



Arizona
Department
of Housing

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)

LICENSING:

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 or

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

Requirements

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