DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT OFFICE OF THE DIRECTOR

2020 W. El Camino Avenue, Suite 500 Sacramento, CA 95833 (916) 263-7400 / FAX (916) 263-7417 www.hcd.ca.gov



September 27, 2017

MEMORANDUM FOR:

ALL INTERESTED PARTIES

FROM:

Ben Metcalf, Director.

Department of Housing and Community Development

SUBJECT:

Notice of Validation Action - No Place Like Home

(NPLH) Program

On July 1, 2016, Governor Brown signed landmark legislation enacting the No Place Like Home (NPLH) Program to dedicate up to \$2 billion in bond proceeds for the development of Permanent Supportive Housing (PSH) for persons who are living with a severe mental illness who are homeless, chronically homelessness, or at risk of chronic homelessness. The Department of Housing and Community Development (HCD) has been authorized to design and implement this Program.

On August 24, 2017, the California Health Facilities Financing Authority (CHFFA) approved a resolution that authorized the issuance of one or more series of revenue bonds from time to time in an amount not to exceed \$2 billion to finance the NPLH Program.

The next step in the process is the filing of a validation action under the validation statutes to determine the validity of, among other things, the revenue bonds CHFFA authorized to be issued and sold for the purposes of funding the NPLH Program. The validation action was filed with the Superior Court of the State of California, County of Sacramento on September 12, 2017.

While the validation action is pending, HCD will be unable to answer any questions regarding the proceedings. However, the validation action is on file in the Superior Court of the State of California, County of Sacramento, Case #2017-00219002. HCD's Legal Counsel in this action is the California Attorney General's Office. Members of the public can go to the Sacramento Superior Court's website (https://www.saccourt.ca.gov/) to check on the status of the case.

Additional information regarding NPLH Program and the current Program Guidelines is available on the NPLH <u>webpage</u>.