

$3.5 MILLION APPROPRIATION FOR FY2020
SECURE BEHAVIORAL HEALTH RESIDENTIAL TREATMENT FACILITY
$3.5 million set aside
Secure Behavioral Health Residential Facility
For persons with Serious Mentally Illness, chronically resistant to treatment
- COURT ORDERED -

ARS 41-3955(D); 36-425.06(A); 36-550.05(B)3; 36-550.09

FACILITY FINANCING:
Arizona Department of Housing (ADOH)

LICENSESING:
Arizona Department of Health Services (ADHS)

OPERATING FUNDING:
Arizona Health Care Cost Containment System (AHCCCS)
Upcoming Loan Application

Timing: TBD

Methods under consideration:
- First come, first served
- Set deadline (competitive)
Upcoming Loan Application

- Residential Facility Owner ("Owner")
  - APPLICANT

- Residential Facility Operator ("Operator")
  - Licensed Behavioral Health Services provider able to access Medicaid funding for the operation of the facility through AHCCCS

- Could be the same or related legal entity, or separate. If related or separate, an Agreement between the parties would be required.
Application Requirements

GENERAL:

- Cover Letter
- Application Forms
- Project Schedule
- Development Team (Owner, Operator, Consultants)
- Owner’s Legal Formation Docs & Financial Statements
- Operator’s Legal Formation Docs & Financial Statements
- Operator’s Organization Chart & Expected Ops Team
- Secure Behavioral Health Residential Program Narrative
Requirements

PROPERTY INFORMATION:

- Acquisition & Site Control Docs (e.g., purchase contract or option)
- Planning & Zoning Verifications
- Appraisal ("as-is" market value)
- Will Serve letters from Utilities (if new construction or vacant building)
- Project Design Documents
- Capital Needs Assessment (existing buildings)
- Environmental Assessment
- Preliminary Construction Contract
FINANCING INFORMATION:

- Development Budget
- Letters of Interest/Award letters for subordinate financing (if applicable), including Owner carryback financing proposals
- Project Operating Pro forma (30 years)
  - Expenses (increase 3% each year)
  - Income (base on Medicaid expectations, reasonably trended)
  - Include reasonable Operating Reserves, Replacement Reserves
Application Info coming soon

WILL BE DISTRIBUTED AS AN AGENCY BULLETIN (EMAIL)
WEBSITE: AZHOUSING.GOV